

## BUDGET STATEMENT NUMBER 2

### DEPARTMENTAL ESTIMATES

# Vote 8

## Department of Local Government and Housing

	2005/06 To be appropriated	2006/07	2007/08
<b>MTEF allocations</b>	<b>R632 805 000</b>	<b>R703 802 000</b>	<b>R831 070 000</b>
Responsible MEC	Provincial Minister of Local Government and Housing		
Administering Department	Department of Local Government and Housing		
Accounting Officer	Head of Department, Local Government and Housing		

### 1. Overview

The core functions and responsibilities of the Department are:

The planning and development of integrated and sustainable human settlements.

The administration of housing subsidies and provision of technical support for the development of sustainable human settlements.

Sensitising the public to the importance of housing as an asset.

The facilitation of fair relationships in rental housing.

Maintaining the institutional integrity of and the rendering of legislative support to municipalities.

Promoting the implementation of developmental local government.

Ensuring local government sustainability through monitoring and support initiatives.

Facilitating co-operative governance particularly with respect to the integration and development of sustainable human settlements.

Facilitating and co-ordinating disaster management and fire brigade services.

Communicating new approaches and policies to the social partners.

The provision of administrative and financial support services to the line functions and the Provincial Minister.

### Vision

Creating a home for all communities in the Western Cape through developmental and well-governed municipalities and integrated and sustainable human settlements.

### Mission

The mission of the Department of Local Government and Housing is:

To be effective agents of change and capacitate local authorities to deliver services and ensure integrated sustainable development.

To promote, facilitate and develop participative and integrated sustainable human settlements.

To facilitate delivery through sound administration and the engagement of all spheres of government and social partners.

## **Main services**

Plan and facilitate effective and efficient housing delivery in accordance with national and provincial programmes for the development of integrated and sustainable human settlements.

Promote and facilitate the upgrading of informal settlements.

Facilitate sound relations between lessors and lessees.

Promote integrated settlement development in association with sister departments and other spheres of government.

Integrate marginalised communities into economically viable, socially equitable and environmentally sensitive settlements.

Manage and maintain housing assets strategically and effectively.

Guide, advise and support local government legislation.

Formulation of appropriate provincial legislation on local government.

Review and advise on municipal integrated development plans (IDP's).

Co-ordinate provincial disaster management.

Co-ordination of national development initiatives Integrated sustainable rural development programme (ISRDP) and urban renewal programme (URP), Project consolidate, etc.

Conduct research and formulate policy.

Support the implementation of municipal performance management.

Capacity building and training within local government.

Facilitating the transfer of powers and functions between the provincial and local government spheres.

Implementation and maintenance of inter-governmental structures for good governance, co-operation and co-ordination.

Implementation of management support initiatives.

Promoting developmental local government.

## **Demands and changes in services**

In line with national policy, including the National Spatial Development Perspective and the provincial iKapa Elihlumayo strategies, the Department will be aligning its approach to creating integrated and sustainable human settlements, which give choice and opportunity, particularly to historically disadvantaged people to assist seamless governance.

The Department has adopted the 'triple bottom line' approach to sustainable development which means that economic viability, social equity and ecological integrity will be addressed in all future settlement developments.

The Department has reviewed its organisational structure in order to effectively deal with the new approach to settlement development in line with the vision of "a home for all", "breaking new ground", the iKapa Elihlumayo strategies and Project Consolidate, as well as issues raised in recent Auditor-General reports and to improve service delivery. The amalgamation and ongoing implementation will remain a top priority of the department.

One of the main strategic shifts is the transformation of the Department to a dynamic organisation playing a leadership role in pro-actively ensuring well-governed and sustainable municipalities, responsive to the needs of their citizens. This will be done through execution of the constitutional mandate and value will be added by the monitoring, supporting, co-ordinating and regulatory role.

The Department will communicate clearly with the public, communities and municipalities as well as other stakeholders. There have been many significant policy changes that impacted directly on all role-players. The department will extensively communicate with participants in the housing process to ensure a clear understanding of their rights and responsibilities in respect of settlement issues.

The shift towards People's Housing Process requires the Department to provide additional technical assistance to support organisations to assist the beneficiaries in the building of their own houses.

The integration of planning and development between the department, sister departments, municipalities and other stakeholders will be promoted to ensure sustainable human settlements, especially the N2 Gateway project.

The Department will identify and facilitate the acquisition of suitable, appropriately located land for integrated settlements to begin to redress the legacy of apartheid and colonial planning.

The disestablishment of the Western Cape Housing Development Fund will put pressure on the equitable share of the Department because the current income (departmental receipts) derived from the Board's assets is not sufficient to maintain the assets. Debt collection and debtor management will be a very high priority. The disposal of non-strategic assets will be prioritised.

The establishment of the provincial disaster management centre is a challenge because of the current need for adequate and sustainable funding for this purpose.

The phased implementation of the community development worker (CDW) initiative as a necessary mechanism to improve service delivery will require additional funds.

The Traditional Leadership and Governance Framework Act (Act 41 of 2003), which amongst others provide for the recognition of traditional communities, promulgated in December 2003 took effect in September 2004. The position of the Khoi-San is receiving attention on national level and will be dealt with on provincial level once the outcome of research by national government becomes available.

In the spirit of seamless government and with due regard to tight timelines regarding land claims to be met by the Commission on Restitution of Land Rights in the Western Cape, the Department is playing a leading role within the Province by providing support to the Commission in order for them to meet their deadlines.

The demand for co-operative governance and the imminent promulgation of the Intergovernmental Co-operation Framework Act, the Department will be initiating the required intergovernmental structures to ensure co-operation and co-ordination between the various spheres of government.

## **Acts, rules and regulations**

Basic Conditions of Employment Act, 1997 (Act 75 of 1997)

Constitution of the Republic of South Africa, 1996 (Act 108 of 1996)

Constitution of the Western Cape, 1998 (Act 1 of 1998)

Division of Revenue Act (Annual)

Auditor General Act, 1995 (Act 12 of 1995)

Grootboom Constitutional Court judgment (2000)

Employment Equity Act, 1998 (Act 55 of 1998)

Labour Relations Act, 1995 (Act 66 of 1995)

Less Formal Township Establishment Act, 1991 (Act 113 of 1991)

National Housing Act, 1997 (Act 107 of 1997)

Occupational Health and Safety Act, 1993 (Act 85 of 1993)

Promotion of Access to Information Act, 2000 (Act 2 of 2000)

Public Finance Management Act, 1999 (Act 1 of 1999) (as amended by Act 29 of 1999) and the National Treasury Regulations

Public Service Act, 1994 (Act 103 of 1994) and Public Service Regulations of 2000

Rental Housing Act, 1999 (Act 50 of 1999)

Restitution Act, 1994 (Act 22 of 1994)

Rural Areas Act, 1987 (Act 9 of 1987)

Skills Development Act, 1998 (Act 97 of 1998)

Skills Levy Act, 1999 (Act 90 of 1999)

Transformation of Certain Rural Areas Act, 1998 (Act 94 of 1998)

Western Cape Housing Development Act, 1999 (Act 6 of 1999)

Ndlovu Appeal Court judgement (2003)  
 Civil Protection Act, 1977 (Act 67 of 1977)  
 Civil Protection Ordinance, 1977 (Ordinance 8 of 1977)  
 Compensation for Occupational Injuries and Diseases Act, 1993 (Act 130 of 1993)  
 Disaster Management Act, 2002 (Act 57 of 2002)  
 Fire Brigade Services Act, 1987 (Act 99 of 1987)  
 Local Authorities (Audit) Ordinance, 1938 (Ordinance 17 of 1938)  
 Local Authorities (Investment of funds) Ordinance, 1935 (Ordinance 23 of 1935)  
 Local Government Demarcation Act, 1998 (Act 27 of 1998)  
 Local Government Transition Act, 1993 (Act 209 of 1993)  
 Local Government: Municipal Structures Act, 1998 (Act 117 of 1998)  
 Local Government: Municipal Systems Act, 2000 (Act 32 of 2000)  
 Municipal Ordinance, 1974 (Ordinance 20 of 1974)  
 National Archives of South Africa Act, 1996 (Act 43 of 1996)  
 Property Valuation Ordinance, 1993 (Ordinance 14 of 1993)  
 Protected Disclosures Act, 2000 (Act 26 of 2000)  
 Regional Services Councils Act, 1985 (Act 109 of 1985)  
 Tobacco Products Control Amendment Act, 1999 (Act 12 of 1999)  
 Transformation of Certain Rural Areas Act, 1998 (Act 9 of 1998)  
 Valuation Ordinance, 1944 (Ordinance 26 of 1944)  
 Municipal Finance Management Act, 2003 (Act 56 of 2003)

## **Budget decisions**

The Western Cape Department of Local Government and Housing is committed to promoting and ensuring developmental local government and sustainable human settlements, as well as to the acceleration of housing delivery. Our commitment is in line with the vision of “a home for all” and the iKapa Elihlumayo strategies, as well as national priorities as announced by the President in his State of the Nation Address – building sustainable human settlements and social infrastructure, including rental housing stock for the poor, and through these interventions to ensure the creation of a non-racial, non-sexist society.

The budget is influenced by the following important strategic goals emanating from these commitments:

- To ensure the newly amalgamated Department is a strategic delivery-orientated learning and customer focused organisation with skilled, motivated staff in line with the changing environment.

- More emphasis will be put on the Department’s contribution to building social capital in terms of human rights, youth and gender support.

- Provide maximum well-located housing opportunities within the allocated funding.

- Build capacity of communities and officials in provincial and local government.

- Facilitate and promote the upgrading of informal settlements.

- Empower communities to deliver their own housing through the People's Housing Process.

- Create quality human settlements by providing choice of typology and tenure, and ensuring community services and accessibility in well-located areas.

This budget is comprehensive and focuses on external service delivery and products. It incorporates realistic and measurable outputs and key indicators and is linked to the iKapa Elihlumayo strategies, including the Provincial Spatial Development Framework (PSDF), social capital, developmental local government and community development workers, giving particular attention to Project Consolidate and the Medium Term Expenditure Framework to ensure sustainability. The strategic objectives, outputs and activities are therefore coupled to the budget of the Department.

## 2. Review 2004/05

### Local Government

During 2004/05 the department continued playing an important facilitating and supporting role through interpretation, advice and the distribution of guiding documents and draft policies. Formal liaison structures such as the Provincial advisory forum (political) and the supporting technical structure were fully utilised for this purpose.

The department made significant progress with its restructuring process, which seeks to align its line functions to its 2004/05 Strategic Plan and has as output a functional and efficient organisational structure that is able to give effect to the goals and objectives contained in the plan.

Eight management support programmes were implemented, one being a comprehensive informal intervention into the Kannaland municipality.

A guideline document to enhance the implementation of a sustainable uniform indigent policy by municipalities was submitted to the national Department of Provincial and Local Government to be incorporated into a national process for the development of a guideline on sustainable uniform indigent policies. The implementation of free basic services by municipalities was monitored on an on-going basis and support was given with the implementation of free basic electricity in areas where Eskom is the service provider.

With the completion of a municipal capacity audit in the Province, the foundation is there to build on the existing capacity building and training initiatives of the Department to address these elements and strengthen the necessary capacities. Over the last year, the Department has had great success with the implementation of the Local Government Management Training Programme, through which senior, middle and female managers in local government were capacitated for their important tasks. This success should be concretised through continued activities to strengthen the technical competencies of local government stakeholders in respect of the conceptualisation and contextualisation of developmental government at the provincial and local spheres. A management development programme was presented in three courses, with municipal officials from the previously disadvantaged as target groups. Bursaries were awarded to four (4) municipal officials from the previously disadvantaged group, to further their studies in development planning and management. A group of senior municipal officials gained international exposure through a benchmarking visit. A document on public participation in the local government sphere was launched and is now being rolled-out in pilot municipalities in the Province.

During the past year the Integrated Development Plan (IDP) programme succeeded in enabling targeted support to specific municipalities regarding IDP processes, project management skills and improving strategic information within municipalities. Municipalities were supported with the development of their IDP's through the establishment of five Planning and Implementation Support (PIMS) Centres, the hosting of an IDP Conference and the roll-out of a comprehensive outreach programme.

The Urban Renewal Programme (URP) and Integrated Sustainable Rural Development Programme (ISRDP) are Presidential Programmes to which all spheres of government are expected to direct resources. This is a presidential initiative to address poverty and underdevelopment. Nodes in the Western Cape are the Central Karoo (ISRDP) and the Khayelitsha and Mitchells Plain (URP). During the past year these programmes have been strengthening the arm of local government in addressing this constitutional objective through excellent performance in the Central Karoo Node and laying the foundation for further development in the Khayelitsha and Mitchell's Plain Nodes. The URP and ISRDP were managed inline with the business plans drafted for both programmes and a very successful Business Opportunities Conference was hosted in Beaufort West to encourage private sector investment in the node. A study was also completed to investigate the levying of sustainable taxes on agricultural land. A very successful conference was hosted on "Women in Local Government".

With the emphasis on seamless government where organs of state support each other, ongoing assistance was given to the Commission of Restitution of Land Claims. The same applies to the Department of Land Affairs in the context of the transformation of certain rural land pertaining to former Rural Areas Act, 1987 (Act 9 of 1987) areas.

This year saw the conceptualisation and implementation of the Community Development Workers (CDW) programme for the Province. A total number of 400 CDW learners were recruited and placed on this learnership. The main purpose of the CDW programme is to create a public service echelon of multi-skilled community development workers who will maintain direct contact with the people within the communities. This is one way of taking government to the people to improve the quality of the outcomes of public expenditure intended to raise the standard of living of the people.

Continued attempts were made to address the division of powers and functions between the provincial and local spheres of government.

The Disaster Management Act, 2002 (Act 57 of 2002) was partially enacted and will be implemented over a two year period. In line with this development, a Provincial Disaster Management Framework is being drafted. A project management approach was embarked upon to establish provincial and district management centres in line with the Disaster Management Act. During the year a number of disasters were contended with. In respect of preparedness and mitigation, the emphasis fell on fires and flooding in the informal settlements in the province. Short and long term plans were developed to address this phenomenon.

## Housing

The focus on the lack of housing in the Western Cape has been intense over the past year. The Department has worked hard on increasing the rate of delivery, turning from a passive, supportive approach to proactively working with municipalities to enable them to spend allocated funds effectively.

### The Western Cape Provincial Housing Plan

The five-year Western Cape Provincial Housing Plan and the three-year Business Plan together with the Situational Analysis Report were first prepared in 2001. Given the number of significant changes impacting on housing delivery in the Western Cape, including the establishment of a new system of local government in the province, as well as new directions in national housing policy, the Department initiated a process to update their five-year Housing Plan and the three-year Business Plan. The process was concluded in December 2004 and the updated Plans will assist the department greatly with its provincial housing delivery strategy.

Furthermore, given the emphasis on sustainable and integrated human settlements in line with the Provincial Spatial Development Framework (PSDF), the Department has revised its project approval criteria. The Department now takes the PSDF into consideration and includes job creation, alleviation of poverty, increasing densities in environmentally sensitive ways, innovative housing typologies including energy and water saving designs, proximity to transport and economic opportunity.

### N2 Gateway Project

During September 2004 the National Minister of Housing launched the Breaking New Ground policy on sustainable and integrated human settlements. The National Cabinet then endorsed the N2 Gateway as one of the projects to pilot this new approach to human settlements. The pilot intends to house 22 000 households from Cape Town's informal settlements and backyards with community facilities.

One of the key objectives of this project is the upgrading of informal settlements along the N2, starting with Boys Town near the Borchards Quarry Interchange next to Cape Town's International Airport to District Six adjacent to the Central Business District (CBD). To kick-start this project the province reserved R100 million in the 2004/05 financial year. This project is a joint initiative of the three spheres of government, with the City of Cape Town as the implementing agent. Regular coordination meetings have been held between the National and Provincial Ministers of Housing and the Executive Mayor of the City of Cape Town. There are also technical steering committees comprising of senior officials from the three spheres of government. Besides piloting a new institutional way and financial model for the delivery of housing, this project aims to transform the City's spatial, racial and socio-economic make up, in line with the Province's vision of creating "a Home for All".

### Housing Delivery

During the reporting period the Department conducted 38 visits to various municipalities to promote and facilitate housing delivery project applications. As a result, the Western Cape Housing Development Board approved 75 project applications, including 14 previously blocked projects expedited during the Premier's 100-day programme.

