

VOTE 15

Arts, Culture and Tourism

Operational budget	R 354 557 000
MEC remuneration	R 703 000
Total amount to be appropriated	R 355 260 000
Responsible MEC	Mrs W.G. Thusi, MEC for Arts, Culture and Tourism
Administering department	Arts, Culture and Tourism
Accounting officer	Head: Arts, Culture and Tourism

1. Overview

Vision

The vision of the department is: *A unified citizenry that embraces its cultural diversity and contributes to the social and economic upliftment of all the people of KwaZulu-Natal, through arts, culture and tourism.*

Mission statement

The mission of the department is to create an environment conducive to the delivery of effective, efficient and sustainable services in arts, culture and tourism fields and provide world-class library and archival services for the people of KwaZulu-Natal.

Strategic objectives

The following represent the department's strategic objectives:

- To provide effective administrative and human resources support to all programmes;
- To provide sound financial management;
- To develop an effective public entity management framework;
- To develop an effective stakeholder management strategy;
- To promote respect for cultural diversity and the advancement of artistic disciplines into viable industries;
- To promote multi-lingualism, redress past imbalances and develop the previously marginalised languages;
- To provide library and information services which are free, equitable and accessible, provide for the information, reading and learning needs of people and promote a culture of reading, library usage and lifelong learning;
- To render archival and records management services which will provide for the acquisition, preservation and documentation of public and non-public records of national/provincial significance; and
- To develop and transform the tourism sector and promote the province as a preferred destination.

Core functions

The core functions of this department encompass the development of arts, culture and tourism, as well as archives and library services.

Legislative mandates

The department is governed by the following pieces of legislation and policy directives:

- The Constitution of the Republic of South Africa, 1996
- Culture Promotion Act (Act No. 35 of 1993)
- Cultural Affairs Act (Act No. 65 of 1989)
- South African Geographical Names Council Act (Act No. 118 of 1998)
- National Language Policy Framework, 2003
- Pan South African Language Board Act (Act No. 59 of 1995)
- KwaZulu-Natal Parliamentary Official Languages (Act No. 10 of 1998)
- KwaZulu-Natal Archives Act (Act No. 12 of 1992)
- KwaZulu-Natal Libraries Act (Act No. 18 of 1980)
- Tourism Act (Act No. 72 of 1993)
- Natal Sharks Board Ordinance (Ordinance 10 of 1964) as amended
- KwaZulu-Natal Tourism Act (Act No. 2 of 2002)
- Public Service Act, 1994 and related Regulations
- Labour Relations Act (Act No 66 of 1995)
- Employment Equity Act, 1999
- Public Finance Management Act (Act No. 1 of 1999), as amended, and Treasury Regulations
- KZN Provincial SCM Policy Framework of 2006
- Preferential Procurement Policy Framework 2000 (Act No. 5 of 2000)
- Intergovernmental Relations Framework Act (Act No. 13 of 2005)

2. Review of the 2007/08 financial year

Section 2 provides a review of the 2007/08 financial year, outlining the main achievements and progress made by the department during the year, as well as providing a brief discussion on the challenges facing the department, and new developments.

Administration

Under the guidance of the Department of Public Service Administration (DPSA), organisational and strategic review processes were started, with a view to expanding the scope and scale of service delivery within the context of constrained resources. The main focus was on transforming and improving service delivery and facilitating development programmes in the arts, culture and tourism sectors.

All departmental programmes were aligned to the Economic Cluster Programme of Action. The challenge now is to address the accommodation requirements of Head Office staff and the implementation of the organisational review, within current financial constraints.

Arts and culture

The department successfully hosted various events, such as the Freedom Day Celebrations and Heritage Day Commemoration. Financial assistance was provided to 38 arts and culture organisations, eight community arts centres and two cultural institutions, namely the Playhouse Company and the KZN Philharmonic Orchestra. A database for visual arts, craft and performing arts was developed. Further, collaboration agreements to co-ordinate developmental projects were finalised with the eThekweni Municipality, Durban Arts, Playhouse Company and the Ekhaya Multi Arts Centre. Support was also provided to the Choral Music Eisteddfod and the South African Traditional Music Awards. In addition, projects were completed, which targeted unemployed communities, and protocol agreements were entered into with various stakeholders.

Language services

The department reviewed the Draft Provincial Language Policy, and served this document before the Provincial Cabinet. The General Term list, from letters A to E, was finalised, and 38 medicinal plant terms were collected and documented. Interpreting services were provided at 18 meetings, and 81 documents were translated. With regard to literature development, the *isiZulu* language competition was successfully hosted and three *isiZulu* books were launched. In addition, the Trilingual Term list was finalised and standardised by the national language body. Although there was increased demand for language services, the lack of capacity posed a challenge, and this will be addressed in the new year.

Library services

During 2007/08, the department completed new library building projects in Hlabisa, Mtubatuba, Impendle, Ixopo, Bulwer and Eastwood, while library projects at KwaDukuza, Imbabazane, Ndwedwe, Tugela Ferry, Malangeni and Ezinqoleni are at various stages of completion. Information Communication Technology (ICT) infrastructure was installed in 20 libraries. In addition, 169 affiliated libraries in local authorities were provided with books, magazines, audio-visual material, training and support.

The new conditional grant, Community Library Services, was successfully implemented during the year, although the late approval of the business plans created initial delays. The delays were resolved and orders were placed for tertiary textbooks and hardware to upgrade existing automated systems. Library security systems were installed in three libraries, and funding was allocated for the establishment of internet for public use. In addition, operational and staffing costs were provided to 20 libraries.

A number of infrastructure challenges exist, mainly around time-frames for the completion of building projects. These challenges arise when there are problems with contractors and the location of the site.

Archives

The department facilitated training in records and registry management for 259 government officials during the year, and a number of oral history projects were undertaken. A Family History Fair was held in September, to celebrate heritage and to capacitate people to trace their family histories. Renovations at the Ulundi Archives were completed, while renovations to the Pietermaritzburg Archives, funded by the National Archives, are underway. A number of underprivileged and rural schools were exposed to archival collections at the repositories.

Tourism development

The department successfully hosted public and consultative sessions on the Draft Tourism White Paper, launched the craft enterprise project in Umzimkhulu, and conducted workshops in collaboration with the Grading Council of South Africa, to identify and assist Bed and Breakfast (B&B) establishments to be graded. The training of B&B establishments and tour operators was completed, and 15 partnerships on the Tourism Mentorship programme were concluded. In addition, B&B establishments were identified to participate in the Adopt-A-Guesthouse programme with Southern Sun. Tourism bursaries and learnerships were awarded to tertiary and grade 12 learners. Over and above these achievements, the department completed the first phase of the skills audit and established the Provincial Tourism Black Economic Empowerment (BEE) Charter forum to monitor the implementation of the charter.

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 the challenges and proposed new developments.

Arts and culture

The component will strive to contribute towards the broad goals of sustainable livelihoods for communities, and ultimately reducing poverty, by facilitating the establishment of co-operatives to nurture and grow community initiatives, that are involved in the production of artefacts and crafts. The disbursement of transfers to arts and cultural institutions will be reviewed to ensure that there is greater impact on bigger projects. It is also planned to establish a framework for the equitable distribution of resources to art centres. As a result of the additional allocation received for infrastructure investment, the department will be in a position to address the physical condition of its halls and camp-sites, as well as the establishment of art centres in district municipalities, where these do not exist.

Language services

The demand for the services provided by the Language Services component has increased markedly in recent years. However, this demand is a challenge to the department, due to capacity constraints. The priorities outlined for the new financial year are the establishment of a framework for language preservation, facilitating the establishment of the Provincial Geographical Names Committee and promoting multi-lingualism and the development of marginalised languages.

Library services

With regard to Library Services, the department plans the completion of four new library building projects in 2008/09. These projects were started in 2007/08 and are located at Ezinqoleni, Tugela Ferry (Msinga), Ndwedwe and Malangeni (Umdoni). These are all first time libraries in the area, which will benefit the local communities in the support of life-long learning and literacy, as well as the constructive use of leisure time. Each library includes a group activities room, which can be used, free of charge, for cultural events or library related activities.

A further study extension to the Osizweni Library in Newcastle is planned for 2008/09, and construction is to start on new libraries in the King Dinizulu (Umlalazi) and KwaNdwalane (Hibiscus Coast) areas. The anticipated completion date of these libraries is 2009/10. The King Dinizulu Library will be one of the first to be built by the department, instead of channelling funding through the local municipality.

Other priorities include the provision and maintenance of information hubs, which include the upgrading and maintaining of public libraries and depots. The improvement of the physical infrastructure in public libraries, which includes rehabilitating, furnishing and equipping existing libraries and building new libraries, will continue in line with the Provincial Spatial Economic Development Strategy (PSEDS).

The implementation of the Community Library Services conditional grant will continue in 2008/09, in terms of the new approved business plan. The purpose of this grant is to enable communities to gain access to knowledge and information that will improve their social, economic and political situation.

Archives

The Archive component plans to upgrade and maintain Archive repositories and provide free access to information. There are plans to start with the promotion of oral history and to add to the oral history database. The section also plans to finalise provincial archive legislation, as well as ensure good management of records by governmental bodies.

Tourism development

This programme will have two distinct focus areas, namely growing the tourism industry, and opening access to opportunities for previously disadvantaged communities, including Co-operatives, SMME's and emerging tourism entrepreneurs. The department has prioritised the publishing of the KZN Provincial Tourism White Paper, developing and concluding the Tourism Master Plan and scorecard, and the implementation of the Provincial 2010 World Cup Tourism Growth and Development Strategy.

4. Receipts and financing

4.1 Summary of receipts and financing

Table 15.1 provides the sources of funding and own receipts for Vote 15 over the seven-year period from 2004/05 to 2010/11. The table also compares actual and budgeted receipts against actual and budgeted payments. Details of departmental receipts are given in *Annexure – Vote 15: Arts, Culture and Tourism*.

Table 15.1: Summary of receipts and financing

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						
Provincial allocation	192 108	210 503	269 728	273 444	273 513	273 513	329 065	337 502	409 154
Conditional Grant	-	-	-	13 950	13 950	13 950	26 195	34 146	38 282
Community Library Services Grant	-	-	-	13 950	13 950	13 950	26 195	34 146	38 282
Total receipts	192 108	210 503	269 728	287 394	287 463	287 463	355 260	371 648	447 436
Total payments	192 591	238 658	266 249	287 394	293 200	293 200	355 260	371 648	447 436
Surplus/(Deficit) before financing	(483)	(28 155)	3 479	-	(5 737)	(5 737)	-	-	-
Financing									
of which									
Provincial roll-overs	-	8 017	-	-	5 737	5 737	-	-	-
Provincial cash resources	8 500	10 700	-	-	-	-	-	-	-
Surplus/(deficit) after financing	8 017	(9 438)	3 479	-	-	-	-	-	-

The budget for the vote shows a steadily increasing trend from 2004/05 to 2010/11. The department will receive a budget of R355.3 million in 2008/09, rising to R447.4 million in 2010/11. The additional funding allocated over the 2008/09 MTEF is in respect of tourism development, 2010 build-up projects and for infrastructure development. Increased allocations were also made to the Natal Sharks Board and the KZN Philharmonic Orchestra, and for personnel inflation costs and spending pressures which may arise due to the possible take-up of the Government Employees Medical Scheme (GEMS).

With regard to the conditional grant, the baseline budget increases steadily over the 2008/09 MTEF.

While the department showed a surplus of R8 million in 2004/05, it over-spent its budget allocation in 2005/06, and showed a surplus of R3.5 million in 2006/07. The surplus in 2004/05 was due to the fact that no transfers were made to the Playhouse Company and arts centres in that year, while machinery and equipment to the value of R3 million was only delivered and paid for in 2005/06. These amounts were subsequently rolled over to the 2005/06 financial year.

The 2005/06 deficit of R9.4 million was predominantly due to over-spending in respect of operational costs, such as advertising, leasing of buildings, SITA costs, as well as the maintenance costs of the cultural halls and camp-sites of the department, all of which were under-budgeted for. A further contributory factor was that operational costs relating to regional offices were not budgeted for.

In 2006/07, the surplus of R3.5 million was due to the late finalisation of the supply chain management processes for the awarding of the music recording contract, and the unspent portion of the transfer payment to the Stable Theatre. This figure was further increased by committed capital expenditure that was not processed before the closure of the financial year, as well as funds committed for the leave gratuity for the previous Head of Department. A portion of the surplus was rolled over to 2007/08.

The department is expecting to fully spend its budget in 2007/08 and is reflecting a balanced budget over the 2008/09 MTEF.

4.2 Departmental receipts collection

Table 15.2 below indicates the estimated departmental receipts for Vote 15. The main sources of revenue are fees in respect of the four cultural halls and two camp-sites, which fall under its control, as well as funds received from public libraries for lost/stolen library material. Details of departmental receipts are presented in *Annexure – Vote 15: Arts, Culture and Tourism*.

