

VOTE 4

Economic Development

| | |
|---------------------------------|---|
| Operational Budget | R 140 590 000 |
| MEC remuneration | Nil |
| Total amount to be appropriated | R 140 590 000 |
| Responsible MEC | Dr Z.L. Mkhize, Minister of Finance and Economic Development ¹ |
| Administrating department | Department of Economic Development |
| Accounting officer | Head: Economic Development |

1. Overview

Vision

The vision of the department is to ensure that KwaZulu-Natal becomes a thriving, globally competitive economy that houses dynamic industrial and service sectors, characterised by excellent service standards, with a high level of employment raising the quality of life, and an economic environment supporting empowerment and creating prosperity for all.

Mission

The department's mission is to formulate and facilitate the implementation of strategies which create an environment conducive to sustainable economic growth and development in KwaZulu-Natal.

Strategic objectives

The strategic goals of the Department of Economic Development are as follows:

- Promoting technological innovation and increasing competitiveness in key sectors of the economy;
- Championing initiatives which improve the province's logistics capabilities and enhance key supply chains;
- Providing integrated economic project support for selected categories of projects;
- Facilitating the creation of sustainable jobs and empowerment through flagship projects;
- Promoting industrial development and stimulating the international competitiveness of the provincial economy;
- Providing meaningful support to the regeneration of small town economies;
- Supporting SMME development; and
- Supporting rural economic development.

In achieving these strategic goals, the department upholds the following principles:

- Enhancing effective and efficient business processes within the department;
- Effective management and co-ordination of those public entities which report to the department as instruments of delivery and economic co-ordination; and
- Facilitating the appropriate participation of relevant public and private institutions in the implementation of the strategies of the department.

¹ The salary of the Minister of Finance and Economic Development is budgeted for under Vote 6: Provincial Treasury.

Core functions

In order to achieve the strategic objectives, the following core functions have been identified:

- Be a one-stop economic information shop;
- Contribute to the formulation of economic policy development and articulate the economic development strategy for the province;
- Facilitate the increase in trade between the province and other economic regions;
- Promote economic development through the championing of public-private-partnerships;
- Promote fixed investment into the province;
- Promote SMME development;
- Promote and facilitate economic empowerment programmes;
- Promote technological innovation and increasing competitiveness in key sectors of the economy;
- Champion initiatives to improve the province's logistics capabilities and enhance key supply chains;
- Provide integrated economic project support for selected categories of projects;
- Provide an effective and efficient consumer protection service; and
- Ensure effective and prudent business regulation in the province.

Legislative mandate

The legislative mandate of the department largely stems from the following Acts, rules and legislation:

- Constitution of South Africa, specifically Section 125, as well as Schedules 4 and 5
- KwaZulu-Natal Ithala Development Finance Corporation Act, Act 2 of 1999
- Liquor Act of 1989 (soon to be replaced with new act)
- Public Service Act, 1994, as amended
- Public Finance Management Act (PFMA), 1999, as amended
- National Treasury Financial Regulations issued in terms of the PFMA

Challenges and developments

The underlying implication of having a dynamic and increasingly effective strategic plan is that the structures of the organisation will be constantly reviewed to assess their synergy with the organisational objectives and implementation strategies. Consequently, the department recently completed the process of reviewing its organisational structure and the deployment of skills. The new structure was finalised and costed in October 2004, and is clearly aligned to the strategic plan of the department.

A major challenge facing the department is the ability to recruit suitably qualified and skilled personnel to render the services expected of the department. In the event where suitably skilled personnel cannot be recruited on a permanent basis, these will be procured on a short term contract basis. Also, where necessary, the department will engage in appointing project managers on a contract basis for the duration of that project, for example within the Trade Gateway programme. Organised business will also second key executives to specific and task-based positions, where appropriate.

The government has resolved to relocate the Durban International Airport to La-Mercy before the 2010 Soccer World Cup. Once constructed, the Dube TradePort next to King Shaka Airport will be the new generation of global tradeport, aimed at providing sustainable economic growth in the province, and attracting fixed investment.

2. Review of the current financial year – 2004/05

In his Budget Speech for Vote 4: Economic Development for the 2004/05 financial year, the MEC set out numerous strategic deliverables which the department would aim to achieve during the year. All of these objectives have been achieved, though the level of success for each has varied.

With regard to the department's flagship project, the Dube TradePort, the master planning process commenced in November 2004. This included the development of detailed designs, obtaining planning approvals, and the preparation of environmental impact assessments. This process will take approximately 18 months, and will run parallel to other processes, such as obtaining the required Treasury Approvals and procuring private sector partners for the project, in terms of National Treasury regulations.

The Richards Bay Industrial Development Zone (IDZ) initiative has also made steady progress, and the Provincial Legislature voted an amount of R18 million in the 2004/05 Adjustments Estimate process, to ensure that the infrastructure for Phase 1 of the Zone is put in place. An agreement in respect of the construction and financing of the improvements to the John Ross Highway is also about to be reached.

In 2004/05, the department completed an extensive research and consultation process resulting in what is now called the KwaZulu-Natal Industrial Development Strategy. The sectors targeted for intervention and support from government are clothing and textiles, wood products, information and communication technologies, agri-business, tourism and the arts, crafts and cultural industries. The department has already initiated cluster development programmes in some of these sectors, and is developing impact measurement tools to measure the success of the interventions. In the cultural industries sector, the department will also target the lucrative film industry, and plans to develop a Provincial Film Commission during the coming year, to lay the basis for the growth of this industry.

The Ithala Development Finance Corporation Limited (Ithala) targeted to assist in the establishment of 580 new business enterprises in all sectors, and to facilitate approximately 5,200 new employment opportunities in the province during the 2004/05 financial year. Pleasingly, in the nine-month period from 1 April to 31 December 2004, the organisation had successfully assisted a combined total of 350 new enterprises and stimulated the creation of 4,679 new jobs.

Trade and Investment KwaZulu-Natal (TIKZN) also delivered on its targets in 2004/05, with the total value of committed projects as at 31 December 2004 amounting to R744 million, resulting in 5,800 direct jobs. TIKZN's objectives to establish a "one stop export shop" and a new export platform are also at implementation phase.

In 2004/05, the Sector Competitiveness programme implemented a range of projects designed to promote sector competitiveness. Key achievements included the building of effective partnerships with industry role-players, such as that achieved with the Furniture Cluster and the Provincial Craft Practitioners Forum. The department successfully supported over 20 SMMEs, enabling them to attend national pavilions to market their goods, including the SAITEX Exhibition where the KZN Stand won the Kagiso Africa Award for superlative African design. In the furniture industry, 15 SMMEs participated in a business and technical skills training programme, a Furniture Industry Indaba was hosted, and a branding strategy was developed to market KZN products nationally and internationally.

The agri-business unit conceptualised and packaged key interventions in the essential oil, marula and cut flower industries in the province. Area specific feasibilities for interventions in the agri-processing and the pecan nut industry identified excellent pilot projects for implementation in partnership with local government. Furthermore, the sector studies that were undertaken identified key interventions for further investigation in the livestock and aloe industries. The department supported various pilot projects, including the establishment of community fruit and nut orchards in Zululand, facilitation of the groundnut programme in Umkhanyakude, and a marula processing demonstration unit in Umhlabayalingana. Inter-organisational relations with the Department of Agriculture and Environmental Affairs, Department of Trade and Industry (DTI) and TIKZN were strengthened through the formation and operation of the Agribusiness Forum and joint projects undertaken, such as the Jaggery market study and Amadumbe Business and Market Plan.

With regard to business partnerships, the business community, together with its many organisations, was encouraged by the Ministry of Finance and Economic Development to either merge, or work together, on many common issues. For example, the Economic Growth coalition was successfully implemented in the greater Durban region. The Ministry is taking the lead in this coalition, and the plan is to extend this model to other regions in the province.

A process for reaching consensus on a provincial LED strategy commenced in 2004/05. A province-wide workshop was held with municipalities in December 2004, and it is intended that a draft strategy will be completed by March 2005. The department funded six LED projects in Sisonke, uThukela, Ugu and Amajuba, and completed two resource manuals for officials and business people. The provincial LED programme, funded by the European Union (now branded *Gijima KZN*), was activated in January 2004. The first call for proposals for the Business Enabling Fund was made, and applications to the fund were solicited. Area offices were set up in the four learning areas, and became operational in November 2004.

Significant achievement and progress was made with regard to providing a better-integrated business and SMME support services in the province. The department is leading the process of establishing the Small Enterprise Development Agency (SEDA) in KwaZulu-Natal. There are already four SEDA centres (erstwhile KZNMAC centres) in the province, and the department continues to provide support to these centres and Local Business Service Centres (LBSC). The department has also collaborated with the provincial Department of Education to implement the Entrepreneurship-In-Schools programme, and conducted a business plan competition in selected education regions in the province. The department coordinated stakeholder consultation workshops for the Cooperative Development Strategy for South Africa, and assisted more than 60 groups to register as cooperatives and access business support services.

The constant improvement of the quality of SMME products has resulted in some SMMEs competing in world markets. For example, the charcoal manufacturers in the Hluhluwe/Mtubatuba/Richards Bay area export their products to Asia and the United Kingdom.

3. Outlook for the coming financial year – 2005/06

In 2005/06, the department will focus on five key core business areas, in line with the strategic initiatives highlighted in the provincial priorities, namely Trade and Investment, Sector Competitiveness, Integrated Economic Support, Local Economic Development, and Business Regulation. The sixth focus area not described above, is that of Strategic Management Services, where the department plans to build support, tools and capacity in an attempt to increasingly professionalise its operational activities.

The establishment of the KZN Platform for Growth is a key initiative that the province will undertake in 2005/06, aimed at facilitating the effective functioning of a social partnership forum for strategy formulation. The Provincial Growth Fund has been established under Vote: Provincial Treasury. However, the Department of Economic Development will be required to provide the necessary support services and advice in this regard.

In 2005/06, the Sector Competitiveness programme will expand its focus through the appointment of sector specialists who will be responsible for promoting industry competitiveness in each of the identified sectors. The programme will focus on scanning and analysing priority sectors for key interventions and opportunities that prompt the sector's competitiveness.

With regard to clothing and textiles, the department will, together with other government departments, address the regulatory environment that impacts on the industry, and attempt to find appropriate local solutions to address the loss of jobs in the industry, particularly in localities such as Newcastle. The department will continue to build industry partnerships, and, through benchmarking, will attempt to build local industry competitiveness. In the Information and Communication Technology (ICT) sector, the focus of the sub-programme, in partnership with the uMsunduzi Municipality, will be to work towards the establishment of an ICT Hub in Edendale. In the arts and crafts sector, the focus will be on supporting the development of business capacity, marketing and production capacity in respect of local crafters. In the furniture industry, the department will continue to support the Furniture Cluster in the areas of training, Black Economic Empowerment (BEE) and marketing.

