

VOTE 11

Local Government and Traditional Affairs

Operational budget	R 1 027 042 000
MEC remuneration	R 774 000
Total amount to be appropriated	R 1 027 816 000
Responsible MEC	Mr M. Mabuyakhulu, MEC for Local Government, Housing and Traditional Affairs
Administering department	Local Government and Traditional Affairs
Accounting officer	Head: Local Government and Traditional Affairs

1. Overview

Vision

The vision of the department is: *People-centred sustainable local governance, which focuses on effective service delivery responsive to the needs of the communities.*

Mission statement

The mission of the department is to promote people-centred, accountable and viable local governance that accelerates service delivery and ensures sustainable communities.

Strategic objectives

The strategic objectives of the department for 2008/09 are aligned to the strategic goals of the five-year local government agenda.

The goal: *Mainstreaming hands-on support to local governance to improve governance, performance and accountability*, will be achieved through the following objectives:

- Management of institutional development;
- Facilitation of basic service delivery;
- Promotion of local economic development;
- Facilitation of good governance and public participation;
- Oversight of municipal transformation and organisational development; and
- Facilitation of financial viability and financial management.

The goal: *Addressing the structure and governance arrangements of the state, in order to better strengthen, support and monitor local governance* has as its objectives:

- Monitoring of inter-governmental relations; and
- Supporting and monitoring institutional empowerment.

The objectives in respect of the goal: *Refining and strengthening the policy, regulatory and fiscal environment for local governance and giving greater attention to enforcement measures*, are as follows:

- Review of the two tier system of local government; and

- Facilitate legislative amendments.

The goal: *Client-oriented, economical, efficient and effective management of its resources*, will be achieved by the following objectives:

- Provision of an effective and efficient service to the MEC; and
- Provision of sound corporate services.

Core functions

The department is responsible for carrying out the following core functions:

- The provision of corporate services;
- The facilitation of accountable and sustainable local governance;
- The facilitation of accountable and sustainable traditional institutions;
- The promotion of integrated development and planning;
- The promotion of sustainable urban and rural development; and
- The development of systems for capacity support and monitoring and evaluation processes.

Legislative mandate

The legislative, functional and policy mandates of the department are found primarily in Chapters 3, 6, 7 and 12 of the Constitution of the Republic of South Africa, (Act No 108 of 1996), as well as:

- Municipal Finance Management Act, 2003 (Act 56 of 2003)
- Public Finance Management Act, 1999 (Act 1 of 1999 as amended) and Treasury Regulations
- Municipal Property Rates Act, 2004 (Act 6 of 2004)
- Municipal Systems Act, 2000 (Act 32 of 2000)
- Municipal Structures Act, 1998 (Act 117 of 1998)
- Traditional Leadership and Governance Framework Act, 2003 (Act 41 of 2003)
- KwaZulu-Natal Traditional Leadership and Governance Act, 2005 (Act 3 of 2005)
- Development Facilitation Act, 1995 (Act 67 of 1995)
- Communal Land Rights Act, 2004 (Act 11 of 2004)

The department is continuing with the process of rationalising all unconstitutional and redundant legislation and draft replacement legislation.

2. Review for the 2007/08 financial year

This section provides a review of 2007/08, outlining the main achievements and progress made during the year, as well as providing a brief discussion on challenges facing the department, and new developments.

The departmental structure was finalised and approved by the MEC and the Minister of Public Service and Administration, and the job evaluation process started with the filling of critical priority posts during 2007/08. The relocation of staff as per the new structure was finalised.

The department focussed on the infrastructure backlog assessment and the eradication of basic services backlogs in accordance with the national backlog eradication timeframes. A strategy document was developed in conjunction with the Department of Water Affairs and Forestry on the provision of bulk water sources to all municipalities as a measure of support for the massification programme. The department fast-tracked the provision of basic services, which included the delivery of potable water, sanitation facilities and the provision of electricity within municipalities. This was done by the deployment of additional capacity to the poorly capacitated municipalities, especially the Project Consolidate municipalities. The department also developed a comprehensive support programme to provide support to municipalities to promote the effective implementation of the Municipal Property Rates Act (MPRA). Eight municipalities rolled out the MPRA programme.

A shared service pilot project was successfully initiated in the Ugu district municipality to promote integrated planning and take forward the resolutions of the Growth and Development Summit (GDS) and the municipal Local Economic Development (LED) strategies, and to foster proper alignment with the Provincial Spatial Economic Development Strategy (PSEDS) and other national and provincial initiatives. The process towards the development of provincial planning legislation was successfully initiated, and will be finalised in June 2008.

The implementation of the Corridor Development programme, as an integral part of the implementation of the PSEDS, built up further momentum during 2007/08. Municipalities within the six priority corridors were supported with the identification, project packaging and the implementation of projects that will stimulate economic development in pursuance of the PSEDS targets.

Poor LED capacity was mitigated by financial support from the European Union (EU)/Gijima KZN to develop LED strategies. The secondment of LED personnel from the Department of Economic Development is starting to improve the LED capacity in municipalities, especially within identified corridors and nodes.

The building and/or rehabilitation of soccer stadia are currently on course in the eThekweni Metro and the district municipalities of uThungulu, Ugu and uMgungundlovu. Amajuba has experienced challenges, but these should be resolved shortly. All of the municipalities are committed to meet the 2009 target for the completion of soccer stadia.

The introduction of the Traditional Leadership Framework Act (2003), placed additional capacity and support requirements on the department to ensure effective transformation and smooth transition to democratic principles. In response, the department, in partnership with the Local Government Sectoral Education and Training Authority (LGSETA), conceptualised a dedicated capacity building programme for Traditional Leadership. During 2007/08, the focus of the implementation was on senior traditional leaders, and this will gradually expand in 2008/09 to accommodate Traditional Councils as well as other structures linked to this institution.

The Government Communication and Information System (GCIS) reviewed the Multi-Purpose Community Centre (MPCC) name and changed it to *Thusong* service centres (translated as the ‘*place of help*’ or ‘*place of service*’). Two *Thusong* service centres were funded by the Neighbourhood Development Partnership Grant (NDPG) and are currently being built in the Zululand and Sisonke District Municipalities. Nine Traditional Administrative Centres (TACs) are currently being built in the rural areas of the province. The newly designed TACs are access points for delivery of social services in the remote areas. One hundred of the best performing TACs (of a total of 324) will be fitted with state-of-the-art information and computer technology.

The implementation of the second phase of Community Development Workers (CDW) Information Management System (IMS) was completed, and has enhanced reporting systems. Nine municipalities have already been linked to the CDW IMS database. Eight CDWs from this province were awarded best performance awards in the annual CDW Congress which was hosted by the Department of Public Service and Administration (DPSA).

The department, in partnership with the South African Local Government Association (SALGA) and the University of Zululand, embarked on an ambitious, modular-based councillor training programme. A total

of 210 councillors are anticipated to undergo training during 2007/08, and in 2008/09 a further 210 councillors will undergo training aimed at improving the effectiveness in the approach to service delivery. During 2007/08, it is also anticipated that all 61 municipal speakers will undergo specialised training.

In order to improve service delivery and accountability to its clients, the department adopted a monitoring and evaluation framework. This framework, which is aligned to the Government-Wide Monitoring and Evaluation (GWM&E) framework, outlines the principles and structure of how monitoring and evaluation should be undertaken by the department. The aim of the GWM&E framework is to measure the impact of departmental programmes in terms of their effectiveness, efficiency, value for money/economy as well as monitoring municipal performance in changing the lives of communities. It is envisaged that this framework will be aligned to the local government monitoring and evaluation systems, so that there is alignment in monitoring and evaluation across all three spheres of government.

3. Outlook for the 2008/09 financial year

Section 3 looks at the key focus areas of 2008/09, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges, and proposed new developments.

The priorities of the department remain capacity building for municipalities to fast-track service delivery and improving good governance and Intergovernmental Relations across the three spheres of government, especially at a local level. The key priorities for the coming year will be to build departmental capacity by recruiting adequately skilled staff to support municipalities. This will be coupled with the targeted capacity programme for staff currently in the department, to sharpen their skills. The department also aims to improve municipal financial viability, enhanced efficiency in service delivery, and responsiveness to the needs of communities.

The department will further aim to support municipalities in a number of areas, including improving the administrative capacity at municipalities by developing generic policies, by-laws and regulations that will be rolled out and customised to fit the needs of each municipality, e.g. performance management system for all municipal managers and section 57 employees (Section 57 of the Municipal Systems Act, 2000), human resource guidelines to assist in handling disciplinary procedures, and good selection and employment practices.

The programme will also prioritise the support to municipalities who will be implementing the Municipal Property Rates Act. The monitoring in terms of the MFMA will seek to improve the Audit Reports of the municipalities by 20 per cent in 2008/09, through hands-on support and deployment of the necessary capacity. The department will support municipalities to produce annual reports and will further table a Consolidated Municipal Annual Report to the relevant Portfolio Committee in the Provincial Legislature.

The municipal infrastructure unit will finalise the backlog eradication strategy for basic services in the province and, together with sector departments, will develop a bulk infrastructure development strategy for all municipalities. A shared services approach will continue to be lobbied to all district and local municipalities to fast-track development, and to promote economies of scale and scope, co-ordination, and integration. There will be greater focus on building the capacity of the municipal disaster management centres, to create a comfortable state of readiness for and beyond the 2010 World Cup.

The soccer stadia programme was launched in 2006/07 with a view to support five municipalities in the construction of sports facilities for the 2010 Soccer World Cup. This programme aims to assist the relevant municipalities to provide suitable and sustainable sports facilities to increase opportunities for them in hosting the 2010 Soccer World Cup.

The department will also focus on the finalisation of the Provincial Planning and Development legislation that is anticipated to be promulgated in June 2008. Furthermore, the programme will finalise the Provincial Spatial Development Framework (PSDF) to be aligned with the PSEDS, and encompassing the GDS outcomes as well as the LED strategies. The programme further seeks to provide hands-on support

to municipalities in driving the shared services planning to circumvent the skills shortages in most municipalities. The department will further implement projects to help boost economic activities within the six priority corridors, and will receive more business plans from the municipalities, which will be reviewed by the Provincial Technical Cluster committee.

The department will continue to focus on the implementation of the transformation processes, following the promulgation of the KwaZulu-Natal Traditional Leadership and Governance Act, 2005. The emphasis will be on building the capacity of the new institutions and developing protocols for performance and functioning, to ensure fully functional traditional institutions.

The focus will also be on consolidating the process of moving services closer to the communities and ensuring better communication and feedback to communities by government. The programme's priority areas will be to support the functionality of all ward committees, by providing guidelines and training, and the functionality of all *Thusong* service centres by appointing centre managers to ensure effective day-to-day functioning and management of the centres. The other key performance area will be the fine-tuning of the Information Management System for the CDWs to ensure effective reporting and accountability. The alignment of the PSEDS and the Integrated Sustainable Rural Development Programme (ISRDP) strategy will be finalised and Public-Private-Partnerships will be facilitated to pursue some of the programme's potential and to promote Black Economic Empowerment (BEE), Small, Medium and Micro Enterprises (SMMEs) and Broad Based Black Economic Empowerment (BBBEE).

The department will focus on developing integrated strategies for capacity building and monitoring and evaluation between the department, the municipalities and national departments. A proper reporting and accountability framework will be developed for all three spheres of government to ensure proper integration. The department will be conducting an external evaluation to measure the impact and effect of the programmes of support given to municipalities, which will be completed by September 2008.

4. Receipts and financing

4.1 Summary of receipts

Table 11.1 below indicates the sources of funding for Vote 11 for the period 2004/05 to 2010/11. The table also compares actual and budgeted receipts against actual and budgeted payments.

Table 11.1: Summary of receipts and financing

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Provincial allocation	399 616	501 593	629 092	768 070	768 246	768 246	1 027 816	1 131 536	1 268 322
Conditional grants	55 532	-	-	-	-	-	-	-	-
Infrastructure Grant to Provinces	14 129	-	-	-	-	-	-	-	-
Local Government Support	33 050	-	-	-	-	-	-	-	-
Consolidated Municipal Infrastructure Programme	8 353	-	-	-	-	-	-	-	-
Total	455 148	501 593	629 092	768 070	768 246	768 246	1 027 816	1 131 536	1 268 322
Total payments	453 642	470 972	654 132	768 070	784 305	784 305	1 027 816	1 131 536	1 268 322
Surplus/(Deficit) before financing	1 506	30 621	(25 040)	-	(16 059)	(16 059)	-	-	-
Financing									
of which									
Provincial roll-overs	27 038	30 660	58 214	-	16 059	16 059	-	-	-
Provincial cash resources	5 000	-	-	-	-	-	-	-	-
Surplus/(deficit) after financing	33 544	61 281	33 174	-	-	-	-	-	-

The department consistently under-spent its budget in prior years. This under-expenditure was largely related to capital projects and/or funds that were committed, but could not be spent by the end of the financial year, and thus resulted in roll-overs. For instance the 2006/07 under-expenditure in particular, was rolled-over to the ensuing financial year, mainly for the installation of water purification plants and

the building of houses for the *Amakhosi*. The department is projecting a balanced budget in the 2007/08 and over the 2008/09 MTEF and this seems achievable, now that the new post establishment is in place.

The department budgeted for the incorporation of Umzimkhulu into the province, infrastructure provision for soccer stadia, Corridor development, the CDWs and the rural connectivity programme. These initiatives were funded from the 2006/07 MTEF onwards, and additional funding has been allocated over the 2008/09 MTEF for the Rehabilitation of small towns and the Massification project.

4.2 Departmental receipts collection

Table 11.2 below reflects departmental receipts for the period 2004/05 to 2010/11. Details of departmental receipts are presented in *Annexure – Vote 11: Local Government and Traditional Affairs*.

The department has a small revenue base, and the only estimated revenue collection that can be accurately projected is rental income for state owned properties and commission received from insurance companies for the collection of monthly contributions, which falls under the category *Sale of goods and services other than capital assets*.

The projected increase on *Interest, dividends and rent on land* over the 2008/09 MTEF is due to interest received by the one remaining public entity, based on funds available in its bank account for projects that were delayed.

The revenue reflected against *Financial transactions* is made up of recoveries of debts from the previous financial year, which is not budgeted for due to uncertainty as to whether any monies will be collected on this item.

Although the department has reviewed rates and tariffs in an attempt to identify new revenue sources, it is apparent that very little scope exists for revenue to be increased.

Table 11.2: Details of departmental receipts

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
Tax receipts	-	-	-	-	-	-	-	-	-	
Non-tax receipts	1 170	1 053	945	1 154	1 154	885	1 290	1 387	1 470	
Sale of goods and services other than capital assets	570	553	590	654	654	795	775	833	883	
Fines, penalties and forfeits	-	-	-	-	-	59	-	-	-	
Interest, dividends and rent on land	600	500	355	500	500	31	515	554	587	
Transfers received	-	-	-	-	-	-	-	-	-	
Sales of capital assets	-	-	-	-	-	-	-	-	-	
Financial transactions	(227)	900	831	-	-	547	-	-	-	
Total	943	1 953	1 776	1 154	1 154	1 432	1 290	1 387	1 470	

4.3 Donor funding and agency receipts

Table 11.3 below reflects donor funding and agency receipts received by the department for the period 2004/05 to 2010/11.

Table 11.3: Donor funding and agency receipt

Name of Donor Organisation				Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
R000	Audited 2004/05	Audited 2005/06	Audited 2006/07	2007/08			2008/09	2009/10	2010/11
Donor funding	3 476	1 089	2 584	3 093	6 710	6 710	-	-	-
Development Bank of SA	3 476	1 089	2 134	3 093	6 710	6 710	-	-	-
Flemish Government	-	-	300	-	-	-	-	-	-
Norwegian Government	-	-	150	-	-	-	-	-	-
Agency receipt	196	-	1 742	-	-	-	-	-	-
LGWSETA	196	-	1 742	-	-	-	-	-	-
Total	3 672	1 089	4 326	3 093	3 093	6 710	-	-	-

Over the past four years, the department received donor funding and agency receipts from various sources. Funding from the Development Bank of South Africa (DBSA) was provided from 2004/05 to 2007/08, aimed at building municipal capacity. The department plans to fund municipal capacity building projects from its own funds over the MTEF. Thus, no projection is made for funding from the DBSA, as the department anticipates utilising possible DBSA funding for other purposes, subject to negotiations with the donor.

In previous years, the department also received agency receipts from the Local Government Water and Related Services Sector Education and Training Authority (LGWSETA) for the training programme of CDWs.

5. Payment summary

This section provides information pertaining to the vote as a whole at an aggregated level, including payments and budgeted estimates in terms of programmes and economic classification. Further details are provided in Section 6, as well as in *Annexure – Vote 11: Local Government and Traditional Affairs*.

5.1 Key assumptions

Some of the main assumptions underpinning the department's budget are summarised below:

- Basic salary increases of 7.1 per cent for 2008/09, 5.2 per cent for 2009/10 and 5.1 per cent for 2010/11 together with pay progression of 1 per cent of the wage bill, effective from 1 July each year;
- *Compensation of employees* is expected to increase substantially over the MTEF, in line with the phased implementation of the new structure, with the key managerial posts being filled by 1 July 2008;
- CPIX indicators were considered when inflation related items were calculated; and
- Phasing out of the funding for the infrastructure provision for soccer stadia in 2010/11.

5.2 Additional allocation for the 2006/07 to 2008/09 MTEF

Table 11.4 below shows additional funding received by the department over the three MTEF periods: 2006/07, 2007/08 and 2008/09. Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of introducing such a table is two-fold. Firstly, it shows the quantum of additional funding allocated to the department in the past and current MTEF periods. Secondly, it indicates the policies and purposes for which the additional funding was allocated. The table serves as a reminder of the number of new priorities that are funded on an annual basis – often without the success thereof being monitored from a policy implementation perspective.

The carry-through allocations for the 2007/08 MTEF period (i.e. for the financial year 2010/11) are based on the incremental percentage used in the 2008/09 MTEF.

It is important to explain how this table should be read and interpreted. The total additional funding in any given year shows how much a department received in addition to the increases which already existed in its 2005/06 MTEF baseline. The sum of the total additional provincial allocations across the five financial years shows cumulative amounts received over and above the cumulative baseline budget for that period.