The increase in revenue in the 2006/07 financial year relates to receipts in respect of lost/stolen library material, which were previously incorrectly allocated against expenditure. The revenue from this source is reflected under the category *Financial transactions*. Revenue collection relating to this item is anticipated to decrease in 2007/08, as a result of security systems being installed in some public libraries, before increasing over the 2008/09 MTEF.

Table 15.2: 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	98	115	122	90	90	177	161	169	178	
Sale of goods and services other than capital assets	98	115	112	90	90	168	161	169	178	
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	
Interest, dividends and rent on land	-	-	10	-	-	9	-	-	-	
Transfers received	-	-	-	-	-	-	-	-	-	
Sales of capital assets	-	-	-	-	-	-	-	-	-	
Financial transactions	-	28	511	400	400	275	338	354	371	
Total	98	143	633	490	490	452	499	523	549	

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 given in Section 6 below, as well as in the *Annexure – Vote 15: Arts, Culture and Tourism*.

5.1 Key assumptions

The department applied the following broad assumptions when compiling the budget:

- 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, as well as provision for pay progression; and
- Inflation related items have been based on CPIX projections.

5.2 Additional allocation for 2008/09 MTEF

Table 15.3 shows the 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 allocations and excludes additional allocations in respect of conditional grants.

The purpose of 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 carry-through allocations for the 2006/07 MTEF (ie for the financial years 2009/10 and 2010/11) are based on the incremental percentage used in the 2007/08 MTEF and 2008/09 MTEF. A similar approach was used for the carry-through allocations for the 2007/08 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 15.3: 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	43 213	33 140	33 533	36 049	38 211
Carry-through costs of 2005/06 Adjustments Estimate	18 690	19 624	20 998	22 573	23 927
Cultural Affairs	9 521	7 516	6 235	6 703	7 105
Office administrative costs	6 700	6 000	6 300	6 773	7 179
2006/07 Adj. Estimates - various spending pressures including Umzimkhulu and Zulu Rally	8 302	-	-	-	-
2007/08 MTEF period ¹	-	12 533	7 150	9 425	9 991
Carry-through costs of 2006/07 Adjustments Estimate - Special Events	-	1 600	1 650	1 750	1 855
Net financial implication of demarcation (Net of Umzimkhulu and Matatiele)	-	5 400	2 500	2 675	2 836
Accelerating transformation in the tourism industry	-	2 500	3 000	5 000	5 300
2007/08 Adj. Estimates - KZN Tourism Indaba, Repair to shark nets	-	3 033	-	-	-
2008/09 MTEF period ¹	-	-	41 326	26 448	79 440
Tourism mentorship and adopt a guest	-	-	1 500	1 800	1 700
Improvement of hospitality and tour operators	-	-	430	470	600
Personnel inflation adjustment	-	-	716	1 197	1 463
Government Employees Medical Scheme	-	-	869	1 022	2 120
Community owned business projects	-	-	4 450	3 922	4 157
TKZN - Tour of SA Cycling	-	-	2 000	2 000	2 000
TKZN - Tourism Indaba	-	-	2 850	4 560	-
Philharmonic Orchestra	-	-	2 000	2 500	3 000
Infrastructure investment	-	-	19 297	-	56 943
2010 build-up projects	-	-	3 833	4 062	3 604
Natal Sharks Board - Funding of capital requirements	-	-	3 381	4 915	3 853
Total	43 213	45 673	82 009	71 922	127 642
1. Excludes function shift from Provincial Treasury i.r.o banking and tax function		69	96	99	102

It is evident from the table that the carry-through costs of the funds that were allocated in 2006/07 and the 2007/08 Adjustments Estimate were included in the baseline allocation for the 2008/09 MTEF. These costs included the net financial implication of demarcation, including Umzimkhulu and Matatiele, accelerating transformation in the tourism industry and costs for the special events launched by the department.

The additional funding allocated to the department over the 2008/09 MTEF is for tourism development, which covers the Tourism Mentorship programme, improving hospitality and tour operators, and the promotion of community owned business projects. The KZN Tourism Authority will also receive funds in respect of the Tourism Indaba for the first two years of the 2008/09 MTEF.

Included in the above totals are amounts of R19.3 million and R56.9 million, in 2008/09 and 2010/11, respectively, for the refurbishment of the halls and camp-sites of the department, as well as for the building of art centres in various districts. Furthermore, the KZN Philharmonic Orchestra was allocated additional funding over the 2008/09 MTEF.

The total additional funding over the 2008/09 MTEF also included amounts for 2010 build-up projects, which are mainly aimed at holding exhibitions to showcase the cultural talents of the province, as well as for the personnel inflationary adjustment in respect of the annual salary increase and government's contribution towards the Government Employees Medical Scheme (GEMS).

In addition, the department's baseline was adjusted upwards by an amount of R69 000 which was suspended from Vote 6: Provincial Treasury for personnel costs following the decentralisation of the Banking and Tax function.

5.3 Summary by programme and economic classification

Tables 15.4 and 15.5 provide a summary of expenditure and budgeted estimates by programme and economic classification, respectively, for the period 2004/05 to 2010/11. The programmes of the department are aligned to the generic structure for the Arts and Culture sector, apart from Programme 4: Tourism Development, which does not form part of the sector specific structure.

Table 15.4: Summary of payments and estimates by programme

Table 10.4: Summary of payments and estimates by programme										
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							
1. Administration	17 178	40 050	41 946	44 757	45 416	45 416	48 019	51 794	55 319	
2. Cultural Affairs	42 507	60 594	55 690	61 786	64 234	64 234	86 213	72 385	134 336	
3. Library and Archive Services	66 784	64 134	75 331	91 488	91 554	91 554	109 947	124 071	134 023	
4. Tourism Development	66 122	73 880	93 282	89 363	91 996	91 996	111 081	123 398	123 758	
Total	192 591	238 658	266 249	287 394	293 200	293 200	355 260	371 648	447 436	

Note: Programme 1 includes MEC remuneration payable. Salary: R562 337 Car allowance: R140 584

Table 15.5: Summary of payments and estimates by economic classification

Table 10: Summary of payments and estimates by economic classification										
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	2010/11
Current payments	92 517	134 363	143 520	174 164	168 350	168 350	195 034	204 638	209 819	
Compensation of employees	30 875	51 518	63 292	75 020	72 332	72 332	85 150	91 256	98 000	
Goods and services	61 642	82 845	80 228	99 144	96 018	96 018	109 884	113 382	111 819	
Other	-	-	-	-	-	-	-	-	-	
Transfers and subsidies to:	94 024	100 059	114 346	109 670	119 570	119 570	134 988	150 968	175 040	
Local government	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631	
Non-profit institutions	10 105	5 348	15 881	9 291	10 460	10 460	13 600	15 347	16 616	
Households	-	-	-	-	-	-	-	-	-	
Other	65 948	79 068	80 823	81 149	84 182	84 182	95 060	104 816	104 793	
Payments for capital assets	6 050	4 236	8 383	3 560	5 280	5 280	25 238	16 042	62 577	
Buildings and other fixed structures	-	1 233	6 416	184	1 270	1 270	21 494	10 212	61 168	
Machinery and equipment	6 050	3 003	1 802	3 376	4 010	4 010	3 744	5 830	1 409	
Other	-	-	165	-	-	-	-	-	-	
Total	192 591	238 658	266 249	287 394	293 200	293 200	355 260	371 648	447 436	

There is a steady increase each year for the vote as a whole. The increased allocations to Programmes 1 and 2 in the 2007/08 Adjustments Estimate relate to the roll-over of funds. The increased allocation to Programme 4 was in respect of a contribution towards the costs of the 2006 and 2007 Tourism Indaba, and funds for the Natal Sharks Board for the damage to off-shore netting and drum lines. The increased allocation to Programme 2 over the 2008/09 MTEF relates to additional funding for the KZN Philharmonic Orchestra, as well as three new transfers to arts centres. The allocations also cater for repairs to the halls and camp-sites of the department, and for the building of art centres.

Programme 3: Library and Archive Services was allocated a new conditional grant, namely the Community Library Services Grant, in 2007/08, explaining the increase from 2007/08 onwards.

The high expenditure in respect of Programme 4: Tourism Development in 2006/07 relates to the once-off costs of the Bhambatha Lodge, the building of a craft and tourism centre in Umzimkhulu and the cost of training programmes. This explains the reduced allocation to this programme in 2007/08. The substantial increase in the allocation to this programme over the 2008/09 MTEF relates to additional funding for the expansion of tourism development, as well as for 2010 build-up projects.

The high 2006/07 expenditure in respect of *Compensation of employees* reflects the carry-through costs of posts filled in 2005/06, while the increased allocation in 2007/08 catered for the filling of further vacant posts. In the 2007/08 Adjustments Estimate, this category was reduced, as a result of savings due to delays in filling posts. These funds were moved to *Transfers and subsidies to: Local government* and *Payments for capital assets*. The increased allocation over the 2008/09 MTEF is to provide for the full cost of filled posts, general salary increases, pay progression, and performance bonuses.

With regard to *Goods and services*, the increased allocation in 2007/08 relates to the carry-through costs of the main annual cultural events and additional funding for accelerated transformation in the tourism industry. The costs of textbooks for libraries, which are funded from the conditional grant, are also included under this category. In the 2007/08 Adjustments Estimate, provision was made for the costs of building a lodge in Umzimkhulu and funds were rolled-over for a recording contract for the works of various artists. The substantial increase in this category over the 2008/09 MTEF relates to additional funding for tourism development, 2010 build-up programmes as well as conditional grant funding.

The amounts reflected as *Transfers and subsidies to: Local government* are largely grants made by Library Services for the building of libraries at municipal level. The increased allocation in the 2007/08 Main Budget, and over the 2008/09 MTEF, relates to the conditional grant and related transfers to municipalities for operational costs.

The category *Transfers and subsidies to: Non-profit institutions* consists of amounts granted to arts councils, art centres and the KZN Philharmonic Orchestra. The high expenditure in 2006/07 was due to a once-off contribution towards the cost of the Bhambatha Lodge. In the 2007/08 Adjustments Estimate, two new transfers were introduced and unspent funds for the Stable Theatre and the Arts Council were rolled over from 2006/07. In the 2008/09 MTEF, a further three new transfers to art centres have been introduced, and the KZN Philharmonic Orchestra will receive additional funding.

Transfers and subsidies to: Other consists of transfers to the three public entities funded by the department. In the 2007/08 Adjustments Estimate, additional funds were approved for the KZN Tourism Authority, being a contribution towards the costs of the 2006 and 2007 Tourism Indaba. Funding was also provided for the Natal Sharks Board, for damaged drum lines and offshore netting. In the 2008/09 MTEF, the KZN Tourism Authority has been allocated further funds towards the cost of the Tourism Indaba for 2008 and 2009, as well as funds for the Tour of SA Cycling, while the Natal Sharks Board receives additional funding to replace some capital equipment.

The 2006/07 Audited figure in respect of *Buildings and other fixed structures* includes the cost of extensions to the building occupied by Library Services. In the 2007/08 Adjustments Estimate, funding was increased to provide for the cost of renovations to the building occupied by Language Services, as well as for the completion costs of the abovementioned extensions and the Ulundi Archives repository. The bulk of the increased allocation in 2008/09 and 2010/11 is in respect of funding for renovations to the halls and camp-sites, as well as for the building of arts centres in district municipalities.

Machinery and equipment was increased in the 2007/08 Adjustments Estimate to provide for the purchase of an official vehicle, and the roll-over of funds from 2006/07 in respect of outstanding commitments. The increase over the 2008/09 MTEF is primarily for the upgrading of hardware systems in public libraries, which are financed from the conditional grant. The decrease in the allocation in 2010/11 is due to the need to increase the allocation for the category *Transfers and subsidies to: Local government*, to provide for the operational costs of community libraries for projects funded from the conditional grant. This was partially funded by this reduced allocation.

5.4 Summary of expenditure and estimates by district municipal area

Table 15.6 shows spending, excluding operational costs, to be incurred within each district municipal area. The eThekweni District reflects the highest spending, as a result of the majority of the art centres being situated within this area. In addition, the public entities that are funded by the department fall within this area. The funding allocated to this district caters for the provision of new library material to approximately 40 affiliated libraries, as well as the refurbishment of halls in the region and the increased allocation to the KZN Philharmonic Orchestra.

The second highest spending is in the uMgungundlovu District Municipal area. This can be attributed to the conditional grant, which is mainly unallocated at this stage, due to business plans not having been finalised, and has therefore been allocated against the Head Office for Library Services. In addition, the funds for the renovation of the halls and camp-sites, which are situated within this district municipality, are included here.

