

**Department of
Local
Government and
Housing
Vote 4**



Department of Local Government and Housing

Vote 4

To be appropriated by Vote in 2006/07	R625,770, 000
Statutory amount	R774,000
Responsible MEC	MEC of Local Government and Housing
Administering Department	Department of Local Government and Housing
Accounting Officer	DDG of Local Government and Housing

1. Overview

The Department of Local Government and Housing strives to achieve sustainable settlements and sustainable local governance.

Vision

Sustainable local governance and better housing for all.

Mission

Provision of provincial integrated support and monitoring framework for sustainable local government, human settlements and traditional leadership towards a better life for all.

Strategic Objectives

- The provisions of quality houses to all qualifying beneficiaries and ensure the development of sustainable human settlements.
- To provide political leadership and guidance to the Department
- To administer support to Departmental Directorates, Municipal Managers and SMS leadership and development;
- To render security management services to the Department
- To coordinate Departmental transversal issues.
- To render information management services
- To render human resources and support services to the Department
- To provide Legal services to the Department
- To render financial services to the Department
- To provide researched and verifiable information for the Department
- To improve the image and promote the activities of the Department
- To facilitate the implementation of Integrated Government Relations
- To provide a regulatory framework for housing delivery
- To develop provincial multi-year housing delivery framework
- To conduct housing research
- To provide capacity and support to municipalities with regard to human settlement development in line with the legislative prescripts and breaking new ground
- To formulate and administer sound policy and legislative framework on traditional leadership institutions
- To monitor and support sound financial management processes and procedures for traditional leadership institutions
- To render anthropological services to institutions of traditional leadership
- To manage the provision of administrative services to traditional institutions
- To provide and facilitate capacity development

The main services that the Department intends to deliver, quality and quantity thereof is detailed on each delivery programme's analysis of service delivery measures. The intended outcomes of sustainable settlements and local governance will be achieved through the successful implementation of the following strategic goals during the budget period.

- Ensure the development of capacity of staff to provide effective and efficient service delivery;
- The provision of quality houses to all qualifying beneficiaries and ensure the development of sustainable human settlements;
- Strengthening the capacity of municipalities to enable them to fulfill their constitutional and other legislative mandate;
- Rendering effective and efficient support to the traditional administration and institutions of Traditional Leadership.

The legislative framework from which the Department derives its mandate include among others the following;

The Constitution of the Republic of South Africa, 1996 (Act 108 of 1996); The Housing Act, 1997 (Act No. 107, 1997); Rental Housing Act; Housing Consumers Protection Measures Act; Local Government: Municipal Structures Act, 1998; Local Government: Municipal Systems Act, 2000; Local Government: Property Rates Act; Local Government: Municipal Finance Management Act; Local Government: Disaster Management Act, 2002; The Public Service Act, 1994 (Proclamation No. 103 of 1994); The Public Finance Management Act, 1999 (Act No. 1 of 1999); The Promotion of Access to Information Act, 2000 (Act No. 2 of 2000); The Promotion of Administrative Justice Act, 2000 (Act No. 3 of 2000); The Promotion of Equality and Prevention of Unfair Discrimination Act, 2000 (Act No. 4 of 2000); The Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000); The Labour Relations Act, 1995 (Act No. 66 of 1995); The Skills Development Act, 1998 (Act No. 97 of 1998); The Employment Equity Act, 1998 (Act No. 55 of 1998).

The Department has under its control the Mpumalanga Housing Finance Company (MHFCo). This Institution is a Public Entity and its main function is to serve as a Government Financier in low cost housing. It is a section 21 company established in terms of the Companies Act 61 of 1973. The Head of Department sit on the Board of Directors and the MEC or his delegate controls 51% of the total shares of the company. This gives the Department veto authority in the Company.

2. Review of the current financial year (2005/06)

- Currently rolling out the eradication of bucket system project at the Gert Sibande District.
- Developed a Provincial Framework and action plan on free basic services for Nkangala, Gert Sibande and Ehlanzeni.
- Supplied portable water through water tankers at Delmas, Kungwini, Mbombela, and Msukaligwa municipalities;
- Performed asset verification at cross boundary Municipalities as part of the demarcation;
- Recruited all 360 Community development Workers in the Province. They are currently undergoing training;
- Facilitated the inclusion of Multi Purpose Community Centres (MPCC) into the IDP's of all Municipalities;
- Acquired a mobile disaster management centre;
- Project Consolidate's early deliverables launched in 14 and 15 July 2005 at Lekwa, Thembisile, Emalahleni and Albert Luthuli Municipality
- IDP hearings were conducted on the 25 and 26 April 2005 and report has been compiled by DPLG.
- Anti Corruption Strategy was launched on the 21st May 2005 so as to raise awareness for good governance.
- The Department in partnership with IEC conducted a two-day workshop in

- Support to Traditional Leadership authorities
- Implementation of the learnership programme.
- Created salary pay-points per component and verified that expenditures are paid from the correct allocations;

3. Outlook for the coming financial year (2006/07)

- Housing units planned to be built during 2006/2007 is 10,200
- In response to the United Nations Habitat agenda that requires the eradication of slums and informal settlements. According to the 2001 Census the backlog stands at more than 262 000 houses.
- The rectification of houses built between 15 March 1994 and 31 March 2003.
- Implementation of the new traditional leadership frameworks act;
- Implementation of the Breaking New Ground (BNG) in housing delivery;
- To coordinate and facilitate the implementation of the community development workers (CDW) programme;
- To coordinate and facilitate the establishment of multi-purpose community centers (MPCC)
- To assist the development of infrastructure at Municipalities.
- To train and facilitate the functioning of ward committees.
- To support and monitor Municipalities as required by Municipal Finance Management Act (MFMA)
- To co-ordinate disaster management as required by the Disaster Management Act.

4. Receipts and financing

4.1 Summary of receipts

The following sources of funding are used for the Vote:

Table 2.1: Summary of receipts: Department of Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
					2005/06				
Equitable share			171,692	176,130	298,285	218,496	204,421	205,528	219,915
Conditional grants			326,876	321,123	330,263	321,140	421,002	526,286	578,228
Departmental receipts			20,230	1,512	1,512	1,512	347	9,000	
Total receipts	0	0	518,798	498,765	630,060	541,148	625,770	740,814	798,143

4.2 Departmental receipts collection

Table 2.2: Departmental receipts: Department of Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
	2002/03	2003/04	2004/05				2006/07	2007/08	2008/09
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services of	1,394	2,494	150	99		99	104	109	115
Transfers received									
Fines, penalties and forfeits	22,052	18,503							
Interest, dividends and rent on	3,627	2,761	907	1,093	538	1,631	1,686	1,833	1,924
Sales of capital assets					23	23	7	10	8
Financial transactions in assets	129,427	138,311	89	13	297	310	23	20	18
Total departmental receipts	156,500	162,069	1,146	1,205	858	2,063	1,820	1,972	2,065