A dedicated monitoring team was established to speed up housing delivery. Project managers were appointed to enhance the capacity of municipal officials responsible for housing delivery projects. Expenditure on the conditional grant: Housing subsidy improved considerably in the 2004/05 financial year. The roll-over of R141 million from the 2003/04 financial year was used to meet financial commitments of the Department, namely the Servcon right-sizing programme, as well as additional funding required for Emergency Housing initiatives as a result of fires at the Joe Slovo Informal Settlement. The balance of R100 million was reserved for the N2 Gateway project as a planned underspending due to the reprioritisation of housing projects when it became evident that no additional funds will be allocated to the Department for this project in 2005/06 and 2006/07.

The involvement of the **National Home Builder's Registration Council (NHBRC)** in various projects in the province has resulted in a significant improvement in the quality of houses built. It is significant that during the past year the first government subsidised houses to be enrolled with the NHBRC in the whole country took place in Oudtshoorn whilst the first houses to be completed under this regime were in Avian Park in Worcester.

Over 20 100 subsidies were approved during the 2004/05 financial year.

A total of 10 771 houses were built and 15 885 sites were serviced. The momentum developed over the year to accelerate delivery of serviced sites will enable massive delivery of top structures in the 2005/06 financial year.

### **People's Housing Process (PHP)**

The move to PHP over the past few financial years meant that the Department and municipalities had to provide additional capacity and support to communities participating in PHP projects. A Directorate was created within the Department to provide dedicated support to PHP and Emerging Contractors. In addition, Cuban professionals (eight engineers and three architects) were appointed to supplement the capacity of the municipalities and the department to ensure the transfer of technical skills to the communities. The Department in conjunction with Umsobomvu Youth Fund also initiated the National Youth Service Programme, which is to be implemented in connection with the Cuban Technical Support Programme. The programme is aimed at developing technical and engineering skills of youth and seeks to contribute towards job creation through the building of human capital.

Guidelines for the People's Housing Process were also revised during this period and a workshop was held with various role-players to develop policy. The guidelines were amended to further enhance support to communities by allowing Developers to act as support organisations to PHP communities.

### **Hostels**

In 2004/05 the conversion of hostels to family accommodation continued with accelerated tempo. In total, an amount of R30 million was spent, and translates into 1 000 units. 2 new projects are in the construction phase.

### **Human Settlement Redevelopment Programme**

An amount of R22 million was rolled over from the 2003/04 financial year. Fifteen new projects were approved at a value of R14,3 million, bringing the number of current projects to 42 with a total value of R36,5 million. Out of the 42 projects, 22 were completed by 31 March 2005. Progress on the majority of these projects only accelerated during the year so a substantial amount of unspent money had to be rolled over to the 2005/06 financial year. This programme is being phased out in 2005/06 and the only future funding will be for the completion of existing projects.

### **Upgrading of Informal Settlements Programme (UISP)**

This programme was approved by the Housing MINMEC at the end of June 2004. This enabling policy was presented to other Departments and all the municipalities in the Province at seven workshops held during August and September 2004. All role-players welcomed this much-needed intervention and funding applications are streaming in, although dedicated funding will only be available from 1 April 2005. In line with this programme, the Provincial Minister of Local Government and Housing is committed to upgrade all informal settlements. A coherent and holistic strategy will be put in place by the Department to realise this daunting goal. The provincial housing plan has made some principle recommendations to this effect.

### **Emergency Housing Programme (EHP)**

The National Housing Programme: Housing Assistance in Emergency Circumstances (the 'EHP') came into effect on 1 April 2004. Subsequent to the launch of the EHP by the National Department of Housing, the Department facilitated workshops/training sessions with all municipalities and their associated engineering consultants, within the Province. In order to streamline and expedite the processing of EHP applications, constant communication with all relevant role-players is maintained to ensure that victims of emergency and related housing circumstances are assisted within the shortest possible time.

Since the launch of the EHP a total of 15 applications, totaling more than R110 million, have been received and are in various stages of processing within the Department. The Department is presently implementing EHP projects in Mfuleni to resettle approximately 600 families who are living under life threatening circumstances in a rail and road reserve; in Mbekweni (Paarl) to resettle 1 500 families who are also living in dangerous conditions next to a railway line and under overhead power lines; in Saldanha Bay (Middlepos) to provide basic services to 800 families who are destitute; in Swellendam to rebuild 6 houses that were destroyed in a fire.

The Department also made available R6 million to the City of Cape Town to provide temporary shelters to fire and flood victims. The Department also purchased approximately 3 000 temporary shelters to provide shelter for those left homeless after a fire in the Joe Slovo Informal Settlement.

## **Settlement Assistance Fund**

During the 2004/05 financial year, approximately 1 690 families in informal settlements in Wallacedene, Southfield, Redhill, Simondium, Riversdal and Piketberg were provided with rudimentary services from the R1,5 million Settlement Assistance funds. These funds are used in circumstances where the destitute cannot gain access to basic services and where no other programmes are available to assist. This programme is to be phased out after the 2005/06 financial year since it is assumed that the needs would be addressed under the Emergency Housing Programme (EHP). However, the EHP is really intended to address disasters such as fires and floods, so there may be instances where the EHP would not be appropriate to address the destitute with exceptional housing needs, as it is not the result of a disaster, as currently defined.

## **Identification of land for Housing development.**

In order to ensure that housing is provided on land that is suitable and results in integrated and sustainable settlements, the Department is compiling a land audit for the Province. Good progress has been made with such an audit for the City of Cape Town and the Department is in the process of appointing a consultant to complete an audit in GIS compatible-format of all suitable/available land for housing development in the Western Cape outside Cape Town. This will assist the capacity of municipalities pro-actively and strategically to engage in efforts to fast-track integrated and sustainable settlements in their regions. The Department, in conjunction with the national Department of Land Affairs, has conducted four workshops for the non-metro municipalities and districts to help them compile their land audits.

## **Asset Management**

The sub-directorate Assets had as its main components the Property Register and the Sale and Transfer of Property. During the financial year 2004/05 the Property Register section embarked on an exercise to update the properties with new market values that were obtained from certificates received from the City of Cape Town. Approximately 35% of the values have now been captured on the Debtors System. Towards the end of the 2004/05 financial year the Department also negotiated with Servcon (a national public entity) to update its property register.

Great strides were made in streamlining the cumbersome and ambiguous Pre-emptive Right provisions in the National Housing Act, 1997 (Act 107 of 1997) by drafting a procedural manual.

A comprehensive plan to manage the maintenance of the housing properties effectively has been finalised and is in the process of implementation.

## **Expanded Public Works Programme (EPWP)**

The Department drew up its *Infrastructure Sector Plan for the Implementation of EPWP in the Western Cape* and thereby committed itself to implementing the programme in the province. Representatives of the Department attended a number of workshops organised by the national Departments of Public Works, Housing with the provincial Department of Transport and Public Works, which developed both a national and provincial strategy towards the implementation of this important programme. In addition, the Department took the initiative to hold a number of workshops around the province to inform councilors and municipal officials about the EPWP.

**Multi Purpose Centers (MPC) and Libraries** - The Department again assisted local authorities with technical and design input, which resulted in the construction of two MPCs and six libraries.

The **Integrated Serviced Land Project (iSLP)** drew to a close on 31 March 2005 culminating in the provision of more than 32 000 houses, 788 classrooms, 16 community health centers, 11 halls, 9 sports facilities, 4 libraries, 6 pre-school resource centers with a further 50 capacity building programmes. On 3 March 2005 a workshop of role-players in government and their project managers focused on the practical applications of the iSLP experience in the years ahead to share experiences on lessons learnt and best practices for the future.

## **Rental Housing Tribunal**

During the 2004/05 financial year, the MEC reappointed the Chairperson, Deputy Chairperson, as well as three members of the Tribunal for another term of three years to smooth service delivery. The Tribunal and support staff visited the Gauteng and Kwa-Zulu Natal Tribunals to determine what improvements can increase effectiveness.

## **Capacity Building**

Capacity building in the form of hands-on training was undertaken in five municipalities to provide municipal officials with skills and knowledge to perform housing-related functions.

A Consumer Education Programme, "train the trainer" was piloted in the Province. Four members of the Department were trained to build capacity of at least two officials in each municipality. However, this has not yet been possible owing to municipal financial constraints but the programme was introduced in Mitchell's Plain, Plettenberg Bay and Beaufort West.



A number of workshops were held to develop implementation guidelines for the human settlement plan. Seven workshops were held on the Emergency Housing Programme and Upgrading of Informal Settlements, three workshops were held concerning Social Housing, one workshop was held with all stakeholders to formulate the new People's Housing Process (PHP) Guidelines and several work sessions were held with Umsobomvu Youth Fund to establish the provincial Youth Services Programme.

### **Communication**

A concerted effort was made during this period to communicate effectively with the major stakeholders, thereby enhancing the image of the Department as dynamic and committed to providing housing for the people of the Western Cape.

Various *Imbizos* were held throughout the Province attended by the Executive Mayors, Councillors, national and provincial Ministers and the Cabinet. Emanating from the *Imbizo*'s, the Department received and responded to approximately 2 500 written enquiries from members of the public.

In addition, *Letsemas* were held at Rietpoort, Bredasdorp, Caledon, Grabouw, Piketberg, Vredenburg and Worcester. The Minister, his staff, departmental officials, along with Councillors, municipal officials, and other interested parties, including participants in various projects, joined forces to build houses in projects at Rietpoort, Khayelitsha and Worcester. This initiative was aimed at promoting the spirit of volunteerism and responding to the President's call of Vukuzenzele (self help).

On 7 December 2004 a conference was held targeting Women in Construction. In line with this workshop the Department has developed a support programme for women contractors and developers to have better access and opportunities to jobs and projects in the construction sector. The provincial target is to allocate a minimum of 10% of housing investment to women contractors and developers. This target has not yet been achieved.

## **3. Outlook for 2005/06**

### **Local Government**

Local government in South Africa has undergone a major process of transformation to become an integrated, developmental, equitable and sustainable sphere of government. Local government is therefore pivotal to reshaping and strengthening local communities. The adoption of these relatively new concepts marked the establishment of a new relationship between public institutions, different spheres of government and civil society.

The Department will render targeted assistance to at least five local municipalities (one per district municipality) to plan, formulate, approve and implement public participation arrangements in their respective municipal areas. The choice of municipalities that would participate in the pilot implementation of the guidelines would be guided by amongst others, the endorsement of the respective municipal councils of the project.

The proposed project will enable the municipalities in the province to formulate and develop meaningful mechanisms for public participation in local government. It will also assist the Provincial Government (and particularly the Department of Local Government and Housing) to fulfill a critical support role to the municipal level in the province. It will be a learning-by-doing exercise (by involving community stakeholders as well as municipal Councillors), to establish formalised community participation frameworks for at least five local municipalities in the Western Cape. The goal is to promote developmental local governance by way of sustainable public participation. In strengthening of public participation as well as the deepening of democracy, the ward participatory system must become fully operational in all municipalities with wards.

The Department will continue to strengthen existing partnerships with parastatals, non-governmental organisations, community-based organisations, as well as tertiary institutions and initiate new ones in order to fast track progress towards building development orientated municipal structures to address poverty.

South Africa's constitution reflects a commitment to establishing a developmental state and participatory democracy. The introduction of Community Development Workers (CDW's) is designed to address the institutional gaps in the service delivery and investment programmes of government with a specific focus on the poor and vulnerable communities. The CDW should act as a resourceful, dedicated agent at community level by improving accountability to, and contact with all levels of government in order to address the challenges facing development and service delivery. After the conclusion of the learnership programme, at least 150 trained CDW's will be employed by the Department. These CDW's will be deployed to the various municipalities across the province, prioritising the nodal programmes, Project Consolidate and the poverty pockets in the Province.

The Department of the Premier, (Directorate: Human Rights Programmes) has in terms of its strategic mandate, the responsibility to mainstream the issues of Gender, Youth and Disability into the core business of all line function departments. The Department adopted a mainstreaming approach. Mainstreaming refers to that which has to be integrated into existing planning and service delivery frameworks.

The practical implications of mainstreaming therefore suggest certain functional and structural changes, that is the development, organisation and re-organisation of strategies, mechanisms, structures, policies and departmental projects. The three above issues will be key indicators in programmes and projects that the Department initiate.

Existing national grant funded management support programmes will be completed. Due to the implementation of the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA), the monitoring of municipal finances will be done by the Provincial Treasury and the Department will adjust and expand its monitoring initiatives to focus more on the monitoring of non-financial issues such as service delivery, statutory requirements and special projects policies. This will enable the Department to identify areas of potential for focused informal interventions in specific areas of municipal service delivery.

The monitoring and facilitation of municipal infrastructure, with regard to sustainable infrastructure development will be done on an ongoing basis. Municipalities will also be supported with the development of sustainable infrastructure. The capacity of municipalities to tackle their infrastructure challenges will also be monitored. Informal interventions will take place to enhance the implementation of Expanded Public Works Programme (EPWP) principles when the Municipal Infrastructure Grant (MIG) infrastructure projects are executed.

The financial year 2005/06 is a year in which local government elections will take place and the Province, in particular this Department, will render the necessary support to the Independent Electoral Commission (IEC) and the Department of Home Affairs.

A knowledge management system will be developed so as to inform policy initiatives of the department, provide up-to-date information on municipalities, and measure developmental progress through a range of socio-economic indicators. There will be a multi-pronged research programme to examine various aspects of sustainable human settlements and the role that municipalities can play in facilitating them. The research will cut across traditional "housing" and "local government" lines, and will explore both short and long term policy and research issues.

The 2005/06 financial year will see the crafting of multi-departmental projects for the Urban Renewal Programme (URP) and Integrated Sustainable Rural Development Programme (ISRDP) nodes, as well as the improvement of monitoring and evaluation systems in respect of nodal projects in line with the 2014 vision for the nodes. Inter-governmental relationships in the Province will be strengthened through the implementation of the proposed Inter-governmental Relations (IGR) Act. The Department will enhance municipal capacity building through the implementation of a capacity building strategy, based on a thorough capacity assessment of municipalities. Additional measures will also be taken to enhance the alignment between municipal Integrated Development Plans (IDP's) and the various provincial departmental budgets and strategic plans. These objectives will all be aspired to in the spirit of **developmental local government**.

The establishment of a provincial disaster management centre will receive priority. Further initiatives will be taken in line with the Disaster Management Act, 2002 (Act 57 of 2002), namely the implementation of the provincial disaster management framework, the establishment of the required disaster management structures, as well as increasing the staff capacity of the disaster management component. Funding will be provided to implement a capacity building initiative in informal settlement areas that will enhance their coping skills to overcome disaster risks.

The uncertainty around the division of powers and functions between the provincial and local government spheres in the Western Cape has been much debated over the last years. The scene is now set to commence implementation towards a desirable situation during the coming years. However, it will be of great importance to enhance developmental government through the positioning of functions at the various spheres.

## **Housing**

The year ahead promises exciting challenges. With the "Breaking New Ground" approach adopted by the Housing MINMEC becoming effective from 1 April 2005 and working within the iKapa Elihlumayo strategies, considerable changes will come into effect and improving housing delivery in the context of integrating our City and towns with sustainable human settlements. Underlying the new approach is the Province's commitment to sustainable development, i.e. social equity, economic viability and ecological integrity.

## **Savings and contributions**

Housing MINMEC approved the redefinition of the indigent category which means that prior to accessing a subsidy, households with a gross monthly income of up to R1 500 per month are exempted from paying R2 479 and this exemption can be applied retrospectively. The impact of this is that delays in projects caused by the inability to save will be removed. It is also envisaged that there will be a shift back from People's Housing Process (PHP) projects, which did not require the R2 479 in cash, to contractor-built National Home Builders Registration Council (NHBRC) projects. The National Department of Housing is finalising guidelines for the NHBRC also to be applicable to PHP projects. To promote the culture of appreciation of housing as an asset of which to be proud, the Department will initiate and promote a provincial savings programme.

## **Extending and collapsing Subsidy Bands**

The collapsing of the subsidy bands will ensure that households with a gross monthly income of up to R3 500 can access the maximum subsidy amount. However, households earning between R1 500 and R3 500 per month, will be required to make the R2 479 contribution. It is envisaged that this policy amendment will allow easier access to housing for families earning between R2 500 and R3 500 per month as they were previously expected to make good shortfalls of between R10 100 and R17 200 for the income categories of R1 500 to R2 500 and R2 500 to R3 500, respectively.

A further initiative to broaden the access to subsidies to households with a gross monthly income of up to R7 000 per month will enable families who could not previously access mortgage funding from financial institutions now to do so.

