



Vote 3

Department of Tourism, Environmental and Economic Affairs

To be appropriated by Vote in 2008/09
Responsible MEC
Administering Department
Accounting Officer

R303 776 000
MEC of Tourism, Environmental and Economic Affairs
Department of Tourism, Environmental and Economic Affairs
Superintendent General: Tourism, Environmental and Economic
Affairs

1. Overview

The core functions and responsibilities of the Department of Tourism, Environmental and Economic Affairs are to create conditions that are conducive for economic growth in the province by stimulating an integrated sustainable economic development within the province. We ensure sustainable environmental conservation in order to create a society that is prosperous, equitable and living in harmony with our natural resources. By ensuring internal business process excellence, the department has improved its relations with all clients and other stakeholders. The main service programmes that the department is going to use in order to achieve its mission are as follows:

- Tourism support services
- Eco-tourism and conservation
- Planning, impact, pollution and waste management
- Environmental coordination and planning
- Biodiversity management
- Conservation and protected areas management
- Consumer and liquor affairs
- Trade and investment promotion
- SMME development

1.1 Vision

A prosperous Free State through sustainable economic growth and a healthy environment for all.

1.2 Mission

To improve socio-economic livelihoods through economic and environmental programmes as well as governance system to ensure job creation and poverty reduction within the Free State. The department came up with the following three strategic goals that will be focused upon in the medium and long term:

- To stimulate integrated sustainable economic development within the province.
- To ensure sustainable environmental conservation within the province.
- To ensure the departmental business process excellence.



1.3 Legislative and Other Mandates

The Department's mandates are derived from a wide range of national and provincial legislation, including policies developed by the department of Trade and Industry (DTI) and the Department of Environmental and Tourism (DEAT). Key mandates are indicated in Table 1, as derived from the constitution of the Republic of South Africa (constitution Act. 108 of 1996)

Programme Number, Name and Core Function	Mandate	Description
Administration: Strategic Planning research, Policy Analysis and FSGDP development, review and assessment of policy planning issues and associated research	MEC's speech on strategic direction and new policy announcements. All legislation, regulations and policy, which may impact on the mandate of the Department, such as the DTI	An important aspect of the research and policy planning function is to be aware of the commitments made by the MEC and the kinds of activities that are reflected in the Department's Strategic Plan.
Economic Development Gambling & Racing administration Economic Development	Gambling and Racing Act of 1996 Tourism development strategy.	Regulation and administration of gambling and betting activities in the Province Provides operational frameworks for tourism promotion
Economic Development: Consumer Protection	Consumer Affairs Act 5 of 1998	Establishment of services and facilities for protecting the interests of consumers
Economic Development: Consumer Education	Consumer Affairs Act 5 of 1998. Credit Agreement Act 75 of 1980. Usury Act, 1968. Sales & Services Act 25 of 1965	
Economic Development: Trade Inspection	Trade Metrology Act of 1973. Credit Agreement Act 75 of 1980	
Economic Development: Liquor Administration	Liquor Act 27 of 1989. National Liquor Bill of 2001.	
Environmental Affairs: Protected Area Management	Environmental Management White Paper. Bio-diversity White Paper.	
Environmental Affairs: Environmental Education Community Liaison Services	Environmental Management White Paper. Biodiversity White Paper, National Environmental Management Act 107 of 1998. Environmental Conservation Act, 1989	Promotion of environmental understanding through the implementation of environmental education services.

2. Review of the current financial year

2.1. Introduction

The department is still focussing on the upgrade and refurbishment of all resorts and reserves. The major project for 2007/08 fiscal year is phase two upgrading of Phillip Sanders the projected value of R65 million. This project is still in progress and will be finalise towards the end of 2008/09 financial year. The Gariep nature reserve is 98% complete and will be completed before the end of the current financial year. The other important infrastructure development projects that the department intended to carry out in 2007/08 were put on hold because of budget pressures and will commence in the beginning of the coming fiscal year are as follows:

- The luxury wooden chalets will be completed at Erfenis dam.
- The chalets, entrance gate and housing will be completed at Koppies dam.
- The re-building of a floating camp at Caledon nature reserve will also be completed.
- The construction of new abattoir at Sandveld nature reserve.
- The concrete palisade fence will be put up Rustfontein nature reserve.
- The electronic access control will be put in place for all resorts and reserves.

Twenty facilities graded in the current financial year were packaged and included in the marketing drive of our tourist attraction destinations in the province. The department has implemented a training programme on hospitality industry to all personnel in the resorts with the aim of improving the quality of service they render. Our sustainable environmental management systems have ensured that the following functions were maintained in the current financial year:



- Clean and healthy environment
- Efficient biodiversity conservation
- Environmental education

The department continues to provide business support centres. We continue to expand support for the establishment of cooperatives and SMME with particular attention given to women, youth and broad based black economic empowerment. The Free State Investment Promotion Agency is still without the CEO. The CEO was supposed to start in January 2008. Free State Liquor Authority is not yet established.

3. Outlook for the coming financial year

The department has not changed its strategic policy directive that focuses on the upgrade and refurbishment of all resorts and reserves. The commercialisation strategy will be focussing on 5 resorts only. The major project for 2008/09 fiscal year is phase two and three upgrading of Phillip Sanders the projected value of R65 million. The other important infrastructure development projects that the department will commence in the beginning of the coming fiscal year are as follows:

- The luxury wooden chalets will be completed at Erfenis dam.
- The chalets, entrance gate and housing will be completed at Koppies dam.
- The re-building of a floating camp at Caledon nature reserve will also be completed.
- The construction of new abattoir at Sandveld nature reserve.
- The concrete palisade fence will be put up Rustfontein nature reserve.
- The electronic access control will be put in place for all resorts and reserves.

The target of 30 facilities will be graded in the coming fiscal year so that they can be packaged and be included in the marketing drive of our tourist attraction destinations in the province. The department will be implementing a training programme on tourist guide and the target of 30 tourist guides is planned for 2008/09 financial year with the aim of improving the quality of service they render. Our sustainable environmental management systems will ensure that the following functions are maintained in the coming fiscal year:

- Clean and healthy environment
- Efficient biodiversity conservation
- Environmental education

The department will continue to provide business support centres. We will continue to expand support for the establishment of cooperatives and SMME with particular attention given to women, youth and broad based black economic empowerment.

4. Receipts and financing

4.1 Summary of receipts

The following sources of funding are used for the Vote:

Table 2.1: Departmental receipts: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Equitable share	231,450	191,280	210,905	233,462	238,647	238,647	263,195	286,845	304,207
Conditional grants	10,000	10,000	10,000	20,000	20,000	20,000	30,000	32,750	34,715
Own Revenue	7,600	8,800	8,900	9,295	9,295	9,295	10,581	11,210	11,666
Total receipts	249,050	210,080	229,805	262,757	267,942	267,942	303,776	330,805	350,588



4.2 Departmental receipts collection

Table 2.2: Departmental receipts: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Tax Receipts	16,204	18,753	24,688	26,930	31,560	30,090	39,721	44,567	50,924
Casino Taxes	8,716	11,243	16,131	18,224	21,136	23,062	28,722	29,240	31,410
Horseracing	5,036	5,090	5,854	5,858	7,434	5,324	7,752	11,829	15,848
Other taxes	2,452	2,420	2,703	2,848	2,990	1,704	3,247	3,498	3,666
Non tax receipts	13,092	16,992	12,863	12,426	19,545	20,800	15,858	17,423	18,576
Sales of goods and other the	12,401	16,930	12,535	12,426	19,545	19,787	15,858	17,423	18,576
Transfers received									
other governmental units									
Fines, penalties and forfeits									
Interest, dividends, and rent on land	18	14	29			116			
Sales of capital assets									
Recoverable revenue received									
Financial transactions in assets and liabilities	673	48	299			897			
Total departmental receipts	29,296	35,745	37,551	39,356	51,105	50,890	55,579	61,990	69,500

Tax receipts

The department receives revenue from Gambling and Racing Board on a monthly basis. This revenue is sourced from casino taxes, horse racing and other taxes. The budget for tax receipts has been increased by 17% for the 2008/09 financial year. These receipts have formed more than 50% of the total revenue collected over the past three years. All casinos are fully functional and resulted in the increased collection of revenue.