Table 11.4: Summary of additional provincial allocations for 2006/07 to 2010/11

R000	2006/07	2007/08	2008/09	2009/10	2010/11
2006/07 MTEF period	144 283	204 137	358 499	385 387	249 549
Ensure equitable sustainable basic service delivery (Project Consolidate)	9 650	5 100	2 900	3 118	3 305
Infrastructure provision for soccer stadia	31 000	89 000	139 500	149 963	-
Disaster management centres	7 000	2 000	-	-	-
Rural Connectivity Programme	7 400	33 505	16 805	18 065	19 149
Community Development Workers	29 000	38 358	49 553	53 269	56 465
Corridor development	10 000	20 000	130 000	139 750	148 135
Incorporation of Umzimkhulu in KwaZulu-Natal Province	15 776	16 174	19 741	21 222	22 495
2006/07 Adj. Estimates - additional funding i.r.o. Umzimkhulu	34 457	-	-	-	-
2007/08 MTEF period ¹	-	53 886	31 585	124 786	132 273
Net financial implication of demarcation (Net of Umzimkhulu and Matatiele)		53 886	31 585	34 786	36 873
Massification projects - Water and Sanitation		-	-	50 000	53 000
Rehabilitation of small towns		-	-	40 000	42 400
2008/09 MTEF period ¹	-	-	91 777	34 469	105 436
Rehabilitation of small towns			-	15 000	50 000
Massification of water, sanitation and electrification			85 000	10 000	40 000
Personnel inflation adjustment			2 911	4 923	6 004
Government Employees Medical Scheme			3 866	4 546	9 432
Total	144 283	258 023	481 861	544 642	487 258
1. Excludes function shift from Provincial Treasury i.r.o banking and tax function		176	205	213	221

The department received additional allocations of R53.9 million, R31.6 million, and R124.8 million over the 2007/08 MTEF in addition to the 2006/07 MTEF, plus the carry-through into the 2010/11 baseline, of which the significant amounts were in respect of:

- The incorporation of Umzimkhulu;
- Massification projects for water and sanitation; and
- Rehabilitation of small towns.

Further additional allocations of R91.8 million, R34.5 million and R105.4 million were received over the 2008/09 MTEF in respect of the Massification projects for water and sanitation as well as the Rehabilitation of small towns. The department also received additional allocations over the 2008/09 MTEF for the personnel inflationary adjustment in respect of the annual salary increase and government's contribution towards the Government Employees Medical Scheme (GEMS).

There was also additional funding in respect of the transfer of the Banking and Tax function from Vote 6: Provincial Treasury to the department.

With regard to the carry-through costs in respect of infrastructure provision for soccer stadia that was originally provided for in the 2006/07 MTEF, it should be noted that the allocation of R159 million for 2010/11, which is not reflected in the table, has been moved to fund various other projects within the department because the building of the stadia will be finalised by 2009/10.

5.3 Summary by programme and economic classification

Tables 11.5 and 11.6 below reflect information pertaining to the six programmes under Vote 11 for the period 2004/05 to 2010/11. These programmes are linked to the core functions of the department.

The budget structure of Vote 11 does not entirely conform to the generic format prescribed for the Local Government sector, with the major difference being the addition of Programme 5: Urban and Rural Development and Programme 6: Systems and Institutional Development. National Treasury was consulted, and it was agreed that the department could deviate from the generic format.

Table 11.5: Summary of payments and estimates by programme

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
1. Administration	94 052	105 657	104 398	147 887	135 730	135 730	145 068	184 689	190 112
2. Local Governance	147 708	121 281	292 029	233 989	260 429	260 429	376 564	359 670	297 988
3. Development and Planning	48 951	91 945	83 490	101 569	102 922	102 922	194 012	257 724	348 458
4. Traditional Institutional Management	69 129	76 790	84 924	105 154	120 949	120 949	132 960	145 053	154 066
5. Urban and Rural Development	80 807	62 712	77 587	135 017	135 017	135 017	116 562	138 091	162 160
6. Systems and Institutional Development	12 717	11 662	11 704	44 454	29 258	29 258	62 650	46 309	115 538
7. Special Functions	278	925	-	-	-	-	-	-	-
Total	453 642	470 972	654 132	768 070	784 305	784 305	1 027 816	1 131 536	1 268 322

Note: Programme 1 includes MEC remuneration . Salary: R618 566. Car allowance: R154 641.

Table 11.6: Summary of payments and estimates by economic classification

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Current payments	391 959	365 898	394 589	583 933	492 420	493 214	806 356	884 571	1 157 863
Compensation of employees	168 247	168 846	194 424	265 877	228 038	225 432	346 676	375 568	402 841
Goods and services	223 434	196 127	200 165	318 056	264 382	267 782	459 680	509 003	755 022
Other	278	925	-	-	-	-	-	-	-
Transfers and subsidies to:	33 897	89 084	246 741	131 891	266 752	266 870	194 965	203 139	53 453
Local government	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 515	1 695	4 022	481	5 000	5 115	1 195	1 476	1 539
Other	19 600	19 900	19 500	2 625	2 625	2 628	3 000	3 100	3 297
Payments for capital assets	27 786	15 990	12 802	52 246	25 133	24 221	26 495	43 826	57 006
Buildings and other fixed structures	11 067	4 029	2 743	33 505	4 894	4 894	16 000	26 864	35 000
Machinery and equipment	16 271	11 579	10 052	18 532	19 570	18 639	10 485	16 962	21 956
Other	448	382	7	209	669	688	10	-	50
Total	453 642	470 972	654 132	768 070	784 305	784 305	1 027 816	1 131 536	1 268 322

Overall, the budget allocation generally shows a steady increase over the period 2004/05 to 2010/11. With regard to Programme 1: Administration, the increase from the 2007/08 Adjusted Budget and over the 2008/09 MTEF relates to the capacitation of employees in line with the new post establishment structure that is now in place, and funding for *Izimbizo*. The implementation of the new structure also accounts for the substantial increase in *Compensation of employees*.

Programme 2: Local Governance increases substantially from 2006/07 onwards, mostly due to the infrastructure provision for soccer stadia. The increase in the 2007/08 Adjusted Budget is in respect of the roll-over of funds for the water purification plants and for projects undertaken in the Umzimkhulu Municipality. The substantial increase over the 2008/09 MTEF relates to the massification projects for water and sanitation, reflected under *Goods and services*. The decrease in 2010/11 relates to the carry-through effect in respect of the soccer stadia that is directed elsewhere in the budget, including disaster management under Programme 2 and capacity building and institutional transformation at municipalities under Programme 6: Systems and Institutional Development. This also accounts for the decrease against *Transfers and subsidies to: Local government* in 2010/11.

The significant increase from 2008/09 onwards under Programme 3: Development and Planning can mainly be attributed to the Corridor development allocation, with the funding to be used to implement further projects to help boost economic activities in six priority corridors. The increase over the 2008/09 MTEF relates to the allocation for the Rehabilitation of small towns. This also explains the increase over the same period under *Goods and services*.

The increase against Programme 4: Traditional Institutional Management from 2007/08 is due to funding allocated for the filling of critical posts, the relocation of staff from districts to Local Houses, the payment of stipends to *Izinduna* and the roll-over of unspent funds from 2006/07 for *Amakhosi* housing. Throughout the 2008/09 MTEF, the increase is largely as a result of provisions made for the new post establishment and the payment of stipends for *Izinduna* serving in Traditional Councils, both under *Compensation of employees*.

The allocation against Programme 5: Urban and Rural Development increases substantially from 2007/08 onwards, mainly as a result of the additional allocations for the Rural Connectivity programme. This allocation is in respect of the rehabilitation and upgrading of *Thusong* service centres and TACs, reflected against *Buildings and other fixed structures*. Similarly, the increase in 2007/08, which is also reflected against *Compensation of employees*, relates to the increase in salaries of CDWs from a level four to a level six during 2007, and the increase in the number of CDWs that joined medical aid schemes.

A substantial increase from 2008/09 onwards against Programme 6: Systems and Institutional Development is mainly due to the envisaged implementation of the post establishment structure and the implementation of planned projects such as the external evaluation of all departmental programmes for impact on the beneficiaries. The priority status of this programme accounts for the significant increase in allocation, aimed at developing monitoring, reporting and evaluation systems and processes, and also for the targeted capacitation of municipalities. The capacity building strategy will be developed and implemented at municipalities in 2008/09, and this also explains the decrease in 2009/10 against the programme.

Compensation of employees decreases in the 2007/08 Adjusted Budget due to the non-filling of posts that resulted from delays with the approval of the post establishment structure by the DPSA. The increase in this category over the 2008/09 MTEF is due to the implementation of the new post establishment structure, as discussed above.

Goods and services increases in the 2008/09 MTEF, mainly due to the additional allocations for the Rehabilitation of small towns, the Corridor development, CDWs and the Massification project that caters for water and sanitation.

The category *Transfers and subsidies to: Local government* largely caters for the infrastructure provision for soccer stadia. The increase in the 2007/08 Adjusted Budget relates to the shifting of funds from *Goods and services* where the funds were originally allocated. An annual departmental exercise indicated that the municipalities had the necessary capacity to deliver on the particular projects themselves. The decrease in the allocation in the 2008/09 MTEF reflects funding provided for municipal projects under *Goods and services*. The department may reclassify the funds during the 2008/09 Adjustment Budget for the Massification project, the Corridor development and the Rehabilitation of small towns, if the annual exercise proves that the municipalities have the required capacity to implement the projects themselves.

Transfers and subsidies to: Other decreases substantially in 2007/08, in line with the dissolution of *Umsekeli*. The provision under this category in 2007/08 and over the 2008/09 MTEF is in respect of the operations of the Provincial Planning and Development Commission.

5.4 Summary of expenditure by district municipalities

Table 11.7 below illustrates spending within district municipal areas, excluding the operational costs. The variation of spending in each area is in line with the particular needs in the district municipal areas.

A significant portion of the budget from 2007/08 onwards is within the uMgungundlovu District Municipal area. A substantial increase under uMgungundlovu from 2007/08 onwards is as a result of funding for Corridor Development, Small town rehabilitation and the Massification project. The budget under eThekweni, Ugu, uMgungundlovu, Amajuba and Ilembe can mainly be ascribed to the planned transfers towards the development of soccer infrastructure, and the allocation comes to an end in 2009/10. Spending in the Zululand District Municipal area reflects the increased activities in support of the implementation of the new legislative framework in respect of traditional leadership and governance. The budget against Sisonke fluctuates and relates to the funding for Umzimkhulu, which includes the provision for basic services.

Table 11.7: Summary of expenditure and estimates by district municipal area

District Municipal Area	Outcome Audited 2006/07	Estimated Actual 2007/08	Medium-term estimates		
			2008/09	2009/10	2010/11
R000					
eThekweni	9 720	65 524	39 100	29 700	32 546
Ugu	41 099	35 940	47 851	66 678	35 818
uMgungundlovu	76 096	226 561	308 106	277 745	526 321
Uthukela	28 467	20 522	25 763	38 235	31 200
Umkhanyathi	25 991	23 387	24 825	32 002	32 521
Amajuba	39 084	24 194	30 886	57 375	31 655
Zululand	25 130	50 581	16 475	28 704	40 706
Umkhanyakude	27 974	25 897	26 720	35 938	37 267
uThungulu	45 261	37 022	31 289	41 132	36 846
Ilembe	30 000	27 413	43 316	45 470	38 643
Sisonke	110 886	92 838	86 809	102 989	41 958
Total	459 708	629 879	681 140	755 968	885 481

5.5 Summary of infrastructure expenditure and estimates

Table 11.8 below summarises the infrastructure expenditure and estimates relating to the department.

Table 11.8: Summary of infrastructure expenditure and estimates

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Capital	11 067	4 029	33 743	122 505	93 894	93 894	155 500	176 827	35 000
New construction	11 067	4 029	2 743	28 479	4 894	4 894	13 000	18 864	16 000
Rehabilitation/upgrading	-	-	-	5 026	-	-	2 000	3 000	4 000
Other capital projects	-	-	-	-	-	-	1 000	5 000	15 000
Infrastructure transfer	-	-	31 000	89 000	89 000	89 000	139 500	149 963	-
Current	42 026	13 469	2 150	4 710	37 111	37 111	2 555	5 642	7 287
Total	53 093	17 498	35 893	127 215	131 005	131 005	158 055	182 469	42 287

The increase in the allocation against *Infrastructure transfer* is due to additional funding received from 2006/07 onwards in respect of the infrastructure provision for soccer stadia. The *Infrastructure transfer* ends in 2009/10, in line with the completion of the soccer stadia projects. The significant increases from 2007/08 onwards against *New construction* and *Rehabilitation/upgrading* relate to additional funds allocated for the Rural Connectivity Programme to rehabilitate and/or maintain *Thusong* service centres, in line with presidential targets and the building of the newly designed TACs in remote areas to support the transformation of traditional institutions.

The decrease against *New construction* in the 2007/08 Adjusted Budget relates to the shifting of funds to *Current*, as a result of the identification of a service provider that will assume the responsibility for delivering government infrastructure and thus build the TACs and *Thusong* service centres. The category *Other capital projects* reflects the building of houses for the *Amakhosi* over the 2008/09 MTEF.

5.6 Transfers to public entities

Table 11.9 below summarises the transfer payments to public entities. The financial summary received from the KwaZulu-Natal Provincial Planning and Development Commission is presented in *Annexure – Vote 11: Local Government and Traditional Affairs*.

Table 11.9: Summary of departmental transfers to public entities

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Umsekeli	17 600	17 600	17 000	-	-	-	-	-	-
Provincial Planning and Development Commission	2 000	2 300	2 500	2 625	2 625	2 628	3 000	3 100	3 297
Total	19 600	19 900	19 500	2 625	2 625	2 628	3 000	3 100	3 297

No budget was provided for the 2008/09 MTEF for *Umsekeleli*, as the entity was dissolved on 31 March 2007. The department has not yet received a Provincial Treasury certificate for the close-out of *Umsekeleli* due to the fact that the department is still considering contingent liabilities, as litigation has been brought against *Umsekeleli* by its former employees and the outcome of the financial effects is not yet known. The department therefore does not have reliable estimates of the liabilities of *Umsekeleli*, which in turn is delaying the issuing of a Treasury certificate.

The transfer to the Provincial Planning and Development Commission is mainly to cater for operational staff costs and research projects, and shows a steady increase over the 2004/05 to 2010/11 period. The functions and operations of this entity are as follows:

- To undertake research to facilitate and encourage planning practices consistent with the provincial priorities;
- To provide specialist advice on planning and development issues;
- To formulate draft policy to facilitate efficient, effective, balanced and quality planning;
- To pro-actively disseminate information for enhanced planning and development; and
- To discharge statutory planning obligation.

5.7 Transfers to local government

The transfers to the various municipalities by transfer type are summarised in the categories A, B and C in Table 11.10, while Table 11.11 hereunder reflects a summary of transfers to municipalities by grant name. Detailed information on the departmental transfers to local government by transfer/grant type, category and municipality is given in *Annexure – Vote 11: Local Government and Traditional Affairs*.

Table 11.10: Summary of departmental transfers to local government by category

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
Category A	72	75	-	45 000	45 000	45 000	89 500	-	-
Category B	12 292	60 529	49 325	-	94 379	94 379	20 500	10 300	10 700
Category C	418	6 885	43 970	59 000	119 748	119 748	76 770	23 300	22 917
Unallocated/unclassified	-	-	129 924	24 785	-	-	4 000	164 963	15 000
Total	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617

Table 11.11: Summary of departmental transfers to local government by grant name

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
Project Consolidate	-	41 567	39 039	24 785	34 343	34 343	-	-	-
Provincial Management Assistance Programme	12 292	25 412	14 200	15 000	15 000	15 000	12 700	15 000	15 000
Infrastructure provision for soccer stadia	-	-	31 000	89 000	89 000	89 000	139 500	149 963	-
Municipal Governance	-	-	-	-	-	-	4 000	-	-
Strategic Support	-	-	-	-	3 570	3 570	3 520	4 300	4 417
Spatial Development	-	-	1 612	-	3 150	3 150	4 250	2 000	750
Development Administration	-	-	1 966	-	-	-	2 250	2 000	750
Municipal Development Information Services	-	-	5 478	-	4 795	4 795	5 750	2 500	1 500
Centre Management Support	-	-	-	-	4 000	4 000	-	3 500	4 200
Local Economic Development Catalyst	-	-	-	-	13 783	13 783	11 000	9 000	11 300
Synergistic Partnerships	-	-	-	-	3 000	3 000	2 800	2 800	1 200
Small Town Regeneration	-	-	-	-	7 250	7 250	5 000	7 500	9 500
Regional Service Council Levy	490	510	140	-	-	-	-	-	-
Discontinuation of old grants	-	-	129 784	-	-	-	-	-	-
Corridor development	-	-	-	-	23 200	23 200	-	-	-
Umzimkhulu Support	-	-	-	-	58 036	58 036	-	-	-
Total	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617

The majority of the transfer payments were budgeted for under *Goods and services* during 2007/08, but were reclassified as *Transfers and subsidies to: Local government* during the 2007/08 Adjusted Budget. The department conducted its annual exercise to ensure that the municipalities had capacity to deliver these projects, thus requiring the change to the allocation to transfers directly to the municipalities.

In the 2008/09 MTEF, the department budgeted for the majority of the municipal projects against *Goods and services*, with the exception of some transfers, detailed in the table above. The department may reclassify the funds during the 2008/09 Adjustment Budget, if the annual exercise proves that the municipalities have the required capacity to implement the projects themselves. In some instances, the department did not classify the transfers to a particular category municipality and budgeted for the transfers as *Unallocated*, signalling poor planning by the department.

Transfers to municipalities increase substantially over the MTEF, largely due to additional funding received for the projects listed in the table above. In 2010/11, the total allocation decreases substantially. This is due to the building of the soccer stadia that is anticipated to be finalised by 2009/10, therefore the 2010/11 infrastructure provision for soccer stadia was moved to fund various projects within the department.

6. Programme description

The services rendered by the department are categorised under six programmes. The expenditure and budgeted estimates for each programme are summarised in terms of economic classification, details of which are presented in the *Annexure – Vote 11: Local Government and Traditional Affairs*.

6.1 Programme 1: Administration

This programme is dedicated to all supporting services within the department, as well as the Office of the Ministry and all special projects. The programme consists of two sub-programmes, namely Office of the MEC and Corporate Services.

Tables 11.12 and 11.13 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 1.

Table 11.12: Summary of payments and estimates - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Office of the MEC	5 678	14 057	14 924	18 534	18 534	18 547	19 708	24 642	26 115
Corporate Services	88 374	91 600	89 474	129 353	117 196	117 183	125 360	160 047	163 997
Total	94 052	105 657	104 398	147 887	135 730	135 730	145 068	184 689	190 112

Table 11.13: Summary of payments and estimates by economic classification - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	84 020	96 809	97 103	132 909	117 707	118 378	138 167	173 196	178 253
Compensation of employees	44 363	46 554	47 829	63 280	49 893	47 253	83 850	95 662	101 586
Goods and services	39 657	50 255	49 274	69 629	67 814	71 125	54 317	77 534	76 667
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	629	524	2 073	108	3 421	3 478	600	836	873
Local government	125	133	35	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	504	391	2 038	108	3 421	3 478	600	836	873
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	9 403	8 324	5 222	14 870	14 602	13 874	6 301	10 657	10 986
Buildings and other fixed structures	29	-	-	-	-	-	-	-	-
Machinery and equipment	9 061	8 130	5 222	14 835	14 519	13 791	6 301	10 657	10 986
Other	313	194	-	35	83	83	-	-	-
Total	94 052	105 657	104 398	147 887	135 730	135 730	145 068	184 689	190 112

The spending trend of this programme generally shows a consistent increase over the last four years, with the increase from 2007/08 onwards largely attributable to the filling of posts in line with the new post establishment structure.

The sub-programme: Office of the MEC increases substantially from 2005/06 onwards, as a result of the implementation of the new staff structure in the Ministry. The relocation of the Ministerial office to its new premises contributed to the increase in 2007/08. From 2007/08 onwards, there is a substantial increase in the Corporate Services budget, in line with the phased approach for the implementation of the new structure. This also accounts for the increase over the 2008/09 MTEF against *Compensation of employees*.