Table 15.6: 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	96 023	102 398	120 338	132 378	127 895
Ugu	5 479	7 697	17 858	13 462	9 161
uMgungundlovu	13 648	29 268	37 709	36 487	64 919
Uthukela	3 986	7 289	6 273	8 003	5 501
Umzinyathi	10 692	7 865	7 200	4 865	12 822
Amajuba	3 681	4 928	6 152	4 858	14 232
Zululand	7 234	8 053	8 742	13 207	12 755
Umkhanyakude	4 714	3 711	11 461	17 535	21 049
uThungulu	3 761	4 892	10 320	6 319	16 090
Ilembe	13 407	7 016	8 050	8 470	21 756
Sisonke	9 372	8 821	7 665	6 193	13 343
Total	171 997	191 938	241 768	251 777	319 523

In 2008/09, the Ugu District shows the third highest allocation, due to the building of two libraries in this area, while the Umkhanyakude District reflects an increased allocation in 2008/09 due to the building of libraries from conditional grant funding.

The fluctuation over the 2008/09 MTEF in respect of the Umkhanyakude, Uthukela and uThungulu areas is in respect of funding for community-owned business projects.

The Zululand District Municipality also reflects an increased allocation over the 2008/09 MTEF, as a result of the events hosted in this area by the department, such as the annual Reed Dance and the First Fruit ceremonies, as well as library building projects.

Funds for the building of art centres, provided in 2008/09 and 2010/11, have been allocated to the Umzinyathi, Amajuba, Umkhanyakude, uThungulu, Ilembe and Sisonke District Municipalities.

5.5 Summary of infrastructure expenditure and estimates

Table 15.7 below shows the amounts allocated by the department in respect of infrastructure spending, including both capital and current expenditure. Full details of the projects to be undertaken appear in the *Annexure – Vote 15: Arts, Culture and Tourism*.

Table 15.7: 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	17 900	16 733	30 666	17 584	21 470	21 470	38 894	28 917	80 995
New construction	-	1 123	2 461	-	-	-	15 884	10 000	50 116
Rehabilitation/upgrading	-	110	955	184	1 270	1 270	5 610	212	11 052
Other capital projects	-	-	3 000	-	-	-	-	-	-
Infrastructure transfer	17 900	15 500	24 250	17 400	20 200	20 200	17 400	18 705	19 827
Current	-	-	-	-	-	-	-	-	-
Total	17 900	16 733	30 666	17 584	21 470	21 470	38 894	28 917	80 995

The category *New construction* over the 2008/09 MTEF includes funding for the building of art centres in those districts where there are none, as well as funds for the building of libraries, funded from the conditional grant and the provincial allocation. Conditional grant funding was reclassified to this category, due to the changed approach to the library building programme whereby these projects are directly administered by the department, and not by the local authority.

In the 2007/08 Adjustments Estimate, the allocation to the category *Rehabilitation/upgrading* was increased, to cater for the costs of the completion of extensions to the building occupied by Library and Archive Services and renovations to the Ulundi archive repository. In addition, funds were provided for renovations to the building occupied by the Language Services directorate. Included under this category, in 2008/09 and 2010/11 are funds for the refurbishment of the halls and camp-sites of the department.

The category *Infrastructure transfer* reflects the funding which the department provides to municipalities for the building of libraries. The increased allocation in the 2007/08 Adjusted Budget relates to the once-off reclassification of expenditure from *Goods and services* to *Capital: Infrastructure transfers*, within Programme 4: Tourism Development, for the building of a lodge in Umzimkhulu. This explains the reduction over the 2008/09 MTEF.

5.6 Transfers to public entities

Table 15.8 below reflects the transfers made to the three public entities funded by this department. Two of these entities fall under Programme 4: Tourism Development, while the third, the Playhouse Company, resides under Programme 2: Cultural Affairs.

Table 15.8: Summary of departmental transfers to public entities

Table 10: 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				2007/08	2008/09	2009/10
	KZN Tourism Authority	49 066	52 186	58 096	57 536	60 036	60 036	66 413	72 740
The Playhouse Company	-	10 000	5 000	5 000	5 000	5 000	5 350	5 751	6 096
Natal Sharks Board	16 882	16 882	17 727	18 613	19 146	19 146	23 297	26 325	26 547
Total	65 948	79 068	80 823	81 149	84 182	84 182	95 060	104 816	104 793

The KZN Tourism Authority was created in terms of the KwaZulu-Natal Tourism Act of 2002. The aim of this entity is to develop KwaZulu-Natal as a tourism destination, market KwaZulu-Natal to target audiences and champion quality assurance for all tourism products of the province.

The 2006/07 Audited figure in respect of the KZN Tourism Authority includes the costs of the Zulu Rally. In the 2007/08 Adjustments Estimate, additional funds were allocated towards the costs of the 2006 and 2007 Tourism Indaba.

The Playhouse Company is a cultural institution promulgated under the Cultural Institutions Act (Act No. 119 of 1998). Its primary mandate is to develop and promote artistic works that are representative of the diverse South African artistic and cultural heritage. The high allocation to this entity in 2005/06 was due to no transfers having been made to it in 2004/05.

The Natal Sharks Board was created in terms of Natal Sharks Board Ordinance 10 of 1964, as amended, and is tasked with practicing shark control with the least impact on the sharks and their environment. It is further tasked with undertaking research into the behaviour of sharks as well as promoting public understanding and acceptance of sharks and their role in the marine environment. In the 2007/08 Adjustments Estimate, additional funds were allocated to this entity to cater for the costs of repairs to damaged drum lines and off-shore netting, which were damaged in coastal storms in March 2007.

In the 2008/09 MTEF, transfers to the three public entities are increased by an inflationary adjustment. The KZN Tourism Authority also receives additional funding towards the costs of the Tourism Indaba for 2008 and 2009, and for the Tour of SA Cycling, while the Natal Sharks Board is allocated funding for replacement of capital equipment, which includes boats, outboard motors and vehicles.

Financial summaries received from the KZN Tourism Authority and the Natal Sharks Board are presented in the *Annexure – Vote 15: Arts and Culture and Tourism*.

5.7 Transfers to other entities

Table 15.9 provides the breakdown of transfers made to other entities. The institutions set out in the table below are categorised as *Transfers and subsidies to: Non-profit institutions*.

Table 15.9: Summary of departmental transfers to other 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
KZN Philharmonic Orchestra	9 000	4 000	4 200	4 410	4 410	4 410	6 719	7 573	8 377
Arts centres	-	710	2 767	3 571	3 940	3 940	4 103	4 413	4 676
Indonsa Art Centre	-	610	1 200	1 260	1 260	1 260	1 349	1 450	1 537
Stable Theatre	-	-	567	1 260	1 629	1 629	1 349	1 450	1 537
Bat Centre	-	100	500	525	525	525	552	594	630
Jambo	-	-	150	158	158	158	166	178	189
Ekhaya	-	-	200	210	210	210	221	238	252
Gobhela	-	-	150	158	158	158	166	179	189
Infusion	-	-	-	-	-	-	150	162	171
Rock Drift	-	-	-	-	-	-	150	162	171
Arts and Culture support to:					800	800	1 305	1 403	1 487
SATMA	-	-	-	-	700	700	700	752	797
MTN Jazz Festival	-	-	-	-	-	-	500	538	570
Imvunge Choral Music Association	-	-	-	-	100	100	105	113	120
Arts councils	1 105	638	1 789	1 310	1 310	1 310	1 473	1 958	2 076
Bhambatha Lodge	-	-	7 125	-	-	-	-	-	-
Total	10 105	5 348	15 881	9 291	10 460	10 460	13 600	15 347	16 616

The KZN Philharmonic Orchestra was established in terms of an association incorporated under Section 21 of the Companies Act. This body is a non-profit institution committed to ensuring development of artists through nurturing local talent and skills and providing cultural entertainment. In addition to an inflationary adjustment, this entity receives additional funding over the 2008/09 MTEF, increasing by R2 million in the first year, R2.4 million in the second year, and R3 million in the last year of the MTEF.

The art centres listed receive funds from the department for their contribution to developing and training artists, and providing access to cultural infrastructure. These centres currently contribute substantially to the development of artists, and are in need of funding.

A new sub-category *Arts and Culture support to:* has been introduced in the 2008/09 MTEF, to provide further clarity on the type of transfer made to other entities. The organisations listed under this sub-category provide a platform for emerging artists and therefore receive funding from the department. New transfers were allocated to these organisations over the 2008/09 MTEF.

In the 2007/08 Adjustments Estimate, unspent funds for the Stable Theatre were rolled over from 2006/07, and two new transfers were made to the South African Traditional Music Awards (SATMA) and to the *Imvunge* Choral Music Association. In the 2008/09 MTEF, a further three new transfers were introduced, namely the Infusion and Rock Drift art centres and the MTN Jazz Festival. The two art centres were selected for funding as they are already in existence, and are extending support in line with the department's strategy. In addition, they are located in municipalities where no previous financial support to art centres has been provided by the department. Transfers to SATMA and the *Imvunge* Choral Music Association are maintained over the 2008/09 MTEF, in order to provide sustainability to these institutions.

5.8 Transfers to local government

Tables 15.10 and 15.11 provide a summary of transfers made to municipalities. Details of the amounts reflected per grant type and per municipality are given in *Annexure – Vote 15: Arts, Culture and Tourism*.

The department transfers funds to municipalities in respect of two different grant types. The first relates to the subsidy paid to municipalities for the building, upgrading, and equipping of public libraries. The second is also for library services, but is funded from the conditional grant, and is to assist municipalities at the local level with operational costs.

Table 15.10: Summary of departmental transfers to local government by category

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
Category A	465	-	-	-	2 400	2 400	4 200	6 000	-
Category B	71	14 226	17 600	-	19 728	19 728	-	-	-
Category C	17 435	1 417	42	17 400	2 800	2 800	17 400	18 705	19 827
Unallocated/unclassified	-	-	-	1 830	-	-	4 728	6 100	33 804
Total	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631

Table 15.11: Summary of departmental transfers to local government by grant name

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
Regional Service Council Levy	71	143	42	-	-	-	-	-	-
Library Building Projects	17 900	15 500	17 600	17 400	17 400	17 400	17 400	18 705	19 827
Recapitalisation of Community Libraries	-	-	-	1 830	4 728	4 728	8 928	12 100	33 804
Tourism Development (Building of lodges)	-	-	-	-	2 800	2 800	-	-	-
Total	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631

The allocation to Category A in the 2007/08 Adjustments Estimate relates to a new transfer to the eThekweni Metro, in respect of operational costs from the conditional grant. The allocations over the first two years of the 2008/09 MTEF are in respect of the operational costs for public libraries, funded from the conditional grant.

With regard to Category B, the expenditure in 2006/07 and the allocations in the 2007/08 Adjustments Estimate relate to the identification of projects in the various municipalities. At the time of the preparation of the budget for these years, the projects to be funded were not finalised, and therefore the budget was allocated to the various district municipalities. This explains the allocation to Category C in the 2007/08 Main Budget and the subsequent adjustment thereof. The allocation over the 2008/09 MTEF has been allocated to Category C for the same reason.

In Table 15.10, the funds reflected against Category C in the 2007/08 Adjusted Budget are in respect of the re-classification of funds under Programme 4, for the building of a lodge in Umzimkhulu.

The funds appearing under Unallocated/Unclassified over the 2008/09 MTEF are in respect of the conditional grant, and will be further distributed to local municipalities, once the business plans are finalised and approved.

With regard to Table 15.11 above, the 2007/08 Adjusted Budget for the Recapitalisation of Community Libraries was increased to cater for increased operational and connectivity costs with regards to Information Communication Technology (ICT) infrastructure in public libraries. The amounts allocated against the conditional grant increase dramatically in the last year of the 2008/09 MTEF, due to more funds being directed to finance the operational and staffing costs at district and local municipality level.

6. Programme description

The services rendered by this department are categorised under four programmes, as discussed in greater length below. The payments and budgeted estimates for each programme are summarised in terms of economic classification, details of which are given in *Annexure – Vote 15: Arts, Culture and Tourism*.

6.1 Programme 1: Administration

The purpose of this programme is to provide for effective management and administration of the department and to ensure effective and efficient use of financial and human resources. This programme now comprises two sub-programmes as per the prescribed structure of the sector. The previous sub-programmes Head of Department and Financial Management Services are sub-sub programmes under Corporate Services.

Tables 15.12 and 15.13 below summarise payments and estimates relating to the programme for the period 2004/05 to 2010/11.

