

VOTE 10

The Royal Household

Operational Budget	R 27 598 000
MEC remuneration	Nil
Total amount to be appropriated	R 27 598 000
Responsible MEC	The Premier, Mr J. S. Ndebele ¹
Administrating department	Department of the Royal Household
Accounting officer	Head: Royal Household

1. Overview

Vision

The vision of the Department of the Royal Household is: *To enhance and promote the status of the Zulu Monarchy.*

Mission statement

The mission of the Department of the Royal Household is to create a sustainable, conducive environment for the Zulu Monarch in which to lead, develop and protect the Zulu Nation.

Strategic objectives

The main strategic objectives of the department are as follows:

- To maintain Royal Residences befitting the stature of the Zulu Monarchy;
- To ensure economically viable King's farms;
- To provide a quality service to the Royal Family;
- To improve staff performance and productivity;
- To provide efficient and effective financial management systems in terms of the PFMA, Treasury Regulations and other relevant legislation;
- To project a positive image of the Zulu Monarchy;
- To co-ordinate the cultural functions of the Zulu Monarch; and
- To facilitate the involvement of the King in marketing the Province of KwaZulu-Natal.

Core functions

In order to attain these strategic objectives, the Department of the Royal Household is responsible for undertaking the following core functions:

- The provision of administrative services, financial management, auxiliary services and human resource management and development;
- The maintenance of the Royal Residences; and
- The maintenance of the King's Farms.

¹ The remuneration of the Premier is budgeted for under Vote 1: Office of the Premier.

Legislative mandate

The mandate of the department is derived from the following pieces of legislation and policy directives:

- Policy document in respect of the salary, benefits, privileges for His Majesty the King
- Proclamation of June 2000
- Public Service Act of 1994, as amended
- Public Service Regulations of 1999, as amended
- Labour Relations Act of 1995, as amended
- Conditions of Remuneration of Public Office Bearers
- Public Financial Management Act, 29 of 1999, as amended
- Treasury Regulations
- Employment Equity Act of 1998
- Skills Development Act of 1998

Challenges and developments

The main challenges facing the Department of the Royal Household relate to the restructuring of the department. The department has operated with skeletal staff since its establishment in June 2000, especially at senior management level. Although the department is continually striving to provide more efficient and effective services to the Zulu Monarchy, additional capacity is required if an improved service is to be rendered in this regard. A major challenge facing the department, therefore, is the building of capacity by filling vacant positions with staff suitable for rendering support to His Majesty the King, particularly at senior management level.

Another challenge facing the department relates to the growing interest in accessing other sources of funding to meet the traditional needs of the Royal Family. This calls for a radical paradigm shift regarding the roles, structure and responsibilities of the Department of the Royal Household.

The department was under tremendous pressure in 2003/04 with respect to Cabinet resolution number 175 of May 1999, which requires the department to downsize the number of domestic employees. This resolution was challenged by Organised Labour, which hindered the process of downsizing. Although the department was granted an additional amount of R3,197 million in 2003/04 by the Provincial Treasury in order to pay retrenchment packages, the pronouncement made by the Minister of Public Service and Administration regarding the non-retrenchment of excess employees brought this process to a stand still. This is an ongoing problem, as there is currently no approved retrenchment tool that can be used by the department to finalise this matter.

The provision of a quality service to the Royal Family also creates an ongoing challenge. There is a need for the department to maintain the morale of officials and the quality of the service provided within current budget constraints, while at the same time avoiding negative criticism from the media and the community.

Another challenge facing the department is the provision of suitable medical aid to the Monarchy, as the current policy document in respect of salary, privileges and benefits of His Majesty the King does not make any provision for medical aid. In addition, the current vehicle fleet needs to be replaced as a matter of urgency, as most of the vehicles used by His Majesty are no longer in working condition. The commercialisation of the King's Farms also continues to be a major challenge facing the department.

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

While the department endeavoured to fill several senior management positions in 2003/04 in order to enhance service delivery, this was hampered, to an extent, by natural attrition. There were no attempts made in 2004/05 to fill the vacant management positions, as the department was in the process of restructuring.