Non tax receipts

Non-tax revenue is comprised of accommodation at the Resorts; sale of game, game licences and entrance fees. The sale of game is the biggest source of revenue (more than 50%) in the non-tax receipts. The department conducts auctions in April every year for the sale of game. The budget for the sale of goods and services has been decreased by 25% for the 2008/09 financial year due to the fluctuating revenue that is collected from the game auction. The revenue budget for the game auction was exceeded by 60% for the 2007/08 financial year. The department collects more revenue from game sales every two years and this figure decreases in the third year due to the need for game to breed.

Real growth rate

The department has collected more than what was budgeted for over a period of three years. Major increases were experienced in casino taxes and horseracing. Casino taxes in particular were increased by more than an inflation margin.

Revenue budget planning

The Gambling and Racing Board submit their revenue budget based on historical figures and economic performance of the casino and other charges are increased with an inflation rate. Inflation rate plus one is used by the department in determining budget figures. The total revenue budget was consequently increased by 30% during the adjustment budget process.



5. Payment summary

5.1 Key Assumptions

The following assumptions were taken into account for the MTEF period 2008-2011:

- Salary increases of 7.5% for 2007/08, 7.1% in 2008/09, 5.2% in 2009/10 and 5.1% for 2010/11 effective from 1 July of the year the budget is tabled based on CPIX plus 1%.
- The significant increase in the budget of compensation of employees caters for the vacant posts to be filled in the 2008/09 financial year.
- The increases of non-personnel inflation related items such as goods and services have been catered for over the MTEF.

5.2 Programme Summary

Table 2.3: Summary of payments and estimates: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Administration	41,357	39,627	53,950	58,379	60,844	65,070	74,010	78,732	83,045
2. Inter and Intra Governmental Relations	-	12,718	3,435	7,965	8,916	6,789	10,265	11,031	11,597
3. Environmental Affairs	73,430	61,706	91,942	112,734	111,042	108,288	132,509	145,586	156,136
4. Economic Development	23,914	17,583	17,144	25,548	23,824	20,599	31,892	36,856	38,160
5. Transversal functions	102,355	42,914	60,225	58,131	63,316	67,196	55,100	58,600	61,650
Total payments and estimates	241,056	174,548	226,696	262,757	267,942	267,942	303,776	330,805	350,588

5.3 Summary of economic classification

Table 2.4: Summary of payments and estimates by economic classification: Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	129,493	122,663	137,526	160,826	163,188	169,043	194,478	211,361	222,576
Compensation of employees	79,060	77,987	83,204	105,057	97,305	93,411	133,759	145,446	153,109
Goods and services	49,494	44,509	53,716	55,769	65,883	75,278	60,719	65,915	69,467
Interest and rent on land									
Financial transactions in assets and liabilities	939	167	606			354			
Unauthorised expenditure									
Transfers and subsidies to:	102,613	43,396	60,396	58,131	60,328	50,543	55,100	58,600	61,650
Provinces and municipalities	258	255	67						
Departmental agencies and accounts	15,500	12,914	35,725	36,131	38,316	28,451	45,100	47,900	50,350
Non-profit institutions									
Public corporations and private enterprises	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Households		227	104		12	92			
Payments for capital assets	8,950	8,489	28,774	43,800	44,426	48,356	54,198	60,844	66,362
Buildings and other fixed structures	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Machinery and equipment	379	2,398	3,629	7,800	7,513	6,986	8,198	8,844	9,362
Cultivated assets									
Software and other Intangible assets					913	209			
Land and subsoil assets						6,909			
Total economic classification	241,056	174,548	226,696	262,757	267,942	267,942	303,776	330,805	350,588



5.4 Infrastructure Payments

Table 2.5: Departmental Infrastructure Payments: Department of Tourism, Environmental Affairs and Economic Affairs

Department	Outcome			Main appropriation	Adjusted appropriation	Estimate Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Programme 3: Environmental Affairs	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Total Departmental Infrastructure	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000

Table 2.6: Total Departmental Infrastructure by Economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimate Actual	Medium-term estimates		
	2004/05	2005/06	2005/06	2007/08			2008/09	2009/10	2010/11
Current payments	-	-	-	-	-	-	-	-	-
Goode and services									
Transfers and subsidies to:	-	-	-	-	-	-	-	-	-
Municipalities									
Payments for capital assets	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Programme 3: Environmental Affairs	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Total economic classification	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000

5.5 Transfers to public entities

Table 2.7: Summary of departmental transfers to public entities

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Free State Development Corporation	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Free State Gambling and Racing	15,500	9,897	14,252	12,931	15,116	15,116	16,200	17,300	18,120
Free State Tourism Authority		3,017	21,473	11,200	11,200	11,200	16,000	17,000	17,890
Free State Investment Agency				7,000	7,000	2,689	7,400	7,800	8,190
Free State Liquor Authority				5,000	5,000	-	5,500	5,800	6,150
Total departmental transfers	102,355	42,914	60,225	58,131	60,316	51,005	55,100	58,600	61,650

5.6 Transfers to local government

Table 2.8: Summary of departmental transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Category C	258	255	67						
Total departmental transfers to lc	258	255	67	-	-	-	-	-	-



6. Programme description

6.1 Programme 1: Administration

Description and Objectives

The role of the programme is to:

- Provide the department with political and strategic leadership so as to enhance the broader government delivery mandate as enshrined in the relevant policy documents like; the constitution of the country, the Election Manifesto, Presidential State of the Nation Address, the Premier's State of the Province address, the MEC Budget Speech, the National and Provincial Government Cluster priorities and Provincial Growth and Development Strategy.
- Enhance the effectiveness and efficiency of the department's quality management of financial, personnel and supply chain management, to ensure the establishment of a functional organisational structure, work procedures and the appointment of sufficiently skilled staff with special emphasis on women, youth and disabled.
- Establish, maintain and extend monitoring and evaluation tools that will be used to monitor progress related to strategic objectives. Regular reporting on a quarterly basis is necessary to manage the performance of management.

Table 2.9: Summary of payments and estimates: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Office of the MEC	1,528	3,341	3,572	4,150	4,150	4,384	4,784	5,087	5,348
2. Office of the HOD	15,294	4,947	4,645	5,157	4,843	4,253	4,542	4,837	5,080
3.Special Programmes Unit		1,152	1,101	1,270	1,270	1,450	1,390	1,476	1,556
4. Security Services		339	1,013	842	1,741	1,199	2,456	2,616	2,809
5. Office of the COO			1,136	1,915	1,753	1,817	1,912	2,030	2,131
6.Office of the CFO	1,945	2,002	2,453	1,411	1,259	810	1,363	1,449	1,523
7.Supply chain management				10,460	14,960	14,653	24,954	26,440	27,997
8.Financial Accounting	9,047	11,602	17,318	7,500	7,343	10,755	7,970	8,487	8,911
9.Management Accounting				1,875	1,843	1,731	1,988	2,114	2,225
10.Corporate Service	10,352	13,168	16,996	1,414	1,424	1,695	1,559	1,658	1,741
11.Legal Service				4,310	4,167	3,396	3,332	3,549	3,727
12.Organisational Development				4,685	5,385	5,482	6,965	7,413	7,796
13. Internal Audit Unit	1,043	1,101	2,209	3,947	3,356	2,389	3,314	3,529	3,706
14. Training and Development	1,018	1,808		3,750	3,750	2,196	5,871	6,313	6,660
15.Special Projects	191		2,901	3,600	3,600	7,822	1,610	1,734	1,835
16. Special Function	939	167	606						
Total payments and estimates	41,357	39,627	53,950	56,286	60,844	64,032	74,010	78,732	83,045