Furthermore, the department will identify opportunities in agri-tourism and the food and beverage industry. The development of the sector will continue to focus on conceptualising and packaging key interventions in the essential oil, cut flower, agri-processing, aloe, livestock and food sub-sectors. The implementation of pilot projects will, among others, focus on fruit and nuts, pecans, essential oils, cut-flowers and marulas,

through the facilitation of resources including financing and technical support. A key activity in 2005/06 will be the consolidating and reporting on market information to the farming community and local government, to allow them to make informed decisions in taking up opportunities and developing and supporting agri-business initiatives. In order to create an environment which is conducive to the development of a competitive agri-business sector, the department will continue to facilitate the production of a strategic plan for a co-ordinated and integrated approach to agri-business at a provincial level.

The outlook for the coming year will see a great improvement in the performance of the LED Programme. The programme will support at least 36 LED projects in the province. It is intended to improve the internal capacity of the department through the implementation of a capacity building programme for LED staff. A consensus on LED will also be forged, culminating in an LED strategy that should shape a greater alignment between the economic components of IDP's and the Provincial Growth and Development Strategy (PGDS).

With regard to SMMEs, the department will provide effective strategic leadership, direction and coordination to business support services and SMME development programmes, to stimulate economic growth in KwaZulu-Natal. The department will coordinate and align the various SMME development programmes with the National strategy of integrating small enterprise development support into a single national agency, i.e. Small Enterprise Development Agency (SEDA). The Service Delivery Network will be developed from the initial 20 SEDA centres to more than 50 SEDA centres during the year. A minimum of 100 entrepreneurs will be assisted to revive their businesses through the KZN Business Rehabilitation Trust Fund. With regard to Entrepreneurship Support and Promotion, the aim in 2005/06 is to establish and develop 30 youth-owned businesses, and provide entrepreneurial training to 1,200 young pupils in schools.

Perhaps the most critical objective of the department will be moving towards the commencement of construction of the Dube TradePort and King Shaka International Airport. This project reflects the commitment of government to strengthening the first economy. The department also intends to make a contribution towards building the second economy, by supporting the growth and development of cooperatives in the province. A detailed and multi-faceted initiative is planned to lift thousands of rural community groups out of poverty and into mainstream economic activity, through cooperatives and small enterprise programmes. The entities Ithala and TIKZN will be key delivery agencies in this endeavour.

4. Receipts and financing

4.1 Summary of receipts and financing

Table 4.1 below gives the sources of funding used for the Department of Economic Development over the seven-year period 2001/02 to 2007/08.

The table also compares actual and budgeted receipts against actual and budgeted payments. The significant surplus after financing in 2001/02 and 2002/03 is largely due to the number of vacant posts in the department, as well as unanticipated delays in implementing some projects.

Table 4.1: Summary of receipts and financing

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | | |
|--|----------------|----------------|----------------|----------------|-----------------|------------------|-----------------------|----------------|----------------|---------|
| | Audited | Audited | Audited | | | | 2004/05 | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | | |
| Provincial allocation | 149,026 | 163,063 | 125,510 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 | |
| Total receipts | 149,026 | 163,063 | 125,510 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 | |
| Total payments | 84,341 | 109,236 | 108,556 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 | |
| Surplus/(Deficit) before financing | 64,685 | 53,827 | 16,954 | - | - | - | - | - | - | |
| Financing | | | | | | | | | | |
| <i>of which</i> | | | | | | | | | | |
| Provincial roll-overs | 3,448 | 10,847 | 1,448 | - | - | - | - | - | - | |
| Provincial cash resources | 1,037 | - | - | - | - | - | - | - | - | |
| Suspension to ensuing year | | | | | | | | | | |
| Surplus/(deficit) after financing | 69,170 | 64,674 | 18,402 | - | - | - | - | - | - | |

4.2 Departmental receipts collection

Table 4.2 below gives a summary of the receipts collected by the department. Details of departmental receipts are presented in *Annexure to Vote 4 – Economic Development*.

The main revenue that the department is responsible for collecting is in respect of liquor licensing fees. However, the new Liquor Bill proposes the establishment of a new public entity, the Liquor Board, which will be responsible for the liquor licensing functions. When the Bill is promulgated, the revenue from liquor licensing will no longer be reflected in the books of the department, although the department will continue to play a supervisory role in the running of the entity.

The amount reflected in 2002/03 against *Sales of capital assets* includes portion of the proceeds from the sale of the Washesha Bus Company, a subsidiary of the KwaZulu Transport Company. This once-off item explains the high level of recovery for that year, and the subsequent reduction in the level of recovery. The KwaZulu Transport Company was liquidated in 2001/02, and the subsidiary was sold as a going concern.

Table 4.2: Details of departmental receipts

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|------------|--------------|--------------|-------------|-----------------|------------------|-----------------------|--------------|--------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | 2004/05 | | | | |
| Tax receipts | - | - | 3,396 | - | - | 3,059 | 3,396 | 3,396 | 3,396 |
| Non-tax receipts | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Sale of goods and services other than capital assets | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Fines, penalties and forfeits | - | - | - | - | - | - | - | - | - |
| Interest, dividends and rent on land | - | - | - | - | - | - | - | - | - |
| Transfers received | - | - | - | - | - | - | - | - | - |
| Sales of capital assets | - | 4,184 | - | - | - | - | - | - | - |
| Financial transactions | - | - | 28 | - | - | 61 | 29 | 29 | 29 |
| Total | 824 | 5,134 | 3,525 | 600 | 600 | 3,157 | 3,525 | 3,525 | 3,525 |

5. Payment summary

This section summarises payments and budgeted estimates for the vote in terms of programmes and economic classification, details according to economic classification are presented in *Annexure to Vote 4 – Economic Development*.

5.1 Programme summary

A summary of payments and budgeted estimates per programme of the department is given in Table 4.3 below. The department's budget is made up of six programmes that are directly linked to its core functions, namely Strategic Management Services, Trade and Investment, Sector Competitiveness, Integrated Economic Support, Local Economic Development and Business Regulation.

The sharp increase in the Adjusted Budget and Estimated Actual expenditure during 2004/05 is explained by once-off payments, such as the payment made in respect of the Richards Bay Industrial Development Zone (IDZ). Apart from this peak in 2004/05, the department is reflecting an inflation linked increase over the 2005/06 MTEF period.

Table 4.3: Summary of payments and estimates by programme

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|----------------------------------|---------------|----------------|----------------|----------------|-----------------|------------------|-----------------------|----------------|----------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | 2004/05 | | | | |
| 1. Strategic Management Services | 21,792 | 27,053 | 26,682 | 27,752 | 29,074 | 29,074 | 37,961 | 40,494 | 42,520 |
| 2. Trade and Investment | 42,168 | 44,635 | 42,307 | 51,397 | 68,897 | 68,897 | 53,192 | 56,794 | 59,634 |
| 3. Sector Competitiveness | 2,972 | 9,299 | 11,059 | 15,704 | 14,514 | 14,514 | 15,539 | 16,585 | 17,413 |
| 4. Integrated Economic Support | 10,334 | 11,028 | 13,255 | 15,131 | 13,421 | 13,421 | 15,925 | 16,996 | 17,846 |
| 5. Local Economic Development | 2,321 | 10,763 | 5,614 | 9,783 | 9,561 | 9,561 | 8,843 | 9,439 | 9,910 |
| 6. Business Regulation | 4,754 | 6,458 | 9,639 | 12,130 | 11,430 | 11,430 | 9,130 | 9,744 | 10,232 |
| Total | 84,341 | 109,236 | 108,556 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 |

5.2 Summary of economic classification

The summary of payments and budgeted estimates per economic classification is given in Table 4.4 below. With regard to the consistent increase in personnel expenditure over the MTEF, the department plans to significantly strengthen its capacity at management level. The strategic planning process has also resulted in a change to the structure of the department, so that corporate governance capacity is increased by way of recruitment of skilled management personnel.

The sharp increase in the 2004/05 Adjusted Budget and Estimated Actual columns against *Transfers and subsidies* is largely due to the once-off contribution of R18 million made by the department to the Richards Bay IDZ. The main factor contributing to the upward trend in the expenditure of *Current payments: other* from 2002/03 was the devolution of functions from other provincial departments, including audit fees and the provision for office accommodation.

Table 4.4: Summary of payments and estimates by economic classification

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|----------------|-----------------|------------------|-----------------------|----------------|----------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | | | | | |
| Current payments | 45,644 | 75,472 | 66,890 | 85,355 | 80,041 | 80,041 | 91,934 | 98,081 | 102,985 |
| Compensation of employees | 17,313 | 19,282 | 20,306 | 32,164 | 21,660 | 21,660 | 34,188 | 35,898 | 37,693 |
| Goods and services | 28,331 | 56,190 | 46,584 | 53,191 | 58,381 | 58,381 | 57,746 | 62,183 | 65,292 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 36,132 | 32,733 | 40,170 | 43,310 | 63,599 | 63,599 | 46,068 | 49,182 | 51,641 |
| Local government | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |
| Non-profit institutions | - | - | - | - | 2,000 | 2,000 | - | - | - |
| Households | - | - | 67 | - | 289 | 289 | - | - | - |
| Other | 36,076 | 32,671 | 40,046 | 43,205 | 61,205 | 61,205 | 45,978 | 49,089 | 51,542 |
| Payments for capital assets | 2,565 | 1,031 | 1,496 | 3,232 | 3,257 | 3,257 | 2,588 | 2,789 | 2,929 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 2,565 | 1,031 | 1,496 | 3,232 | 3,257 | 3,257 | 2,313 | 2,492 | 2,617 |
| Other | - | - | - | - | - | - | 275 | 297 | 312 |
| Total | 84,341 | 109,236 | 108,556 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 |

5.3 Transfers to public entities

Table 4.5 provides a summary of departmental transfers to public entities, details of which are given below.

Ithala Development Finance Corporation

The department transfers funds to Ithala on a project specific funding basis. This enhances the accountability of the entity to the department, in terms of specific interventions required by the department. A decision was taken to decrease the level of funding made available to the entity, as the deposit-taking activities were showing profits which could be invested back into the communities in which Ithala operates. The peak in 2004/05 is explained by the contribution made by the department to the Richards Bay IDZ.

