

# VOTE 16

## Sport and Recreation

Operational budget	R 214 753 000
MEC remuneration	R 739 000
Total amount to be appropriated	R 215 492 000
Responsible MEC	Mr. A. Rajbansi, MEC for Sport and Recreation
Administrating department	Sport and Recreation
Accounting officer	Head: Sport and Recreation

### 1. Overview

#### Vision

The vision of the Department of Sport and Recreation is: *A winning province through sport and recreation.*

#### Mission statement

The department's mission is to maximise opportunities through the promotion and development of sustained Sport and Recreation programmes to improve the quality of life of the citizens of KwaZulu-Natal.

#### Strategic goals

The strategic goals of the department are as follows:

- To promote, transform and develop sport and recreation to address the issues of nation building and quality of life;
- To promote and contribute to economic growth and opportunities through sport and recreation;
- To promote and contribute to good governance in sport and recreation; and
- To provide an effective and efficient support service.

#### Strategic objectives

Based on the strategic goals of the department, its main strategic objectives are as follows:

- To provide effective and efficient planning, monitoring and evaluation of all sport and recreation functions;
- To deliver and support participation in junior sport competitions and promote high performance programmes for youth;
- To provide and develop talent identification, high performance services, sport development and capacity building programmes to support excellence in sport;
- To ensure participation of sport across targeted groups to promote tolerance across diverse cultural groups through sport activities;
- To provide sustainable recreation programmes to create opportunities for citizens to live an active healthy life-style;

- To ensure the provision of adequate and appropriate sport and recreation facilities;
- To promote mass participation of sport in previously disadvantaged schools;
- To promote mass participation of sport and recreation in previously disadvantaged communities;
- To create a legacy for the Mass Participation Programme and sport through the development of strategically selected priority sport codes; and
- To prepare the province for 2010, through assistance to the South African Football Association (SAFA), player development and provision of facilities.

### **Core functions**

The core functions of the department are:

- To ensure that sport and recreation are accessible to all people of KwaZulu-Natal, especially previously disadvantaged people, rural communities, the disabled and women;
- To initiate programmes that target the development of human resource potential through the development of all coaches, technical officials, volunteers and administrators, with the aim of improving the quality of sport and recreation;
- To co-ordinate co-operative governance and the involvement of stakeholders to ensure alignment with the provincial sport and recreation policy;
- To effect and co-ordinate national and international agreements and initiatives, as reached by the province in the interests of sport and recreation;
- To facilitate and organise sporting and recreational events at district, provincial, national and international level;
- To implement the sport and recreation policy and provide funding for sport and recreation agencies in the province;
- To facilitate the provision and upgrading of sport and recreation facilities;
- To accelerate the delivery of sport and recreation in the province through mass participation of the citizens in KwaZulu-Natal;
- To achieve excellence in sport and recreation;
- To implement sport and recreation agencies, which contribute to the overall vision of the department;
- To host and co-host major provincial, national and international sporting events; and
- To facilitate the establishment of a Provincial Sports Council.

### **Legislative mandates**

Sport and Recreation in South Africa is characterised and governed by the following main legislation:

- Constitution of the Republic of South Africa Act (Act No. 108 of 1996)
- The Bill of Rights, focusing especially on equality, freedom of association, labour relations, sport and recreation, and just administrative action (basic values/principles and the public service)
- Sport and Recreation Act (Act No. 110 of 1998)
- South African Boxing Act (Act No. 11 of 2001)
- Revised White Paper on Sport and Recreation
- Public Finance Management Act (Act No. 1 of 1999, as amended) and Treasury Regulations
- Annual Division of Revenue Act

- Public Service Act (Act No. 103 of 1994) and Public Service Regulations
- Labour Relations Act (Act No. 66 of 1995)
- KZN Provincial Supply Chain Management Policy Framework (2006)
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)

## **2. Review of the 2007/08 financial year**

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

The South African (SA) Games 2007 were held in Bloemfontein in September 2007. The department assisted with the selection of the provincial team as well as the provision of clothing, transportation and accommodation for the team attending the event. An intensive training camp was held to help the athletes to acclimatise to the higher altitude in Bloemfontein. The department's assistance through financial resources and human capacity culminated in KwaZulu-Natal being the winning province, bringing home 56 gold medals.