Table 2.10: Summary of payments and estimates by economic classification: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	40,953	38,737	52,507	54,036	57,764	54,176	71,556	76,130	80,242
Compensation of employees	19,477	17,270	22,398	28,586	26,963	26,954	41,449	43,924	46,104
Goods and services	20,537	21,300	29,503	25,450	30,801	27,222	30,107	32,206	34,138
Financial transactions in assets and liabilities	939	167	606						
Unauthorised expenditure									
Transfers and subsidies to:	66	58	17	-	-	-	-	-	-
Provinces and municipalities	66	58	17						
Universities and technikons									
Households									
Payments for capital assets	338	832	1,426	2,250	3,080	9,856	2,454	2,602	2,803
Buildings and other fixed structures									
Machinery and equipment	338	832	1,426	2,250	3,080	2,947	2,454	2,602	2,803
Software and other intangible assets						6,909			
Total economic classification	41,357	39,627	53,950	56,286	60,844	64,032	74,010	78,732	83,045

6.2 Programme 2: Inter and Intra Governmental Relations

Description and objectives

The role and mandate of the programme is to provide the following:

- Support and monitoring services to public entities and
- Knowledge management as part of the organizational life
- Management and coordination of activities in the 5 districts
- Information communication and technology services
- Corporate communication services

Functions of the sub-programmes are the following:

- **Communication and ICT**
Provision of corporate communication services and information technology to the department.
- **Information Management**
To ensure effective use of information and Knowledge for increased productivity to conduct research for the DTEEA.
- **Cooperate Governance**
To ensure effective Cooperative Governance in the department and enhance intergovernmental relations.
- **Agency Support**
To monitor activities and enhance compliance by all public entities accountable to the department.



Table 2.11: Summary of payments and estimates: Programme 2: Inter and Intra Governmental Relations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Office of the Chief Director							1,268	1,462	1,535
2. Information and Knowledge Management				2,093	1,640	1,181	1,777	1,888	1,985
3. Inter-Governmental Relations							1,250	1,332	1,397
4. Agency Support and Monitoring							1,250	1,332	1,397
5. Information and Communication			2,301	6,825	6,147	4,489	4,720	5,017	5,283
6. Tourism Management		849	1,134	1,140	1,129	1,119			
7. Resort Management		11,869							
Total payments and estimates	-	12,718	3,435	10,058	8,916	6,789	10,265	11,031	11,597

Table 2.12: Summary of payments and estimates by economic classification: Programme 2: Inter and Intra Governmental Relations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	-	12,503	3,080	7,758	6,666	5,230	8,462	8,995	9,458
Compensation of employees		10,117	2,238	5,808	3,951	3,492	5,020	5,338	5,619
Goods and services		2,386	842	1,950	2,715	1,738	3,442	3,657	3,839
Unauthorised expenditure									
Transfers and subsidies to:	-	187	1	-	-	-	-	-	-
Provinces and municipalities		43	1						
Non-profit institutions									
Households		144							
Payments for capital assets	-	28	354	2,300	2,250	1,559	1,803	2,036	2,139
Buildings and other fixed structures									
Machinery and equipment		28	354	2,300	1,337	1,350	1,803	2,036	2,139
Software and other intangible assets					913	209			
Total economic classification	-	12,718	3,435	10,058	8,916	6,789	10,265	11,031	11,597

6.3 Programme 3: Environmental Affairs

Description and objectives

The aim is to co - ordinate the sub-programmes that will assist in the protection of human health and the environment in the province as follows:

- Promotion and maintenance of eco-tourism within the Free State Province
- That all conservation laws are applied in the province
- Game industries are regulated through a permit system
- Regulatory framework exists for the hunting industry and wild animals that cause damage, particularly to agriculture



Table 2.13: Summary of payments and estimates: Programme 3: Environmental Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Administration	-	1,063	1,437	1,470	1,470	2,506	1,824	1,941	2,042
2.Environment Quality Management	1,580	2,702	3,930	5,790	5,790	4,595	6,428	6,916	7,307
3.Environmental Policy Coordination, Planning and Empowerment Services	8,390	5,498	7,814	7,525	8,174	10,171	11,550	13,540	14,738
4. Compliance and Enforcement	8,162	8,817	8,100	9,715	8,406	7,832	8,472	9,015	9,572
5.Biodiversity Management	828	2,749	70,646	88,234	87,202	83,184	104,235	114,174	122,477
6. Environmental Management, Sustainable Enterprise and Infrastructure Development	54,470	40,877	15						
Total payments and estimates	73,430	61,706	91,942	112,734	111,042	108,288	132,509	145,586	156,136

Table 2.14: Summary of provincial payments and estimates by economic classification: Programme 3: Environmental Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	64,663	53,954	64,826	75,184	73,634	72,795	84,373	91,306	96,746
Compensation of employees	47,418	39,460	47,749	54,825	51,916	51,555	65,169	70,472	73,992
Goods and services	17,245	14,494	17,077	20,359	21,718	21,240	18,264	19,660	20,995
Unauthorised expenditure									
Transfers and subsidies to:	158	208	133	-	12	92	-	-	-
Provinces and municipalities	158	125	36						
Non-profit institutions									
Households		83	97		12	92			
Payments for capital assets	8,609	7,544	26,983	37,550	37,396	35,401	48,136	54,280	59,390
Buildings and other fixed structure	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Machinery and equipment	38	1,453	1,838	1,550	1,396	1,149	2,136	2,280	2,390
Land and subsoil assets									
Total economic classification	73,430	61,706	91,942	112,734	111,042	108,288	132,509	145,586	156,136

Service delivery measures

Sector: Environmental Affairs

Subprogramme / Performance Measures	Target for 2008/09 as per (APP)
QUARTERLY OUTPUTS	
Sub-Programme 2: Policy Coordination and Environmental Planning	
Number of IDPs reviewed for environmental content and compliance with Provincial priorities	6
Number of requests for environmental information	25
Percentage of IDPS reviewed for environmental content and compliance with Provincial proprieties.	Stats to be finalised in 2007/8
Number of requests of environmental information from the public?	100+ Requests per month



Programme / Subprogramme / Performance Measures	Target for 2008/09 as per (APP)
QUARTERLY OUTPUTS	
Sub-Programme 3: Compliance and Enforcement	
Number of enforcement actions undertaken for non-compliance with legislation on Air Quality Management	3
Number of enforcement actions undertaken for non-compliance with legislation on Waste Management	250
Number of enforcement actions undertaken for non-compliance with legislation on Noise pollution	3
Number of enforcement actions undertaken for non-compliance with legislation on Impact management	150
Number of enforcement actions undertaken for non-compliance with legislation on Indecent Management	4
Number of enforcement actions undertaken for non-compliance with legislation on Environmental quality management	80
Number of enforcement actions undertaken for non-compliance with biodiversity/conservation management legislation	400
Number of known unauthorised developments acted on with an enforcement action	40
Number of air quality management and pollution prevention investigations and audits	-
Number of complaints related to environmental quality management followed -up expressed as a percentage of number received	-
Number and percentage of licensed landfill sites monitored for compliance per province?	16
Percentage of landfill sites which are not permitted: Study is being conducted and will be finalised by September 2008	-
Number of registered Environmental Management Inspectors in the Provincial department	30
Known non-compliances with biodiversity permits, as a percentage of total biodiversity permits issued	5
Sub-Programme 4: Environmental Quality Management	
4.1 Impact Management	
Number of EIA application submitted:	Number will depend on applications
Number of EIA applications submitted finalised within legislated timeframes:	All applications
Number of Environmental Authorisations issued (both approved and rejected):	Number will depend on applications
Average duration of EIS processes in months (from application to decision) during financial year	
4.2 Air Quality Management	
Is there an emission inventory in place? (Yes/No):	No
Is there a functioning ambient air quality monitoring system in place? (Yes/No):	No
Is there a functioning point source monitoring systems in place? (Yes/No):	No
Is there an information management system in place to collect, analyse and disseminate Air Quality information? (Yes/No):	No
How many Metropolitan or District Municipalities have delegated their licensing functions under the Air Quality Act to the Province?	None
Is an Air Quality licensing manual in place: No/Draft/Approved:	No
How many atmospheric emissions licenses were issued per annum?:	National is issuing
How Many priority areas air quality management areas have been identified in the province?	1
Percentage of municipalities in the province with poor or potentially poor air quality?	Study not conducted
What is the % of municipalities with poor or potentially poor air quality who have prepared AQM plans?	None
4.3 Climate Change	
Has an greenhouse gas reduction strategy been prepared: No/Draft/Approved:	No
Has a climate change vulnerability and adaptation strategy been prepared: No/Draft/Approved	No