The impact of these policies is that of broadening the base of qualifying participants in the housing process. It also means that future housing developments will include more social and economic diversity instead of catering almost exclusively for the indigent. The Department will be developing a programme to ensure partnerships with financial institutions to contribute to building sustainable human settlements.

## **Housing Grant allocation to municipalities**

In line with the provincial Human Settlement Plan and the Provincial Spatial Development Framework (PSDF) the funds allocated to the City of Cape Town have been increased to 71% of the housing grant to the province as the greatest housing backlogs exist here and the scale of poverty, disasters and urban squalor is most acute in the City. Funding allocations between the provinces are also being reviewed and it is hoped that the Western Cape's challenge of migration from neighbouring provinces and from rural areas into economically viable towns will be addressed in preparation for 2006/07.

## **Integrated Development Plans**

Housing Chapters of the Integrated Development Plans of municipalities will be enhanced and aligned with the PSDF and the Department's policy on integrating and sustaining human settlements. This exercise will assist in revising the Provincial Housing Plan and be part of capacity development support to municipalities.

## **Housing Conditional Grant**

Due to the multi-term nature of housing developments, a number of projects that are already under construction will roll over from the previous financial year. The entire conditional grant for housing for the 2005/06 financial year is committed to projects already underway and where the Department is contractually bound. This means that the Department will only be able to consider new project applications if municipalities can access funding from their separate operating accounts for housing or they are able to procure bridging finance loans from institutions such as the Development Bank of Southern Africa.

## **Emergency Housing Programme**

The Department will consolidate the effective and efficient management and co-ordination of the Emergency Housing programme (EHP), which will lead to a fast-tracked delivery rate of housing assistance to victims of emergencies and disasters.

One of the main aims of the EHP is for all role-players, particularly municipalities, to put pro-active measures in place to avoid emergency situations, and to deal with emergencies as efficiently as possible. Next the Department will follow up with municipalities to see to what extent they have succeeded/progressed with the establishment/implementation of such pro-active measures and where they have located emergency housing.

## **Upgrading of Informal Settlement Programme**

The upgrading of all identified informal settlements within the Western Cape is part of the Department's priorities for bringing poor people into the mainstream of the economy and society. Through the implementation of the Upgrading of Informal Settlements Programme (UISP) the department will improve the quality of lives of people in informal settlements.

Implementation of the UISP is dependent on dedicated funding through the new consolidated housing grant ie. Integrated Housing and Human Settlement Development grant. Reprioritisation of the housing budget has been done and the planned underspending of R100 million in 2004/05 will be utilised to implement the upgrading of informal settlements like the N2 Gateway project, which is a national pilot project to enable the three spheres of government to work together to begin to integrate low income people into well located human settlements.

### **Housing Assets**

The mandate of the new Directorate: Asset Management is strategically to manage the housing and property assets of the Department. This will entail a new approach to how the assets are used, maintained and disposed of, in alignment with the new policies and strategies to promote and create well-located integrated, sustainable settlements.

The main challenges for the coming year are to:

- finalise the update of the Department's Property Register;
- sanitise and reconcile the tenant and debtor records;
- draw up and start implementing a strategic plan on the future management of the assets portfolio;
- assist with the implementation of the Maintenance plan (general upgrading of letting units) which must also promote Black Economic Empowerment, and
- continue the implementation of the Phasing-out programme of previous dispensation subsidies, and to convert to market-related rentals and interest rates, and indigent measures.

### **Expanded Public Works Programme**

From April 2005 this department will ensure that all new projects conform to the guidelines of the Expanded Public Works Programme (EPWP). Systems will be put in place to check for conformity before projects are recommended for approval and, once the projects are approved, the department will monitor progress and collect data as required by the national Department of Public Works, who are managing the programme and preparing reports for the President. Amongst the tasks is to ensure that department and municipal officials and consultants receive training as required by the Sector Education and Training Authority (SETA). This programme will ensure that through housing delivery, jobs are created and poverty is alleviated in local areas.

### **Hostels Redevelopment Programme**

Two new hostels projects are in the planning stage, which will result in the delivery of an additional 450 units. This will be added to the six current projects with one that will be completed during the year.

### **Integrated Housing Development**

Three new Multi Purpose Centers and four libraries are planned for the 2005/06 year.

No new funding is to be allocated to the Human Settlement Redevelopment Programme (HSRP). The focus will be on completing the outstanding 20 projects. To this end, the rollover plus an allocation of R9 million for the 2005/06 fiscal year will be available.

### **Social Housing and Medium Density Housing**

The Department will facilitate and promote medium density and social housing in well-located and strategic pieces of land. An aggressive strategy will be put in place to identify and secure state assets that are un- or under utilised, to be rehabilitated into attractive rental apartments for previously disadvantaged people.

### **Rental Housing Tribunal**

Along with the upgrade of the ground floor public space of the Department's building, the Tribunal is receiving state-of-the-art facilities and equipment to increase effectiveness and efficiency even further. The upgrade of the Help Desk and entire ground floor will coincide with redefinition of posts to make staffing more focused and effective.

In conclusion, all housing and human settlement programmes will be implemented through the principles of sustainable and integrated development. This means that whether the Department is providing emergency assistance, the upgrade of existing informal settlements, the disposal of its assets, advice on fair rentals or helping the public to understand how to access a housing subsidy, a fresh approach to creating 'homes for all' will be embedded. Central to this is the communication strategy, finalised structures to enhance service delivery and the effective and efficient managing of all programmes in order to improve long overdue delivery to the public.

## 4. Receipts and financing

### Summary of receipts

Table 4.1 hereunder gives the sources of funding for the vote.

**Table 4.1 Summary of receipts**

Receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Treasury funding										
Equitable share	56 734	63 410	( 62 585 )	119 266	292 910	118 029	131 202	11.16	144 979	153 618
Conditional grants	354 491	417 453	460 803	483 903	483 903	483 903	466 113	( 3.68)	533 733	652 362
Financing							10 400			
Total Treasury funding	411 225	480 863	398 218	603 169	776 813	601 932	607 715	0.96	678 712	805 980
Departmental receipts										
Tax receipts										
Sales of goods and services other than capital assets <sup>a</sup>	69	79	2 855	48	48	40	90	125.00	90	90
Transfers received										
Fines, penalties and forfeits										
Interest, dividends and rent on land		6	23 637	25 005	25 005	3 005	3 000	( 0.17)	3 000	3 000
Sales of capital assets										
Financial transactions in assets and liabilities	331	1 606	1 982	37	37	15 534	22 000	41.62	22 000	22 000
Total departmental receipts	400	1 691	28 474	25 090	25 090	18 579	25 090	35.04	25 090	25 090
Total receipts	411 625	482 554	426 692	628 259	801 903	620 511	632 805	1.98	703 802	831 070

<sup>a</sup> 2005/06: Includes mainly income derived from the Western Cape Housing Development Board properties (sales and rentals) and administration fees.

## 5. Payment summary

### Programme summary

Table 5.1 below shows the budget or estimated expenditure per programme and Table 5.2 per economic classification (in summary). Details of the Government Financial Statistics (GFS) economic classifications are attached as an annexure to this vote.

**Table 5.1 Summary of payments and estimates**

Programme R'000	Outcome						Medium-term estimate			
							% Change from Revised estimate			
	Audited	Audited	Audited	Main appro- priation	Adjusted appro- priation	Revised estimate				
	2001/02	2002/03	2003/04	2004/05	2004/05	2004/05	2005/06	2004/05	2006/07	2007/08
1. Administration <sup>a</sup>	20 203	21 628	26 719	43 324	40 274	39 098	50 543	29.27	49 205	52 567
2. Housing <sup>b,c</sup>	363 072	416 885	353 417	528 972	693 073	520 457	528 365	1.52	597 371	718 110
3. Local governance	21 039	37 385	42 392	48 689	60 482	52 882	33 708	( 36.26)	25 393	26 193
4. Development and planning	7 311	6 656	4 164	7 274	8 074	8 074	20 189	150.05	31 833	34 200
Total payments and estimates	411 625	482 554	426 692	628 259	801 903	620 511	632 805	1.98	703 802	831 070

<sup>a</sup> 2005/06: MEC remuneration payable. Salary: R467 765. Car allowance: R116 941.

<sup>b</sup> 2005/06: National conditional grant: Integrated housing and human settlement development grant (Transfer to households: R447 610 000, Goods and services: R5 630 000, Compensation of employees: R3 500 000).

<sup>c</sup> 2005/06: National conditional grant: Human settlement and redevelopment grant (Transfer to households: R9 373 000).

## Summary by economic classification

**Table 5.2 Summary of provincial payments and estimates by economic classification**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Current payments	59 667	72 444	108 692	141 490	134 796	122 540	158 522	29.36	174 987	185 722
Compensation of employees	41 028	47 837	53 519	79 625	71 707	66 794	88 417	32.37	108 965	114 484
Goods and services	18 610	24 607	55 173	61 865	62 497	55 155	70 105	27.11	66 022	71 238
Interest and rent on land										
Financial transactions in assets and liabilities	29				592	591		( 100.00)		
Unauthorised expenditure										
Transfers and subsidies to	350 537	408 395	316 517	479 012	658 824	494 582	465 053	( 5.97)	527 232	643 563
Provinces and municipalities	16 628	21 348	21 977	32 677	34 269	34 256	7 470	( 78.19)	3 522	3 548
Departmental agencies and accounts										
Universities and technikons										
Public corporations and private enterprises										
Foreign governments and international organisations	2	7								
Non-profit institutions	700	100	700	200	200	200	400	100.00	450	500
Households	333 207	386 940	293 840	446 135	624 355	460 126	457 183	( 0.64)	523 260	639 515
Payments for capital assets	1 421	1 715	1 483	7 757	8 283	3 389	9 230	172.35	1 583	1 785
Buildings and other fixed structures										
Machinery and equipment	1 421	1 715	1 483	7 757	7 619	2 715	9 230	239.96	1 583	1 785
Cultivated assets										
Software and other intangible assets					200	210		( 100.00)		
Land and subsoil assets					464	464		( 100.00)		
Total economic classification	411 625	482 554	426 692	628 259	801 903	620 511	632 805	1.98	703 802	831 070

## Transfers to public entities

**Table 5.3 Summary of departmental transfers to public entities**

Public entities R'000	Outcome						Medium-term estimate			
							% Change from Revised estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
	None									
Total departmental transfers to public entities										

## Transfers to local government

**Table 5.4 Summary of departmental transfers to local government by category**

Departmental transfers R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate
				2005/06	2004/05	2006/07				2007/08
Category A	3 777	4 992	10 057	9 469	461 335	348 506	297 562	(14.62)	366 984	486 183
Category B		284	3 070	1 407	155 780	136 494	114 272	(16.28)	116 889	123 903
Category C		2 230			3 559	7 353	649	(91.17)	687	729
Unallocated	334 162	387 549	281 865	436 469	322		51 500		41 500	31 500
Total departmental transfers to local government	337 939	395 055	294 992	447 345	620 996	492 353	463 983	(5.76)	526 060	642 315

Note: Excludes regional services council levy.



## Departmental Public-Private Partnership (PPP) projects

**Table 5.5 Summary of departmental Public-Private Partnership projects**

Project description R'000	Total cost of project						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Projects under implementation</b>										
PPP unitary charge										
Advisory fees										
Revenue generated (if applicable)										
Project monitoring cost										
<b>New projects</b>										
PPP unitary charge										
Advisory fees										
Revenue generated (if applicable)										
Project monitoring cost										
<b>Total Public-Private Partnership projects</b>										

## 6. Programme description

### Programme 1: Administration

**Purpose:** To provide strategic leadership and management, and effective support services in the Department in accordance with all applicable acts and policies.

#### Analysis per sub-programme:

##### Sub-programme 1.1: Office of the MEC

to provide for the effective functioning of the Office of the MEC

##### Sub-programme 1.2: Corporate services

to provide effective and efficient corporate support that is non-core for the department

to provide for payments owing to redundancy of ex Development Board members (pensions and medical)

#### Policy developments:

To improve communication, particularly with stakeholders and the public.

To improve record, information and debtor management.

To establish an appropriately skilled and innovative team, representing the demographics of the Western Cape.

#### Changes: policy, structure, service establishment, etc. Geographic distribution of services:

A newly amalgamated department is being implemented.

Implement the personnel plan after amalgamation.

Promote a culture of leadership, integrity and responsible risk taking through transformation of the Department.

Build project management capacity within the Department.

Upgrade George office - service delivery for the Southern Cape.

Improve business systems and provide working tools, i.e. equipment, computers, communication, accommodation and transport.

#### Expenditure trends analysis:

The expenditure on this programme fluctuates because of the splitting of the Departments of Local Government and Housing on 1 August 2002 and the amalgamation there-of again on 1 April 2005. Although the expenditure on the Housing budget for this programme remained constant over the years, it increases year-on-year because of the filling of posts by the Department of Local Government. Goods and services over these years increased because of certain fixed costs, eg. Audit fees, monthly hiring of government vehicles and the appointment of consultants to perform organisational development studies for the Department of Local Government. The steep increase to 2005/06 is due to the filling of the new establishment, including the communications directorate and the shifting of some financial functions previously performed in the line function components. The amalgamated Department made also provision for special projects, eg. HIV/AIDS, Employee Assistance Programmes (EAP), learnerships, Youth internships, advertising for the filling of the vacant posts for the new amalgamated and restructured department, etc. The decrease from 2005/06 to 2006/07 is because of ad hoc investigations to clear all outstanding Western Cape Housing Development Fund (WCHDF) issues and to close the WCHDF in 2005/06.

## Service delivery measures:

### PROGRAMME 1: ADMINISTRATION

#### Sub-programme 1.2: Corporate services

Measurable objective	Performance measure	Year-1 * 2003/04 (actual)	Base year * 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
A fully staffed organisational structure.	Number of posts filled (%).			85%	95%	100%
A department representative of the provincial demography.	Filled posts as a percentage of various population groups and gender.			Coloured 58% White 24% Black 17% Indian 1%.	Coloured 56% White 23% Black 20% Indian 1%.	Coloured 54% White 23% Black 22% Indian 1%.
Skills profile per individual.	Number of profiles completed (%).			98%	98%	98%
Keep the public and the staff informed on the policies, services and performance of the department.	Number of information sessions and visits to web page.			1 Road-show for the public.  1 Strategic Plan information session for the staff.	1 Road-show for the public.  1 Strategic Plan information session for the staff.	1 Road-show for the public.  1 Strategic Plan information session for the staff.
Develop and implement a Human Rights Plan.	Yearly reports on gender, youth and disability to the Directorate Human Rights Programmes.			Gender: 2 Youth: 1 Disability: 2	Gender: 2 Youth: 1 Disability: 2	Gender: 2 Youth: 1 Disability: 2
Spend budget appropriately.	No over/under expenditure within 2%.  Attainment of all prescribed due dates (budget management).			98%  100%	99%  100%	99%  100%
Effective and efficient record keeping.	% files tracked.  % of files immediately available.			90%  85%	95%  90%	98%  95%
Well equipped and accommodated personnel.	% computers, printers, cell phones (where necessary), etc.  % clean uncluttered attractive offices			95%  92%	98%  94%	98%  96%
Ensure proper financial accounting and risk management	Auditor-General Report and Audit Committee Report.  Number of fraud cases, losses.  % norms and standards met.  Submission of financial statements and other reports on prescribed dates.			Unqualified.  Nil  100%  100%	Unqualified.  Nil  100%  100%	Unqualified.  Nil  100%  100%

\* Note: Due to the amalgamation of the Departments of Local Government and Housing into one department, the comparative figures are distorted.

**Table 6.1 Summary of payments and estimates – Programme 1: Administration**

Sub-programme R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
1. Office of the MEC <sup>a</sup>	3 837	4 283	6 301	5 719	4 788	4 788	5 045	5.37	4 795	4 995
2. Corporate services	16 366	17 345	20 418	37 605	35 486	34 310	45 498	32.61	44 410	47 572
<b>Total payments and estimates</b>	20 203	21 628	26 719	43 324	40 274	39 098	50 543	29.27	49 205	52 567

<sup>a</sup> 2005/06: MEC remuneration payable. Salary: R467 765. Car allowance: R116 941.