Trade and Investment KwaZulu-Natal (TIKZN)

The allocation from 2001/02 to 2004/05 reflects a steady increase, while the sharp increase from 2005/06 onwards reflects the department's decision to make greater use of this entity in the 2005/06 MTEF period.

KwaZulu Transport

This entity was liquidated in 2001/02, and the funding ceased in the same year.

SA Lifesaving

The department discontinued funding this entity at the end of 2001/02.

Table 4.5: Summary of departmental transfers to public entities

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|----------------------------------|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | | | | | |
| Ithala | 24,843 | 18,000 | 16,000 | 27,447 | 27,447 | 27,447 | 15,634 | 16,709 | 17,544 |
| Trade & Investment KwaZulu-Natal | 8,500 | 14,671 | 14,146 | 15,425 | 15,425 | 15,425 | 30,000 | 32,019 | 33,620 |
| KZN Transport | 2,700 | - | - | - | - | - | - | - | - |
| SA Lifesaving | 33 | - | - | - | - | - | - | - | - |
| Total | 36,076 | 32,671 | 30,146 | 42,872 | 42,872 | 42,872 | 45,634 | 48,728 | 51,164 |

5.4 Transfers to local government

Table 4.6 below indicates transfers to local government per category. The only transfer to local government that the department makes is in respect of the Regional Service Council Levy.

Details of the transfers per municipality are given in *Annexure to Vote 4 – Economic Development*.

Table 4.6: Summary of departmental transfers to local government by category

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------|-----------------|-----------------|-----------------|-------------|-----------------|------------------|-----------------------|-----------|-----------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | 2004/05 | | | | |
| Category A | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |
| Category B | - | - | - | - | - | - | - | - | - |
| Category C | - | - | - | - | - | - | - | - | - |
| Total | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |

6. Programme description

The services rendered by this department are categorised under six programmes, which are explained below. The payments and budgeted estimates for each programme are summarised in terms of sub-programmes and economic classification, details of which are presented in *Annexure to Vote 4 – Economic Development*.

6.1 Programme 1: Strategic Management Services

This programme consists of six sub-programmes with effect from 2004/05, namely Policy, Research and Development, Finance, General Administration, Human Resource Management, Legal Services, and Marketing, Communications and Information Technology.

The main purpose of the programme is to provide for the overall management of the department, and to render a support service to the other programmes in terms of transversal functions.

Table 4.7 and 4.8 below illustrate the payments and estimates of this programme over the seven-year period 2001/02 to 2007/08.

The increase in the budget allocation can be ascribed to the restructuring and resultant posts created for management services within Policy, Research and Development, hence the sharp increase from 2005/06 onwards against *Compensation of employees*.

Apart from a sharp increase in 2004/05, the category *Payments for capital assets* reflects a constant growth from 2005/06 onwards, due to once-off payments for equipment in respect of the newly created posts.

Table 4.7: Summary of payments and estimates - Programme 1: Strategic Management Services

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | 2004/05 | | | | |
| Ministry | 3,623 | 5,178 | 3,422 | - | - | - | - | - | - |
| Policy, Research & Development | - | - | - | 3,753 | 4,346 | 4,346 | 9,641 | 10,268 | 10,781 |
| Finance | - | - | - | 2,422 | 2,252 | 2,252 | 2,727 | 2,910 | 3,056 |
| General Administration | 13,681 | 13,876 | 15,324 | 11,117 | 12,266 | 12,266 | 13,700 | 14,622 | 15,354 |
| Human Resource Management | 3,284 | 3,307 | 3,195 | 4,014 | 4,014 | 4,014 | 5,033 | 5,372 | 5,640 |
| Legal Services | - | - | - | 1,261 | 1,011 | 1,011 | 1,546 | 1,650 | 1,733 |
| Marketing, Communications & Information Technology | 1,204 | 4,692 | 4,741 | 5,185 | 5,185 | 5,185 | 5,314 | 5,672 | 5,956 |
| Total | 21,792 | 27,053 | 26,682 | 27,752 | 29,074 | 29,074 | 37,961 | 40,494 | 42,520 |

Table 4.8: Summary of payments and estimates by economic classification - Programme 1: Strategic Management Services

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Current payments | 21,216 | 27,016 | 25,737 | 26,039 | 27,361 | 27,361 | 36,893 | 39,348 | 41,314 |
| Compensation of employees | 9,331 | 11,429 | 11,095 | 13,278 | 9,784 | 9,784 | 17,226 | 18,088 | 18,992 |
| Goods and services | 11,885 | 15,587 | 14,642 | 12,761 | 17,577 | 17,577 | 19,667 | 21,260 | 22,322 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 30 | 37 | 97 | 178 | 178 | 178 | 218 | 228 | 240 |
| Local government | 30 | 37 | 30 | 43 | 43 | 43 | 45 | 47 | 50 |
| Non-profit institutions | - | - | - | - | - | - | - | - | - |
| Households | - | - | 67 | - | - | - | - | - | - |
| Other | - | - | - | 135 | 135 | 135 | 173 | 181 | 190 |
| Payments for capital assets | 546 | - | 848 | 1,535 | 1,535 | 1,535 | 850 | 918 | 966 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 546 | - | 848 | 1,535 | 1,535 | 1,535 | 585 | 632 | 665 |
| Other | - | - | - | - | - | - | 265 | 286 | 301 |
| Total | 21,792 | 27,053 | 26,682 | 27,752 | 29,074 | 29,074 | 37,961 | 40,494 | 42,520 |

6.2 Programme 2: Trade and Investment

This programme consists of four sub-programmes, namely Investment and Export Support, Growth Platform, Growth Fund Project Support and Trade Gateway. The main purpose of this programme is to promote fixed increased investments into the Province of KwaZulu-Natal, and provide appropriate support to local companies to boost exports.

The establishment of the KZN Platform for Growth within this programme is one of the key initiatives that the province is undertaking to facilitate the effective functioning of a social partnership forum for strategy formulation to build on economic growth and development.

While the Provincial Growth Fund is housed under Vote: Provincial Treasury, the Department of Economic Development will provide the necessary support services and advice in this regard, and funds for this support service are provided under the new sub-programme: Growth Fund Project Support. The Provincial Growth Fund is targeted at strategic infrastructural and economic projects for large scale private sector investment.

The creation of a logistics and trade gateway is central to KwaZulu-Natal's economic development strategy. In line with this strategy, the department has added a new dimension under this programme, namely the development of the Trade Gateway. The main objective is to develop strategic initiatives to enhance logistical and transportation infrastructure in the province, leading to reduction in the real costs of conducting business and positioning the province as the "Trade Gateway of Southern Africa".

Table 4.9 and 4.10 below gives the summary of payments and estimates relating to Programme 2 for the period 2001/02 to 2007/08.

Apart from the significant increase in the adjusted budget and estimated actual in 2004/05, the payments and estimates show a steady increase over the seven-year period.

The increase in 2004/05 is attributable to the department's once-off contribution to the Richards Bay Industrial Development Zone, which is recorded against *Transfers and subsidies* in the economic classification of payments and estimates.

Table 4.9: Summary of payments and estimates - Programme 2: Trade and Investment

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|-----------------------------|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Investment & Export Support | 37,763 | 32,809 | 30,146 | 42,872 | 60,872 | 60,872 | 45,634 | 48,728 | 51,164 |
| Growth Platform | 881 | 2,365 | 2,432 | 1,705 | 1,605 | 1,605 | 1,135 | 1,211 | 1,272 |
| Growth Fund Project Support | 837 | 2,247 | 2,311 | 1,620 | 1,525 | 1,525 | 965 | 1,029 | 1,081 |
| Trade Gateway | 2,687 | 7,214 | 7,418 | 5,200 | 4,895 | 4,895 | 5,458 | 5,826 | 6,117 |
| Total | 42,168 | 44,635 | 42,307 | 51,397 | 68,897 | 68,897 | 53,192 | 56,794 | 59,634 |

Table 4.10: Summary of payments and estimates by economic classification - Programme 2: Trade and Investment

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Current payments | 4,262 | 11,700 | 2,254 | 8,284 | 7,759 | 7,759 | 7,041 | 7,513 | 7,889 |
| Compensation of employees | 832 | 1,043 | 645 | 2,639 | 1,589 | 1,589 | 1,123 | 1,179 | 1,238 |
| Goods and services | 3,430 | 10,657 | 1,609 | 5,645 | 6,170 | 6,170 | 5,918 | 6,334 | 6,651 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 36,079 | 32,674 | 40,048 | 42,915 | 60,915 | 60,915 | 45,648 | 48,743 | 51,180 |
| Local government | 3 | 3 | 2 | 10 | 10 | 10 | 3 | 3 | 3 |
| Non-profit institutions | - | - | - | - | - | - | - | - | - |
| Households | - | - | - | - | - | - | - | - | - |
| Other | 36,076 | 32,671 | 40,046 | 42,905 | 60,905 | 60,905 | 45,645 | 48,740 | 51,177 |
| Payments for capital assets | 1,827 | 261 | 5 | 198 | 223 | 223 | 503 | 538 | 565 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 1,827 | 261 | 5 | 198 | 223 | 223 | 493 | 527 | 554 |
| Other | - | - | - | - | - | - | 10 | 11 | 11 |
| Total | 42,168 | 44,635 | 42,307 | 51,397 | 68,897 | 68,897 | 53,192 | 56,794 | 59,634 |

Service delivery measures

Table 4.11 below illustrates the main service delivery measures pertaining to Programme 2.