Table 15.12: Summary of payments and estimates - Programme 1: Administration

Table 10.2: Summary of payments and estimates – Programme 10: Administration									
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
	Office of the MEC	6 784	7 769	7 013	7 336	7 336	7 336	7 931	8 553
Corporate Services	10 394	32 281	34 933	37 421	38 080	38 080	40 088	43 241	46 190
Total	17 178	40 050	41 946	44 757	45 416	45 416	48 019	51 794	55 319

Table 15.13: Summary of payments and estimates by economic classification - Programme 1: Administration

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
Current payments	12 209	37 865	41 562	44 227	44 259	44 259	47 752	51 510	55 019
Compensation of employees	3 023	16 037	22 735	25 736	23 795	23 795	29 101	31 187	33 490
Goods and services	9 186	21 828	18 827	18 491	20 464	20 464	18 651	20 323	21 529
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	5	42	14	-	-	-	-	-	-
Local government	5	42	14	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	4 964	2 143	370	530	1 157	1 157	267	284	300
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	4 964	2 143	205	530	1 157	1 157	267	284	300
Other	-	-	165	-	-	-	-	-	-
Total	17 178	40 050	41 946	44 757	45 416	45 416	48 019	51 794	55 319

In the 2007/08 Adjustments Estimate, funds in respect of *Compensation of employees* (in respect of the exit package for the former Head of Department) and *Machinery and equipment* were rolled-over from 2006/07 in respect of outstanding commitments, which were only paid in 2007/08. The allocation in respect of Corporate Services increases steadily over the 2008/09 MTEF, due to the impact of the full implementation of Supply Chain Management. This sub-programme provides for the bulk of the operational costs of the department, due to the centralisation of these costs.

With regard to *Compensation of employees*, the increase in 2006/07 relates to the exit package of the former Head of Department. The increased allocation in respect of this category over the 2008/09 MTEF is due to the full annual carry-through costs of the 2007/08 appointments.

In the 2007/08 Adjustments Estimate, an amount of R1.9 million was moved to *Goods and services* to fund contractual obligations within the sub-programme: Corporate Services. In order to ensure that the same problems do not re-occur in 2008/09, the department plans to take remedial action by allocating a portion of the operational costs such as telephones, cell phones and vehicle costs to the various programmes of the department. This explains the decrease in the 2008/09 allocation.

The high spending in respect of *Machinery and equipment* in 2004/05 and 2005/06 caters for various once-off costs of establishing the department. In the 2007/08 Adjustments Estimate, this category was increased as a result of the roll-over of capital expenditure from 2006/07, and the provision of additional funds for the purchase of an official vehicle. The allocation over the 2008/09 MTEF will mainly be utilised for upgrading existing equipment.

6.2 Programme 2: Cultural Affairs

The purpose of this programme is to provide for projects and interventions in the arts, culture and language services. The aim of the programme is to provide an environment conducive to the celebration, nourishment and growth of these sectors.

The main aim of the Arts and Culture sub-programme is to ensure cultural diversity and the advancement of artistic disciplines into viable industries.

The focus of the Language Services sub-programme is the promotion of multi-lingualism and development of historically marginalised languages, as well as the facilitation of access to the information and services rendered by this directorate. These services include the facilitation of access to government information and services through translation, interpretation and ensuring respect for language rights.

Tables 15.14 and 15.15 below summarise payments and estimates relating to Programme 2: Cultural Affairs, for the period 2004/05 to 2010/11.

Table 15.14: Summary of payments and estimates - Programme 2: Cultural Affairs

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				
Arts and Culture	40 063	57 324	50 008	55 211	57 659	57 659	79 329	64 951	126 388
Language Services	2 444	3 270	5 682	6 575	6 575	6 575	6 884	7 434	7 948
Total	42 507	60 594	55 690	61 786	64 234	64 234	86 213	72 385	134 336

Table 15.15: Summary of payments and estimates by economic classification - Programme 2: Cultural Affairs

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	32 288	44 678	40 703	47 085	47 875	47 875	47 619	50 915	54 286
Compensation of employees	8 659	13 811	16 646	19 423	19 783	19 783	21 843	23 411	25 141
Goods and services	23 629	30 867	24 057	27 662	28 092	28 092	25 776	27 504	29 145
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	10 118	15 387	14 242	14 291	15 460	15 460	18 950	21 098	22 712
Local government	13	39	11	-	-	-	-	-	-
Non-profit institutions	10 105	5 348	9 231	9 291	10 460	10 460	13 600	15 347	16 616
Households	-	-	-	-	-	-	-	-	-
Other	-	10 000	5 000	5 000	5 000	5 000	5 350	5 751	6 096
Payments for capital assets	101	529	745	410	899	899	19 644	372	57 338
Buildings and other fixed structures	-	110	107	184	584	584	19 494	212	57 168
Machinery and equipment	101	419	638	226	315	315	150	160	170
Other	-	-	-	-	-	-	-	-	-
Total	42 507	60 594	55 690	61 786	64 234	64 234	86 213	72 385	134 336

The high expenditure in 2005/06 in respect of the sub-programme: Arts and Culture can be attributed to the costs associated with the cultural events of the department and the roll-over of funds from 2004/05 in respect of the transfer payment to the Playhouse Company. This explains the reduction in 2006/07. The increase in the 2007/08 Main Budget can be attributed to the carry-through costs of the main events hosted by the department, as well as the inclusion of Umzimkhulu. In the 2007/08 Adjustments Estimate, this sub-programme was allocated additional funding from Programme 4: Tourism Development, for craft development in Umzimkhulu, as well as for the roll-over of funds for the recording of the music of various artists. The increased allocation over the 2008/09 MTEF relates to funding for three new arts centres, as well as an increased allocation to the KZN Philharmonic Orchestra. This also explains the increased allocation to *Transfers and subsidies to: Non-profit institutions* over the 2008/09 MTEF.

With regard to *Compensation of employees*, the increase in the 2007/08 Main Budget reflects the carry-through costs of the appointment of language practitioners in 2006/07. The increase over the 2008/09 MTEF is to provide for normal salary increases and pay progression, as well as the re-evaluation of posts within this programme.

The main costs of this programme fall under the category *Goods and services*, especially the costs of hosting the main events of the department, as well as language services offered to other government institutions. In 2006/07, the expenditure in respect of this category was reduced in order to fund spending pressures in other areas. The reduced allocation in 2008/09 is due to the need to provide for increased allocations to *Compensation of employees* and *Transfers*, which resulted in this reduction.

Transfers and subsidies to: Other provides for transfers to the Playhouse House Company. The increase over the 2008/09 MTEF is to cater for an inflationary increase in the transfers to this entity.

The category *Buildings and other fixed structures* was increased in the 2007/08 Adjustments Estimate, to cater for the once-off cost of renovations to the building occupied by Language Services. The increased allocation over the 2008/09 MTEF relates to the cost of the refurbishment of four cultural halls and two camp-sites, and funding for the building of art centres in various districts. This additional funding is only provided in 2008/09 and 2010/11.

Service delivery measures – Programme 2: Cultural Affairs

Table 15.16 illustrates the service delivery measures relevant to Programme 2: Cultural Affairs.

Every attempt was made to further align service delivery measures to those of the sector. However, only those measures that were applicable to the activities of the department were incorporated in the department's 2008/09 Annual Performance Plan, and are reflected below.

Table 15.16: Service delivery measures - Programme 2: Cultural Affairs

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
Arts and Culture			
1. To establish structures and to provide institutional support	<ul style="list-style-type: none">No. of types of structures established and supported	65	77
2. To facilitate access to facilities and programmes	<ul style="list-style-type: none">No. of significant days hosted in the cultural calendar	8	8
	<ul style="list-style-type: none">No. of programmes per facility	12	3
	<ul style="list-style-type: none">No. of programmes that provide multi-cultural experience	12	10
	<ul style="list-style-type: none">No. of participants	110 000	110 000 *
	<ul style="list-style-type: none"><ul style="list-style-type: none">Gender		
	<ul style="list-style-type: none"><ul style="list-style-type: none">- Male	80 000	32 000
	<ul style="list-style-type: none"><ul style="list-style-type: none">- Female	30 000	35 000
	<ul style="list-style-type: none">Youth	40 000	30 000
	<ul style="list-style-type: none">Children	15 000	10 000
	<ul style="list-style-type: none">People with disabilities	3 000	3 000
3. To facilitate and support excellence enhancing programmes	<ul style="list-style-type: none">Previously disadvantaged beneficiaries	110 000	10 100
	<ul style="list-style-type: none">No. of and type of performance programmes to enhance sustainability of cultural practitioners	28	14
	<ul style="list-style-type: none">No. of cultural practitioners supported to participate at:		
	<ul style="list-style-type: none"><ul style="list-style-type: none">Local	6 000	3 200
	<ul style="list-style-type: none"><ul style="list-style-type: none">Provincial	1 500	1 420
	<ul style="list-style-type: none"><ul style="list-style-type: none">National and /or	500	225
	<ul style="list-style-type: none"><ul style="list-style-type: none">International level	30	30
4. To facilitate capacity building	<ul style="list-style-type: none">No. of programmes/courses provided:		
	<ul style="list-style-type: none"><ul style="list-style-type: none">Accredited training programmes	3	4
	<ul style="list-style-type: none"><ul style="list-style-type: none">Non-accredited	10	10
Language services			
1. To establish and support the structures	<ul style="list-style-type: none">No. of structures established and / supported	8	35
2. To provide language services	<ul style="list-style-type: none">No. and type of language planning programmes:		
	<ul style="list-style-type: none"><ul style="list-style-type: none">Status planning	2	3
	<ul style="list-style-type: none"><ul style="list-style-type: none">Corpus planning	3	4
	<ul style="list-style-type: none">No. and type of services provided:		
	<ul style="list-style-type: none"><ul style="list-style-type: none">Translation	350	360
	<ul style="list-style-type: none"><ul style="list-style-type: none">Editing	100	50
	<ul style="list-style-type: none"><ul style="list-style-type: none">Interpreting	15	20
	<ul style="list-style-type: none"><ul style="list-style-type: none">Literacy development and promotion	20	20
	<ul style="list-style-type: none"><ul style="list-style-type: none">Promotion programmes: Human language technology	1	2
	<ul style="list-style-type: none">No. and type of multi-lingualism promotion programmes	2	3

* Note: The emphasis on number of participants above changed from gender in 2007/08 to category of person in 2008/09, as highlighted above.

The above performance targets in some cases show reduced amounts when compared to the performance targets for 2007/08. The performance measure *Number of participants* has been expanded to now distinguish between the various categories of persons, rather than their gender. The performance measure *Number of cultural participants* shows a reduction in 2008/09 due to the focus being changed from number of people at a particular cultural event to programmes that are sustainable and skills-based. With regard to the performance measure *Number and type of services provided – editing*, the reduction in the target is due to the fact that the service is demand driven, and there is a limited capacity within the department to handle this specialised service.

6.3 Programme 3: Library and Archive Services

The aim of this programme is to provide library and information services, as well as archive services. The Library Services sub-programme caters for the provision of a public library service to affiliated municipal public libraries throughout the province. Its aims include the improvement of public library access to all communities by building, upgrading and automating public libraries and developing and sustaining a reading culture.

The central function of the Archives sub-programme is to acquire, preserve and manage public and non-public records in order to ensure public access to the nation's archival heritage. This includes the acquisition and preservation of public records with historical value, ensuring accessibility of records and promotion of their utilisation, the proper management and care of all public records, and the collection of records with potential provincial value and significance.

A third sub-programme was introduced for the conditional grant that was introduced in the 2007/08 financial year in respect of the Recapitalisation of Community Libraries.

Tables 15.17 and 15.18 below summarise payments and estimates relating to these functions for the period 2004/05 to 2010/11.

Table 15.17: Summary of payments and estimates - Programme 3: Library and Archive 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
Archives	8 700	10 343	12 968	11 792	11 792	11 792	12 882	13 906	14 865
Library Services	58 084	53 791	62 363	65 746	65 812	65 812	70 870	76 019	80 876
Recapitalisation of Community Libraries	-	-	-	13 950	13 950	13 950	26 195	34 146	38 282
Total	66 784	64 134	75 331	91 488	91 554	91 554	109 947	124 071	134 023

Table 15.18: Summary of payments and estimates by economic classification - Programme 3: Library and Archive 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
Current payments	47 846	47 026	53 560	69 688	66 252	66 252	78 346	77 938	75 514
Compensation of employees	19 054	19 965	21 203	26 195	25 088	25 088	29 056	31 140	33 442
Goods and services	28 792	27 061	32 357	43 493	41 164	41 164	49 290	46 798	42 072
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	17 953	15 557	17 615	19 230	22 128	22 128	26 328	30 805	53 631
Local government	17 953	15 557	17 615	19 230	22 128	22 128	26 328	30 805	53 631
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Payments for capital assets	985	1 551	4 156	2 570	3 174	3 174	5 273	15 328	4 878
Buildings and other fixed structures	-	1 123	3 309	-	686	686	2 000	10 000	4 000
Machinery and equipment	985	428	847	2 570	2 488	2 488	3 273	5 328	878
Other	-	-	-	-	-	-	-	-	-
Total	66 784	64 134	75 331	91 488	91 554	91 554	109 947	124 071	134 023

The Archives and Library Services sub-programmes did not receive any additional funding, and therefore the increases over the MTEF are mainly inflation adjusted. The conditional grant allocation doubles in the first year of the 2008/09 MTEF, and continues to increase in the second and third years.