**Table 6.1.1 Summary of provincial payments and estimates by economic classification – Programme 1: Administration**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate
				2005/06	2004/05	2006/07				2007/08
Current payments	18 673	20 900	25 274	40 677	37 310	36 001	48 203	33.89	47 459	50 617
Compensation of employees	10 300	13 266	15 717	28 459	24 741	23 433	26 350	12.45	27 526	28 949
Goods and services	8 344	7 634	9 557	12 218	12 569	12 568	21 853	73.88	19 933	21 668
Interest and rent on land										
Financial transactions in assets and liabilities	29									
Unauthorised expenditure										
Transfers and subsidies to	166	310	100	100	417	550	290	( 47.27)	293	295
Provinces and municipalities					66	66	90	36.36	93	95
Departmental agencies and accounts										
Universities and technikons										
Public corporations and private enterprises										
Foreign governments and international organisations	2	7								
Non-profit institutions										
Households	164	303	100	100	351	484	200	( 58.68)	200	200
Payments for capital assets	1 364	418	1 345	2 547	2 547	2 547	2 050	( 19.51)	1 453	1 655
Buildings and other fixed structures										
Machinery and equipment	1 364	418	1 345	2 547	2 347	2 337	2 050	( 12.28)	1 453	1 655
Cultivated assets										
Software and other intangible assets					200	210		( 100.00)		
Land and subsoil assets										
Total economic classification	20 203	21 628	26 719	43 324	40 274	39 098	50 543	29.27	49 205	52 567

## **Programme 2: Housing**

**Purpose:** To plan, facilitate and develop integrated and sustainable human settlements.

### **Analysis per sub-programme:**

#### **Sub-programme 2.1: Housing planning and research**

to plan holistically for integrated and sustainable human settlements

#### **Sub-programme 2.2: Housing performance/subsidy programmes**

to manage the effective and efficient delivery of housing through subsidy programmes

#### **Sub-programme 2.3: Urban renewal and human settlement redevelopment**

to develop economically viable, socially equitable and environmentally sustainable settlements

#### **Sub-programme 2.4: Housing asset management**

to provide for the strategic, effective and efficient management of housing assets.

to support the Rental Housing Tribunal

### **Policy developments:**

Through:

integrating planning and development of human settlements

building capacity of municipal and provincial officials and other role-players

engaging actively with municipalities to align their Integrated Development Plans (IDP's) with the Provincial Spatial Development Framework (PSDF) and iKapa Elihlumayo strategies

accelerating housing delivery

promoting social and higher density housing

upgrading informal settlements

researching and developing new forms of housing delivery

promoting the Expanded Public Works Programme (EPWP)

economic empowerment of emerging contractors and communities, targeting women, youth and the disabled

identifying and securing well-located and suitable land for integrated settlement development

communicating pro-actively with the public and stakeholders

implementing a newly amalgamated restructured department

to restore the dignity of people who live in unacceptable conditions.

### **Changes: policy, structure, service establishment, etc. Geographic distribution of services:**

The new national policy initiative "breaking new ground" is being incorporated into the provincial approach to settlement delivery.

In order to better understand settlement implications of rapid migration and economic opportunity into the Western Cape, emphasis will be placed on planning and research in terms of the PSDF. Furthermore, focus on alignment of planning between and within spheres of government to ensure integrated and sustainable human settlements. Owing to the enormous challenges of housing a rapidly urbanising poverty-stricken population in the City of Cape Town, the Department will focus on the N2 Gateway Project to upgrade informal settlements and accelerate the development of District Six. In order to address the developmental crisis in the Southern Cape, the George Office is being upgraded and capacitated to address the increase in the amount of people residing in the Southern Cape.

With a strategic approach across government to the utilisation of public assets, the centres of our towns and the City should be available and affordable to lower income and all racial groups.

Partnerships and service level agreements are being introduced; a new organisational structure and approach implemented, additional technical expertise recruited, geared to improve the quality of service and deliver on the new mandate. The office accommodation is being upgraded to improve accessibility and customer relations.

After ten years of housing delivery the Integrated Serviced Land Project (iSLP) has been terminated.

Functions of the disestablished Housing Board will be performed by officials within the Department. A panel of experts will advise the Provincial Minister.

## Expenditure trends analysis:

The increase in compensation of employees in 2005/06 is due to the filling of the restructured establishment as approved by the Provincial Cabinet in October 2004 and the appointment of 12 Cuban professionals to assist in Peoples Housing Process (PHP) projects. Their salaries are funded from the Integrated Housing and Human Settlement Development (IHHS) grant from the National Department of Housing. The increase in goods and services is also funded from the IHHS grant, which makes provision that 2 % of the grant may be utilised to appoint consultants/project managers to enhance housing delivery. The IHHS grant increases substantially over the MTEF period, which will help to fund the N2 Gateway project.

## Service delivery measures:

### PROGRAMME 2: HOUSING

#### Sub-programme 2.1: Housing planning and research

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To revise the provincial multi year settlement plan.	Aligned with the Provincial Spatial Development Framework (PSDF), Strategic Infrastructure Plan (SIP) and reflecting municipal Integrated Development Plans (IDP's).		70%	80%	85%	90%
To advocate integrated and sustainable planning methodology in the Housing chapters of municipal IDP's.	Quality of Housing chapters of IDP's.	Unacceptable	Unacceptable	Fair	Good	Good
To promote integrated and sustainable development approaches to settlement planning within municipal IDP's.	Extent to which economic viability, social equity and ecological integrity is addressed ("triple bottom line" approach).	Unacceptable	Unacceptable	Fair	Good	Good
To facilitate strategic use of housing / or public (and private) assets for integrating settlements.	Number of hectares identified.			250	250	250
To undertake settlement research including innovative design of housing typologies and to develop policies for integrated and sustainable human settlements.	Alignment with iKapa Elihlumayo and "breaking new ground". Clear agenda and quality database. Diversity and range of typologies.			100%	100%	100%
To promote social and higher density housing.	Number of households per hectare.		40	50	60	65

#### Sub-programme 2.2: Housing performance/subsidy programmes

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved.	12 113	20 100	10 000*	15 000	15 000
To provide economic opportunity through housing projects.	Number of jobs created, including through Expanded Public Works Programme (EPWP).		35	1 036	1 726	1 726
	% value of project value undertaken by emerging contractors			10%	15%	20%

\* Change in policy to provide for the Upgrading of Informal Settlement Programme (UISP)

### 2.2.1 Subsidy administration

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide support to the core function.	A fully staffed, appropriately skilled and equipped unit. Compliance to applicable policies, legislation, norms and standards and plans.	90	70% 92	90% 95	95% 98	98% 99

### 2.2.2 Individual

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Individual subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved. Number of people housed. Value of subsidies paid.	323 2 000 R12.5m	2 400 12 000 R68m	3 500 14 000 R99m	3 500 14 000 R99m	3 500 14 000 R99m

### 2.2.3 Project linked

Measurable objective	Performance measure	Year-1 * 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Project linked subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved. Number of houses completed/under construction. Number of projects approved within the defined urban edge.	11 281	5 000 9 272 20	9 000 9 000 18	8 000 8 000 16	7 000 7 000 16

### 2.2.4 People's housing process (PHP)

Measurable objective	Performance measure	Year-1 * 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide PHP subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved. Number of housing units completed/under construction. Number of housing support centers funded. Number of projects approved within the defined urban edge.	3 916	2 000 1 500 31 31	2 000 2 000 10 10	2 500 2 500 10 10	2 500 2 500 10 10

### 2.2.5 Consolidation

Measurable objective	Performance measure	Year-1 * 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Consolidation subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved. Number of subsidies emanating from informal settlement upgrades.	114	25	1000 1000	2000 2000	3000 3000

\* Note: Previously kept record and reported on the number of subsidies approved only.

### 2.2.6 Institutional

Measurable objective	Performance measure	Year-1 * 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Institutional subsidies to qualifying beneficiaries in accordance with the housing policy	Number of Housing institutions registered.			1	1	1
	Number of approved subsidies.	45	158	500	1000	1000
	Number of rental agreements signed.			500	1000	1000

### 2.2.7 Hostels

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide subsidies for the redevelopment of hostels in accordance with the housing policy.	Number of hostels upgraded.	4	6	7	5	4
	Number of units upgraded.	458	1 040	1 300	900	500

### 2.2.8 Relocation

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Relocation subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of relocation subsidies approved.	12	37	35	35	35

### 2.2.9 Disaster management/Emergency programme

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To support disaster relief in accordance with the housing policy and building integrated and sustainable human settlements.	Number of families assisted.		10 000	12 000	10 000	8 000
	Number of projects approved.		12	20	15	10

### 2.2.10 Rural housing stock

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Rural housing subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of rural housing subsidies approved.	0	49	35	35	35

\* Note: Previously kept record and reported on the number of subsidies approved only.



### 2.2.11 Savings linked

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide Savings linked subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved.			100	200	300

### 2.2.12 Upgrading of Informal Settlements Programme (UISP)

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To upgrade informal settlements	Number of settlements upgraded.			10	10	10

### Sub-programme 2.3: Urban renewal and human settlement development

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
Co-ordinate/facilitate/promote the upgrading of informal settlements.	Number of job creation and skills development via Expanded Public Works Programme (EPWP) on housing projects.		35	1 036		
Provision of social/community facilities to communities in informal settlements	Number of social/community facilities to communities.	5	6	5		
To facilitate the provision of social and higher density housing to promote sustainable and integrated human settlements.	Number of units.			1 000		

### Sub-programme 2.4: Housing asset management

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
Strategic use of public assets	Number of poor people accommodated in well-located housing (rental units).		8 440	7 896	7 896	7 896
	Number of occupants by race:					
	Black		5 064	4 737	4 737	4 737
	White		3 376	3 158	3 158	3 158

### 2.4.2 Maintenance

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To ensure that housing units are maintained in line with the maintenance plan.	Number of housing units.	2 314	2 455	2 353	2 160	2 160

### 2.4.3 Transfer of housing assets

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide strategically for the transfer of housing assets.	Number of properties transferred:					
	Residential	75	300	300	300	300
	Non-residential		83	500	500	500

### 2.4.5 Management of housing assets

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To ensure effective and efficient rental collection/debt management processes.	Potential income received (%).	20%	25%	40%	45%	50%
	Debt collection rate (%).	20%	25%	30%	35%	35%
	Reduction of debtor days (days outstanding).	120+	120+	90+	90+	60+
	Reduction of bad debts (% not recoverable).	85	77	70	70	60

### 2.4.5 Devolution of rental stock

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
Strategic devolution of housing assets.	Number of houses and properties devolved to municipalities.	671	12	197	500	100

### 2.4.6 Rental tribunal

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To promote, facilitate and regulate rental housing within the Province.	% of registered cases resolved.	98%	99%	100%	100%	100%

### 2.4.9 Discount benefit

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To promote strategically ownership of state financed rental housing.	Number of residential properties transferred to households.	125	75	300	500	500
	Number of discounts provided.	120	120	200	500	700

**2.4.10 Subsidy (4 of 1987)**

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To provide subsidies to qualifying debtors in respect of repayment of loans of previous dispensation housing.	Value of subsidy (R'000).	638	1 500	8 000	6 000	4 000

**Table 6.2 Summary of payments and estimates – Programme 2: Housing**

Sub-programme R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
1. Housing planning and research <sup>a</sup>	10 782	10 385	11 647	16 938	19 457	18 181	6 315	(65.27)	7 006	8 233
Administration	9 652	9 348	11 422	12 404	11 404	12 046	2 997	(75.12)	3 402	4 326
Policy				857	2 232	1 452	1 029	(29.13)	1 101	1 174
Planning				803	428	188	1 560	729.79	1 702	1 859
Research				803	4 322	4 192	729	(82.61)	801	874
Municipal support	1 130	1 037	225	2 071	1 071	303		(100.00)		
2. Housing performance/ subsidy programmes <sup>b</sup>	334 162	387 549	292 728	440 022	590 639	448 179	475 040	5.99	552 515	671 394
Subsidy administration	331 718	384 708	10 863	9 987	9 187	9 208	29 430	219.61	31 455	34 079
Individual			2 532	38 035	5 035	4 845	99 000	1943.34	99 000	99 000
Project linked			168 066	111 000	291 417	262 487	115 610	(55.96)	70 060	43 315
People's housing process (PHP)			94 487	200 000	190 000	130 292	57 000	(56.25)	71 000	71 000
Consolidation			1 030	17 000	2 000	235	15 000	6282.98	15 000	15 000
Institutional				22 000			14 000		28 000	28 000
Hostels			11 765	5 000	35 000	37 784	40 000	5.86	40 000	40 000
Relocation			2 135	10 000	1 000	311	1 000	221.54	1 000	1 000
Disaster management/ Emergency programme	2 444	2 841	1 850	23 000	56 000	2 476	50 000	1919.39	40 000	30 000
Rural housing stock				2 000	1 000	541	1 000	84.84	1 000	1 000
Savings linked				2 000			3 000		6 000	9 000
Upgrade of informal settlements (UISP)							50 000		150 000	300 000
3. Urban renewal and human settlement redevelopment <sup>c</sup>	7 182	7 777	12 375	18 085	39 819	19 389	14 352	(25.98)	5 194	5 455
Administration				2 275	1 775	1 626	4 979	206.21	5 194	5 455
Urban renewal			4 157	1	11 682	2 956	4 373	47.94		
Human settlements	7 182	7 777	8 218	15 809	26 362	14 807	5 000	(66.23)		
4. Housing asset management	10 946	11 174	36 667	53 927	43 158	34 708	32 658	(5.91)	32 656	33 028
Administration	4 446	3 674	11 698	4 126	5 126	4 030	6 367	57.99	6 465	6 757
Maintenance			1 910	10 000	6 680	5 433	10 000	84.06	10 000	10 000
Transfer of rental stock			203	3 000						
Sale of rental stock			116	2 000						
Management of rental stock	6 500	6 900	21 209	13 655	23 706	19 328	12 000	(37.91)	12 000	12 000
Devolution of rental stock			1 531	3 000						
Rental tribunal		600		1 146	1 646	1 604	2 291	42.83	2 191	2 271
Management of assets										
Land administration				1 000						
Discount benefit				8 000	3 000	2 813	1 000	(64.45)	1 000	1 000
Subsidy (4 of 1987)				8 000	3 000	1 500	1 000	(33.33)	1 000	1 000
<b>Total payments and estimates</b>	<b>363 072</b>	<b>416 885</b>	<b>353 417</b>	<b>528 972</b>	<b>693 073</b>	<b>520 457</b>	<b>528 365</b>	<b>1.52</b>	<b>597 371</b>	<b>718 110</b>

<sup>a</sup> 2005/06: National conditional grant: Integrated housing and human settlement development grant (Goods and services: R2 630 000).

<sup>b</sup> 2005/06: National conditional grant: Integrated housing and human settlement development grant (Transfer to households: R447 610 000, Goods and services: R3 000 000, Compensation of employees: R3 500 000).

<sup>c</sup> 2005/06: National conditional grant: Human settlement and redevelopment grant (Transfer to households: R9 373 000).

**Table 6.2.1 Summary of provincial payments and estimates by economic classification – Programme 2: Housing**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate
				2005/06	2004/05	2006/07				2007/08
Current payments	29 386	30 161	59 160	66 977	62 807	54 560	71 027	30.18	74 095	78 567
Compensation of employees	21 739	24 538	28 275	35 437	32 281	29 298	37 937	29.49	39 852	42 158
Goods and services	7 647	5 623	30 885	31 540	29 934	24 671	33 090	34.13	34 243	36 409
Interest and rent on land										
Financial transactions in assets and liabilities					592	591		( 100.00)		
Unauthorised expenditure										
Transfers and subsidies to	333 643	386 637	294 240	461 845	629 590	465 215	457 188	( 1.73)	523 276	639 543
Provinces and municipalities				15 810	5 586	5 573	205	( 96.32)	216	228
Departmental agencies and accounts										
Universities and technikons										
Public corporations and private enterprises										
Foreign governments and international organisations										
Non-profit institutions	600		500							
Households	333 043	386 637	293 740	446 035	624 004	459 642	456 983	( 0.58)	523 060	639 315
Payments for capital assets	43	87	17	150	676	682	150	( 78.01)		
Buildings and other fixed structures										
Machinery and equipment	43	87	17	150	212	218	150	( 31.19)		
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets					464	464		( 100.00)		
Total economic classification	363 072	416 885	353 417	528 972	693 073	520 457	528 365	1.52	597 371	718 110

## **Programme 3: Local Government**

**Purpose:** To promote and facilitate viable and sustainable local governance through the monitoring and support of municipalities, the facilitation of municipal infrastructure development, the provision of legislative clarity, institutional services and support with municipal valuations to municipalities and the creation of an effective disaster management system for the Province as well as the promotion of the development of an acceptable fire brigade service.