Table 2.3: Summary of receipts: Department of Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
	2002/03	2003/04	2004/05				2006/07	2007/08	2008/09
Treasury funding									
Equitable share			171,692	176,130	298,285	218,496	204,421	205,528	219,915
Conditional grants			326,876	321,123	330,263	321,140	421,002	526,286	578,228
Departmental receipts			20,230	1,512	1,512	1,512	347	9,000	
Total Treasury funding	0	0	518,798	498,765	630,060	541,148	625,770	740,814	798,143
Departmental receipts									
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services of	1,394	2,494	150	99		99	104	109	115
Transfers received									
Fines, penalties and forfeits	22,052	18,503							
Interest, dividends and rent on	3,627	2,761	907	1,093	538	1,631	1,686	1,833	1,924
Sales of capital assets					23	23	7	10	8
Financial transactions in assets	129,427	138,311	89	13	297	310	23	20	18
Total departmental receipts	156,500	162,069	1,146	1,205	858	2,063	1,820	1,972	2,065
Total receipts	156,500	162,069	519,944	499,970	630,918	543,211	627,590	742,786	800,208

5. Payment summary

5.1 Key assumptions

- The construction of RDP houses through the BNG strategy
- To assist in the development of infrastructure at municipalities (e.g. Bucket toilets)
- To facilitate the implementation of the CDW programme
- The training and facilitating the functioning of ward committees
- To provide financial assistance to MHFCO for operational costs

- To coordinate disaster management as required by the Disaster Management Act
- To assist and monitor municipalities as required by the MFMA
- To assist municipalities with emergency portable water provisioning
- To provide administrative and financial support to traditional councils and district houses of the traditional leadership

5.2 Programme summary

Table 2.4: Summary of payments and estimates: Department of Local government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
					2005/06				
Administration ¹	70,595	77,550	59,226	57,895	73,134	57,895	74,907	78,652	82,621
Housing	309,249	324,716	361,280	361,703	410,843	417,598	475,011	582,995	632,399
Local Government	61,208	78,089	90,946	54,031	108,294	110,233	44,623	44,312	45,769
Development and Planning		261	3,884	6,294	15,947	15,947	11,382	13,911	15,363
Traditional Affairs	21,041	19,758	3,372	18,842	21,842	21,842	19,847	20,944	21,991
Total payments and estimates: (na	462,093	500,374	518,708	498,765	630,060	623,515	625,770	740,814	798,143

5.3 Summary of economic classification

Table 2.5: Summary of provincial payments and estimates by economic classification: Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
					2005/06				
Current payments	120,867	129,190	116,112	124,904	168,123	154,207	151,767	162,338	171,043
Compensation of employees	76,019	71,742	58,462	73,490	87,255	73,791	91,028	96,548	102,146
Goods and services	44,848	57,448	57,650	51,414	80,868	80,416	60,739	65,790	68,897
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	263,474	325,159	368,253	343,568	394,053	400,666	454,327	559,479	605,859
Provinces and municipalities	181	15,250	25,576	7,191	7,446	7,297	8,154	6,948	6,982
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises		12,000	16,000	9,254	9,254	16,011	16,000	16,400	17,000
Foreign governments and international organisations									
Non-profit institutions		21,532	21,683	6,000	16,213	16,213	9,171	9,845	3,649
Households	263,293	276,377	304,994	321,123	361,140	361,145	421,002	526,286	578,228
Payments for capital assets	77,752	46,025	34,343	30,293	67,884	68,642	19,676	18,997	21,241
Buildings and other fixed structures			13,829	25,768	60,780	61,407	11,725	12,337	14,238
Machinery and equipment	77,752	45,964	20,509	4,435	7,014	7,145	7,802	6,496	6,823
Cultivated assets									
Software and other intangible assets		61	5	90	90	90	99	104	110
Land and subsoil assets							50	60	70
Total economic classification: I	462,093	500,374	518,708	498,765	630,060	623,515	625,770	740,814	798,143

5.4 Transfers

5.4.1 Transfers to public entities

Table 2.7: Summary of departmental transfers to public entities

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Mpumalanga Housing Finance	9,755	12,000	16,000	9,254	9,254	16,011	16,000	16,400	17,000
Total departmental transfers to	9,755	12,000	16,000	9,254	9,254	16,011	16,000	16,400	17,000

5.4.2 Transfers to local government

Table 2.9: Summary of departmental transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Category A									
Category B		15,077	25,408	7,000	7,254	7,254	7,914	6,693	6,712
Category C	181	173	168	191	192	43	240	255	130
Total departmental transfers to local govern		15,250	25,576	7,191	7,446	7,297	8,154	6,948	6,842

6. Programme Description

6.1 Programme 1: Administration

Description and objective

To ensure the development capacity of staff to provide development of capacity of staff to provide effective and efficient services in the Department of Local Government and Housing.

Strategic Objectives

- Provide political leadership and guidance to the Department
- Administrative support to Departmental Directorates, Municipal Managers and SMS leadership and development;
- Render security management services to the Department
- Coordinate Departmental transversal issues.
- Rendering information management services
- Render human resources and support services to the Department
- To provide Legal services to the Department
- Render financial services to the Department
- To provide researched and verifiable information for the Department
- Improving the image and promoting the activities of the Department
- Co-ordinate & implement transversal issues.
- To facilitate the implementation of Integrated Government Relations

Programme Summary

Table 2.4.1: Summary of payments and estimates: Programme 1 Administration

	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
R thousand	2002/03	2003/04	2004/05	2005/06			2006/07	2007/08	2008/09
Sub-programme 1: MEC	632	547	463	2,466	2,555	2,555	3,596	3,791	3,995
Sub-programme 2: Corporate S	69,963	77,003	58,763	55,429	70,579	55,340	71,311	74,861	78,626
Total payments and estimates: I	70,595	77,550	59,226	57,895	73,134	57,895	74,907	78,652	82,621

Summary by economic classification

Table 2.5.1: Summary of provincial payments and estimates by economic classification: Programme 1 Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05	2005/06					
Current payments	65,365	70,976	57,073	53,560	68,799	53,107	66,871	71,216	74,813
Compensation of employees	45,394	37,021	31,493	32,428	45,688	32,226	39,859	42,198	44,637
Goods and services	19,971	33,955	25,580	21,132	23,111	20,881	27,012	29,018	30,176
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	116	115	82	92	92	414	338	353	372
Provinces and municipalities	116	115	82	92	92	409	338	353	372
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households						5			
Payments for capital assets	5,114	6,459	2,071	4,243	4,243	4,374	7,698	7,083	7,436
Buildings and other fixed structures				468	468	468	515	543	573
Machinery and equipment	5,114	6,398	2,066	3,685	3,685	3,816	7,084	6,436	6,753
Cultivated assets									
Software and other intangible assets		61	5	90	90	90	99	104	110
Land and subsoil assets									
Total economic classification: F	70,595	77,550	59,226	57,895	73,134	57,895	74,907	78,652	82,621

6.2 Programme 2: Housing

Description and objective

Provision of quality houses to all qualifying beneficiaries and beneficiaries and ensure the development of sustainable human settlements.