The reduction of the budget for *Compensation of employees* in the 2007/08 Adjusted Budget was utilised to provide funds for the cost of completion of the extensions to the building occupied by Library Services and for the renovation of the Ulundi Archive repository, under the category *Buildings and other fixed structures*. The allocation to this category over the 2008/09 MTEF increases to provide for the full annual carry-through cost of all posts filled within the Library Services and Archives sub-programmes in 2007/08.

The bulk of the budget under *Goods and services* is allocated for the purchasing of library materials for the equipping of affiliated libraries throughout the province, as well as the costs of providing training on records management. The increased allocation in the 2007/08 Main Budget reflects conditional grant funding for the purchase of tertiary books for libraries at municipal level. In the 2007/08 Adjustments Estimate, this category was reduced, mainly as a result of the reclassification of expenditure within the conditional grant. These reclassified funds were utilised to increase *Transfers and subsidies to: Local government* for the operational costs of conditional grant projects in community libraries. The increased *Goods and services* allocation in 2008/09 and 2009/10 is to cater for inflation in respect of library material purchased using the provincial allocation, and for the purchase of tertiary text books from conditional grant funding. The reduction in funding in 2010/11 is due to increased funding allocated to *Transfers and subsidies to: Local government* for the operational costs of libraries.

As mentioned above, the additional allocation to *Transfers and subsidies to: Local government* in the 2007/08 Adjusted Budget was to provide for increased transfer payments to municipalities in respect of the conditional grant for operational costs. The allocation over the 2008/09 MTEF increases due to the inclusion of the provincial allocation for library building programmes, as well as transfers to municipalities for the operational costs of conditional grant projects in community libraries.

The 2006/07 Audited figure in respect of *Buildings and other fixed structures* represents the costs of extensions to the building occupied by Library Services. In the 2007/08 Adjustments Estimate, funding was provided to cover additional costs incurred in this regard. Included in the 2008/09 MTEF and peaking in 2009/10 is funding for the building of a regional library depot and community library in the Mbazwana area. This project was funded from the conditional grant, which was reclassified. These funds were placed under this category due to the department's new approach to its library building programme. In terms of this revised approach, these projects are directly administered by the department, and not the local authority, as is currently being undertaken with the provincial allocation.

With regard to *Machinery and equipment*, funds were moved to *Transfers and subsidies to: Local government* in the 2007/08 Adjusted Budget to provide for the operational costs of community libraries. The increased allocations in 2008/09 and 2009/10 in respect of *Machinery and equipment* can be ascribed to funding from the conditional grant for the purchase of computer hardware and ICT infrastructure. The reduced allocation in 2010/11 was due to the need to increase the allocation for the category *Transfers and subsidies to: Local government*, to provide for the operational costs of community libraries in respect of projects funded from the conditional grant.

Service delivery measures – Programme 3: Library and Archive Services

Table 15.19 below illustrates the service delivery measures relevant to Programme 3: Library and Archive Services. Every effort was made to align the performance measures for Library Services and Archives with the measures determined by the sector. However, only those measures that were applicable to the activities of the department were incorporated in the department's APP, and are reflected below.

It should be noted that no service delivery targets in respect of the conditional grant have been included in the table, as the business plans were not finalised at the time of preparing this document.

Table 15.19: Service delivery measures-Programme 3: Library and Archive Services

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
Archives			
1. To ensure proper management and care of all public records in governmental bodies	• No. of records management inspections conducted in governmental bodies	90	90
	• No. of records classification systems approved	10	12
	• No. of disposal authorities issued	210	225
	• No. of record classification systems assessed	10	14
2. To effectively manage archives at repositories	• No. of data coded entries submitted on National Automated Archive Information Retrieval System (NAAIRS) database	2 080	2 200
	• No. of users visiting repositories	2 200	2 000
	• No. of archive facilities maintained	3	3
3. To promote awareness and use of archives	• No. of oral history projects undertaken	5	6
	• No. of programmes rolled out to communities	6	10
Library Services			
1. To provide infrastructure required for public library services	• No. of new library facilities built	6	4
	• No. of library facilities upgraded	2	2
	• No. of library facilities provided with ICT infrastructure	20	20
2. Provide library materials, books and formats to public libraries	• No. of new items provided	230 000	240 000
3. To provide special services to library users	• No. of special services established	n/a	5
4. Monitor and support public libraries	• No. of monitoring visits to libraries by professional staff	40	45
	• No. of training programmes for library staff	3	4
5. To develop a strategy for the transfer of community libraries to the provincial sphere of government	• No. of libraries incorporated into provincial management	n/a	8

The above performance targets in some cases show reduced amounts when compared to the performance targets for 2007/08. The performance measure *Number of users visiting repositories* was reduced due to the fact that renovations to the Pietermaritzburg repositories have affected the number of visitors to it. The performance measure *Number of new library facilities built* was reduced due to the fact the budget for building libraries has decreased, while building costs have increased.

6.4 Programme 4: Tourism Development

This programme aims at developing the tourism industry, establishing sound relations with stakeholders, and providing support to the public entities funded by the department.

Tables 15.20 and 15.21 below summarise payments and estimates relating to Programme 4 for the period 2004/05 to 2010/11.

Table 15.20: Summary of payments and estimates - Programme 4: Tourism 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
KZN Tourism Authority	49 066	52 186	58 096	57 536	60 036	60 036	66 413	72 740	72 150
Natal Sharks Board	16 882	16 882	17 727	18 613	19 146	19 146	23 297	26 325	26 547
Tourism Development	174	4 812	17 459	13 214	12 814	12 814	21 371	24 333	25 061
Total	66 122	73 880	93 282	89 363	91 996	91 996	111 081	123 398	123 758

Table 15.21: Summary of payments and estimates by economic classification - Programme 4: Tourism 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
Current payments	174	4 794	7 695	13 164	9 964	9 964	21 317	24 275	25 000
Compensation of employees	139	1 705	2 708	3 666	3 666	3 666	5 150	5 518	5 927
Goods and services	35	3 089	4 987	9 498	6 298	6 298	16 167	18 757	19 073
Other	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	65 948	69 073	82 475	76 149	81 982	81 982	89 710	99 065	98 697
Local government	-	5	2	-	2 800	2 800	-	-	-
Non-profit institutions	-	-	6 650	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	65 948	69 068	75 823	76 149	79 182	79 182	89 710	99 065	98 697
Payments for capital assets	-	13	3 112	50	50	50	54	58	61
Buildings and other fixed structures	-	-	3 000	-	-	-	-	-	-
Machinery and equipment	-	13	112	50	50	50	54	58	61
Other	-	-	-	-	-	-	-	-	-
Total	66 122	73 880	93 282	89 363	91 996	91 996	111 081	123 398	123 758

The increased expenditure reflected against the KZN Tourism Authority in 2006/07 was in respect of the costs of the Zulu Rally, while the increased allocation in the 2007/08 Adjusted Budget relates to additional funding provided towards the costs of the 2006 and 2007 Tourism Indaba. The allocation over the 2008/09 MTEF includes funding towards the costs of the 2008 and 2009 Tourism Indaba. This explains portion of the increased allocation to *Transfers and subsidies to: Other* over the 2008/09 MTEF.

In the 2007/08 Adjustments Estimate, additional funding was allocated to the Natal Sharks Board, to provide for the cost of repairs to off-shore netting systems and drumlines, which were damaged during the coastal storms in March 2007. The allocation over the 2008/09 MTEF provides for an inflationary increase in the allocation to this entity, as well as for the replacement of some of the capital equipment of the entity. This further explains the increased allocation to *Transfers and subsidies to: Other* over the 2008/09 MTEF.

The 2006/07 Audited expenditure in respect of the Tourism Development sub-programme includes the once-off contribution towards the costs of the Bhambatha Lodge and the building of a craft centre in Umzimkhulu. The increased allocation to this sub-programme over the 2008/09 MTEF reflects the additional funding provided for the Tourism Mentorship programme, improving hospitality and tour operators, and community owned business projects.

The increase in *Compensation of employees* over the 2008/09 MTEF is for the full cost implication of posts filled in the 2007/08 financial year, as well as for the filling of three new posts in 2008/09.

The allocation to *Goods and services* increased substantially in the 2007/08 Main Budget due to funding for accelerating transformation in the tourism industry, as well as craft enterprise training in Umzimkhulu. This allocation was reduced in the 2007/08 Adjustments Estimate, due to the re-classification of funds for Umzimkhulu, which were moved to *Transfers and subsidies to: Local government*, for the building of a lodge in this area. This explains the increase in the 2007/08 Adjusted Budget for the latter category.

The increased 2008/09 MTEF allocation for *Goods and services* includes the carry-through costs of accelerating transformation in the tourism industry, funds for Umzimkhulu as well as the additional costs mentioned above under the sub-programme Tourism Development. It also includes funding for 2010 build-up programmes mentioned in Section 5.3.

The expenditure reflected against *Buildings and other fixed structures* in 2006/07 relates to the costs of a craft centre in Umzimkhulu.

Service delivery measures – Programme 4: Tourism Development.

Table 15.22 illustrates the service delivery measures relevant to Programme 4: Tourism Development.

Table 15.22: Service delivery measures-Programme 4: Tourism Development

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
1. Creation of conducive conditions for sustainable growth and development	• No. of awareness programmes mobilised	4	6
	• No. supporting educational programmes	3	3
	• No. of key tourism development initiatives facilitated	2	6
2. Improvement of skills and standards	• No. of skills programmes completed per audit	2	3
3. Promotion of Black Empowerment within the tourism industry	• No. of Historically Disadvantaged (HDI) SMME programmes initiated and completed	2	4
4. Improvement of the quality of service providers	• No. of qualified Historically Disadvantaged tour guides	517	547
	• No. of youth trained in foreign languages	20	30
	• No. of graded establishments	100	915

7. Other programme information

7.1 Personnel numbers and costs

Table 15.23 below provides details of the personnel numbers per programme, while Table 15.24 provides details of the personnel numbers and costs of the department over the seven-year period.

Table 15.23: 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	25	97	91	142	144	144	144
2. Cultural Affairs	61	86	88	97	97	97	97
3. Library and Archive Services	189	190	172	217	219	219	219
4. Tourism Development	2	12	11	16	19	19	19
Total	277	385	362	472	479	479	479
Total personnel cost (R000)	30 875	51 518	63 292	72 332	85 150	91 256	98 000
Unit cost (R000)	111	134	175	153	178	191	205

The increase in personnel numbers from 2006 to 2008 under Programme 1: Administration pertains to the filling of posts in a number of key areas within this programme. These include the development of a supply chain management component. With regard to Programmes 3 and 4, the increase is due to the filling of core function posts within these programmes.

The unit cost as at March 2007 is not a true reflection, as an exit package was paid to the previous HOD in 2007, which distorts the unit cost for this year.

From the 2009 financial year onwards, the number of posts increases to 479 as additional posts will be filled under Programme 4: Tourism Development. The number of posts has been kept constant over the MTEF in view of the restructuring of the department, which is still in progress.

The personnel reflected under contract workers in Table 15.24 are members of the internship programme of the department.

Table 15.24: Details of departmental personnel numbers and costs

	Audited 2004/05	Audited 2005/06	Audited 2006/07	Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
				2007/08			2008/09	2009/10	2010/11
Total for department									
Personnel numbers (head count)	277	385	362	472	472	472	479	479	479
Personnel cost (R000)	30 875	51 518	63 292	75 020	72 332	72 332	85 150	91 256	98 000
Human resources component									
Personnel numbers (head count)	-	27	30	31	31	31	31	31	31
Personnel cost (R000)	-	3 134	-	5 120	5 120	5 120	6 884	7 262	7 625
Head count as % of total for department	-	7.01	8.29	6.57	6.57	6.57	6.47	6.47	6.47
Personnel cost as % of total for department	-	6.08	-	6.82	7.08	7.08	8.08	7.96	7.78
Finance component									
Personnel numbers (head count)	-	28	25	38	38	41	41	41	41
Personnel cost (R000)	-	3 925	4 298	6 807	6 807	6 807	8 164	8 747	9 390
Head count as % of total for department	-	7.27	6.91	8.05	8.05	8.69	8.56	8.56	8.56
Personnel cost as % of total for department	-	7.62	6.79	9.07	9.41	9.41	9.59	9.59	9.58
Full time workers									
Personnel numbers (head count)	277	385	362	459	459	459	466	466	466
Personnel cost (R000)	30 875	51 518	63 292	74 700	72 012	72 012	84 811	90 898	97 625
Head count as % of total for department	100.00	100.00	100.00	97.25	97.25	97.25	97.29	97.29	97.29
Personnel cost as % of total for department	100.00	100.00	100.00	99.57	99.56	99.56	99.60	99.61	99.62
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)	-	-	-	13	13	13	13	13	13
Personnel cost (R000)	-	-	-	320	320	320	339	358	375
Head count as % of total for department	-	-	-	2.75	2.75	2.75	2.71	2.71	2.71
Personnel cost as % of total for department	-	-	-	0.43	0.44	0.44	0.40	0.39	0.38

7.2 Training

Table 15.25 summarises the departmental budget for training over the seven-year period. Programme 1: Administration caters for the training needs of the department, and therefore the budget is allocated under the sub-programme: Corporate Services, which is responsible for co-ordinating the departmental training needs and maintaining statistical records on officials trained.

