

**BUDGET
STATEMENT
NO. 1**

1. Budget strategy and aggregates

1.1 Introduction

National and provincial policies and priorities again form the basis for the 2006/07 Medium Term Expenditure Framework (MTEF) Provincial Budget. National priorities are mainly derived from the President's State of the Nation's Address and provincial priorities from the Premier's State of the Province Address.

The main priorities covered in the addresses of the two leaders usually cover broad policy guidelines that must be operationalised before it can be implemented. Other provincial policies and priorities form part of the Provincial Government's mandate and will be ongoing for time to come.

An example of such an ongoing policy and priority is the eradication of backlogs in clinics, classrooms, houses, etc. identified prior to the first democratic elections in 1994. The backlogs were created over a period of almost forty years and cannot be eradicated over-night. However, the eradication of these backlogs will remain a national and provincial priority until the aim is achieved.

1.2 Policies and priorities addressed in this budget

In the Hon. Premier's State of the Province Address, delivered on 28 May 2004, she stated that:

"In pursuit of these national objectives, we have set for ourselves provincial priorities that we will pursue vigorously in the next ten years. These are:

- To reduce unemployment to less than 20% by 2014
- To pursue targeted provincial economic growth of 6,6% per annum

The Hon. Premier elaborated further on these objectives during her State of the Province Address, delivered on 18 February 2005.

Economic Development and Infrastructure

"The architecture we designed for the realization of our vision is the Provincial Growth and Development Strategy (PGDS), where as government, organized business, organized labour and civil society jointly signed a declaration committing our province to the national vision".

This statement became operational with the adoption of the Provincial Growth and Development Strategy by the North West Province during 2005.

The Hon. Premier also acknowledged in her State of the Province Address that the economy cannot improve without an improvement in the state of our provincial roads network.

Social Development

During her State of the Province Address the Hon. Premier also stated: "It is the reality of our time, however, that government resources and facilities, alone, can no longer adequately cater for all social welfare and wellness cases we must mitigate. Accordingly we must intensify and support our community-based empowerment programmes to further encourage self-help schemes which will go a long way in alleviating poverty thus decreasing the long queues towards grants."

The Hon. Premier also stated that the following social responsibilities would receive special attention:

- The elderly and disabled will continue to receive attention;
- We will continue our fight against tuberculosis;
- Community health care workers will be deployed;
- Patient transport and ambulances will receive greater attention with a reduction in response time;
- Backlogs in classrooms and shortage of sanitation will be eradicated;

It is clear that the PGDS cannot be implemented in isolation without integrating it with social policies and priorities. To make the PGDS operational the province was challenged to integrate the PGDS with other policies and priorities, especially to address the Provincial Government's social responsibilities.

The President's announcement that no learner will be learning under a tree, in a mud school or under dangerous conditions and that all people will have access to clean water and sanitation remain major challenges. The importance of reaching the growth rate announced by the Hon. Premier and thereby reducing unemployment cannot be over-emphasized. However, it cannot be achieved if the Provincial Government's social responsibilities are neglected.

Health services, education and social development therefore remain priorities that are addressed in this MTEF budget.

The following important priorities are also still being addressed in the 2006/07 MTEF budget:

- Skills development
- Learnerships
- Expansion of the Adult Basic Education and Training (ABET) programme
- Deployment of Community Development and Community Health Workers

- Recapitalization of technical colleges
- Ambulance services

Two main policy areas underline Government's policies and priorities and they are addressed in this Provincial Budget. Firstly, the Provincial Government continues and accepts socio-economic responsibility to the people of our province. Secondly, the Provincial Budget is aimed at stimulating growth and development in the province with the aim to eradicate poverty through economic growth and job creation.

Other priorities that are still being addressed in the 2006/07 Provincial MTEF Budget stems from the pre-1994 period, such as:

- Education: Increase of non-personnel items
- Health: Increasing funds for the appointment of additional medical staff
- Expand social welfare services
- Improve the status of our roads

One of the new priority initiatives addressed in the 2006/07 MTEF budget is the introduction of funds for the revised school funding norms and standards, also commonly known as the "non-school fees" policy.

From the above it is clear that national and provincial priorities are in essence the same and the only difference is that the prioritization of the national priorities may differ in the province.

1.3 Major policy decisions

The province's objectives for the next ten years were spelled-out in the Hon. Premier's State of the Province Address, delivered on 28 May 2004. These objectives, as was elaborated on during her address on 18 February 2005, are still applicable over the 2006/07 MTEF period:

- To reduce unemployment to less than 20% by 2014
- To pursue targeted provincial economic growth of 6,6% per annum
- To provide and facilitate skills development
- To generate public and private investment
- To ensure cooperative governance and promote Public/Private Partnerships
- To promote equal and fair access to opportunities and assets
- To enhance competitiveness and profitability
- To ensure sustainable development and poverty eradication through appropriate resources and environmental management

1.4 Priorities funded in the 2006/07 MTEF Budget

Based on the national and provincial policies and priorities stated above, the following priorities were funded, or received additional funds, in the 2006/07 MTEF Budget:

Department/Item R'000	MTEF estimates		
	2006/07	2007/08	2008/09
Education:			
Backlog in school equipment (Science equipment)	6,000	6,000	6,000
Expand Gr. R	9,901	10,377	20,240
Teacher development	13,000	13,500	16,100
Strengthening special schools	23,838	26,341	27,403
Curriculum Gr. 10-12	10,000	13,000	14,000
Revised norms and standards for school funding	-	-	-
Expand information management systems	24,000	4,000	4,320
Curriculum Gr. 8-9	15,000	15,000	15,000
Further expansion of ABET	13,000	13,500	16,100
Matric intervention strategy	9,000	9,000	9,000
Farm school & rural development	15,000	15,000	15,000
Computerization of schools	-	33,000	86,490
Priority funding: Education	138,739	158,718	229,653

Health:			
Expand emergency medical services	10,000	21,000	22,050
Expand primary health care	11,000	11,000	11,000
Improve service in rural areas/health professionals	132,475	204,242	217,551
Community health workers	25,000	35,000	45,000
Integrated Nutritional Programme	11,530	12,106	12,711
Integrated primary health care	11,000	11,000	11,000
Strengthening of security at hospitals	8,000	9,600	10,600
Priority funding: Health	209,005	303,948	329,912
Social Development			
Expand social welfare services	84,093	184,927	197,871
Early childhood development	-	7,000	15,000
Secure care centres (running costs)	5,000	11,200	16,800
Old Age Homes (running costs)	6,000	6,300	6,615
Places of Safety (running costs)	-	4,000	12,000
Early childhood development	-	7,000	15,000
Secure care centres (infrastructure)	25,000	15,000	20,000
Children's homes (infrastructure)	-	10,000	20,000
Victim empowerment centers (infrastructure)	-	15,000	15,000
Places of safety (infrastructure)	-	18,000	30,000
HIV/AIDS community based care	16,709	18,380	20,218
Priority funding: Social Development	136,802	296,807	368,504
Department of Sport, Arts & Culture			
Furniture for libraries, museums, etc.	5,000	4,000	4,000
Maintenance of sport facilities, museums & libraries	10,000	16,000	18,000
Greenifying projects (sport facilities)	3,000	3,000	6,000
Basic sport facilities	1,393	1,393	1,393
priority funding: Sport, Arts & Culture	19,393	24,393	29,393
Department of Economic Development & Tourism			
Madibeng dry port	3,200	3,200	3,200
Beef beneficiation	5,000	3,000	-
Mining supplies park	-	10,000	10,000
Park expansion	5,000	5,000	5,000
Taung Hotel School	-	8,000	7,000
Light industrial parks	3,000	3,000	-
NWDC Infrastructure refurbishing	-	10,000	20,000
Madikwe Sisal Project	3,000	1,000	-
Afthatch Project	-	2,000	-
Bicycle small scale assembly	3,133	3,133	3,133
Priority funding: Economic Development	22,333	48,333	48,333
Department of Finance			
SCM capacity building	8,000	8,000	8,000
Financial management training	5,000	5,000	5,000
Development capacity building	10,000	10,000	10,000
Priority funding: Finance	23,000	23,000	23,000
Department of Local Government and Housing			
Community Development Workers	10,500	30,484	47,331
Priority funding: Local Government	10,500	30,484	47,331
Department of Transport, Roads & Community Safety			
Community safety	6,400	3,778	4,272
Air show	4,000	4,000	4,000
MISS	1,200	330	325
Fleet management	1,400	3,180	180
Priority funding: Transport & Roads	13,000	11,288	8,777
Department of Agriculture, Conservation & Environment			
Filling of key vacancies	3,144	5,451	6,773
Priority funding: Agriculture	3,144	5,451	6,773