Strategic Objectives

- To provide a regulatory framework for housing delivery
- To develop provincial multi-year housing delivery framework
- To conduct housing research
- To provide capacity and support to municipalities with regard to human settlement

Programme Summary

Table 2.4.2: Summary of payments and estimates: Programme 2 Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Administration				839	839	839	922	1,012	1,109
Housing Planning and Research	10,030	39,103	51,521	19,363	19,363	26,118	22,185	23,224	24,027
Housing Performance/Subsidy Pro	299,219	276,377	304,994	321,123	361,140	361,140	421,002	526,286	578,228
Urban Renewal and Human Settlement Redev elc		9,236	4,765	5,927	15,050	15,050	13,853	14,082	15,096
Housing Asset Management									
Technical Services				14,451	14,451	14,451	17,049	18,391	13,939
Total payments and estimates: I	309,249	324,716	361,280	361,703	410,843	417,598	475,011	582,995	632,399

Summary by economic classification

Table 2.5.2: Summary of provincial payments and estimates by economic classification: Programme 2 Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Current payments	29,236	14,807	22,050	25,129	25,129	25,129	30,959	32,656	35,764
Compensation of employees	14,074	12,667	18,768	18,898	18,898	18,898	23,033	24,383	25,815
Goods and services	15,162	2,140	3,282	6,231	6,231	6,231	7,926	8,273	9,949
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	263,315	309,909	339,230	336,424	385,564	392,319	444,052	550,339	596,635
Provinces and municipalities	22		80	47	47	45	47	52	57
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises		12,000	16,000	9,254	9,254	16,011	16,000	16,400	17,000
Foreign governments and international organisations									
Non-profit institutions		21,532	18,156	6,000	15,123	15,123	7,003	7,601	1,350
Households	263,293	276,377	304,994	321,123	361,140	361,140	421,002	526,286	578,228
Payments for capital assets	16,698	0	0	150	150	150	0	0	0
Buildings and other fixed structures									
Machinery and equipment	16,698			150	150	150			
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: F	309,249	324,716	361,280	361,703	410,843	417,598	475,011	582,995	632,399

The following are the Breaking New Ground projects in terms of the new policy

NEW PROJECTS	2006/07 R'000	2007/08 R'000	2008/09 R'000	2009/10 R'000
BREAKING NEW GROUND				
Financial Services Market				
Financial assistance towards housing for				

earners/credit linked				
Rural Housing				
Farm worker housing	7,337	55,646	18,450	19,400
Rural	13,400	17,588	73,800	45,581
Incremental Housing	26,400			
Project linked	33,500	33,500	40,590	46,530
Informal settlement upgrade	66,000	97,730	101,575	108,580
PHP	99,000	127,320	118,057	132,824
Individual subsidies	3,350	5,276	5,100	4,925
Social/Rental Housing				
Institutional	33,500	35,175	36,900	46,530
Hostels	9,900	17,587	18,500	19,390
Emergency Housing				
Emergency housing/Disaster	6,600	10,552	7,380	9,733
SERVCON	5,000	5,250	5,513	5,800
Indigent Allowance	4,000	4,200	4,410	4,631
Geotechnical Allowance	25,000	26,250	27,563	29,000
NHBRC Enrolment	1,500	1,575	1,700	1,800
Operations capital	4,000	4,200	4,410	4,631
Social Amenities	3,000	3,150	3,308	3,500
TOTAL	344,837	452,033	474,634	498,366

Service Delivery Measures

Measurable Objective	Performance Indicator	Estimate Actual 2005/6	Target 2006/07
To Develop provincial multi-year housing plans in accordance with National housing policy by 1 October each year	Review and updates National housing plan by 1 October each year.	1	1
To conduct research on demand for Housing	Number of research projects conducted and nature of projects	1	2
To enhance capacity and provide support to Municipalities in the Provision of housing delivery.	Number of Municipalities accredited	1	2
	Number of training workshops provided to municipalities	6	6

	Number of visits planned to Municipalities	60	60
To provide individual subsidies to qualifying beneficiaries in accordance with Housing Policies	-Number of Properties delivered -Number of serviced sites subsidised -Number of top structures subsidised -Number of subsidies approved	10,358	100
To provide project link subsidies to qualifying beneficiaries in accordance with housing Policies	-Number of houses completed -Number of subsidies approved	4,658	800
To provide PHP subsidies to qualifying beneficiaries in accordance with Housing Policies	-Number of Housing Units completed -Number of housing support centres funded -Number of subsidies approved	2,068	3 000
Informal settlements upgrade	-Number of units upgraded		2 000
To provide institutional subsidies to qualifying beneficiaries in accordance with housing Policies	Number of units	Planning and facilitation for 1000 units	1 000
To provide hostel redevelopment to hostel in accordance with Housing Policies	Number of units	Facilitation for 6 units	300
To provide for support for disaster relief in accordance with Housing Policy	Number of units	412	200
To Provide rural Housing subsidies to qualifying beneficiaries in accordance with Housing Policies	Number of units	Included in individual and project linked subsidy	400
To Provide Farm Worker Housing subsidies to qualifying beneficiaries in accordance with Housing Policies	Number of units		219
To provide financial assistance/ credit linked subsidies to qualifying beneficiaries in accordance with Housing	Number of units		100
Support and macro planning of identifying urban nodes Types of settlement support	Compliance with identified urban renewal nodes Informal settlements Formal township De-densify	100%	100%

projects targeted at Urban Renewal	Number and type of projects commenced Infrastructure projects Economic projects Community projects	1	2
To build sustainable and functional communities	Projects identified and implemented	3	3
upgrading of sewer plant and outflow connector	No of projects implemented	4	2
Construct intersection and service road	No of projects implemented	2	
Construct bulk water connector line	No of projects implemented	2	2

6.3 PROGRAMME 3: LOCAL GOVERNMENT

Description and objective

- Accountable and sustainable local governance

Strategic Objectives

- To provide monitoring and support services to local government within a regulatory framework;
- To monitor and support municipalities towards achieving financial viability and sustainability;
- To facilitate and monitor infrastructure development within municipalities;
- To facilitate and coordinate the implementation of disaster management programme; and
- To monitor and support municipalities in the province on key focus areas for implementation.

NOTE: The prior years audited figures include those for Development and Planning (Programme 4) and Traditional Affairs (Programme 5). These programmes were all under programme 3 Local Government during prior years.