The Mass Sport and Recreation Participation Programme conditional grant consists of three elements, the Community Mass Participation Programme, School Sport Mass Participation Programme and 'Legacy', which was introduced in 2007/08. The Community Mass Participation Programme and the School Sport Mass Participation Programme have been implemented over the last three years and have proven to be successful in 'Getting the Nation to Play'. One of the key projects for creating a legacy is the setting up of clubs to further develop the different codes of sports, such as football and netball. A total of 80 clubs were established in 2007/08 to ensure a formal structure was in place for individuals who had participated in the Community Mass Participation Programme. These clubs helped to develop skills through appropriate training and taking part in league matches. The clubs are affiliated to the different sporting federations, and this process assisted with the identification of high performance athletes.

The first ever Pro20 Cricket World Cup was held in South Africa in 2007. The KZN Cricket Union received financial assistance from the department with the hosting of the matches held in the province. The training of volunteers and marshals was also funded by the department. As this was a first time event and a short version of the game, the department brought people from previously disadvantaged areas, who had never seen a live cricket match, to watch the Pro20 matches held in KZN.

With regard to the 2010 Soccer World Cup, the funding of R15 million allocated to the department in 2007/08 was utilised for the construction of 33 combination courts, player development, capacity building and administrative support to the SAFA, and the provision of basic equipment such as soccer kits, training footballs, etc. For capacity building, specialist coaches were targeted to work with youth teams/squads and senior professional teams in the province. Training was provided in the field of refereeing, instructors and assessors of games, administrators in club management, sponsorship, and event management. Women's football in the province was also catered for, with each of the 14 teams in the women's league receiving training equipment to uplift and sustain its development. Identification tournaments at selected schools confederated for the disabled were held. The 2010 unit within the department also provided basic coaching equipment to Disability Sport South Africa (DISSA) schools.

Included in the department's annual sports calendar were events such as the Provincial and National Indigenous Games and the Provincial U17 Football Enrichment Tournament (run in partnership with the 11 SAFA districts, as part of player development).

The department provides sport and recreation facilities through the construction of new facilities on municipal land with the district or local municipalities as implementing agents, as well as the construction of combination courts within schools and communities. Delays in the completion and hand-over of facilities were encountered during 2007/08. This was due to the late finalisation of the sites and the signing of memorandum of agreements with the implementing agents.

With regard to new construction, a number of projects were in progress such as the Nkandla swimming pool, Richards Bay athletics track, Endumeni rural horse-riding facility, and sports fields in a number of areas such as Inkanyiso, KwaMnqobokazi, Bhambatha, Qwabe, etc. Due to the nature of the construction, some of these projects are rolled out over two financial years. A total of 17 facilities of the 29 projects planned will be fully completed in 2007/08, and the balance will be completed in 2008/09.

The department currently has four district offices and is in the process of securing office accommodation in the Ugu and uThungulu District Municipalities. The Department of Works was tasked to find the office accommodation required, however, delays were encountered in this process. It is anticipated that office accommodation will be secured by the end of March 2008.

The establishment of all 11 district offices has been slow due to the available level of funding. This has impacted negatively on service delivery at the grass roots level. The slow establishment of the district offices has also resulted in delays in the filling of the department's approved organisational structure, which in turn poses a challenge for the department as there is a lack of capacity for implementing programmes at a district and local municipal level.

### **3. Outlook for the 2008/09 financial year**

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

The department made a marked improvement in sport and recreation in 2007/08, with the achievement of a number of key targets. This trend will continue in the 2008/09 financial year through the programmes highlighted below, to create a winning province through sport and recreation.

In 2008/09, the department's focus will be more on a developmental approach. This will entail working more closely with the federations for the strategically selected codes of sport, which are athletics, swimming, football, rugby, boxing, cricket, golf, netball, gymnastics, tennis, table tennis, hockey, surfing and canoeing. In conjunction with the federations who have the appropriate structures in place, development programmes will be formulated and implemented, with the target group being individuals from historically disadvantaged areas. For those federations where appropriate structures are not in place, assistance will be provided to ensure that structures are established. Transformation in sport as well as high performance will receive attention. The department will also be providing assistance to existing elite athletes in the form of additional training, coaching, equipment, etc., to enable them to be high performers in national and international events.

The 2010 World Cup must leave a legacy in terms of improved administration and skilled coaches and technical officials. Further to the tremendous support given to SAFA to establish offices in all 11 districts, a further 830 administrators, coaches and technical officials will benefit from skills development. The U17 Football Enrichment programme will provide an opportunity for a further 1 500 players to participate in competitions.