1.5 The Provincial Government's contribution to national mandated programmes

The following are some of the national mandated programmes that are fully supported by the Provincial Government:

- Deployment of Community Development Workers
- Deployment of Community Health Workers
- Expanding the health sector
- Expanding social development services
- Expanding educational services
- Improvement of provincial roads
- Preparation for the implementation of the Child Justice Bill, Children's Bill and the Older Person's Bill

1.6 The Government's National Election Manifesto

A growing economy:

- Ensure lower interest and inflation rates as well as low government debt
- Invest more than R100 billion in improving roads, rail and air transport as well as telecommunications and energy
- Spend over R1,5 billion to facilitate broad-based Black Economic Empowerment
- Take more people through learnerships
- Encourage labour-intensive methods in sectors of the economy
- Conduct research into the full impact of casualisation of labour and outsourcing

Sustainable livelihoods:

- Create 1 million job opportunities through the Expanded Public Works Programme
- Access to credit for the establishment of small businesses
- Intensify assistance to youth agencies to provide skills training
- Complete the land distribution programme and speed up land reform
- Ensure the involvement of communities in local economic development initiatives
- Intensify efforts aimed at building a spirit of community, good citizenship, social activism, moral regeneration and solidarity at local level

Access to services:

- Speed up programmes to provide water and sanitation, electricity and telephone services
- Build more subsidized housing
- Improve services in health facilities
- Insure better education facilities and expand the school nutritional programme
- Realise Batho Pele principles and improve government services

Comprehensive social security:

- Ensure that people eligible for social grants receive such grants
- Improve the functioning of the Unemployment Insurance Fund
- Introduce a national health insurance system
- Speed up the programme to provide free basic water and electricity
- Speed up the extension of free health services to persons with disabilities

Crime and Corruption:

- Deploy more than 150 000 police on active duty
- Strengthen the prosecution system and SCORPIONS
- Improve protection of borders
- Ensure efficient functioning of all anti-corruption structures and systems

Constitutional rights and governance

- Improve interaction between government and the people
- Ensure better cooperation between national, provincial and local governments
- Ensure quicker and more effective intervention in local governments
- Fully integrate the institution of traditional leadership into democratic governance and development
- Improve access to government information
- Strengthen all institutions of democracy

Africa and the world

- Working with others, speed up economic integration in Southern Africa and strengthen democracy, peace, stability as well as economic growth and development
- Ensure realization of the Constitutive Act of the Africa Union and implementation of the New Partnership for Africa's Development (NEPAD)
- Improve cooperation amongst countries of the South
- Strengthen economic and other relations with industrialized countries
- Promote a collective multilateral approach to global challenges

As can be seen from the policies and priorities stated in paragraphs 1.2 and 1.3, these election promises are being pursued vigorously and the Provincial Government is fully supporting the promises as stated in paragraph 1.4.

The Government's Local Government Election Manifesto emphasized the following important matters:

- Accelerate service delivery
- Improve the way government provides housing
- Improve services at hospitals, clinics, schools, police stations and government centres
- Pool resources to build more and better roads, infrastructure for water and sanitation and schools and clinics
- Implement special programmes in poor communities
- Assist those who want to set up small businesses

2. Summary of budget aggregates

2.1 Provincial budget summary

Table 1: Provincial Budget Summary

Item (R'000)	Provincial Summary of Receipts and Payments							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Provincial receipts:								
Transfer receipts from national	8,625,532	9,897,446	11,734,809	12,416,723	12,421,160	13,999,481	15,649,538	17,317,894
Equitable share	7,849,156	9,133,307	10,346,319	11,086,061	11,086,061	12,346,856	13,668,888	15,174,870
Conditional grants	776,376	764,139	1,388,490	1,330,662	1,335,099	1,652,625	1,980,650	2,143,024
Provincial own receipts	309,899	335,086	352,252	426,030	416,030	466,071	504,615	546,603
Total provincial receipts	8,935,431	10,232,532	12,087,061	12,842,753	12,837,190	14,465,552	16,154,153	17,864,497
Provincial payments:								
Current payments	7,581,224	8,564,976	9,194,728	10,351,469	10,546,260	11,539,731	12,562,425	13,738,436
Transfers and subsidies	973,857	1,016,109	1,260,039	1,533,582	1,781,162	1,780,646	2,130,179	2,261,200
Payments for capital assets	585,901	604,976	602,201	957,701	1,201,695	1,079,675	1,331,190	1,670,287
Unallocated contingency reserve								
Total provincial payments	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923
Surplus/deficit before financing	(205,551)	46,471	1,030,093	-	(691,927)	65,500	130,358	194,574
Financing								
Provincial roll-overs	242,148	113,242	225,841		483,681			
Suspension of funds								
Donations and other funds received	105,044	3,267	26,208		15,167			
Ex Bop Investment	8,828							
Ex trust funds	62,721							
Surplus brought over					247,957			
Surplus/deficit after financing	213,190	162,980	1,282,142	-	54,878	65,500	130,358	194,574

For the 2006/07 MTEF period the province is budgeting for a surplus that would later in the year be used for implementing the Government's Medical Aid Scheme. The North West Province has never budgeted for a deficit and will in the next MTEF period also not be making use of any loan finance.

Although the province has no debt that has to be repaid, various known and unknown contingent liabilities exist. The former Bophuthatswana issued guarantees of which the Provincial Government has no knowledge.

An unknown number of guarantees for an unknown amount were issued by the former Bophuthatswana. From time to time commercial banks call upon the province to honour such guarantees.

The following guarantees were issued to the Public Investment Commissioner and are known contingent liabilities:

Name of institution	Guaranteed Amount	Maturity Date	Guarantee issued by
North West Housing Corporation	10,000,000	30.9.94	NWPG: R10 million invested as guarantee
	50,000,000	30.11.03	Boph. Government
TOTAL: NW HOUSING CORPORATION	60,000,000		
Signal Development	5,000,000	1.6.95	Boph. Government
	3,000,000	1.5.94	Boph. Government
TOTAL: SIGNAL DEVELOPMENT	8,000,000		
TOTAL	68,000,000		

The amount of R68 million excludes any accrued interest.

3. Budget process and the Medium Term Expenditure Framework

The budget process is the most crucial instrument for translating government policies and priorities into public goods and service.

'Performance Budgeting' was introduced in government three years ago. However, Performance Budgeting 'assumes' efficiency and effectiveness in budget spending and therefore measures budget implementation only in terms of output. Good governance, however, necessitates an appropriate blend of accountability, transparency and efficiency in the

utilization of public money. The implementation of any policy or plan, which fails to ensure 'efficiency and effectiveness' in the delivery of services, is likely to fail.

The reform of the budget process has become imperative for the successful delivery of public services. The increased demand for public services, without a simultaneous increase in available funds, has compelled the provincial government to introduce an appropriate budgeting system to enhance the effective and efficient use of public funds.

To overcome the historic budget shortcomings, the Provincial Government approved the introduction of 'Strategic Budgeting'. Strategic Budgeting is a combination of 'zero-based' budgeting and 'activity based' budgeting while the advantages of 'performance' budgeting is retained. Strategic Budgeting is aimed at releasing money in the budget process that could be used to fund provincial priorities and policies.

Strategic budgeting is also providing the ideal platform for implementing the PGDS and to provide the Executive Council with full information on the funding of policies and priorities.

After the elaborate process to 'clean' departmental budgets in the previous financial year, the 2006/07 MTEF budget process was less complicated. Baseline amounts determined in the previous MTEF cycle were retained and additional funds were allocated in terms of cluster priorities.

The final EXCO Planning Lekgotla took place on 21 and 22 November 2005 during which policies and priorities were discussed. The Lekgotla resolved that the provincial treasury should meet with individual departments to discuss the cluster committees' priorities.

The provincial treasury met with individual departments during 24 to 28 November 2005 regarding the cluster priorities and with the administrative chairpersons of the Cluster Committees on 29 November 2005. Political heads of the Cluster Committees and the Budget Oversight Committee were met on 30 November 2005.

