

PROVINCE OF KWAZULU-NATAL

APPROPRIATION BILL, 2007

(The English text is the official text of the Bill)

(MEC FOR FINANCE AND ECONOMIC DEVELOPMENT)

BILL

To provide for the appropriation of money from the Provincial Revenue Fund for the requirements of the Province in the 2007/08 financial year ending on 31 March 2008 and to provide for subordinate matters incidental thereto.

PREAMBLE

WHEREAS section 226(2) of the Constitution of the Republic of South Africa, 1996 provides that money may be withdrawn from the Provincial Revenue Fund only in terms of an appropriation by a provincial Act;

AND WHEREAS section 26 of the Public Finance Management Act, 1999 (Act No. 1 of 1999) provides that the Provincial Legislature must appropriate money for each financial year for the requirements of the Province;

BE IT THEREFORE ENACTED by the Provincial Legislature of the Province of KwaZulu-Natal, as follows:—

Definitions

1. (1) In this Act, unless the context indicates otherwise—

“conditional grants” means allocations to the province from the national government’s share of revenue raised nationally, provided for in section 214(1)(c) of the Constitution of the Republic of South Africa, 1996;

“current payments” means any payments made by a provincial department in respect of the operational requirements of that department, and includes, amongst others, payments for the compensation of employees, goods and services, interest, rental of immovable property and financial

transactions relating to assets and liabilities, but excludes transfers and subsidies and payments for capital assets;

“payments for capital assets” means any payments made by a provincial department –

- (a) for assets that can be used continuously or repeatedly in production for more than one year, and from which future economic benefits or service potential is expected to flow directly to the provincial department making the payment; and
- (b) that must be classified as or deemed to be payments for capital assets in accordance with the *“Reference Guide to the new Economic Format”* (November 2003, Version 2) and the *“Asset Management Framework”* (April 2004, Version 3.3), issued by the National Treasury under section 76 of the Public Finance Management Act;

“Province” means the province of KwaZulu-Natal established in terms of section 103 of the Constitution of the Republic of South Africa, 1996;

“Provincial Legislature” means the legislature of the Province of KwaZulu-Natal;

“Public Finance Management Act” means the Public Finance Management Act, 1999 (Act No. 1 of 1999);

“transfers and subsidies” means any payments made by a provincial department to another organ of state or any other person in respect of which the provincial department does not receive anything of similar value directly in return, and includes the payment of conditional grants; and

“this Act” includes the Schedule.

(2) Any word or expression to which a meaning has been assigned in the Public Finance Management Act has the meaning assigned to in that Act.

Appropriation of money for the requirements of the Province

2. (1) Appropriations by the Provincial Legislature of money from the Provincial Revenue Fund for the requirements of the province in the 2007/08 financial year, to votes and main divisions within a vote, and for the specific listed purposes, are set out in the Schedule.

(2) Spending of appropriations is subject to the Public Finance Management Act and section 3 of this Act.

Appropriation listed as “specifically and exclusively”

3. Despite the provisions of any law, appropriations to a vote or main divisions within a vote that are listed as “specifically and exclusively” may only be utilised for the purpose indicated and may not be used for any other purpose, unless an Act of the Provincial Legislature amends or changes the purpose for which it was allocated.

Short title

4. This Act is called the KwaZulu-Natal Appropriation Act, 2007.

(Schedule)