The increase against Goods and services in 2007/08 is due to associated costs in respect of the relocation of the Ministerial office to its new premises, stakeholder's functions, high level *Izimbizo* and Ministerial functions. In 2006/07 the Department of Housing (the other department in the MEC's portfolio) covered the cost for MEC's Budget Speech, but in 2007/08 such costs was covered by the department. This resulted in an increase against *Goods and services*. The decrease in 2008/09 can also be ascribed to special projects that have been moved to Programme 3: Development and Planning. The increase over the MTEF is in line with the expectation that, as components become capacitated, more funds will be required for operational and/or auxiliary activities and, at the same time, costs related to outsourcing some functions will decrease.

The substantial increase against *Transfers and subsidies to: Households* in 2006/07 is a result of Voluntary Severance Packages (VSPs) and leave gratuity payments to staff leaving the department. The increase in the 2007/08 Adjusted Budget is mainly due to the VSPs paid to retiring officials that were not budgeted for. The difficulty in predicting this type of expenditure has lead to the substantial decrease over the 2008/09 MTEF.

The category *Machinery and equipment* fluctuates over the years, largely because of the acquisition of furniture and computers required for new staff members, as well as the scheduled replacement and/or maintenance of computer and other office equipment.

6.2 Programme 2: Local Governance

The purpose of this programme is to implement an institutional, administrative and financial municipal framework, and to provide a municipal infrastructure framework.

The programme consists of five sub-programmes from 2007/08 onwards, namely Municipal Administration, Municipal Finance, Public Participation, Disaster Management and Municipal Infrastructure.

Tables 11.14 and 11.15 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 2.

Table 11.14: Summary of payments and estimates - Programme 2: Local Governance

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited						
	2004/05	2005/06	2006/07	2007/08			2008/09	2009/10	2010/11
Municipal Administration	13 894	19 068	75 251	59 472	93 336	93 334	70 187	70 002	81 500
Municipal Finance	69 407	59 562	46 510	48 450	38 341	38 338	42 914	35 589	43 013
Public Participation	-	-	-	3 310	-	3	6 265	8 136	12 589
Disaster Management	10 687	3 070	20 652	7 105	6 235	6 235	10 345	16 564	43 064
Municipal Infrastructure	36 120	21 981	132 616	115 652	122 517	122 519	246 853	229 379	117 822
Provincial Municipal Support Services	17 600	17 600	17 000	-	-	-	-	-	-
Total	147 708	121 281	292 029	233 989	260 429	260 429	376 564	359 670	297 988

Table 11.15: Summary of payments and estimates by economic classification - Programme 2: Local Governance

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
				2007/08					
Current payments	116 653	77 123	107 696	128 989	97 618	97 801	219 664	192 933	281 238
Compensation of employees	30 284	29 355	28 107	45 799	29 525	29 526	55 612	57 901	66 774
Goods and services	86 369	47 768	79 589	83 190	68 093	68 275	164 052	135 032	214 464
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	30 296	43 674	183 876	104 000	162 249	162 252	156 200	164 963	15 000
Local government	12 376	25 395	165 811	104 000	162 036	162 036	156 200	164 963	15 000
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	320	679	1 065	-	213	213	-	-	-
Other	17 600	17 600	17 000	-	-	3	-	-	-
Payments for capital assets	759	484	457	1 000	562	376	700	1 774	1 750
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	759	484	457	1 000	562	376	700	1 774	1 750
Other	-	-	-	-	-	-	-	-	-
Total	147 708	121 281	292 029	233 989	260 429	260 429	376 564	359 670	297 988

The substantial increase in Municipal Administration in the 2007/08 Adjusted Budget can mainly be ascribed to the correct allocation of funds from other programmes, for the incorporation of Umzimkhulu into the province. The 2008/09 MTEF reflects the continuation of funds to be transferred to the Sisonke District Municipality and the Umzimkhulu Local Municipality. The decrease from the 2007/08 Adjusted Budget to 2008/09 is as a result of the reduction of earmarked funds for the Umzimkhulu grant.

The 2007/08 Adjusted Budget against the Municipal Finance sub-programme decreases significantly, mainly due to delays in the filling of posts, which in turn delayed the implementation of projects. The steady increase over the MTEF is largely due to the planned filling of posts according to the departmental recruitment plan and the associated operational expenditure. The support programme for the implementation of the MPRA will be rolled out to an additional 18 municipalities and all municipalities that have implemented the MPRA will be monitored, resulting in a substantial increase in 2008/09.

The Public Participation sub-programme is a new addition to the programme structure from 2007/08 onwards. The decrease in the 2007/08 Adjusted Budget is due to the shifting of funds resulting from the delay in the filling of posts and funds for Umzimkhulu that were incorrectly placed under this programme. The increase over the 2008/09 MTEF is in line with the approach to phase in the implementation of the new structure, and the operations of the sub-programme will commence in 2008/09.

The steady increase in Disaster Management over the 2008/09 MTEF is in line with the approach to phase in the implementation of the new structure. The substantial increase in 2010/11 relates to the funding redirected from the infrastructure provision for soccer stadia, to increase support to municipal disaster management.

The Municipal Infrastructure sub-programme increases consistently from 2007/08, mainly as a result of infrastructure provision for soccer stadia and the shifting of funds from elsewhere for Umzimkhulu basic services projects. The increase in 2008/09 is mainly due to the provincial massification programme that intensifies with a substantial additional funding over the 2008/09 MTEF. The decrease in 2010/11 relates to the soccer stadia allocation that ends in 2009/10, as well as the Umkhanyakude electrification programme which reaches its peak in the same year. It must be noted that, in 2010/11, no provision is made for soccer stadia, because the soccer stadia projects are expected to be completed in 2009/10. The baseline allocation was therefore redirected to other programmes in the department, i.e. R5 million for the Ministerial *Izimbizo* against the Office of the MEC sub-programme under Programme 1, R20 million to the Disaster Management sub-programme under Programme 2, R38 million to the Special Projects sub-programme under Programme 3, R15 million for *Amakhosi* houses and R19 million for *Izinduna* stipends under Programme 4, R50 million to the Capacity Building sub-programme and R12 million to the Institutional Transformation and External Communication sub-programme under Programme 6.

The category *Compensation of employees* shows a decrease in the 2007/08 Adjusted Budget, as posts could not be filled as anticipated. The substantial increase in *Compensation of employees* over the MTEF caters for the implementation of the new post establishment.

The decrease in *Goods and services* in the 2007/08 Adjusted Budget is a result of funds being shifted to *Transfers and subsidies to: Local government* to facilitate the incorporation of Umzimkhulu into the province. The allocation for 2008/09 increases due to the implementation of the Umkhanyakude electrification project, as the department allocated municipal transfers under this category. The allocations may be re-allocated in the Adjusted Budget, based on the capacity of the municipalities to implement the projects themselves. The decrease in 2009/10 can mainly be ascribed to the decrease in the allocation of the water and sanitation massification project. The overall increase in 2010/11 against this category is largely due to the additional allocations of R20 million for the Disaster Management sub-programme, and R93 million for massification projects against the Municipal Infrastructure sub-programme, both under Programme 2.

Transfers and subsidies to: Local government increases in the 2007/08 Adjusted Budget due to the incorporation of Umzimkhulu into the province, as explained above. The decrease from the 2007/08 Adjusted Budget to 2008/09 onwards represents the decrease in allocations for municipal transfers, which are mostly allocated against *Goods and services*. The allocations may be re-allocated in the Adjusted Budget, based on the capacity of the municipalities to implement the projects themselves. The decrease in 2010/11 relates to the phasing out of the infrastructure provision for soccer stadia in 2010/11.

The *Machinery and equipment* budget over the 2008/09 MTEF is directly linked to the filling of vacant posts and the related purchase of office and computer equipment.

Service delivery measures – Programme 2: Local Governance

Table 11.16 below illustrates the main service delivery measures pertaining to Programme 2: Local Governance. The list of performance measures is significantly different to that published in previous years, as the department has now formalised new measures in 2008/09. The performance measures and targets are the same as those contained in the 2008/09 Annual Performance Plan. Where possible, the 2007/08 Estimated Actual targets have been provided, but in most instances, the measures are entirely new and hence no comparative targets can be given.

A service delivery model, incorporating standards for the various municipal key performance areas, has been developed, and will be used as a benchmark to assess progress. The service delivery targets for this programme increase in line with the budget. The area of significant change, and which will receive attention, is the incorporation of Umzimkhulu into the province.

Table 11.16: Service delivery measures – Programme 2: Local Governance

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
1. Municipal Administration			
1. Municipal Councils with revised Rules of Order	<ul style="list-style-type: none">Number of municipal councils with improved governance against set criteria	n/a	50% of municipal councils
2. Municipal Councils with adopted oversight guidelines	<ul style="list-style-type: none">Number of municipalities compiling the required oversight reports	n/a	50% of municipal councils
3. Municipalities with adopted Delegations Framework	<ul style="list-style-type: none">Number of municipalities with improved governance against set criteria	n/a	50% of municipalities
4. Hands on support to municipalities	<ul style="list-style-type: none">Number of municipalities benefiting from deployment agreements	n/a	8 municipalities
5. Resolution of institutional governance matters	<ul style="list-style-type: none">% of institutional governance matters resolved	n/a	100%
6. Municipalities with fully functional District Co-ordinating Fora (DCFs)	<ul style="list-style-type: none">Number of DCFs functional	n/a	10 DCFs
7. Effective implementation of the Section 57 performance regulations	<ul style="list-style-type: none">Number municipalities with comprehensive sets of performance agreements submitted	n/a	61
	<ul style="list-style-type: none">Number of municipalities with all the appraisal committees established	n/a	61
	<ul style="list-style-type: none">% of municipalities complying with Section 57 Performance Regulations (61 Municipalities)	n/a	50% of 61 municipalities

Table 11.16: Service delivery measures – Programme 2: Local Governance

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
8. Implementation plan for human resource guidelines	• Number of municipalities with adopted recruitment plan	n/a	61
9. Revised municipal powers and functions	• % compliance with required legislative processes (61 Municipalities)	n/a	100% of municipalities affected
10. Institutional Development programmes developed and implemented	• Number of training programmes developed and implemented	n/a	2 training programmes implemented
11. Municipal Regulatory Compliance	• Percentage compliance by Municipalities with Regulatory Framework (61 Municipalities)	n/a	50% of 61 municipalities
2. Municipal Finance			
1. Production of Consolidated Municipal Annual Report	• Number of Municipal Annual Reports received and assessed	n/a	61 annual reports received and assessed; A consolidated Municipal Annual Report submitted to MEC
2. Implementation of Municipal Property Rates Act	• Number of municipalities implementing MPRA	12	18 implemented and monitored
	• Number of Valuation Appeal Boards established	n/a	11 established and operational
3. Development of Municipal Asset Management Framework	• The percentage of municipalities with a Generally Recognised Accounting Practice (GRAP) compliant Asset Management Framework developed (61 Municipalities)	n/a	20% of 61 municipalities commencing with implementation of the framework
4. Development of mechanisms to reduce municipal fraud, corruption and maladministration	• Number of municipalities where there are mechanisms in place to reduce fraud, corruption and maladministration	18	20 municipalities
5. Undertake effective forensic investigations within municipalities	• An annual report produced on the number of successful forensic investigations completed and submitted to MEC	n/a	Production and submission of annual report
3. Public Participation			
1. Trained ward committees on identified modules	• Number of ward committees trained on modules 2 & 3	n/a	460
2. Functional ward committees	• Number of functional ward committees (of 771)	150	150
3. Community Participation Framework	• Number of Provincial Community Participation Framework finalised as result of pilot study in Ingwe	n/a	1
	• Number of municipalities with enhanced public participation resulting from the implementation of the Community Participation Framework	12	20
4. Replacement Policy	• Number of Replacement Strategies developed	n/a	1
5. CDW Capacity Building Programme	• Number of Skills development plans formulated	n/a	1
	• Number of training programmes implemented for CDW	n/a	3
6. CDW Performance Management Framework	• Number of Performance Management Frameworks	n/a	1
	• Number of CDW complied with CDW Performance Management System (PMS)	n/a	400
4. Disaster Management			
1. Disaster management framework	• Framework developed	Review	1
2. Effective provincial Disaster Mgt centre	• Fully resourced centre and functional	n/a	1
3. Resourced municipal Disaster Mgt centres	• Number of District Council (DC) Disaster Management centres established and resourced	3	11
4. Provincial Consultative forum	• Functional and effective forum established	n/a	1
5. Disaster Management Plans aligned with Integrated Development Plans (IDPs)	• Number of DMP aligned with IDP's	n/a	3
6. DM Capacity Building Programme Implemented	• Number of Capacity Building Programmes Implemented	1	2
5. Municipal Infrastructure			
1. Sustainable municipal infrastructure	• Number of planned and preventative maintenance programmes	n/a	1 pilot
2. Infrastructure backlog eradication strategy	• Consolidated provincial backlog eradication assessment	n/a	1 Universal access plan for water and sanitation services; 1 for electricity services

Table 11.16: Service delivery measures – Programme 2: Local Governance

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
3. Bulk electricity infrastructure in Umkhanyakude	<ul style="list-style-type: none"> Commencement of construction of Phase 1 % of project budget expended 	n/a	November 2008 15%
4. Multi-year infrastructure development planning	<ul style="list-style-type: none"> Number of Municipal Infrastructure Grant (MIG) Capital Development Plans 	n/a	56
5. Programme Management support to municipalities	<ul style="list-style-type: none"> % of MIG funds expended by municipalities Verified value of work as % of MIG funds transferred 	n/a	100% (Target = R1.755 billion) 100%
6. Monitoring mechanism for backlog eradication	<ul style="list-style-type: none"> Number of backlog eradication assessments 	n/a	3
7. Increase in provision of Free Basic Services	<ul style="list-style-type: none"> Number of Free Basic Services guidelines implemented 	n/a	3
8. Monitoring mechanism for Free Basic Services implementation	<ul style="list-style-type: none"> Number of FBS assessments 	n/a	3

6.3 Programme 3: Development and Planning

The purpose of this programme is to promote informed integrated planning and development in the province. This programme consists of six sub-programmes, namely Spatial Planning, Development Administration and Land Use Management, Municipal Strategic Management, Municipal Performance Management, Provincial Planning and Development Commission and Special Projects.

Tables 11.17 and 11.18 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 3.

Table 11.17: Summary of payments and estimates - Programme 3: Development and Planning

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited						
	2004/05	2005/06	2006/07				2007/08	2008/09	2009/10
Spatial Planning	11 756	6 653	8 401	6 040	8 813	8 813	14 027	13 785	14 557
Development Administration	12 770	13 209	11 320	16 059	11 816	11 816	17 619	18 577	18 762
Municipal Strategic Management	11 436	10 888	9 804	16 829	6 855	6 855	16 123	18 944	20 048
Municipal Performance Management	7 624	7 260	6 537	8 426	5 019	5 019	8 785	7 895	7 622
Provincial Planning and Development Commission	5 365	5 471	5 565	6 405	6 234	6 234	7 458	7 864	8 385
Special Projects	-	48 464	41 863	47 810	64 185	64 185	130 000	190 659	279 084
Total	48 951	91 945	83 490	101 569	102 922	102 922	194 012	257 724	348 458

Table 11.18: Summary of payments and estimates by economic classification - Programme 3: Development and Planning

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
	Current payments	46 416	47 096	28 725	73 528	35 385	35 385	180 302	245 709
Compensation of employees	21 637	21 800	22 473	32 617	22 411	22 411	41 485	46 543	49 178
Goods and services	24 779	25 296	6 252	40 911	12 974	12 974	138 817	199 166	289 711
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	2 074	44 069	54 353	27 410	67 153	67 153	13 020	11 400	9 214
Local government	74	41 743	51 827	24 785	64 263	64 263	10 020	8 300	5 917
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	26	26	-	265	265	-	-	-
Other	2 000	2 300	2 500	2 625	2 625	2 625	3 000	3 100	3 297
Payments for capital assets	461	780	412	631	384	384	690	615	355
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	459	780	412	561	384	365	680	615	305
Other	2	-	-	70	-	19	10	-	50
Total	48 951	91 945	83 490	101 569	102 922	102 922	194 012	257 724	348 458

The sub-programmes Municipal Performance Management and Municipal Strategic Management were previously one sub-programme, and the trend from 2004/05 to 2007/08 reflects the implementation of capacity building programmes at municipalities. The decrease in the 2007/08 Adjusted Budget of these

sub-programmes reflects the shifting of funds to Corridor development and Project Consolidate projects, as the funds were incorrectly allocated to these sub-programmes in the Main Budget.

The sub-programme: Municipal Strategic Management increases during the MTEF period as a result of hands-on support to be given to municipalities, in order to improve their strategic management capacity. Over the years, it has become imperative that the municipalities have such capacity in order to ensure enhanced cohesion between municipality initiated projects based on their mandates, and provincial and national government initiated projects within the municipal areas. Significant investment and groundwork has been performed in respect of Municipal Performance Management, and, therefore over the MTEF period, the budget decreases steadily, as the emphasis will be moving more towards the monitoring of implementation of Performance Management.

The sub-programme: Special Projects shows a substantial increase over the 2008/09 MTEF, mainly as a result of the increase in funding for the Rehabilitation of small towns and Corridor development, which is also reflected against *Goods and services*. During the 2007/08 Adjustment Budget, funds were shifted to *Transfers and subsidies to: Local government*, as the department became confident that municipalities have the capacity to implement projects during the financial year. The department will again shift funds to municipalities from *Goods and services* to *Transfers and subsidies to: Local government* over the 2008/09 MTEF, if the department receives assurance that the municipalities can deliver on the projects.

The category *Compensation of employees* shows an increase over the 2008/09 MTEF period, in line with the implementation of the new post establishment.

The category *Transfers and subsidies to: Local government* consist of municipal transfers, which include Spatial Development and Strategic Support, among others. The decrease of this category is also as a result of phasing out of certain transfers to municipalities such as Project Consolidate, which is being replaced by capacity building and municipal transformation initiatives.

Service delivery measures – Programme 3: Development and Planning

Table 11.19 below illustrates the main service delivery measures pertaining to Programme 3: Development and Planning. As with Programme 2, many of the performance measures are new and therefore many comparative targets cannot be provided.