In 2004/05, the department received additional funding of R3,893 million. Of this amount, R2 million was a discretionary amount to be used by the department to address spending pressures. The balance of R1,893

million, which was rolled over from 2003/04 in respect of retrenchment packages, was redirected to the payment of the salaries of the excess employees, as the department was not able to retrench them before the end of 2004/05.

The discretionary amount was allocated for the purchase of a new vehicle that will be used by the King as a relief for ZK1, for urgent repairs and maintenance that need to be undertaken at the palaces, as well as for the replacement of household items that have reached their useful lives.

During the year, the Premier, who is currently the Executing Authority for the department, commissioned a professional firm of chartered accountants to investigate the possibility of commercialising the King's farms. This report and resultant recommendations are scheduled to be completed before the end of the 2004/05 financial year.

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

As far as infrastructure is concerned, the department will direct its efforts towards the LinduZulu and Khangela Palaces in the 2005/06 financial year. The only expenditure that will be incurred with regard to other Palaces will be day-to-day maintenance, including the re-thatching of rondavels at the KwaKhangelamankengane Royal Palace, and any other *ad hoc* or emergency maintenance projects.

In order to provide quality service to the Royal Family, the department will concentrate on the area of training and improving literacy among its domestic workers. Lack of resources in the area, including registered training centres, made it difficult for the department to achieve any progress in this regard in 2004/05. Accordingly, the department will invite service providers to carry out on-site training in 2005/06.

There is also an urgent need to upgrade the vehicles used by the Queens, as their old vehicles were replaced with standard vehicles which do not befit the status of the Royal Family. However, inadequate funding for the acquisition of capital assets makes it difficult for the department to meet the needs and provide vehicles befitting the status of the Royal Family.

In 2005/06, the department will participate in the provincial assets management exercise, in order to consolidate its assets and produce a more meaningful assets register. The department will also participate in the Supply Chain Management initiative organised by the Provincial Treasury in order to meet the procurement challenges.

4. Receipts and financing

4.1 Summary of receipts and financing

Table 10.1 below gives the sources of funding for Vote 10 for the period under review. The table also compares actual and budgeted receipts against actual and budgeted payments. The historical figures clearly show that the department has constantly under-spent its budget. However, the department is projecting a balanced budget for the 2004/05 financial year. As shown in the table below, the department derives its revenue from the equitable share, which shows a fairly constant increase over the period under review.

Table 10.1: Summary of receipts and financing

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
Provincial allocation	20,768	19,368	20,076	21,319	21,319	21,319	27,598	29,204	30,664
Total	20,768	19,368	20,076	21,319	21,319	21,319	27,598	29,204	30,664
Total payments	19,752	19,796	22,746	21,319	25,212	25,212	27,598	29,204	30,664
Surplus/(Deficit) before financing	1,016	(428)	(2,670)	-	(3,893)	(3,893)	-	-	-
Financing									
of which									
Provincial roll-overs	3,639	2,254	1,715	-	1,893	1,893	-	-	-
Provincial cash resources	-	-	3,997	-	2,000	2,000	-	-	-
Surplus/(deficit) after financing	4,655	1,826	3,042	-	-	-	-	-	-

4.2 Departmental receipts collection

Table 10.2 below gives a summary of the sources of revenue for the department. The revenue collected by the department consists mainly of rental income from state houses, the recovery of staff debts, and commission on insurance deductions made on behalf of officials.

The revenue reflected for 2003/04 is higher than other financial years, due to the substantial recoveries of debts from previous financial years. It is not likely that this trend will continue over the MTEF period, hence the lower projections for revenue in the outer years.

Table 10.2: 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	-	-	-	-	-	-	-	-	-
Non-tax receipts	5	17	86	35	35	38	40	44	45
Sale of goods and services other than capital assets	5	14	47	35	35	38	40	44	45
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	-	3	39	-	-	-	-	-	-
Transfers received	-	-	-	-	-	-	-	-	-
Sales of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions	-	-	58	-	-	-	-	-	-
Total	5	17	144	35	35	38	40	44	45

5. Payment summary

This section summarises the payments and budgeted estimates for Vote 10 in terms of programmes and economic classification, details of which are presented in *Annexure to Vote 10 – Royal Household*.