Programme Summary

Table 2.4.3: Summary of payments and estimates: Programme 3 Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Office Support				1,697	1,697	1,697	1,866	2,053	2,166
Municipal Administration	59,633	67,513	15,242	13,479	26,084	26,084	12,734	14,157	12,756
Municipal Finance	1,575	1,472	28,950	2,913	3,757	5,696	4,692	5,071	5,348
Municipal infrastructure		9,104	33,234	29,604	68,939	68,939	19,244	17,256	19,427
Disaster Management			13,520	6,338	7,817	7,817	6,087	5,775	6,072
Total payments and estimates: I	61,208	78,089	90,946	54,031	108,294	110,233	44,623	44,312	45,769

Summary by economic classification

Table 2.5.3: Summary of provincial payments and estimates by economic classification: Programme 3 Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
R thousand	2002/03	2003/04	2004/05		2005/06		2006/07	2007/08	2008/09
Current payments	13,113	25,054	33,265	21,110	38,628	40,406	25,027	26,022	25,600
Compensation of employees	7,318	10,189	5,769	8,180	8,180	8,180	9,641	10,577	11,165
Goods and services	5,795	14,865	27,496	12,930	30,448	32,226	15,386	15,445	14,435
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
Provinces and municipalities	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
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	48,076	37,931	32,272	25,900	62,391	63,018	11,870	11,794	13,665
Buildings and other fixed structures			13,829	25,300	60,312	60,939	11,210	11,794	13,665
Machinery and equipment	48,076	37,931	18,443	600	2,079	2,079	660		
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: F	61,208	78,089	90,946	54,031	108,294	110,233	44,623	44,312	45,769

Service Delivery Measures

Measurable Objective	Performance Measure Indicator	Estimate Actual 2005/06	Target 2006/07
Facilitate implementation of MIG projects	% of projects implemented v/s projects planned	100%	100%
Implementation of EPWP Stormwater Drainage Projects	% of projects completed v/s projects planned	100%	100%
Eradication of Buckets System	No. of households benefited vs no. of households that need the service	100%	100%
Research on the status of pit latrines in the Province	No. of research projects conducted	3	6
Provision of at least clean and safe water to critical areas	Number of Kilo litres of clean and safe water provided	14,880KL	19,000KL
To conduct Section 78 Municipal Service Delivery capacity Assessment	% Number of Municipalities assessed v s number of critical municipalities identifies	100%	100%
Provide assistance on Municipal Managers Performance Assessment Programme	Number of Municipalities	2 3	2 3
Conduct Provincial Disaster Risk and Vulnerability assessment	Number of local municipalities assessed	1 9	1 9
Conduct fire services capacity assessment	Number of Municipalities assessed	1 9	1 9
Conduct awareness campaigns in disaster prone and dense vulnerable rural areas	Number of awareness campaigns conducted vs the risks assessed	1 9	1 9
Provision of specialized technical	Fully equipped and functional	1	0

management mobile centre	centre		
Construction and equipment of the Provincial disaster management centre	Finalization of fully equipped Provincial disaster management centre		1
Training of volunteer structures in District Municipalities	Number of volunteers trained per District	1 0 0	1 0 0
Disaster management capacity building programme	Number of training provided	4	2
To strengthen financial viability of 22 Municipalities	Number of Municipalities assisted with support	28	28
Enhance revenue generation through Property Rates Act to 22 Municipalities	Number of Municipalities implementing Property Rates Act.	28	28
All municipalities to adopt and approve budget by the end of may each year.	Number of Municipalities complying	28	28
All Municipalities to submit annual financial statements not later than 31 August each year to Auditor General	Number of Municipalities complying	28	28

6.4 PROGRAMME 4: DEVELOPMENT AND PLANNING

Description and objective

Sustainable integrated development planning and democratic local government participation.

Strategic Objectives

- To promote and efficient intergraded development planning (IDP);
- To support municipalities with development and implementation of performance management system (PMS);
- To facilitate establishment and functioning of ward committees;
- To effectively co-ordinate Integrated Sustainable Rural Development Programme (ISRDP) at nodal points;
- To co-ordinate and facilitate the implementation of community development workers (CDW programme); and
- To co-ordinate and facilitate the implementation of local economic development (LED).

NOTE:

This programme was part of the Local Government programme in prior years hence no

Programme Summary

Table 2.4.4: Summary of payments and estimates: Programme 4 Development and Planning

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
	2002/03	2003/04	2004/05	2005/06			2006/07	2007/08	2008/09
Administration			592	793	793	793	832	894	954
Spatial planning									
Development Administration/Land Use Management									
Integrated Development and planning(IDP)		261	1,086	944	944	944	2,083	2,112	2,991
Local Economic Development(LED)				913	913	913	3,461	3,785	3,923
Community Development Workers (CDW)			1,100	1,614	10,788	10,788	2,725	3,880	4,093
ISRDP And Ward Committee			1,106	2,030	2,509	2,509	2,281	3,240	3,402
Total payments and estimates:	0	261	3,884	6,294	15,947	15,947	11,382	13,911	15,363

Summary by economic classification

Table 2.5.4: Summary of departmental payments and estimates by economic classification: Programme 4 Development and Planning

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
	2002/03	2003/04	2004/05				2005/06		
2006/07	2007/08	2008/09							
Current payments	0	261	3,879	6,285	14,837	14,835	11,368	13,896	15,346
Compensation of employees		115	2,432	3,076	3,581	3,579	7,248	7,890	8,393
Goods and services		146	1,447	3,209	11,256	11,256	4,120	6,006	6,953
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	0	0	5	9	10	12	14	15	17
Provinces and municipalities			5	9	10	12	14	15	17
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	0	0	0	0	1,100	1,100	0	0	0
Buildings and other fixed structures					1,100	1,100			
Machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: F	0	261	3,884	6,294	15,947	15,947	11,382	13,911	15,363

Service Delivery Measures

Measurable Objective	Performance Measure Indicator	Estimate Actual 2005/06	Target 2006/07
Recruitment and	Number of CDW's	252	360

CDW's			
Appointment and training of Mentors	Number of Mentors appointed and trained	17	20
Appointment and training of Assessors	Number of Assessors appointed and trained	17	20
Organizing and facilitating workshops at district level for the CDW programme	Number of workshops conducted	3	3
Appointment of District Coordinators	Number of District Coordinators appointed	3	1
Monitor service delivery in the nodal points	Number of task team meetings held TO improved service delivery in Nodal points.	12	12
Liaison with all departments having projects in the nodal points	Number of meetings and reports.	12	12
Ensure all category B municipalities comply with legislation governing community participation	Provincial Policy on ward committees and community participation adopted and implemented.	-	-
Ensure ward committees are established and functional	Number of ward committees established	330	-
Hold municipal speaker's forums in each district.	Number of forum meetings.	4	4
Hold Provincial Speaker' Forum meetings	Number of forum meetings.	1	2
Facilitate the training of Trainers to train ward committee members	Number of training workshops held	1	1
To support Municipalities with the planning, drafting and review of IDPs	27 Municipalities complying 100% with the relevant legislation	Assist the Municipalities with the implementation of the new IDP format	Capacity building on the IDP for the new Council
		Support Municipalities with the transitional IDP	

To assess the adopted Municipal IDPs in terms of contents and legal compliance.	All 32 adopted IDPs assessed and MEC comments being submitted to Municipalities	Assessment of 32 adopted Municipal IDPs.	Assessment of 32 adopted Municipal IDPs
To promote participation of IDP IGR Structures in the Province for effective aligned planning	Co-ordination of 3 District IDP Rep Fora, Provincial IDP Task Team meetings.	Co-ordinate 4 Provincial IDP Task Team. Assist Ehlanzeni and Gert Sibande with the formation of District IDP Rep Fora	Co-ordinate 4 (1 per quarter) Provincial IDP Task Teams and District Fora.
To implement and roll out IDP Communication Strategy in the Province.	Enhanced IDP Awareness and communication in the Province.	IDP Hearings conducted in April 2005. IDP Awareness workshop conducted in July 2005 for Radio staff and Communicators in the Province by DPLG and Province.	Implementation of the IDP Communication Strategy.
To support and monitor compliance with legislation and PMS Regulations.	Number of Municipalities with credible Performance Management Systems in place and operational.	Support 6 Municipalities below 60% in the PMS development and Implementation.	27
To co-ordinate the Provincial Municipal Performance Excellence Awards.	Number of Excellence Awards Ceremonies.	0	1

6.5 PROGRAMME 5: TRADITIONAL AFFAIRS

Description and objective

To provide a provincially integrated traditional leadership management framework towards sustainable governance for a better life for all.