Departmental budget allocations were submitted to the Executive Council on 1 December 2005.

As can be seen from the budget process followed in the North West Province the Executive Council was fully involved and they also guided the budget process.

4. Socio-economic outlook

4.1 Demographic profile

North West Province has the third smallest population in the country with Northern Cape the smallest and Kwa-Zulu/Natal having the largest population.

The North West Population had 3,1 million people in 1991, which increased to 3,3 million in 1993. It is projected that that the population would increase to 4,6 million in 2011. However, according to statisticians, the impact of HIV/AIDS may reduce the projected number of people in the province to 4 million in 2011.

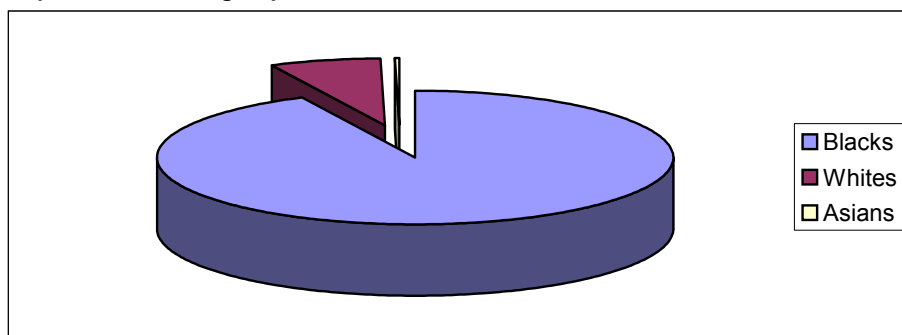
According to the 2001 Census, the North West province had a population of 3,66 million comprising of about 8,3% of the total population, thus making it the 6th most populated province in the country. Only 42% of the population was urbanized at the time of the Census.

Of the population in 2001, 50,4% are females and 49,6% males. The province consists of three major racial groups: Blacks (91,5%), Whites (6,7%) and Asian (0,3%).

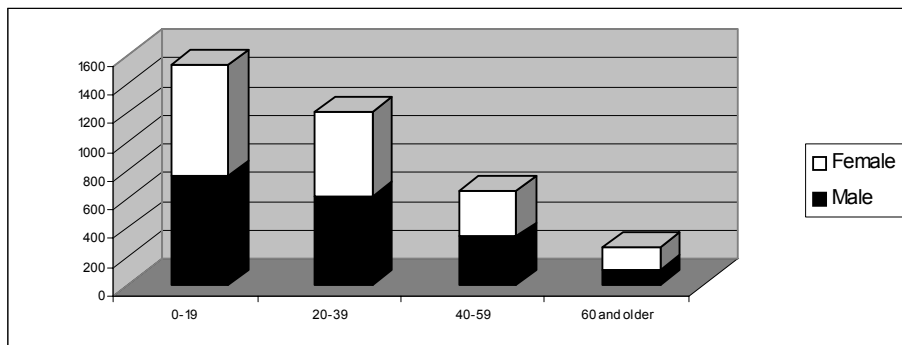
Table 2: Population per district council by sex (2001)

District Council	Male	Female	Total	Percentage
Bojanala	601,865	577,474	1,185,329	32,3%
Central	367,066	395,933	762,999	20,8%
Bophirima	210,397	229,277	439,674	12,0%
Southern	301,386	298,284	599,670	16,3%
Kgalagadi	64,952	75,075	140,027	3,8%
West rand (NW portion)	34,142	26,988	61,131	1,7%
Frances Baard (NW portion)	10,066	11,493	21,559	0,6%
Tswane Metro (NW portion)	255,681	233,279	458,960	12,5%
TOTAL	1,821,547	1,847,803	3,669,349	100%

Graph 1: Main racial groups



Graph 2: Age distribution of provincial population ('000)

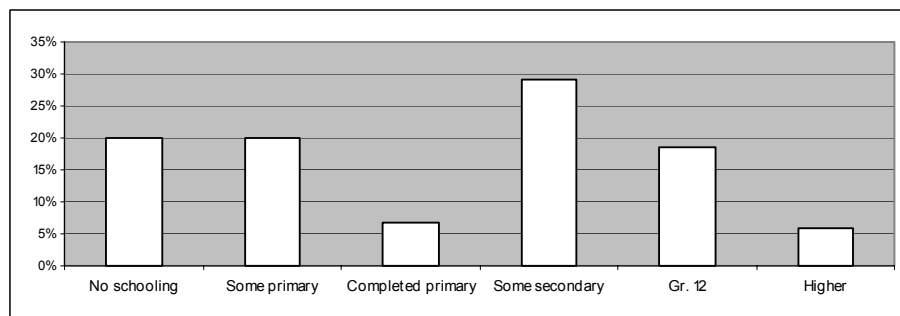


4.2 Socio Economic Indicators

- Most municipalities in the province have responded positively in providing basic services to the people. Free access to water has been implemented in most of the province. According to the latest information, 2 million of the people have access to 6kl free water. Municipalities are also subsidizing rural communities to purchase diesel for water pumping engines. More municipalities are joining the drive to ensure minimum free water to the poor. However, municipalities will have to refine their systems to ensure that only the needy are assisted in this regard. Government's intention is not to provide free basic services to all the people of the country but only to those that cannot afford to pay for such services.

Education: Although a large portion (see Graph 4 below) of the North West Province's population are still illiterate, the Adult Basic Education and Training Programme will be expanded over the next MTEF period. The reduced matric pass rate in 2005 63% is a disappointment. To improve the situation, funds were made available in this budget for a matric intervention strategy.

Graph 3: Highest level of education: 20 years and older



Since 1994 the provincial government erected 2,533 classrooms at 356 schools. During the same time 423 specialized function rooms, 104 administrative blocks and 3,844 toilets were constructed. Funds have again been provided in the MTEF budget to ensure that the momentum with providing scholar facilities is maintained.

- **Other municipal services:**
In some municipalities the provision of services is still lagging behind. However, compared to the national average, the North West Province is performing well. Telephone communication and toilet facilities still need attention and the Provincial Government has intervened to ensure effective municipal services and funds have been put aside in the MTEF to continue improving sanitation in the province.
- **Housing:** Since 1994 125,276 housing units have been constructed in the province. During 2005 12 new housing projects have been approved and subsidies were granted to 13,495 individuals. The backlog in houses, according

to the 2001 statistics, is 241 587 units. Since the census approximately 48 000 housing units were erected and a further 66 000 units are planned over the MTEF period. The Provincial Government still has a long way to travel before the housing backlog is eradicated but currently the momentum is being maintained.

- **Health care:** Since 1994 seven hospitals and 26 clinics were renovated and upgraded. Fifteen new gateway clinics have been built at 12 provincial hospitals. The North West Province currently has 302 clinics and 5,995 hospital beds. Eight additional clinics will be erected over the MTEF period.
- The province currently has 9,172 medical staff, which is, compared to other provinces, totally insufficient. Funds have been made available to increase the number of medical staff to approximately 11,000 over the MTEF period.

4.3 Economic indicators

According to the most recent information, the South African economy grew by 3,7% in 2004 and it is expected to grow by 5,1% during 2005. The inflation rate remains within the 3% to 6% range. The expected growth rate for 2005 exceeds all expectations and previous projections and it proves that the South African economy is in a healthy state.

According to the latest data of Statistics South Africa, the growth rate of the North West Province was 4,9% during 2004, higher than the national average of 3,7%.

The sector with the fastest growth rate was financial, real estate and business with a growth rate of 8,8%. The second fastest growth rate was recorded by the mining sector, which grew by 7,5%. Other sectors that recorded above average growth rates are the wholesale and trade sector (5,9%) and the manufacturing sector with a growth rate of 5,1%.

Agriculture, historically a key strategic sector in the North West Province, seems to be on a long-term decline. This sector had a negative growth rate during 2004 and the same is expected for 2005.

All indications are that the North West Province's economy has again performed well in 2005 although no final information is yet available. That is positive news for the Provincial Government who is aiming at achieving a growth rate of 6,6% by 2014.

5. Receipts

5.1 Total estimated receipts

Total estimated receipts increase by an average of 13% over the MTEF period. The equitable share increases by 12%, conditional grants by 20% and provincial own receipts by 11% over the same period.