5.1 Programme summary

Table 10.3 provides a summary of the vote's payments and budgeted estimates by programme over a seven-year period, commencing with 2001/02.

The increasing trend in the budget of the department depicts the commitment of the provincial government to provide a quality service to the Zulu Monarchy. The increase over the MTEF period is mainly attributable to the steady growth of the department in recent years and the increasing requirements of the Royal Family, as well as the need for major repairs and maintenance at the Palaces.

The 2004/05 Adjusted Budget reflects an increase against Programmes 1 and 3, largely due to additional funding in respect of various spending pressures facing the department, as well as a roll-over of unspent funds from 2003/04 to cater for the anticipated payment of retrenchment packages.

Table 10.3: 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. Support services - His Majesty the King	9,095	9,046	10,780	12,427	12,427	12,427	13,173	13,963	14,661
2. Maintenance of Royal Households	9,585	9,248	10,378	7,274	10,443	10,443	12,710	13,423	14,094
3. His Majesty the King's Farms	1,072	1,502	1,588	1,618	2,342	2,342	1,715	1,818	1,909
Total	19,752	19,796	22,746	21,319	25,212	25,212	27,598	29,204	30,664

5.2 Summary of economic classification

The summary of payments and budgeted estimates per economic classification is given in Table 10.4 below. The department's *Compensation of employees* reflects an increase in the 2004/05 Adjusted Budget, largely due to a roll-over of unspent funds from 2003/04 to cater for the payment of retrenchment packages of excess staff. The trend stabilises over the MTEF period.

The *Goods and services* allocation shows a steady increase over the years, due to the increasing needs of the Royal Family.

The expenditure reflected against the category *Buildings and other fixed structures* in the period 2002/03 to 2004/05 relates mainly to the renovations, upgrades and extensions of the Royal Palaces.

Expenditure for *Machinery and equipment* includes funds for the acquisition of vehicles for the King and Queens. The department is currently under pressure to provide suitable vehicles with adequate security for the Queens.

In addition, the armoured vehicle purchased for the King in 2001/02 is not suitable for gravel roads, and a large amount has been paid out so far for the replacement of tyres and repairs. The tyres for the armoured vehicle are imported and their cost is determined by the exchange rate. The spending trend for the armoured vehicle might change in the coming years, as the department is likely to acquire a suitable relief vehicle before the end of the current financial year.

Table 10.4: Summary 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	17,290	17,907	20,546	19,029	22,022	22,022	23,196	25,033	26,964
Compensation of employees	9,746	11,333	12,731	11,201	13,094	13,094	13,252	12,552	13,330
Goods and services	7,544	6,574	7,815	7,828	8,928	8,928	9,944	12,481	13,634
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	114	132	104	137	137	137	146	180	189
Local government	31	37	24	36	36	36	38	55	57
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	83	95	80	101	101	101	108	125	132
Payments for capital assets	2,348	1,757	2,096	2,153	3,053	3,053	4,256	3,991	3,511
Buildings and other fixed structures	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Machinery and equipment	2,348	372	554	953	1,453	1,453	2,256	2,313	1,274
Other	-	-	-	-	-	-	-	-	-
Total	19,752	19,796	22,746	21,319	25,212	25,212	27,598	29,204	30,664

5.3 Summary of infrastructure expenditure and estimates

Table 10.5 presents a summary of infrastructure expenditure and estimates by categories for Vote 10.

The department's infrastructure spending mainly involves the upgrading of the various Palaces. Capital expenditure incurred since 2002/03 to 2004/05 relates to the renovations of the KwaKhangelamankengane and Ingwavuma Palaces, extensions at the KwaKhethomthandayo Palace, the upgrading of the water system at KwaKhangelamankengane Palace, and the sewer line at LinduZulu Palace. There is also a need to upgrade existing boreholes, due to the shortage and problems experienced with water supplied by bulk water suppliers and the municipality.