Strategic Objectives

- To formulate and administer sound policy and legislative framework on traditional leadership institutions;
- To monitor and support sound financial management processes and procedures for traditional leadership institutions;
- To render anthropological services to institutions of traditional leadership;
- To manage the provision of administrative services to traditional institutions; and
- To provide and facilitate capacity development programmes to traditional institutions.

NOTE

This programme was part of the Local Government programme in prior years hence no comparative figures are disclosed for the prior years under this programme.

Programme Summary

Table 2.4.5: Summary of payments and estimates: Programme 5 Traditional Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Administration				1,193	1,193	1,193	1,310	1,439	1,585
Traditional Institutional Arrangemen	21,041	19,758	3,372	1,193	4,193	4,193	1,312	1,568	1,523
Traditional Administration Resources				10,750	10,750	10,750	11,215	11,658	12,326
Traditional Affairs Intergration/Development Facilitation				5,706	5,706	5,706	6,010	6,279	6,557
Traditional Land Administration									
Total payments and estimates: I	21,041	19,758	3,372	18,842	21,842	21,842	19,847	20,944	21,991

Table 2.5.5: Summary of departmental payments and estimates by economic classification: Programme 5 Traditional Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Current payments	13,153	18,092	-155	18,820	20,730	20,730	17,542	18,548	19,520
Compensation of employees	9,233	11,750		10,908	10,908	10,908	11,247	11,500	12,136
Goods and services	3,920	6,342	-155	7,912	9,822	9,822	6,295	7,048	7,384
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	24	31	3,527	22	1,112	1,112	2,197	2,276	2,331
Provinces and municipalities	24	31		22	22	22	29	32	32
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions			3,527		1,090	1,090	2,168	2,244	2,299
Households									
Payments for capital assets	7,864	1,635	0	0	0	0	108	120	140
Buildings and other fixed structures									
Machinery and equipment	7,864	1,635					58	60	70
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets							50	60	70
Total economic classification: Program	21,041	19,758	3,372	18,842	21,842	21,842	19,847	20,944	21,991

Service Delivery Measures

Measurable Objective	Performance Measure Indicator	Estimate Actual 2005/06	Target 2006/07
Development and management of traditional leadership	Number of succession plans	15	15

To formulate and administer legislative and policy framework on traditional matters	Number of policies	3	3
Provide capacity building to institutions of traditional leaders	Number of capacity building workshops	6	6
Develop, promote and manage cultural diversity	Number of interventions	ongoing	ongoing
Render anthropological services to the institutions of traditional leaders	Number of interventions	ongoing	ongoing

6.6 Infrastructure payments

Departmental infrastructure payments

NEW PROJECTS	2004/05 (Actual) R'000	2005/06 (Estimate) R'000	2006/2007 (Projection) R'000	2007/08 (Projection) R'000	2008/2009 (Projection) R'000
To upgrade sewer plant Naauwpoort, Witbank	1,000	1,500,			
To upgrade Pineridge S/Pump Station and outfall sewer connector line Witbank	2,000				
To upgrade sewer plant Klipspruit, Witbank			1,000	1,000	2,000
To do preliminary design and EIA report for Riverview sewer treatment plant at Witbank				1,000	2,000
To install sewer connector line between Pinridge and Klipspruit SP			2,000		
To construct bulk sewer for Nganga at Warberton	1,500	500			
To upgrade sewer plant Embalehlehle, Govan Mbeki	1,000				

To upgrade sewer pump station Ermelo ext. 32	300				
To install bulk water and sewer connector for Ermelo ext. 34			400	400	
To construct intersection and service road Ermelo Ext. 34					800
To construct sewer connector line and pump station Kinross ext. 25	1,753	1,047,			
To construct bulk water connector line Kinross Ext. 25	1,000				
To upgrade sewer plant at Leandra					1,000
To upgrade sewer, water & storm water Sakhile hostel					1,000
To upgrade sewerplant Piet Retief			1,100	1,100	1,500
To install bulk sewer NKonjaneni, Piet Retief			1,500	1,500	
To construct bus route Entokozweni, Tekwane South, Mbombela	34				
To upgrade sewer plant Lydenburg	2,000				
To install bulk sewer for Coromandel	1,417	600			
To install bulk sewer for Mbekisburg	122	856,			
To install bulk water and sewer connector for Umjindi, Emjindini ext. 14	250				
To install bulk sewer for Tekwane North, Mbombela			1,000	2,601	
To install bulk sewer connector for Emjindini Ext. 14, Umjindi municipality					
To bulk sewer and package plant at Ekangala F Ext. 1 & 2	1,004	1,497			
To install bulk sewer connector lines Ekangala F					1,350
Total	13,380	6,000,	7,000	7,601	1,350

6.7 Other programme information

6.7.1 Personnel numbers and costs

Table 2.14: Personnel numbers and costs¹: Local government and Housing

Personnel numbers	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
Programme 1: Administration	115	121	201	203	227	231
Programme 2: Housing	60	93	97	98	104	108
Programme 3: Local Government	724	749	43	45	62	69
Programme 4: Development and Planning			17	66	23	24
Programme 5: Traditional Affairs			87	88	105	99
Total personnel numbers: Local Government and Hou:	899	963	445	500	521	531
Total personnel cost (R thousand)	123 186	117 296	57 005	81 659	91 035	96 555
Unit cost (R thousand)						