Through its various programmes with sports federations and community based structures, the Community Sport Programme will work closely with federations in the promotion of participation for athletes from disadvantaged backgrounds in major events such as the Dusi Canoe Marathon, Comrades Marathon, Cycling Tour, Boxing Championships, etc. At least 236 athletes will be supported towards excelling at high performance programmes in the country.

The Recreation Programme will have six flagship programmes targeting all age groups, and a variety of codes of sport and recreation activities to lead a healthy lifestyle. These are the Indigenous games promoting social cohesion, Rural Horse Riding promoting African renaissance, Recre-hab encouraging rehabilitation and reintegration of offenders in prisons, Active Seniors promoting wellness among senior citizens, Beach games promoting active utilisation of natural resources and, lastly, employee recreation encouraging wellness among public servants.

The School Sport Mass Participation Programme will be run from 27 clusters (nine new clusters) in 2008/09. The introduction of Inter-Cluster Festivals for the School Sport Mass Participation Programme will culminate in Provincial Cluster Festivals, where schools will be crowned as Provincial Champions in the respective codes. A total of three cluster festivals, four inter-cluster festivals and one provincial cluster festival are planned for 2008/09.

The department will continue to construct basic sport facilities on municipal owned land using the district and local municipalities as implementing agents. For 2008/09, the basic sport facilities planned are for areas such as Umtshezi, Nquthu, Mkhambathini, etc. The communities, especially the youth, senior citizens and unemployed, will benefit from these sport facilities.

Additional funding was allocated to the department to complete a comprehensive facilities' audit on all sport and recreation facilities in the province. This will give the department a better indication of the status of facilities, and will be the primary input into the allocation of funding for facilities in future years.

## 4. Receipts and financing

### 4.1 Summary of receipts and financing

Table 16.1 below shows the sources of funding for Vote 16 over the seven-year period 2004/05 to 20010/11. The table also compares actual and budgeted receipts against actual and budgeted payments.

**Table 16.1: Summary of receipts and financing**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Provincial allocation	32 549	86 257	91 861	123 901	123 901	123 901	155 757	181 891	194 873
Conditional grants	1 000	2 670	21 300	37 276	37 276	37 276	59 735	85 148	90 256
<i>Mass Sport and Recreation Participation Prog.</i>	1 000	2 670	21 300	37 276	37 276	37 276	59 735	85 148	90 256
<b>Total Receipts</b>	<b>33 549</b>	<b>88 927</b>	<b>113 161</b>	<b>161 177</b>	<b>161 177</b>	<b>161 177</b>	<b>215 492</b>	<b>267 039</b>	<b>285 129</b>
<b>Total payments</b>	<b>37 385</b>	<b>95 217</b>	<b>113 566</b>	<b>161 177</b>	<b>162 777</b>	<b>162 777</b>	<b>215 492</b>	<b>267 039</b>	<b>285 129</b>
Surplus/(Deficit) before financing	(3 836)	(6 290)	(405)	-	(1 600)	(1 600)	-	-	-
Financing									
<i>of which</i>									
Provincial roll-overs	-	6 267	-	-	-	-	-	-	-
Provincial cash resources	10 103	-	-	-	1 600	1 600	-	-	-
<b>Surplus/(deficit) after financing</b>	<b>6 267</b>	<b>(23)</b>	<b>(405)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The department receives a provincial allocation in the form of an equitable share, which has increased significantly over the seven-year period. The increase over the 2008/09 MTEF is to fund carry-through costs for district offices, high performance programmes, the construction of facilities and personnel costs.

The surplus in 2004/05, which was rolled over to 2005/06, can be ascribed to the fact that the department was newly established in 2004. There was minimal over-expenditure in 2005/06 and 2006/07, and the department is projecting to spend its full budget in 2007/08 and over the 2008/09 MTEF.

The department receives a further allocation in terms of a conditional grant for the Mass Sport and Recreation Participation Programme, which has also increased significantly over the seven-year period. The purpose of this grant is to fund the promotion of mass participation within schools and communities through a number of selected sport and recreation activities, empowerment of schools and communities to manage these activities in conjunction with stakeholders.

The substantial increase over the 2008/09 MTEF period in respect of the conditional grant is due to the inclusion of funding for the third element of the grant, the Legacy programme, as well as the fact that mass participation, both at school level and within the communities, has been identified as a national priority. The purpose of the Legacy programme is to promote mass participation in sport specific codes in club development programmes, through the development of strategically selected number of priority sport specific codes in the province, and the empowerment of club support staff to manage and implement the club development programmes.