Table 15.25: Expenditure on training

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	2010/11
1. Administration	153	165	1 583	2 909	1 662	1 662	1 745	1 832	1 923
2. Cultural Affairs	-	18	-	-	-	-	-	-	-
3. Library and Archive Services	-	182	-	-	-	-	-	-	-
4. Tourism Development	-	506	-	-	-	-	-	-	-
Total	153	871	1 583	2 909	1 662	1 662	1 745	1 832	1 923

ANNEXURE – VOTE 15: ARTS, CULTURE AND TOURISM

Table 15.A: Details of departmental receipts

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						
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes									
Motor vehicle licenses									
Horseracing									
Other taxes									
Non-tax receipts	98	115	122	90	90	154	161	169	178
Sale of goods & services other than capital assets	98	115	112	90	90	154	161	169	178
Sales of goods & services produced by depts.	98	115	112	90	90	154	161	169	178
Sales by market establishments	98	115	112	90	90	154	161	169	178
Administrative fees									
Other sales	-	-	-	-	-	-	-	-	-
Of which									
Health patient fees									
Housing rent recoveries									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Fines, penalties and forfeits									
Interest, dividends and rent on land	-	-	10	-	-	-	-	-	-
Interest	-	-	10	-	-	-	-	-	-
Dividends									
Rent on land									
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units									
Universities and technikons									
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	-	28	511	400	400	400	338	354	371
Total	98	143	633	490	490	554	499	523	549

Table 15.B: Details of payments and estimates by economic classification

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	92 517	134 363	143 520	174 164	168 350	168 350	195 034	204 638	209 819
Compensation of employees	30 875	51 518	63 292	75 020	72 332	72 332	85 150	91 256	98 000
Salaries and wages	26 861	44 821	54 892	65 268	62 929	62 929	74 079	79 394	85 260
Social contributions	4 014	6 697	8 400	9 752	9 403	9 403	11 071	11 862	12 740
Goods and services	61 642	82 845	80 228	99 144	96 018	96 018	109 884	113 382	111 819
of which									
Leases: Office buildings	-	1 486	1 829	4 853	4 853	4 853	8 784	9 433	10 133
Library Material	20 304	15 645	21 250	22 108	22 108	22 108	23 213	24 373	25 591
Transport: Public events	5 388	5 837	3 748	6 345	6 345	6 345	6 662	6 995	7 344
Honoraria	3 153	5 723	3 269	5 572	5 572	5 572	5 850	6 142	6 449
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	94 024	100 059	114 346	109 670	119 570	119 570	134 988	150 968	175 040
Local government	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631
Municipalities	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	65 948	79 068	80 823	81 149	84 182	84 182	95 060	104 816	104 793
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	65 948	79 068	80 823	81 149	84 182	84 182	95 060	104 816	104 793
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-	-	-
Non-profit institutions	10 105	5 348	15 881	9 291	10 460	10 460	13 600	15 347	16 616
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	6 050	4 236	8 383	3 560	5 280	5 280	25 238	16 042	62 577
Buildings and other fixed structures	-	1 233	6 416	184	1 270	1 270	21 494	10 212	61 168
Buildings	-	1 233	6 416	184	1 270	1 270	21 494	10 212	61 168
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	6 050	3 003	1 802	3 376	4 010	4 010	3 744	5 830	1 409
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	6 050	3 003	1 802	3 376	4 010	4 010	3 744	5 830	1 409
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	165	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Total	192 591	238 658	266 249	287 394	293 200	293 200	355 260	371 648	447 436

Table 15.C: Details 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	12 209	37 865	41 562	44 227	44 259	44 259	47 752	51 510	55 019
Compensation of employees	3 023	16 037	22 735	25 736	23 795	23 795	29 101	31 187	33 490
Salaries and wages	2 630	13 952	20 194	22 390	20 701	20 701	25 317	27 133	29 136
Social contributions	393	2 085	2 541	3 346	3 094	3 094	3 784	4 054	4 354
Goods and services	9 186	21 828	18 827	18 491	20 464	20 464	18 651	20 323	21 529
of which									
Sita: Specialise Comp. Services	-	471	3 639	3 536	3 536	3 536	3 712	3 897	4 091
Leases: Office Buildings	-	1 486	1 829	4 853	4 853	4 853	8 784	9 433	10 133
Bursaries	-	-	554	840	2 813	2 813	850	850	850
Other	9 186	19 871	12 805	9 262	9 262	9 262	5 305	6 143	6 455
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	5	42	14	-	-	-	-	-	-
Local government	5	42	14	-	-	-	-	-	-
Municipalities	5	42	14	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
Payments for capital assets	4 964	2 143	370	530	1 157	1 157	267	284	300
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	4 964	2 143	205	530	1 157	1 157	267	284	300
Transport equipment									
Other machinery and equipment	4 964	2 143	205	530	1 157	1 157	267	284	300
Cultivated assets									
Software and other intangible assets	-	-	165	-	-	-	-	-	-
Land and subsoil assets									
Total	17 178	40 050	41 946	44 757	45 416	45 416	48 019	51 794	55 319

Table 15.D: Details of payments and estimates by economic classification - Programme 2: Cultural Affairs

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	32 288	44 678	40 703	47 085	47 875	47 875	47 619	50 915	54 286
Compensation of employees	8 659	13 811	16 646	19 423	19 783	19 783	21 843	23 411	25 141
Salaries and wages	7 533	12 016	14 418	16 898	17 211	17 211	19 003	20 368	21 873
Social contributions	1 126	1 795	2 228	2 525	2 572	2 572	2 840	3 043	3 268
Goods and services	23 629	30 867	24 057	27 662	28 092	28 092	25 776	27 504	29 145
of which									
Honoraria	3 153	5 723	3 269	5 572	5 572	5 572	5 850	6 142	6 449
Transport-public events	5 388	5 837	3 748	6 345	6 345	6 345	6 662	6 995	7 344
Food and Food Supplies	4 054	4 603	-	5 250	5 680	5 680	4 512	4 711	4 937
Other	11 034	14 704	17 040	10 495	10 495	10 495	8 752	9 656	10 415
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	10 118	15 387	14 242	14 291	15 460	15 460	18 950	21 098	22 712
Local government	13	39	11	-	-	-	-	-	-
Municipalities	13	39	11	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	10 000	5 000	5 000	5 000	5 000	5 350	5 751	6 096
Social security funds									
Entities receiving funds	-	10 000	5 000	5 000	5 000	5 000	5 350	5 751	6 096
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	10 105	5 348	9 231	9 291	10 460	10 460	13 600	15 347	16 616
Households	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
Payments for capital assets	101	529	745	410	899	899	19 644	372	57 338
Buildings and other fixed structures	-	110	107	184	584	584	19 494	212	57 168
Buildings	-	110	107	184	584	584	19 494	212	57 168
Other fixed structures									
Machinery and equipment	101	419	638	226	315	315	150	160	170
Transport equipment									
Other machinery and equipment	101	419	638	226	315	315	150	160	170
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	42 507	60 594	55 690	61 786	64 234	64 234	86 213	72 385	134 336

Table 15.E: Details of payments and estimates by economic classification - Programme 3: Library and Archive 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
Current payments	47 846	47 026	53 560	69 688	66 252	66 252	78 346	77 938	75 514
Compensation of employees	19 054	19 965	21 203	26 195	25 088	25 088	29 056	31 140	33 442
Salaries and wages	16 577	17 370	17 904	22 790	21 827	21 827	25 279	27 092	29 095
Social contributions	2 477	2 595	3 299	3 405	3 261	3 261	3 777	4 048	4 347
Goods and services	28 792	27 061	32 357	43 493	41 164	41 164	49 290	46 798	42 072
of which									
Library Material	20 304	15 645	21 250	22 108	22 108	22 108	23 213	24 373	25 591
Library Material (Conditional Grant)	-	-	-	10 272	10 272	10 272	12 334	7 095	-
Project Manager (Con. Grant)	-	-	-	-	-	-	433	451	478
Other	8 488	11 416	11 107	11 113	8 784	8 784	13 310	14 879	16 003
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	17 953	15 557	17 615	19 230	22 128	22 128	26 328	30 805	53 631
Local government	17 953	15 557	17 615	19 230	22 128	22 128	26 328	30 805	53 631
Municipalities	17 953	15 557	17 615	19 230	22 128	22 128	26 328	30 805	53 631
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	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
Payments for capital assets	985	1 551	4 156	2 570	3 174	3 174	5 273	15 328	4 878
Buildings and other fixed structures	-	1 123	3 309	-	686	686	2 000	10 000	4 000
Buildings	-	1 123	3 309	-	686	686	2 000	10 000	4 000
Other fixed structures									
Machinery and equipment	985	428	847	2 570	2 488	2 488	3 273	5 328	878
Transport equipment									
Other machinery and equipment	985	428	847	2 570	2 488	2 488	3 273	5 328	878
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	66 784	64 134	75 331	91 488	91 554	91 554	109 947	124 071	134 023

Table 15.F: Details of payments and estimates by economic classification - Programme 4: Tourism 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
Current payments	174	4 794	7 695	13 164	9 964	9 964	21 317	24 275	25 000
Compensation of employees	139	1 705	2 708	3 666	3 666	3 666	5 150	5 518	5 927
Salaries and wages	121	1 483	2 376	3 190	3 190	3 190	4 480	4 801	5 156
Social contributions	18	222	332	476	476	476	670	717	771
Goods and services	35	3 089	4 987	9 498	6 298	6 298	16 167	18 757	19 073
of which									
Specify item									
Specify item									
Specify item									
Administrative / Operational Costs	35	3 089	4 987	9 498	6 298	6 298	16 167	18 757	19 073
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	65 948	69 073	82 475	76 149	81 982	81 982	89 710	99 065	98 697
Local government	-	5	2	-	2 800	2 800	-	-	-
Municipalities	-	5	2	-	2 800	2 800	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	65 948	69 068	75 823	76 149	79 182	79 182	89 710	99 065	98 697
Social security funds									
Entities receiving funds	65 948	69 068	75 823	76 149	79 182	79 182	89 710	99 065	98 697
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	-	-	6 650	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
Payments for capital assets	-	13	3 112	50	50	50	54	58	61
Buildings and other fixed structures	-	-	3 000	-	-	-	-	-	-
Buildings	-	-	3 000	-	-	-	-	-	-
Other fixed structures									
Machinery and equipment	-	13	112	50	50	50	54	58	61
Transport equipment									
Other machinery and equipment	-	13	112	50	50	50	54	58	61
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total	66 122	73 880	93 282	89 363	91 996	91 996	111 081	123 398	123 758

Table 15.G: Details of expense on infrastructure

Type of Infrastructure	Programme	Number of projects	Total costs	Medium-term estimates		
				2008/09	2009/10	2010/11
Capital		26	181 306	38 894	28 917	80 995
New construction		7	93 400	15 884	10 000	50 116
Conditional grant for recapitalisation of community	3	1	33 400	2 000	10 000	4 000
Art centres Sisonke	2	1	10 000	4 628	-	5 372
Art centres Amajuba	2	1	10 000	4 628	-	5 372
Art centres Umkhanyakude	2	1	10 000	4 628	-	5 372
Art centres Umzinyathi	2	1	10 000	-	-	10 000
Art centres uThungulu	2	1	10 000	-	-	10 000
Art centres Ilembé	2	1	10 000	-	-	10 000
Rehabilitation		6	16 874	5 610	212	11 052
Halls	2	4	2 686	1 632	141	913
Skinner camp	2	1	12 291	3 065	71	9 155
Cathedral Peak	2	1	1 897	913	-	984
Infrastructure transfers		13	71 032	17 400	18 705	19 827
Local government	3	13	71 032	17 400	18 705	19 827
Current		-	-	-	-	-
Maintenance		-	-	-	-	-
Total		26	181 306	38 894	28 917	80 995