Table 10.5: Summary of infrastructure expenditure and estimates

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				
Capital	-	1,385	1,542	1,200	1,600	1,051	2,000	1,678	2,237
New constructions	-	-	-	-	-	-	-	-	-
Rehabilitation/upgrading	-	1,385	1,542	1,200	1,600	1,051	-	-	2,237
Other capital projects	-	-	-	-	-	-	2,000	1,678	-
Infrastructure transfer	-	-	-	-	-	-	-	-	-
Current	-	-	-	-	-	-	-	-	-
Total	-	1,385	1,542	1,200	1,600	1,051	2,000	1,678	2,237

5.4 Transfers to local government

Table 10.6 details transfers to municipalities, summarised according to categories A, B and C. The amounts reflected in the table below pertain to the payment of the Regional Service Council Levy.

Detailed information on the departmental transfers to local government by municipality is presented in the *Annexure to Vote 10 – Royal Household*.

Table 10.6: Summary of departmental transfers to local government by category

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						
Category A	-	-	-	-	-	-	-	-	-
Category B	31	37	24	36	36	36	38	55	57
Category C	-	-	-	-	-	-	-	-	-
Unallocated/unclassified	-	-	-	-	-	-	-	-	-
Total	31	37	24	36	36	36	38	55	57

6. Programme description

The services rendered by this department are categorised under three programmes, details of which are discussed below. The information relating to each programme is summarised in terms of sub-programme and economic classification. Further details are given in *Annexure to Vote 10 – Royal Household*.

6.1 Programme 1: Support Services – His Majesty the King

This programme contains funds for conducting the overall management of the Royal Household. There is only one sub-programme contained within this programme, namely King's Office Support Services. The objectives of this programme are:

- To render an appointment management service to His Majesty the King;
- To provide media liaison and information services;
- To render typing and record management services;
- To undertake policy research and development;
- To provide chauffeur services; and
- To provide praise-singing and ritual care-taking services.

Tables 10.7 and 10.8 below summarise payments and budgeted estimates relating to this programme. The tables clearly show that the budget of this programme increases steadily each year of the seven-year period under review.

The King's salary is included in this programme, as is the cost of the Policy Research and Development unit of the department. For this reason, the budget of this programme is expected to increase even further in the forthcoming years, as the department's growth is dependent on the effective operation of this unit.

As a means to market the department, the Policy Research and Development unit, in conjunction with the Communication unit, produced a quarterly newsletter in the 2004/05 financial year, for circulation throughout the province. This has led to a steady increase in the department's printing and stationery costs.

Table 10.7: Summary of payments and estimates - Programme 1: Support Services - His Majesty the King

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						
King's Office Support Services	9,095	9,046	10,780	12,427	12,427	12,427	13,173	13,963	14,661
Total	9,095	9,046	10,780	12,427	12,427	12,427	13,173	13,963	14,661

Table 10.8: Summary of payments and estimates by economic classification - Prog. 1: Support Services - His Majesty the King

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	6,690	8,614	10,696	11,384	11,384	11,384	12,122	12,850	13,492
Compensation of employees	4,304	4,549	5,804	6,763	6,763	6,763	7,169	7,599	7,979
Goods and services	2,386	4,065	4,892	4,621	4,621	4,621	4,953	5,251	5,513
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	57	60	84	90	90	90	95	100	105
Local government	14	15	4	22	22	22	23	25	26
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	43	45	80	68	68	68	72	75	79
Payments for capital assets	2,348	372	-	953	953	953	956	1,013	1,064
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2,348	372	-	953	953	953	956	1,013	1,064
Other	-	-	-	-	-	-	-	-	-
Total	9,095	9,046	10,780	12,427	12,427	12,427	13,173	13,963	14,661

6.2 Programme 2: Maintenance of Royal Households

The purpose of this programme is to render support services in respect of the maintenance of the Royal Residences. This programme consists of one sub-programme, namely Support Services – His Majesty the King. The main objectives of this programme are the maintenance of the Royal Residences, the provision of domestic services, and the payment of municipal services.