Vote	Description	Vote and main divisions	Details of appropriated amounts			Amounts specifically and exclusively appropriated
			Current Payments	Transfers and subsidies	Payments for capital assets	
1	Office of The Premier <i>To support the Premier in carrying out his constitutional and statutory duties through professionally executing departmental mandates, co-ordinating and facilitating macro-provincial and other transversal issues and programmes, promoting co-operative and good governance, providing the highest quality of policy and legal analysis and advice, creating policy relating to regulations, information and legislation, and supporting the Executive branch in executing laws and policies.</i>	R000 342 659	R000 281 586	R000 51 739	R000 9 334	R000 55 000
	1 Administration <i>To provide administrative support to the Premier, Executive Council and the Director-General in fulfilling their legislative and oversight function and in promoting corporate governance.</i>	60 243	58 629	—	1 614	
	2 Institutional Development <i>To improve service delivery through institutional capacity building and transformation management.</i>	88 146	83 517	774	3 855	
	3 Policy and Governance <i>To initiate the development and implementation of policies and strategies to achieve a co-ordinated approach towards sustainable provincial growth and development.</i>	194 270	139 440	50 965	3 865	
	<i>of which transfers to public entities are:</i> KwaZulu-Natal Gambling Board Amafa aKwaZulu-Natali KwaZulu-Natal Youth Commission <i>of which specific allocation is:</i> Soccer development (In and out- of school) in collaboration with SAFA			19 238 18 147 2 439		55 000
2	Provincial Legislature <i>To create a legislative environment that is responsive to the needs of the people of KwaZulu-Natal, and to facilitate the general upliftment of the quality of life by monitoring the utilisation of all available resources in the province.</i>	138 891	99 984	26 359	12 548	—
	1 Administration <i>To conduct the overall management of the Provincial Legislature.</i>	62 132	47 237	2 347	12 548	
	2 Parliamentary Services <i>To provide operational and institutional support to the Provincial Legislature.</i>	46 082	46 082	—	—	
	3 Facilities for Members and Political Parties <i>To render administrative support services to office-bearers and other Members of the Legislature with regard to facilities and benefits.</i>	30 677	6 665	24 012	—	
3	Agriculture and Environmental Affairs <i>To optimise the agricultural potential and environmental stability for sustainable livelihoods in the Province of KwaZulu-Natal.</i>	1 507 802	927 147	490 277	90 378	75 311
	1 Administration <i>To support the line function components of the department in achieving their goals.</i>	145 689	128 894	—	16 795	
	2 Agricultural Development Services..... <i>To unlock the agricultural potential of the province and to create food security for all the inhabitants of the province.</i> <i>of which conditional grants are:</i> Land Care Grant Comprehensive Agricultural Support Programme <i>of which transfers to public entities are:</i> Ithala	909 376	655 885	180 891	72 600	7 010 68 301
	3 Environmental Management..... <i>To ensure effective compliance and governance in respect of environmental management.</i>	143 967	142 368	616	983	
	4 Conservation..... <i>To cater for transfer payments to various institutions in the Province.</i> <i>of which transfers to public entities are:</i> Ezemvelo KZN Wildlife	308 770		308 770 307 041		

(Schedule)