Subprogramme / Performance Measures	Target for 2008/09 as per (APP)
QUARTERLY OUTPUTS	
4.4 Pollution and Waste Management	
Is there a Waste Information system in Place: Yes/No:	No
Is there a plan in place to bring all landfills to meet with legal permitting requirements? Yes/No:	Yes tender advertised
What percentage of landfills in the province are permitted in terms of legislation? Tender done and information will be available in September 2008 but most of Free State Landfill sites are not permitted	
What is the percentage of waste generated in the province which is recycled? Dept does not have Stats as it is currently initiating pilot projects on Waste Information Systems	No Stats
What is the volume of waste generated per annum (total and per capita) in the province?	No Stats
what is the growth trend in waste generation - percentage increase over the last 2 years? No stata same as in 50 above	
Is there a provincial integrated Waste Management Plan: No/Draft/Approved	
Is there a Provincial integrated Hazardous Waste Management Plan: No/Draft/Approved: It is in draft form and will be finalized in September 2008	
What is the percentage of DMs and Metro's with approved Integrated Waste Management Plans?	No
4.5 Coastal Pollution Management	
How many blue-flag beaches are there in the province?	None
Sub-Programme 5: Biodiversity Management	
5.1 Biodiversity and Protected Area Planning and Management	
Is there a provincial spatial biodiversity plan: No/Draft/Approved A biodiversity Plan is in the process of being developed after the necessary hardware and software were put into place. Hopefully a first biodiversity plan will be available during the 2008/09 financial year	1
How many districts are covered by bioregional plans published in terms of the Biodiversity Act (using the provincial biodiversity areas)?	No bioregional plans published
Have any published bioregional plans been meaningfully incorporated into the relevant municipalities' SDFs, with appropriate restrictions on land use in critical biodiversity areas?	No bioregional plans published
How much natural habitat has been lost in areas identified as critical biodiversity areas in published bioregional plans (in hectares per biodiversity area)	No bioregional plans published
Is a provincial register of protected areas in place: Yes/No for only government owned	Yes
What is the extent of public land, designated as Protected Area in terms of the Protected Areas Acts, under formal conservation	9hectares
What is the percentage of all provincial land under conservation (public and private)	Still to be determined
How many biodiversity permits of all types were issues?	5,000
Has a list of threatened and protected ecosystems been prepared in terms of the Biodiversity Act: Yes /No	No
If a Provincial list of threatened and protected ecosystems has not been prepared has the extent of such eco-systems identified and mapped in the Province? No, since the GIS necessary for biodiversity planning and mapping has only become available recently	
How many hectares of land was cleared of invasive aliens species in the province in the year?	Unknown
What percentage of land which was previously cleared of invasive species was kept clear in the year?	Unknown
what percentage of provincial protected areas have an approved management plan/ unknown except that all state owned have a management plan that is approved	
How many people are employed in public sector conservation (provide numbers for both provincial Environment Department and statutory conservation agency where applicable	
5.2 Coastal Resource Use	
Is there a coastal management plan in place: No/Draft/Approved Not applicable	
What is the percentage of in-shore bioregions formally Protected in the province Not applicable	



Subprogramme / Performance Measures	Target for 2008/09 as per (APP)
QUARTERLY OUTPUTS	
Programme 6: Environmental Empowerment Services	
6.1 Capacity Building and Support	
How many sustainable livelihood programmes are underway in the province?	
How many coastal sustainable livelihood programmes are underway in the province?	
How many person days employment were created by the sustainable livelihood programmes?	
How many person days employment were created by the coastal sustainable livelihood programme?	
How many pupils attended environmental awareness programmes during the year?	
How many environmental education modules were approved in the year?	
6.2 Sector Skills Development and Training	
How many teachers were trained in environmental education during the year?	150,000
How many provincial officers are dedicated to:	6
Do you have a sector skills development implementation	Yes
What is the overall spend	200,000
6.3 Communication and Awareness Raising	
Annual Reports Produced	8
Web information Services Availability	-
Approved Communications and Marketing Strategy?	Non existent
Advertising and Marketing Spend? None	-

6.4 Programme 4: Economic Development

Description and objectives

The programme aims to promote vibrant economic activities within the province as follows:

- The development of an integrated departmental framework for investment promotion.
- Establishment of business development resources centre to communicate opportunities to potential investors
- Establishment of integrated business support centres
- Develop framework and policies and implement programmes for SMME development

Table 2.15: Summary of payments and estimates: Programme 4: Economic Development

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Administration		250	49	1,360	1,037	663	3,771	4,444	4,141
2. Integrated Economic Development Services	4,996	4,070	2,957	4,190	4,004	2,997	4,525	5,810	6,062
3. Trade & Industry Development	4,372	6,339	4,567	9,090	8,147	7,178	7,615	8,311	8,682
4. Business Regulation and Governance	7,735	5,079	6,491	6,690	6,690	6,530	10,300	12,041	12,627
5. Economic Planning	6,811	1,845	3,080	4,218	3,946	3,231	5,681	6,250	6,648
Total payments and estimates	23,914	17,583	17,144	25,548	23,824	20,599	31,892	36,856	38,160



Table 2.16: Summary of provincial payments and estimates by economic classification: Programme 4: Economic Development

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	23,877	17,469	17,113	23,848	22,124	19,059	30,087	34,930	36,130
Compensation of employees	12,165	11,140	10,819	15,838	14,475	11,410	21,181	24,538	25,635
Goods and services	11,712	6,329	6,294	8,010	7,649	7,649	8,906	10,392	10,495
Unauthorised expenditure									
Transfers and subsidies to:	34	29	20	-	-	-	-	-	-
Provinces and municipalities	34	29	13						
Non-profit institutions									
Households			7						
Payments for capital assets	3	85	11	1,700	1,700	1,540	1,805	1,926	2,030
Buildings and other fixed structures									
Machinery and equipment	3	85	11	1,700	1,700	1,540	1,805	1,926	2,030
Land and subsoil assets									
Total economic classification	23,914	17,583	17,144	25,548	23,824	20,599	31,892	36,856	38,160

Service delivery measures

Sector: Economic Development

Subprogramme/Performance Measures	Target for 2008/09 as per(APP)
QUARTERLY OUTPUTS	
Integrated Economic Development	
SMME and Cooperatives development strategy	1
Provincial Cooperatives Development workshop	1
Bi-annual cooperative seminars in 5 districts	1
National and International trade fairs	2
Annual SMME Business Week	1
Business support and information sharing seminars in the 5 districts.	4
Provincial TWIB Awards	1
Provincial business women coordinating committee	1
Tertiary cooperative per districts for people with disabilities	1
Youth Economic Development Summit	1
Provincial LED Summit	1
LED Forum	1
Provincial EPWP Economic Sector Summit	4
Bi-annual SMME support training programmes	1
Event per organization (i.e. SAWEN, SAWIMA, FSWIT, FSYC, FSDP, NAWA, etc.)	1
Trade and Industry Development	
Free State Province's Economic Road Map	1
Provincial BPO&O development strategy	1
DTI-led BPO&O marketing missions.	3
Regional strategy for Africa	1
Project manager: Film Commission	1
Feasibility study for the establishment of the Film Commission	
Terms of Reference for the Free State-Maseru Business Forum	1
Export awareness campaigns	5
Benchmarking visits to China, Brazil and Kenya	3
Best performing exporters for recognition and awards	10



Subprogramme/Performance Measures	Target for 2008/09 as per(APP)
QUARTERLY OUTPUTS	
Business Regulations and Governance	
Resolve all reported cases	all
BBBEE stakeholders meeting.	1
Print media columns	4
Radio talk shows per annum	24
Joint consumer/ liquor information roadshows	48
Provincial Consumer Conference	1
Integrated Liquor Compliance Workshops per quarter	5
National Liquor Regulators Forum & Sub-committee meetings	16
Provincial liquor stakeholders forum meetings	4
Print columns & Radio talkshows	2

6.5 Programme 5: Transversal Functions

Description and objectives

The Programme is about Public and Private Entities that reports to the MEC of Tourism Environmental and Economic Affairs and other special departmental projects.