Table 2.15: Summary of departmental personnel numbers and costs

	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Total for department									
Personnel numbers (head count)	899	963	445	448	500	500	521	531	544
Personnel cost (R'000)	123,186	117,296	57,005	62,588	81,659	81,306	91,035	96,555	102,154
Human resources component									
Personnel numbers (head count)			95	108	108	108	111	115	115
Personnel cost (R'000)			10,258	11,609	11,609	11,609	12,486	13,110	13,770
Head count as % of total for department			21.35%	24.11%	21.60%	21.60%	21.31%	21.66%	21.14%
Personnel cost as % of total for department			17.99%	18.55%	14.22%	14.28%	13.72%	13.58%	13.48%
Finance component									
Personnel numbers (head count)			65	68	68	68	75	78	78
Personnel cost (R'000)			11,026	11,607	11,607	11,607	14,986	15,610	16,267
Head count as % of total for department			14.61%	15.18%	13.60%	13.60%	14.40%	14.69%	14.34%
Personnel cost as % of total for department			19.34%	18.55%	14.21%	14.28%	16.46%	16.17%	15.92%
Full time workers									
Personnel numbers (head count)	899	957	439	442	493	493	514	530	543
Personnel cost (R'000)	123,186	115,896	55,591	61,160	79,777	79,424	90,329	96,049	101,623
Head count as % of total for c	100.00%	99.38%	98.65%	98.66%	98.60%	98.60%	98.66%	99.81%	99.82%
Personnel cost as % of total f	100.00%	98.81%	97.52%	97.72%	97.70%	97.69%	99.22%	99.48%	99.48%
Part-time workers									
Personnel numbers (head count)									
Personnel cost (R'000)									
Head count as % of total for department									
Personnel cost as % of total for department									
Contract workers									
Personnel numbers (head count)	6	6		6	7	7	7	1	1
Personnel cost (R'000)	1,400	1,414		1,428	1,882	1,882	706	506	531
Head count as % of total for department	0.62%	1.35%		1.34%	1.40%	1.40%	1.34%	0.19%	0.18%
Personnel cost as % of total for department	1.19%	2.48%		2.28%	2.30%	2.31%	0.78%	0.52%	0.52%

6.7.2 Training

Table 2.16(a): Payments on training: Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Programme 1: Administration									
of which									
Subsistence and travel									
Payments on tuition	132	206	383	402	402	402	406	410	414
Programme 2: Housing									
Subsistence and travel									
Payments on tuition	155	304	207	218	218	218	220	222	224
Programme 3: Local Government									
Subsistence and travel									
Payments on tuition	103	163	527	101	101	101	102	103	104
Programme 4: Development and Planning									
Subsistence and travel									
Payments on tuition				193	193	193	195	197	199
Programme 5: Traditional Affairs									
Subsistence and travel									
Payments on tuition				304	304	304	307	310	313
Total payments on training: Local Government and Housing	390	673	1117	1218	1218	1218	1230	1242	1254

Table 2.16(b): Information on training:

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Number of staff									
Number of personnel trained			301	370	375	285	420	430	460
of which									
Male			130	190	190	195	200	200	210
Female			171	180	185	190	220	230	250
Number of training opportunities	45	31	57	60	60	60	60	65	65
of which									
Tertiary	27	18		13	13	13	19	15	15
Workshops	18	13	34	50	50	50	55	60	60
Seminars			9	10	10	10	10	10	10
ABET	33	31	29	29	29	29	29	29	29
Number of bursaries offered	27	18	14	42	42	42	50	50	50
Number of interns appointed									
Number of learnerships appointed			60	100	100	100	30		
Number of days spent on training	190	190	190	190	190	190	200	200	250

6.7.3 Reconciliation of structural changes

Local Government and Housing

Programmes for 2005/06			Programmes for 2006/07		
	2006/07 Equivalent				
	Prog	Sub-prog		Prog	Sub-prog
Administration	1		Administration	1	
Local Government	3		Housing	2	
Housing	2		Local Government	3	
			Development and Planning	4	
			Traditional Affairs	5	

Annexure to Budget Statement 2



Table B.1: Specifications of receipts

The following information must be presented in annexure to each Vote:

Sales of goods and services other than capital assets	1 394	2 494	150	99	0	99	104	109	115
Sale of goods and services produced by department (excluding)	1 394	2 494	150	99	0	99	104	109	115
Sales by market establishments									
Administrative fees									
Other sales	1 394	2 494	150	99		99	104	109	115
Of which									
<i>Serv rend: Commission</i>	83	39	115	74		74	94	101	99
<i>Other (Specify)</i>	1 311	2 455	35	25		25	10	8	16
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Transfers received from:	0	0	0	0	0	0	0	0	0
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits	22 052	18 503							
Interest, dividends and rent on land	3 627	2 761	907	1 093	538	1 631	1 686	1 833	1 924
Interest	3 627	2 761	907	1 093	538	1 631	1 686	1 833	1 924
Dividends									
Rent on land									
Sales of capital assets	0	0	0	0	23	23	7	10	8
Land and subsoil assets									
Other capital assets					23	23	7	10	8
Financial transactions in assets and liabilities	129 427	138 311	89	13	297	310	23	20	18
Total departmental receipts	156 500	162 069	1 146	1 205	858	2 063	1 820	1 972	2 065

Table B.2: Receipts: Sector specific “of which” items

The following specific sectors’ “of which” items must be presented as part of Table B.1:

Table B.3: Payments and estimates by economic classification

Table B.3: Payments and estimates by economic classification: Programme 1 Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Current payments	65,365	70,976	57,073	53,560	68,799	53,107	66,871	71,216	74,813
Compensation of employees	45,394	37,021	31,493	32,428	45,688	32,226	39,859	42,198	44,637
Salaries and wages	37,203	37,021	31,493	27,393	40,574	27,105	33,636	35,612	37,666
Social contributions	8,191	0	0	5,035	5,114	5,121	6,223	6,586	6,971
Goods and services	19,971	33,955	25,580	21,132	23,111	20,881	27,012	29,018	30,176
of which	200	444	328	360	360	360	409	429	450
Bursaries	5,591	12,432	9,209	3,993	3,993	3,993	4,018	4,219	4,430
Travel and Sustenance	1,198	2,664	1,973	1,524	1,524	1,524	3,026	3,177	3,336
Other	5,990	13,321	2,521	13,203	13,114	13,114	15,967	17,346	17,774
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	116	115	82	92	92	419	338	353	372
Provinces and municipalities	116	115	82	92	92	409	338	353	372
Provinces ²									
Provincial Revenue Funds									
Municipalities ³	116	115	82	92	92	409	338	353	372
Municipalities									
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	0	0	0	0	0	0	0	0	0
Provincial agencies and funds									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Payments for capital assets	5,114	6,459	2,071	4,243	4,243	4,374	7,698	7,083	7,436
Buildings and other fixed structures	0	0	0	468	468	468	515	543	573
Buildings									
Other fixed structures				468	468	468	515	543	573
Machinery and equipment	5,114	6,398	2,066	3,685	3,685	3,816	7,084	6,436	6,753
Transport equipment									
Other machinery and equipment	5,114	6,398	2,066	3,685	3,685	3,816	7,084	6,436	6,753
Cultivated assets									
Software and other intangible assets		61	5	90	90	90	99	104	110
Land and subsoil assets									
Total economic classification: Programme (n)	70,595	77,550	59,226	57,895	73,134	57,895	74,907	78,652	82,621
<i>Of which: Capitalised compensation ⁶</i>									