Table 3: Summary of provincial receipts

Item (R'000)	Provincial Summary of Receipts							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
Transfer receipts from national:								
Equitable share	7,849,156	9,133,307	10,346,319	11,086,061	11,086,061	12,346,856	13,668,888	15,174,870
Conditional grants	776,376	764,139	1,388,490	1,330,662	1,335,099	1,652,625	1,980,650	2,143,024
Total transfer receipts from nat'l	8,625,532	9,897,446	11,734,809	12,416,723	12,421,160	13,999,481	15,649,538	17,317,894
Provincial own receipts:								
Tax receipts	125,409	162,180	152,923	228,658	228,658	260,764	283,535	309,414
Casino taxes	30,381	35,002	21,840	22,058	22,058	22,500	23,062	24,215
Horseracing	-	2,074	6,668	6,735	6,735	6,869	7,041	7,393
Liquor licenses	1,436	1,804	1,436	1,450	1,450	1,479	1,516	1,592
Motor vehicle licenses	93,592	123,300	122,979	198,415	198,415	229,916	251,915	276,214
Sale of goods and services non-cap	128,490	119,378	145,542	124,537	124,537	126,537	135,858	147,371
Transfers received								
Fines, penalties and forfeits	19,955	11,149	14,259	15,472	15,472	14,015	15,764	17,633
Interest, dividends and rent on land	36,045	42,379	39,528	36,863	36,863	48,180	51,078	52,184
Sale of capital assets	-	4,032	16,078	20,500	10,500	16,575	18,380	20,000
Financial transactions								
Total provincial own receipts	309,899	335,086	352,252	426,030	416,030	466,071	504,615	546,603
Total provincial receipts	8,935,431	10,232,532	12,087,061	12,842,753	12,837,190	14,465,552	16,154,153	17,864,497

5.2 Equitable share

Over the MTEF period the equitable share increases on average by 12% per annum.

5.3 Conditional grants

Table 4: Conditional Grants

R'000	Outcome			2005/06		Medium Term Estimates		
	Audited 2002/03	Audited 2003/04	Audited 2004/05	Main Budget	Adjusted Budget	2006/07	2007/08	2008/09
Agriculture	3,000	6,500	61,245	38,594	54,594	44,763	57,763	60,536
Land Care	-	-	6,370	5,000	5,000	4,450	4,672	4,897
Agriculture Support Programme	-	-	26,875	33,594	33,594	40,313	53,091	55,639
Disaster management	-	-	28,000	-	16,000	-	-	-
Poverty Relief & Infrastructure	3,000	6,500	-	-	-	-	-	-
Health	206,191	280,317	347,070	390,640	355,256	494,584	499,874	513,010
National Tertiary Services	34,750	35,000	42,105	67,889	67,889	69,380	70,509	74,034
HIV/AIDS	18,919	32,891	59,151	100,921	100,921	142,316	149,432	157,591
Forensic Pathology Services	-	-	-	-	11,116	29,440	29,945	28,586
Hospital Revitalization	53,000	59,939	126,273	98,056	58,056	190,884	184,296	183,822
Medico Legal Grant	-	1,000	794	-	-	-	-	-
TB Grant	-	-	317	-	-	-	-	-
Nutritional Grant	39,390	71,967	-	-	-	-	-	-
Integrated Nutritional Programme	-	-	18,253	10,981	10,981	-	-	-
Hospital Management & Quality	8,334	12,730	15,068	12,642	12,642	-	-	-
Poverty Alleviation	-	1,019	-	-	-	-	-	-
Malaria Grant	-	-	3,400	-	-	-	-	-
Health Professions Training	32,898	37,144	46,351	62,564	62,564	62,564	65,692	68,977
Provincial Infrastructure	18,900	28,627	35,358	37,587	31,087	-	-	-
Education	88,026	116,231	205,308	217,192	234,513	168,973	202,885	178,206
School Nutritional Programme	-	-	72,401	79,357	96,678	95,529	100,305	105,230
FET Recapitalization	-	-	-	-	-	28,000	34,000	60,570
Financial Management	18,266	18,753	-	-	-	-	-	-
Provincial infrastructure	54,000	80,800	117,924	127,391	127,391	34,373	56,956	-
Early Childhood Development	4,240	7,040	4,954	-	-	-	-	-
HIV/AIDS (Lifeskills development)	11,520	9,638	10,029	10,444	10,444	11,071	11,624	12,406
Housing	313,050	355,974	530,628	467,880	467,880	613,405	766,806	842,485
Housing Subsidy	306,930	347,974	513,737	467,880	467,880	613,405	766,806	842,485
Human Resettlement	6,120	8,000	16,891	-	-	-	-	-
Local Government	26,150	34,949	62,352	16,108	16,108	-	-	-
Local Government Capacity	-	-	21,250	-	-	-	-	-
Local Government Support	18,050	20,372	22,753	-	-	-	-	-
Provincial infrastructure	8,100	12,268	15,541	16,108	16,108	-	-	-
CMI Programme	-	2,309	2,808	-	-	-	-	-
Social Development	6,663	49,195	51,360	57,529	57,529	-	-	-
HIV/AIDS (Lifeskills development)	5,463	7,580	8,693	15,914	15,914	-	-	-
Social security	1,200	-	-	-	-	-	-	-
Integrated Social Development	-	-	-	-	-	-	-	-
Food Relief	-	41,615	42,667	41,615	41,615	-	-	-
Child Support Extension Grant	-	-	-	-	-	-	-	-
Transport & Roads	54,086	82,784	129,527	140,049	146,549	320,000	439,962	531,737
Provincial infrastructure	54,086	82,784	129,527	140,049	146,549	320,000	439,962	531,737
Sport, Arts and Culture	-	-	1,000	2,670	2,670	10,900	13,360	17,050
Sport and Recreation	-	-	1,000	2,670	2,670	10,900	13,360	17,050
TOTAL	697,166	925,950	1,388,490	1,330,662	1,335,099	1,652,625	1,980,650	2,143,024

5.4 Total provincial own receipts

Provincial own receipts increased by an average of 6.8% per annum during the period 2002/03 to 2004/05 and are budgeted to increase at 11% per annum over the MTEF period. The establishment of a Revenue Directorate in the provincial treasury had a positive impact on the collection of provincial own receipts that should continue during the MTEF period.

Table 5: Summary of provincial receipts by vote

Vote (Department)	Provincial Summary of Receipts by Vote							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
1. Office of the Premier	557	266	467	400	400	600	700	735
2. Legislature	76	40	40	40	40	40	40	40
3. Health	21,592	21,174	26,838	27,786	27,786	27,377	28,746	30,183
4. Sport, Arts and Culture	1,457	1,598	506	1,176	1,176	676	676	676
6. Economic Development & Tourism	31,947	43,683	32,020	32,279	32,279	32,925	33,748	35,435
7. Finance	52,605	54,118	60,160	60,006	60,006	73,627	79,030	82,894
8. Education	8,164	3,829	519	3,966	3,966	4,082	3,958	3,919
9. Local Government and Housing	580	500	1,752	909	909	1,067	1,243	1,333
10. Transport, Roads & Community Safety	177,510	193,179	232,361	265,141	265,141	303,057	331,920	363,769
11. Public Works	4,899	10,775	5,968	25,076	15,076	16,586	18,200	19,800
12. Social Development	1,963	2,173	1,930	700	700	720	740	777
13. Agriculture, Conservation & Environment	8,549	7,783	5,769	8,551	8,551	5,314	5,614	7,042
14. Contingency Reserve								
Total prov own receipts by Vote	309,899	339,118	368,330	426,030	416,030	466,071	504,615	546,603

Most of the department's receipts have stabilized and show a steady increase over the MTEF period. However, the Department of Transport has started a project to collect arrear motor vehicle licenses as well as traffic fines. This is expected to have a positive impact on the collection of departmental receipts during the MTEF period. The Department of Public Works is experiencing some difficulties with the sale of government houses. Due to the difficulties the expected receipts of the department has been adjusted downward during the 2005/06 Adjustments Budget. Even with the downward adjustment, there is still doubt whether the department will be able to collect the budgeted revenue.

For the MTEF period it is assumed that most of the problems will be overcome. There is, however, a possibility that the problems may continue during the MTEF period and that the department would not be able to collect the budgeted revenue.