Free State Development Corporation (FDC)

The aim is to finance and advance the following:

- Economic growth and development
- Black Economic Empowerment is Advanced
- SMME development and growth

Free State Gambling and Racing Board

Free State Gambling and Racing Board's main aim is to regulate the gambling and racing activities in the province on behalf of the Provincial department.

Free State Tourism Authority (FSTA)

The primary aim is to, domestically and internationally; market the Free State Province, as a tourism destination. It is going to promote tourism and increase the market share of the tourist industry. It is also expected to coordinate the marketing activities of role-players in the industry.

Table 2.17: Summary of payments and estimates: Programme 5: Transversal Functions

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
1. Free State Development Corporation	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
2. Free State Gambling Board	15,500	9,897	14,252	12,931	15,116	15,116	16,200	17,300	18,120
3. Tourism Marketing Authority		3,017	21,473	11,200	11,200	11,200	16,000	17,000	17,890
4. Free State Investment Agency				7,000	7,000	2,689	7,400	7,800	8,190
5. Free State Liquor Authority				5,000	5,000		5,500	5,800	6,150
6. MACUFE					3,000	16,875			
7. Theft and Losses						354			
Total payments and estimates	102,355	42,914	60,225	58,131	63,316	68,234	55,100	58,600	61,650



Table 2.18: Summary of provincial payments and estimates by economic classification: Programme 5: Transversal Functions

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	-	-	-	-	3,000	17,783	-	-	-
Compensation of employees									
Goods and services					3,000	17,429			
Financial transactions in assets and liabilities						354			
Transfers and subsidies to:	102,355	42,914	60,225	58,131	60,316	50,451	55,100	58,600	61,650
Provinces and municipalities									
Departmental agencies and accounts	15,500	12,914	35,725	36,131	38,316	28,451	45,100	47,900	50,350
Public corporations and private enterprises	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Households									
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures									
Land and subsoil assets									
Total economic classification	102,355	42,914	60,225	58,131	63,316	68,234	55,100	58,600	61,650

6.6. Other programme information

6.6.1. Personnel numbers and costs

Table 2.19: Personnel numbers and costs¹: Department of Tourism, Environmental and Economic Affairs

Personnel numbers	As at 31 March 2005	As at 31 March 2006	As at 31 March 2007	As at 31 March 2008	As at 31 March 2009	As at 31 March 2010	As at 31 March 2011
1: Administration	111	122	107	139	141	149	157
2: Inter and Intra Governmental Relations	24	23	424	33	39	41	43
3: Environmental Affairs	539	527	109	561	573	581	614
4: Economic Development	59	59	43	61	64	69	73
5: Transversal Functions							
Total personnel numbers	733	731	683	794	817	840	887
Total personnel cost (R thousand)	79,060	77,987	83,200	93,420	133,759	145,446	153,109
Unit cost (R thousand)	107.86	106.69	121.82	117.66	163.72	173.15	172.61

1. Full-time equivalent

**Table2.20: Summary of departmental personnel numbers and costs**

	Outcome			Main	Adjusted	Estimated	Medium-term estimates		
	2004/05	2005/06	2006/07	Appropriation	Appropriation	Actual	2008/09	2009/10	2010/11
				2007/08					
Total for department	733	731	683	794	794	794	817	840	887
Personnel numbers (head count)	733	731	683	794	794	794	817	840	887
Personnel cost (R'000)	79,060	77,987	83,200	105,057	97,305	93,420	132,819	144,272	151,350
Human resource component									
Personnel numbers (head count)	37	39	36	41	41	41	41	41	43
Personnel costs (R'000)	6,717	7,918	7,579	10,234	10,234	10,234	12,101	12,883	13,617
Head count as % of total for department		5%	5%	5%	5%	5%	5%	5%	5%
Personnel cost as % of total for department		7%	9%	8%	8%	8%	8%	8%	8%
Finance component									
Personnel numbers (head count)	25	24	41	25	25	25	25	25	25
Personnel costs (R'000)	4,197	7,601	14,238	9,101	9,101	9,101	9,621	10,111	10,687
Head count as % of total for department		5%	6%	5%	5%	5%	5%	5%	5%
Personnel cost as % of total for department		9%	17%	9	9	10	7	7	7
Full time workers									
Personnel numbers (head count)	696	690	642	749	749	749	772	795	842
Personnel costs (R'000)	78,129	76,860	82,073	103,737	95,985	93,100	131,479	142,912	151,272
Personnel cost as % of total for department	99	99	99	99	99	100	99	99	100
Head count as % of total for department	100%	100%	100%	94%	94%	94%	94%	95%	95%
Contract workers									
Personnel numbers (head count)	37	41	41	45	45	45	45	45	45
Personnel costs (R'000)	931	1,127	1,127	1,320	1,320	1,320	1,340	1,360	1,378
Personnel cost as % of total for department				1	1	1	1	1	1
Head count as % of total for department				5	5	5	5	5	5

6.6.2. Training

Table 2.21: Payments on training: Department of Tourism, Environmental and Economic Affairs

	Outcome			Main	Adjusted	Estimated	Medium-term estimates		
	2004/05	2005/06	2006/07	appropriation	appropriation	Actual	2008/09	2009/10	2010/11
R thousand				2007/08					
1: Administration	201	122	143	337	337	337	359	377	398
<i>of which</i>									
Subsistence and travel									
Payments on tuition									
2: Inter and intra Governmental Relations	35	99	85	228	228	228	239	251	265
Subsistence and travel									
Payments on tuition									
3: Environmental Affairs	495	862	320	471	471	471	503	528	558
Subsistence and travel									
Payments on tuition									
4: Economic Development	109	276	70	105	105	105	105	110	117
Subsistence and travel									
Payments on tuition									
Total payments on training	840	1,359	618	1,141	1,141	1,141	1,206	1,266	1,338



Table 2.22: Information on training: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08	2007/08	2007/08	2008/09	2009/10	2010/11
Number of staff	733	731	683	794	794	794	817	840	888
Number of personnel trained									
of which									
Male	217		334						
Female	71		143						
Number of training opportunities									
of which									
Tertiary									
Workshops									
Seminars									
Other	288								
Number of bursaries offered	31			10	10	10	10	10	11
Number of interns appointed	39								
Number of learnerships appointed									
Number of days spent on training									



ANNEXURE TO BUDGET STATEMENT 2

Table B.1: Specifications of receipts

Table B.1: Specification of receipts: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Tax receipts	16,204	18,753	24,688	26,930	26,930	30,090	39,721	44,567	50,925
Casino taxes	8,716	11,243	16,132	18,224	18,224	23,062	28,722	29,240	31,410
Horse racing taxes	5,036	5,090	5,854	5,858	5,858	5,324	7,752	11,829	15,848
Liquor licences	2,452	2,420	2,702	2,848	2,848	1,704	3,247	3,498	3,667
Motor vehicle licences									
Sales of goods and services other than capital :	12,401	16,930	12,535	12,426	24,175	19,787	15,858	17,423	18,575
Sale of goods and services produced by department (excluding capital assets)									
Sales by market establishments									
Administrative fees									
Other sales	12,401	16,930	12,536	12,426	24,175	19,787	15,858	17,423	18,575
Of which									
Sale of Game		11,285	7,241	7,853	7,853	13,920	9,601	9,996	10,662
Accommodation		2,206	2,919	3,289	3,289	3,116	3,409	4,200	4,459
Other	2,475	3,439	2,376	1,284	1,284	2,509	1,968	2,823	1,891
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Transfers received from:									
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits									
Interest, dividends and rent on land	14	29				116			
Interest	14	29				116			
Dividends									
Rent on land									
Sales of capital assets	18								
Land and subsoil assets									
Other capital assets	18					897			
Financial transactions in assets and liabilities	673	48	299						
Total departmental receipts	29,296	35,745	37,551	39,356	51,105	50,890	55,579	61,990	69,500