### **Analysis per sub-programme:**

#### **Sub-programme 3.1: Local governance**

- to provide management and support services to local government within a regulatory framework
- to promote excellent co-operative governance
- support with municipal valuations
- to monitor municipalities and provide supporting initiatives to enhance sustainability in accordance with applicable acts
- to facilitate and monitor infrastructure development within municipalities to ensure sustainable municipal infrastructure development
- to provide for Provincial Project Management Capacity for the Municipal Infrastructure grant (MIG)
- to provide support to municipalities in respect of project preparation
- to manage disaster management at provincial and local level to ensure the establishment of effective and efficient disaster management mechanisms
- to promote and support the development of an acceptable fire brigade service
- grant to Life-saving SA
- grant to the National Sea Rescue Institute

### **Policy developments:**

The budget of this programme may be influenced by the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA), the Property Rating Act and the implementation of the Disaster Management Act, 2002 (Act 57 of 2002).

### **Changes: policy, structure, service establishment, etc. Geographic distribution of services:**

The service establishment of this programme has been restructured in order to improve its alignment with the departmental strategic plan.

#### **Municipal monitoring and support**

Funds for the implementation of Management support programmes at municipalities experiencing financial and/or administrative problems, was only available until 2004/05. The monitoring of municipal finances will be performed by the Provincial Treasury in accordance with the MFMA.

### **Expenditure trends analysis:**

#### **Municipal administration**

The increase from 2003/04 to 2004/05 is resultant from the restructuring exercise. Over the MTEF period funding remains flat

#### **Municipal monitoring and support**

The drop in funding as from 2005/06 is as a result of the Local Government Capacity Building Fund grant monies flowing directly from the national government to municipalities

#### **Municipal infrastructure**

The increase from 2002/03 to 2004/05 is due to increased support to municipalities in respect of project preparation. The drop in funding as from 2005/06 is as a result of the Local Government Capacity Building Fund grant monies flowing directly from the national government to municipalities

#### **Disaster management**

The spike in the sub-programme's funding level (2004/05) is due to a once-off provision of R4,9 million for the establishment of a disaster management centre.

## Service delivery measures:

### PROGRAMME 3: LOCAL GOVERNMENT

#### Sub-programme 3.1: Local governance

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
<b>Municipal administration</b> To maintain the institutional integrity of municipalities.	Implement, monitor and evaluate the ward committees in 23 municipalities.		20	23	23	23
To provide legislative support to municipalities.	To provide standard by-laws as needed.		1 standard by-law.	1 standard by-law.		
To develop new provincial local government legislation and rationalise redundant national and provincial legislation.	A Green and White Paper on a proposed provincial local government act. Legislation to rationalise redundant provincial legislation.	Green Paper (draft). 1 Provincial act.	Green Paper reviewed. 1 Draft Bill reviewed.	1 Act 1 Act		
Revision of Cango Caves Ordinance	Establish proper constitutional basis for review.		Basis determined.	Ordinance reviewed.		
To administer councillor matters i.e. remuneration and the Code of Conduct.	Number of inputs on remuneration and number of municipalities complying with prescripts. Number of Code of Conduct cases dealt with.	1 input. 8	1 input. All municipalities complying.	1 input. All municipalities complying. As required.	1 input. All municipalities complying. As required.	1 input. All municipalities complying. As required.
To co-ordinate certain land transactional matters	Land transactional matters executed.			On application.	On application.	On application.
To coordinate and ensure legal compliance of provincial interventions at municipalities.	Interventions when needed in terms of Section 106 of the Municipal Systems Act; Section 139 of the National Constitution and Sections 137 and 139 of the MFMA coordinated and legally complied with.	Formal section 106 intervention: Kannaland	Formal section 106 intervention: Kannaland	As necessary.	As necessary.	As necessary.
To establish and promote the Department as the principal provincial liaison structure in relation to intergovernmental relations with local government, in terms of the Intergovernmental Relations (IGR) legislation.	Implementation of the structures in terms of the IGR Act.			Structures implemented and maintained.	Structures maintained.	

### Sub-programme 3.1: Local governance

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
<b>Municipal monitoring and support</b>						
To monitor:	% Progress made in respect of the development and maintenance of a flexible monitoring tool.	50%	90%	80%	90%	100%
Statutory compliance	Maintained database.	1	1	1	1	1
Service delivery	Number of reports to HOD, Minister, municipalities and line functionaries.	4	4	4	4	4
Special projects and policies						
To conclude the implementation of approved management support programmes.	Number of management support programmes concluded.	11	8	8		
To provide targeted interventional supporting initiatives to identified municipalities.	Targeted supporting initiatives at municipalities that is identified and solved.			Supporting initiatives identified and solved.	Supporting initiatives identified and solved.	Supporting initiatives identified and solved.
To provide pro-active general support to municipalities to enhance functioning and adherence to statutory requirements.	Number of initiatives initiated.	2	2	2	2	2
	Number of guideline documents issued.	1	1	1	1	1
	Number of workshops facilitated.	2	2	2	2	2
To support municipalities with the implementation of free basic services.	Number of supporting actions initiated with regard to:					
	Free basic water.	1				
	Free basic electricity.		2	2		
	Free basic sanitation.			1	1	
	Free basic refuse removal.				1	1
<b>Municipal infrastructure</b>						
To facilitate the management of the Municipal Infrastructure Grant (MIG) programme in the Province.	% of provincial MIG allocation spent by municipalities.	100%	80%	100%	100%	100%
	Monthly progress reports to national department.	12	12	12	12	12
To influence the creation of economic opportunities associated with the MIG programme.	Number of joint initiatives between the MIG, Expanded Public Works Programme (EPWP) and other municipal infrastructure projects.		2	10	10	10
	Number of initiatives undertaken to influence municipal project prioritisation.		2	4	4	4
To monitor the condition and maintenance of municipal infrastructure.	Number of studies undertaken with regard to municipal services.		1	1	1	1



### Sub-programme 3.1: Local governance

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To monitor the competencies of municipal personnel to tackle their infrastructure challenges.	% Progress made in respect of the development and maintenance of a flexible monitoring tool.	50%	90%	80%	90%	90%
To monitor municipal infrastructure backlogs.						
To monitor municipal expenditure on infrastructure development.	Maintained database.	1	1	1	1	1
To monitor municipal expenditure on the maintenance of existing municipal infrastructure.	Number of reports to HOD, Minister and municipalities.	4	4	4	4	4
<b>Disaster management</b>						
To facilitate effective and efficient disaster management mechanisms at provincial and local level.	The development of a provincial disaster management framework and institutional structures.	Risk and vulnerability assessment.	Commence work on framework.	Finalised framework.		
To ensure compliance with the provisions of the Disaster Management Act.	Initiate the establishment of the Inter-governmental Disaster Management Committee. (IGDMC). Initiate the establishment of the Provincial Advisory Forum.  Progress towards the implementation of the disaster management framework Initiate the establishment of an Emergency Management Centre as an inter-departmental project.			Established IGDMC.  Established Advisory Forum. Finalised framework. Identify site and commence work.	Operational IGDMC.  Operational Advisory Forum. 25 %  Continue with work on Emergency Management Centre.	50 %  Finalise Emergency Management Centre.
To ensure compliance to the Fire Brigade Act.	Initiate the establishment of a provincial fire brigade forum.			Operational provincial fire brigade forum.		

**Table 6.3 Summary of payments and estimates – Programme 3: Local Government**

Sub-programme R'000	Outcome			Main appro- priation Adjusted appro- priation Revised estimate			Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				2005/06	2004/05	2006/07	2007/08			
1. Local governance	21 039	37 385	42 392	48 689	60 482	52 882	33 708	(36.26)	25 393	26 193
Municipal administration	2 384	3 013	2 837	5 972	5 972	4 472	5 786	29.38	4 894	5 091
Municipal monitoring and support	14 322	18 406	22 830	19 216	30 922	30 228	9 293	(69.26)	6 000	6 442
Municipal infrastructure	1 600	10 422	11 701	13 624	13 711	13 711	8 832	(35.58)	9 002	9 312
Disaster management	2 733	5 544	5 024	9 877	9 877	4 471	9 797	119.12	5 497	5 348
Total payments and estimates	21 039	37 385	42 392	48 689	60 482	52 882	33 708	(36.26)	25 393	26 193

**Table 6.3.1 Summary of provincial payments and estimates by economic classification – Programme 3: Local Government**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Current payments	8 313	18 999	20 113	26 592	26 645	23 945	21 228	( 11.35)	21 760	22 508
Compensation of employees	7 493	8 272	7 617	11 728	11 694	11 072	11 730	5.94	13 807	14 532
Goods and services	820	10 727	12 496	14 864	14 951	12 873	9 498	( 26.22)	7 953	7 976
Interest and rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										
Transfers and subsidies to	12 712	17 176	22 177	17 067	28 807	28 807	7 480	( 74.03)	3 533	3 585
Provinces and municipalities	12 612	17 076	21 977	16 867	28 607	28 607	7 080	( 75.25)	3 083	3 085
Departmental agencies and accounts										
Universities and technikons										
Public corporations and private enterprises										
Foreign governments and international organisations										
Non-profit institutions	100	100	200	200	200	200	400	100.00	450	500
Households										
Payments for capital assets	14	1 210	102	5 030	5 030	130	5 000	3 746.15	100	100
Buildings and other fixed structures										
Machinery and equipment	14	1 210	102	5 030	5 030	130	5 000	3 746.15	100	100
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
Total economic classification	21 039	37 385	42 392	48 689	60 482	52 882	33 708	( 36.26)	25 393	26 193

## **Programme 4: Development and Planning**

**Purpose:** To promote integrated development and planning through the development of policy and informing departmental implementation through the provision of research findings, data and information.

### **Analysis per sub-programme:**

#### **Sub-programme 4.1: Integrated development and planning (IDP)**

to support the draft, review and implementation of municipal IDP's

to improve provincial-municipal planning and budgeting engagement in IDP's

##### **Policy and strategy**

to facilitate the re-alignment of functions between province and municipalities

to consolidate information on housing and local government together with other stakeholders

##### **Research**

to identify key indicators to measure the development impact of departmental programmes

to conduct research into sustainable human settlements

##### **Governance and institutional development**

to facilitate urban and rural development in the development nodes through the Urban Renewal Programme (URP) and the Integrated Sustainable Rural Development Programme (ISRDP)

to implement public participation mechanisms

to provide management training to municipal officials

to undertake an international benchmark visit in local government practices

to facilitate the incorporation of communities on state land in municipalities

#### **Sub-programme 4.2: Community development worker programme (CDW)**

to liaise, co-ordinate, mobilise and assist communities with access to services provided by government

#### **Sub-programme 4.3: Project consolidate**

to liaise, co-ordinate, mobilise and assist municipalities with the implementation of Project consolidate

### **Policy developments:**

The Community development worker (CDW) initiative, which seeks to make government more responsive to the needs of people.

### **Changes: policy, structure, service establishment, etc. Geographic distribution of services:**

The service establishment of this programme has been restructured in order to improve its alignment with the departmental strategic plan.

### **Expenditure trends analysis**

Aggregate funding remains fairly constant between 2001/02 and 2002/03. From 2003/04 onwards, transfer payments to municipalities in respect of IDP's and performance management systems effected in 2002/03 made way for a greater focus on training courses at municipal level as well as the process around the division of functions and powers between provincial and local government. The increase from 2003/04 to 2004/05 is resultant from the restructuring exercise. The increase in 2005/06 in the MTEF is due to the provision of CDW's and Project Consolidate initiatives.

## Service delivery measures:

### PROGRAMME 4: DEVELOPMENT AND PLANNING

#### Sub-programme 4.1: Integrated development and planning (IDP)

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To support the drafting, review and implementation of municipal IDPs.	Number of IDPs reviewed and assessed.	30	30	30	30	30
	Annual Provincial IDP Conference.	1	1	1	1	1
	Number of Planning and Implementation Support (PIMS) centres support per district.	3	5	5	5	5
To improve provincial-municipal planning and budgeting engagement in IDPs.	% establishment of an approved annual provincial-municipal engagement process.			100%		
	Number of provincial departments with service delivery boundaries aligned to municipal boundaries.			10	10	10
To promote effective and efficient integrated development planning.	Number of municipal performance management system facilitated.			30	30	30
	Annual report on municipal performance ( S47 of the Municipal Systems Act) submitted by the MEC timeously.			Timeously	Timeously	Timeously

#### 4.1.1: Policy and strategy

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To facilitate the re-alignment of functions between province and municipalities.	Intergovernmental task team to advise on function shifts and funding arrangements.			Operational task team.	Draft policy.	Policy implementation.
To consolidate information on housing and local government together with other stakeholders.	Operational knowledge management system.			50%	100%	100%

#### 4.1.2: Research

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To identify key indicators to measure the development impact of departmental programmes.	Progress toward a generic measurement tool in co-operation with other departments.			50%	100%	100%
To conduct research into sustainable human settlements.	Research and policy reports.			5	10	15
To assess service delivery levels to former rural settlements (Act 9 of 1987) and farm workers.	An assessment of service delivery levels to rural settlements and farm workers.			An assessment		

#### 4.1.3: Governance and institutional development

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To facilitate urban and rural development in the development nodes.	Number of integrated projects identified by all 3 spheres of government in the nodes.  A dedicated provincial multi-disciplinary implementation team.  Establish a web-based monitoring and evaluation framework		5  1	5  1  1	5  1  1	5  1  1
To implement public participation mechanisms.	Number of municipalities supported in implementing public participation programmes.			9 pilot municipalities	30	30
To provide management training to municipal officials.	Number of training programmes. Number of officials trained. Number of bursaries awarded (minimum).	4 90 1	3 60 4	3 60 1	3 80 1	3 100 1
To undertake an international benchmarking visit in local government practice	Number of municipal participants involved in international visit.		12	15	15	15
To facilitate the incorporation of communities on state land in municipalities	Number of processes facilitated.	3	2	5	5	5

#### Sub-programme 4.2: Community development worker programme (CDW)

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To create a cadre of Community Development Workers to address gaps in governmental service delivery through a learnership programme.	Establishment of a provincial support unit.  Number of metropolitan and district support units.  Number of learners in CDW learnership programme.			1  6  400	  6	  6
To deploy community development workers in priority areas.	Number of posts established on staff structure.			150	150	150

#### Sub-programme 4.3: Project Consolidate

Measurable objective	Performance measure	Year-1 2003/04 (actual)	Base year 2004/05 (estimate)	Year 1 2005/06 (target)	Year 2 2006/07 (target)	Year 3 2007/08 (target)
To ensure successful implementation of capacity support initiatives to target municipalities in terms of Project Consolidate (PC).	Number of support initiatives at municipalities.		11	11	11	
To identify projects for implementation to improve service delivery.	Number of projects identified for implementation.			45	45	

**Table 6.4 Summary of payments and estimates – Programme 4: Development and Planning**

Sub-programme R'000		Outcome						Medium-term estimate			
								% Change from Revised estimate			
		Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
1.	Integrated development and planning (IDP)	7 311	6 656	4 164	7 274	8 074	8 074	8 969	11.08	9 781	10 025
	Policy and strategy	7 311	6 656	4 164	7 274	8 074	8 074	4 912	(39.16)	5 369	5 506
	Research							3 202		3 463	3 543
	Governance and institutional development							855		949	976
2.	Community development worker programme (CDW)							10 000		20 000	22 000
3.	Project Consolidate							1 220		2 052	2 175
Total payments and estimates		7 311	6 656	4 164	7 274	8 074	8 074	20 189	150.05	31 833	34 200

**Table 6.4.1 Summary of provincial payments and estimates by economic classification – Programme 4: Development and Planning**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate
				2005/06	2004/05	2006/07				2007/08
Current payments	3 295	2 384	4 145	7 244	8 034	8 034	18 064	124.84	31 673	34 030
Compensation of employees	1 496	1 761	1 910	4 001	2 991	2 991	12 400	314.58	27 780	28 845
Goods and services	1 799	623	2 235	3 243	5 043	5 043	5 664	12.31	3 893	5 185
Interest and rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										
Transfers and subsidies to	4 016	4 272			10	10	95	850.00	130	140
Provinces and municipalities	4 016	4 272			10	10	95	850.00	130	140
Departmental agencies and accounts										
Universities and technikons										
Public corporations and private enterprises										
Foreign governments and international organisations										
Non-profit institutions										
Households										
Payments for capital assets			19	30	30	30	2 030	6 666.67	30	30
Buildings and other fixed structures										
Machinery and equipment			19	30	30	30	2 030	6 666.67	30	30
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
Total economic classification	7 311	6 656	4 164	7 274	8 074	8 074	20 189	150.05	31 833	34 200