5.5 Donor Funding

The North West Province is not aware of any substantial donor funding to be received over the MTEF period and no provision was made for such receipts.

6. Payments

6.1 Total estimated payments

The total estimated payments over the MTEF period are as follows:

2006/07: R14 400 052
2007/08: R16 023 794
2008/09: R17 669 923

Expenditure is expected to increase on average at 11,5% per annum.

6.2 Payments by vote

Table 6: Summary of provincial payments and estimates by vote

Vote (Department)	Provincial Summary of Payments and Estimates by Vote							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
1. Office of the Premier	143,433	140,875	151,490	205,453	183,043	208,654	227,507	240,732
2. Legislature	40,215	55,142	65,793	103,255	103,804	102,435	104,841	110,083
3. Health	2,012,396	2,263,131	2,587,329	2,893,904	2,986,712	3,427,604	3,777,728	3,988,226
4. Sport, Arts and Culture	73,422	100,407	154,558	201,071	202,701	281,294	302,147	295,476
6. Economic Development & Tourism	97,926	155,764	91,303	192,727	263,069	196,991	271,164	294,429
7. Finance	170,194	230,517	198,518	203,779	220,154	261,757	255,024	266,625
8. Education	4,377,385	4,840,389	5,179,111	5,833,090	5,976,568	6,305,386	6,698,136	7,222,650
9. Local Government and Housing	509,225	420,040	521,626	613,560	793,122	774,314	996,961	1,054,566
10. Transport, Roads & Community Safety	911,353	1,018,219	1,059,036	1,354,270	1,501,449	1,510,225	1,772,822	2,043,913
11. Public Works	294,271	368,008	352,269	464,455	470,361	465,293	494,570	517,332
12. Social Development	216,173	273,955	261,884	333,189	363,769	427,562	594,613	689,301
13. Agriculture, Conservation & Environment	289,289	319,591	422,751	419,960	430,960	427,840	490,293	520,618
14. Contingency Reserve	5,700	23	11,300	24,040	33,405	10,698	37,988	425,972
Total prov pay'ts/estimates by Vote	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923

6.3 Payments and estimates by economic classification

Schedule 7: Summary of provincial payments and estimates by economic classification

Classification (R'000)	Provincial Summary of Payments and Estimates							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
Current payments:	7,581,224	8,564,976	9,194,728	10,351,469	10,546,260	11,539,731	12,562,425	13,738,436
Compensation of employees:	6,200,137	6,833,667	7,269,629	7,907,492	7,971,151	8,526,390	9,223,301	9,769,017
Goods and services	1,381,087	1,731,309	1,925,099	2,443,977	2,575,108	3,013,340	3,339,124	3,969,418
Interest and rent on land	-	-	-	-	-	-	-	-
Financial transactions	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-
Transfer and subsidies to:	973,857	1,016,109	1,260,039	1,533,582	1,781,162	1,780,646	2,130,179	2,261,200
Provinces and municipalities	64,883	63,564	93,549	68,988	126,560	83,810	121,746	79,083
Departmental agencies and accounts	125,168	170,638	191,544	244,798	202,957	185,661	251,808	282,206
Universities and technikons	150	150	175	175	-	-	-	-
Public corporations and private ent	335,948	324,584	346,583	414,608	452,884	448,898	461,058	469,637
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Non-profit institutions	105,371	157,993	183,992	229,830	256,662	348,029	393,082	439,590
Households	342,337	299,180	444,196	575,183	742,099	714,249	902,485	990,685
Payments for capital assets	585,901	604,976	602,201	957,701	1,201,695	1,079,675	1,331,190	1,670,287
Buildings and other fixed structures	449,245	447,543	469,873	757,874	953,690	788,533	978,226	1,216,888
Machinery and equipment	135,966	157,338	132,328	198,615	247,143	290,430	352,224	452,647
Cultivated assets	-	-	-	212	212	212	240	252
Software and other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	690	95	-	1,000	650	500	500	500
TOTAL ECONOMIC CLASSIFICATION	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923

6.4 Payments by policy area

Schedule 8: Summary of provincial payments and estimates by policy area

Policy Area	Provincial Summary of Payments and Estimates by policy area							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
General public services	757,957	882,642	863,753	1,072,133	1,095,859	1,124,905	1,220,121	1,679,875
Public order and safety	4,539	8,396	7,265	8,761	8,504	11,009	13,831	14,325
Economic affairs	1,227,463	1,401,451	1,496,855	1,876,077	2,105,883	2,044,247	2,433,706	2,752,426
Environmental protection	66,567	83,727	68,970	82,120	81,091	79,799	86,742	92,209
Housing and community amenities	405,082	331,963	437,244	542,409	708,030	698,246	896,770	935,435
Health	2,012,396	2,263,131	2,587,329	2,893,904	2,986,712	3,427,604	3,777,728	3,988,226
Recreational, culture and religion	73,422	100,407	154,558	201,071	202,701	281,294	302,147	295,476
Education	4,377,385	4,840,389	5,179,111	5,833,090	5,976,568	6,305,386	6,698,136	7,222,650
Social protection	216,173	273,955	261,884	333,189	363,769	427,562	594,613	689,301
Total provincial payments and estimates by policy area	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923

6.5 Infrastructure payments

Schedule 9: Summary of provincial infrastructure payments and estimates by vote

Vote (Department)	Provincial Summary of Infrastructure Payments and Estimates by Vote							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
1. Office of the Premier	-	-	-	4,000	4,000	7,000	13,000	15,000
2. Legislature	-	7,405	17,361	10,843	11,225	-	-	-
3. Health	158,270	63,944	133,467	139,081	115,509	150,906	185,580	202,185
4. Sport, Arts and Culture	-	-	-	12,000	-	40,393	41,393	19,393
6. Economic Development & Tourism	5,731	6,682	3,488	28,308	54,083	37,333	78,333	88,333
7. Finance	-	-	-	-	-	-	-	-
8. Education	118,740	122,602	128,842	167,391	240,486	138,000	150,000	270,000
9. Local Government and Housing	33,844	11,880	10,425	46,108	21,946	-	-	-
10. Transport, Roads & Community Safety	134,983	231,560	158,910	274,747	337,774	272,000	351,962	447,050
11. Public Works	-	3,352	20,868	73,000	106,780	63,000	54,500	50,000
12. Social Development	-	6,800	-	30,000	30,000	31,000	58,000	85,000
13. Agriculture, Conservation & Environment	-	-	-	704	85,970	86,234	123,791	128,260
14. Contingency Reserve	-	-	-	-	-	-	-	-
Total provincial infrastructure pay'ts and estimates by Vote	451,568	454,225	473,361	786,182	1,007,773	825,866	1,056,559	1,305,221

Detail of the infrastructure budgets is contained in Budget Statement 2 under each vote.

The Infrastructure Delivery Management System that was developed by the national treasury was consolidated with the provincial Infrastructure Management Programme. This will ensure that the Provincial Government uses the best features of the two systems.

To expedite the implementation of infrastructure projects, the Executive Council resolved that departments should submit business plans to the Planning Unit in the Office of the Premier not later than 31 March 2005. The Executive Council also retained the right to re-allocate funds should a department fail to submit such business plans. For future financial years, the provincial treasury is planning to have departments submitting business plans as early as September.

6.6 Provincial Public-Private Partnerships

At this point in time the provincial treasury is not aware of any Public-Private Partnerships that might be implemented during the MTEF period. Proposals submitted by departments for Public-Private Partnerships were found not to be Provincial Public-Private Partnerships in terms of the Public Finance Management Act.

6.7 Transfers to public entities

Schedule 10: Summary of provincial transfers to public entities per department.

Vote (Department)	Provincial Summary of Transfer Payments to Public Entities							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
1. Office of the Premier	8,135	500	500	500	500	500	500	500
2. Legislature	-	-	-	-	-	-	-	-
3. Health	10,000	10,000	10,000	10,550	10,550	11,130	11,742	11,742
4. Sport, Arts and Culture	25,565	22,765	32,880	28,000	35,070	31,200	32,400	33,400
6. Economic Development & Tourism	63,873	96,838	47,339	102,416	133,498	128,730	192,582	221,437
7. Finance	-	-	-	-	-	-	-	-
8. Education	-	-	-	-	-	-	-	-
9. Local Government and Housing	-	20,000	-	-	10,000	-	-	-
10. Transport, Roads & Community Safety	-	-	-	-	-	-	-	-
11. Public Works	-	-	-	-	-	-	-	-
12. Social Development	-	-	-	-	-	-	-	-
13. Agriculture, Conservation & Environment	17,595	20,535	100,429	95,993	6,000	6,000	6,000	6,000
14. Contingency Reserve								
Total prov trf's to public entities	125,168	170,638	191,148	237,459	195,618	177,560	243,224	273,079

Detail of transfers to public entities is contained in Budget Statement 2 under each vote.