## 4.2 Departmental receipts collection

Table 16.2 below provides details of the revenue collection by this department from 2004/05 to 20010/11.

**Table 16.2: Details of departmental receipts**

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
Tax receipts	-	-	-	-	-	-	-	-	-
Non-tax receipts	3	11	20	18	18	73	39	41	43
Sale of goods & services other than capital assets	3	11	20	18	18	73	39	41	43
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	-	-	-	-	-	-	-	-	-
Transfers received	-	-	-	-	-	-	-	-	-
Sales of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions	-	2	740	-	-	13	-	-	-
<b>Total</b>	<b>3</b>	<b>13</b>	<b>760</b>	<b>18</b>	<b>18</b>	<b>86</b>	<b>39</b>	<b>41</b>	<b>43</b>

The main source of revenue for the department is commission on payroll deductions, which falls under the category *Sale of goods and services other than capital assets*. The actual revenue collected in 2006/07 includes an amount of R724 000 as the department's share of the surplus realised on the SA Games, hosted in September 2005 together with the local organising committee, which included the eThekweni Municipality, the South African Sports Confederation and the Olympic Committee.

In 2007/08, the department is projecting an over-collection compared to its budgeted revenue. This projected over-collection can be attributed to the fees charged by the department for the first time for the issuing of tender documents. According to the department, the fees charged will limit the number of prospective service providers/suppliers, who collect costly tender documents at no charge and do not submit them. Being a new source of revenue with no prior trend, the department was conservative in estimating the number of suppliers who will collect and pay for bid documents. Hence, the lower revenue projections over the 2008/09 MTEF, compared to the 2007/08 Estimated Actual.

## 5. Payment summary

This section summarises the key assumptions, additional allocations, payments and budgeted estimates for the vote in terms of programmes and economic classification. Details of the economic classification per programme are presented in *Annexure – Vote 16: Sport and Recreation*.

### 5.1 Key assumptions

The budget allocations for the 2008/09 MTEF are based on the approved Strategic and Annual Performance Plans, in line with the service delivery requirements of the department. Some of the key assumptions are:

- *Compensation of employees* was adjusted to take into account salary adjustments for level 12 and below in July each year, and for level 13 and above in January in each year;
- *Goods and services* was increased in line with the CPIX index; and
- *Payment for capital assets* was estimated using a zero-base method, where the department assessed the additional capital requirements in terms of furniture, fittings, computers, vehicles, etc.

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

Table 16.3 shows additional funding received by the department over the three MTEF periods: 2006/07, 2007/08 and 2008/09. Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of 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 period (i.e. 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 period.

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 16.3: Summary of additional provincial allocations for the 2006/07 MTEF to 2008/09 MTEF**

R000	2006/07	2007/08	2008/09	2009/10	2010/11
<b>2006/07 MTEF period</b>	<b>7 090</b>	<b>16 960</b>	<b>17 980</b>	<b>19 329</b>	<b>20 489</b>
Provision of sports and recreation facilities	-	16 960	17 980	19 329	20 489
2006/07 Adj. Estimate - Umzimkhulu and other spending pressures	7 090	-	-	-	-
<b>2007/08 MTEF period</b>	<b>-</b>	<b>20 790</b>	<b>5 520</b>	<b>18 705</b>	<b>19 827</b>
Carry-through costs of 2006/07 Adjustments Estimate	-	1 510	1 550	1 600	1 696
Net financial implication of demarcation (Net of Umzimkhulu and Matatiele)	-	1 815	1 970	2 105	2 231
Major sport events	-	5 865	2 000	-	-
Decentralisation from regional to district municipal areas	-	10 000	-	15 000	15 900
2007/08 Adj. Estimates - SA Games & FINA swimming World Cup in Durban	-	1 600	-	-	-
<b>2008/09 MTEF period</b>	<b>-</b>	<b>-</b>	<b>38 363</b>	<b>42 922</b>	<b>47 566</b>
Carry-through costs of 2007/08 MTEF - District Offices (Admin Costs)	-	-	7 500	7 913	8 308
Personnel	-	-	12 278	12 954	13 602
Personnel inflation adjustment	-	-	599	1 083	1 294
Government Employees Medical Scheme	-	-	386	454	943
Sport and recreation programmes	-	-	10 000	12 500	15 000
Sport facilities	-	-	7 600	8 018	8 419
<b>Total</b>	<b>7 090</b>	<b>37 750</b>	<b>61 863</b>	<b>80 956</b>	<b>87 882</b>