## 7. Other programme information

### Personnel numbers and costs

Table 7.1 Personnel numbers and costs

Programme R'000	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	As at 31 March 2008
1. Administration	84	75	109	110	133	133	133
2. Housing	194	196	208	274	254	254	254
3. Local government	48	64	72	77	64	64	64
4. Development and Planning	10	11	11	16	172	172	172
<b>Total personnel numbers</b>	336	346	400	477	623	623	623
Total personnel cost (R'000)	41 028	47 837	53 519	66 794	88 417	108 965	114 484
Unit cost (R'000)	122	138	134	140	142	175	184

### Training

Table 7.2 Payments on training

Programme R'000	Outcome						Medium-term estimate			
							% Change from Revised estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
1. Administration	135	156	156	855	855	855	889	3.98	879	879
<i>of which</i>										
Subsistence and travel										
Payments on tuition			32	466	466	466	470	0.86	490	490
Other	135	156	124	389	389	389	419	7.71	389	389
2. Housing	1 101	1 146	236	1 540	1 540	1 540	1 632	5.97	1 665	1 665
<i>of which</i>										
Subsistence and travel										
Payments on tuition			32							
Other	1 101	1 146	204	1 540	1 540	1 540	1 632	5.97	1 665	1 665
3. Local government	39	46	228	350	350	350	400	14.29	350	350
<i>of which</i>										
Subsistence and travel										
Payments on tuition										
Other	39	46	228	350	350	350	400	14.29	350	350
4. Development and planning	35	41	60	160	160	160	200	25.00	200	1 200
<i>of which</i>										
Subsistence and travel										
Payments on tuition										
Other	35	41	60	160	160	160	200	25.00	200	1 200
Total payments on training	1 310	1 389	680	2 905	2 905	2 905	3 121	7.44	3 094	4 094

**Table 7.3 Information on training**

Description	Outcome						Medium-term estimate			
							% Change from Revised estimate			
	2001/02	2002/03	2003/04	2004/05	2004/05	2004/05	2005/06	2004/05	2006/07	2007/08
Number of staff	336	346	400	477	477	477	623	30.61	623	623
Number of personnel trained		364	932	1 263	1 263	1 263	1 218	(3.56)	1 223	1 223
of which										
Male		158	360	595	595	595	582	(2.18)	587	587
Female		206	572	668	668	668	636	(4.79)	636	636
Number of training opportunities		329	708	1 030	1 030	1 030	1 000	(2.91)	1 020	1 020
of which										
Tertiary				132	132	132	140	6.06	140	140
Workshops		208	591	798	798	798	783	(1.88)	803	803
Seminars										
Other		121	117	100	100	100	77	(23.00)	77	77
Number of bursaries offered	3	7	5	24	24	24	24		24	24
Number of interns appointed		1		7	7	7	6	(14.29)	6	6
Number of learnerships appointed				6	6	406	457	12.56	57	57
Number of days spent on training	3-5	3-5	3-5	2-5	2-5	2-5	2-5		2-5	2-5

## Reconciliation of structural changes

**Table 7.4 Reconciliation of structural changes**

Programme for 2004/05			Programme for 2005/06		
Programme R'000	2005/06 Equivalent		Programme R'000	Pro- gramme	Sub-pro- gramme
	Pro- gramme	Sub-pro- gramme			
Vote 8: Housing, Programme 1: Administration	25 176		1. Administration	50 543	
Vote 12: Local Government, Programme 1: Administration	25 367				
Vote 8: Housing			2. Housing	528 365	
Programme 2: Housing planning and research	6 315		2.1 Housing planning and research		6 315
Programme 3: Housing performance/subsidy programmes	475 040		2.2 Housing performance/subsidy administration		475 040
Programme 4: Urban renewal and human settlement redevelopment	14 352		2.3 Urban renewal and human settlement redevelopment		14 352
Programme 5: Housing asset management	32 658		2.4 Housing asset management		32 658
Vote 12: Local Government					
Programme 2: Local governance	33 708		3. Local government	33 708	
Programme 3: Development and planning	20 189		4. Development and planning	20 189	
	632 805			632 805	528 365

Vote 8: Local Government and Housing

Table B.1 Specification of receipts

Receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Tax receipts										
Casino taxes										
Motor vehicle licences										
Horseracing										
Other taxes										
Sales of goods and services other than capital assets	69	79	2 855	48	48	40	90	125.00	90	90
Sales of goods and services produced by department (excluding capital assets)	69	79	2 855	48	48	40	90	125.00	90	90
Sales by market establishments										
Administrative fees		2	5	5	5	5		(100.00)		
Other sales	69	77	2 850	43	43	35	90	157.14	90	90
Of which										
Boarding & Lodging										
Commission on insurance	48	57	21	25	25	25	65	160.00	75	75
External exams										
Health patient fees										
House rent										
Lab services										
Letting of property										
Lost library books										
Miscellaneous Capital Receipts										
Parking	20	20	6	8	8	8	5	(37.50)	5	5
Registration, tuition & exam fees										
Sales of agricultural products										
Sales										
Sport gatherings										
Subsidised Motor Transport										
Tender documentation										
Trading account surplus										
Tuition fees										
Vehicle repair service										
Other	1		2 823	10	10	2	20	900.00	10	10
Sales of scrap, waste, arms and other used current goods (excluding capital assets)										

Table B.1 Specification of receipts (continued)

Receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Transfers received from										
Other governmental units										
Universities and technikons										
Foreign governments										
International organisations										
Public corporations and private										
Households and non-profit institutions										
Fines, penalties and forfeits										
Interest, dividends and rent on land		6	23 637	25 005	25 005	3 005	3 000	(0.17)	3 000	3 000
Interest		6	3	5	5	5		(100.00)		
Dividends										
Rent on land			23 634	25 000	25 000	3 000	3 000		3 000	3 000
Sales of capital assets										
Land and subsoil assets										
Other capital assets										
Financial transactions in assets and liabilities	331	1 606	1 982	37	37	15 534	22 000	41.62	22 000	22 000
Total departmental receipts	400	1 691	28 474	25 090	25 090	18 579	25 090	35.04	25 090	25 090

Table B.2 Summary of payments and estimates by economic classification

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate
				2005/06	2004/05	2006/07				2007/08
Current payments	59 667	72 444	108 692	141 490	134 796	122 540	158 522	29.36	174 987	185 722
Compensation of employees	41 028	47 837	53 519	79 625	71 707	66 794	88 417	32.37	108 965	114 484
Salaries and wages	31 917	37 339	39 130	62 822	56 587	52 793	71 522	35.48	86 335	91 213
Social contributions	9 111	10 498	14 389	16 803	15 120	14 001	16 895	20.67	22 630	23 271
Goods and services	18 610	24 607	55 173	61 865	62 497	55 155	70 105	27.11	66 022	71 238
Of which										
Specify item										
Animal feed										
Audit fees	1 736	1 982	1 784	2 500	3 500	3 000	3 000		2 500	2 000
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services	3 533	11 009	13 271	15 213	16 063	16 063	17 751	10.51	18 782	23 242
Consumables										
Contractors	66	46	297	100	100	100	105	5.00	105	110
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost			1 866	10 000	6 680	3 000	9 000	200.00	9 000	9 000
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities	29				592	591	(100.00)			
Unauthorised expenditure										

Table B.2 Summary of payments and estimates by economic classification (continued)

Economic classification R'000	Outcome			Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate 2004/05	2005/06	2006/07	2007/08
<b>Transfers and subsidies to</b>	350 537	408 395	316 517	479 012	658 824	494 582	<b>465 053</b>	(5.97)	527 232	643 563
Provinces and municipalities	16 628	21 348	21 977	32 677	34 269	34 256	<b>7 470</b>	(78.19)	3 522	3 548
Provinces										
Provincial agencies and funds										
Municipalities	16 628	21 348	21 977	32 677	34 269	34 256	<b>7 470</b>	(78.19)	3 522	3 548
Municipalities	16 628	21 348	21 977	32 677	34 269	34 256	<b>7 470</b>	(78.19)	3 522	3 548
of which										
Regional services council levies					196	183	<b>470</b>	156.83	522	548
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
Public corporations and private enterprises										
Public corporations										
Subsidies on production										
Other transfers										
Private enterprises										
Subsidies on production										
Other transfers										
Foreign governments and international organisations	2	7								
Non-profit institutions	700	100	700	200	200	200	<b>400</b>	100.00	450	500
Households	333 207	386 940	293 840	446 135	624 355	460 126	<b>457 183</b>	(0.64)	523 260	639 515
Social benefits	164	303	100	100	150	237	<b>100</b>	(57.81)	100	100
Other transfers to households	333 043	386 637	293 740	446 035	624 205	459 889	<b>457 083</b>	(0.61)	523 160	639 415
<b>Payments for capital assets</b>	1 421	1 715	1 483	7 757	8 283	3 389	<b>9 230</b>	172.35	1 583	1 785
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	1 421	1 715	1 483	7 757	7 619	2 715	<b>9 230</b>	239.96	1 583	1 785
Transport equipment			400				<b>400</b>			
Other machinery and equipment	1 421	1 715	1 083	7 757	7 619	2 715	<b>8 830</b>	225.23	1 583	1 785
Cultivated assets										
Software and other intangible assets					200	210		(100.00)		
Land and subsoil assets					464	464		(100.00)		
<b>Total economic classification</b>	411 625	482 554	426 692	628 259	801 903	620 511	<b>632 805</b>	1.98	703 802	831 070

Table B.2.1 Payments and estimates by economic classification – Programme 1: Administration

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	18 673	20 900	25 274	40 677	37 310	36 001	<b>48 203</b>	33.89	47 459	50 617
Compensation of employees	10 300	13 266	15 717	28 459	24 741	23 433	<b>26 350</b>	12.45	27 526	28 949
Salaries and wages	8 151	10 596	12 090	23 099	21 029	19 919	<b>22 230</b>	11.60	23 108	24 360
Social contributions	2 149	2 670	3 627	5 360	3 712	3 514	<b>4 120</b>	17.25	4 418	4 589
Goods and services	8 344	7 634	9 557	12 218	12 569	12 568	<b>21 853</b>	73.88	19 933	21 668
<i>Of which</i>										
Specify item										
Animal feed										
Audit fees	1 736	1 982	1 784	2 500	3 500	3 000	<b>3 000</b>		2 500	2 000
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services	250	349	752	200	250	250	<b>3 377</b>	1250.80	4 362	4 518
Consumables										
Contractors	66	46	297	100	100	100	<b>105</b>	5.00	105	110
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities	29									
Unauthorised expenditure										

Table B.2.1 Payments and estimates by economic classification – Programme 1: Administration (continued)

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Transfers and subsidies to</b>	166	310	100	100	417	550	290	(47.27)	293	295
Provinces and municipalities					66	66	90	36.36	93	95
Provinces										
Provincial agencies and funds										
Municipalities					66	66	90	36.36	93	95
Municipalities					66	66	90	36.36	93	95
of which										
Regional services council levies					66	66	90	36.36	93	95
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
Public corporations and private enterprises										
Public corporations										
Subsidies on production										
Other transfers										
Private enterprises										
Subsidies on production										
Other transfers										
Foreign governments and international organisations	2	7								
Non-profit institutions										
Households	164	303	100	100	351	484	200	(58.68)	200	200
Social benefits	164	303	100	100	150	150	100	(33.33)	100	100
Other transfers to households					201	334	100	(70.06)	100	100
<b>Payments for capital assets</b>	1 364	418	1 345	2 547	2 547	2 547	2 050	(19.51)	1 453	1 655
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	1 364	418	1 345	2 547	2 347	2 337	2 050	(12.28)	1 453	1 655
Transport equipment			400				400			
Other machinery and equipment	1 364	418	945	2 547	2 347	2 337	1 650	(29.40)	1 453	1 655
Cultivated assets										
Software and other intangible assets					200	210		(100.00)		
Land and subsoil assets										
<b>Total economic classification</b>	20 203	21 628	26 719	43 324	40 274	39 098	50 543	29.27	49 205	52 567



Table B.2.2 Payments and estimates by economic classification – Programme 2: Housing

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	29 386	30 161	59 160	66 977	62 807	54 560	<b>71 027</b>	30.18	74 095	78 567
Compensation of employees	21 739	24 538	28 275	35 437	32 281	29 298	<b>37 937</b>	29.49	39 852	42 158
Salaries and wages	16 724	18 875	19 569	27 259	24 545	22 327	<b>31 519</b>	41.17	33 212	35 241
Social contributions	5 015	5 663	8 706	8 178	7 736	6 971	<b>6 418</b>	(7.93)	6 640	6 917
Goods and services	7 647	5 623	30 885	31 540	29 934	24 671	<b>33 090</b>	34.13	34 243	36 409
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services	1 405	1 202	1 678	1 300	1 300	1 300	<b>5 390</b>	314.62	7 463	9 367
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost			1 866	10 000	6 680	3 000	<b>9 000</b>	200.00	9 000	9 000
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities					592	591		(100.00)		
Unauthorised expenditure										

Table B.2.2 Payments and estimates by economic classification – Programme 2: Housing (continued)

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Transfers and subsidies to</b>	333 643	386 637	294 240	461 845	629 590	465 215	<b>457 188</b>	(1.73)	523 276	639 543
Provinces and municipalities				15 810	5 586	5 573	<b>205</b>	(96.32)	216	228
Provinces										
Provincial agencies and funds										
Municipalities				15 810	5 586	5 573	<b>205</b>	(96.32)	216	228
Municipalities				15 810	5 586	5 573	<b>205</b>	(96.32)	216	228
of which										
Regional services council levies					86	73	<b>205</b>	180.82	216	228
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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	600		500							
Households	333 043	386 637	293 740	446 035	624 004	459 642	<b>456 983</b>	(0.58)	523 060	639 315
Social benefits						87		(100.00)		
Other transfers to households	333 043	386 637	293 740	446 035	624 004	459 555	<b>456 983</b>	(0.56)	523 060	639 315
<b>Payments for capital assets</b>	43	87	17	150	676	682	<b>150</b>	(78.01)		
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	43	87	17	150	212	218	<b>150</b>	(31.19)		
Transport equipment										
Other machinery and equipment	43	87	17	150	212	218	<b>150</b>	(31.19)		
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets					464	464		(100.00)		
<b>Total economic classification</b>	363 072	416 885	353 417	528 972	693 073	520 457	<b>528 365</b>	1.52	597 371	718 110

**Table B.2.2.1 Payments and estimates by economic classification – Sub-programme 2.1: Housing planning and research**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	10 782	10 362	11 633	16 888	15 339	13 977	<b>6 285</b>	(55.03)	6 975	8 200
Compensation of employees	8 554	8 848	9 771	14 788	12 439	11 577	<b>3 242</b>	(72.00)	3 420	3 597
Salaries and wages	6 581	6 806	6 811	11 375	8 707	8 104	<b>2 778</b>	(65.72)	2 938	3 097
Social contributions	1 973	2 042	2 960	3 413	3 732	3 473	<b>464</b>	(86.64)	482	500
Goods and services	2 228	1 514	1 862	2 100	2 900	2 400	<b>3 043</b>	26.79	3 555	4 603
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.2.1 Payments and estimates by economic classification – Sub-programme 2.1: Housing planning and research** *(continued)*

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appropriation 2004/05	Adjusted appropriation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Transfers and subsidies to</b>					4 031	4 117	30	(99.27)	31	33
Provinces and municipalities					4 031	4 030	30	(99.26)	31	33
Provinces										
Provincial agencies and funds										
Municipalities					4 031	4 030	30	(99.26)	31	33
Municipalities of which					4 031	4 030	30	(99.26)	31	33
Regional services council levies					31	30	30		31	33
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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						87		(100.00)		
Social benefits						87		(100.00)		
Other transfers to households										
<b>Payments for capital assets</b>	23	14		50	87	87		(100.00)		
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	23	14		50	87	87		(100.00)		
Transport equipment										
Other machinery and equipment	23	14		50	87	87		(100.00)		
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
<b>Total economic classification</b>	10 782	10 385	11 647	16 938	19 457	18 181	6 315	(65.27)	7 006	8 233