Table 11.19: Service delivery measures – Programme 3: Development and Planning

Output type		Performance measures	Performance targets	
			2007/08 Est. Actual	2008/09 Estimate
1. Spatial Planning				
1.	Municipal Spatial Development Frameworks (SDF)	• % municipal capital budget aligned with SDF	n/a	50 % Municipal Capital Budget spent in priority corridors and nodes
2.	Provincial Spatial Development Framework	• % alignment of provincial capital budget with spatial priorities of the province	n/a	50 % Provincial Capital Budget spent in priority corridors and nodes
3.	Municipal Land Use Management System (LUMS)	• Number of municipalities achieving 60% benchmark	n/a	51 municipalities achieving 60% of benchmark
4.	Processed spatial planning applications	• % compliance with norms and standards for spatial planning applications	n/a	80% compliance with norms and standards
5.	Spatial Planning Shared Services Spatial Planning Capacity benchmark	• Number of municipalities achieving 60% of benchmark	n/a	31 municipalities achieving 60% of benchmark

Table 11.19: Service delivery measures – Programme 3: Development and Planning

Output type		Performance measures	Performance targets	
			2007/08 Est. Actual	2008/09 Estimate
2. Development Administration				
1.	Process for speedy assessment of Development Applications. Towns and settlements achieving formalisation	<ul style="list-style-type: none">% reduction in no. of unauthorised developments registered	n/a	20% reduction
2.	Development Admin Shared Services	<ul style="list-style-type: none">Number of Operational District-wide Development Admin Shared Services established	n/a	5 District-wide Development Admin Shared Services
3.	Capacity development strategy i.r.o. new legislation	<ul style="list-style-type: none">Training manual on new legislation implemented	n/a	61 municipalities; Private Sector Planning Institutions
4.	Development admin benchmark	<ul style="list-style-type: none">Number of municipalities achieving 60% benchmark	n/a	46 municipalities achieving 60% of benchmark
3. Municipal Strategic Management				
1.	Provincial IDP assessment framework	<ul style="list-style-type: none">IDP assessment framework Management and Support Plan adopted	n/a	1
2.	IDP assessment report	<ul style="list-style-type: none">Number of Community-based plans facilitatedNumber of departmental support programs organised and executed% Municipalities achieving 60% rating on IDP assessment	n/a	1 plan 2 Departments 50% of 61 municipalities
3.	Development Planning Shared Services	<ul style="list-style-type: none">Number of Operational District Wide Strategic Planning shared services established	n/a	5 District wide strategic planning shared services
4.	Strategic Planning benchmark	<ul style="list-style-type: none">Number of municipalities achieving 60% benchmark	n/a	31 municipalities achieving 60% of benchmark
4. Municipal Performance Management				
1.	Consolidated Annual Municipal Performance Report	<ul style="list-style-type: none">% of municipalities complying with reporting requirements	n/a	100% of 61 municipalities
2.	Municipal Organisational Performance Management Systems (OPMS)	<ul style="list-style-type: none">Number of municipalities with OPMS% of municipalities reporting on performance i.t.o. adopted OPMS	n/a	61 municipalities with OPMS 50% of municipalities
3.	Development Planning District-Wide Shared Services	<ul style="list-style-type: none">Number of Development Planning District-wide Shared Services	n/a	6 Dev. Planning District-wide Shared Services
4.	District Monitoring and Evaluation Forums	<ul style="list-style-type: none">Number of Monitoring and Evaluation Forums	n/a	10
5.	Number of municipalities achieving 100% benchmark	<ul style="list-style-type: none">Number of municipalities achieving 100% of benchmark	n/a	15
5. Provincial Planning and Development Commission				
1.	Service level agreement (SLA)	<ul style="list-style-type: none">Adoption of SLA% Compliance report on SLA	n/a	1 100% of SLAs
6. Special Projects				
1.	Economic development interventions in support of PSEDS	<ul style="list-style-type: none">No. of new Corridor development projects packaged and approved% of all approved projects exceeding implementation level of 50% (including projects approved in previous financial years)% of projects closed-out (incl. projects approved in previous years)Number of direct employment opportunities created% counter funding mobilised on Corridor Development Budget	5 n/a n/a n/a n/a	20 30% 25% 200 30%
2.	Deployment of technical expertise	<ul style="list-style-type: none">Number of deployment agreements concluded with municipalities (in addition to the deployments concluded in previous years)	n/a	5
3.	Focussed interventions to support priority municipalities	<ul style="list-style-type: none">% of Project Consolidate interventions completed – close-out% of Project Consolidate Municipalities achieving 80% implementation of Municipal Plans of Action (MPA)	n/a n/a	80% municipalities under Project Consolidate inter-vention programme 80% municipalities under Project Consolidate inter-vention programme
4.	Construction and upgrading of sports facilities	<ul style="list-style-type: none">Number of multi-purpose sports complexes in construction% of construction work completed	n/a n/a	7 60%

6.4 Programme 4: Traditional Institutional Management

The purpose of this programme is to support and enhance the capacity of traditional authorities/councils. The programme consists of three sub-programmes, namely Traditional Institutional Administration, Traditional Resource Administration and Traditional Land Administration.

Tables 11.20 and 11.21 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 4.

Table 11.20: Summary of payments and estimates - Programme 4: Traditional Institutional Management

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Traditional Institutional Administration	52 939	60 256	62 094	75 714	93 631	93 631	80 713	91 643	90 007
Traditional Resource Administration	2 484	3 244	10 226	12 732	11 732	11 732	35 784	37 523	47 076
Traditional Land Administration	13 706	13 290	12 604	16 708	15 586	15 586	16 463	15 887	16 983
Total	69 129	76 790	84 924	105 154	120 949	120 949	132 960	145 053	154 066

Table 11.21: Summary of payments and estimates by economic classification - Programme 4: Traditional Institutional Management

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Current payments	67 810	74 499	83 568	103 441	112 341	112 340	129 571	137 090	138 211
Compensation of employees	52 136	52 190	56 698	54 225	68 598	68 598	75 798	79 490	83 568
Goods and services	15 674	22 309	26 870	49 216	43 743	43 742	53 773	57 600	54 643
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	668	661	555	373	891	891	395	427	440
Local government	164	164	46	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	504	497	509	373	891	891	395	427	440
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	651	1 630	801	1 340	7 717	7 718	2 994	7 536	15 415
Buildings and other fixed structures	-	-	-	-	4 879	4 879	1 000	5 000	15 000
Machinery and equipment	618	1 446	794	1 236	2 838	2 839	1 994	2 536	415
Other	33	184	7	104	-	-	-	-	-
Total	69 129	76 790	84 924	105 154	120 949	120 949	132 960	145 053	154 066

The increase in Traditional Institutional Administration in the 2007/08 Adjusted Budget is due to a roll-over of funds in respect of housing for the *Amakhosi* under *Buildings and other fixed structures*. This also explains the decline from the 2007/08 Adjusted Budget to 2008/09. Funds were shifted to provide for the relocation of staff from district offices to Local Houses, stipends for the *Izinduna*, the filling of critical posts, and the upward adjustment of *Amakhosi* salaries, which is reflected under *Compensation of employees*. There is a substantial increase from 2008/09 onwards, in line with the planned implementation of the new structure which relates to the filling of posts in phases.

The decrease in Traditional Resource Administration and Traditional Land Administration in the 2007/08 Adjusted Budget is due to savings realised on *Goods and services* for consultant fees and the lease of offices in Local Houses. Savings from these sub-programmes were used to cover over-expenditure in Traditional Institutional Administration. The increased level of support required by the newly established Provincial and Local Houses has led to an increase in the budget of the Traditional Resource Administration sub-programme over the MTEF.

Goods and services shows a substantial increase from 2008/09 onwards as a result of the implementation of the new legislation on traditional leadership, which will mainly result in the facilitation of synergies between traditional councils and municipalities, the capacitation of members of Traditional Councils and Local Houses and the drafting of regulations under new legislation.

Transfers and subsidies to: Households increases from the 2007/08 Adjusted Budget onwards due to the payment of leave gratuities for staff who have exited the department. The budget over the 2008/09 MTEF period is as a result of further staff exits.

Buildings and other fixed structures increases over the 2008/09 MTEF due to the provision in respect of housing for the *Amakhosi*. The decrease from the 2007/08 Adjusted Budget to 2008/09 relates to the roll-over of funds for housing for the *Amakhosi* in 2007/08. The increase against *Machinery and equipment* in the 2007/08 Adjusted Budget relates to the purchase of office furniture for Local Houses, as the original budget was initially incorrectly placed under *Goods and services*. The increase over the MTEF period is due to the acquisition of office furniture and computers for new staff as per the new structure and the replacement of office furniture and computers for the administrative staff of Local Houses.

Service delivery measures – Programme 4: Traditional Institutional Management

Table 11.22 below illustrates the main service delivery measures pertaining to Programme 4: Traditional Institutional Management. As with Programme 2, many of the performance measures are new and therefore comparative targets cannot be provided in most cases.

Table 11.22: Service delivery measures – Programme 4: Traditional Institutional Management

Output type		Performance measures	Performance targets	
			2007/08 Est. Actual	2008/09 Estimate
1. Traditional Institutional and Resource Administration				
1.	Good Governance manual developed	<ul style="list-style-type: none">Number of Traditional Councils (TCs) compliant with the Good Governance Manual	3 Houses of Traditional Leadership	11 Houses of Traditional Leadership
2.	Implementation of Rules of Order	<ul style="list-style-type: none">Number of Traditional Houses complying with Rules of Order	n/a	12 Traditional Houses
3.	Performance Management Framework for Traditional Houses	<ul style="list-style-type: none">Framework developed	n/a	1
		<ul style="list-style-type: none">Framework implemented	n/a	12 Traditional Houses
4.	Generic Strategic and Business plans for Traditional Houses	<ul style="list-style-type: none">Number of Strategic and Business Plans developed	n/a	12
		<ul style="list-style-type: none">Number of Traditional Houses with generic Strategic and Business Plans developed	n/a	12 Traditional Houses
5.	Delegations Framework developed for Traditional Houses	<ul style="list-style-type: none">Generic Delegations Framework produced	n/a	1
		<ul style="list-style-type: none">Number of Traditional Houses with adopt Delegations Framework	n/a	12 Traditional Houses
		<ul style="list-style-type: none">Number of Houses complying against set criteria	n/a	12 Traditional Houses compliant
6.	Capacity building strategy developed and implemented	<ul style="list-style-type: none">Number of Strategies developed and implemented	n/a	1
2. Traditional Land Administration				
1.	Capacity building strategy	<ul style="list-style-type: none">Strategy developed	n/a	1
		<ul style="list-style-type: none">Number of TCs in which the strategy has been implemented	n/a	11 TCs
2.	Development and population of Database	<ul style="list-style-type: none">Database developed	n/a	1
3.	Guideline on land allocations	<ul style="list-style-type: none">Guideline developed	n/a	1
		<ul style="list-style-type: none">Number of TC's in which the guideline has been implemented	n/a	11 TCs
4.	Develop framework for accessing royalties	<ul style="list-style-type: none">Framework developed	n/a	1

6.5 Programme 5: Urban and Rural Development

The purpose of this programme is to assist communities that are largely classified within the Second Economy Framework to access socio-economic opportunities and to assist with the challenges that are facing them, to enhance service delivery and improve the quality of life.

This programme has five sub-programmes from 2007/08 onwards, namely Public Participation – CDWs, Rural Connectivity, Rural Development, Synergistic Partnerships and Urban Development. The sub-programme: Public Participation – CDWs now combines two former programmes, namely Public Participation (encompassing Ward Committees and *Izimbizo*) and the CDWs that were previously housed in Programme 2 and Programme 5.

Tables 11.23 and 11.24 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 5.

Table 11.23: Summary of payments and estimates - Programme 5: Urban and Rural Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Public Participation -CDWs	11 230	11 987	2 664	58 191	49 660	49 660	59 371	64 096	80 320
Rural Connectivity	37 854	19 972	14 686	43 322	51 656	51 656	24 511	38 733	42 491
Rural Development	8 597	109	14 128	20 370	18 302	18 302	16 882	15 688	19 757
Synergistic Partnerships	-	-	-	4 295	5 654	5 654	7 051	7 730	6 079
Urban Development	23 126	30 644	46 109	8 839	9 745	9 745	8 747	11 844	13 513
Total	80 807	62 712	77 587	135 017	135 017	135 017	116 562	138 091	162 160

Table 11.24 Summary of payments and estimates by economic classification - Programme 5: Urban and Rural Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Current payments	64 426	58 055	72 052	100 612	105 683	105 625	82 132	92 564	107 954
Compensation of employees	15 284	14 633	35 685	53 873	52 986	52 986	70 561	75 153	79 667
Goods and services	49 142	43 422	36 367	46 739	52 697	52 639	11 571	17 411	28 287
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	230	156	148	-	28 243	28 301	19 000	23 013	26 426
Local government	43	54	19	-	28 033	28 033	18 800	22 800	26 200
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	187	102	129	-	210	268	200	213	226
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	16 151	4 501	5 387	34 405	1 091	1 091	15 430	22 514	27 780
Buildings and other fixed structures	11 038	4 029	2 743	33 505	15	15	15 000	21 864	20 000
Machinery and equipment	5 113	468	2 644	900	1 076	1 076	430	650	7 780
Other	-	4	-	-	-	-	-	-	-
Total	80 807	62 712	77 587	135 017	135 017	135 017	116 562	138 091	162 160

The actual expenditure under the sub-programme: Public Participation – CDWs and the estimates reflect the actual and projected costs related to the CDW programme since its inception in 2004/05. The CDWs were employed at level four, but were upgraded to level six during the 2007/08 financial year, resulting in the spike in 2007/08, and this is also reflected against *Compensation of employees*. The decrease in the 2007/08 Adjusted Budget under Public Participation – CDWs relates to R8.5 million that was moved to the sub-programme: Rural Connectivity to ensure the continued partnership between consultants, the Independent Development Trust (IDT), and the department. This is also reflected in the shifting of funds from *Buildings and other fixed structures* to *Goods and services*.

A further R25 million was also moved across the same categories under the Rural Connectivity sub-programme in the 2007/08 Adjusted Budget for the construction of TACs and *Thusong* service centres by the IDT. Additional funds were allocated from the 2006/07 MTEF onwards in respect of the Rural Connectivity Programme, to continue construction as well as the rehabilitation/upgrading of Traditional Administrative Centres (TACs) and *Thusong* service centres. The Rural Connectivity allocation increases significantly in 2007/08 and decreases over the 2008/09 MTEF, which also indicates the overall increase in 2007/08 that is reflected against *Goods and services*.

Synergistic Partnerships is a newly created sub-programme from 2007/08 onwards and the increase over the MTEF period is to promote co-operation, integration and good relations between municipalities and traditional institutions.

The category *Compensation of employees* shows a steady increase over the 2008/09 MTEF, as a result of the increase in the number of employees determined by the implementation of the new structure.

Goods and services fluctuate over the 2008/09 MTEF period, as the classification of projects could not be accurately determined. The infrastructure projects are currently reflected against *Buildings and other fixed structures*, but it was decided that the allocation may be reprioritised over the MTEF when more accurate details of projects are known. The contract with the Independent Development Trust for the construction of *Thusong* service centres and TACs is coming to an end and the construction will be taken over by the Department of Works. This accounts for the economic classification changes, with an increase in *Buildings and other fixed structures* from 2008/09 onwards and the subsequent decrease in *Goods and services* from 2007/08 to 2008/09 in respect of the payment of consultants.

Transfers and subsidies to: Local government increased in the 2007/08 Adjusted Budget and over the MTEF period due to formal agreements that were put in place between prioritised municipalities and Traditional Councils to support municipalities in order to stimulate economic activities.

Service delivery measures – Programme 5: Urban and Rural Development

Table 11.25 below illustrates the main service delivery measures pertaining to Programme 5: Urban and Rural Development. As with Programme 2, many of the performance measures are new and therefore many comparative targets cannot be provided.

Table 11.25: Service delivery measures – Programme 5: Urban and Rural Development

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
1. Rural Connectivity			
1. Functional <i>Thusong</i> service centres	• Number of functional <i>Thusong</i> service centres	20	25
2. Building and rehabilitation of TACs	• Number of centres built	n/a	21
2. Rural Development			
1. Departmental LED business plan	• Strategy developed	n/a	LED implementation plan; Catalyst Interventions alignment with PSEDS and economic profiles; GDS support programme.
2. Empowerment programme	• Number of empowerment programmes implemented	n/a	1
3. Synergistic Partnerships/Community Development Workers Programme			
1. Synergistic Partnership Framework	• Number of guidelines reviewed	n/a	1 reviewed guideline
	• Number of municipalities implementing Synergistic Partnership framework	n/a	30
4. Urban Development			
1. Small town regeneration	• Number of small town rehabilitation business plans concluded	n/a	2
	• Number of business plans implemented	n/a	2
	• Development of Small Town Rehabilitation Strategy	n/a	1
2. Provincial nodal development strategy aligned to PSEDS (urban renewal)	• Strategy developed	n/a	1
	• Strategy implemented	n/a	1

6.6 Programme 6: Systems and Institutional Development

Programme 6: Systems and Institutional Development was a newly created programme with effect from 2007/08. The amounts in 2006/07 and prior years represent expenditure which was restated for comparative purposes in respect of the GIS function, previously under Programme 3: Development and Planning.

The main purpose of this programme is to develop and implement a comprehensive capacity building strategy for the department, in addition to establishing business units to handle monitoring and evaluation and external communications in order to promote municipal and traditional institutional transformation. This programme consists of the following five sub-programmes: Capacity Building, Monitoring and Evaluation, Institutional Transformation and External Communications and Development Information Services.

Tables 11.26 and 11.27 below illustrate a summary of payments and estimates for the financial years 2004/05 to 2010/11 relating to Programme 6.

Table 11.26: Summary of payments and estimates: Programme 6: Systems and Institutional Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Capacity Building	-	-	-	8 000	4 000	4 000	13 230	10 803	63 891
Monitoring and Evaluation	-	-	-	8 000	1 290	1 290	18 620	10 131	13 848
Institutional Transformation & External Communications	-	-	-	16 000	12 463	12 463	13 104	11 750	23 299
Development Information Services	12 717	11 662	11 704	12 454	11 505	11 505	17 696	13 625	14 500
Total payments and estimates	12 717	11 662	11 704	44 454	29 258	29 258	62 650	46 309	115 538

Table 11.27: Summary of payments and estimates by economic classification: Programme 6: Systems & Institutional Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
					2007/08				
Current payments	12 356	11 391	5 445	44 454	23 686	23 685	56 520	43 079	113 318
Compensation of employees	4 543	4 314	3 632	16 083	4 625	4 658	19 370	20 819	22 068
Goods and services	7 813	7 077	1 813	28 371	19 061	19 027	37 150	22 260	91 250
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	-	5 736	-	4 795	4 795	5 750	2 500	1 500
Local government	-	-	5 481	-	4 795	4 795	5 750	2 500	1 500
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	255	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	361	271	523	-	777	778	380	730	720
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	261	271	523	-	191	192	380	730	720
Other	100	-	-	-	586	586	-	-	-
Total economic classification	12 717	11 662	11 704	44 454	29 258	29 258	62 650	46 309	115 538

The decrease in the 2007/08 Adjusted Budget relates to funds for the non-filling of vacant posts and associated costs against *Compensation of employees* and *Goods and services*, respectively, that were shifted for the filling of critical posts and *Amakhosi* salaries under Programme 4.

The allocations of the sub-programmes: Capacity Building and Institutional Transformation and External Communications fluctuate over the 2008/09 MTEF, with a significant increase in the allocation in 2010/11. The increase can mainly be attributed to the recruitment of adequately skilled staff to support municipalities, which also relates to the increase against *Compensation of employees*. There is also an increase against *Goods and services* over the MTEF, which reflects the Provincial Capacity Building Strategy that will be developed and implemented at municipalities, as well as the roll-out of a targeted capacity programme for the department's staff. The increase in 2010/11 also includes an increase under the Monitoring and Evaluation sub-programme and relates to the development of integrated strategies for capacity building and monitoring and evaluation between the three spheres of government, and is reflected against *Goods and services*.