Schedule 11: Summary of provincial transfers to development corporations

Category	Provincial Summary of Transfer Payments to Development Corporations							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Economic Development & Tourism: North West Development Corporation							10,000	20,000
Total provincial transfer payt's to development corporations	-	-	-	-	-	-	10,000	20,000

6.8 Transfers to Local Governments

Schedule 12: Summary of provincial transfers to municipalities per category.

Summary of departmental transfers to local government by category

Category	Provincial Summary of Transfer Payments to Local Governments							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Category A	2,482	-	1,200	-	3,445	-	-	-
Category B	53,236	46,516	59,520	43,026	80,826	24,481	29,182	26,417
Category C	8,915	16,702	12,289	7,941	12,941	2,407	2,564	2,666
Unspecified						50,000	90,000	50,000
Total departmental transfer payments to local governments	64,633	63,218	73,009	50,967	97,212	76,888	121,746	79,083

Category	Provincial Summary of Transfer Payments to Local Governments							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Category A								
Local Government and Housing	2,482	-	1,200	-	-	-	-	-
Health	-	-	-	-	3,445	-	-	-
Sport, Arts and Culture	-	-	-	-	-	-	-	-
Sub-Total	2,482	-	1,200	-	3,445	-	-	-
Category B								
Local Government and Housing	36,730	26,632	28,473	14,135	39,135	-	-	-
Health	16,506	14,529	17,997	20,391	20,391	15,861	20,048	17,217
Sport, Arts and Culture	-	5,355	13,050	8,500	21,300	8,620	9,134	9,200
Sub-Total	53,236	46,516	59,520	43,026	80,826	24,481	29,182	26,417
Category C								
Local Government and Housing	8,171	14,174	10,533	5,865	10,865	-	-	-
Health	744	2,528	1,756	2,076	2,076	2,407	2,564	2,666
Sport, Arts and Culture	-	-	-	-	-	-	-	-
Sub-Total	8,915	16,702	12,289	7,941	12,941	2,407	2,564	2,666
Unspecified	-	-	-	-	-	50,000	90,000	50,000
Total departmental transfer payments to local governments	64,633	63,218	73,009	50,967	97,212	76,888	121,746	79,083

Category	Provincial Summary of Transfer Payments to Local Governments							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Type of transfer								
Category A								
Kgalagadi District Municipality	1,000	-	-	-	-	-	-	-
Tshwane Metro	300	-	-	-	-	-	-	-
Phokwane Local Municipality	1,182	-	1,200	-	-	-	-	-
Merafong	-	-	-	-	3,445	-	-	-
Total for Category A	2,482	-	1,200	-	3,445	-	-	-
Category B								
Bojanala District Municipality								
Moses Kotane	-	800	1,850	400	400	400	450	400
Kgetleng Rivier Municipality	1,032	376	1,199	3,074	3,074	250	300	300
Rustenburg Municipality	205	733	3,707	3,454	7,454	1,625	1,575	1,575
Brits/Madibeng	2,500	6,789	2,689	1,820	1,820	1,708	1,889	2,083
Moretele	1,500	700	250	350	1,350	350	250	250
Hartebeespoort	421	-	-	-	-	-	-	-
Tshwane (Cross Border)	-	350	500	500	500	500	-	-
TOTAL	5,658	9,748	10,195	9,598	14,598	4,833	4,464	4,608
Southern District								
Maquassi Hills	10,108	4,092	2,070	1,780	1,780	250	400	400
Merafong City	-	450	100	100	100	100	450	450
Ventersdorp	365	351	492	2,339	2,339	564	654	683
Potchefstroom	3,474	2,961	5,041	3,669	4,863	3,764	3,762	3,931
Klerksdorp	5,176	8,620	7,439	6,961	26,961	7,480	7,770	7,990
TOTAL	19,123	16,474	15,142	14,849	36,043	12,158	13,036	13,454

Bophirima District Municipality								
Naledi	1,572	2,456	1,225	1,468	1,468	450	450	460
Kagisano	1,400	70	150	150	150	250	250	250
Taung	-	250	350	350	1,850	350	450	500
Phokwane	-	100	150	150	150	150	-	-
Ga-Segonyana	-	250	280	280	280	300	354	360
Moshaweng	-	150	200	250	250	250	250	250
Mamusa	10,199	431	2,132	1,034	1,034	1,077	1,164	1,139
Molopo	-	-	350	350	350	350	150	150
Lekwa-Teamane	4,265	1,088	10,985	1,572	1,572	1,579	1,922	1,983
TOTAL	17,436	4,795	15,822	5,604	7,104	4,756	4,990	5,092
Central District Municipality								
Mafikeng	2,283	9,583	10,866	946	4,159	1,014	1,161	1,212
Ditsobotla	5,747	2,000	612	5,041	5,041	200	300	300
Tswaing	2,743	2,151	1,944	5,698	5,698	254	255	256
Zeerust	246	990	3,819	750	1,643	726	4,396	915
Ratlou	-	775	1,120	540	6,540	540	580	580
TOTAL	11,019	15,499	18,361	12,975	23,081	2,734	6,692	3,263
Total for Category B	53,236	46,516	59,520	43,026	80,826	24,481	29,182	26,417
Category C								
Bojanala Platinum District Municipality	1,900	1,086	900	500	500	-	-	-
Central District Municipality	1,400	5,253	3,021	1,565	1,565	-	-	-
Bophirima District Municipality	3,940	10,163	5,495	4,376	9,376	2,407	2,564	2,666
Southern District Municipality	1,675	200	2,873	1,500	1,500	-	-	-
Total for Category C	8,915	16,702	12,289	7,941	12,941	2,407	2,564	2,666
Unspecified								
Bucket Replacement	-	-	-	-	-	30,000	70,000	30,000
Other	-	-	-	-	-	20,000	20,000	20,000
Total for unspecified	-	-	-	-	-	50,000	90,000	50,000
TOTAL TRANSFER PAYMENTS	64,633	63,218	73,009	50,967	97,212	76,888	121,746	79,083

Detail of the transfers to municipalities is contained in Budget Statement 2 under each vote.

Transfers to municipalities by region, district and municipal ward are not available during the compilation of the budget. Departments making transfers to municipalities do not want to create expectations to include the detail in the Provincial Budget before allocations are finalized. Some departments provide more information than others but in general the final transfers to municipalities is only contained in the Provincial Division of Revenue Gazette.

6.9 Personnel numbers and costs

Schedule 13: Provincial summary of personnel numbers and costs per department

Vote (Department)	Provincial Summary of Personnel Numbers and Costs by Vote							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
1. Office of the Premier	690	708	714	742	715	745	745	745
2. Legislature	67	84	99	141	141	147	147	147
3. Health	15,222	15,891	16,581	16,901	17,304	18,816	19,256	19,388
4. Sport, Arts and Culture	156	165	462	597	482	619	619	619
6. Economic Development & Tourism	128	148	161	162	162	162	162	162
7. Finance	397	437	460	504	506	672	669	669
8. Education	38,915	37,233	36,486	37,696	37,696	38,339	38,946	39,599
9. Local Government and Housing	465	472	433	399	399	409	409	409
10. Transport, Roads & Community Safety	3,505	3,717	3,513	3,344	3,348	3,421	3,468	3,483
11. Public Works	2,601	2,349	2,066	2,318	1,948	2,171	2,139	2,101
12. Social Development	1,157	1,203	1,160	985	1,050	1,409	2,100	2,200
13. Agriculture, Conservation & Environment	2,158	2,088	2,039	2,080	2,089	2,096	2,096	2,096
Total personnel numbers	65,461	64,495	64,174	65,869	65,840	69,006	70,756	71,618
Total personnel cost (R'000)	6,200,137	6,833,667	7,269,629	7,907,492	7,971,151	8,526,390	9,223,301	9,769,017
Unit cost (R'000)	94.71	105.96	113.28	120.05	121.07	123.56	130.35	136.40