Table 4.11: Service delivery measures - Programme 2: Trade and Investment

| Output type | Performance measures | Performance targets | |
|--|---|--|---|
| | | 2004/05 | 2005/06 |
| | | Est. Actual | Estimate |
| Investment & Export Support | | | |
| 1. Promotion of foreign direct investment in the Province of KZN | Value of foreign direct investment in new business facilitated by TIKZN | R1,3bn new fixed investment | R1,5bn new fixed investment |
| 2. Creation of jobs and SMMEs | <ul style="list-style-type: none">No. of new SMMEs established & expansionsNo. of new jobs createdExtent of empowerment of black people and women through transactions undertaken by Ithala | 600 6,000 R400m invested in BEE financing | 800 9,000 R600m invested in BEE financing |
| Growth Platform | | | |
| 3. Establishment of a social partnership forum | Existence of KZN Platform for Growth Forum | Forum established | Annual programme of action developed |
| Trade Gateway | | | |
| 4. Establishment of a multi-modal transport hub in KZN | Existence of a fully functioning TradePort as project plan (Dube Tradeport) | Land & airport license Treasury Approval One as per PFMA achieved | PPP agreement Masterplan complete |
| 5. Establishment of the Richards Bay IDZ | The achievement of milestones as per the project plan for the establishment of the IDZ | Agreement on business plan and funding formula for Phase 1 of IDZ signed | Implementation of Phase 1 development plan completed |
| 6. Development of Container Terminal in Richards Bay | Number of successful processes facilitated to develop terminal | New output | Agreement on business plan for the development of the terminal signed Feasibility study by 31 March 2006 |
| 7. Development of the John Ross Highway | The achievement of milestones as per the project plan for the development of the John Ross Highway | New output | Management structure established Financing option for construction of JRH finalised |
| 8. Development of the Film Industry in the province | Existence of the KZN Film Commission | Feasibility study completed | Commission set up by 31 March 2006 |

6.3 Programme 3: Sector Competitiveness

This programme comprises of two sub-programmes, namely Sector Development and KZN Labour Market Strategy. The programme is designed to support key sectors of the provincial economy, including those sectors where interventions will contribute to the sustainable competitiveness of the sector, enhance economic growth, and meet government's development priorities, particularly those of BEE, job creation, and rural development. These sectors include agri-business and agri-processing, information and communications technology, clothing and textiles, the entertainment industry, particularly indigenous music, and arts and crafts. For each of these sectors, interventions are undertaken to improve the competitiveness of the particular sector at a local or provincial level.

Tables 4.12 and 4.13 below summarise payments and budgeted estimates relating to Programme 3. Expenditure within the programme shows a fairly consistent increase over the past four years, and a similar growth is expected to continue over the MTEF period. This is in line with the emphasis on SMME development, which is an important contributor to economic development, and is therefore one of the department's strategic priorities. The SMME directorate has utilised the increase in funding to expand its successful interventions in the SMME sector.

Table 4.12: Summary of payments and estimates - Programme 3: Sector Competitiveness

| R000 | Outcome | | | Main Budget | Adjusted Budget 2004/05 | Estimated actual | Medium-term estimates | | |
|----------------------------|-----------------|-----------------|-----------------|---------------|-------------------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Sector Development | 2,972 | 9,299 | 11,059 | 15,704 | 14,514 | 14,514 | 15,039 | 16,051 | 16,853 |
| KZN Labour Market Strategy | - | - | - | - | - | - | 500 | 534 | 560 |
| Total | 2,972 | 9,299 | 11,059 | 15,704 | 14,514 | 14,514 | 15,539 | 16,585 | 17,413 |

Table 4.13: Summary of payments and estimates by economic classification - Programme 3: Sector Competitiveness

| R000 | Outcome | | | Main Budget | Adjusted Budget 2004/05 | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|---------------|-------------------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Current payments | 2,899 | 9,190 | 10,900 | 15,186 | 12,996 | 12,996 | 15,141 | 16,159 | 16,967 |
| Compensation of employees | 1,547 | 898 | 1,464 | 4,512 | 2,322 | 2,322 | 2,648 | 2,780 | 2,919 |
| Goods and services | 1,352 | 8,292 | 9,436 | 10,674 | 10,674 | 10,674 | 12,493 | 13,379 | 14,048 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 5 | 3 | 4 | 59 | 1,059 | 1,059 | 34 | 36 | 37 |
| Local government | 5 | 3 | 4 | 14 | 14 | 14 | 7 | 8 | 8 |
| Non-profit institutions | - | - | - | - | 1,000 | 1,000 | - | - | - |
| Households | - | - | - | - | - | - | - | - | - |
| Other | - | - | - | 45 | 45 | 45 | 27 | 28 | 29 |
| Payments for capital assets | 68 | 106 | 155 | 459 | 459 | 459 | 364 | 390 | 409 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 68 | 106 | 155 | 459 | 459 | 459 | 364 | 390 | 409 |
| Other | - | - | - | - | - | - | - | - | - |
| Total | 2,972 | 9,299 | 11,059 | 15,704 | 14,514 | 14,514 | 15,539 | 16,585 | 17,413 |

Service delivery measures

Table 4.14 shows the main service delivery measures pertaining to Programme 3: Sector Competitiveness.

Table 4.14: Service delivery measures - Programme 3: Sector Competitiveness

| Output type | Performance measures | Performance targets | |
|---|-----------------------------|---|--|
| | | 2004/05 Est. Actual | 2005/06 Estimate |
| Sector Development | | | |
| 1. Implementation of strategy to support the development of the KZN arts & crafts sector | No. of projects implemented | 3 projects | 4 projects supporting the development. of 300 crafters |
| 2. Implementation strategy to promote the competitiveness of the clothing & textiles sector | No. of projects implemented | Provincial forum established | 4 projects |
| | | Newcastle & Ladysmith clothing manufacturers | |
| | | Clothing manufacturing centre framework developed | |
| 3. Implementation of strategy to promote the competitiveness of wood & wood products sector | No. of projects implemented | 3 projects | 4 projects |

Table 4.14: Service delivery measures - Programme 3: Sector Competitiveness

| Output type | Performance measures | Performance targets | |
|--|--|---------------------------------|---|
| | | 2004/05 Est. Actual | 2005/06 Estimate |
| 4. Implementation of strategy to support agribusiness sector | No. of interventions to support the strategy | 5 feasibility studies completed | 3 feasibility studies |
| | | 4 business plans developed | 5 three-year pilot programmes implemented |
| | | 3 pilots projects completed | |
| KZN Labour Market Strategy | | | |
| 5. Implementation of an integrated Human Resource Development Strategy for KZN which meets labour market needs | No. of interventions to implement the HRD strategy | Strategy developed | Tool for implementation of strategy developed |

6.4 Programme 4: Integrated Economic Support

The aim of this programme is to provide effective strategic leadership, direction and coordination in respect of SMME support programmes, to stimulate economic growth in KwaZulu-Natal and to develop and empower previously disadvantaged groups. The programme has two sub-programmes, namely Integrated Business Support (IBS) and Black Economic Empowerment (BEE).

The programme includes funding in respect of the KZN Rehabilitation Trust Fund, aimed at improving access to finance for SMME's, and Local Business Service Centres (LBSC), a one-stop-shop for small businesses, targeting the establishment of tender advice centres and providing strategic direction and support services.

The Black Economic Empowerment (BEE) sub-programme under this programme focuses on the development of a BEE strategy, partnerships and the monitoring of public and private procurement.

The primary purpose is to provide effective strategic leadership, direction and coordination in respect of BEE support programmes, to stimulate economic growth in KwaZulu-Natal through:

- Development of a framework/guideline/programme;
- Ensuring that government procurement benefits BEE companies;
- Ensuring transformation of ownership and control of existing companies;
- Ensuring the effectiveness and efficiency of government agencies;
- Ensuring that the human resources of organisations reflect racial population percentages in the province;
- Ensuring the availability of funds for black business;
- Ensuring that information is available to the targeted groups and about the targeted groups; and
- Ensuring continuous monitoring of the Province of KwaZulu-Natal, using scorecards.

Tables 4.15 and 4.16 below summarise the payments and estimates for the seven-year period from 2001/02 to 2007/08.

The significant increase over the 2005/06 MTEF period is to cater for the new posts in accordance with the approved structure of the department to be implemented from 2005/06.

Table 4.15: Summary of payments and estimates - Programme 4: Integrated Economic Support

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|-----------------------------------|---------------|---------------|---------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| Integrated Business Support (IBS) | 10,334 | 11,028 | 12,672 | 10,990 | 8,890 | 8,890 | 12,106 | 12,920 | 13,566 |
| Black Economic Empowerment (BEE) | - | - | 583 | 4,141 | 4,531 | 4,531 | 3,819 | 4,076 | 4,280 |
| Total | 10,334 | 11,028 | 13,255 | 15,131 | 13,421 | 13,421 | 15,925 | 16,996 | 17,846 |

Table 4.16: Summary of payments and estimates by economic classification - Programme 4: Integrated Economic Support

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Current payments | 10,275 | 10,677 | 13,118 | 14,652 | 12,942 | 12,942 | 15,559 | 16,605 | 17,436 |
| Compensation of employees | 3,011 | 3,073 | 1,589 | 5,224 | 1,834 | 1,834 | 4,154 | 4,362 | 4,580 |
| Goods and services | 7,264 | 7,604 | 11,529 | 9,428 | 11,108 | 11,108 | 11,405 | 12,243 | 12,856 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 10 | 10 | 5 | 71 | 71 | 71 | 53 | 55 | 58 |
| Local government | 10 | 10 | 5 | 17 | 17 | 17 | 11 | 11 | 12 |
| Non-profit institutions | - | - | - | - | - | - | - | - | - |
| Households | - | - | - | - | - | - | - | - | - |
| Other | - | - | - | 54 | 54 | 54 | 42 | 44 | 46 |
| Payments | 49 | 341 | 132 | 408 | 408 | 408 | 313 | 336 | 352 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 49 | 341 | 132 | 408 | 408 | 408 | 313 | 336 | 352 |
| Other | - | - | - | - | - | - | - | - | - |
| Total | 10,334 | 11,028 | 13,255 | 15,131 | 13,421 | 13,421 | 15,925 | 16,996 | 17,846 |

Service delivery measures

Table 4.17 provides the main service delivery measures pertaining to Programme 4: Integrated Economic Support.

Table 4.17: Service delivery measures - Programme 4: Integrated Economic Support

| Table 4.11: Service delivery measures - Programme 4: Integrated Economic Support | | | |
|--|---|---|---|
| Output type | Performance measures | Performance targets | |
| | | 2004/05 Est. Actual | 2005/06 Estimate |
| Integrated Business Support | | | |
| 1. Support of SMME's through establishment of SMME support service delivery network (establishment of SEDA), including the one-stop-shop small business service centre | No. of companies diagnosed/ assessed by the SEDA and assisted to achieve International Standards Organisation (ISO) certification | SEDA will conduct assessments on 240 small firms, 45 firms should receive ISO certification | SEDA will conduct assessments on 250 small firms, 55 firms should receive ISO certification |
| 2. Implementation of programmes to develop youth, women and the disabled owned businesses | No of youth operated businesses | 20 youth-owned businesses | 30 youth-owned enterprises |
| | No. of projects implemented to facilitate business skills development of the youth, women and the disabled | 100 people trained in entrepreneurial skills | 150 people trained in entrepreneurial skills |
| Black Economic Empowerment | | | |
| 3. Development and implementation of a provincial BEE strategy | No. of projects in line with provincial BEE strategy | Work started on developing a strategy on BEE 1 stakeholder conference to adopt strategy | 5 projects |
| 4. Development of a mechanism for affirmative procurement monitoring | Existence of an effective monitoring mechanism of affirmative procurement practice | 1 assessment report of progress in govt's affirmative procurement policies & impact on BEE | Documented targets for BEE procurement |
| 5. Facilitation of implementation of BEE sector charters in province for selected sectors | Existence of fully developed BEE sector charter | Work started on development of KZN BEE sector charters | Fully documented balanced scorecard models for use by private sector business in KZN |

6.5 Programme 5: Local Economic Development

The purpose of this programme is to create an enabling environment in which local economies can grow and prosper. The programme is designed to create opportunities to stimulate and invest in the emergence and growth of competitive and sustainable enterprises and jobs. Housed under this programme are two sub-programmes, namely LED Monitoring and Evaluation, and Local Economic Empowerment.