Compensation of employees and Goods and services increase over the MTEF, mainly due to the implementation of the new structure and the increase in capacity building and external communication initiatives.

The increase in 2010/11 under Institutional Transformation and External Communication also relates to the publishing of newsletters and the gazetting of notices and advertisements to effectively communicate the change in senior management at municipalities. The National Municipal Communication Strategy will also be implemented, in an effort to build the capacity of municipalities. This national programme is in its infancy stage, but will be refined and should be ready for implementation in 2010/11.

Transfers and subsidies to: Local government increases in the 2007/08 Adjusted Budget and over the MTEF, and relates to the shared service, which aims to ensure that municipalities comply with governance and regulatory requirements.

Service delivery measures – Programme 6: Systems and Institutional Development

Table 11.28 below illustrates the main service delivery measures pertaining to Programme 6: Systems and Institutional Development. As with Programme 2, many of the performance measures are new and therefore many comparative targets cannot be provided.

Table 11.28: Service delivery measures – Programme 6: Systems and Institutional Development

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
1. Capacity Building			
1. Capacity building strategy	<ul style="list-style-type: none">Strategy developed	Development of strategy 60% completed	1
	<ul style="list-style-type: none">Strategy implemented	-	1
2. Adopted and agreed training programme/ schedule	<ul style="list-style-type: none">Number of training programmes implemented	n/a	1
2. Monitoring and Evaluation			
1. Departmental performance reports	<ul style="list-style-type: none">Quarterly performance reportsAnnual Performance Reports	n/a n/a	4 1
2. External evaluation report	<ul style="list-style-type: none">Baselines of departmental programmes developedEvaluation report on impact of programmes (internal and external)	n/a n/a	All programmes 1
3. Institutional Transformation and External Communications			
1. Communication Strategy and Communication Plan	<ul style="list-style-type: none">Strategy and plan developedStrategy and plan implemented	Development of strategy 60% completed -	1 1
2. Identification of key communication campaigns	<ul style="list-style-type: none">Implementation of key communication campaigns	n/a	2
3. Customised institutional transformation and organisational development (ITOD) model	<ul style="list-style-type: none">ITOD model developed and implemented	n/a	1
4. Development Information Services			
1. Updated PSEDS database with government departments and State Owned Enterprises (SOEs) capital projects	<ul style="list-style-type: none">Number of departments and SOE's contributing to PSEDS Database	n/a	15 Departments and SOEs
2. Updated Provincial Register of Properties supporting MPRA implementation (excluding eThekweni)	<ul style="list-style-type: none">Number of municipalities provided with quarterly cadastral update	n/a	20
3. District Information Management Systems (DIMS)	<ul style="list-style-type: none">Number of municipalities achieving 60% of benchmark in terms of access to DIS Services	n/a	31
4. Development Information Service (DIS) Shared Services	<ul style="list-style-type: none">Number of district wide GIS shared services established	n/a	5 District wide GIS shared services
5. DIS capacity benchmark	<ul style="list-style-type: none">Number of municipalities achieving 60% benchmark	n/a	31

7. Other programme information

7.1 Personnel numbers and costs

Table 11.29 below illustrates the personnel estimates pertaining to the department on a programme level.

Table 11.29: Personnel numbers and costs per programme

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	355	343	306	360	440	440	440
2. Local Governance	334	292	295	334	279	280	285
3. Development & Planning	139	131	94	124	129	135	185
4. Traditional Institutional Management	227	220	215	227	262	272	276
5. Urban & Rural Development	107	103	471	466	521	521	521
6. Systems & Institutional Development	11	9	17	26	34	39	39
Total	1,173	1,098	1,398	1,537	1,665	1,687	1,746
Total personnel cost (R 000)	168,247	168,846	194,424	225,432	346,676	375,568	402,841
Unit cost (R 000)	143	154	139	147	208	223	231

There is a negative movement of *Personnel numbers* over the period 2004/05 to 2005/06 due to the resignation and transfers of staff to other departments, while various moratoria were in place for the filling of posts. The increase from 2006/07 onwards is due to the appointment of 400 CDWs, and the increase in 2008/09 onwards is largely attributed to the filling of posts in line with the new post establishment structure. There is a general increase in the *Total personnel cost* over the period 2007/08 to 2008/09, which is consistent with the increase in *Personnel numbers*.

Table 11.30 summarises the numbers and costs related to various components and categories of workers within the department. The contract workers are employed to manage various special projects.

The departmental structure was finalised and approved by the MEC and the Minister of Public Service and Administration and the job evaluation process started with the critical priority posts to be filled in 2008/09. The relocation of staff as per the new structure was also finalised.

Table 11.30: Details of departmental personnel numbers and costs

	Audited 2004/05	Audited 2005/06	Audited 2006/07	Main Budget 2007/08	Adjusted Budget	Estimated actual	Medium-term estimates		
							2008/09	2009/10	2010/11
Total for department									
Personnel numbers (head count)	1 173	1 098	1 398	1 537	1 323	1 323	1 665	1 687	1 746
Personnel cost (R000)	168 247	168 846	194 424	265 877	228 038	225 432	346 676	375 568	402 841
Human resources component									
Personnel numbers (head count)	74	69	69	59	47	47	94	103	103
Personnel cost (R000)	9 257	9 055	223 219	128 785	171 158	171 158	190 770	198 563	48 617
Head count as % of total for department	6.31	6.28	4.94	3.84	3.55	3.55	5.65	6.11	5.90
Personnel cost as % of total for department	5.50	5.36	114.81	48.44	75.06	75.92	55.03	52.87	12.07
Finance component									
Personnel numbers (head count)	73	70	61	41	36	36	70	70	70
Personnel cost (R000)	13 634	12 908	7 450	7 990	7 290	7 290	10 434	10 633	10 633
Head count as % of total for department	6.22	6.38	4.36	2.67	2.72	2.72	4.20	4.15	4.01
Personnel cost as % of total for department	8.10	7.64	3.83	3.01	3.20	3.23	3.01	2.83	2.64
Full time workers									
Personnel numbers (head count)	1 098	1 090	1 293	1 529	1 318	1 318	1 652	1 674	1 733
Personnel cost (R000)	168 247	168 079	193 619	263 062	225 935	223 329	343 632	372 387	399 469
Head count as % of total for department	93.61	99.27	92.49	99.48	99.62	99.62	99.22	99.23	99.26
Personnel cost as % of total for department	100.00	99.55	99.59	98.94	99.08	99.07	99.12	99.15	99.16
Part-time workers									
Personnel numbers (head count)	-	-	-	-	-	-	-	-	-
Personnel cost (R000)	-	-	-	-	-	-	-	-	-
Head count as % of total for department	-	-	-	-	-	-	-	-	-
Personnel cost as % of total for department	-	-	-	-	-	-	-	-	-
Contract workers									
Personnel numbers (head count)	-	8	6	8	5	5	13	13	13
Personnel cost (R000)	-	767	805	2 815	2 103	2 103	3 044	3 181	3 372
Head count as % of total for department	-	0.73	0.43	0.52	0.38	0.38	0.78	0.77	0.74
Personnel cost as % of total for department	-	0.45	0.41	1.06	0.92	0.93	0.88	0.85	0.84

7.2 Training

Table 11.31 below reflects departmental expenditure pertaining to the department per programme over the seven-year period under review.

Table 11.31: Expenditure on training

Outcome				Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
R000	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
1. Administration	2 118	2 018	1 136	2 829	2 829	2 829	3 204	3 525	3 737	
2. Local Governance	-	-	-	-	-	-	-	-	-	
3. Development & Planning	-	-	-	-	-	-	-	-	-	
4. Traditional Institutional Management	-	-	-	-	-	-	-	-	-	
5. Urban & Rural Development	77	-	-	-	-	-	-	-	-	
6. Systems & Institutional Development	-	-	-	-	-	-	-	-	-	
Total	2 195	2 018	1 136	2 829	2 829	2 829	3 204	3 525	3 737	

The training budget for the department was centralised under Programme 1 to facilitate the management of all training undertaken in the department in so far as accreditation of training institutes, the need for training in terms of each employee's personal development plan, and monthly reporting to the Public Service Sector Education and Training Authority (PSETA) are concerned.

The training budget available over the MTEF is slightly more than the 1 per cent of the total personnel costs, which is required to be set aside for training in terms of the Skills Development Act. The amount allocated is based on the decision to phase in the filling of posts of the new structure. Furthermore, consideration was given to historical trends. The training needs will be reviewed on an ongoing basis.

ANNEXURE – VOTE 11: LOCAL GOVERNMENT AND TRADITIONAL AFFAIRS

Table 11.A: Details of departmental receipts

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes									
Motor vehicle licenses									
Horseracing									
Other taxes									
Non-tax receipts	1 170	1 053	945	1 154	1 154	885	1 290	1 387	1 470
Sale of goods and services other than capital asset	570	553	590	654	654	795	775	833	883
Sales of goods and services produced by dept.	570	553	590	654	654	795	775	833	883
Sales by market establishments									
Administrative fees									
Other sales	570	553	590	654	654	795	775	833	883
Of which									
Rent for Parking	75	-	-	80	80	80	85	95	101
Housing Rent Recoveries	227	-	-	273	273	392	280	301	319
Transport of Officers	-	-	-	12	12	12	12	12	13
Other	268	553	590	289	289	311	398	425	450
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Fines, penalties and forfeits	-	-	-	-	-	59	-	-	-
Interest, dividends and rent on land	600	500	355	500	500	31	515	554	587
Interest	600	500	355	500	500	31	515	554	587
Dividends									
Rent on land									
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Sales of capital assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets									
Other capital assets									
Financial transactions	(227)	900	831	-	-	547	-	-	-
Total	943	1 953	1 776	1 154	1 154	1 432	1 290	1 387	1 470

Table 11.B: Details of payments and estimates by economic classification

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	391 959	365 898	394 589	583 933	492 420	493 214	806 356	884 571	1 157 863
Compensation of employees	168 247	168 846	194 424	265 877	228 038	225 432	346 676	375 568	402 841
Salaries and wages	145 635	144 793	171 691	226 081	201 176	198 570	298 422	322 815	341 883
Social contributions	22 612	24 053	22 733	39 796	26 862	26 862	48 254	52 753	60 958
Goods and services	223 434	196 127	200 165	318 056	264 382	267 782	459 680	509 003	755 022
of which									
Venues & Facilities	2 126	11 501	6 927	5 058	5 787	5 787	6 436	8 626	9 860
Advertising	2 657	6 487	7 303	10 048	8 403	8 402	5 987	11 125	10 889
Consultants	31 149	45 200	68 706	106 029	94 471	97 906	249 935	275 718	451 361
Computer services	8 371	8 237	7 755	12 618	11 249	11 249	9 188	14 288	13 922
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	278	925	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	33 897	89 084	246 741	131 891	266 752	266 870	194 965	203 139	53 453
Local government	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617
Municipalities	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	19 600	19 900	19 500	2 625	2 625	2 628	3 000	3 100	3 297
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	19 600	19 900	19 500	2 625	2 625	2 628	3 000	3 100	3 297
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 515	1 695	4 022	481	5 000	5 115	1 195	1 476	1 539
Social benefits	1 514	1 695	4 022	481	5 000	5 115	1 195	1 476	1 539
Other transfers to households	1	-	-	-	-	-	-	-	-
Payments for capital assets	27 786	15 990	12 802	52 246	25 133	24 221	26 495	43 826	57 006
Buildings and other fixed structures	11 067	4 029	2 743	33 505	4 894	4 894	16 000	26 864	35 000
Buildings	11 067	4 029	2 743	33 505	15	15	15 000	21 864	20 000
Other fixed structures	-	-	-	-	4 879	4 879	1 000	5 000	15 000
Machinery and equipment	16 271	11 579	10 052	18 532	19 570	18 639	10 485	16 962	21 956
Transport equipment	6 374	4 274	-	7 610	5 479	5 479	3 000	7 000	7 000
Other machinery and equipment	9 897	7 305	10 052	10 922	14 091	13 160	7 485	9 962	14 956
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	448	382	7	209	669	688	10	-	50
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Total	453 642	470 972	654 132	768 070	784 305	784 305	1 027 816	1 131 536	1 268 322

Table 11.C: Details of payments and estimates by economic classification - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	84 020	96 809	97 103	132 909	117 707	118 378	138 167	173 196	178 253
Compensation of employees	44 363	46 554	47 829	63 280	49 893	47 253	83 850	95 662	101 586
Salaries and wages	37 109	39 719	40 982	54 105	42 789	40 149	70 771	80 716	85 809
Social contributions	7 254	6 835	6 847	9 175	7 104	7 104	13 079	14 946	15 777
Goods and services	39 657	50 255	49 274	69 629	67 814	71 125	54 317	77 534	76 667
of which									
Venues & Facilities	300	353	668	846	1 664	1 664	1 066	2 685	2 853
Advertising	1 427	4 863	4 124	8 679	5 421	5 421	4 025	8 914	9 350
Consultants	1 610	1 672	1 811	2 943	4 373	7 684	2 048	2 678	2 269
Computer services	8 368	7 937	6 495	12 618	11 249	11 249	9 188	14 288	13 922
Other	27 952	35 430	36 176	44 543	45 107	45 107	37 990	48 969	48 273
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	629	524	2 073	108	3 421	3 478	600	836	873
Local government	125	133	35	-	-	-	-	-	-
Municipalities	125	133	35	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	504	391	2 038	108	3 421	3 478	600	836	873
Social benefits	504	391	2 038	108	3 421	3 478	600	836	873
Other transfers to households									
Payments for capital assets	9 403	8 324	5 222	14 870	14 602	13 874	6 301	10 657	10 986
Buildings and other fixed structures	29	-	-	-	-	-	-	-	-
Buildings	29	-	-	-	-	-	-	-	-
Other fixed structures									
Machinery and equipment	9 061	8 130	5 222	14 835	14 519	13 791	6 301	10 657	10 986
Transport equipment	6 374	4 274	-	7 610	5 479	5 479	3 000	7 000	7 000
Other machinery and equipment	2 687	3 856	5 222	7 225	9 040	8 312	3 301	3 657	3 986
Cultivated assets									
Software and other intangible assets	313	194	-	35	83	83	-	-	-
Land and subsoil assets									
Total	94 052	105 657	104 398	147 887	135 730	135 730	145 068	184 689	190 112

Table 11.D: Details of payments and estimates by economic classification - Programme 2: Local Governance

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	116 653	77 123	107 696	128 989	97 618	97 801	219 664	192 933	281 238
Compensation of employees	30 284	29 355	28 107	45 799	29 525	29 526	55 612	57 901	66 774
Salaries and wages	25 583	25 245	24 307	37 555	25 535	25 536	42 956	44 638	47 588
Social contributions	4 701	4 110	3 800	8 244	3 990	3 990	12 656	13 263	19 186
Goods and services	86 369	47 768	79 589	83 190	68 093	68 275	164 052	135 032	214 464
of which									
Venues & Facilities	93	273	1 817	604	650	650	4 333	4 610	4 904
Advertising	362	336	698	-	-	-	-	-	-
Consultants	13 304	19 709	41 704	29 658	40 204	40 386	99 041	63 195	139 897
Computer services	1	-	-	-	-	-	-	-	-
Other	72 609	27 450	35 370	52 928	27 239	27 239	60 678	67 227	69 663
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	30 296	43 674	183 876	104 000	162 249	162 252	156 200	164 963	15 000
Local government	12 376	25 395	165 811	104 000	162 036	162 036	156 200	164 963	15 000
Municipalities	12 376	25 395	165 811	104 000	162 036	162 036	156 200	164 963	15 000
Municipal agencies and funds									
Departmental agencies and accounts	17 600	17 600	17 000	-	-	3	-	-	-
Social security funds									
Entities receiving funds	17 600	17 600	17 000	-	-	3	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	320	679	1 065	-	213	213	-	-	-
Social benefits	320	679	1 065	-	213	213	-	-	-
Other transfers to households									
Payments for capital assets	759	484	457	1 000	562	376	700	1 774	1 750
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	759	484	457	1 000	562	376	700	1 774	1 750
Transport equipment									
Other machinery and equipment	759	484	457	1 000	562	376	700	1 774	1 750
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	147 708	121 281	292 029	233 989	260 429	260 429	376 564	359 670	297 988

Table 11.E: Details of payments and estimates by economic classification - Programme 3: Development and Planning

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	46 416	47 096	28 725	73 528	35 385	35 385	180 302	245 709	338 889
Compensation of employees	21 637	21 800	22 473	32 617	22 411	22 411	41 485	46 543	49 178
Salaries and wages	18 490	18 748	19 669	27 888	19 621	19 621	36 474	40 591	42 919
Social contributions	3 147	3 052	2 804	4 729	2 790	2 790	5 011	5 952	6 259
Goods and services	24 779	25 296	6 252	40 911	12 974	12 974	138 817	199 166	289 711
of which									
Venues & Facilities	1 661	1 839	431	2 538	527	527	607	877	478
Advertising	527	521	727	918	968	968	745	982	905
Consultants	3 080	6 139	1 552	28 585	7 661	7 661	133 056	192 837	283 604
Other	19 511	16 797	3 542	8 870	3 818	3 818	4 409	4 470	4 724
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	2 074	44 069	54 353	27 410	67 153	67 153	13 020	11 400	9 214
Local government	74	41 743	51 827	24 785	64 263	64 263	10 020	8 300	5 917
Municipalities	74	41 743	51 827	24 785	64 263	64 263	10 020	8 300	5 917
Municipal agencies and funds									
Departmental agencies and accounts	2 000	2 300	2 500	2 625	2 625	2 625	3 000	3 100	3 297
Social security funds									
Entities receiving funds	2 000	2 300	2 500	2 625	2 625	2 625	3 000	3 100	3 297
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	26	26	-	265	265	-	-	-
Social benefits	-	26	26	-	265	265	-	-	-
Other transfers to households									
Payments for capital assets	461	780	412	631	384	384	690	615	355
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	459	780	412	561	384	365	680	615	305
Transport equipment									
Other machinery and equipment	459	780	412	561	384	365	680	615	305
Cultivated assets									
Software and other intangible assets	2	-	-	70	-	19	10	-	50
Land and subsoil assets									
Total	48 951	91 945	83 490	101 569	102 922	102 922	194 012	257 724	348 458

Table 11.F: Details of payments and estimates by economic classification - Programme 4: Traditional Institutional Management