**Table B.3: Payments and estimates by economic classification**

Table B.3: Payments and estimates by economic classification: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	79,999	78,154	137,526	160,826	163,188	169,043	194,478	211,361	222,576
Compensation of employees	79,060	77,987	83,204	105,057	97,305	93,411	133,759	145,446	153,109
Salaries and wages	49,108	68,297	72,712	95,473	81,869	77,975	116,828	122,516	128,526
Social contributions	29,952	9,690	10,492	9,584	15,436	15,436	16,931	22,930	24,583
Goods and services	-	-	53,716	55,769	65,883	75,278	60,719	65,915	69,467
of which									
Consultants				21,192	25,035	20,020	23,073	25,048	26,397
Subsistence Allowance				11,711	13,835	16,038	12,751	13,384	14,588
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities	939	167	606			354			
Unauthorised expenditure									
Transfers and subsidies to¹:	102,613	43,396	60,396	58,131	60,328	50,543	55,100	58,600	61,650
Provinces and municipalities	258	255	67						
Provinces ²			67						
Provincial Revenue Funds									
Provincial agencies and funds	11								
Municipalities ³									
Municipalities	247	255							
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	15,500	12,914	35,725	36,131	38,316	28,451	45,100	47,900	50,350
Social security funds									
Free State Gambling Board	15,500	9,897	14,252	12,931	15,116	15,116	16,200	17,300	18,120
Free State Tourism Authority		3,017	21,473	11,200	11,200	11,200	16,000	17,000	17,890
Free State Liquor Authority				5,000	5,000		5,500	5,800	6,150
Free State Investment Agency				7,000	7,000	2,135	7,400	7,800	8,190
Universities and technikons									
Public corporations and private enterprises ⁵	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Public corporations									
Subsidies on production									
Other transfers	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households		227	104		12	92			
Social benefits									
Other transfers to households		227	104		12	92			
Payments for capital assets	8,950	8,489	28,774	43,800	44,426	48,356	54,198	60,844	66,362
Buildings and other fixed structures	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Buildings	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Other fixed structures									
Machinery and equipment	379	2,398	3,629	7,800	7,513	6,986	8,198	8,844	9,362
Transport equipment									
Other machinery and equipment	379	2,398	3,629	7,800	7,513	6,986	8,198	8,844	9,362
Cultivated assets									
Software and other intangible assets					913	209			
Land and subsoil assets						6,909			
Total economic classification	191,562	130,039	226,696	262,757	267,942	267,942	303,776	330,805	350,588



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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	40,953	38,737	52,507	54,036	57,764	54,176	71,556	76,130	80,242
Compensation of employees	19,477	17,270	22,398	28,586	26,963	26,954	41,449	43,924	46,104
Salaries and wages	11,686	15,110	19,600	24,597	22,499	22,499	36,097	38,224	40,119
Social contributions	7,791	2,160	2,798	3,989	4,464	4,455	5,352	5,700	5,985
Goods and services	20,537	21,300	29,503	25,450	30,801	27,222	30,107	32,206	34,138
<i>of which</i>									
Consultants				6,561	8,624	8,624	8,430	9,018	9,559
Substance Allowance				1,999	2,464	2,464	2,408	2,576	2,731
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities	939	167	606						
Unauthorised expenditure									
Transfers and subsidies to¹:	66	58	17	-	-	-	-	-	-
Provinces and municipalities	66	58	17						
Provinces ²			17						
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	66	58							
Municipalities									
<i>of which: Regional service council levies</i>									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide a list of entities									
Universities and technikons									
Public corporations and private enterprises ⁵									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households									
Social benefits									
Other transfers to households									
Payments for capital assets	338	832	1,426	2,250	3,080	9,856	2,454	2,602	2,803
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	338	832	1,426	2,250	3,080	2,947	2,454	2,602	2,803
Transport equipment									
Other machinery and equipment	338	832	1,426	2,250	3,080	2,947	2,454	2,602	2,803
Cultivated assets									
Software and other intangible assets						6,909			
Land and subsoil assets									
Total economic classification	41,357	39,627	53,950	56,286	60,844	64,032	74,010	78,732	83,045



Table B.3: Payments and estimates by economic classification: Programme 2: Inter and Intra Governmental Relations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	-	12,503	3,080	7,758	6,666	5,230	8,462	8,995	9,458
Compensation of employees		10,117	2,238	5,808	3,951	3,492	5,020	5,338	5,619
Salaries and wages		9,032	2,127	5,102	3,602	3,143	4,217	4,484	4,720
Social contributions		1,085	111	706	349	349	803	854	899
Goods and services		2,386	842	1,950	2,715	1,738	3,442	3,657	3,839
<i>of which</i>									
Subsistence Allowance									
Office equipment									
Consultants									
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to¹:	-	187	1	-	-	-	-	-	-
Provinces and municipalities		43	1						
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³									
Municipalities		43	1						
<i>of which: Regional service council levies</i>									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide a list of entities									
Universities and technikons									
Public corporations and private enterprises ⁵									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households		144							
Social benefits									
Other transfers to households		144							
Payments for capital assets	-	28	354	2,300	2,250	1,559	1,803	2,036	2,139
Buildings and other fixed structures				-	-	-	-	-	
Buildings									
Other fixed structures									
Machinery and equipment		28	354	2,300	1,337	1,350	1,803	2,036	2,139
Transport equipment									
Other machinery and equipment		28	354	2,300	1,337	1,350	1,803	2,036	2,139
Cultivated assets									
Software and other intangible assets					913	209			
Land and subsoil assets									
Total economic classification	-	12,718	3,435	10,058	8,916	6,789	10,265	11,031	11,597



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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	64,663	53,954	64,826	75,184	73,634	72,795	84,373	91,306	96,746
Compensation of employees	47,418	39,460	47,749	54,825	51,916	51,555	66,109	71,646	75,751
Salaries and wages	27,941	34,797	41,521	52,470	43,609	43,248	55,682	59,196	62,154
Social contributions	19,477	4,663	6,228	2,355	8,307	8,307	10,427	12,450	13,597
Goods and services	17,245	14,494	17,077	20,359	21,718	21,240	18,264	19,660	20,995
of which									
Subsistence Allowance				3,358	3,475	3,398	2,922	3,146	3,359
Building Material									
Consultants				3,158	3,258	3,186	2,740	2,949	3,150
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to¹:	158	208	133	-	12	92	-	-	-
Provinces and municipalities	158								
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds	11								
Municipalities ³									
Municipalities	147	125	36						
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide a list of entities									
Universities and technikons									
Public corporations and private enterprises ⁵									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households		83	97		12	92			
Social benefits					12	92			
Other transfers to households		83	97						
Payments for capital assets	8,609	7,544	26,983	37,550	37,396	35,401	48,136	54,280	59,390
Buildings and other fixed structures	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Buildings	8,571	6,091	25,145	36,000	36,000	34,252	46,000	52,000	57,000
Other fixed structures									
Machinery and equipment	38	1,453	1,838	1,550	1,396	1,149	2,136	2,280	2,390
Transport equipment									
Other machinery and equipment	38	1,453	1,838	1,550	1,396	1,149	2,136	2,280	2,390
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification	73,430	61,706	91,942	112,734	111,042	108,288	132,509	145,586	156,136