The main objectives identified to achieve the aim of the programme are:

- To build sustainable partnerships between LED stakeholders in the four learning areas;

- To strengthen the LED enabling environment by implementing projects promoting sustainable economic growth. This will be done by facilitating the growth, investment and skills development of enterprises, promoting HIV and AIDS and TB awareness, and enhancing the development role of local government;
- To promote learning, knowledge exchange and replication; and
- To establish effective, adaptable and innovative LED management functions at both the “learning area” and provincial level.

Tables 4.18 and 4.19 summarise payments and budgeted estimates relating to this programme for the period 2001/02 to 2007/08. The expenditure for the past four financial years fluctuates to some degree, mainly due to once-off payments such as the *Transfers to non-profit institutions* made during 2004/05. However, the allocation stabilises over the 2005/06 MTEF, with only an inflationary increase over the MTEF period.

Table 4.18: Summary of payments and estimates - Programme 5: Local Economic Development

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|-----------------------------|-----------------|-----------------|-----------------|--------------|-----------------|------------------|-----------------------|--------------|--------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | 2004/05 | | | | |
| LED Monitoring & Evaluation | - | - | 1,319 | 3,686 | 2,066 | 2,066 | 1,386 | 1,479 | 1,553 |
| Local Economic Empowerment | 2,321 | 10,763 | 4,295 | 6,097 | 7,495 | 7,495 | 7,457 | 7,960 | 8,357 |
| Total | 2,321 | 10,763 | 5,614 | 9,783 | 9,561 | 9,561 | 8,843 | 9,439 | 9,910 |

Table 4.19: Summary of payments and estimates by economic classification - Programme 5: Local Economic Development

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--------------------------------------|-----------------|-----------------|-----------------|--------------|-----------------|------------------|-----------------------|--------------|--------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| | | | | | 2004/05 | | | | |
| Current payments | 2,264 | 10,637 | 5,448 | 9,446 | 7,935 | 7,935 | 8,521 | 9,092 | 9,546 |
| Compensation of employees | 1,207 | 1,039 | 1,961 | 2,323 | 2,683 | 2,683 | 4,054 | 4,257 | 4,470 |
| Goods and services | 1,057 | 9,598 | 3,487 | 7,123 | 5,252 | 5,252 | 4,467 | 4,835 | 5,076 |
| Other | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 4 | 3 | 6 | 32 | 1,321 | 1,321 | 52 | 54 | 57 |
| Local government | 4 | 3 | 6 | 8 | 8 | 8 | 11 | 11 | 12 |
| Non-profit institutions | - | - | - | - | 1,000 | 1,000 | - | - | - |
| Households | - | - | - | - | 289 | 289 | - | - | - |
| Other | - | - | - | 24 | 24 | 24 | 41 | 43 | 45 |
| Payments for capital assets | 53 | 123 | 160 | 305 | 305 | 305 | 270 | 293 | 307 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 53 | 123 | 160 | 305 | 305 | 305 | 270 | 293 | 307 |
| Other | - | - | - | - | - | - | - | - | - |
| Total | 2,321 | 10,763 | 5,614 | 9,783 | 9,561 | 9,561 | 8,843 | 9,439 | 9,910 |

Service delivery measures

Table 4.20 illustrates the main service delivery measures pertaining to Programme 5.

Table 4.20: Service delivery measures – Programme 5: Local Economic Development

| Output type | Performance measures | Performance targets | |
|---|--|--------------------------------------|---|
| | | 2004/05 Estimated actual | 2005/06 Estimate |
| LED Monitoring and Evaluation | | | |
| Programme for monitoring, research and learning established | Fully operational monitoring, research and learning unit established | New output | 1st of March 2006 |
| Local Economic Empowerment | | | |
| Creation of an enabling environment conducive to Local Economic Development | No. of interventions designed to facilitate economic development at local government level | 6 projects packaged | 5 projects packaged 5 capacity building projects planned and implemented |
| Facilitation of pro-poor investment at local government level | The existence of a local competitiveness fund which funds job creating projects | New output | 10 job creation projects funded |
| Programme for improved local economic governance | Existence of a completed LED strategy | LED strategy working draft completed | Completed LED strategy |

6.6 Programme 6: Business Regulation

This programme consists of two sub-programmes, namely Consumer Protection Services and Liquor License Regulation. The purpose of the Business Regulation programme is to regulate commercial activities and to promulgate, protect and promote the rights of consumers in the province. The programme aims to create an environment in which trade and industry can flourish, and where regulations aimed at protecting the public interest are carefully balanced against the need for an efficient regulatory environment that will allow small as well as big businesses to prosper.

Tables 4.21 and 4.22 below summarise payments and budget estimates relating to Programme 6 for the period 2001/01 to 2007/08. The significant increase in expenditure for 2004/05 is largely due to the extensive use of consultants in the Liquor Licensing function. The budget allocation over the 2005/06 MTEF reflects greater stability, with inflation linked increases.

Table 4.21: Summary of payments and estimates - Programme 6: Business Regulation

| Table 4.2.1: Summary of payments and estimates – Programme 6: Business Regulation | | | | | | | | | |
|---|------------------------------|-----------------|-----------------|-------------|-----------------|------------------|-----------------------|---------|---------|
| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2004/05 | 2005/06 | 2006/07 |
| | Consumer Protection Services | 3,084 | 3,680 | 5,826 | 7,159 | 7,059 | 7,059 | 5,689 | 6,072 |
| Liquor License Regulation | 1,670 | 2,778 | 3,813 | 4,971 | 4,371 | 4,371 | 3,441 | 3,672 | 3,856 |
| Total | 4,754 | 6,458 | 9,639 | 12,130 | 11,430 | 11,430 | 9,130 | 9,744 | 10,232 |

Table 4.22: Summary of payments and estimates by economic classification - Programme 6: Business Regulation

| Table A22: Summary of payments and estimates by economic classification - Programme of Business Regulation | | | | | | | | | | |
|--|--------------|--------------|--------------|---------------|-----------------|------------------|-----------------------|--------------|---------------|---------|
| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | | |
| | Audited | Audited | Audited | | | | 2004/05 | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | | |
| Current payments | 4,728 | 6,252 | 9,433 | 11,748 | 11,048 | 11,048 | 8,779 | 9,364 | 9,833 | |
| Compensation of employees | 1,385 | 1,800 | 3,552 | 4,188 | 3,448 | 3,448 | 4,983 | 5,232 | 5,494 | |
| Goods and services | 3,343 | 4,452 | 5,881 | 7,560 | 7,600 | 7,600 | 3,796 | 4,132 | 4,339 | |
| Other | - | - | - | - | - | - | - | - | - | |
| Transfers and subsidies to: | 4 | 6 | 10 | 55 | 55 | 55 | 63 | 66 | 69 | |
| Local government | 4 | 6 | 10 | 13 | 13 | 13 | 13 | 13 | 14 | |
| Non-profit institutions | - | - | - | - | - | - | - | - | - | |
| Households | - | - | - | - | - | - | - | - | - | |
| Other | - | - | - | 42 | 42 | 42 | 50 | 53 | 55 | |
| Payments for capital assets | 22 | 200 | 196 | 327 | 327 | 327 | 288 | 314 | 330 | |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - | |
| Machinery and equipment | 22 | 200 | 196 | 327 | 327 | 327 | 288 | 314 | 330 | |
| Other | - | - | - | - | - | - | - | - | - | |
| Total | 4,754 | 6,458 | 9,639 | 12,130 | 11,430 | 11,430 | 9,130 | 9,744 | 10,232 | |

Service delivery measures

Table 4.23 below reflects the main service delivery measures pertaining to Programme 6.

Table 4.23: Service delivery measures - Programme 6: Business Regulation

| Output type | Performance measures | Performance targets | |
|--|--|---|---|
| | | 2004/05 | 2005/06 |
| | | Est. | Actual |
| Consumer Protection Services | | | |
| 1. Education of consumers on their rights and responsibilities | No. of consumers engaged in formal/informal education programmes | 600 000 consumers | 600 000 consumers |
| 2. Provision of general consumer information | No. of consumers reached by general advertising initiatives | 13 million people | 13 million people |
| 3. Facilitation of consumer protecting legislation | The existence of a Consumer Protection Act | Draft Bill available by 31 March 2005 | Legislation passed by 31 March 2005 |
| 4. Consumer complaints handling | % of complaints successfully handled | 84% of complaints successfully resolved | 84% of complaints successfully resolved |
| Liquor License Regulation | | | |
| 5. Processing of liquor license applications | No. of applications processed | 1 197 applications processed | 1 200 application processed |

7. Other programme information

7.1 Personnel numbers and costs

Table 4.24 below summarises the approved establishment per programme, as well as the total personnel costs of the department.

Personnel costs have increased as a result of changes in the approved establishment of the department, mainly due to the creation of new posts in terms of the departmental strategic plan.

Table 4.24: Personnel numbers and costs

| Personnel numbers | As at 31 March 2001 | As at 31 March 2002 | As at 31 March 2003 | As at 31 March 2004 | As at 31 March 2005 | As at 31 March 2006 | As at 31 March 2007 |
|----------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| 1. Strategic Management Services | 107 | 54 | 61 | 55 | 59 | 91 | 91 |
| 2. Trade and Investment | - | 3 | 5 | 1 | 4 | 4 | 4 |
| 3. Sector Competitiveness | - | 10 | 17 | 13 | 17 | 10 | 10 |
| 4. Integrated Economic Support | - | 29 | 8 | 16 | 15 | 18 | 18 |
| 5. Local Economic Development | - | 4 | 11 | 5 | 13 | 15 | 15 |
| 6. Business Regulation | - | 13 | 5 | 11 | 27 | 28 | 28 |
| Total | 107 | 113 | 107 | 101 | 135 | 166 | 166 |
| Total personnel cost (R000) | 13,152 | 17,313 | 19,282 | 20,306 | 21,660 | 34,188 | 35,898 |
| Unit cost (R000) | 123 | 153 | 180 | 201 | 160 | 206 | 216 |

7.2 Training

Table 4.25 below reflects the expenditure and estimates for training for the seven-year period.