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	67 810	74 499	83 568	103 441	112 341	112 340	129 571	137 090	138 211
Compensation of employees	52 136	52 190	56 698	54 225	68 598	68 598	75 798	79 490	83 568
Salaries and wages	47 701	44 883	52 749	46 363	64 063	64 063	69 963	73 427	77 149
Social contributions	4 435	7 307	3 949	7 862	4 535	4 535	5 835	6 063	6 419
Goods and services	15 674	22 309	26 870	49 216	43 743	43 742	53 773	57 600	54 643
of which									
Venues & Facilities	35	545	1 907	180	517	517	230	240	270
Advertising	206	556	1 275	331	1 620	1 619	652	160	60
Consultants	2 362	5 241	2 855	14 633	3 993	3 993	13 788	14 730	15 491
Other	13 071	15 967	20 833	34 072	37 613	37 613	39 103	42 470	38 822
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	668	661	555	373	891	891	395	427	440
Local government	164	164	46	-	-	-	-	-	-
Municipalities	164	164	46	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	504	497	509	373	891	891	395	427	440
Social benefits	503	497	509	373	891	891	395	427	440
Other transfers to households	1	-	-	-	-	-	-	-	-
Payments for capital assets	651	1 630	801	1 340	7 717	7 718	2 994	7 536	15 415
Buildings and other fixed structures	-	-	-	-	4 879	4 879	1 000	5 000	15 000
Buildings									
Other fixed structures	-	-	-	-	4 879	4 879	1 000	5 000	15 000
Machinery and equipment	618	1 446	794	1 236	2 838	2 839	1 994	2 536	415
Transport equipment									
Other machinery and equipment	618	1 446	794	1 236	2 838	2 839	1 994	2 536	415
Cultivated assets									
Software and other intangible assets	33	184	7	104	-	-	-	-	-
Land and subsoil assets									
Total	69 129	76 790	84 924	105 154	120 949	120 949	132 960	145 053	154 066

Table 11.G: Details of payments and estimates by economic classification - Programme 5: Urban and Rural Development

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	64 426	58 055	72 052	100 612	105 683	105 625	82 132	92 564	107 954
Compensation of employees	15 284	14 633	35 685	53 873	52 986	52 986	70 561	75 153	79 667
Salaries and wages	12 845	12 488	30 869	46 062	45 170	45 170	61 116	65 093	68 999
Social contributions	2 439	2 145	4 816	7 811	7 816	7 816	9 445	10 060	10 668
Goods and services	49 142	43 422	36 367	46 739	52 697	52 639	11 571	17 411	28 287
of which									
Venues & Facilities	37	8 491	2 104	890	2 429	2 429	200	214	1 355
Advertising	135	211	479	120	394	394	565	1 069	574
Consultants	10 793	12 439	20 784	30 210	38 240	38 182	2 002	2 278	10 100
Computer services	2	300	1 260	-	-	-	-	-	-
Other	38 175	21 981	11 740	15 519	11 634	11 634	8 804	13 850	16 258
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	230	156	148	-	28 243	28 301	19 000	23 013	26 426
Local government	43	54	19	-	28 033	28 033	18 800	22 800	26 200
Municipalities	43	54	19	-	28 033	28 033	18 800	22 800	26 200
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	187	102	129	-	210	268	200	213	226
Social benefits	187	102	129	-	210	268	200	213	226
Other transfers to households									
Payments for capital assets	16 151	4 501	5 387	34 405	1 091	1 091	15 430	22 514	27 780
Buildings and other fixed structures	11 038	4 029	2 743	33 505	15	15	15 000	21 864	20 000
Buildings	11 038	4 029	2 743	33 505	15	15	15 000	21 864	20 000
Other fixed structures									
Machinery and equipment	5 113	468	2 644	900	1 076	1 076	430	650	7 780
Transport equipment									
Other machinery and equipment	5 113	468	2 644	900	1 076	1 076	430	650	7 780
Cultivated assets									
Software and other intangible assets	-	4	-	-	-	-	-	-	-
Land and subsoil assets									
Total	80 807	62 712	77 587	135 017	135 017	135 017	116 562	138 091	162 160

Table 11.H: Details of payments and estimates by economic classification - Programme 6: Systems and Institutional Development

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Current payments	12 356	11 391	5 445	44 454	23 686	23 685	56 520	43 079	113 318
Compensation of employees	4 543	4 314	3 632	16 083	4 625	4 658	19 370	20 819	22 068
Salaries and wages	3 907	3 710	3 115	14 108	3 998	4 031	17 142	18 350	19 419
Social contributions	636	604	517	1 975	627	627	2 228	2 469	2 649
Goods and services	7 813	7 077	1 813	28 371	19 061	19 027	37 150	22 260	91 250
of which									
Consultants	-	-	803	-	17 987	17 953	34 153	19 151	87 142
Other	7 813	7 077	1 010	28 371	1 074	1 074	2 997	3 109	4 108
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	-	-	5 736	-	4 795	4 795	5 750	2 500	1 500
Local government	-	-	5 481	-	4 795	4 795	5 750	2 500	1 500
Municipalities	-	-	5 481	-	4 795	4 795	5 750	2 500	1 500
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	255	-	-	-	-	-	-
Social benefits	-	-	255	-	-	-	-	-	-
Other transfers to households									
Payments for capital assets	361	271	523	-	777	778	380	730	720
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	261	271	523	-	191	192	380	730	720
Transport equipment									
Other machinery and equipment	261	271	523	-	191	192	380	730	720
Cultivated assets									
Software and other intangible assets	100	-	-	-	586	586	-	-	-
Land and subsoil assets									
Total	12 717	11 662	11 704	44 454	29 258	29 258	62 650	46 309	115 538

Table 11.I: Details of expense on infrastructure

Type of Infrastructure	Programme	Number of projects	Total costs	Medium-term estimates		
				2008/09	2009/10	2010/11
Capital		15	367 327	155 500	176 827	35 000
New construction		15	47 864	13 000	18 864	16 000
1 MPCC Construction existing funds	5	15	47 864	13 000	18 864	16 000
Rehabilitation		-	9 000	2 000	3 000	4 000
1 TACs additional funding from Provincial Treasury	5		9 000	2 000	3 000	4 000
Other capital projects		-	21 000	1 000	5 000	15 000
1 Amakhosi Houses	4	-	21 000	1 000	5 000	15 000
Infrastructure transfers		-	289 463	139 500	149 963	-
3 Soccer Stadia	2		289 463	139 500	149 963	-
Current		-	15 484	2 555	5 642	7 287
Maintenance	5	-	15 484	2 555	5 642	7 287
Total		15	382 811	158 055	182 469	42 287

*Note: Total costs represent total estimated expenditure of a particular project of which the project life span may not coincide fully with the MTEF period.

Table 11.J: Summary of transfers to municipalities

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni	72	75	-	45 000	45 000	45 000	89 500	-	-
Total: Ugu Municipalities	2 300	6 040	10 500	9 500	24 140	24 140	15 110	2 988	1 967
B KZ211 Vulamehlo	900	2 840	750	-	4 050	4 050	-	-	-
B KZ212 Umdoni	-	100	200	-	500	500	-	-	-
B KZ213 Umzumbi	500	1 600	700	-	2 140	2 140	600	-	-
B KZ214 uMuziwabantu	-	700	700	-	200	200	100	-	-
B KZ215 Ezingolweni	900	800	-	-	250	250	600	-	-
B KZ216 Hibiscus Coast	-	-	250	-	400	400	350	350	150
C DC21 Ugu District Municipality	-	-	7 900	9 500	16 600	16 600	13 460	2 638	1 817
Total: uMgungundlovu Municipalities	188	7 966	13 570	21 500	27 930	27 930	24 500	3 950	3 767
B KZ221 uMshwathi	-	2 150	50	-	600	600	-	-	-
B KZ222 uMngeni	-	1 200	550	-	3 630	3 630	500	-	-
B KZ223 Mpofana	-	-	50	-	50	50	-	-	-
B KZ224 Impendle	-	700	200	-	550	550	200	-	-
B KZ225 Msunduzi	-	-	250	-	1 350	1 350	1 350	1 850	2 150
B KZ226 Mkhambathini	-	800	1 750	-	950	950	550	350	150
B KZ227 Richmond	-	2 910	50	-	750	750	500	-	-
C DC22 uMgungundlovu District Municipality	188	206	10 670	21 500	20 050	20 050	21 400	1 750	1 467
Total: Uthukela Municipalities	1 800	7 469	2 315	1 500	7 226	7 226	3 650	2 100	1 367
B KZ232 Emnambithi/Ladysmith	-	-	-	-	3 876	3 876	1 850	350	150
B KZ233 Indaka	900	3 139	850	-	1 750	1 750	-	-	-
B KZ234 Umtshezi	-	880	150	-	400	400	400	-	-
B KZ235 Okhahlamba	-	1 900	320	-	200	200	-	-	-
B KZ236 Imbabazane	900	800	725	-	-	-	100	-	-
C DC23 Uthukela District Municipality	-	750	270	1 500	1 000	1 000	1 300	1 750	1 217
Total: Umzinyathi Municipalities	1 728	3 865	5 225	1 500	9 922	9 922	4 760	4 138	4 517
B KZ241 Endumeni	-	-	500	-	-	-	100	-	-
B KZ242 Nquthu	800	2 300	900	-	1 790	1 790	-	-	-
B KZ244 Msinga	923	1 560	2 545	-	3 100	3 100	1 000	1 500	1 500
B KZ245 Umvoti	-	-	200	-	1 060	1 060	100	-	-
C DC24 Umzinyathi District Municipality	5	5	1 080	1 500	3 972	3 972	3 560	2 638	3 017
Total: Amajuba Municipalities	-	1 300	11 100	9 500	11 070	11 070	12 500	1 600	867
B KZ252 Newcastle	-	-	2 000	-	470	470	450	350	150
B KZ253 eMadlangeni	-	300	710	-	1 850	1 850	-	-	-
B KZ254 Dannhauser	-	500	700	-	-	-	100	-	-
C DC25 Amajuba District Municipality	-	500	7 690	9 500	8 750	8 750	11 950	1 250	717
Total: Zululand Municipalities	215	10 348	7 313	1 500	14 857	14 857	4 950	2 637	3 017
B KZ261 eDumbe	-	-	400	-	680	680	500	-	-
B KZ262 uPhongolo	-	900	500	-	1 400	1 400	500	-	-
B KZ263 Abaqulusi	-	3 234	2 123	-	1 867	1 867	-	-	-
B KZ265 Nongoma	-	4 000	100	-	2 380	2 380	400	-	-
B KZ266 Ulundi	-	2 000	2 110	-	5 450	5 450	-	-	-
C DC26 Zululand District Municipality	215	214	2 080	1 500	3 080	3 080	3 550	2 637	3 017
Total: Umkhanyakude Municipalities	2 807	12 999	14 333	1 500	18 055	18 055	8 300	5 987	7 166
B KZ271 Umhlabuyalingana	900	3 500	2 000	-	3 035	3 035	2 300	1 850	2 150
B KZ272 Jozini	500	3 542	3 803	-	3 210	3 210	1 100	1 500	2 000
B KZ273 The Big Five False Bay	900	900	5 950	-	680	680	950	-	-
B KZ274 Hlabisa	500	3 300	-	-	980	980	-	-	-
B KZ275 Mtubatuba	-	1 000	-	-	100	100	400	-	-
C DC27 Umkhanyakude District Municipality	7	757	2 580	1 500	10 050	10 050	3 550	2 637	3 016
Total: uThungulu Municipalities	2 300	9 330	16 136	1 500	19 080	19 080	2 800	1 350	1 166
B KZ281 Mbonambi	900	1 300	3 180	-	5 150	5 150	100	-	-
B KZ282 uMhlathuze	-	-	-	-	-	-	350	350	150
B KZ283 Ntambanana	500	1 530	1 030	-	700	700	400	-	-
B KZ284 Umlalazi	-	-	3 396	-	2 050	2 050	100	-	-
B KZ285 Mthonjaneni	-	1 550	280	-	180	180	300	-	-
B KZ286 Nkandla	900	1 750	1 250	-	2 000	2 000	-	-	-
C DC28 uThungulu District Municipality	-	3 200	7 000	1 500	9 000	9 000	1 550	1 000	1 016
Total: Ilembe Municipalities	1 372	833	6 128	9 500	13 971	13 971	16 500	5 100	4 967
B KZ291 Mandeni	-	500	500	-	2 450	2 450	700	-	-
B KZ292 KwaDukuza	-	-	212	-	3 200	3 200	1 000	-	-
B KZ293 Ndwedwe	800	150	1 216	-	2 860	2 860	1 000	1 500	2 000
B KZ294 Maphumulo	569	180	1 000	-	3 811	3 811	750	350	150
C DC29 Ilembe District Municipality	3	3	3 200	9 500	1 650	1 650	13 050	3 250	2 817
Total: Sisonke Municipalities	-	7 264	6 675	1 500	67 876	67 876	4 200	3 750	4 816
B KZ5a1 Ingwe	-	1 650	200	-	2 750	2 750	-	-	-
B KZ5a2 Kwa Sani	-	2 060	854	-	250	250	-	-	-
B KZ5a3 Matatiele	-	-	150	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	-	1 404	171	-	1 200	1 200	-	-	-
B KZ5a5 Ubuhlebezwe	-	900	1 200	-	280	280	500	-	-
B KZ5a6 Umzimkhulu	-	-	2 600	-	17 800	17 800	300	-	-
C DC43 Sisonke District Municipality	-	1 250	1 500	1 500	45 596	45 596	3 400	3 750	4 816
Unallocated	-	-	129 924	24 785	-	-	4 000	164 963	15 000
Total	12 782	67 489	223 219	128 785	259 127	259 127	190 770	198 563	48 617

Table 11.K: Transfers to municipalities - Provincial Management Assistance Programme

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	2 300	3 290	500	1 500	700	700	1 300	-	-
B KZ211 Vulamehlo	900	790	-	-	200	200	-	-	-
B KZ212 Umdoni	-	100	-	-	-	-	-	-	-
B KZ213 Umzumbi	500	900	-	-	100	100	600	-	-
B KZ214 uMuziwabantu	-	700	500	-	-	-	100	-	-
B KZ215 Ezingolweni	900	800	-	-	-	-	600	-	-
B KZ216 Hibiscus Coast	-	-	-	-	400	400	-	-	-
C DC21 Ugu District Municipality	-	-	-	1 500	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	2 700	700	1 500	400	400	1 400	-	-
B KZ221 uMshwathi	-	-	-	-	100	100	-	-	-
B KZ222 uMngeni	-	500	300	-	-	-	500	-	-
B KZ223 Mpofana	-	-	-	-	-	-	-	-	-
B KZ224 Impendle	-	700	-	-	-	-	200	-	-
B KZ225 Msunduzi	-	-	-	-	-	-	-	-	-
B KZ226 Mkhambathini	-	800	400	-	100	100	200	-	-
B KZ227 Richmond	-	700	-	-	200	200	500	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	1 500	-	-	-	-	-
Total: Uthukela Municipalities	1 800	3 730	950	1 500	2 300	2 300	2 000	-	-
B KZ232 Emnambithi/Ladysmith	-	-	-	-	1 500	1 500	1 500	-	-
B KZ233 Indaka	900	800	500	-	200	200	-	-	-
B KZ234 Umtshezi	-	880	-	-	400	400	400	-	-
B KZ235 Okhahlamba	-	500	-	-	200	200	-	-	-
B KZ236 Imbabazane	900	800	450	-	-	-	100	-	-
C DC23 Uthukela District Municipality	-	750	-	1 500	-	-	-	-	-
Total: Umzinyathi Municipalities	1 723	1 600	1 400	1 500	400	400	200	-	-
B KZ241 Endumeni	-	-	300	-	-	-	100	-	-
B KZ242 Nquthu	800	800	700	-	200	200	-	-	-
B KZ244 Msinga	923	800	400	-	200	200	-	-	-
B KZ245 Umvoti	-	-	-	-	-	-	100	-	-
C DC24 Umzinyathi District Municipality	-	-	-	1 500	-	-	-	-	-
Total: Amajuba Municipalities	-	1 000	3 000	1 500	200	200	200	-	-
B KZ252 Newcastle	-	-	2 000	-	-	-	100	-	-
B KZ253 eMadlangeni	-	-	500	-	200	200	-	-	-
B KZ254 Dannhauser	-	500	500	-	-	-	100	-	-
C DC25 Amajuba District Municipality	-	500	-	1 500	-	-	-	-	-
Total: Zululand Municipalities	-	3 150	1 450	1 500	1 400	1 400	1 400	-	-
B KZ261 eDumbe	-	-	400	-	500	500	500	-	-
B KZ262 uPhongolo	-	900	500	-	-	-	500	-	-
B KZ263 Abaqulusi	-	750	250	-	500	500	-	-	-
B KZ265 Nongoma	-	500	-	-	200	200	400	-	-
B KZ266 Ulundi	-	1 000	300	-	200	200	-	-	-
C DC26 Zululand District Municipality	-	-	-	1 500	-	-	-	-	-
Total: Umkhanyakude Municipalities	2 800	3 792	1 850	1 500	6 500	6 500	2 400	-	-
B KZ271 Umhlabuyalingana	900	500	-	-	-	-	950	-	-
B KZ272 Jozini	500	792	600	-	500	500	100	-	-
B KZ273 The Big Five False Bay	900	750	750	-	-	-	950	-	-
B KZ274 Hlabisa	500	-	-	-	-	-	-	-	-
B KZ275 Mtubatuba	-	1 000	-	-	-	-	400	-	-
C DC27 Umkhanyakude District Municipality	-	750	500	1 500	6 000	6 000	-	-	-
Total: uThungulu Municipalities	2 300	3 000	750	1 500	200	200	900	-	-
B KZ281 Mbonambi	900	700	-	-	-	-	100	-	-
B KZ282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZ283 Ntambanana	500	900	-	-	-	-	400	-	-
B KZ284 Umlalazi	-	-	500	-	-	-	100	-	-
B KZ285 Mthonjaneni	-	700	-	-	-	-	300	-	-
B KZ286 Nkandla	900	700	250	-	200	200	-	-	-
C DC28 uThungulu District Municipality	-	-	-	1 500	-	-	-	-	-
Total: Ilembe Municipalities	1 369	500	1 200	1 500	2 300	2 300	2 100	-	-
B KZ291 Mandeni	-	500	500	-	-	-	700	-	-
B KZ292 KwaDukuza	-	-	-	-	2 000	2 000	1 000	-	-
B KZ293 Ndwedwe	800	-	700	-	200	200	-	-	-
B KZ294 Mapumulo	569	-	-	-	100	100	400	-	-
C DC29 Ilembe District Municipality	-	-	-	1 500	-	-	-	-	-
Total: Sisonke Municipalities	-	2 650	2 400	1 500	600	600	800	-	-
B KZ5a1 Ingwe	-	700	-	-	200	200	-	-	-
B KZ5a2 Kwa Sani	-	500	500	-	200	200	-	-	-
B KZ5a4 Greater Kokstad	-	-	-	-	200	200	-	-	-
B KZ5a5 Ubuhlebezwe	-	700	400	-	-	-	500	-	-
B KZ5a6 Umzimkhulu	-	-	1 200	-	-	-	300	-	-
C DC43 Sisonke District Municipality	-	750	300	1 500	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	15 000	15 000
Total	12 292	25 412	14 200	15 000	15 000	15 000	12 700	15 000	15 000

Table 11.L: Transfers to municipalities - Infrastructure provision for soccer stadia