Funding was received for the incorporation of Umzimkhulu into KwaZulu-Natal in 2006/07 as well as over the 2007/08 MTEF period, to be used for improving service delivery within the area to the same level as other areas of the province. During the 2006/07 Adjustments Estimate, the department received additional funding for administration, which was reflecting spending pressures. These costs have been carried through over the 2007/08 MTEF. The department also received funding of R5.9 million and R2 million for 2007/08 and 2008/09, respectively, in the 2007/08 MTEF for major events such as the Pro20 Cricket World Cup, Indigenous Games, etc.

With regard to construction of sport and recreation facilities, the department received additional funding for this purpose in the 2006/07 MTEF, but starting only in 2007/08, with carry-through amounts in 2007/08 and 2008/09. This was further supplemented with additional amounts of R7.6 million, R8 million and R8.4 million allocated over the 2008/09 MTEF. Included in the R7.6 million for 2008/09 is an amount of R1 million to enable the department to conduct a comprehensive facilities' audit to take stock of the existing facilities in the province, so that refurbishment and renovation plans can be put in place.

The department is in the process of aligning its operations in accordance with the district municipal areas. To assist the department with the establishment of district offices, amounts of R10 million and R15 million were allocated for 2007/08 and 2009/10, respectively. Included in these amounts are allocations for additional support staff to be employed. The carry-through cost of the 2007/08 allocation for the 2008/09 MTEF for the setting up of two district offices was addressed in the 2008/09 budget process, and amounts of R7.5 million, R7.9 million and R8.3 million were allocated to the department over the 2008/09 MTEF.

The department also received additional funding amounting to R10 million, R12.5 million and R15 million for 2008/09, 2009/10, and 2010/11, respectively, for sport and recreation programmes. These sport and recreation programmes will target development within the priority codes including athletics, swimming, football, rugby, boxing, cricket, golf and netball, and the growth in existing programmes.

With the creation of district offices and the growth in the Mass Sport and Recreation Participation Programme, the department was allocated additional funding for personnel over the 2008/09 MTEF to cope with the expansion of its activities and programmes.

Finally, the department received additional allocations over the 2008/09 MTEF for the personnel inflationary adjustment in respect of the annual salary increase and the government's contribution towards the Government Employees Medical Scheme (GEMS).

### 5.3 Summary of programme and economic classification

The department has two programmes, namely Programme 1: Administration and Programme 2: Sport Co-ordination, which largely conform to the generic programme structure for the sector.

Consistent with its core function responsibilities, the bulk of the budget is allocated to Programme 2: Sport Co-ordination, while the support functions are catered for under Programme 1: Administration.

Table 16.4 and 16.5 provides a summary of the vote's expenditure and budgeted estimates over the seven-year period, by programme and by economic classification, respectively.

**Table 16.4: Summary of payments and estimates by programme**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
1. Administration	5 132	18 174	27 369	35 347	34 583	34 583	39 338	56 246	59 576
2. Sport Co-ordination	32 253	77 043	86 197	125 830	128 194	128 194	176 154	210 793	225 553
<b>Total</b>	<b>37 385</b>	<b>95 217</b>	<b>113 566</b>	<b>161 177</b>	<b>162 777</b>	<b>162 777</b>	<b>215 492</b>	<b>267 039</b>	<b>285 129</b>

Note: Programme 1 includes MEC remuneration Salary: R590 459, Car allowance: R147 614