Table B.3: Payments and estimates by economic classification: Programme 2 Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
	2002/03	2003/04	2004/05	2005/06			2006/07	2007/08	2008/09
Current payments	29,236	14,807	22,050	25,129	25,129	25,129	30,959	32,656	35,764
Compensation of employees	14,074	12,667	18,768	18,898	18,898	18,898	23,033	24,383	25,815
Salaries and wages	11,960	10,767	15,953	16,879	16,879	16,879	19,970	21,123	22,506
Social contributions	2,114	1,900	2,815	2,019	2,019	2,019	3,063	3,260	3,309
Goods and services	15,162	2,140	3,282	6,231	6,231	6,231	7,926	8,273	9,949
Consultants	83	39	115	74	3,600	3,600	3,960	3,751	4,595
Audit Fees	441	329	74	25	100	100	110	121	128
Travel and Sustistence	870	2,126	31	1,365	1,365	1,365	1,491	1,613	2,098
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to¹:	263,315	309,909	339,230	336,424	385,564	392,319	444,052	550,339	596,635
Provinces and municipalities	22	0	80	47	47	45	47	52	57
Provinces ²									
Provincial Revenue Funds									
Municipalities ³	22	0	80	47	47	45	47	52	57
Municipalities	22	0	80	47	47	45	47	52	57
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	0	0	0	0	0	0	0	0	0
Provincial agencies and funds									
Social security funds									
Provide list of entities receiving transfers ⁴	0								
Universities and technikons									
Payments for capital assets	16,698	0	0	150	150	150	0	0	0
Buildings and other fixed structures	0	0	0	0	0	0	0	0	0
Buildings									
Other fixed structures									
Machinery and equipment	16,698	0	0	150	150	150	0	0	0
Transport equipment									
Other machinery and equipment	16,698			150	150	150			
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Programme	309,249	324,716	361,280	361,703	410,843	417,598	475,011	582,995	632,399
<i>Of which: Capitalised compensation⁵</i>									

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Current payments	13,113	25,054	33,265	21,110	38,628	40,406	25,027	26,022	25,600
Compensation of employees	7,318	10,189	5,769	8,180	8,180	8,180	9,641	10,577	11,165
Salaries and wages	6,218	8,655	4,920	6,952	6,952	6,952	8,292	9,093	9,597
Social contributions	1,100	1,534	849	1,228	1,228	1,228	1,349	1,484	1,568
Goods and services	5,795	14,865	27,496	12,930	30,448	32,226	15,386	15,445	14,435
Consultants	83	39	115	74	3,600	3,600	3,960	3,751	4,595
Audit Fees	441	329	74	25	100	100	110	121	128
Travel and Sustenance	870	2,126	31	1,365	1,365	1,365	1,491	1,613	2,098
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to¹:	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
Provinces and municipalities	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
Provinces ²									
Provincial Revenue Funds									
Municipalities ³	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
Municipalities	19	15,104	25,409	7,021	7,275	6,809	7,726	6,496	6,504
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	0	0	0	0	0	0	0	0	0
Provincial agencies and funds									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Payments for capital assets	48,076	37,931	32,272	25,900	62,391	63,018	11,870	11,794	13,665
Buildings and other fixed structures	0	0	13,829	25,300	60,312	60,939	11,210	11,794	13,665
Buildings									
Other fixed structures			13,829	25,300	60,312	60,939	11,210	11,794	13,665
Machinery and equipment	48,076	37,931	18,443	600	2,079	2,079	660	0	0
Transport equipment									
Other machinery and equipment	48,076	37,931	18,443	600	2,079	2,079	660		
Cultivated assets									
Software and other intangible assets			0						
Land and subsoil assets									
Total economic classification: Progr:	61,208	78,089	90,946	54,031	108,294	110,233	44,623	44,312	45,769
<i>Of which: Capitalised compensation ⁶</i>									

Table B.3: Payments and estimates by economic classification: Programme 4 Development and Planning

	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited						
R thousand	2002/03	2003/04	2004/05	2005/06			2006/07	2007/08	2008/09
Current payments	0	261	3,879	6,285	14,837	14,835	11,368	13,896	15,346
Compensation of employees	0	115	2,432	3,076	3,581	3,579	7,248	7,890	8,393
Salaries and wages		100	2,111	2,575	3,014	3,012	6,263	6,824	7,257
Social contributions		15	321	501	567	567	985	1,066	1,136
Goods and services		146	1,447	3,209	11,256	11,256	4,120	6,006	6,953
Consultants				780	780	780	389	1,073	1,120
Travel and Sustenance				1,222	1,222	1,222	1,160	1,990	2,117
Other				519	519	998	492	610	683
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to ¹ :	0	0	5	9	10	12	14	15	17
Provinces and municipalities	0	0	5	9	10	12	14	15	17
Provinces ²									
Provincial Revenue Funds									
Municipalities ³	0	0	5	9	10	12	14	15	17
Municipalities			5	9	10	12	14	15	17
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	0	0	0	0	0	0	0	0	0
Provincial agencies and funds									
Social security funds									
Provide list of entities receiving transfers ⁴ :									
Universities and technikons									
Payments for capital assets	0	0	0	0	1,100	1,100	0	0	0
Buildings and other fixed structures	0	0	0	0	0	0	0	0	0
Buildings									
Other fixed structures									
Machinery and equipment	0	0	0	0	1,100	1,100	0	0	0
Transport equipment									
Other machinery and equipment					1,100	1,100			
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Programme	0	261	3,884	6,294	15,947	15,947	11,382	13,911	15,363
Of which: Capitalised compensation ⁵									

Table B.3: Payments and estimates by economic classification: Programme 5 Traditional Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05						
Current payments	13,153	18,092	-155	18,820	20,730	20,730	17,542	18,548	19,520
Compensation of employees	9,233	11,750	0	10,908	10,908	10,908	11,247	11,500	12,136
Salaries and wages	7,844	9,983	0	9,224	9,224	9,224	9,492	9,677	10,184
Social contributions	1,389	1,767	0	1,684	1,684	1,684	1,755	1,823	1,952
Goods and services	3,920	6,342	-155	7,912	9,822	9,822	6,295	7,048	7,384
Consultants				200	200	200	389	1,073	1,120
Travel and Sustenance				860	860	860	960	1,042	1,090
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	24	31	3,527	22	1,112	1,112	2,197	2,276	2,331
Provinces and municipalities	24	31	0	22	22	22	29	32	32
Provinces ²									
Provincial Revenue Funds									
Municipalities ³	24	31	0	22	22	22	29	32	32
Municipalities	24	31		22	22	22	29	32	32
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	0	0	0	0	0	0	0	0	0
Provincial agencies and funds									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Payments for capital assets	7,864	1,635	0	0	0	0	108	120	140
Buildings and other fixed structures	0	0	0	0	0	0	0	0	0
Buildings									
Other fixed structures									
Machinery and equipment	7,864	1,635	0	0	0	0	58	60	70
Transport equipment									
Other machinery and equipment	7,864	1,635	0	0	0	0	58	60	70
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets							50	60	70
Total economic classification: Progra	21,041	19,758	3,372	18,842	21,842	21,842	19,847	20,944	21,991
<i>Of which: Capitalised compensation⁶</i>									

Table B.4: Payments and estimates by economic classification: Sector specific “of which” items