Tables 10.9 and 10.10 below summarise payments and budgeted estimates relating to Programme 2: Maintenance of Royal Households, for the financial years 2001/02 to 2007/08. The budget for Programme 2 fluctuates on an increasing scale, mainly due to the fact that the department undertook major renovations at the Royal Palaces in 2001/02 and 2003/04.

Compensation of employees expenditure reflects a decrease over the MTEF period, because of the anticipated retrenchment in 2004/05 of approximately 58 domestic workers. The budget for the retrenchment packages, estimated to be R1,169 million, is included in the 2004/05 Adjusted Budget. However, it is likely that this amount will be used for the payment of salaries for the excess employees, as it is unlikely that the department will be able to retrench them before the end of the current financial year.

Table 10.9: Summary of payments and estimates - Programme 2: Maintenance of Royal Households

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						
Support Services - His Majesty the King	9,585	9,248	10,378	7,274	10,443	10,443	12,710	13,423	14,094
Total	9,585	9,248	10,378	7,274	10,443	10,443	12,710	13,423	14,094

Table 10.10: Summary of payments and estimates by economic classification - Programme 2: Maintenance of Royal Households

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	9,540	7,808	8,266	6,039	8,308	8,308	9,372	10,378	11,577
Compensation of employees	4,504	5,510	5,653	3,538	4,707	4,707	5,133	3,946	4,294
Goods and services	5,036	2,298	2,613	2,501	3,601	3,601	4,239	6,432	7,283
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	45	55	16	35	35	35	38	67	70
Local government	14	18	16	11	11	11	12	27	28
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	31	37	-	24	24	24	26	40	42
Payments for capital assets	-	1,385	2,096	1,200	2,100	2,100	3,300	2,978	2,447
Buildings and other fixed structures	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Machinery and equipment	-	-	554	-	500	500	1,300	1,300	210
Other	-	-	-	-	-	-	-	-	-
Total	9,585	9,248	10,378	7,274	10,443	10,443	12,710	13,423	14,094

Service delivery measures

Table 10.11 below illustrates some of the main service delivery measures pertaining to Programme 2, including performance targets for 2005/06, as well as estimated targets for 2004/05.

Table 10.11: Service delivery measures – Programme 2: Maintenance of Royal Households

Output type	Performance measures	Performance targets	
		2004/05 Est. Actual	2005/06 Estimate
1. Structural, mechanical and electrical repairs and renovations completed	Number of projects completed and handed over	3	2
2. Efficient, effective and reliable service	Number of domestic employees allocated to do spring cleaning and gardening services	121	67
3. Timely settlement of municipal levies and accounts	Number of accounts settled on a monthly basis	7	7

6.3 Programme 3: His Majesty the King's Farms

The purpose of this programme is to fund the upkeep of His Majesty the King's Farms. This programme has only one sub-programme, namely His Majesty the King's Farms, aimed at providing support through the maintenance of the King's Farms. The main objectives of this programme are the buying of seed and the cultivation of crops, disease and pest control, the fencing of farms, and calf rearing.

Table 10.12 and 10.13 below summarise payments and budgeted estimates relating to Programme 3 for the seven-year period 2001/02 to 2007/08. The major portion of *Compensation of employees* relates to the payment of salaries for farm aides. The farm manager is currently struggling to make the farms more productive, due to current budget constraints. To address this issue, the Premier, who is the Executing Authority for the department, has accordingly commissioned a professional firm of chartered accountants to investigate the possibility of commercialising the King's farms, and make recommendations. The report and recommendations will be submitted to the department's Executing Authority before the end of 2004/05.

It is envisaged that all 34 farm aides currently employed on a full-time basis will be retrenched, but thereafter most will be re-employed on a casual basis. An amount of R0,724 million for the retrenchment packages is included in the 2004/05 Adjusted Budget, but it is likely that portion of this will be used to pay the salaries of existing employees, as the retrenchments are unlikely to be finalised before the end 2004/05.