The increase in the training costs from the previous year is a result of the government policy on human resource development. Departments are required by the Skills Development Act to budget at least 1 per cent of personnel expenses on staff training.

Table 4.25: Expenditure on training

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|----------------------------------|--------------------|--------------------|--------------------|----------------|--------------------|---------------------|-----------------------|------------|------------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| 1. Strategic Management Services | 98 | 83 | 613 | 893 | 547 | 547 | 541 | 568 | 596 |
| 2. Trade and Investment | 4 | - | 50 | 32 | 32 | 32 | 50 | 53 | 56 |
| 3. Sector Competitiveness | 12 | 1 | 918 | 236 | 236 | 236 | 105 | 110 | 116 |
| 4. Integrated Economic Support | 29 | 18 | 1,350 | 99 | 99 | 99 | 18 | 19 | 20 |
| 5. Local Economic Development | 5 | - | 341 | 149 | 149 | 149 | - | - | - |
| 6. Business Regulation | 14 | 10 | 982 | 102 | 102 | 102 | 100 | 105 | 110 |
| Total | 162 | 112 | 4,254 | 1,511 | 1,165 | 1,165 | 814 | 855 | 898 |

7.3 Changes to programme structures

The programme structure of the department has been amended to be in line with the strategic objectives of the department as illustrated in the table below:

Reconciliation of structural changes to Vote 4: Economic Development

| 2004/05 structure | | 2005/06 structure | |
|-------------------|----------------------------------|-------------------------------|--------------------------------|
| Programme | Sub-programme | Programme | Sub-programme |
| Administration | Finance & General Administration | Strategic Management Services | Policy, Research & Development |
| | | | Finance |
| | | | General Administration |
| | Human Resource Management | Strategic Management Services | Legal Services |
| | Communication, Publicity & Info. | Strategic Management Services | Human Resource Management |
| | | Strategic Management Services | Marketing, Communication & IT |

Reconciliation of structural changes to Vote 4: Economic Development

| 2004/05 structure | | 2005/06 structure | |
|-------------------------------------|--|--------------------------------|---|
| Programme | Sub-programme | Programme | Sub-programme |
| Spatial Economic Co-ordination | Local Economic Development | Trade and Investment | |
| | Agri-business | Local Economic Development | LED Monitoring and Evaluation |
| | Community Projects | Trade and Investment Promotion | Sector Development |
| | | Local Economic Development | Local Economic Development |
| Business and Sector Development | Business Development | Sector competitiveness | |
| | Liquor Licensing Administration | Integrated Economic Support | Integrated Business Support |
| | Consumer Affairs | Business Regulation | Liquor Licensing Administration |
| | Black Economic Empowerment | Business Regulation | Consumer Protection Services |
| | Sector Development | Integrated Economic Support | Black Economic Empowerment |
| | | Sector Competitiveness | Sector Development |
| Trade and Investment | Trade and Investment Promotion | Integrated Economic Support | |
| | Trade and Investment Project Financing | Trade and Investment | Investment and Export Support |
| | | Trade and Investment | Investment and Export Support |
| Policy Development & Economic Info. | Policy Development | Local Economic Development | |
| | Economic Info. and Research Services | Trade and Investment | Growth Platform/Growth Fund/Trade Gateway |
| | | Sector Competitiveness | Growth Platform/Growth Fund/Trade Gateway |
| Special Projects | Special Projects | Trade and Investment | Growth Platform/Growth Fund/Trade Gateway |

ANNEXURE TO VOTE 4 – ECONOMIC DEVELOPMENT

Table 4.A: Details of departmental receipts

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|---|--------------------|--------------------|--------------------|-------------|-----------------|------------------|-----------------------|---------|---------|
| | Audited 2001/02 | Audited 2002/03 | Audited 2003/04 | | | | 2005/06 | 2006/07 | 2007/08 |
| Tax receipts | - | - | 3,396 | - | - | 3,059 | 3,396 | 3,396 | 3,396 |
| Casino taxes | | | | | | | | | |
| Motor vehicle licenses | | | | | | | | | |
| Horseracing | | | | | | | | | |
| Other taxes | - | - | 3,396 | - | - | 3,059 | 3,396 | 3,396 | 3,396 |
| Non-tax receipts | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Sale of goods and services other than capital asset | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Sales of goods and services produced by dept. | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Sales by market establishments | | | | | | | | | |
| Administrative fees | | | | | | | | | |
| Other sales | 824 | 950 | 101 | 600 | 600 | 37 | 100 | 100 | 100 |
| Fines, penalties and forfeits | | | | | | | | | |
| Interest, dividends and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Dividends | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Transfers received from: | - | - | - | - | - | - | - | - | - |
| Other governmental units | | | | | | | | | |
| Universities and technikons | | | | | | | | | |
| Foreign governments | | | | | | | | | |
| International organisations | | | | | | | | | |
| Public corporations and private enterprises | | | | | | | | | |
| Households and non-profit institutions | | | | | | | | | |
| Sales of capital assets | - | 4,184 | - | - | - | - | - | - | - |
| Land and subsoil assets | | | | | | | | | |
| Other capital assets | - | 4,184 | - | - | - | - | - | - | - |
| Financial transactions | - | - | 28 | - | - | 61 | 29 | 29 | 29 |
| Total | 824 | 5,134 | 3,525 | 600 | 600 | 3,157 | 3,525 | 3,525 | 3,525 |

Table 4.B: Details of payments and estimates by economic classification

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|---------------|----------------|----------------|----------------|-----------------|------------------|-----------------------|----------------|----------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | 2004/05 | | | | |
| Current payments | 45,644 | 75,472 | 66,890 | 85,355 | 80,041 | 80,041 | 91,934 | 98,081 | 102,985 |
| Compensation of employees | 17,313 | 19,282 | 20,306 | 32,164 | 21,660 | 21,660 | 34,188 | 35,898 | 37,693 |
| Salaries and wages | 14,648 | 16,313 | 17,341 | 27,069 | 17,915 | 17,915 | 29,985 | 31,485 | 33,058 |
| Social contributions | 2,665 | 2,969 | 2,965 | 5,095 | 3,745 | 3,745 | 4,203 | 4,413 | 4,635 |
| Goods and services | 28,331 | 56,190 | 46,584 | 53,191 | 58,381 | 58,381 | 57,746 | 62,183 | 65,292 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - | - | - |
| Rent on land | - | - | - | - | - | - | - | - | - |
| Financial transactions in assets and liabilities | - | - | - | - | - | - | - | - | - |
| Unauthorised expenditure | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 36,132 | 32,733 | 40,170 | 43,310 | 63,599 | 63,599 | 46,068 | 49,182 | 51,641 |
| Local government | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |
| Municipalities | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |
| Municipal agencies and funds | - | - | - | - | - | - | - | - | - |
| Departmental agencies and accounts | 36,076 | 32,671 | 40,046 | 43,205 | 61,205 | 61,205 | 45,978 | 49,089 | 51,542 |
| Social security funds | - | - | - | - | - | - | - | - | - |
| Entities receiving funds | 36,076 | 32,671 | 40,046 | 43,205 | 61,205 | 61,205 | 45,978 | 49,089 | 51,542 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | - | - | - | - | - | - | - | - | - |
| Other transfers | - | - | - | - | - | - | - | - | - |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | - | - | - | - | - | - | - | - | - |
| Other transfers | - | - | - | - | - | - | - | - | - |
| Foreign governments and international organisation | - | - | - | - | - | - | - | - | - |
| Non-profit institutions | - | - | - | - | 2,000 | 2,000 | - | - | - |
| Households | - | - | 67 | - | 289 | 289 | - | - | - |
| Social benefits | - | - | - | - | - | - | - | - | - |
| Other transfers to households | - | - | 67 | - | 289 | 289 | - | - | - |
| Payments for capital assets | 2,565 | 1,031 | 1,496 | 3,232 | 3,257 | 3,257 | 2,588 | 2,789 | 2,929 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | - | - | - | - | - | - | - | - | - |
| Other fixed structures | - | - | - | - | - | - | - | - | - |
| Machinery and equipment | 2,565 | 1,031 | 1,496 | 3,232 | 3,257 | 3,257 | 2,313 | 2,492 | 2,617 |
| Transport equipment | 1,687 | 138 | - | - | - | - | - | - | - |
| Other machinery and equipment | 878 | 893 | 1,496 | 3,232 | 3,257 | 3,257 | 2,313 | 2,492 | 2,617 |
| Cultivated assets | - | - | - | - | - | - | - | - | - |
| Software and other intangible assets | - | - | - | - | - | - | 275 | 297 | 312 |
| Land and subsoil assets | - | - | - | - | - | - | - | - | - |
| Total | 84,341 | 109,236 | 108,556 | 131,897 | 146,897 | 146,897 | 140,590 | 150,052 | 157,555 |

Table 4.C: Details of payments and estimates by economic classification - Programme 1: Strategic Management Services