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 15.H: Summary of transfers to municipalities (incl. RSCL, Library Building Projects & Recapitalisation)

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
A eThekweni	465	-	-	-	2 400	2 400	4 200	6 000	-
Total: Ugu Municipalities	914	509	611	2 300	3 807	3 807	12 000	7 000	2 000
B KZ211 Vulamehlo	-	-	-	-	-	-	-	-	-
B KZ212 Umdoni	-	116	81	-	1 959	1 959	-	-	-
B KZ213 Umzumbe	-	-	-	-	-	-	-	-	-
B KZ214 uMuziwabantu	-	71	-	-	94	94	-	-	-
B KZ215 Ezingolweni	-	84	337	-	1 150	1 150	-	-	-
B KZ216 Hibiscus Coast	-	238	193	-	604	604	-	-	-
C DC21 Ugu District Municipality	914	-	-	2 300	-	-	12 000	7 000	2 000
Total: uMgungundlovu Municipalities	8 685	2 376	2 767	1 650	1 645	1 645	-	450	1 000
B KZ221 uMshwathi	-	-	-	-	-	-	-	-	-
B KZ222 uMngeni	-	63	29	-	894	894	-	-	-
B KZ223 Mpofana	-	-	-	-	-	-	-	-	-
B KZ224 Impendle	-	705	1 832	-	482	482	-	-	-
B KZ225 Msunduzi	71	1 465	824	-	189	189	-	-	-
B KZ226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZ227 Richmond	-	-	40	-	80	80	-	-	-
C DC22 uMgungundlovu District Municipality	8 614	143	42	1 650	-	-	-	450	1 000
Total:Uthukela Municipalities	364	547	579	3 200	4 090	4 090	900	-	-
B KZ232 Emnambithi/Ladysmith	-	-	-	-	-	-	-	-	-
B KZ233 Indaka	-	-	-	-	-	-	-	-	-
B KZ234 Umtshezi	-	-	-	-	94	94	-	-	-
B KZ235 Okhahlamba	-	547	62	-	-	-	-	-	-
B KZ236 Imbabazane	-	-	517	-	3 996	3 996	-	-	-
C DC23 Uthukela District Municipality	364	-	-	3 200	-	-	900	-	-
Total: Umzinyathi Municipalities	247	189	483	4 000	3 290	3 290	500	-	-
B KZ241 Endumeni	-	-	-	-	94	94	-	-	-
B KZ242 Nquthu	-	189	72	-	188	188	-	-	-
B KZ244 Msinga	-	-	411	-	3 008	3 008	-	-	-
B KZ245 Umvoti	-	-	-	-	-	-	-	-	-
C DC24 Umzinyathi District Municipality	247	-	-	4 000	-	-	500	-	-
Total: Amajuba Municipalities	859	75	379	1 000	1 688	1 688	-	450	2 000
B KZ252 Newcastle	-	75	379	-	1 688	1 688	-	-	-
B KZ253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZ254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	859	-	-	1 000	-	-	-	450	2 000
Total: Zululand Municipalities	705	2 809	-	-	188	188	400	4 000	3 000
B KZ261 eDumbe	-	-	-	-	-	-	-	-	-
B KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZ263 Abaqulusi	-	-	-	-	94	94	-	-	-
B KZ265 Nongoma	-	2 809	-	-	-	-	-	-	-
B KZ266 Ulundi	-	-	-	-	94	94	-	-	-
C DC26 Zululand District Municipality	705	-	-	-	-	-	400	4 000	3 000
Total: Umkhanyakude Municipalities	2 371	6 001	1 524	50	1 225	1 225	-	3 305	5 000
B KZ271 Umhlabyalingana	-	-	-	-	200	200	-	-	-
B KZ272 Jozini	-	79	201	-	246	246	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B KZ274 Hlabisa	-	2 981	292	-	234	234	-	-	-
B KZ275 Mtubatuba	-	2 941	1 031	-	545	545	-	-	-
C DC27 Umkhanyakude District Municipality	2 371	-	-	50	-	-	-	3 305	5 000
Total: uThungulu Municipalities	1 124	1 266	126	-	1 306	1 306	3 600	1 500	-
B KZ281 Mbonambi	-	734	-	-	115	115	-	-	-
B KZ282 uMhlathuze	-	464	96	-	891	891	-	-	-
B KZ283 Ntambanana	-	-	-	-	-	-	-	-	-
B KZ284 Umlalazi	-	-	-	-	300	300	-	-	-
B KZ285 Mthonjaneni	-	-	30	-	-	-	-	-	-
B KZ286 Nkandla	-	68	-	-	-	-	-	-	-
C DC28 uThungulu District Municipality	1 124	-	-	-	-	-	3 600	1 500	-
Total: Ilembe Municipalities	303	242	8 443	5 000	1 496	1 496	-	2 000	6 827
B KZ291 Mandeni	-	-	-	-	-	-	-	-	-
B KZ292 KwaDukuza	-	242	4 595	-	699	699	-	-	-
B KZ293 Ndwedwe	-	-	3 848	-	797	797	-	-	-
B KZ294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 Ilembe District Municipality	303	-	-	5 000	-	-	-	2 000	6 827
Total: Sisonke Municipalities	1 934	1 629	2 730	200	3 793	3 793	-	-	-
B KZ5a1 Ingwe	-	355	2 121	-	493	493	-	-	-
B KZ5a2 Kwa Sani	-	-	-	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	-	-	269	-	-	-	-	-	-
B KZ5a5 Ubuhlebezwe	-	-	340	-	-	-	-	-	-
B KZ5a6 Umzimkhulu	-	-	-	-	500	500	-	-	-
C DC43 Sisonke District Municipality	1 934	1 274	-	200	2 800	2 800	-	-	-
Unallocated/unclassified	-	-	-	1 830	-	-	4 728	6 100	33 804
Total	17 971	15 643	17 642	19 230	24 928	24 928	26 328	30 805	53 631

Table 15.I: Transfers to municipalities - Library Building Projects

Table 15.1: Transfers to municipalities - Library Building Projects										
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	
A	eThekweni	465	-	-	-	-	-	-	-	-
Total: Ugu Municipalities		914	509	611	2 300	3 619	3 619	12 000	7 000	2 000
B	KZ211 Vulamehlo	-	116	81	-	1 959	1 959	-	-	-
B	KZ212 Umdoni	-	-	-	-	-	-	-	-	-
B	KZ213 Umzumbe	-	71	-	-	-	-	-	-	-
B	KZ214 uMuziwabantu	-	84	337	-	1 150	1 150	-	-	-
B	KZ215 Ezingolweni	-	238	193	-	510	510	-	-	-
B	KZ216 Hibiscus Coast	-	-	-	-	-	-	-	-	-
C	DC21 Ugu District Municipality	914	-	-	2 300	-	-	12 000	7 000	2 000
Total: uMgungundlovu Municipalities		8 614	2 233	2 725	1 650	1 363	1 363	-	450	1 000
B	KZ221 uMshwathi	-	63	29	-	800	800	-	-	-
B	KZ222 uMngeni	-	-	-	-	-	-	-	-	-
B	KZ223 Mpofana	-	705	1 832	-	388	388	-	-	-
B	KZ224 Impendle	-	1 465	824	-	95	95	-	-	-
B	KZ225 Msunduzi	-	-	-	-	-	-	-	-	-
B	KZ226 Mkhambathini	-	-	40	-	80	80	-	-	-
B	KZ227 Richmond	-	-	-	-	-	-	-	-	-
C	DC22 uMgungundlovu District Municipality	8 614	-	-	1 650	-	-	-	450	1 000
Total: Uthukela Municipalities		364	547	579	3 200	3 996	3 996	900	-	-
B	KZ232 Emnambithi/Ladysmith	-	-	-	-	-	-	-	-	-
B	KZ233 Indaka	-	-	-	-	-	-	-	-	-
B	KZ234 Umtshezi	-	-	-	-	-	-	-	-	-
B	KZ235 Okhahlamba	-	547	62	-	-	-	-	-	-
B	KZ236 Imbabazane	-	-	517	-	3 996	3 996	-	-	-
C	DC23 Uthukela District Municipality	364	-	-	3 200	-	-	900	-	-
Total: Umzinyathi Municipalities		247	189	483	4 000	3 008	3 008	500	-	-
B	KZ241 Endumeni	-	-	-	-	-	-	-	-	-
B	KZ242 Nquthu	-	189	72	-	-	-	-	-	-
B	KZ244 Msinga	-	-	411	-	3 008	3 008	-	-	-
B	KZ245 Umvoti	-	-	-	-	-	-	-	-	-
C	DC24 Umzinyathi District Municipality	247	-	-	4 000	-	-	500	-	-
Total: Amajuba Municipalities		859	75	379	1 000	1 500	1 500	-	450	2 000
B	KZ252 Newcastle	-	75	379	-	1 500	1 500	-	-	-
B	KZ253 eMadlangeni	-	-	-	-	-	-	-	-	-
B	KZ254 Dannhauser	-	-	-	-	-	-	-	-	-
C	DC25 Amajuba District Municipality	859	-	-	1 000	-	-	-	450	2 000
Total: Zululand Municipalities		705	2 809	-	-	-	-	400	4 000	3 000
B	KZ261 eDumbe	-	-	-	-	-	-	-	-	-
B	KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B	KZ263 Abaqulusi	-	-	-	-	-	-	-	-	-
B	KZ265 Nongoma	-	2 809	-	-	-	-	-	-	-
B	KZ266 Ulundi	-	-	-	-	-	-	-	-	-
C	DC26 Zululand District Municipality	705	-	-	-	-	-	400	4 000	3 000
Total: Umkhanyakude Municipalities		2 371	6 001	1 524	50	400	400	-	3 305	5 000
B	KZ271 Umhlabyalingana	-	-	-	-	200	200	-	-	-
B	KZ272 Jozini	-	79	201	-	-	-	-	-	-
B	KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B	KZ274 Hlabisa	-	2 981	292	-	-	-	-	-	-
B	KZ275 Mtubatuba	-	2 941	1 031	-	200	200	-	-	-
C	DC27 Umkhanyakude District Municipality	2 371	-	-	50	-	-	-	3 305	5 000
Total: uThungulu Municipalities		1 124	1 266	126	-	1 025	1 025	3 600	1 500	-
B	KZ281 Mbonambi	-	734	-	-	115	115	-	-	-
B	KZ282 uMhlathuze	-	464	96	-	610	610	-	-	-
B	KZ283 Ntambanana	-	-	-	-	-	-	-	-	-
B	KZ284 Umlalazi	-	-	-	-	300	300	-	-	-
B	KZ285 Mthonjaneni	-	-	30	-	-	-	-	-	-
B	KZ286 Nkandla	-	68	-	-	-	-	-	-	-
C	DC28 uThungulu District Municipality	1 124	-	-	-	-	-	3 600	1 500	-
Total: Ilembe Municipalities		303	242	8 443	5 000	1 496	1 496	-	2 000	6 827
B	KZ291 Mandeni	-	-	-	-	-	-	-	-	-
B	KZ292 KwaDukuza	-	242	4 595	-	699	699	-	-	-
B	KZ293 Ndwedwe	-	-	3 848	-	797	797	-	-	-
B	KZ294 Maphumulo	-	-	-	-	-	-	-	-	-
C	DC29 Ilembe District Municipality	303	-	-	5 000	-	-	-	2 000	6 827
Total: Sisonke Municipalities		1 934	1 629	2 730	200	993	993	-	-	-
B	KZ5a1 Ingwe	-	355	2 121	-	493	493	-	-	-
B	KZ5a2 Kwa Sani	-	-	-	-	-	-	-	-	-
B	KZ5a4 Greater Kokstad	-	-	269	-	-	-	-	-	-
B	KZ5a5 Ubuhlebezwe	-	-	340	-	-	-	-	-	-
B	KZ5a6 Umzimkhulu	-	-	-	-	500	500	-	-	-
C	DC43 Sisonke District Municipality	1 934	1 274	-	200	-	-	-	-	-
Unallocated/unclassified		-	-	-	-	-	-	-	-	-
Total		17 900	15 500	17 600	17 400	17 400	17 400	17 400	18 705	19 827

Table 15.J: Transfers to municipalities - Recapitalisation of community libraries