**Table 16.5: 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				2008/09	2009/10	2010/11
<b>Current payments</b>	<b>32 241</b>	<b>65 158</b>	<b>92 009</b>	<b>124 902</b>	<b>125 166</b>	<b>125 025</b>	<b>167 987</b>	<b>216 044</b>	<b>231 267</b>
Compensation of employees	9 071	19 131	33 898	50 982	43 957	43 806	70 924	82 040	85 723
Goods and services	23 170	46 027	58 111	73 920	81 209	81 219	97 063	134 004	145 544
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>4 538</b>	<b>28 473</b>	<b>19 056</b>	<b>28 373</b>	<b>29 211</b>	<b>29 211</b>	<b>32 462</b>	<b>35 126</b>	<b>37 197</b>
Local government	10	14 553	14 443	24 126	24 126	24 126	24 005	25 835	27 174
Non-profit institutions	4 528	10 912	4 229	4 221	4 881	4 881	8 429	9 261	9 991
Households	-	-	367	-	178	178	-	-	-
Other	-	3 008	17	26	26	26	28	30	32
<b>Payments for capital assets</b>	<b>606</b>	<b>1 586</b>	<b>2 501</b>	<b>7 902</b>	<b>8 400</b>	<b>8 541</b>	<b>15 043</b>	<b>15 869</b>	<b>16 665</b>
Buildings and other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390
Machinery and equipment	606	1 586	1 701	1 902	2 400	2 541	2 053	2 165	2 275
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>37 385</b>	<b>95 217</b>	<b>113 566</b>	<b>161 177</b>	<b>162 777</b>	<b>162 777</b>	<b>215 492</b>	<b>267 039</b>	<b>285 129</b>

The function of Sport and Recreation was previously a programme within the Department of Education and Culture until March 2004. This explains the low expenditure reflected in 2004/05, as the department was being set up. There has been a steady increase in the department's actual spending and budget over the seven-year period, which is appropriate for a newly created department.

The increase in the 2007/08 Adjusted Budget compared to the Main Budget, reflected mainly against Programme 2: Sport Co-ordination, relates to the additional funding allocated to the department for the 2007 SA Games and for financial assistance to Swimming South Africa for hosting the first leg of the FINA Swimming World Cup. Savings as a result of unfilled posts were also shifted from Programme 1: Administration to Programme 2: Sport Co-ordination during the 2007/08 Adjustments Estimate, to defray expenditure pressures against Programme 2.

An initial amount of R10 million was allocated to Programme 1: Administration in 2007/08 for the setting up of district offices in the Ugu and uThungulu District Municipalities. The increase reflected against the same programme in 2009/10 is due to a further amount of R15 million allocated to the department for more district offices.

With regard to Programme 2: Sport Co-ordination, the increase from 2006/07 to 2007/08 and over the 2008/09 MTEF is mainly due to additional funding allocated for the Mass Sport and Recreation Participation Programme conditional grant, the construction of sport and recreation facilities, the appointment of personnel and for major sporting events such as SA Games, Pro20 Cricket World Cup, Indigenous Games, Rural Horse Riding, etc.

The increase in the category *Compensation of employees* from 2005/06 to 2010/11 is reflective of the growth in the department's personnel in respect of permanent staff as per the organisational structure and volunteers employed under the conditional grant. The increase in 2008/09 against this category compared to the 2007/08 Adjusted Budget can be attributed to the additional funding of R12.3 million allocated for personnel in 2008/09 with carry-through costs over the 2008/09 MTEF, as well as increases in the number of volunteers employed under the conditional grant in 2008/09 and 2009/10.

The 2010/11 financial year reflects an increase of only 4.5 per cent against *Compensation of employees* compared to 2009/10. This is due to the fact that the amount payable to the volunteers has not been increased by the prescribed average salary increase of 5.1 per cent, as the payment to these volunteers is stipend and not salary based. Furthermore, the number of volunteers, having reached the optimal level, remains the same in 2009/10 and 2010/11.

*Goods and services* largely caters for facilitating and hosting sporting events and programmes, as well as operating and administrative costs such as office accommodation, cleaning, security, etc. The substantial increase in the conditional grants and the carry-through costs for the administration of the district offices are the major contributing factors for the increase in this category over the seven-year period.

The category *Transfers and subsidies to: Non-profit institutions* relates to payments made to sporting federations and other sporting bodies to assist with the promotion and development of sport and recreation. The 2005/06 Audited amount includes once-off expenditure for the hosting of the SA Games, and additional funding to cater for the increase in the number of requests from sporting organisations for financial assistance in that year. Over the 2008/09 MTEF period, the department has increased the budget to this category to cater for developmental programmes to be executed with the assistance of the federations, to ensure high performance athletes are identified from historically disadvantaged areas.

The once-off payment to the Professional Soccer Clubs in 2005/06 to build soccer in the province as a short term intervention is reflected against the category *Transfers and subsidies to: Other*.

The category *Transfers and subsidies to: Local government* is for the construction of new sport and recreation facilities, with the municipalities as implementing agents for these projects. The budget for 2008/09 has decreased in comparison to 2007/08, as an amount of R1.5 million was reprioritised to the category *Goods and services* for minor repairs to existing sport and recreation facilities.