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|---------------|---------------|---------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | | | | | |
| | 2004/05 | | | | | | | | |
| Current payments | 21,216 | 27,016 | 25,737 | 26,039 | 27,361 | 27,361 | 36,893 | 39,348 | 41,314 |
| Compensation of employees | 9,331 | 11,429 | 11,095 | 13,278 | 9,784 | 9,784 | 17,226 | 18,088 | 18,992 |
| Salaries and wages | 7,897 | 9,672 | 9,379 | 11,216 | 7,722 | 7,722 | 15,061 | 15,814 | 16,605 |
| Social contributions | 1,434 | 1,757 | 1,716 | 2,062 | 2,062 | 2,062 | 2,165 | 2,274 | 2,387 |
| Goods and services | 11,885 | 15,587 | 14,642 | 12,761 | 17,577 | 17,577 | 19,667 | 21,260 | 22,322 |
| of which | | | | | | | | | |
| Consultant fees | 3,979 | 6,604 | 4,600 | 774 | 4,320 | 4,320 | 3,446 | 3,732 | 3,918 |
| Other | 7,906 | 8,983 | 10,042 | 11,987 | 13,257 | 13,257 | 16,221 | 17,528 | 18,404 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 30 | 37 | 97 | 178 | 178 | 178 | 218 | 228 | 240 |
| Local government | 30 | 37 | 30 | 43 | 43 | 43 | 45 | 47 | 50 |
| Municipalities | 30 | 37 | 30 | 43 | 43 | 43 | 45 | 47 | 50 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | - | - | - | 135 | 135 | 135 | 173 | 181 | 190 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | - | - | - | 135 | 135 | 135 | 173 | 181 | 190 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Foreign governments and international organisation | | | | | | | | | |
| Non-profit institutions | | | | | | | | | |
| Households | - | - | 67 | - | - | - | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | - | - | 67 | - | - | - | - | - | - |
| Payments for capital assets | 546 | - | 848 | 1,535 | 1,535 | 1,535 | 850 | 918 | 966 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 546 | - | 848 | 1,535 | 1,535 | 1,535 | 585 | 632 | 665 |
| Transport equipment | | | | | | | | | |
| Other machinery and equipment | 546 | - | 848 | 1,535 | 1,535 | 1,535 | 585 | 632 | 665 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | - | - | - | - | - | - | 265 | 286 | 301 |
| Land and subsoil assets | | | | | | | | | |
| Total | 21,792 | 27,053 | 26,682 | 27,752 | 29,074 | 29,074 | 37,961 | 40,494 | 42,520 |

Table 4.D: Details of payments and estimates by economic classification - Programme 2: Trade and Investment

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|---|---------------|---------------|---------------|---------------|-----------------|------------------|-----------------------|---------------|---------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| Current payments | 4,262 | 11,700 | 2,254 | 8,284 | 7,759 | 7,759 | 7,041 | 7,513 | 7,889 |
| Compensation of employees | 832 | 1,043 | 645 | 2,639 | 1,589 | 1,589 | 1,123 | 1,179 | 1,238 |
| Salaries and wages | 704 | 882 | 572 | 2,137 | 1,427 | 1,427 | 1,014 | 1,065 | 1,118 |
| Social contributions | 128 | 161 | 73 | 502 | 162 | 162 | 109 | 114 | 120 |
| Goods and services | 3,430 | 10,657 | 1,609 | 5,645 | 6,170 | 6,170 | 5,918 | 6,334 | 6,651 |
| <i>of which</i> | | | | | | | | | |
| Consultant fees | 3,273 | 10,559 | 1,474 | 4,151 | 4,927 | 4,927 | 4,400 | 4,711 | 4,947 |
| Other | 157 | 98 | 135 | 1,494 | 1,243 | 1,243 | 1,518 | 1,623 | 1,704 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 36,079 | 32,674 | 40,048 | 42,915 | 60,915 | 60,915 | 45,648 | 48,743 | 51,180 |
| Local government | 3 | 3 | 2 | 10 | 10 | 10 | 3 | 3 | 3 |
| Municipalities | 3 | 3 | 2 | 10 | 10 | 10 | 3 | 3 | 3 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | 36,076 | 32,671 | 40,046 | 42,905 | 60,905 | 60,905 | 45,645 | 48,740 | 51,177 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | 36,076 | 32,671 | 40,046 | 42,905 | 60,905 | 60,905 | 45,645 | 48,740 | 51,177 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| <i>Subsidies on production</i> | | | | | | | | | |
| <i>Other transfers</i> | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| <i>Subsidies on production</i> | | | | | | | | | |
| <i>Other transfers</i> | | | | | | | | | |
| Foreign governments and international organisations | | | | | | | | | |
| Non-profit institutions | | | | | | | | | |
| Households | - | - | - | - | - | - | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | | | | | | | | | |
| Payments for capital assets | 1,827 | 261 | 5 | 198 | 223 | 223 | 503 | 538 | 565 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 1,827 | 261 | 5 | 198 | 223 | 223 | 493 | 527 | 554 |
| Transport equipment | 1,687 | 138 | | | | | | | |
| Other machinery and equipment | 140 | 123 | 5 | 198 | 223 | 223 | 493 | 527 | 554 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | - | - | - | - | - | - | 10 | 11 | 11 |
| Land and subsoil assets | | | | | | | | | |
| Total | 42,168 | 44,635 | 42,307 | 51,397 | 68,897 | 68,897 | 53,192 | 56,794 | 59,634 |

Table 4.E: Details of payments and estimates by economic classification - Programme 3: Sector Competitiveness

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|--------------|--------------|---------------|----------------|--------------------|---------------------|-----------------------|---------------|---------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | | | | | |
| | 2004/05 | | | | | | | | |
| Current payments | 2,899 | 9,190 | 10,900 | 15,186 | 12,996 | 12,996 | 15,141 | 16,159 | 16,967 |
| Compensation of employees | 1,547 | 898 | 1,464 | 4,512 | 2,322 | 2,322 | 2,648 | 2,780 | 2,919 |
| Salaries and wages | 1,308 | 759 | 1,248 | 3,809 | 1,919 | 1,919 | 2,374 | 2,493 | 2,617 |
| Social contributions | 239 | 139 | 216 | 703 | 403 | 403 | 274 | 287 | 302 |
| Goods and services | 1,352 | 8,292 | 9,436 | 10,674 | 10,674 | 10,674 | 12,493 | 13,379 | 14,048 |
| of which | | | | | | | | | |
| Consultant fees | 1,009 | 7,275 | 8,909 | 8,545 | 9,045 | 9,045 | 10,420 | 11,159 | 11,717 |
| Other | 343 | 1,017 | 527 | 2,129 | 1,629 | 1,629 | 2,073 | 2,220 | 2,331 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 5 | 3 | 4 | 59 | 1,059 | 1,059 | 34 | 36 | 37 |
| Local government | 5 | 3 | 4 | 14 | 14 | 14 | 7 | 8 | 8 |
| Municipalities | 5 | 3 | 4 | 14 | 14 | 14 | 7 | 8 | 8 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | - | - | - | 45 | 45 | 45 | 27 | 28 | 29 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | - | - | - | 45 | 45 | 45 | 27 | 28 | 29 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Foreign governments and international organisation | | | | | | | | | |
| Non-profit institutions | - | - | - | - | 1,000 | 1,000 | - | - | - |
| Households | - | - | - | - | - | - | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | | | | | | | | | |
| Payments for capital assets | 68 | 106 | 155 | 459 | 459 | 459 | 364 | 390 | 409 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 68 | 106 | 155 | 459 | 459 | 459 | 364 | 390 | 409 |
| Transport equipment | | | | | | | | | |
| Other machinery and equipment | 68 | 106 | 155 | 459 | 459 | 459 | 364 | 390 | 409 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | | | | | | | | | |
| Land and subsoil assets | | | | | | | | | |
| Total | 2,972 | 9,299 | 11,059 | 15,704 | 14,514 | 14,514 | 15,539 | 16,585 | 17,413 |

Table 4.F: Details of payments and estimates by economic classification - Programme 4: Integrated Economic Support

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|---|---------|---------|---------|-------------|-----------------|------------------|-----------------------|---------|---------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | 2004/05 | | | | | |
| Current payments | 10,275 | 10,677 | 13,118 | 14,652 | 12,942 | 12,942 | 15,559 | 16,605 | 17,436 |
| Compensation of employees | 3,011 | 3,073 | 1,589 | 5,224 | 1,834 | 1,834 | 4,154 | 4,362 | 4,580 |
| Salaries and wages | 2,547 | 2,599 | 1,361 | 4,410 | 1,580 | 1,580 | 3,684 | 3,868 | 4,061 |
| Social contributions | 464 | 474 | 228 | 814 | 254 | 254 | 470 | 494 | 519 |
| Goods and services | 7,264 | 7,604 | 11,529 | 9,428 | 11,108 | 11,108 | 11,405 | 12,243 | 12,856 |
| of which | | | | | | | | | |
| Consultant Fees | 6,435 | 6,169 | 10,344 | 8,679 | 8,620 | 8,620 | 10,915 | 11,718 | 12,305 |
| Other | 829 | 1,435 | 1,185 | 749 | 2,488 | 2,488 | 490 | 525 | 551 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 10 | 10 | 5 | 71 | 71 | 71 | 53 | 55 | 58 |
| Local government | 10 | 10 | 5 | 17 | 17 | 17 | 11 | 11 | 12 |
| Municipalities | 10 | 10 | 5 | 17 | 17 | 17 | 11 | 11 | 12 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | - | - | - | 54 | 54 | 54 | 42 | 44 | 46 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | - | - | - | 54 | 54 | 54 | 42 | 44 | 46 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Foreign governments and international organisations | | | | | | | | | |
| Non-profit institutions | | | | | | | | | |
| Households | - | - | - | - | - | - | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | | | | | | | | | |
| Payments for capital assets | 49 | 341 | 132 | 408 | 408 | 408 | 313 | 336 | 352 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 49 | 341 | 132 | 408 | 408 | 408 | 313 | 336 | 352 |
| Transport equipment | | | | | | | | | |
| Other machinery and equipment | 49 | 341 | 132 | 408 | 408 | 408 | 313 | 336 | 352 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | | | | | | | | | |
| Land and subsoil assets | | | | | | | | | |
| Total | 10,334 | 11,028 | 13,255 | 15,131 | 13,421 | 13,421 | 15,925 | 16,996 | 17,846 |

Table 4.G: Details of payments and estimates by economic classification - Programme 5: Local Economic Development