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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	23,877	17,469	17,113	23,848	22,124	19,059	30,087	34,930	36,130
Compensation of employees	12,165	11,140	10,819	15,838	14,475	11,410	21,181	24,538	25,635
Salaries and wages	9,481	9,358	9,464	13,304	12,159	9,094	20,832	20,612	21,533
Social contributions	2,684	1,782	1,355	2,534	2,316	2,316	349	3,926	4,102
Goods and services	11,712	6,329	6,294	8,010	7,649	7,649	8,906	10,392	10,495
<i>of which</i>									
Subsistence Allowance			1,695	2,163	2,065	2,294	2,672	3,118	3,148
Air Transport			953	1,201	1,147	1,147	1,336	1,351	1,364
Consultants									
Other									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to¹:	34	29	-	-	-	-	-	-	-
Provinces and municipalities	34	29	13						
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	34	29	13						
Municipalities									
<i>of which: Regional service council levies</i>									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Micro-Enterprise & Local Dept									
Free State Gambling Board									
Universities and technikons									
Public corporations and private enterprises ⁵									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households			7						
Social benefits									
Other transfers to households			7						
Payments for capital assets	3	85	11	1,700	1,700	1,540	1,805	1,926	2,030
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	3	85	11	1,700	1,700	1,540	1,805	1,926	2,030
Transport equipment									
Other machinery and equipment	3	85	11	1,700	1,700	1,540	1,805	1,926	2,030
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification	23,914	17,583	17,144	25,548	23,824	20,599	31,892	36,856	38,160



Table B.6: Payments and estimates by economic classification: Programme 5: Transversal Function

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Current payments	-	-	-	-	3,000	17,783	-	-	-
Compensation of employees									
Salaries and wages									
Social contributions									
Goods and services				-	3,000	17,429	-	-	
of which									
Consultants									
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities						354			
Unauthorised expenditure									
Transfers and subsidies to¹:	102,355	42,914	60,221	58,131	60,316	50,451	55,100	58,600	61,650
Provinces and municipalities									
Provinces ²									
Provincial Revenue Funds									
Municipalities ³									
Municipalities									
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	15,500	12,914	35,721	36,131	38,316	28,451	45,100	47,900	50,350
Provincial agencies and funds	15,500	12,914	35,721	36,131	38,316	28,451	45,100	47,900	50,350
Free State Gambling and Racing Board	15,500	9,897	14,252	12,931	15,116	15,116	16,200	17,300	18,120
Free State Tourism Authority		3,017	21,469	11,200	11,200	11,200	16,000	17,000	17,890
Free State Liquor Authority				5,000	5,000		5,500	5,800	6,150
Free State Investment Agency				7,000	7,000	2,135	7,400	7,800	8,190
Social security funds									
Universities and technikons									
Public corporations and private enterprises ⁵	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Public corporations	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Subsidies on production									
Free State Development Corporation	86,855	30,000	24,500	22,000	22,000	22,000	10,000	10,700	11,300
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households									
Social benefits									
Other transfers to households									
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment									
Transport equipment									
Other machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification	102,355	42,914	60,221	58,131	63,316	68,234	55,100	58,600	61,650



Table B.7: Details on infrastructure

Table B.5(a): Details of payments for infrastructure by category

No.	Project name	District / Region	Municipality	Project description/ type of structure	Project duration		Programme	Total project cost	Expenditure to date from previous years	Professional Fees Budget	Construction/ Maintenance Budget	Total available	MTEF Forward estimates		
					Date: Start	Date: Finish							MTEF 2008/09	2009/10	2010/11
1. New constructions (buildings and infrastructure) (R thousand)															
1	Koppiesdam Resort	Fezile Dabi	Ngwathe	Chalets, entrance and housing	Apr-08	Jun-10	Environmental Affairs	12,000	489	800	3,400	4,200	5,200	2,600	
2	Erfenisdam	Lejweleputswa	Masilonyana	Luxury wooden bungalows	2010		Environmental Affairs	1,500	200			-		1,900	
3	Willem Pretorius Resort	Lejweleputswa	Matjhabeng	Built new abattoir	Apr-09	Mar-10	Environmental Affairs	3,500				-	3,500		
4	Caledon N/R	Motho	Naledi	Rebuilt floating camp on river bank	2010		Environmental Affairs	2,000				-		2,000	
5	Sandveld Resort	Lejweleputswa	Tswelopele	Construct new abattoir	Apr-07	Dec-08	Environmental Affairs	3,400	400	468	2,532	3,000			
6	Sterkfontein Resort	Thabo Mofutsanyana	Maluti-a-Phofung	Construction of new abattoir	Apr-09	Dec-09	Environmental Affairs	4,000				-		4,000	
7	Phillip Sanders Resort	Motho	Mangaung	Chalets and conference facilities	Apr-07	Dec-08	Environmental Affairs	91,000	24,000	4,000	29,600	33,600	25,600		
8	Karee Nursery	Motho	Mangaung	Construction of new office complex	Apr-10	Dec-11	Environmental Affairs	15,000				-		5,000	
9	Soetdoring	Motho	Mangaung	construct 10 chalets	Apr-08	Dec-09	Environmental Affairs	6,000		1,000	2,000	3,000	3,000		
10	Maria Moroka	Motho	Mangaung	Rebuild restcamp, 5 chalets	May-08	Jan-10	Environmental Affairs	4,000		700	1,300	2,000	2,000		
11	Maria Moroka	Motho	Mangaung	Construction of office complex	Apr-10	Mar-12	Environmental Affairs	12,000				-	400	6,000	
Total new constructions (buildings and infrastructure)								154,400	25,089	6,968	38,832	45,800	39,700	21,500	
2. Rehabilitation/upgrading (R thousand)															
1	Fish Hatchery	Xhariep	Kopanong	Upgrade breeding dams	Apr-10	Mar-11	Environmental Affairs	10,000				-		6,500	
2	Willem Pretorius Resort	Lejweleputswa	Matjhabeng	Upgrade Chalets, restaurant, hall and coference hall. Built chapel	Apr-09	Dec-10	Environmental Affairs	9,000				-	1,500	6,900	
3	Sterkfontein Resort	Thabo Mofutsanyana	Maluti-a-Phofung	Upgrade camp, new chalets and entrance	Apr-09	Dec-10	Environmental Affairs	12,900				-	1,300	8,600	
4	Sandveld Resort	Lejweleputswa	Tswelopele	Upgrade chalets and new day visitor facility	Apr-09	Dec-11	Environmental Affairs	26,600				-		4,000	
5	Soetdoring N/R	Motho	Mangaung	Upgrading traincamp	Apr-08	Dec-09	Environmental Affairs	2,200		200		200	2,000		
Total rehabilitation/upgrading								60,700	-	200	-	200	4,800	26,000	
4. Other capital projects (R thousand)															
1	Gariap complex	Xhariep	Kopanong	Buy land at Gariap and Tussen die Riviere	Apr-06	Apr-10	Environmental Affairs	55,000	6,909			-	7,500	9,500	
Total other capital projects								55,000	6,909				7,500	9,500	
Total								270,100	31,998	7,168	38,832	46,000	52,000	57,000	



Table B.6: Detailed financial information for public entities

Table B.6: Financial summary for the Free State Gambling and Racing Board, Act of 1996