**Table B.2.2.2 Payments and estimates by economic classification – Sub-programme 2.2: Housing performance/Subsidy programmes**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	7 658	8 665	10 860	9 937	9 104	9 127	<b>29 355</b>	221.63	31 377	33 999
Compensation of employees	5 565	6 308	8 532	6 789	7 001	7 234	<b>22 879</b>	216.27	24 152	25 701
Salaries and wages	4 281	4 852	5 729	5 222	5 951	6 149	<b>19 905</b>	223.71	21 087	22 525
Social contributions	1 284	1 456	2 803	1 567	1 050	1 085	<b>2 974</b>	174.10	3 065	3 176
Goods and services	2 093	2 357	2 328	3 148	1 511	1 302	<b>6 476</b>	397.39	7 225	8 298
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities					592	591		(100.00)		
Unauthorised expenditure										

**Table B.2.2.2 Payments and estimates by economic classification – Sub-programme 2.2: Housing performance/Subsidy programmes (continued)**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Transfers and subsidies to	326 461	378 860	281 865	430 035	581 485	438 996	445 685	1.52	521 138	637 395
Provinces and municipalities					25	16	75	368.75	78	80
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities					25	16	75	368.75	78	80
Municipalities					25	16	75	368.75	78	80
of which										
Regional services council levies					25	16	75	368.75	78	80
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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	600									
Households	325 861	378 860	281 865	430 035	581 460	438 980	445 610	1.51	521 060	637 315
Social benefits										
Other transfers to households	325 861	378 860	281 865	430 035	581 460	438 980	445 610	1.51	521 060	637 315
Payments for capital assets	43	24	3	50	50	56	(100.00)			
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	43	24	3	50	50	56	(100.00)			
Transport equipment										
Other machinery and equipment	43	24	3	50	50	56	(100.00)			
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
Total economic classification	334 162	387 549	292 728	440 022	590 639	448 179	475 040	5.99	552 515	671 394

**Table B.2.2.3 Payments and estimates by economic classification – Sub-programme 2.3: Urban renewal and human settlement redevelopment**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>				2 275	1 770	1 623	<b>4 929</b>	203.70	5 142	5 400
Compensation of employees				1 807	1 302	1 229	<b>4 473</b>	263.95	4 666	4 900
Salaries and wages				1 390	1 002	946	<b>3 225</b>	240.91	3 367	3 537
Social contributions				417	300	283	<b>1 248</b>	340.99	1 299	1 363
Goods and services				468	468	394	<b>456</b>	15.74	476	500
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.2.3 Payments and estimates by economic classification – Sub-programme 2.3: Urban renewal and human settlement redevelopment** *(continued)*

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Transfers and subsidies to</b>	7 182	7 777	12 375	15 810	38 049	17 766	9 423	(46.96)	52	55
Provinces and municipalities				15 810	1 505	1 504	50	(96.68)	52	55
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities				15 810	1 505	1 504	50	(96.68)	52	55
Municipalities				15 810	1 505	1 504	50	(96.68)	52	55
of which										
Regional services council levies					5	4	50	1150.00	52	55
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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			500							
Households	7 182	7 777	11 875		36 544	16 262	9 373	(42.36)		
Social benefits										
Other transfers to households	7 182	7 777	11 875		36 544	16 262	9 373	(42.36)		
<b>Payments for capital assets</b>										
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										
<b>Total economic classification</b>	7 182	7 777	12 375	18 085	39 819	19 389	14 352	(25.98)	5 194	5 455



**Table B.2.2.4 Payments and estimates by economic classification – Sub-programme 2.4: Housing asset management**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	10 946	11 134	36 667	37 877	36 594	29 833	<b>30 458</b>	2.09	30 601	30 968
Compensation of employees	7 620	9 382	9 972	12 053	11 539	9 258	<b>7 343</b>	(20.68)	7 614	7 960
Salaries and wages	5 862	7 217	7 029	9 272	8 885	7 128	<b>5 611</b>	(21.28)	5 820	6 082
Social contributions	1 758	2 165	2 943	2 781	2 654	2 130	<b>1 732</b>	(18.69)	1 794	1 878
Goods and services	3 326	1 752	26 695	25 824	25 055	20 575	<b>23 115</b>	12.35	22 987	23 008
<i>Of which</i>										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.2.4 Payments and estimates by economic classification – Sub-programme 2.4: Housing asset management (continued)**

Economic classification R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
Transfers and subsidies to				16 000	6 025	4 336	2 050	(52.72)	2 055	2 060
Provinces and municipalities					25	23	50	117.39	55	60
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities					25	23	50	117.39	55	60
Municipalities					25	23	50	117.39	55	60
of which										
Regional services council levies					25	23	50	117.39	55	60
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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				16 000	6 000	4 313	2 000	(53.63)	2 000	2 000
Social benefits										
Other transfers to households				16 000	6 000	4 313	2 000	(53.63)	2 000	2 000
Payments for capital assets		40		50	539	539	150	(72.17)		
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment		40		50	75	75	150	100.00		
Transport equipment										
Other machinery and equipment		40		50	75	75	150	100.00		
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets					464	464		(100.00)		
Total economic classification	10 946	11 174	36 667	53 927	43 158	34 708	32 658	(5.91)	32 656	33 028

Table B.2.3 Payments and estimates by economic classification – Programme 3: Local Government

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	8 313	18 999	20 113	26 592	26 645	23 945	<b>21 228</b>	(11.35)	21 760	22 508
Compensation of employees	7 493	8 272	7 617	11 728	11 694	11 072	<b>11 730</b>	5.94	13 807	14 532
Salaries and wages	5 764	6 363	5 859	9 022	8 770	8 304	<b>8 723</b>	5.05	10 355	10 899
Social contributions	1 729	1 909	1 758	2 706	2 924	2 768	<b>3 007</b>	8.63	3 452	3 633
Goods and services	820	10 727	12 496	14 864	14 951	12 873	<b>9 498</b>	(26.22)	7 953	7 976
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services	1 878	8 343	9 483	12 323	12 123	12 123	<b>5 350</b>	(55.87)	5 453	5 234
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.3 Payments and estimates by economic classification – Programme 3: Local Government**  
(continued)

Economic classification R'000	Outcome			Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate 2004/05	2005/06	2006/07	2007/08
<b>Transfers and subsidies to</b>	12 712	17 176	22 177	17 067	28 807	28 807	<b>7 480</b>	(74.03)	3 533	3 585
Provinces and municipalities	12 612	17 076	21 977	16 867	28 607	28 607	<b>7 080</b>	(75.25)	3 083	3 085
Provinces										
Provincial agencies and funds										
Municipalities	12 612	17 076	21 977	16 867	28 607	28 607	<b>7 080</b>	(75.25)	3 083	3 085
Municipalities of which	12 612	17 076	21 977	16 867	28 607	28 607	<b>7 080</b>	(75.25)	3 083	3 085
Regional services council levies					34	34	<b>80</b>	135.29	83	85
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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	100	100	200	200	200	200	<b>400</b>	100.00	450	500
Households										
Social benefits										
Other transfers to households										
<b>Payments for capital assets</b>	14	1 210	102	5 030	5 030	130	<b>5 000</b>	3746.15	100	100
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment	14	1 210	102	5 030	5 030	130	<b>5 000</b>	3746.15	100	100
Transport equipment										
Other machinery and equipment	14	1 210	102	5 030	5 030	130	<b>5 000</b>	3746.15	100	100
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
<b>Total economic classification</b>	<b>21 039</b>	<b>37 385</b>	<b>42 392</b>	<b>48 689</b>	<b>60 482</b>	<b>52 882</b>	<b>33 708</b>	<b>(36.26)</b>	<b>25 393</b>	<b>26 193</b>

Table B.2.4 Payments and estimates by economic classification – Programme 4: Development and Planning

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	3 295	2 384	4 145	7 244	8 034	8 034	<b>18 064</b>	124.84	31 673	34 030
Compensation of employees	1 496	1 761	1 910	4 001	2 991	2 991	<b>12 400</b>	314.58	27 780	28 845
Salaries and wages	1 278	1 505	1 612	3 442	2 243	2 243	<b>9 050</b>	303.48	19 660	20 713
Social contributions	218	256	298	559	748	748	<b>3 350</b>	347.86	8 120	8 132
Goods and services	1 799	623	2 235	3 243	5 043	5 043	<b>5 664</b>	12.31	3 893	5 185
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services		1 115	1 358	1 390	2 390	2 390	<b>3 634</b>	52.05	1 504	4 123
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.4 Payments and estimates by economic classification – Programme 4: Development and Planning**  
(continued)

Economic classification R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate 2004/05	2005/06	2006/07	2007/08
<b>Transfers and subsidies to</b>	4 016	4 272			10	10	<b>95</b>	850.00	130	140
Provinces and municipalities	4 016	4 272			10	10	<b>95</b>	850.00	130	140
Provinces										
Provincial agencies and funds										
Municipalities	4 016	4 272			10	10	<b>95</b>	850.00	130	140
Municipalities	4 016	4 272			10	10	<b>95</b>	850.00	130	140
of which										
Regional services council levies					10	10	<b>95</b>	850.00	130	140
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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										
<b>Payments for capital assets</b>			19	30	30	30	<b>2 030</b>	6666.67	30	30
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment			19	30	30	30	<b>2 030</b>	6666.67	30	30
Transport equipment										
Other machinery and equipment			19	30	30	30	<b>2 030</b>	6666.67	30	30
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
<b>Total economic classification</b>	7 311	6 656	4 164	7 274	8 074	8 074	<b>20 189</b>	150.05	31 833	34 200

**Table B.2.4.1 Payments and estimates by economic classification – Programme 4.1: Integrated development and planning (IDP)**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>	3 295	2 384	4 145	7 244	8 034	8 034	8 884	10.58	9 693	9 935
Compensation of employees	1 496	1 761	1 910	4 001	2 991	2 991	6 700	124.01	7 350	7 400
Salaries and wages	1 278	1 505	1 612	3 442	2 243	2 243	5 025	124.03	5 250	5 550
Social contributions	218	256	298	559	748	748	1 675	123.93	2 100	1 850
Goods and services	1 799	623	2 235	3 243	5 043	5 043	2 184	(56.69)	2 343	2 535
<i>Of which</i>										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.4.1 Payments and estimates by economic classification – Programme 4.1: Integrated development and planning (IDP) (continued)**

Economic classification R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate 2004/05	2005/06	2006/07	2007/08
Transfers and subsidies to	4 016	4 272			10	10	55	450.00	58	60
Provinces and municipalities	4 016	4 272			10	10	55	450.00	58	60
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities	4 016	4 272			10	10	55	450.00	58	60
Municipalities	4 016	4 272			10	10	55	450.00	58	60
of which										
Regional services council levies					10	10	55	450.00	58	60
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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			19	30	30	30	30		30	30
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment			19	30	30	30	30		30	30
Transport equipment										
Other machinery and equipment			19	30	30	30	30		30	30
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
Total economic classification	7 311	6 656	4 164	7 274	8 074	8 074	8 969	11.08	9 781	10 025



**Table B.2.4.2 Payments and estimates by economic classification – Programme 4.2: Community development worker programme (CDW)**

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>							7 980		19 950	21 945
Compensation of employees							5 000		18 950	19 895
Salaries and wages							3 500		13 300	14 000
Social contributions							1 500		5 650	5 895
Goods and services							2 980		1 000	2 050
<i>Of which</i>										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.4.2 Payments and estimates by economic classification – Programme 4.2: Community development worker programme (CDW) (continued)**

Economic classification R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
Transfers and subsidies to							20		50	55
Provinces and municipalities							20		50	55
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities							20		50	55
Municipalities of which							20		50	55
Regional services council levies							20		50	55
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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							2 000			
Buildings and other fixed structures										
Buildings										
Other fixed structures										
Machinery and equipment							2 000			
Transport equipment										
Other machinery and equipment							2 000			
Cultivated assets										
Software and other intangible assets										
Land and subsoil assets										
Total economic classification							10 000		20 000	22 000

Table B.2.4.3 Payments and estimates by economic classification – Programme 4.3: Project consolidate

Economic classification R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Current payments</b>							1 200		2 030	2 150
Compensation of employees							700		1 480	1 550
Salaries and wages							525		1 110	1 163
Social contributions							175		370	387
Goods and services							500		550	600
Of which										
Specify item										
Animal feed										
Audit fees										
Audit fees: external										
Communication										
Computer equipment										
Consultancy fees										
Consultants and specialised services										
Consumables										
Contractors										
Contribution to Parmed										
Educational materials										
Infrastructure										
Inventory										
IT (Data lines)										
Legal fees										
Library material										
Machinery and equipment										
Maintenance and repairs and running cost										
Medical Aid in respect of continuation members										
Medical services										
Medical supplies										
Medicine										
Operating leases										
Owned and leasehold property										
Printing and publications										
Scholar transport										
Sport and Recreation Equipment										
Training										
Transport										
Travel and subsistence										
Utilities (municipal services)										
Veterinary supplies										
Other										
Interest and rent on land										
Interest										
Rent on land										
Financial transactions in assets and liabilities										
Unauthorised expenditure										

**Table B.2.4.3 Payments and estimates by economic classification – Programme 4.3: Project consolidate**  
(continued)

Economic classification R'000	Outcome			Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
Transfers and subsidies to							20		22	25
Provinces and municipalities							20		22	25
Provinces										
Provincial agencies and funds										
Provincial agencies and funds										
Municipalities							20		22	25
Municipalities							20		22	25
of which										
Regional services council levies							20		22	25
Municipal agencies and funds										
Departmental agencies and accounts										
Social security funds										
Provide list of entities receiving transfers										
CMD Capital Augmentation										
Conservation Board										
Heritage Western Cape										
Environmental Commissioner										
Independent Development Trust										
SETA										
Western Cape Cultural Commission										
Western Cape Gambling and Racing Board										
Western Cape Language Committee										
Western Cape Nature										
Universities and technikons										
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 economic classification							1 220		2 052	2 175

Table B.3 Details on public entities – Name of Public Entity: None

Payments and receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Receipts</b>										
<b>Tax receipts</b>										
<b>Non-tax receipts</b>										
Sale of goods and services other than capital assets										
<i>Of which</i>										
Admin fees										
Interest										
Other non-tax revenue										
<b>Transfers received</b>										
<b>Sale of capital assets</b>										
<b>Total receipts</b>										
<b>Payments</b>										
<b>Current payments</b>										
Compensation of employees										
Use of goods and services										
Depreciation										
Unauthorised expenditure										
Interest, dividends and rent on land										
Interest										
Dividends										
Rent on land										
<b>Transfers and subsidies</b>										
<b>Total payments</b>										
<b>Surplus/(Deficit)</b>										
<b>Cash flow summary</b>										
Adjust surplus/(deficit) for accrual transactions										
Adjustments for:										
Depreciation										
Interest										
Net (profit)/loss on disposal of fixed assets										
Other										
<b>Operating surplus/(deficit) before changes in working capital</b>										
Changes in working capital										
(Decrease)/increase in accounts payable										
Decrease/(increase) in accounts receivable										
(Decrease)/increase in provisions										

Table B.3 Details on public entities – Name of Public Entity: None (continued)

Payments and receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Cash flow from operating</b>										
Transfers from government										
Of which:										
Capital										
Current										
<b>Cash flow from investing activities</b>										
<b>Acquisition of assets</b>										
Land										
Dwellings										
Non-residential buildings										
Investment property										
Other structures (infrastructure assets)										
Mineral and similar non-regenerative resources										
Capital work in progress										
Heritage assets										
Biological assets										
Computer equipment										
Furniture and office equipment										
Other machinery and equipment										
Specialised military assets										
Transport assets										
Computer software										
Mastheads and publishing titles										
Patents, licences, copyrights, brand names and trademarks										
Recipes, formulae, prototypes, designs and models										
Service and operating rights										
Other intangibles										
<b>Other flows from investing activities</b>										
Other 1										
Other 2										
<b>Cash flow from financing activities</b>										
Deferred income										
Borrowing activities										
Other										
<b>Net increase/(decrease) in cash and cash equivalents</b>										

**Table B.3 Details on public entities – Name of Public Entity: None** *(continued)*

Payments and receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Balance sheet information</b>										
<b>Carrying value of assets</b>										
Land										
Dwellings										
Non-residential buildings										
Investment property										
Other structures (infrastructure assets)										
Mineral and similar non-regenerative resources										
Capital work in progress										
Heritage assets										
Biological assets										
Computer equipment										
Furniture and office equipment										
Other machinery and equipment										
Specialised military assets										
Transport assets										
Computer software										
Mastheads and publishing titles										
Patents, licences, copyrights, brand names and trademarks										
Recipes, formulae, prototypes, designs and models										
Service and operating rights										
Other intangibles										
<b>Long term investments</b>										
Floating										
Current										
1<5 Years										
5<10 Years										
>10 Years										
<b>Cash and cash equivalents</b>										
Bank										
Cash on hand										
Other										
Other										
<b>Receivables and prepayments</b>										
Trade receivables										
Other receivables										
Prepaid expenses										
Accrued income										