Vote	Description	Vote and main divisions	Details of appropriated amounts			Amounts specifically and exclusively appropriated
			Current Payments	Transfers and subsidies	Payments for capital assets	
4	Economic Development <i>To formulate and implement strategies that create an environment conducive to sustainable economic development in KwaZulu-Natal.</i>	1 394 441	218 549	1 174 142	1 750	222 500
	1 Administration <i>To provide for the overall management of the department, and to render a support service to other programmes in terms of transversal functions.</i>	45 575	44 525	–	1 050	
	2 Integrated Economic Development Services..... <i>To provide strategic leadership, direction and co-ordination of economic empowerment initiatives in the province.</i> <i>of which transfer to public entity is:</i> Ithala	1 008 299	132 807	875 142	350	
	3 Trade and Industry Development <i>To stimulate economic growth through industry development, trade and investment promotion.</i> <i>of which specific allocation is:</i> Dube TradePort Establishment of Music Recording Studio	321 418	22 268	875 142 299 000	150	212 500 10 000
	4 Business Regulation and Governance..... <i>To enable an equitable and socially responsible business environment.</i>	10 232	10 082	–	150	
	5 Economic Planning..... <i>To develop provincial economic policies and strategies to achieve and measure sustainable economic development.</i>	8 917	8 867	–	50	
5	Education <i>To provide opportunities for all people in the province to have access to quality education, which will improve their position and contribute to the advancement of democratic values in KwaZulu-Natal.</i>	18 576 821	16 488 355	1 054 089	1 034 377	876 773
	1 Administration <i>To provide for the Executing Authority and the overall management of the department.</i> <i>of which conditional grant is:</i> HIV and AIDS	1 084 282	938 288	20 000	125 994	35 292
	2 Public Ordinary School Education..... <i>To provide public ordinary education in the province.</i> <i>of which conditional grants are:</i> Provincial Infrastructure Grant National School Nutrition Programme	16 078 596	14 466 205	744 598	867 793	466 022 260 006
	3 Independent School Subsidies..... <i>To monitor and subsidise independent schools according to national policies and norms.</i>	48 702	–	48 702	–	
	4 Public Special School Education..... <i>To provide public education in special schools and full-service schools.</i>	359 296	282 969	51 558	24 769	
	5 Further Education and Training..... <i>To provide Further Education and Training (FET) at public FET colleges in accordance with the Further Education and Training Act.</i> <i>of which conditional grant is:</i> FET College Sector recapitalisation grant	401 275	217 011	184 264	–	115 453
	6 Adult Basic Education and Training..... <i>To afford adults the chance to improve their level of literacy and numeracy, in accordance with the Adult Basic Education Act.</i>	106 968	105 746	12	1 210	
	7 Early Childhood Development..... <i>To provide Early Childhood Education (ECD) at the Grade R and earlier levels.</i>	167 697	162 518	4 955	224	
	8 Auxiliary and Associated Services..... <i>To provide examination support services to learners in the relevant grades, and ensure quality in the provision of education, through quality assurance.</i>	330 005	315 618	–	14 387	

(Schedule)

Vote	Description	Vote and main divisions	Details of appropriated amounts			Amounts specifically and exclusively appropriated
			Current Payments	Transfers and subsidies	Payments for capital assets	
6	Provincial Treasury <i>To ensure an equitable distribution of resources and provide strategic leadership in areas of financial and fiscal management and corporate governance.</i>	649 493	642 076	133	7 284	18 500
	1 Administration..... <i>To render support services to the Minister and department.</i>	156 161	150 022	21	6 118	
	2 Resource Management..... <i>To effectively manage and monitor the provincial and local government fiscal resources.</i>	396 353	395 837	65	451	
	3 Financial Management..... <i>To ensure effective and efficient management of physical and financial assets for provincial and local government.</i>	35 953	35 787	15	151	
	4 Internal Audit..... <i>To develop effective risk management strategies and governance, to build and maintain successful client relationships, to develop knowledge by creating a learning culture and to build foundations for excellence to support the KZN Provincial Government in achieving its objectives.</i>	42 526	41 930	32	564	
	5 Growth and Development <i>To cater for special projects as approved by the Provincial Executive Council.</i> <i>of which specific allocation is:</i> Planning/management costs of the Government Precinct A1 Grand Prix	18 500	18 500	—	—	6 000 12 500
7	Health <i>To develop a sustainable, co-ordinated, integrated and comprehensive health system at all levels of care, based on the primary health care approach through the District Health System.</i>	13 412 815	11 848 938	378 449	1 185 428	2 137 492
	1 Administration <i>To provide overall strategic leadership, co-ordination and management of activities towards the achievement of optimal health status of all communities in the province, as well as the administration of the department in line with good governance practice.</i>	274 399	270 860	600	2 939	
	2 District Health Services..... <i>To render Primary Health Care services and District Hospital services.</i> <i>of which conditional grants are:</i> Health Professionals Training and Development Forensic Pathology Services Comprehensive HIV and AIDS Grant	6 200 035	5 861 040	261 356	77 639	76 502 94 232 466 922
	3 Emergency Medical Services <i>To render pre-hospital emergency medical services including inter-hospital transfers and planned patient transport.</i>	553 561	470 385	487	82 689	
	4 Provincial Hospital Services..... <i>To render hospital services which are accessible, appropriate and effective and the provision of general specialist services including specialised rehabilitation service, and a platform for training health professionals and research.</i> <i>of which conditional grant is:</i> Health Professionals Training and Development	3 512 310	3 447 065	41 906	23 339	101 554
	5 Central Hospital Services..... <i>To provide tertiary health services and to create a platform for the training of health workers.</i> <i>of which conditional grants are:</i> Health Professionals Training and Development National Tertiary Services	1 271 875	1 061 888	3 062	206 925	23 936 789 578
	6 Health Sciences and Training..... <i>To render training and development opportunities for actual and potential employees of the department.</i>	503 519	440 135	58 389	4 995	
	7 Health Care Support Services..... <i>To provide funding for health care support services, in particular the Medicine Trading Account.</i>	12 649	—	12 649	—	
	8 Health Facilities Management..... <i>To cater for the facilities management of community health clinics and health centres, district hospitals, emergency medical services facilities, provincial hospitals, central and tertiary hospitals, as well as all other buildings and structures.</i> <i>of which conditional grants are:</i> Hospital Revitalisation Forensic Pathology Services Provincial Infrastructure	1 084 467	297 565	—	786 902	268 433 56 577 259 758