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		
A	eThekweni	-	-	-	-	2 400	2 400	4 200	6 000	-
Total: Ugu Municipalities		-	-	-	-	188	188	-	-	-
B	KZ211 Vulamehlo									
B	KZ212 Umdoni									
B	KZ213 Umzumbe									
B	KZ214 uMuziwabantu	-	-	-	-	94	94	-	-	-
B	KZ215 Ezingolweni									
B	KZ216 Hibiscus Coast	-	-	-	-	94	94	-	-	-
C	DC21 Ugu District Municipality									
Total: uMgungundlovu Municipalities		-	-	-	-	282	282	-	-	-
B	KZ221 uMshwathi									
B	KZ222 uMngeni	-	-	-	-	94	94	-	-	-
B	KZ223 Mpofana									
B	KZ224 Impendle	-	-	-	-	94	94	-	-	-
B	KZ225 Msunduzi	-	-	-	-	94	94	-	-	-
B	KZ226 Mkhambathini									
B	KZ227 Richmond									
C	DC22 uMgungundlovu District Municipality									
Total:Uthukela Municipalities		-	-	-	-	94	94	-	-	-
B	KZ232 Emnambithi/Ladysmith									
B	KZ233 Indaka									
B	KZ234 Umtshezi	-	-	-	-	94	94	-	-	-
B	KZ235 Okhahlamba									
B	KZ236 Imbabazane									
C	DC23 Uthukela District Municipality									
Total: Umzinyathi Municipalities		-	-	-	-	282	282	-	-	-
B	KZ241 Endumeni	-	-	-	-	94	94	-	-	-
B	KZ242 Nquthu	-	-	-	-	188	188	-	-	-
B	KZ244 Msinga									
B	KZ245 Umvoti									
C	DC24 Umzinyathi District Municipality									
Total: Amajuba Municipalities		-	-	-	-	188	188	-	-	-
B	KZ252 Newcastle	-	-	-	-	188	188	-	-	-
B	KZ253 eMadlangeni									
B	KZ254 Dannhauser									
C	DC25 Amajuba District Municipality									
Total: Zululand Municipalities		-	-	-	-	188	188	-	-	-
B	KZ261 eDumbe									
B	KZ262 uPhongolo									
B	KZ263 Abaqulusi	-	-	-	-	94	94	-	-	-
B	KZ265 Nongoma									
B	KZ266 Ulundi	-	-	-	-	94	94	-	-	-
C	DC26 Zululand District Municipality									
Total: Umkhanyakude Municipalities		-	-	-	-	825	825	-	-	-
B	KZ271 Umhlabyalingana									
B	KZ272 Jozini	-	-	-	-	246	246	-	-	-
B	KZ273 The Big Five False Bay									
B	KZ274 Hlabisa	-	-	-	-	234	234	-	-	-
B	KZ275 Mtubatuba	-	-	-	-	345	345	-	-	-
C	DC27 Umkhanyakude District Municipality									
Total: uThungulu Municipalities		-	-	-	-	281	281	-	-	-
B	KZ281 Mbonambi									
B	KZ282 uMhlathuze	-	-	-	-	281	281	-	-	-
B	KZ283 Ntambanana									
B	KZ284 Umlalazi									
B	KZ285 Mthonjaneni									
B	KZ286 Nkandla									
C	DC28 uThungulu District Municipality									
Total: Ilembe Municipalities		-	-	-	-	-	-	-	-	-
B	KZ291 Mandeni									
B	KZ292 KwaDukuza									
B	KZ293 Ndwedwe									
B	KZ294 Maphumulo									
C	DC29 Ilembe District Municipality									
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/unclassified		-	-	-	1 830	-	-	4 728	6 100	33 804
Total		-	-	-	1 830	4 728	4 728	8 928	12 100	33 804

Table 15. K: Transfers to municipalities - Tourism Development - Building of Lodges

Table 15: R: R: Transfers to municipalities - Tourism Development - Building of Lodges										
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
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		-	-	-	-	-	-	-	-	-
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									
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		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-
B	KZ291 Mandeni									
B	KZ292 KwaDukuza									
B	KZ293 Ndwedwe									
B	KZ294 Maphumulo									
C	DC29 Ilembe District Municipality									
Total: Sisonke Municipalities		-	-	-	-	2 800	2 800	-	-	-
B	KZ5a1 Ingwe									
B	KZ5a2 Kwa Sani									
B	KZ5a4 Greater Kokstad									
B	KZ5a5 Ubuhlebezwe									
B	KZ5a6 Umzimkhulu									
C	DC43 Sisonke District Municipality	-	-	-	-	2 800	2 800	-	-	-
Total		-	-	-	-	2 800	2 800	-	-	-

Table 15.L: Financial summary for the KwaZulu-Natal Tourism Authority

	Outcome			Estimated outcome	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07		2007/08	2008/09	2009/10
R 000							
Revenue							
Tax revenue	–	–	–	–	–	–	–
Non-tax revenue	589	286	450	477	506	536	–
Sale of goods and services other than capital assets	–	–	–	–	–	–	–
Other non-tax revenue	589	286	450	477	506	536	–
Transfers received	46 682	51 113	53 386	56 068	58 884	62 992	–
Total revenue	47 271	51 399	53 836	56 545	59 390	63 528	–
Expenses							
Current expense	46 355	45 985	23 864	23 036	24 418	25 883	–
Compensation of employees	9 312	12 066	13 500	14 310	15 169	16 079	–
Goods and services	36 527	33 168	9 564	7 878	8 351	8 852	–
Depreciation	516	751	800	848	899	953	–
Interest, dividends and rent on land	–	–	–	–	–	–	–
Unearned reserves (social security funds only)	–	–	–	–	–	–	–
Transfers and subsidies	37	32	35	37	39	42	–
Total expenses	46 392	46 017	23 899	23 073	24 457	25 925	–
Surplus / (Deficit)	879	5 382	29 937	33 472	34 933	37 603	–
Tax payment	–	–	–	–	–	–	–
Outside shareholders Interest	–	–	–	–	–	–	–
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	516	751	800	848	899	953	–
Adjustments for:							
Depreciation	516	751	800	848	899	953	–
Other	–	–	–	–	–	–	–
Operating surplus / (deficit) before changes in working capital	1 395	6 133	30 737	34 320	35 831	38 556	–
Changes in working capital	1 252	(7 429)	(5 500)	(5 830)	(6 180)	(6 551)	–
(Decrease) / increase in accounts payable	3 905	(4 585)	(4 000)	(4 240)	(4 494)	(4 764)	–
Decrease / (increase) in accounts receivable	(414)	(572)	500	530	562	596	–
Decrease / (increase) in inventory	(2 239)	(2 272)	(2 000)	(2 120)	(2 247)	(2 382)	–
(Decrease) / increase in provisions	–	–	–	–	–	–	–
Cash flow from operating activities	2 647	(1 296)	25 237	28 490	29 652	32 006	–
Transfers from government	–	–	–	–	–	–	–
Of which: Capital	–	–	–	–	–	–	–
: Current	–	–	–	–	–	–	–
Cash flow from investing activities	(251)	(1 025)	(1 070)	(1 134)	(1 202)	(1 274)	–
Acquisition of Assets	(251)	(1 025)	(1 070)	(1 134)	(1 202)	(1 274)	–
Other flows from Investing Activities	–	–	–	–	–	–	–
Cash flow from financing activities	–	–	–	–	–	–	–
Net increase / (decrease) in cash and cash equivalents	2 396	(2 321)	24 167	27 356	28 449	30 731	–
Balance Sheet Data							
Carrying Value of Assets	963	1 237	1 340	1 420	1 506	1 596	–
Investments	–	–	–	–	–	–	–
Cash and Cash Equivalents	17 354	15 094	24 005	25 445	26 972	28 590	–
Receivables and Prepayments	3 323	3 895	3 941	4 177	4 428	4 694	–
Inventory	–	–	–	–	–	–	–
TOTAL ASSETS	21 640	20 226	29 286	31 043	32 906	34 880	–
Capital & Reserves	879	6 261	36 198	69 670	104 603	142 206	142 206
Borrowings	–	–	–	–	–	–	–
Post Retirement Benefits	–	–	–	–	–	–	–
Trade and Other Payables	18 179	11 992	13 000	13 780	14 607	15 483	–
Provisions	1 561	891	970	1 028	1 090	1 155	–
Managed Funds	–	–	–	–	–	–	–
TOTAL EQUITY & LIABILITIES	20 619	19 144	50 168	84 478	120 299	158 844	142 206
Contingent Liabilities	–	–	–	–	–	–	–

* The transfers received include other transfers in addition to the departmental transfers

Table 15.M: Financial summary for the Natal Sharks Board

	Outcome			Estimated outcome	Medium-term estimate		
	Audited 2004/05	Audited 2005/06	Audited 2006/07		2008/09	2009/10	2010/11
R 000							
Revenue							
Tax revenue	–	–	–	–	–	–	–
Non-tax revenue	14 912	15 517	17 329	18 369	19 471	20 639	21 877
Sale of goods and services other than capital assets	12 929	14 087	14 404	15 268	16 184	17 155	18 185
Admin fees	11 692	12 689	12 638	13 396	14 200	15 052	15 955
Sales by market establishments	254	384	305	323	343	363	385
Non-market est. sales	983	1 014	1 461	1 549	1 642	1 740	1 844
Other non-tax revenue	1 983	1 430	2 925	3 101	3 287	3 484	3 693
Transfers received	16 882	16 882	17 727	19 146	23 297	26 325	26 547
Total revenue	31 794	32 399	35 056	37 515	42 768	46 964	48 424
Expenses							
Current expense	29 342	31 841	34 132	37 515	42 768	46 964	48 425
Compensation of employees	19 333	22 244	21 784	23 687	24 940	26 597	27 627
Goods and services	7 471	9 597	9 762	11 205	14 436	15 895	15 455
Depreciation	2 521	–	2 582	2 623	3 392	4 472	5 342
Interest, dividends and rent on land	17	–	4	–	–	–	–
Unearned reserves (social security funds only)	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–
Total expenses	29 342	31 841	34 132	37 515	42 768	46 964	48 425
Surplus / (Deficit)	2 452	558	924	(0)	0	0	(0)
Tax payment	–	–	–	–	–	–	–
Outside shareholders Interest	–	–	4	–	–	–	–
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	440	1 663	1 431	1 399	2 094	3 096	3 884
Adjustments for:							
Depreciation	1 827	2 005	2 582	2 623	3 392	4 472	5 342
Interest	(614)	(490)	(602)	(638)	(676)	(717)	(760)
Net (profit) / loss on disposal of fixed assets	(660)	(109)	4	–	–	–	–
Other	(113)	257	(553)	(586)	(621)	(659)	(698)
Operating surplus / (deficit) before changes in working capital	2 892	2 221	2 355	1 399	2 095	3 097	3 884
Changes in working capital	(1 643)	939	(17)	(18)	(19)	(20)	(21)
(Decrease) / increase in accounts payable	(198)	1 091	(274)	(290)	(308)	(326)	(346)
Decrease / (increase) in accounts receivable	(1 301)	(175)	123	130	138	146	155
Decrease / (increase) in inventory	(106)	39	138	146	155	164	174
(Decrease) / increase in provisions	(38)	(16)	(4)	(4)	(4)	(5)	(5)
Cash flow from operating activities	1 249	3 160	2 338	1 381	2 075	3 076	3 862
Transfers from government	16 882	16 882	17 727	19 146	23 297	25 345	26 547
Of which: Capital	–	–	–	–	–	–	–
: Current	16 882	16 882	17 727	19 146	23 297	25 345	26 547
Cash flow from investing activities	(2 841)	(7 098)	(407)	(611)	(4 027)	(5 809)	(8 333)
Acquisition of Assets	(3 635)	(7 098)	(407)	(611)	(4 027)	(5 809)	(8 333)
Other flows from Investing Activities	794	–	–	–	–	–	–
Cash flow from financing activities	(9)	–	(20)	(21)	(22)	(24)	(25)
Net increase / (decrease) in cash and cash equivalents	(1 601)	(3 938)	1 911	748	(1 974)	(2 756)	(4 496)
Balance Sheet Data							
Carrying Value of Assets	15 823	22 379	21 203	22 475	23 824	25 253	26 768
Investments	3 693	3 714	234	248	263	279	295
Cash and Cash Equivalents	11 179	8 560	11 069	11 733	12 437	13 183	13 974
Receivables and Prepayments	2 674	2 515	2 194	2 326	2 465	2 613	2 770
Inventory	1 219	1 179	1 041	1 103	1 170	1 240	1 314
TOTAL ASSETS	34 588	38 347	35 741	37 885	40 159	42 568	45 122
Capital & Reserves	29 971	32 534	29 526	31 298	33 175	35 166	37 276
Borrowings	150	–	–	–	–	–	–
Post Retirement Benefits	–	–	–	–	–	–	–
Trade and Other Payables	2 165	3 255	3 309	3 508	3 718	3 941	4 178
Provisions	2 302	2 558	2 906	3 080	3 265	3 461	3 669
Managed Funds	–	–	–	–	–	–	–
TOTAL EQUITY & LIABILITIES	34 588	38 347	35 741	37 885	40 159	42 568	45 122
Contingent Liabilities	–	–	–	–	–	–	–