The allocation by the department against the category *Buildings and other fixed structures*, which is for the provision of combination courts within schools and communities, has doubled in 2008/09 compared to 2007/08. The construction of these combination courts was a pilot programme in 2006/07 and proved to be successful in 2007/08 as they are being utilised effectively.

The fluctuations over the seven-year period against the category *Machinery and equipment* relates to the fact that the department uses a zero-based budgeting approach to estimate its capital requirement, which in turn is influenced by new staff appointments, new district offices and the replacement of assets, which are either obsolete, damaged or stolen.

## 5.4 Summary of expenditure and estimates by district municipal area

Table 16.6 provides a summary of spending (excluding administrative costs) by the department in each district municipality.

**Table 16.6: Summary of expenditure and estimates by district municipal area**

District Municipal Area	Outcome Audited	Estimated Actual	Medium-term estimates		
			2008/09	2009/10	2010/11
R000	2006/07	2007/08			
eThekwini	6 753	11 934	13 384	17 160	20 104
Ugu	1 082	2 583	11 285	15 169	16 012
uMgungundlovu	54 199	98 675	52 151	61 954	67 626
Uthukela	5 855	4 684	12 547	16 054	14 798
Umzinyathi	2 561	1 233	11 278	13 380	14 139
Amajuba	365	1 233	11 053	16 002	15 393
Zululand	7 383	5 074	12 034	13 913	16 303
Umkhanyakude	2 538	1 365	14 293	14 746	15 016
uThungulu	1 333	2 629	13 883	13 398	14 838
Ilembe	1 540	1 784	14 018	14 397	15 044
Sisonke	2 588	3 134	10 228	14 620	16 280
<b>Total</b>	<b>86 197</b>	<b>134 328</b>	<b>176 154</b>	<b>210 793</b>	<b>225 553</b>

The department currently has district offices in eThekwini, uMgungundlovu, Zululand and Uthukela. This partly explains the high expenditure and budgeted estimates against these district municipalities. The department is in the process of setting up district offices in Ugu and uThungulu in 2007/08. This explains the increase in estimated expenditure against these two district municipalities in 2007/08 and over the 2008/09 MTEF, compared to 2006/07. The department was also allocated additional funding in 2009/10 for further district offices in Umzinyathi, Umkhanyakude and Sisonke, which thus reflect high amounts in that year compared to the previous years.

The bulk of the spending for the five-year period under review is concentrated in the uMgungundlovu District Municipality. The department hosts various provincial and national events, which requires staff from all districts to assist. The participants for these events are from all district municipalities. These programmes, according to the department, are managed and co-ordinated centrally and, therefore, the expenditure has been allocated to the uMgungundlovu District Municipality, where the department's Head Office is based. Furthermore, the amounts reflected against uMgungundlovu also include the transfer payments that are made to non-profit institutions. These institutions are mostly based in eThekwini and uMgungundlovu, but operate throughout the province. It is very difficult for these institutions to report back to the department on their expenditure per district municipality, hence the full allocation of their budget to the eThekwini and uMgungundlovu District Municipalities.

The spending per district municipality fluctuates over the 2008/09 MTEF period. This is due to the fact that the construction of facilities (transfer payments to district and local municipalities) is not allocated equally across the 11 districts for any given year. The allocation for the construction of these facilities is based on the assessment of the needs of each district.

Also contributing to the fluctuation in the spending across the different district municipalities is the allocation of the department's Mass Sport and Recreation Participation Programme conditional grant to each district municipality, based on which schools and which hubs are targeted each year.

According to the department, there has been an improvement in the recording of expenditure at a district municipal level over the 2007/08 financial year, and this process is expected to improve substantially once the 11 district offices are fully operational. The total budgeted expenditure across all the district municipalities reflects very healthy growth over the period 2006/07 to 2010/11.

## 5.5 Summary of infrastructure expenditure and estimates

Table 16.7 below illustrates infrastructure spending over the seven-year period. The Department of Sport and Recreation fulfils its mandate for the provision of adequate sport and recreation facilities through the construction of new facilities on municipal property by making transfer payments to municipalities, the

construction of combination courts within schools and communities, which is managed directly by the department and, thirdly, through the repairs and maintenance of existing facilities.