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8	Housing <i>To effectively and efficiently manage the implementation of national and provincial housing programmes in partnership with the relevant role players, by developing sustainable human settlements characterised by affordable and adequate shelter for qualifying citizens in KwaZulu-Natal.</i>	1 520 850	322 619	1 190 187	8 044	1 310 555
	1 Administration <i>To provide strategic leadership, ensure sound financial management, provide strategic housing support, manage housing and residential property performance and market trends, implement and monitor corporate governance and provide strategic management services.</i>	79 245	76 395	–	2 850	
	2 Housing Planning and Research <i>To undertake research and policy formulation, planning, information management including the Geographic Information System (GIS), capacity building and institutional management for the department.</i>	21 541	19 292	–	2 249	
	3 Housing Development Implementation..... <i>To promote effective and efficient housing delivery.</i> <i>of which conditional grant is:</i> <i>Integrated Housing and Human Settlement Development Grant</i>	1 192 142	54 645	1 135 187	2 310	1 135 187
	4 Housing Property Management..... <i>To manage ex-Natal Provincial Administration and Own Affairs stock such as residential properties, vacant land and non-residential properties.</i> <i>of which conditional grant is:</i> <i>Integrated Housing and Human Settlement Development Grant</i>	227 922	172 287	55 000	635	175 368
9	Community Safety and Liaison <i>To be the lead agency in driving the integration of community safety initiatives, towards a crime free Kwa-Zulu-Natal</i>	78 800	75 528	3 000	272	–
	1 Administration <i>To conduct the overall administration, including rendering of administrative, financial, executive support and legal and human resource services to the department.</i>	22 507	22 393	–	114	
	2 Civilian Oversight..... <i>To monitor police conduct and assess the effectiveness of visible policing, facilitate research development and co-ordination of social crime prevention initiatives, as well as to promote and establish good relations with the police and communities.</i>	56 293	53 135	3 000	158	
10	The Royal Household <i>To create a sustainable, conducive environment for the Zulu Monarch in which to lead, develop and protect the Zulu Nation.</i>	36 479	32 068	111	4 300	–
	1 Support Services - His Majesty the King..... <i>To provide administrative and auxiliary services to His Majesty the King and the Royal Family.</i>	20 174	17 617	57	2 500	
	2 Royal Household Planning and Development <i>To provide for the overall infrastructure design and maintenance of the Royal Households.</i>	14 094	12 252	42	1 800	
	3 His Majesty the King's Farms <i>To provide support through the upkeep of His Majesty the King's Farms.</i>	2 211	2 199	12		