Table B.6: Detailed financial information for public entities

Other provision for non-recovery of debts	600	—	—	1 255	1 863	1 084	3 187
Operating surplus / (deficit) before changes in working capital	10 402	7 787	9 021	13 583	14 199	15 715	16 949
Changes in working capital	(915)	(2 645)	(5 969)	549	4 680	(1 789)	48
(Decrease) / increase in accounts payable	(123)	(2 116)	440	—	(1 850)	(1 829)	—
Decrease / (increase) in accounts receivable	(721)	(625)	(6 500)	—	6 500	—	—
(Decrease) / increase in provisions	(71)	96	91	549	30	40	48
Cash flow from operating activities	9 487	5 142	3 052	14 132	18 879	13 926	16 997
Transfers from government	9 754	12 000	10 600	16 000	62 000	87 000	96 000
Of which: Capital	—	—	—	—	40 000	65 000	75 000
: Current	9 754	12 000	10 600	16 000	22 000	22 000	21 000
Cash flow from investing activities	(19 277)	(33 774)	(12 552)	(26 071)	(57 291)	(67 686)	(80 847)
Acquisition of Assets	(248)	(339)	(14)	(126)	(1 250)	(437)	(148)
Other flows from Investing Activities	(19 029)	(33 435)	(12 538)	(25 945)	(56 041)	(67 249)	(80 699)
Cash flow from financing activities	13 661	19 553	14 224	15 069	44 149	61 285	70 765
Net increase / (decrease) in cash and cash equivalents	3 871	(9 079)	4 724	3 130	5 737	7 525	6 915
Balance Sheet Data							
Carrying Value of Assets	797	912	754	707	1 966	2 305	2 338
Investments	—	—	—	—	—	—	—
Cash and Cash Equivalents	38 981	29 901	34 625	37 755	40 363	47 887	54 801
Receivables and Prepayments	47 485	81 093	93 560	118 250	141 258	207 364	284 724
Inventory	4 175	8 228	14 798	14 798	14 798	14 798	14 798
TOTAL ASSETS	91 438	120 134	143 737	171 510	198 385	272 354	356 661
Capital & Reserves	49 409	60 571	69 421	81 576	121 540	201 023	289 526
Borrowings	36 381	55 933	70 157	85 226	74 306	70 591	66 355
Post Retirement Benefits	—	—	—	—	—	—	—
Trade and Other Payables	5 412	3 297	3 736	3 736	1 986	147	138
Provisions	236	333	423	972	553	593	642
Managed Funds	—	—	—	—	—	—	—
TOTAL EQUITY & LIABILITIES	91 438	120 134	143 737	171 510	198 385	272 354	356 661
Contingent Liabilities	—	—	—	—	—	—	—
Check	—	—	—	—	—	—	—

Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	783	225	171	1,428	2,144	1,309	3,527
Adjustments for:							
Depreciation	183	225	171	173	281	225	340
Interest	—	—	—	—	—	—	—
Net (profit) / loss on disposal of fixed assets	—	—	—	—	—	—	—
Other provision for non-recovery of debts	600	—	—	1,255	1,863	1,084	3,187
Operating surplus / (deficit) before changes in working capital	10,402	7,787	9,021	13,583	14,199	15,715	16,949
Changes in working capital	(915)	(2,645)	(5,969)	549	4,680	(1,789)	48
(Decrease) / increase in accounts payable	(123)	(2,116)	440	—	(1,850)	(1,829)	—
Decrease / (increase) in accounts receivable	(721)	(625)	(6,500)	—	6,500	—	—
(Decrease) / increase in provisions	(71)	96	91	549	30	40	48
Cash flow from operating activities	9,487	5,142	3,052	14,132	18,879	13,926	16,997
Transfers from government	9,754	12,000	10,600	16,000	16,000	16,400	17,000
Of which: Capital	—	—	—	—	—	—	—
: Current	9,754	12,000	10,600	16,000	16,000	16,400	17,000
Cash flow from investing activities	(19,277)	(33,774)	(12,552)	(26,071)	(57,291)	(67,686)	(80,847)
Acquisition of Assets	(248)	(339)	(14)	(126)	(1,250)	(437)	(148)
Other flows from Investing Activities	(19,029)	(33,435)	(12,538)	(25,945)	(56,041)	(67,249)	(80,699)
Cash flow from financing activities	13,661	19,553	14,224	15,069	44,149	61,285	70,765
Net increase / (decrease) in cash and cash equivalents	3,871	(9,079)	4,724	3,130	5,737	7,525	6,915
Balance Sheet Data							
Carrying Value of Assets	797	912	754	707	1,966	2,305	2,338
Investments	—	—	—	—	—	—	—
Cash and Cash Equivalents	38,981	29,901	34,625	37,755	40,363	47,887	54,801
Receivables and Prepayments	47,485	81,093	93,560	118,250	141,258	207,364	284,724
Inventory	4,175	8,228	14,798	14,798	14,798	14,798	14,798
TOTAL ASSETS	91,438	120,134	143,737	171,510	198,385	272,354	356,661
Capital & Reserves	49,409	60,571	69,421	81,576	121,540	201,023	289,526
Borrowings	36,381	55,933	70,157	85,226	74,306	70,591	66,355
Post Retirement Benefits	—	—	—	—	—	—	—
Trade and Other Payables	5,412	3,297	3,736	3,736	1,986	147	138
Provisions	236	333	423	972	553	593	642
Managed Funds	—	—	—	—	—	—	—
TOTAL EQUITY & LIABILITIES	91,438	120,134	143,737	171,510	198,385	272,354	356,661
Contingent Liabilities	—	—	—	—	—	—	—

Table B.7: Transfers to local government by transfer/grant type, category and municipality: Local Government and Housing

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimates	Medium-term estimates		
	Audited	Audited	Audited				2006/07	2007/08	2008/09
	2002/03	2003/04	2004/05	2005/06					
MSP									
Category B		15077	25408	7000	7254	7254	7914	6693	6712
Mbombela		750	966						
Nkomazi		750	1,300						
Mjindi		700	1,207						
Thaba chweu		1,327	1,400						
Highlands		750	1,000						
Delmas		750	700						
Emalahleni			700	600	600	600	600	600	600
Steve Tshwete			800						
Thembisile			1,300	110	181	181			
Dr JS Moroka			1,500	300	483	483	483	483	483
Albert Luthuli		1,250	1,200						
Msukaligwa		750	1,450	900	900	751	751	800	800
Lekwa		1,000	1,638	300	300	449	449	539	449
Dipaliseng		2,000	1,623						
Mkhondo		750	800	1,500	1,500	1,500	1,960	1,100	1,200
Govern Mbeki		1,500	1,122						
Seme			1,300	790	790	790	790	790	790
Sekhukhune		700	800						
Greater Tubatse		700	1,100						
Groblersdal		700	500						
Marble Hall		700	1,000	500	500	500	681	681	590
Gert Sibande			576						
Ehlanzeni			850						
Nkangala			576	2,000	2,000	2,000	2,200	1,700	1,800
CMIP CAPACITY Building									
Category B		2,520							
Govern Mbeki		2,520							
FLOOD FUND		4,045							
Mbombela		4,045							
Unallocated									
Total departmental transfers/grants		16,386							