Table 10.12: Summary of payments and estimates - Programme 3: His Majesty the King's Farms

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
His Majesty the King's Farms	1,072	1,502	1,588	1,618	2,342	2,342	1,715	1,818	1,909
Total	1,072	1,502	1,588	1,618	2,342	2,342	1,715	1,818	1,909

Table 10.13: Summary of payments and estimates by economic classification - Programme 3: His Majesty the King's Farms

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	1,060	1,485	1,584	1,606	2,330	2,330	1,702	1,805	1,895
Compensation of employees	938	1,274	1,274	900	1,624	1,624	950	1,007	1,057
Goods and services	122	211	310	706	706	706	752	798	838
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	12	17	4	12	12	12	13	13	14
Local government	3	4	4	3	3	3	3	3	3
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	9	13	-	9	9	9	10	10	11
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	1,072	1,502	1,588	1,618	2,342	2,342	1,715	1,818	1,909

Service delivery measures

Table 10.14 below illustrates some of the main service delivery measures pertaining to Programme 3, including estimated actual performance targets for 2004/05, and estimated targets for 2005/06.

Table 10.14: Service delivery measures – Programme 3: His Majesty the King's Farms

Output type	Performance measures	Performance targets	
		2004/05 Est. Actual	2005/06 Estimate
1. Fenced farms	Number of farms fenced complying with fencing specifications	1	1
2. Healthy livestock	Quantity of remedies for dipping, dosing, vaccination and injecting	750	895

7. Other programme information

7.1 Personnel numbers and costs

Table 10.15 below summarises the departmental establishment as per the approved structure. The number of officials in Programme 1 is according to the approved establishment, and over 5 per cent of the vacancies at middle management and junior levels have not been filled.

The number of domestic workers in Programme 2 will be reduced by the beginning of 2005/06, in order to comply with Cabinet Resolution No. 175 of May 1999. Farm aides will be retrenched and re-employed on a casual basis, except the farm manager and three assistants who will be performing administrative duties.

Table 10.15: 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
Programme 1: Support Services - His Majesty the King	35	38	39	31	33	35	35
Programme 2: Maintenance of Royal Households	131	128	129	120	120	67	67
Programme 3: His Majesty the King's farms	34	34	35	33	33	4	4
Total	200	200	203	184	186	106	106
Total personnel cost (R000)	7,824	9,746	11,333	12,731	13,094	13,252	12,552
Unit cost (R000)	39	49	56	69	70	125	118

7.2 Training

Table 10.16 below summarises the budget for training for the period 2001/02 to 2007/08. In 2005/06, the department will spend more funds in programmes 2 and 3, due to the training and capacity building of officials who will be retrenched in terms of the prevailing Cabinet Resolutions.

Table 10.16: Expenditure on training

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
Programme 1: Support Services - His Majesty the King	-	30	72	21	80	80	110	115	121
Programme 2: Maintenance of Royal Households	-	12	3	70	30	30	40	45	47
Programme 3: His Majesty the King's farms	-	-	5	10	15	21	11	10	11
Total	-	42	80	101	125	131	161	170	179

ANNEXURE TO VOTE 10 – THE ROYAL HOUSEHOLD

Table 10.A: 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						
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes									
Motor vehicle licenses									
Horseracing									
Other taxes									
Non-tax receipts	5	17	86	35	35	38	40	44	45
Sale of goods and services other than capital asset	5	14	47	35	35	38	40	44	45
Sales of goods and services produced by dept.	5	14	47	35	35	38	40	44	45
Sales by market establishments									
Administrative fees									
Other sales	5	14	47	35	35	38	40	44	45
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Fines, penalties and forfeits									
Interest, dividends and rent on land	-	3	39	-	-	-	-	-	-
Interest									
Dividends									
Rent on land	-	3	39	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Land and subsoil assets									
Other capital assets									
Financial transactions	-	-	58	-	-	-	-	-	-
Total	5	17	144	35	35	38	40	44	45