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|--|--------------|---------------|--------------|--------------|-----------------|------------------|-----------------------|--------------|--------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | | | |
| | | | | | 2004/05 | | | | |
| Current payments | 2,264 | 10,637 | 5,448 | 9,446 | 7,935 | 7,935 | 8,521 | 9,092 | 9,546 |
| Compensation of employees | 1,207 | 1,039 | 1,961 | 2,323 | 2,683 | 2,683 | 4,054 | 4,257 | 4,470 |
| Salaries and wages | 1,021 | 879 | 1,690 | 1,961 | 2,321 | 2,321 | 3,606 | 3,787 | 3,976 |
| Social contributions | 186 | 160 | 271 | 362 | 362 | 362 | 448 | 470 | 494 |
| Goods and services | 1,057 | 9,598 | 3,487 | 7,123 | 5,252 | 5,252 | 4,467 | 4,835 | 5,076 |
| of which | | | | | | | | | |
| Consultant fees | 788 | 8,420 | 3,027 | 5,413 | 4,143 | 4,143 | 3,414 | 3,698 | 3,883 |
| Other | 269 | 1,178 | 460 | 1,710 | 1,109 | 1,109 | 1,053 | 1,137 | 1,193 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 4 | 3 | 6 | 32 | 1,321 | 1,321 | 52 | 54 | 57 |
| Local government | 4 | 3 | 6 | 8 | 8 | 8 | 11 | 11 | 12 |
| Municipalities | 4 | 3 | 6 | 8 | 8 | 8 | 11 | 11 | 12 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | - | - | - | 24 | 24 | 24 | 41 | 43 | 45 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | - | - | - | 24 | 24 | 24 | 41 | 43 | 45 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Foreign governments and international organisation | | | | | | | | | |
| Non-profit institutions | - | - | - | - | 1,000 | 1,000 | - | - | - |
| Households | - | - | - | - | 289 | 289 | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | - | - | - | - | 289 | 289 | - | - | - |
| Payments for capital assets | 53 | 123 | 160 | 305 | 305 | 305 | 270 | 293 | 307 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 53 | 123 | 160 | 305 | 305 | 305 | 270 | 293 | 307 |
| Transport equipment | | | | | | | | | |
| Other machinery and equipment | 53 | 123 | 160 | 305 | 305 | 305 | 270 | 293 | 307 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | | | | | | | | | |
| Land and subsoil assets | | | | | | | | | |
| Total | 2,321 | 10,763 | 5,614 | 9,783 | 9,561 | 9,561 | 8,843 | 9,439 | 9,910 |

Table 4.H: Details of payments and estimates by economic classification - Programme 6: Business Regulation

| R000 | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
|---|--------------|--------------|--------------|---------------|-----------------|------------------|-----------------------|--------------|---------------|
| | Audited | Audited | Audited | | | | 2005/06 | 2006/07 | 2007/08 |
| | 2001/02 | 2002/03 | 2003/04 | | | | 2004/05 | | |
| Current payments | 4,728 | 6,252 | 9,433 | 11,748 | 11,048 | 11,048 | 8,779 | 9,364 | 9,833 |
| Compensation of employees | 1,385 | 1,800 | 3,552 | 4,188 | 3,448 | 3,448 | 4,983 | 5,232 | 5,494 |
| Salaries and wages | 1,171 | 1,522 | 3,091 | 3,536 | 2,946 | 2,946 | 4,246 | 4,458 | 4,681 |
| Social contributions | 214 | 278 | 461 | 652 | 502 | 502 | 737 | 774 | 813 |
| Goods and services | 3,343 | 4,452 | 5,881 | 7,560 | 7,600 | 7,600 | 3,796 | 4,132 | 4,339 |
| of which | | | | | | | | | |
| Consultant fees | 2,960 | 3,613 | 4,106 | 3,332 | 3,353 | 3,353 | 841 | 912 | 958 |
| Other | 383 | 839 | 1,775 | 4,228 | 4,247 | 4,247 | 2,955 | 3,220 | 3,381 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Interest | | | | | | | | | |
| Rent on land | | | | | | | | | |
| Financial transactions in assets and liabilities | | | | | | | | | |
| Unauthorised expenditure | | | | | | | | | |
| Transfers and subsidies to: | 4 | 6 | 10 | 55 | 55 | 55 | 63 | 66 | 69 |
| Local government | 4 | 6 | 10 | 13 | 13 | 13 | 13 | 13 | 14 |
| Municipalities | 4 | 6 | 10 | 13 | 13 | 13 | 13 | 13 | 14 |
| Municipal agencies and funds | | | | | | | | | |
| Departmental agencies and accounts | - | - | - | 42 | 42 | 42 | 50 | 53 | 55 |
| Social security funds | | | | | | | | | |
| Entities receiving funds | - | - | - | 42 | 42 | 42 | 50 | 53 | 55 |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Private enterprises | - | - | - | - | - | - | - | - | - |
| Subsidies on production | | | | | | | | | |
| Other transfers | | | | | | | | | |
| Foreign governments and international organisations | | | | | | | | | |
| Non-profit institutions | | | | | | | | | |
| Households | - | - | - | - | - | - | - | - | - |
| Social benefits | | | | | | | | | |
| Other transfers to households | | | | | | | | | |
| Payments for capital assets | 22 | 200 | 196 | 327 | 327 | 327 | 288 | 314 | 330 |
| Buildings and other fixed structures | - | - | - | - | - | - | - | - | - |
| Buildings | | | | | | | | | |
| Other fixed structures | | | | | | | | | |
| Machinery and equipment | 22 | 200 | 196 | 327 | 327 | 327 | 288 | 314 | 330 |
| Transport equipment | | | | | | | | | |
| Other machinery and equipment | 22 | 200 | 196 | 327 | 327 | 327 | 288 | 314 | 330 |
| Cultivated assets | | | | | | | | | |
| Software and other intangible assets | | | | | | | | | |
| Land and subsoil assets | | | | | | | | | |
| Total | 4,754 | 6,458 | 9,639 | 12,130 | 11,430 | 11,430 | 9,130 | 9,744 | 10,232 |

Table 4.I: Summary of transfers to municipalities (Regional Service Council Levy)

| Table 4.1: Summary of transfers to municipalities (Regional Service Council Levy) | | | | | | | | | | |
|---|--|---------|---------|---------|-------------|-----------------|------------------|-----------------------|---------|---------|
| R000 | | Outcome | | | Main Budget | Adjusted Budget | Estimated actual | Medium-term estimates | | |
| | | Audited | Audited | Audited | | | | | | |
| | | 2001/02 | 2002/03 | 2003/04 | | | | 2004/05 | 2005/06 | 2006/07 |
| A | eThekweni | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |
| Total: Ugu Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ211 Vulamehlo | - | - | - | - | - | - | - | - | - |
| B | KZ212 Umdoni | - | - | - | - | - | - | - | - | - |
| B | KZ213 Umzumbe | - | - | - | - | - | - | - | - | - |
| B | KZ214 uMuziwabantu | - | - | - | - | - | - | - | - | - |
| B | KZ215 Ezingolweni | - | - | - | - | - | - | - | - | - |
| B | KZ216 Hibiscus Coast | - | - | - | - | - | - | - | - | - |
| C | DC21 Ugu District Municipality | - | - | - | - | - | - | - | - | - |
| Total: uMgungundlovu Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ221 uMshwathi | - | - | - | - | - | - | - | - | - |
| B | KZ222 uMngeni | - | - | - | - | - | - | - | - | - |
| B | KZ223 Mpofana | - | - | - | - | - | - | - | - | - |
| B | KZ224 Impendle | - | - | - | - | - | - | - | - | - |
| B | KZ225 Msunduzi | - | - | - | - | - | - | - | - | - |
| B | KZ226 Mkhambathini | - | - | - | - | - | - | - | - | - |
| B | KZ227 Richmond | - | - | - | - | - | - | - | - | - |
| C | DC22 uMgungundlovu District Municipality | - | - | - | - | - | - | - | - | - |
| Total:Uthukela Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ232 Emnambithi/Ladysmith | - | - | - | - | - | - | - | - | - |
| B | KZ233 Indaka | - | - | - | - | - | - | - | - | - |
| B | KZ234 Umtshezi | - | - | - | - | - | - | - | - | - |
| B | KZ235 Okhahlamba | - | - | - | - | - | - | - | - | - |
| B | KZ236 Imbabazane | - | - | - | - | - | - | - | - | - |
| C | DC23 Uthukela District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Umzinyathi Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ241 Endumeni | - | - | - | - | - | - | - | - | - |
| B | KZ242 Nquthu | - | - | - | - | - | - | - | - | - |
| B | KZ244 Usinga | - | - | - | - | - | - | - | - | - |
| B | KZ245 Umvoti | - | - | - | - | - | - | - | - | - |
| C | DC24 Umzinyathi District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Amajuba Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ252 Newcastle | - | - | - | - | - | - | - | - | - |
| B | KZ253 Utrecht | - | - | - | - | - | - | - | - | - |
| B | KZ254 Dannhauser | - | - | - | - | - | - | - | - | - |
| C | DC25 Amajuba District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Zululand Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ261 eDumbe | - | - | - | - | - | - | - | - | - |
| B | KZ262 uPhongolo | - | - | - | - | - | - | - | - | - |
| B | KZ263 Abaqulusi | - | - | - | - | - | - | - | - | - |
| B | KZ265 Nongoma | - | - | - | - | - | - | - | - | - |
| B | KZ266 Ulundi | - | - | - | - | - | - | - | - | - |
| C | DC26 Zululand District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Umkhanyakude Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ271 Umhlabyalingana | - | - | - | - | - | - | - | - | - |
| B | KZ272 Jozini | - | - | - | - | - | - | - | - | - |
| B | KZ273 The Big 5 False Bay | - | - | - | - | - | - | - | - | - |
| B | KZ274 Hlabisa | - | - | - | - | - | - | - | - | - |
| B | KZ275 Mtubatuba | - | - | - | - | - | - | - | - | - |
| C | DC27 Umkhanyakude District Municipality | - | - | - | - | - | - | - | - | - |
| Total: uThungulu Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ281 Mbonambi | - | - | - | - | - | - | - | - | - |
| B | KZ282 uMhlathuze | - | - | - | - | - | - | - | - | - |
| B | KZ283 Ntambanana | - | - | - | - | - | - | - | - | - |
| B | KZ284 Umlalazi | - | - | - | - | - | - | - | - | - |
| B | KZ285 Mthonjaneni | - | - | - | - | - | - | - | - | - |
| B | KZ286 Nkandla | - | - | - | - | - | - | - | - | - |
| C | DC28 uThungulu District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Ilembe Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ291 eNdondakusuka | - | - | - | - | - | - | - | - | - |
| B | KZ292 KwaDukuza | - | - | - | - | - | - | - | - | - |
| B | KZ293 Ndwedwe | - | - | - | - | - | - | - | - | - |
| B | KZ294 Maphumulo | - | - | - | - | - | - | - | - | - |
| C | DC29 Ilembe District Municipality | - | - | - | - | - | - | - | - | - |
| Total: Sisonke Municipalities | | - | - | - | - | - | - | - | - | - |
| B | KZ5a1 Ingwe | - | - | - | - | - | - | - | - | - |
| B | KZ5a2 Kwa Sani | - | - | - | - | - | - | - | - | - |
| B | KZ5a3 Matatiele | - | - | - | - | - | - | - | - | - |
| B | KZ5a4 Kokstad | - | - | - | - | - | - | - | - | - |
| B | KZ5a5 Ubuhlebezwe | - | - | - | - | - | - | - | - | - |
| C | DC43 Sisonke District Municipality | - | - | - | - | - | - | - | - | - |
| Total | | 56 | 62 | 57 | 105 | 105 | 105 | 90 | 93 | 99 |