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni	-	-	-	45 000	45 000	45 000	89 500	-	-
Total: Ugu Municipalities	-	-	7 000	8 000	8 000	8 000	10 000	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbhe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality	-	-	7 000	8 000	8 000	8 000	10 000	-	-
Total: uMgungundlovu Municipalities	-	-	10 000	20 000	20 000	20 000	20 000	-	-
B KZ221 uMshwathi									
B KZ222 uMngeni									
B KZ223 Mpofana									
B KZ224 Impendle									
B KZ225 Msunduzi									
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality	-	-	10 000	20 000	20 000	20 000	20 000	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
B KZ232 Emnambithi/Ladysmith									
B KZ233 Indaka									
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality									
Total: Umzinyathi Municipalities	-	-	-	-	-	-	-	-	-
B KZ241 Endumeni									
B KZ242 Nquthu									
B KZ244 Msinga									
B KZ245 Umvoti									
C DC24 Umzinyathi District Municipality									
Total: Amajuba Municipalities	-	-	7 000	8 000	8 000	8 000	10 000	-	-
B KZ252 Newcastle									
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	7 000	8 000	8 000	8 000	10 000	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality									
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
B KZ271 Umhlabyalingana									
B KZ272 Jozini									
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality									
Total: uThungulu Municipalities	-	-	7 000	-	8 000	8 000	-	-	-
B KZ281 Mbonambi									
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality	-	-	7 000	-	8 000	8 000	-	-	-
Total: Ilembe Municipalities	-	-	-	8 000	-	-	10 000	-	-
B KZ291 Mandeni									
B KZ292 KwaDukuza									
B KZ293 Ndwedwe									
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality	-	-	-	8 000	-	-	10 000	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality									
Unallocated	-	-	-	-	-	-	-	149 963	-
Total	-	-	31 000	89 000	89 000	89 000	139 500	149 963	-

Table 11.M: Transfers to municipalities - Project Consolidate

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	2 750	1 950	-	11 600	11 600	-	-	-
B KZ211 Vulamehlo	-	2 050	550	-	3 800	3 800	-	-	-
B KZ212 Umdoni	-			-			-	-	-
B KZ213 Umzumbi	-	700	500	-	1 800	1 800	-	-	-
B KZ214 uMuziwabantu	-			-			-	-	-
B KZ215 Ezingolweni	-			-			-	-	-
B KZ216 Hibiscus Coast	-			-			-	-	-
C DC21 Ugu District Municipality	-	-	900	-	6 000	6 000	-	-	-
Total: uMgungundlovu Municipalities	-	5 060	1 150	-	2 250	2 250	-	-	-
B KZ221 uMshwathi	-	2 150	-	-	-	-	-	-	-
B KZ222 uMngeni	-	700	-	-	1 800	1 800	-	-	-
B KZ223 Mpofana	-			-			-	-	-
B KZ224 Impendle	-			-			-	-	-
B KZ225 Msunduzi	-			-			-	-	-
B KZ226 Mkhambathini	-	-	1 150	-	-	-	-	-	-
B KZ227 Richmond	-	2 210	-	-	450	450	-	-	-
C DC22 uMgungundlovu District Municipality	-			-			-	-	-
Total: Uthukela Municipalities	-	3 739	450	-	-	-	-	-	-
B KZ232 Emnambithi/Ladysmith	-			-			-	-	-
B KZ233 Indaka	-	2 339	250	-	-	-	-	-	-
B KZ234 Umtshezi	-			-			-	-	-
B KZ235 Okhahlamba	-	1 400	200	-	-	-	-	-	-
B KZ236 Imbabazane	-			-			-	-	-
C DC23 Uthukela District Municipality	-			-			-	-	-
Total: Umzinyathi Municipalities	-	2 260	3 000	-	1 150	1 150	-	-	-
B KZ241 Endumeni	-			-			-	-	-
B KZ242 Nquthu	-	1 500	-	-	-	-	-	-	-
B KZ244 Msinga	-	760	2 000	-	1 150	1 150	-	-	-
B KZ245 Umvoti	-			-			-	-	-
C DC24 Umzinyathi District Municipality	-	-	1 000	-	-	-	-	-	-
Total: Amajuba Municipalities	-	300	-	-	1 500	1 500	-	-	-
B KZ252 Newcastle	-			-			-	-	-
B KZ253 eMadlangeni	-	300	-	-	1 500	1 500	-	-	-
B KZ254 Dannhauser	-			-			-	-	-
C DC25 Amajuba District Municipality	-			-			-	-	-
Total: Zululand Municipalities	-	6 984	5 783	-	5 917	5 917	-	-	-
B KZ261 eDumbe	-			-			-	-	-
B KZ262 uPhongolo	-			-			-	-	-
B KZ263 Abaqulusi	-	2 484	1 873	-	1 367	1 367	-	-	-
B KZ265 Nongoma	-	3 500	100	-	2 000	2 000	-	-	-
B KZ266 Ulundi	-	1 000	1 810	-	2 550	2 550	-	-	-
C DC26 Zululand District Municipality	-	-	2 000	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	9 200	12 403	-	795	795	-	-	-
B KZ271 Umhlabyalingana	-	3 000	2 000	-	795	795	-	-	-
B KZ272 Jozini	-	2 750	3 203	-	-	-	-	-	-
B KZ273 The Big Five False Bay	-	150	5 200	-	-	-	-	-	-
B KZ274 Hlabisa	-	3 300	-	-	-	-	-	-	-
B KZ275 Mtubatuba	-			-			-	-	-
C DC27 Umkhanyakude District Municipality	-	-	2 000	-	-	-	-	-	-
Total: uThungulu Municipalities	-	6 330	7 350	-	6 700	6 700	-	-	-
B KZ281 Mbonambi	-	600	2 750	-	3 000	3 000	-	-	-
B KZ282 uMhlathuze	-			-			-	-	-
B KZ283 Ntambanana	-	630	800	-	700	700	-	-	-
B KZ284 Umlalazi	-	-	2 700	-	2 000	2 000	-	-	-
B KZ285 Mthonjaneni	-	850	100	-	-	-	-	-	-
B KZ286 Nkandla	-	1 050	1 000	-	1 000	1 000	-	-	-
C DC28 uThungulu District Municipality	-	3 200	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	330	3 882	-	1 931	1 931	-	-	-
B KZ291 Mandeni	-			-			-	-	-
B KZ292 KwaDukuza	-			-			-	-	-
B KZ293 Ndwedwe	-	150	82	-	-	-	-	-	-
B KZ294 Maphumulo	-	180	800	-	1 931	1 931	-	-	-
C DC29 Ilembe District Municipality	-	-	3 000	-	-	-	-	-	-
Total: Sisonke Municipalities	-	4 614	3 071	-	2 500	2 500	-	-	-
B KZ5a1 Ingwe	-	950	200	-	1 500	1 500	-	-	-
B KZ5a2 Kwa Sani	-	1 560	-	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	-	1 404	171	-	1 000	1 000	-	-	-
B KZ5a5 Ubuhlebezwe	-	200	600	-	-	-	-	-	-
B KZ5a6 Umzimkhulu	-	-	1 100	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	500	1 000	-	-	-	-	-	-
Unallocated	-	-	-	24 785	-	-	-	-	-
Total	-	41 567	39 039	24 785	34 343	34 343	-	-	-

Table 11.N: Transfers to municipalities - Strategic support

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	1 090	1 090	610	388	417
B KZ211 Vulamehlo	-	-	-	-	50	50	-	-	-
B KZ212 Umdoni	-	-	-	-	300	300	-	-	-
B KZ213 Umzumbi	-	-	-	-	240	240	-	-	-
B KZ214 uMuziwabantu	-	-	-	-	200	200	-	-	-
B KZ215 Ezingolweni	-	-	-	-	250	250	-	-	-
B KZ216 Hibiscus Coast	-	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	-	-	50	50	610	388	417
Total: uMgungundlovu Municipalities	-	-	-	-	350	350	100	500	467
B KZ221 uMshwathi	-	-	-	-	150	150	-	-	-
B KZ222 uMngeni	-	-	-	-	-	-	-	-	-
B KZ223 Mpofana	-	-	-	-	50	50	-	-	-
B KZ224 Impendle	-	-	-	-	-	-	-	-	-
B KZ225 Msunduzi	-	-	-	-	-	-	-	-	-
B KZ226 Mkhambathini	-	-	-	-	100	100	-	-	-
B KZ227 Richmond	-	-	-	-	50	50	100	500	467
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	150	150	100	500	467
B KZ232 Emnambithi/Ladysmith	-	-	-	-	100	100	-	-	-
B KZ233 Indaka	-	-	-	-	50	50	-	-	-
B KZ234 Umshezi	-	-	-	-	-	-	-	-	-
B KZ235 Okhahlamba	-	-	-	-	-	-	-	-	-
B KZ236 Imbabazane	-	-	-	-	-	-	-	-	-
C DC23 Uthukela District Municipality	-	-	-	-	-	-	100	500	467
Total: Umzinyathi Municipalities	-	-	-	-	300	300	610	388	417
B KZ241 Endumeni	-	-	-	-	250	250	-	-	-
B KZ242 Nquthu	-	-	-	-	-	-	-	-	-
B KZ244 Msinga	-	-	-	-	-	-	-	-	-
B KZ245 Umvoti	-	-	-	-	50	50	610	388	417
C DC24 Umzinyathi District Municipality	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	200	200	100	500	467
B KZ252 Newcastle	-	-	-	-	150	150	-	-	-
B KZ253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZ254 Dannhauser	-	-	-	-	50	50	100	500	467
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	100	100	600	387	417
B KZ261 eDumbe	-	-	-	-	100	100	-	-	-
B KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZ263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZ265 Nongoma	-	-	-	-	-	-	-	-	-
B KZ266 Ulundi	-	-	-	-	-	-	600	387	417
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	450	450	600	387	416
B KZ271 Umhlabyalingana	-	-	-	-	200	200	-	-	-
B KZ272 Jozini	-	-	-	-	100	100	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B KZ274 Hlabisa	-	-	-	-	100	100	-	-	-
B KZ275 Mtubatuba	-	-	-	-	50	50	600	387	416
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	-	50	50	600	250	416
B KZ281 Mbonambi	-	-	-	-	50	50	-	-	-
B KZ282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZ283 Ntambanana	-	-	-	-	-	-	-	-	-
B KZ284 Umlalazi	-	-	-	-	-	-	-	-	-
B KZ285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZ286 Nkandla	-	-	-	-	-	-	600	250	416
C DC28 uThungulu District Municipality	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	430	430	100	500	467
B KZ291 Mandeni	-	-	-	-	100	100	-	-	-
B KZ292 KwaDukuza	-	-	-	-	180	180	-	-	-
B KZ293 Ndwedwe	-	-	-	-	100	100	-	-	-
B KZ294 Maphumulo	-	-	-	-	50	50	100	500	467
C DC29 Ilembe District Municipality	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	450	450	100	500	466
B KZ5a1 Ingwe	-	-	-	-	50	50	-	-	-
B KZ5a2 Kwa Sani	-	-	-	-	50	50	-	-	-
B KZ5a4 Greater Kokstad	-	-	-	-	100	100	-	-	-
B KZ5a5 Ubuhlebezwe	-	-	-	-	250	250	-	-	-
B KZ5a6 Umzimkhulu	-	-	-	-	-	-	100	500	466
C DC43 Sisonke District Municipality	-	-	-	-	-	-	-	-	-
Unallocated									
Total	-	-	-	-	3 570	3 570	3 520	4 300	4 417

Table 11.O: Transfers to municipalities - Spatial Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	1 200	1 200	350	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni	-	-	-	-	200	200	-	-	-
B KZ213 Umzumbhe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality	-	-	-	-	1 000	1 000	350	-	-
Total: uMgungundlovu Municipalities	-	-	700	-	200	200	300	500	250
B KZ221 uMshwathi	-	-	50	-	-	-	-	-	-
B KZ222 uMngeni	-	-	50	-	-	-	-	-	-
B KZ223 Mpofana	-	-	50	-	-	-	-	-	-
B KZ224 Impendle	-	-	50	-	-	-	-	-	-
B KZ225 Msunduzi	-	-	-	-	200	200	-	-	-
B KZ226 Mkhambathini	-	-	50	-	-	-	-	-	-
B KZ227 Richmond	-	-	50	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	400	-	-	-	300	500	250
Total: Uthukela Municipalities	-	-	-	-	150	150	200	500	250
B KZ232 Emnambithi/Ladysmith	-	-	-	-	150	150	-	-	-
B KZ233 Indaka									
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality	-	-	-	-	-	-	200	500	250
Total: Umzinyathi Municipalities	-	-	-	-	1 000	1 000	450	-	-
B KZ241 Endumeni									
B KZ242 Nquthu									
B KZ244 Msinga									
B KZ245 Umvoti									
C DC24 Umzinyathi District Municipality	-	-	-	-	1 000	1 000	450	-	-
Total: Amajuba Municipalities	-	-	300	-	-	-	600	250	-
B KZ252 Newcastle									
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	300	-	-	-	600	250	-
Total: Zululand Municipalities	-	-	-	-	-	-	450	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality	-	-	-	-	-	-	450	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	200	200	450	-	-
B KZ271 Umhlabyalingana									
B KZ272 Jozini	-	-	-	-	100	100	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	100	100	-	-	-
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	450	-	-
Total: uThungulu Municipalities	-	-	120	-	200	200	450	-	-
B KZ281 Mbonambi	-	-	30	-	-	-	-	-	-
B KZ282 uMhlathuze									
B KZ283 Ntambanana	-	-	30	-	-	-	-	-	-
B KZ284 Umlalazi	-	-	30	-	-	-	-	-	-
B KZ285 Mthonjaneni	-	-	30	-	-	-	-	-	-
B KZ286 Nkandla	-	-	-	-	200	200	-	-	-
C DC28 uThungulu District Municipality	-	-	-	-	-	-	450	-	-
Total: Ilembe Municipalities	-	-	292	-	200	200	700	250	-
B KZ291 Mandeni									
B KZ292 KwaDukuza	-	-	112	-	200	200	-	-	-
B KZ293 Ndwedwe	-	-	180	-	-	-	-	-	-
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality	-	-	-	-	-	-	700	250	-
Total: Sisonke Municipalities	-	-	200	-	-	-	300	500	250
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu	-	-	200	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	-	-	-	-	-	300	500	250
Unallocated									
Total	-	-	1 612	-	3 150	3 150	4 250	2 000	750

Table 11.P: Transfers to municipalities - Development Administration

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	250	-	-	-	250	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast	-	-	250	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	-	-	-	-	250	-	-
Total: uMgungundlovu Municipalities	-	-	400	-	-	-	-	500	250
B KZ221 uMshwathi									
B KZ222 uMngeni									
B KZ223 Mpofana									
B KZ224 Impendle	-	-	150	-	-	-	-	-	-
B KZ225 Msunduzi	-	-	250	-	-	-	-	-	-
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	500	250
Total: Uthukela Municipalities	-	-	200	-	-	-	-	500	250
B KZ232 Emnambithi/Ladysmith									
B KZ233 Indaka	-	-	100	-	-	-	-	-	-
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane	-	-	100	-	-	-	-	-	-
C DC23 Uthukela District Municipality	-	-	-	-	-	-	-	500	250
Total: Umzinyathi Municipalities	-	-	300	-	-	-	250	-	-
B KZ241 Endumeni	-	-	100	-	-	-	-	-	-
B KZ242 Nquthu	-	-	100	-	-	-	-	-	-
B KZ244 Msinga									
B KZ245 Umvoti	-	-	100	-	-	-	-	-	-
C DC24 Umzinyathi District Municipality	-	-	-	-	-	-	250	-	-
Total: Amajuba Municipalities	-	-	100	-	-	-	500	250	-
B KZ252 Newcastle									
B KZ253 eMadlangeni	-	-	100	-	-	-	-	-	-
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	-	-	-	-	500	250	-
Total: Zululand Municipalities	-	-	-	-	-	-	250	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality	-	-	-	-	-	-	250	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	250	-	-
B KZ271 Umhlabyalingana									
B KZ272 Jozini									
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	250	-	-
Total: uThungulu Municipalities	-	-	366	-	-	-	250	-	-
B KZ281 Mbonambi	-	-	250	-	-	-	-	-	-
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi	-	-	116	-	-	-	-	-	-
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality	-	-	-	-	-	-	250	-	-
Total: Ilembe Municipalities	-	-	100	-	-	-	500	250	-
B KZ291 Mandeni									
B KZ292 KwaDukuza	-	-	100	-	-	-	-	-	-
B KZ293 Ndwedwe									
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality	-	-	-	-	-	-	500	250	-
Total: Sisonke Municipalities	-	-	250	-	-	-	-	500	250
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani	-	-	100	-	-	-	-	-	-
B KZ5a3 Matatiele	-	-	150	-	-	-	-	-	-
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality	-	-	-	-	-	-	-	500	250
Unallocated									
Total	-	-	1 966	-	-	-	2 250	2 000	750

Table 11.Q: Transfers to municipalities - Municipal Development Information Services