Category	Provincial Summary of Personnel Numbers and Costs							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
Total for province								
Personnel numbers (head count)	65,461	64,495	64,174	65,869	65,840	69,006	70,756	71,618
Personnel cost (R'000)	6,200,137	6,833,667	7,269,629	7,907,492	7,971,151	8,526,390	9,223,301	9,769,017
Human Resource Component								
Personnel numbers (head count)	1,787	1,815	2,179	2,249	2,270	2,369	2,380	2,402
Personnel cost (R'000)	147,662	159,966	209,178	217,031	221,035	260,990	280,276	301,678
Head count as % of total	2.73	2.81	3.40	3.41	3.45	3.43	3.36	3.35
Cost as a % of total	2.38	2.34	2.88	2.74	2.77	3.06	3.04	3.09
Finance Component								
Personnel numbers (head count)	992	1,049	1,221	1,290	1,304	1,522	1,551	1,564
Personnel cost (R'000)	99,506	111,842	144,716	156,694	160,944	198,477	213,084	225,425
Head count as % of total	1.52	1.63	1.90	1.96	1.98	2.21	2.19	2.18
Cost as a % of total	1.60	1.64	1.99	1.98	2.02	2.33	2.31	2.31
Full time workers								
Personnel numbers (head count)	62,299	62,467	62,105	63,955	63,926	67,091	68,822	69,704
Personnel cost (R'000)	5,904,857	6,755,727	7,052,828	7,845,117	7,908,742	8,459,327	9,152,186	9,693,290
Head count as % of total	95.17	96.86	96.78	97.09	97.09	97.22	97.27	97.33
Cost as a % of total	95.24	98.86	97.02	99.21	99.22	99.21	99.23	99.22
Part-time workers								
Personnel numbers (head count)								
Personnel cost (R'000)								
Head count as % of total	-	-	-	-	-	-	-	-
Cost as a % of total	-	-	-	-	-	-	-	-
Contract workers								
Personnel numbers (head count)	3,031	1,863	1,893	1,914	1,914	1,915	1,914	1,914
Personnel cost (R'000)	276,722	56,501	192,694	62,375	62,409	67,063	71,117	75,727
Head count as % of total	4.63	2.89	2.95	2.91	2.91	2.78	2.71	2.67
Cost as a % of total	4.46	0.83	2.65	0.79	0.78	0.79	0.77	0.78

6.10 Payments on training

Schedule 14: Provincial summary of payments on training per department

Vote (Department)	Provincial Summary of Training Expenditure by Vote							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
1. Office of the Premier	677	970	368	2,000	2,000	2,120	2,247	2,359
2. Legislature	265	850	910	1,300	1,300	1,300	1,326	1,406
3. Health	1,721	7,638	7,791	9,651	9,651	16,960	17,978	18,876
4. Sport, Arts and Culture	737	787	3,065	3,000	3,000	3,180	3,371	3,539
6. Economic Development & Tourism	231	231	664	705	705	739	779	817
7. Finance	1,563	1,569	2,201	2,765	2,765	2,839	3,013	3,163
8. Education	6,000	6,000	6,500	8,000	8,000	8,480	8,989	9,682
9. Local Government and Housing	789	977	180	3,000	3,000	3,180	3,371	3,540
10. Transport, Roads & Community Safety	1,541	1,939	1,793	6,250	6,250	6,360	6,742	7,079
11. Public Works	2,015	2,376	2,126	5,000	5,000	5,300	5,618	5,899
12. Social Development	2,180	2,093	2,931	1,645	3,000	3,180	3,371	3,539
13. Agriculture, Conservation & Environment	1,300	1,400	1,800	5,000	5,000	5,300	5,618	5,898
Total provincial exp on training	19,019	26,830	30,329	48,316	49,671	58,938	62,423	65,797

**ANNEXURES TO BUDGET
STATEMENT 1**

Annexure 1

Details of information on provincial receipts

Classification (R'000)	Provincial own receipts							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
Tax receipts	125,409	162,180	152,923	228,658	228,658	260,764	283,535	309,414
Casino taxes	30,381	35,002	21,840	22,058	22,058	22,500	23,062	24,215
Horseracing	-	2,074	6,668	6,735	6,735	6,869	7,041	7,393
Liquor licenses	1,436	1,804	1,436	1,450	1,450	1,479	1,516	1,592
Motor vehicle licenses	93,592	123,300	122,979	198,415	198,415	229,916	251,915	276,214
Sale of goods & services (non-capl):	128,490	119,378	145,542	124,537	124,537	126,537	135,858	147,371
Sale of goods and serv produced by the province								
Sales by market establishments								
Administrative fees	10,170	12,011	20,017	23,230	23,230	25,553	28,108	30,919
Other sales, of which	118,320	107,367	125,525	101,307	101,307	100,984	107,750	116,452
Rentals	8,601	6,603	8,618	7,526	7,526	6,357	6,228	6,173
Hospital fees	17,994	16,460	18,957	25,230	25,230	25,217	26,478	27,802
Debt collection	11,336	4,998	11,359	3,421	3,421	3,525	3,542	3,502
Permits/registration	781	5,060	4,192	3,549	3,549	3,696	3,880	4,162
Kilometer monies	51,000	54,046	71,227	50,122	50,122	53,185	58,148	63,663
Sale of goods	3,649	6,046	2,659	6,144	6,144	2,140	2,155	2,245
Other	20,286	4,001	3,722	2,242	2,242	2,650	2,769	2,878
Sale of scrap & other current goods	4,673	10,153	4,791	3,073	3,073	4,214	4,550	6,027
Transfers received from:	-	-	-	-	-	-	-	-
Other governmental units								
Universities and technikons								
Foreign governments								
International organisations								
Public corp's & private enterprises								
Households & non-profit institutions								
Fines, penalties and forfeits	19,955	11,149	14,259	15,472	15,472	14,015	15,764	17,633
Interest, dividends & rent on land:	36,045	42,379	39,528	36,863	36,863	48,180	51,078	52,184
Interest	36,045	42,021	38,366	36,374	36,374	47,642	50,486	51,534
Dividends								
Rent on land	-	358	1,162	489	489	538	592	650
Sale of capital assets	-	4,032	16,078	20,500	10,500	16,575	18,380	20,000
Land and subsoil assets	-	-	-	-	-	-	-	-
Other capital assets	-	4,032	16,078	20,500	10,500	16,575	18,380	20,000
Financial transactions	-	-	-	-	-	-	-	-
TOTAL PROVINCIAL OWN RECEIPTS	309,899	339,118	368,330	426,030	416,030	466,071	504,615	546,603

Annexure 2

Details of information on provincial payments and estimates by economic classification

Classification (R'000)	Provincial Payments and Estimates							
	2002/ 2003	2003/ 2004	2004/ 2005	2005/2006		2006/ 2007	2007/ 2008	2008/ 2009
	Audited	Audited	Audited	Main App	Adj Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS	8,555,081	9,581,085	10,454,767	11,885,052	12,327,422	13,320,377	14,692,604	15,999,636
Compensation of employees	6,200,137	6,833,667	7,269,629	7,907,492	7,971,151	8,526,390	9,223,301	9,769,017
Salaries & related costs	5,129,713	5,675,408	6,056,688	6,589,398	6,662,769	7,123,129	7,761,455	8,275,564
Social contributions	1,070,424	1,158,259	1,212,941	1,318,093	1,308,382	1,403,261	1,461,846	1,493,453