(Schedule)

Vote	Description	Vote and main divisions	Details of appropriated amounts			Amounts specifically and exclusively appropriated
			Current Payments	Transfers and subsidies	Payments for capital assets	
11	Local Government and Traditional Affairs <i>To promote people-centred, accountable and viable local governance that accelerates service delivery and ensures sustainable communities.</i>	768 070	583 933	131 891	52 246	89 000
	1 Administration <i>To provide support to the Ministry and to provide all other support services rendered within the department, including the financial management of the department.</i>	147 887	132 909	108	14 870	
	2 Local Governance..... <i>To implement an institutional, administrative and financial municipal framework, and to provide a municipal infrastructure framework. of which specific allocations are: Infrastructure provision for soccer stadia</i>	233 989	128 989	104 000	1 000	89 000
	3 Development and Planning..... <i>To promote informed integrated planning and development in the province. of which transfer to public entity is: Provincial Planning and Development Commission</i>	101 569	73 528	27 410	631	
	4 Traditional Institutional Management..... <i>To support and enhance the capacity of traditional authorities/councils.</i>	105 154	103 441	373	1 340	
	5 Urban and Rural Development..... <i>To assist communities that are largely classified within the Second Economy Framework to access socio-economic opportunities and to better grapple with the challenges that are facing them, to better enhance service delivery and improve quality of life.</i>	135 017	100 612	–	34 405	
	6 Systems and Institutional Development..... <i>To develop and implement a comprehensive capacity building strategy for the department, in addition to establishing business units for monitoring and evaluation and external communications in order to promote municipal and traditional institutional transformation.</i>	44 454	44 454	–	–	
12	Transport <i>To provide the public with an integrated and accessible road and public transport infrastructure, to promote road and public transport safety and ensure that, in delivering on its mandate, the department meets the developmental needs of the province.</i>	3 119 867	1 059 426	22 388	2 038 053	573 012
	1 Administration <i>To provide support services and conduct the overall administration of the department.</i>	149 173	110 407	193	38 573	
	2 Road Infrastructure..... <i>To provide a balanced, equitable provincial road network, through the upgrading of surfaced roads and the construction, rehabilitation and maintenance of roads, causeways and bridges. of which conditional grant is: Provincial Infrastructure Grant</i>	2 359 229	509 686	9 195	1 840 348	573 012
	3 Transportation..... <i>To plan, regulate, enforce and develop public transport and freight transport in order to ensure balanced, equitable, safe and sustainable public and freight transport services.</i>	70 788	57 788	13 000	–	
	4 Traffic Management..... <i>To ensure the provision of a safe road environment through the regulation of traffic on public roads, law enforcement, the implementation of road safety campaigns and awareness programmes and the registration and licensing of vehicles and drivers.</i>	434 238	340 329	–	93 909	
	5 Community Based Programme <i>To cater for the development of programmes designed to empower and transfer skills to historically disadvantaged communities, thereby facilitating their active participation in the economy of the country.</i>	106 439	41 216	–	65 223	

(Schedule)