**Table B.3 Details on public entities – Name of Public Entity: None** *(continued)*

Payments and receipts R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Inventory										
Trade										
Other										
Other										
Capital and reserves										
Share capital and premium										
Accumulated reserves										
Surplus/(deficit)										
Other										
Borrowings										
Floating										
Current										
1<5 Years										
5<10 Years										
>10 Years										
Post retirement benefits										
Present value of funded										
Unrecognised transitional liabilities										
Other										
Trade and other payables										
Trade payables										
Accrued interest										
Other										
Provisions										
Leave pay provision										
Other 1										
Other 2										
Other 3										
Other 4										
Funds managed (eg Poverty Alleviation Fund)										
Poverty Alleviation Fund										
Regional Development Fund										
Third Party Funds										
Other 4										
Contingent liabilities										
Other 1										
Other 2										
Other 3										
Other 4										



Table B.4 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome						Medium-term estimate							
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate							
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08				
Total departmental transfers/grants														
Category A	3 777	4 992	10 057	9 469	461 335	348 506	297 562	(14.62)	366 984	486 183				
City of Cape Town	3 777	4 992	10 057	9 469	461 335	348 506	297 562	(14.62)	366 984	486 183				
Category B		284	3 070	1 407	155 780	136 494	114 272	(16.28)	116 889	123 903				
Beaufort West					3 261	4 443	812	(81.72)	861	912				
Bergrivier					6 066	4 496	2 304	(48.75)	2 442	2 588				
Bitou					2 111	6 325	6 547	3.51	6 940	7 356				
Breede River/Winelands					4 997	3 020	4 680	54.97	4 961	5 259				
Breede Valley					13 013	12 250	13 662	11.53	14 482	15 351				
Cape Agulhas					1 425	2 573	1 763	(31.48)	1 869	1 981				
Cederberg					2 567	270	3 408	1162.22	962	1 020				
Drakenstein					16 974	18 515	12 871	(30.48)	13 643	14 462				
George					16 131	6 811	6 751	(0.88)	7 156	7 585				
Kannaland					1 354	178	2 166	1116.85	706	748				
Knysna					5 698	12 830	6 396	(50.15)	6 780	7 187				
Laingsburg					1 456	2 133	1 251	(41.35)	1 326	1 406				
Langeberg					2 997	1 243	3 065	146.58	3 249	3 444				
Matzikama					2 664	3 500	948	(72.91)	1 005	1 066				
Mossel Bay					7 166	3 047	3 998	31.21	4 237	4 492				
Oudtshoorn					11 088	3 836	4 209	9.72	4 462	4 730				
Overstrand					7 736	5 547	4 054	(26.92)	4 297	4 555				
Prince Albert					693	4 810	528	(89.02)	560	593				
Saldanha Bay					9 573	3 293	4 066	23.47	4 310	4 568				
Stellenbosch					14 192	11 465	12 871	12.26	13 643	14 462				
Swartland					5 896	450	1 543	242.89	1 636	1 734				
Swellendam					1 925	9 432	2 702	(71.35)	2 864	3 036				
Theewaterskloof					12 708	15 432	10 167	(34.12)	10 777	11 424				
Witzenberg					4 089	595	3 510	489.92	3 721	3 944				
Unallocated														
Category C					2 230			3 559	7 353	649	(91.17)	687	729	
Cape Winelands	359			1 284	54	117	116.67	124	131					
Central Karoo				637	6 999	190	(97.29)	201	214					
Eden	752			865		173		183	194					
Overberg	130													
West Coast	989			773	300	169	(43.67)	179	190					
Unallocated														
Unallocated	334 162	387 549	281 865	436 469	322		51 500		41 500	31 500				
Total transfers to local government	337 939	395 055	294 992	447 345	620 996	492 353	463 983	(5.76)	526 060	642 315				

Note: Excludes regional services council levy and discontinued transfers.

Table B.4.1 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Human settlement and redevelopment grant	1 860	5 806	10 379	14 310	36 544	13 350	9 373	(29.79)		
Category A	1 860	3 292	8 257	7 969	25 563	7 700	9 373	21.73		
City of Cape Town	1 860	3 292	8 257	7 969	25 563	7 700	9 373	21.73		
Category B		284	2 122	1 407	10 659	5 650		(100.00)		
Beaufort West					372					
Bergrivier					2 829	1 362		(100.00)		
Bitou										
Breede River/Winelands					352	352		(100.00)		
Breede Valley										
Cape Agulhas										
Cederberg			29		271	220		(100.00)		
Drakenstein		125	722		153	81		(100.00)		
George					805	282		(100.00)		
Kannaland			451							
Knysna					16	16		(100.00)		
Laingsburg					970	970		(100.00)		
Langeberg										
Matzikama		159	61		526					
Mossel Bay				490	1 130	416		(100.00)		
Oudtshoorn					509	489		(100.00)		
Overstrand										
Prince Albert										
Saldanha Bay			85		826	200		(100.00)		
Stellenbosch			197		193	193		(100.00)		
Swartland			182		638					
Swellendam			134		152	152		(100.00)		
Theewaterskloof			261	917	917	917		(100.00)		
Witzenberg										
Unallocated										
Category C		2 230								
Cape Winelands		359								
Central Karoo										
Eden		752								
Overberg		130								
West Coast		989								
Unallocated										
Unallocated				4 934	322					

Note: Excludes regional services council levy and discontinued transfers.

Table B.4.2 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation Adjusted appro- priation Revised estimate			Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				2004/05	2004/05	2004/05	2005/06	2004/05	2006/07	2007/08
Integrated housing and human settlement development grant	334 162	387 549	281 865	430 035	581 452	476 003	447 610	(5.96)	523 060	639 315
Category A					434 272	339 306	286 689	(15.51)	365 484	484 683
City of Cape Town					434 272	339 306	286 689	(15.51)	365 484	484 683
Category B					143 691	129 414	110 272	(14.79)	116 889	123 903
Beaufort West					2 759	4 313	812	(81.17)	861	912
Bergrivier				3 187	3 084	2 304	(25.29)	2 442	2 588	
Bitou				2 061	6 275	6 547	4.33	6 940	7 356	
Breede River/Winelands				4 510	2 533	4 680	84.76	4 961	5 259	
Breede Valley				13 013	12 250	13 662	11.53	14 482	15 351	
Cape Agulhas				1 325	2 473	1 763	(28.71)	1 869	1 981	
Cederberg				2 246		908		962	1 020	
Drakenstein				16 721	18 334	12 871	(29.80)	13 643	14 462	
George				15 226	6 429	6 751	5.01	7 156	7 585	
Kannaland				1 354	178	666	274.16	706	748	
Knysna				5 632	12 764	6 396	(49.89)	6 780	7 187	
Laingsburg				486	1 163	1 251	7.57	1 326	1 406	
Langeberg				2 997	1 243	3 065	146.58	3 249	3 444	
Matzikama				2 138	3 500	948	(72.91)	1 005	1 066	
Mossel Bay				5 986	2 581	3 998	54.90	4 237	4 492	
Oudtshoorn				10 479	3 247	4 209	29.63	4 462	4 730	
Overstrand				7 636	5 447	4 054	(25.57)	4 297	4 555	
Prince Albert				648	4 765	528	(88.92)	560	593	
Saldanha Bay				8 747	3 093	4 066	31.46	4 310	4 568	
Stellenbosch				13 999	11 272	12 871	14.19	13 643	14 462	
Swartland				5 208	400	1 543	285.75	1 636	1 734	
Swellendam				1 648	9 155	2 702	(70.49)	2 864	3 036	
Theewaterskloof				11 691	14 415	10 167	(29.47)	10 777	11 424	
Witzenberg				3 994	500	3 510	602.00	3 721	3 944	
Unallocated										
Category C					3 489	7 283	649	(91.09)	687	729
Cape Winelands					1 284	54	117	116.67	124	131
Central Karoo				567	6 929	190	(97.26)	201	214	
Eden				865		173		183	194	
Overberg										
West Coast				773	300	169	(43.67)	179	190	
Unallocated										
Unallocated	334 162	387 549	281 865	430 035			50 000		40 000	30 000

Note: Excludes regional services council levy and discontinued transfers.

Note: The allocations are indicative and is subject to the conditions as set out in the Appendix A for the Integrated housing and human settlement development grant.

Table B.4.3 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Fire-fighting assistance</b>	1 917	1 700	1 800	1 500	1 500	1 500	1 500		1 500	1 500
<b>Category A</b>	1 917	1 700	1 800	1 500	1 500	1 500	1 500		1 500	1 500
City of Cape Town	1 917	1 700	1 800	1 500	1 500	1 500	1 500		1 500	1 500
<b>Category B</b>										
Beaufort West										
Bergvliet										
Bitou										
Breede River/Winelands										
Breede Valley										
Cape Agulhas										
Cederberg										
Drakenstein										
George										
Kannaland										
Knysna										
Laingsburg										
Langeberg										
Matzikama										
Mossel Bay										
Oudtshoorn										
Overstrand										
Prince Albert										
Saldanha Bay										
Stellenbosch										
Swartland										
Swellendam										
Theewaterskloof										
Witzenberg										
Unallocated										
<b>Category C</b>										
Cape Winelands										
Central Karoo										
Eden										
Overberg										
West Coast										
Unallocated										

Note: Excludes regional services council levy and discontinued transfers.

Table B.4.4 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- priation 2004/05	Adjusted appro- priation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Provincial management support grant</b>							4 000			
<b>Category A</b>										
City of Cape Town										
<b>Category B</b>							4 000			
Beaufort West										
Bergrivier										
Bitou										
Breede River/Winelands										
Breede Valley										
Cape Agulhas										
Cederberg							2 500			
Drakenstein										
George										
Kannaland							1 500			
Knysna										
Laingsburg										
Langeberg										
Matzikama										
Mossel Bay										
Oudtshoorn										
Overstrand										
Prince Albert										
Saldanha Bay										
Stellenbosch										
Swartland										
Swellendam										
Theewaterskloof										
Witzenberg										
Unallocated										
<b>Category C</b>										
Cape Winelands										
Central Karoo										
Eden										
Overberg										
West Coast										
Unallocated										

Note: Excludes regional services council levy and discontinued transfers.

Table B.4.5 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04	Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	% Change from Revised estimate			
							2005/06	2004/05	2006/07	2007/08
<b>Local government project preparation grant</b>			948	1 500	1 500	1 500	1 500		1 500	1 500
<b>Category A</b>										
City of Cape Town										
<b>Category B</b>			948		1 430	1 430		(100.00)		
Beaufort West					130	130		(100.00)		
Bergvriervier			99		50	50		(100.00)		
Bitou			20		50	50		(100.00)		
Breede River/Winelands			20		135	135		(100.00)		
Breede Valley			30							
Cape Agulhas					100	100		(100.00)		
Cederberg			100		50	50		(100.00)		
Drakenstein					100	100		(100.00)		
George					100	100		(100.00)		
Kannaland										
Knysna			30		50	50		(100.00)		
Laingsburg										
Langeberg			69							
Matzikama			70							
Mossel Bay			80		50	50		(100.00)		
Oudtshoorn			50		100	100		(100.00)		
Overstrand			110		100	100		(100.00)		
Prince Albert			90		45	45		(100.00)		
Saldanha Bay			40							
Stellenbosch										
Swartland			26		50	50		(100.00)		
Swellendam					125	125		(100.00)		
Theewaterskloof			80		100	100		(100.00)		
Witzenberg			34		95	95		(100.00)		
Unallocated										
<b>Category C</b>					70	70		(100.00)		
Cape Winelands										
Central Karoo					70	70		(100.00)		
Eden										
Overberg										
West Coast										
Unallocated										
<b>Unallocated</b>				1 500			1 500		1 500	1 500

Note: Excludes regional services council levy and discontinued transfers.

Table B.5 Provincial payments and estimates by district and local municipality

Municipalities R'000	Outcome						Medium-term estimate			
	Audited 2001/02	Audited 2002/03	Audited 2003/04				% Change from Revised estimate			
				Main appro- piation 2004/05	Adjusted appro- piation 2004/05	Revised estimate 2004/05	2005/06	2004/05	2006/07	2007/08
Cape Town Metro	68 427	78 240	280 015	141 296	611 422	460 402	463 784	0.73	541 726	671 938
West Coast Municipalities	2 479	2 847	29 271	1 500	32 323	13 934	12 438	(10.74)	10 534	11 166
Matzikama	470	439	817	1 500	2 710	3 545	948	(73.26)	1 005	1 066
Cederberg	343	749	1 285		6 504	1 196	3 408	184.95	962	1 020
Bergvriervier	52	296	3 563		6 378	4 808	2 304	(52.08)	2 442	2 588
Saldanha Bay	154	81	20 637		10 012	3 585	4 066	13.42	4 310	4 568
Swartland	584	92	2 874		5 946	500	1 543	208.60	1 636	1 734
West Coast DMA										
West Coast District Municipality	876	1 190	95		773	300	169	(43.67)	179	190
Unallocated										
Cape Winelands Municipalities	5 386	7 095	25 370	5 500	64 719	49 289	47 711	(3.20)	50 574	53 609
Witzenberg	1 900	1 180	4 077	3 000	9 570	2 410	3 510	45.64	3 721	3 944
Drakenstein	631	452	15 341	2 500	19 644	18 663	12 871	(31.03)	13 643	14 462
Stellenbosch	273	167	3 857		14 225	11 481	12 871	12.11	13 643	14 462
Breede Valley	1 297	4 348	308		14 013	13 068	13 662	4.55	14 482	15 351
Breede River/Winelands	587	151	386		5 983	3 613	4 680	29.53	4 961	5 259
Breede River DMA										
Cape Winelands District Municipality	698	797	1 401		1 284	54	117	116.67	124	131
Unallocated										
Overberg Municipalities	1 209	3 998	26 716	1 917	25 555	33 777	18 686	(44.68)	19 807	20 996
Theewaterskloof	27	805	11 916	917	12 978	15 647	10 167	(35.02)	10 777	11 424
Overstrand	428	733	1 462		7 845	5 647	4 054	(28.21)	4 297	4 555
Cape Agulhas	61	174		1 000	2 525	2 773	1 763	(36.42)	1 869	1 981
Swellendam	404	535	12 313		2 207	9 710	2 702	(72.17)	2 864	3 036
Overberg DMA										
Overberg District Municipality	289	1 751	1 025							
Unallocated										
Eden Municipalities	5 804	8 295	62 877	6 257	58 827	42 866	87 405	103.90	78 213	70 236
Kannaland	810	1 038	2 175	3 367	7 021	3 305	2 166	(34.46)	706	748
Langeberg	227	421	1 122		4 594	2 454	3 065	24.90	3 249	3 444
Mossel Bay	362	116	23 836	490	7 216	3 097	3 998	29.09	4 237	4 492
George	2 144	2 287	17 920	2 400	18 631	9 311	9 351	0.43	10 156	10 585
Oudtshoorn	539	835	8 724		11 337	4 077	4 209	3.24	4 462	4 730
Bitou	177	241	957		2 593	6 807	6 547	(3.82)	6 940	7 356
Knysna	441	316	6 205		5 967	13 098	6 396	(51.17)	6 780	7 187
Eden DMA										
Eden District Municipality	1 104	3 041	1 938		1 468	717	173	(75.87)	183	194
Unallocated										
Central Karoo Municipalities	2 459	3 219	2 443	2 500	9 057	20 243	2 781	(86.26)	2 948	3 125
Laingsburg	53	308	1 147	500	1 826	2 476	1 251	( 49)	1 326	1 406
Prince Albert	566	312	209		938	4 930	528	( 89)	560	593
Beaufort West	194	638	811	2 000	5 586	5 768	812	( 86)	861	912
Eden DMA										
Central Karoo District Municipality	1 646	1 961	276		707	7 069	190	( 97)	201	214
Unallocated										
Unallocated	325 861	378 860		469 289			51 500		41 500	31 500
Total provincial expenditure by district and local municipality	411 625	482 554	426 692	628 259	801 903	620 511	632 805	2	703 802	831 070