Table 10.B: Details 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	17,290	17,907	20,546	19,029	22,022	22,022	23,196	25,033	26,964
Compensation of employees	9,746	11,333	12,731	11,201	13,094	13,094	13,252	12,552	13,330
Salaries and wages	7,121	8,281	8,747	8,185	10,078	10,078	9,273	8,267	8,830
Social contributions	2,625	3,052	3,984	3,016	3,016	3,016	3,979	4,285	4,500
Goods and services	7,544	6,574	7,815	7,828	8,928	8,928	9,944	12,481	13,634
of which									
S & T accommodation & meals	1,586	1,995	629	2,090	2,100	2,100	2,100	2,150	2,258
Petrol card : Petrol & oil	511	880	674	1,430	1,500	1,500	1,450	1,440	1,512
Consultants and advisory services	5,116	2,596	3,120	2,860	4,041	4,041	4,679	7,232	8,123
Other	331	1,103	3,392	1,448	1,287	1,287	1,715	1,659	1,741
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	114	132	104	137	137	137	146	180	189
Local government	31	37	24	36	36	36	38	55	57
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	31	37	24	36	36	36	38	55	57
Departmental agencies and accounts	83	95	80	101	101	101	108	125	132
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	83	95	80	101	101	101	108	125	132
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	2,348	1,757	2,096	2,153	3,053	3,053	4,256	3,991	3,511
Buildings and other fixed structures	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Buildings	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2,348	372	554	953	1,453	1,453	2,256	2,313	1,274
Transport equipment	2,348	372	-	553	953	953	1,556	1,700	630
Other machinery and equipment	-	-	554	400	500	500	700	613	644
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Total	19,752	19,796	22,746	21,319	25,212	25,212	27,598	29,204	30,664

Table 10.C: Details of payments and estimates by economic classification - Programme 1: Support Services - His Majesty the King

R000	Outcome			Main Budget	Adjusted Budget 2004/05	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04						
Current payments	6,690	8,614	10,696	11,384	11,384	11,384	12,122	12,850	13,492
Compensation of employees	4,304	4,549	5,804	6,763	6,763	6,763	7,169	7,599	7,979
Salaries and wages	3,145	3,324	3,524	4,942	4,942	4,942	4,516	4,787	5,026
Social contributions	1,159	1,225	2,280	1,821	1,821	1,821	2,653	2,812	2,953
Goods and services	2,386	4,065	4,892	4,621	4,621	4,621	4,953	5,251	5,513
of which									
S & T accommodation & meals	1,586	1,995	629	2,090	2,100	2,100	2,100	2,150	2,258
Petrol card : Petrol & oil	511	880	674	1,430	1,500	1,500	1,450	1,440	1,512
Consultants and advisory services	88	304	511	360	441	441	440	800	840
Other	201	886	3,078	741	580	580	963	861	903
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	57	60	84	90	90	90	95	100	105
Local government	14	15	4	22	22	22	23	25	26
Municipalities									
Municipal agencies and funds	14	15	4	22	22	22	23	25	26
Departmental agencies and accounts	43	45	80	68	68	68	72	75	79
Social security funds									
Entities receiving funds	43	45	80	68	68	68	72	75	79
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	2,348	372	-	953	953	953	956	1,013	1,064
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	2,348	372	-	953	953	953	956	1,013	1,064
Transport equipment	2,348	372	-	553	953	953	556	600	630
Other machinery and equipment	-	-	-	400	-	-	400	413	434
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	9,095	9,046	10,780	12,427	12,427	12,427	13,173	13,963	14,661

Table 10.D: Details of payments and estimates by economic classification - Programme 2: Maintenance of Royal Households