Goods and services, of which	1,381,087	1,731,309	1,925,099	2,443,977	2,575,108	3,013,340	3,339,124	3,969,418
Administrative expenditure	254,256	263,294	349,916	410,044	417,376	468,169	483,463	515,768
Rental of equipment	47,695	38,344	42,021	45,773	41,747	50,640	53,543	56,387
Stores	443,232	658,300	687,431	862,996	891,419	1,070,692	1,167,323	1,223,553
Rental of buildings	49,962	70,542	71,436	90,313	78,688	98,918	105,790	114,873
Professional & special services	393,914	409,047	342,540	437,423	438,584	490,015	533,105	547,440
Maintenance & repairs	89,308	70,028	163,556	292,083	327,280	375,683	460,872	549,245
Other	102,720	221,754	268,199	305,345	380,014	459,223	535,027	962,151
Interest and rent on land	-	-	-	-	-	-	-	-
Interest								
Rent on land								
Financial transactions in assets & liab								
Unauthorised expenditure								
Transfers and subsidies to:	973,857	1,016,109	1,260,039	1,533,582	1,781,162	1,780,646	2,130,179	2,261,200
Provinces and municipalities	64,883	63,564	93,549	68,988	126,560	83,810	121,746	79,083
Provinces								
Provincial revenue funds								
Provincial agencies and funds								
Municipalities								
Municipalities - other	64,883	63,468	73,209	50,967	99,212	76,888	121,746	79,083
Municipalities - RSC levies	-	96	20,340	18,021	27,348	6,922	-	-
Municipal agencies and funds								
Departmental agencies and accounts	125,168	170,638	191,544	244,798	202,957	185,661	251,808	282,206
Departmental agencies and funds	125,168	170,638	191,148	237,459	195,618	177,560	243,224	273,079
Social security funds								
Other (Pseta)	-	-	396	7,339	7,339	8,101	8,584	9,127
Universities and technikons	150	150	175	175	-	-	-	-
Public corp's and private enterprises	335,948	324,584	346,583	414,608	452,884	448,898	461,058	469,637
Public corporations								
Subsidies on production								
Other transfers	-	-	-	39,000	57,000	71,000	41,000	11,000
Private enterprises								
Subsidies on production	285,220	248,887	299,115	331,642	367,818	365,998	408,078	446,637
Other transfers	50,728	75,697	47,468	43,966	28,066	11,900	11,980	12,000
Foreign govt's and international org.								
Non-profit institutions	105,371	157,993	183,992	229,830	256,662	348,029	393,082	439,590
Households	342,337	299,180	444,196	575,183	742,099	714,249	902,485	990,685
Social benefits								
Other transfers to households	342,337	299,180	444,196	575,183	742,099	714,249	902,485	990,685
PAYMENTS FOR CAPITAL ASSETS	585,901	604,976	602,201	957,701	1,201,695	1,079,675	1,331,190	1,670,287
Buildings and other fixed structures	449,245	447,543	469,873	757,874	953,690	788,533	978,226	1,216,888
Buildings	158,270	81,501	171,696	167,885	296,898	306,410	368,784	394,395
Other fixed structures	290,975	366,042	298,177	589,989	656,792	482,123	609,442	822,493
Machinery and equipment	135,966	157,338	132,328	198,615	247,143	290,430	352,224	452,647
Transport equipment	12,354	38,575	13,859	57,634	58,344	69,823	83,327	86,708
Other machinery and equipment	123,612	118,763	118,469	140,981	188,799	220,607	268,897	365,939
Cultivated assets	-	-	-	212	212	212	240	252
Software and other intangible assets								
Land and subsoil assets	690	95	-	1,000	650	500	500	500
TOTAL ECON CLASSIFICATION	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923

Capital transfers included in above

Vote (Department)	Provincial Summary of Capital Transfers							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
Vote 3:								
Independent Development Trust	-	-	-	39,000	57,000	71,000	41,000	11,000
Vote 6:								
MIDZ infrastructure	-	-	-	8,308	11,371	15,000	30,000	40,000
NWDC infrastructure refurbishment							10,000	20,000
Park expansion						5,000	5,000	5,000
Taung Hotel School							8,000	7,000
SDI's & SDI infrastructure	5,731	6,682	3,488	20,000	42,712	185,661	251,808	282,206
Vote 9:								
Bucket Replacement Programme						30,000	70,000	30,000
Housing Fund	323,873	262,594	371,822	467,880	609,795	613,405	766,806	842,485
Total capital transfers	329,604	269,276	375,310	535,188	720,878	920,066	1,182,614	1,237,691

Annexure 3
Details of provincial payments and estimates by policy area

Classification (R'000)	Provincial Payments and Estimates by policy area							
	2002/ 2003 Audited	2003/ 2004 Audited	2004/ 2005 Audited	2005/2006		2006/ 2007 MTEF	2007/ 2008 MTEF	2008/ 2009 MTEF
				Main App	Adj Estimate			
General Public Service								
Executive and Legislature	183,648	196,017	217,283	308,708	286,847	311,089	332,348	350,815
Office of the Premier	143,433	140,875	151,490	205,453	183,043	208,654	227,507	240,732
RDP								
Provincial Legislature	40,215	55,142	65,793	103,255	103,804	102,435	104,841	110,083
Financial and Fiscal Services	175,894	230,540	209,818	227,819	253,559	272,455	293,012	692,597
Department of Finance	170,194	230,517	198,518	203,779	220,154	261,757	255,024	266,625
Contingency Reserve	5,700	23	11,300	24,040	33,405	10,698	37,988	425,972
General Services	398,415	456,085	436,652	535,606	555,453	541,362	594,761	636,464
Public Works	294,271	368,008	352,269	464,455	470,361	465,293	494,570	517,332
Local Government	104,144	88,077	84,383	71,151	85,092	76,069	100,191	119,132
Total General Public Services	757,957	882,642	863,753	1,072,133	1,095,859	1,124,905	1,220,121	1,679,875
Public Order and Safety								
Police Services								
Safety and Liaison	4,539	8,396	7,265	8,761	8,504	11,009	13,831	14,325
Total Public Order and Safety	4,539	8,396	7,265	8,761	8,504	11,009	13,831	14,325
Economic Affairs								
General Economic Affairs								
Economic Development	42,563	82,810	62,137	118,010	160,333	110,716	145,983	160,797
Tourism	55,363	72,954	29,166	74,717	102,736	86,275	125,181	133,632
Agriculture								
Dep't of Agriculture	222,723	235,864	353,781	337,841	349,869	348,040	403,551	428,409
Transport								
Dep't of Transport	906,814	1,009,823	1,051,771	1,345,509	1,492,945	1,499,216	1,758,991	2,029,588
Total Economic Affairs	1,227,463	1,401,451	1,496,855	1,876,077	2,105,883	2,044,247	2,433,706	2,752,426
Environmental Protection								
Environmental Protection	66,567	83,727	68,970	82,120	81,091	79,799	86,742	92,209
Total Environmental Protection	66,567	83,727	68,970	82,120	81,091	79,799	86,742	92,209
Housing & Community Amenities								
Housing	405,082	331,963	437,244	542,409	708,030	698,246	896,770	935,435
Total Housing & Comm. Amenities	405,082	331,963	437,244	542,409	708,030	698,246	896,770	935,435

Health								
Outpatient services	1,107,592	1,246,067	1,364,549	1,516,386	1,566,149	1,825,737	1,976,998	2,081,480
R and D Health (CS)	46,765	59,137	90,236	85,356	86,163	95,988	110,414	119,104
Hospital services	529,910	600,554	694,102	742,624	777,730	820,451	915,988	963,027
Other	328,129	357,373	438,442	549,538	556,670	685,428	774,328	824,615
Total Health	2,012,396	2,263,131	2,587,329	2,893,904	2,986,712	3,427,604	3,777,728	3,988,226
Recreation, Culture and Religion								
Sporting and Recreational Affairs								
Sport, Arts and Culture	73,422	100,407	154,558	201,071	202,701	281,294	302,147	295,476
Total Recreation, Cult and Religion	73,422	100,407	154,558	201,071	202,701	281,294	302,147	295,476
Education								
Pre-primary/Primary/Public Phases	4,222,225	4,690,125	5,031,108	5,613,483	5,739,149	6,019,979	6,394,318	6,880,258
Secondary Education Phase								
Subsidised Services to Education	26,365	38,648	31,872	73,132	90,944	76,967	78,656	83,634
Education not defined by level	128,795	111,616	116,131	146,475	146,475	208,440	225,162	258,758
Total Education	4,377,385	4,840,389	5,179,111	5,833,090	5,976,568	6,305,386	6,698,136	7,222,650
Social Protection								
Social Security Services								
Social Services and Population Dev't	216,173	273,955	261,884	333,189	363,769	427,562	594,613	689,301
Total Social Protection	216,173	273,955	261,884	333,189	363,769	427,562	594,613	689,301
Total provincial payments and estimates by policy area	9,140,982	10,186,061	11,056,968	12,842,753	13,529,117	14,400,052	16,023,794	17,669,923