R thousand	Outcome			Estimated Actual 2007/08	Medium-term estimates		
	2004/05	2005/06	2006/07		2008/09	2009/10	2010/11
Revenue							
Tax revenue	12,858	16,299	22,495	21,729	22,420	23,541	24,883
Non-tax revenue	1,744	780	11	843	1,598	1,598	1,689
Sale of goods and services other than capital assets							
Of which:							
Admin fees							
Sales by market establishments							
Non-market est. sales							
Other non-tax revenue	1,744	780	11	843	1,598	1,598	1,689
Transfers received	15,500	9,897	14,252	15,116	16,200	17,300	18,120
Sale of capital assets							
Total revenue	30,102	26,976	36,758	37,688	40,218	42,439	44,692
Expenses							
Current expense	10,071	12,472	12,729	15,963	6,429	17,375	18,366
Compensation of employees	6,398	7,481	7,251	9,685	10	10	11,093
Goods and services	2,659	4,447	5,478	5,625	5,712	6,123	6,472
Depreciation	570						-
Interest, dividends and rent on land	444	544		653	707	758	801
Interest							
Dividends							
Rent on land	444	554	511	653	707	758	
Tax and Outside shareholders Interest							
Adjustments to Fair Value							
Unearned reserves (social security funds only)							
Transfers and subsidies	14,187	17,079	14,252	22,572	24,018	25,746	27,213
Total expenses	10,071	12,472	26,981	15,963	6,429	17,375	18,366
Surplus / (Deficit)	5,844	(2,575)	9,777	(847)	9,771	(963)	(1,018)
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	173	(681)	-	-	-	-	-
Adjustments for:							
Depreciation	570		-	-	-	-	-
Interest			-	-	-	-	-
Net (profit) / loss on disposal of fixed assets			-	-	-	-	-
Other	(397)	(681)	-	-	-	-	-
Operating surplus / (deficit) before changes in working capital	6,017	(3,256)	9,777	(847)	9,771	(963)	(1,018)
Changes in working capital	430	(430)	-	-	-	-	-
(Decrease) / increase in accounts payable	291	(587)	-	-	-	-	-
Decrease / (increase) in accounts receivable	169	265	-	-	-	-	-
(Decrease) / increase in provisions	(30)	(108)	-	-	-	-	-
Cash flow from operating activities	6,447	(3,686)	9,777	(847)	9,771	(963)	(1,018)
Transfers from government	3,862	-	-	-	-	-	-
Of which: Capital	-	-	-	-	-	-	-
: Current	3,862	-	-	-	-	-	-
Cash flow from investing activities	(131)	565	-	-	(45)	(165)	(165)
Acquisition of Assets	(528)	(116)			(45)	(165)	(165)
Other flows from Investing Activities	397	681					
Cash flow from financing activities	-	-	-	-	-	-	-
Net increase / (decrease) in cash and cash equivalents	6,316	(3,121)	9,777	(847)	9,726	(1,128)	(1,183)
Balance Sheet Data							
Carrying Value of Assets	921	1,037			1,189	1,354	1,354
Investments							-
Cash and Cash Equivalents	11,336	10,790			10,683	10,473	10,473
Receivables and Prepayments	529	264			264	264	264
Inventory	5						
TOTAL ASSETS	12,791	12,091	-	-	12,136	12,091	12,091
Capital & Reserves	9,692	9,687			9,687	9,687	9,687
Borrowings							
Post Retirement Benefits							
Trade and Other Payables	2,748	2,161			2,161	2,161	2,161
Provisions	351	243			243	243	243
Managed Funds							
TOTAL EQUITY & LIABILITIES	12,791	12,091	-	-	12,091	12,091	12,091



Table B.6: Financial summary for the Free State Development Corporation

R thousand	Outcome			Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11
Revenue							
Tax revenue	–	–	–	–	–	–	–
Non-tax revenue	67,333	75,455	94,461	99,053	111,265	118,901	118,901
Sale of goods and services other than capital assets	2,069	3,926	6,486	1,742	1,742	1,742	1,742
Of which:							
Admin fees	1,199	1,691	4,527	1,492	1,492	1,492	1,492
Sales by market establishments	870	2,235	1,959	250	250	250	250
Non-market est. sales	–	–	–	–	–	–	–
Other non-tax revenue	65,264	71,529	87,975	97,311	109,523	117,159	117,159
Transfers received	86,855	30,000	24,500	22,000	10,000	10,700	11,300
Sale of capital assets	–	–	–	–	–	–	–
Total revenue	154,188	105,455	118,961	121,053	121,265	129,601	130,201
Expenses							
Current expense	64,735	60,100	92,095	99,525	102,951	110,210	110,210
Compensation of employees	25,636	27,751	32,411	38,504	40,316	43,195	43,195
Goods and services	38,501	31,579	57,460	57,796	61,343	65,723	65,723
Depreciation	598	764	2,218	3,225	1,292	1,292	1,292
Interest, dividends and rent on land		6	6				
Interest		6	6				
Dividends							
Rent on land							
Tax and Outside shareholders Interest	–	–	–	–	–	–	–
Adjustments to Fair Value	–	–	–	–	–	–	–
Unearned reserves (social security funds only)	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–
Total expenses	64,735	60,100	92,095	99,525	102,951	110,210	110,210
Surplus / (Deficit)	89,453	45,355	26,866	21,528	18,314	19,391	19,991
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	14,265	11,269	–	10,420	8,965	8,257	8,728
Adjustments for:							
Depreciation	598	764		3,255	2,000	1,292	1,366
Interest							–
Net (profit) / loss on disposal of fixed assets	(870)	(1,300)		(3,335)	(3,535)	(3,535)	(3,736)
Other	14,537	11,805		10,500	10,500	10,500	11,099
Operating surplus / (deficit) before changes in working capital	103,718	56,624	26,866	31,948	27,279	27,648	28,719
Changes in working capital	(67,645)	14,799	–	(1,094)	36,357	37,164	(38,904)
(Decrease) / increase in accounts payable	(71,617)	(824)		1,066	36,288	1,223	1,293
Decrease / (increase) in accounts receivable	5,827	3,143		(1,142)	(1,084)	35,193	1,366
(Decrease) / increase in provisions	(1,855)	12,480	–	(1,018)	1,153	748	(41,563)
Cash flow from operating activities	36,073	71,423	26,866	30,854	63,636	64,812	(10,185)
Transfers from government	16,770	33,000	26,500	26,500	26,500	26,500	26,500
Of which: Capital	–	–	–	–	–	–	–
: Current	16,770	33,000	26,500	26,500	26,500	26,500	26,500
Cash flow from investing activities	8,295	(36,262)	–	(29,761)	(38,292)	(38,280)	(38,280)
Acquisition of Assets	(3,852)	(12,883)		3,225	1,292	1,292	1,292
Other flows from Investing Activities	12,147	(23,379)	–	(32,986)	(39,584)	(39,572)	(39,572)
Cash flow from financing activities	84,800	–	–	–	–	–	–
Net increase / (decrease) in cash and cash equivalents	129,168	35,161	26,866	1,093	25,344	26,532	(48,465)
Balance Sheet Data							
Carrying Value of Assets	426,339	413,456		408,013	406,721	405,429	404,137
Investments	1,491	1,354		1,354	1,354	1,354	1,431
Cash and Cash Equivalents	270,627	319,397	–	385,441	425,025	464,597	491,079
Receivables and Prepayments	20,890	24,033		21,690	20,605	19,575	20,691
Inventory	–	11,135		2,014	1,095	598	632
TOTAL ASSETS	719,347	769,375	–	818,512	854,800	891,553	917,970
Capital & Reserves	690,565	739,455		786,228	821,040	856,233	905,038
Borrowings	2,430	2,274		1,042	542	–	–
Post Retirement Benefits	10,079	10,852		11,964	12,563	13,191	13,943
Trade and Other Payables	14,757	13,933		15,994	17,136	18,359	19,405
Provisions	1,516	2,861		3,284	3,519	3,770	3,985
Managed Funds	–	–	–	–	–	–	–
TOTAL EQUITY & LIABILITIES	719,347	769,375	–	818,512	854,800	891,553	942,372



Table B.6: Financial summary for the Free State Tourism Authority

R Thousand	Outcome			Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11
Revenue							
Tax revenue							
Non-tax revenue	-	-	-	-	-	-	-
Sale of goods and services other than capital assets							
<i>Of which:</i>							
Admin fees							
Market establishment							
Other non tax revenue							
Interest on Investment							
Interest on loan advances Domestic							
Other							
Transfers received		3,017	21,473	11,200	16,000	17,000	17,890
Sale of capital assets							
Total revenue	-	3,017	21,473	11,200	16,000	17,000	17,890
Expenses							
Current expense	-	3,017	-	-	-	-	-
Compensation of employees							
Goods and services		3,017					
Depreciation							
Interest, dividends and rent on land							
Interest							
Dividends							
Rent on land							
Tax and Outside shareholders Interest							
Adjustments to Fair Value							
Unearned reserves (social security funds only)							
Transfers and subsidies		3,017	21,473	11,200	16,000	17,000	17,890
Total expenses	-	3,017	21,473	11,200	16,000	17,000	17,890
Surplus / (Deficit)	-	-	-	-	-	-	-

**Table B.7: Details on transfers to local government**

Table B.7: Transfers to local government: Department of Tourism, Environmental and Economic Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Estimated Actual	Medium-term estimates		
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Type of transfer									
Category C									
Motheo District Municipality	258	255	67						
Total departmental transfers	258	255	67	-	-	-	-	-	-