Table 10.B: Details of payments and estimates by economic classification - Programme 2: maintenance of royal households									
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	9,540	7,808	8,266	6,039	8,308	8,308	9,372	10,378	11,577
Compensation of employees	4,504	5,510	5,653	3,538	4,707	4,707	5,133	3,946	4,294
Salaries and wages	3,291	4,026	4,232	2,585	3,754	3,754	4,159	2,856	3,149
Social contributions	1,213	1,484	1,421	953	953	953	974	1,090	1,145
Goods and services	5,036	2,298	2,613	2,501	3,601	3,601	4,239	6,432	7,283
of which									
Consultants and advisory services	5,028	2,292	2,609	2,500	3,600	3,600	4,239	6,432	7,283
Other	8	6	4	1	1	1	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	45	55	16	35	35	35	38	67	70
Local government	14	18	16	11	11	11	12	27	28
Municipalities									
Municipal agencies and funds	14	18	16	11	11	11	12	27	28
Departmental agencies and accounts	31	37	-	24	24	24	26	40	42
Social security funds									
Entities receiving funds	31	37	-	24	24	24	26	40	42
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	-	1,385	2,096	1,200	2,100	2,100	3,300	2,978	2,447
Buildings and other fixed structures	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Buildings	-	1,385	1,542	1,200	1,600	1,600	2,000	1,678	2,237
Other fixed structures									
Machinery and equipment	-	-	554	-	500	500	1,300	1,300	210
Transport equipment	-	-	-	-	-	-	1,000	1,100	-
Other machinery and equipment	-	-	554	-	500	500	300	200	210
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	9,585	9,248	10,378	7,274	10,443	10,443	12,710	13,423	14,094

Table 10.E: Details of payments and estimates by economic classification - Programme 3: His Majesty the King's Farms

R000	Outcome			Main Budget	Adjusted Budget 2004/05	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04						
Current payments	1,060	1,485	1,584	1,606	2,330	2,330	1,702	1,805	1,895
Compensation of employees	938	1,274	1,274	900	1,624	1,624	950	1,007	1,057
Salaries and wages	685	931	991	658	1,382	1,382	598	624	655
Social contributions	253	343	283	242	242	242	352	383	402
Goods and services	122	211	310	706	706	706	752	798	838
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	12	17	4	12	12	12	13	13	14
Local government	3	4	4	3	3	3	3	3	3
Municipalities									
Municipal agencies and funds	3	4	4	3	3	3	3	3	3
Departmental agencies and accounts	9	13	-	9	9	9	10	10	11
Social security funds									
Entities receiving funds	9	13	-	9	9	9	10	10	11
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	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment									
Other machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	1,072	1,502	1,588	1,618	2,342	2,342	1,715	1,818	1,909

Table 10.F: Details of expense on infrastructure

Type of Infrastructure	Programme	Number of projects	Total costs	Medium-term estimates		
				2005/06	2006/07	2007/08
Capital		3	5,915	2,000	1,678	2,237
New constructions		-	-	-	-	-
Other						
Rehabilitation		1	2,237	-	-	2,237
Structural repairs - Dlamahlahla	2	1	2,237	-	-	2,237
Other						
Other capital projects		2	3,678	2,000	1,678	-
Upgrade sewer line - LinduZulu	2	1	2,100	1,500	600	-
Upgrade electrical system - Khangela	2	1	1,578	500	1,078	-
Other						
Infrastructure transfers		-	-	-	-	-
Current		-	-	-	-	-
Maintenance						
Total		3	5,915	2,000	1,678	2,237

Table 10.G: Summary of transfers to municipalities (Regional Service Council Levy)

Table 10.6: 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	-	-	-	-	-	-	-	-	-
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		31	37	24	36	36	36	38	55	57
B	KZ261 eDumbe	-	-	-	-	-	-	-	-	-
B	KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B	KZ263 Abaqulusi	-	-	-	-	-	-	-	-	-
B	KZ265 Nongoma	-	-	-	-	-	-	-	-	-
B	KZ266 Ulundi	31	37	24	36	36	36	38	55	57
C	DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities		-	-	-	-	-	-	-	-	-
B	KZ271 Umhlabuyalingana	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Unallocated/unclassified		-	-	-	-	-	-	-	-	-
Total		31	37	24	36	36	36	38	55	57