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	800	-	1 000	1 000	250	250	-
B KZ211 Vulamehlo	-	-	200	-	-	-	-	-	-
B KZ212 Umdoni	-	-	200	-	-	-	-	-	-
B KZ213 Umzumbe	-	-	200	-	-	-	-	-	-
B KZ214 uMuziwabantu	-	-	200	-	-	-	-	-	-
B KZ215 Ezingolweni	-	-	-	-	-	-	-	-	-
B KZ216 Hibiscus Coast	-	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	-	-	1 000	1 000	250	250	-
Total: uMgungundlovu Municipalities	-	-	620	-	-	-	1 000	250	500
B KZ221 uMshwathi	-	-	200	-	-	-	-	-	-
B KZ222 uMngeni	-	-	-	-	-	-	-	-	-
B KZ223 Mpofana	-	-	-	-	-	-	-	-	-
B KZ224 Impendle	-	-	-	-	-	-	-	-	-
B KZ225 Msunduzi	-	-	-	-	-	-	-	-	-
B KZ226 Mkhambathini	-	-	150	-	-	-	-	-	-
B KZ227 Richmond	-	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	270	-	-	-	1 000	250	500
Total: Uthukela Municipalities	-	-	715	-	-	-	1 000	250	250
B KZ232 Emnambithi/Ladysmith	-	-	-	-	-	-	-	-	-
B KZ233 Indaka	-	-	-	-	-	-	-	-	-
B KZ234 Umtshezi	-	-	150	-	-	-	-	-	-
B KZ235 Okhahlamba	-	-	120	-	-	-	-	-	-
B KZ236 Imbabazane	-	-	175	-	-	-	-	-	-
C DC23 Uthukela District Municipality	-	-	270	-	-	-	1 000	250	250
Total: Umzinyathi Municipalities	-	-	525	-	735	735	250	250	-
B KZ241 Endumeni	-	-	100	-	-	-	-	-	-
B KZ242 Nquthu	-	-	100	-	-	-	-	-	-
B KZ244 Msinga	-	-	145	-	-	-	-	-	-
B KZ245 Umvoti	-	-	100	-	-	-	-	-	-
C DC24 Umzinyathi District Municipality	-	-	80	-	735	735	250	250	-
Total: Amajuba Municipalities	-	-	700	-	-	-	750	250	250
B KZ252 Newcastle	-	-	-	-	-	-	-	-	-
B KZ253 eMadlangeni	-	-	110	-	-	-	-	-	-
B KZ254 Dannhauser	-	-	200	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	390	-	-	-	750	250	250
Total: Zululand Municipalities	-	-	80	-	1 000	1 000	250	250	-
B KZ261 eDumbe	-	-	-	-	-	-	-	-	-
B KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZ263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZ265 Nongoma	-	-	-	-	-	-	-	-	-
B KZ266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	80	-	1 000	1 000	250	250	-
Total: Umkhanyakude Municipalities	-	-	80	-	1 000	1 000	250	250	-
B KZ271 Umhlabuyalingana	-	-	-	-	-	-	-	-	-
B KZ272 Jozini	-	-	-	-	-	-	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B KZ274 Hlabisa	-	-	-	-	-	-	-	-	-
B KZ275 Mtubatuba	-	-	-	-	-	-	-	-	-
C DC27 Umkhanyakude District Municipality	-	-	80	-	1 000	1 000	250	250	-
Total: uThungulu Municipalities	-	-	550	-	1 000	1 000	250	250	-
B KZ281 Mbonambi	-	-	150	-	-	-	-	-	-
B KZ282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZ283 Ntambanana	-	-	200	-	-	-	-	-	-
B KZ284 Umlalazi	-	-	50	-	-	-	-	-	-
B KZ285 Mthonjaneni	-	-	150	-	-	-	-	-	-
B KZ286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 uThungulu District Municipality	-	-	-	-	1 000	1 000	250	250	-
Total: Ilembe Municipalities	-	-	654	-	-	-	750	250	250
B KZ291 Mandeni	-	-	-	-	-	-	-	-	-
B KZ292 KwaDukuza	-	-	-	-	-	-	-	-	-
B KZ293 Ndwedwe	-	-	254	-	-	-	-	-	-
B KZ294 Maphumulo	-	-	200	-	-	-	-	-	-
C DC29 Ilembe District Municipality	-	-	200	-	-	-	750	250	250
Total: Sisonke Municipalities	-	-	754	-	60	60	1 000	250	250
B KZ5a1 Ingwe	-	-	-	-	-	-	-	-	-
B KZ5a2 Kwa Sani	-	-	254	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	-	-	-	-	-	-	-	-	-
B KZ5a5 Ubuhlebezwe	-	-	200	-	-	-	-	-	-
B KZ5a6 Umzimkhulu	-	-	100	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	-	200	-	60	60	1 000	250	250
Unallocated									
Total	-	-	5 478	-	4 795	4 795	5 750	2 500	1 500

Table 11.R: Transfers to municipalities - Centre Management Support

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	-	-	-	500	600
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality	-	-	-	-	-	-	-	500	600
Total: uMgungundlovu Municipalities	-	-	-	-	500	500	-	-	-
B KZ221 uMshwathi									
B KZ222 uMngeni									
B KZ223 Mpofana									
B KZ224 Impendle	-	-	-	-	500	500	-	-	-
B KZ225 Msunduzi									
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality	-	-	-	-	1 000	1 000	-	-	-
Total: Uthukela Municipalities	-	-	-	-	500	500	-	-	-
B KZ232 Emnambithi/Ladysmith	-	-	-	-	500	500	-	-	-
B KZ233 Indaka	-	-	-	-	500	500	-	-	-
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality	-	-	-	-	1 000	1 000	-	500	600
Total: Umzinyathi Municipalities	-	-	-	-	500	500	-	-	-
B KZ241 Endumeni									
B KZ242 Nquthu	-	-	-	-	500	500	-	-	-
B KZ244 Msinga	-	-	-	-	500	500	-	-	-
B KZ245 Umvoti									
C DC24 Umzinyathi District Municipality	-	-	-	-	-	-	-	500	600
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
B KZ252 Newcastle									
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	500	600
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	500	600
Total: Umkhanyakude Municipalities	-	-	-	-	500	500	-	500	600
B KZ271 Umhlabuyalingana									
B KZ272 Jozini	-	-	-	-	500	500	-	-	-
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	-	500	600
Total: uThungulu Municipalities	-	-	-	-	500	500	-	500	600
B KZ281 Mbonambi									
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni									
B KZ286 Nkandla	-	-	-	-	500	500	-	-	-
C DC28 uThungulu District Municipality	-	-	-	-	-	-	-	500	600
Total: Ilembe Municipalities	-	-	-	-	500	500	-	500	600
B KZ291 Mandeni									
B KZ292 KwaDukuza									
B KZ293 Ndwedwe									
B KZ294 Maphumulo	-	-	-	-	500	500	-	-	-
C DC29 Ilembe District Municipality	-	-	-	-	-	-	-	500	600
Total: Sisonke Municipalities	-	-	-	-	-	-	-	500	600
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality	-	-	-	-	-	-	-	500	600
Unallocated									
Total	-	-	-	-	4 000	4 000	-	3 500	4 200

Table 11.S: Transfers to municipalities - Local Economic Development Catalyst

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	-	-	2 000	1 500	800
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality	-	-	-	-	-	-	2 000	1 500	800
Total: uMgungundlovu Municipalities	-	-	-	-	730	730	-	-	-
B KZ221 uMshwathi	-	-	-	-	500	500	-	-	-
B KZ222 uMngeni	-	-	-	-	180	180	-	-	-
B KZ223 Mpofana	-	-	-	-	50	50	-	-	-
B KZ224 Impendle									
B KZ225 Msunduzi									
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality	-	-	-	-			-	-	-
Total: Uthukela Municipalities	-	-	-	-	3 626	3 626	-	-	-
B KZ232 Emnambithi/Ladysmith	-	-	-	-	1 626	1 626	-	-	-
B KZ233 Indaka	-	-	-	-	1 000	1 000	-	-	-
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality	-	-	-	-	1 000	1 000	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	587	587	2 000	1 500	2 000
B KZ241 Endumeni									
B KZ242 Nquthu									
B KZ244 Msinga									
B KZ245 Umvoti	-	-	-	-	460	460	-	-	-
C DC24 Umzinyathi District Municipality	-	-	-	-	127	127	2 000	1 500	2 000
Total: Amajuba Municipalities	-	-	-	-	1 170	1 170	-	-	-
B KZ252 Newcastle	-	-	-	-	470	470	-	-	-
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	-	-	700	700	-	-	-
Total: Zululand Municipalities	-	-	-	-	1 340	1 340	2 000	1 500	2 000
B KZ261 eDumbe	-	-	-	-	180	180	-	-	-
B KZ262 uPhongolo	-	-	-	-	800	800	-	-	-
B KZ263 Abaqulusi									
B KZ265 Nongoma	-	-	-	-	180	180	-	-	-
B KZ266 Ulundi									
C DC26 Zululand District Municipality	-	-	-	-	180	180	2 000	1 500	2 000
Total: Umkhanyakude Municipalities	-	-	-	-	2 360	2 360	2 000	1 500	2 000
B KZ271 Umhlabuyalingana	-	-	-	-	540	540	-	-	-
B KZ272 Jozini	-	-	-	-	360	360	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	480	480	-	-	-
B KZ274 Hlabisa	-	-	-	-	980	980	-	-	-
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	2 000	1 500	2 000
Total: uThungulu Municipalities	-	-	-	-	2 430	2 430	-	-	-
B KZ281 Mbonambi	-	-	-	-	2 150	2 150	-	-	-
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni	-	-	-	-	180	180	-	-	-
B KZ286 Nkandla	-	-	-	-	100	100	-	-	-
C DC28 uThungulu District Municipality	-	-	-	-			-	-	-
Total: Ilembe Municipalities	-	-	-	-	860	860	1 000	1 500	1 500
B KZ291 Mandeni									
B KZ292 KwaDukuza									
B KZ293 Ndwedwe	-	-	-	-	180	180	-	-	-
B KZ294 Maphumulo	-	-	-	-	680	680	-	-	-
C DC29 Ilembe District Municipality	-	-	-	-	-	-	1 000	1 500	1 500
Total: Sisonke Municipalities	-	-	-	-	680	680	2 000	1 500	3 000
B KZ5a1 Ingwe	-	-	-	-	500	500	-	-	-
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe	-	-	-	-	180	180	-	-	-
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality	-	-	-	-	-	-	2 000	1 500	3 000
Unallocated									
Total	-	-	-	-	13 783	13 783	11 000	9 000	11 300

Table 11.T: Transfers to municipalities - Synergistic Partnerships

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	-	-	350	350	150
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast	-	-	-	-	-	-	350	350	150
C DC21 Ugu District Municipality									
Total: uMgungundlovu Municipalities	-	-	-	-	500	500	700	700	300
B KZ221 uMshwathi									
B KZ222 uMngeni	-	-	-	-	500	500	-	-	-
B KZ223 Mpofana									
B KZ224 Impendle									
B KZ225 Msunduzi	-	-	-	-	-	-	350	350	150
B KZ226 Mkhambathini	-	-	-	-	-	-	350	350	150
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality									
Total: Uthukela Municipalities	-	-	-	-	-	-	350	350	150
B KZ232 Emnambithi/Ladysmith	-	-	-	-	-	-	350	350	150
B KZ233 Indaka									
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality									
Total: Umzinyathi Municipalities	-	-	-	-	500	500	-	-	-
B KZ241 Endumeni									
B KZ242 Nquthu	-	-	-	-	500	500	-	-	-
B KZ244 Msinga									
B KZ245 Umvoti									
C DC24 Umzinyathi District Municipality									
Total: Amajuba Municipalities	-	-	-	-	-	-	350	350	150
B KZ252 Newcastle	-	-	-	-	-	-	350	350	150
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality									
Total: Zululand Municipalities	-	-	-	-	500	500	-	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo	-	-	-	-	500	500	-	-	-
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality									
Total: Umkhanyakude Municipalities	-	-	-	-	500	500	350	350	150
B KZ271 Umhlabyalingana	-	-	-	-	-	-	350	350	150
B KZ272 Jozini	-	-	-	-	500	500	-	-	-
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality									
Total: uThungulu Municipalities	-	-	-	-	-	-	350	350	150
B KZ281 Mbonambi									
B KZ282 uMhlathuze	-	-	-	-	-	-	350	350	150
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality									
Total: Ilembe Municipalities	-	-	-	-	500	500	350	350	150
B KZ291 Mandeni									
B KZ292 KwaDukuza									
B KZ293 Ndwedwe	-	-	-	-	500	500	-	-	-
B KZ294 Maphumulo	-	-	-	-	-	-	350	350	150
C DC29 Ilembe District Municipality									
Total: Sisonke Municipalities	-	-	-	-	500	500	-	-	-
B KZ5a1 Ingwe	-	-	-	-	500	500	-	-	-
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality									
Unallocated									
Total	-	-	-	-	3 000	3 000	2 800	2 800	1 200

Table 11.U: Transfers to municipalities - Small Town Regeneration

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality									
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	1 000	1 500	2 000
B KZ221 uMshwathi									
B KZ222 uMngeni									
B KZ223 Mpofana									
B KZ224 Impendle									
B KZ225 Msunduzi	-	-	-	-	-	-	1 000	1 500	2 000
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality									
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
B KZ232 Emnambithi/Ladysmith									
B KZ233 Indaka									
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality									
Total: Umzinyathi Municipalities	-	-	-	-	1 250	1 250	1 000	1 500	1 500
B KZ241 Endumeni									
B KZ242 Nquthu									
B KZ244 Msinga	-	-	-	-	1 250	1 250	1 000	1 500	1 500
B KZ245 Umvoti									
C DC24 Umzinyathi District Municipality									
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
B KZ252 Newcastle									
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality									
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality									
Total: Umkhanyakude Municipalities	-	-	-	-	2 750	2 750	2 000	3 000	4 000
B KZ271 Umhlabuyalingana	-	-	-	-	1 500	1 500	1 000	1 500	2 000
B KZ272 Jozini	-	-	-	-	1 250	1 250	1 000	1 500	2 000
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality									
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
B KZ281 Mbonambi									
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality									
Total: Ilembe Municipalities	-	-	-	-	1 250	1 250	1 000	1 500	2 000
B KZ291 Mandeni									
B KZ292 KwaDukuza									
B KZ293 Ndwedwe	-	-	-	-	1 250	1 250	1 000	1 500	2 000
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality									
Total: Sisonke Municipalities	-	-	-	-	2 000	2 000	-	-	-
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu	-	-	-	-	2 000	2 000	-	-	-
C DC43 Sisonke District Municipality									
Unallocated									
Total	-	-	-	-	7 250	7 250	5 000	7 500	9 500

Table 11.V: Transfers to municipalities - Corridor Development

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni									
Total: Ugu Municipalities	-	-	-	-	550	550	-	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni									
B KZ213 Umzumbe									
B KZ214 uMuziwabantu									
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast									
C DC21 Ugu District Municipality	-	-	-	-	550	550	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	3 000	3 000	-	-	-
B KZ221 uMshwathi									
B KZ222 uMngeni	-	-	-	-	1 000	1 000	-	-	-
B KZ223 Mpofana									
B KZ224 Impendle									
B KZ225 Msunduzi	-	-	-	-	1 150	1 150	-	-	-
B KZ226 Mkhambathini	-	-	-	-	850	850	-	-	-
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
B KZ232 Emnambithi/Ladysmith									
B KZ233 Indaka									
B KZ234 Umtshezi									
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	3 000	3 000	-	-	-
B KZ241 Endumeni									
B KZ242 Nquthu	-	-	-	-	340	340	-	-	-
B KZ244 Msinga									
B KZ245 Umvoti	-	-	-	-	600	600	-	-	-
C DC24 Umzinyathi District Municipality	-	-	-	-	2 060	2 060	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
B KZ252 Newcastle									
B KZ253 eMadlangeni									
B KZ254 Dannhauser									
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	4 600	4 600	-	-	-
B KZ261 eDumbe									
B KZ262 uPhongolo									
B KZ263 Abaqulusi									
B KZ265 Nongoma									
B KZ266 Ulundi	-	-	-	-	2 700	2 700	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	1 900	1 900	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	3 000	3 000	-	-	-
B KZ271 Umhlabuyalingana									
B KZ272 Jozini									
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	-	-	3 000	3 000	-	-	-
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
B KZ281 Mbonambi									
B KZ282 uMhlathuze									
B KZ283 Ntambanana									
B KZ284 Umlalazi									
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	6 000	6 000	-	-	-
B KZ291 Mandeni	-	-	-	-	2 350	2 350	-	-	-
B KZ292 KwaDukuza	-	-	-	-	1 000	1 000	-	-	-
B KZ293 Ndwedwe	-	-	-	-	550	550	-	-	-
B KZ294 Maphumulo	-	-	-	-	500	500	-	-	-
C DC29 Ilembe District Municipality	-	-	-	-	1 600	1 600	-	-	-
Total: Sisonke Municipalities	-	-	-	-	3 050	3 050	-	-	-
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality	-	-	-	-	3 050	3 050	-	-	-
Unallocated									
Total	-	-	-	-	23 200	23 200	-	-	-

Table 11.W: Transfers to municipalities - Umzimkhulu Support

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	58 036	58 036	-	-	-
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a4 Greater Kokstad									
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu	-	-	-	-	15 550	15 550	-	-	-
C DC43 Sisonke District Municipality	-	-	-	-	42 486	42 486	-	-	-
Unallocated									
Total	-	-	-	-	58 036	58 036	-	-	-

Table 11.X: Transfers to municipalities - Municipal Governance

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
A eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	4 000	-	-
Total	-	-	-	-	-	-	4 000	-	-

Table 11.Y Financial summary for the KZN Provincial Planning and Development Commission

R 000	Outcome			Estimated outcome 2006/07	Medium-term estimate		
	Audited 2003/04	Audited 2004/05	Audited 2005/06		2007/08	2008/09	2009/10
Revenue							
Tax revenue	–	–	–	–	–	–	–
Non-tax revenue	173	280	270	280	280	330	310
Sale of goods and services other than capital assets	–	–	–	–	–	–	–
Other non-tax revenue	173	280	270	280	280	330	310
Transfers received	2 558	2 000	2 300	2 500	2 625	2 700	2 800
Total revenue	2 731	2 280	2 570	2 780	2 905	3 030	3 110
Expenses							
Current expense	2 370	2 272	2 107	2 470	257 421	2 686	2 800
Compensation of employees	1	3	–	–	1	1	1
Goods and services	290	123	597	1 070	255 920	1 185	1 229
Depreciation	2 079	2 146	1 510	1 400	1 500	1 500	1 570
Interest, dividends and rent on land	–	–	–	–	–	–	–
Interest	–	–	–	–	–	–	–
Dividends	–	–	–	–	–	–	–
Rent on land	–	–	–	–	–	–	–
Unearned reserves (social security funds only)	–	–	–	–	–	–	–
Transfers and subsidies	173	279	270	310	330	330	310
Total expenses	2 543	2 551	2 377	2 780	257 751	3 016	3 110
Surplus / (Deficit)	188	(271)	193	–	(254 846)	14	–
Tax payment	–	–	–	–	–	–	–
Outside shareholders interest	–	–	–	–	–	–	–
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	178	(268)	255	290	361	362	310
Adjustments for:							
Depreciation	10	10	10	10	31	32	–
Impairments	–	–	–	–	–	–	–
Interest	168	(278)	245	280	330	330	310
Net (profit) / loss on disposal of fixed assets	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–
Operating surplus / (deficit) before changes in working capital	366	(539)	448	290	(254 485)	376	310
Changes in working capital	3 734	(456)	–	–	–	–	–
(Decrease) / increase in accounts payable	3 729	(456)	–	–	–	–	–
Decrease / (increase) in accounts receivable	5	–	–	–	–	–	–
Decrease / (increase) in inventory	–	–	–	–	–	–	–
(Decrease) / increase in provisions	–	–	–	–	–	–	–
Cash flow from operating activities	4 100	(995)	448	290	(254 485)	376	310
Transfers from government	–	–	–	–	–	–	–
Of which: Capital	–	–	–	–	–	–	–
: Current	–	–	–	–	–	–	–
Cash flow from investing activities	–	–	–	–	–	–	–
Acquisition of Assets	–	–	–	–	–	–	–
Other flows from Investing Activities	–	–	–	–	–	–	–
Cash flow from financing activities	–	–	–	–	–	–	–
Net increase / (decrease) in cash and cash equivalents	4 100	(995)	448	290	(254 485)	376	310
Balance Sheet Data							
Carrying Value of Assets	–	–	–	–	–	–	–
Investments	–	–	–	–	–	–	–
Cash and Cash Equivalents	6 733	2 519	2 519	3 954	4 020	4 741	–
Receivables and Prepayments	–	–	–	–	–	–	–
Inventory	–	–	–	–	–	–	–
TOTAL ASSETS	6 733	2 519	2 519	3 954	4 020	4 741	–
Capital & Reserves	–	–	–	–	–	–	–
Borrowings	–	–	–	–	–	–	–
Post Retirement Benefits	–	–	–	–	–	–	–
Trade and Other Payables	–	–	–	–	–	–	–
Provisions	–	–	–	–	–	–	–
Managed Funds	–	–	–	–	–	–	–
TOTAL EQUITY & LIABILITIES	–	–	–	–	–	–	–
Contingent Liabilities	–	–	–	–	–	–	–