Vote	Description	Vote and main divisions	Details of appropriated amounts			Amounts specifically and exclusively appropriated
			Current Payments	Transfers and subsidies	Payments for capital assets	
13	Social Welfare and Population Development <i>To provide, promote and develop a transformed, integrated, people-centred, developmental social welfare service to all people in KwaZulu-Natal, to maximise their quality of life and social well-being.</i>	1 000 360	523 951	422 988	53 421	
	1 Administration <i>To provide overall strategic management and support services for the department.</i>	247 487	198 865	923	47 699	
	2 Social Welfare Services..... <i>To provide social welfare services and social relief to children, families, older persons, victims of crime and abuse, people affected by HIV and AIDS and people with disabilities, as well as in the fields of substance abuse and social crime prevention.</i>	626 488	287 499	335 093	3 896	
	3 Development and Research..... <i>To provide sustainable development programmes which will enable the poorest of the poor to reach a level of self reliance.</i>	126 385	37 587	86 972	1 826	
14	Works <i>To lead in building infrastructure and property development.</i>	479 419	425 304	7 028	47 087	–
	1 Administration <i>To conduct the overall operations of the department, policy formulation by the Minister and the department's management, and to render professional, administrative and office services.</i>	160 283	150 847	376	9 060	
	2 Real Estate..... <i>To provide and facilitate the provision of accommodation and management services to clients, achieve optimal utilisation of state fixed assets, improve integrated service delivery, policy development and monitoring and evaluation as well as leasing of buildings and land evaluations.</i>	13 864	13 706	8	150	
	3 Provision of Buildings, Structures and Equipment..... <i>To provide for the erection and/or acquisition of buildings, structures and engineering works and the maintenance of buildings to client specifications.</i>	305 272	260 751	6 644	37 877	
15	Arts, Culture and Tourism <i>To provide and promote innovative and vibrant cultural and tourism services which address the diverse needs of the people of KwaZulu-Natal, in order to enhance their quality of life.</i>	287 394	174 164	109 670	3 560	13 950
	1 Administration <i>To conduct the overall management of the department.</i>	44 757	44 227	–	530	
	2 Cultural Affairs..... <i>To assist arts and cultural organisations to promote, develop and preserve culture for the benefit of the citizens in KwaZulu-Natal.</i> <i>of which transfers to public entities are:</i> The Playhouse Company	61 786	47 085	14 291	410	
	3 Library and Archive Services..... <i>To promote public libraries and archives in the province.</i> <i>of which conditional grant is:</i> Library Services Grant	91 488	69 688	19 230	2 570	
	4 Tourism Development..... <i>To facilitate economic growth through promoting and developing tourism opportunities for entrepreneurs, establishing sound relations with stakeholders, and provide support to the public entities funded by the department.</i> <i>of which transfers to public entities are:</i> KZN Tourism Authority Natal Sharks Board	89 363	13 164	76 149	50	13 950
				57 536 18 613		
16	Sport and Recreation <i>To maximise opportunities through the promotion and development of sustained Sport and Recreation Programmes to improve the quality of life of the citizens of KwaZulu-Natal.</i>	161 177	124 902	28 373	7 902	37 276
	1 Administration <i>To conduct the overall management of the department.</i>	35 347	33 419	26	1 902	
	2 Sport Co-ordination..... <i>To promote, develop, administer and fund sport in the Province of KwaZulu-Natal.</i> <i>of which conditional grant is:</i> Mass Sport and Recreation Participation	125 830	91 483	28 347	6 000	37 276

Additional Information on Health: Programme 5 - Central Hospital Services

Vote	Description	Budget	MTEF	
		2007/08	2008/09	2009/10
		R000	R000	R000
7	Health			
	5 Central Hospital Services	1 271 875	1 395 811	1 540 400
	<i>To provide a highly specialised and quaternary level of health care, as well as a platform for the training of specialists.</i>			
	<i>of which</i>			
	Support Services	60 436	63 458	67 139
	<i>Allocations to institutions</i>			
	5.1 Central Hospitals	409 818	490 519	543 000
	Inkosi Albert Luthuli Central Hospital	409 818	490 519	543 000
	5.2 Tertiary Hospitals	801 621	841 834	930 261
	Inkosi Albert Luthuli Central Hospital	536 639	563 471	605 753
	Greys Hospital	212 998	223 648	246 620
	Ngwelezana Hospital	32 655	34 419	46 415
	Empangeni Hospital	16 851	17 694	28 720
	Mseleni Hospital	2 478	2 602	2 753

Note: All Tertiary Hospitals, except Inkosi Albert Luthuli Central Hospital, are in developmental stage and the allocations may change during the year. Also, the above allocations are for the Tertiary Services only and do not include the allocations for the services rendered under other programmes of the Vote.