**Table 16.7: Summary of infrastructure expenditure and estimates**

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							
Capital	-	14 500	15 225	30 126	30 126	30 126	36 995	39 539	41 564	
New construction	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390	
Rehabilitation/upgrading										
Other capital projects										
Infrastructure transfer	-	14 500	14 425	24 126	24 126	24 126	24 005	25 835	27 174	
Current	-	1 500	3 377	1 500	1 500	1 500	3 000	3 158	3 269	
Total	-	16 000	18 602	31 626	31 626	31 626	39 995	42 697	44 833	

The department uses municipalities as implementing agents for the construction of facilities. A Programme Implementation Agent (PIA) agreement is entered into between the department and the municipality to undertake the construction of the sport and recreation facility. Funds are only transferred to a municipality when all conditions have been met, as per the PIA agreement. A major part of the department's capital infrastructure budget is therefore reflected against the category *Infrastructure transfer*, which reflects a slight decrease from 2007/08 to 2008/09. This is attributed to the fact that the department has reprioritised an amount of R1.5 million over the 2008/09 MTEF from the budget for *Infrastructure transfer* to *Current* infrastructure. The category *Current* infrastructure, which caters for the payments and estimates associated with minor renovations and repairs to office buildings and sporting facilities, therefore reflects an increase in the allocated budget over the 2008/09 MTEF. Repairs to existing sport and recreation facilities were considered essential due to the poor condition of certain facilities. The high 2006/07 amount includes expenditure of a once-off nature associated with renovations undertaken at the Highway House and at the department's Head Office building in Pietermaritzburg.

The category *New construction* caters for the payments and estimates associated with the construction of combination courts at schools and communities. These facilities accommodate various codes of sport and are open to everyone in the community. They are mainly housed within school grounds to avoid vandalism. The budget allocated for the construction of these combination courts has doubled over the 2008/09 MTEF compared to 2007/08, in line with the department's attempt to match the needs of the schools and communities for the provision of appropriate facilities, and also considering the success achieved in 2007/08.

## 5.6 Transfers to other entities

Table 16.8 below indicates the transfer payments that the department makes to sporting organisations for the promotion and development of sport and recreation within the province. The department allocates amounts to sporting organisations only once they have met all requirements for the transfer payment to be effected. The department receives business plans from these organisations and, based on these, amounts are allocated for transfer payments. This process is done during the year and the amounts allocated to specific recipients are formalised during the Adjustments Estimate. This explains the unallocated amount in the 2007/08 Main Budget, which was subsequently allocated as part of the 2007/08 Adjusted Budget, as well as the amounts against *Unallocated* over the 2008/09 MTEF.

The high 2005/06 Audited amount relates to a once-off allocation for the hosting of the SA Games and for payment to the Professional Soccer Clubs. With regard to the 2008/09 MTEF, the shift in the department's focus to a developmental approach, which entails working more closely with the sport organisations and federations for the priority group A codes of sport, explains the increase in transfer payments to these sport organisations and federations. As already mentioned, the priority group A codes of sport includes athletics, swimming, football, rugby, boxing, cricket, golf and netball.

The line *Various other organisations* includes other non-profit institutions such as schools, sporting clubs, recreation clubs, etc., who assist the department in promoting sport and recreation in the province.

Table 16.8: 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
Departmental agencies - THETHA	-	8	17	26	26	26	28	30	32
Professional Soccer Clubs	-	3 000	-	-	-	-	-	-	-
DISSA	-	-	350	-	212	212	-	-	-
KZN Academy of Sport	728	-	995	-	550	550	-	-	-
KZN Rugby Union	-	173	175	-	380	380	-	-	-
KZN Amateur Boxing Organisation	-	69	250	-	145	145	-	-	-
KZN Cycling Union	-	-	-	-	50	50	-	-	-
KZN Cricket Union	-	-	483	-	245	245	-	-	-
KZN Gymnastics	-	164	602	-	180	180	-	-	-
eThekweni Municipality - SA Games	-	4 750	-	-	-	-	-	-	-
KZN Netball Association	-	100	-	-	-	-	-	-	-
KZN Aquatics	-	542	315	-	450	450	-	-	-
SAFA - KZN	-	1 047	-	-	-	-	-	-	-
KZN Athletics	-	314	313	-	480	480	-	-	-
KZN Canoe Union	-	30	120	-	100	100	-	-	-
KZN Surfing	-	155	-	-	175	175	-	-	-
KZN Volleyball	-	553	100	-	100	100	-	-	-
KZN Table Tennis	-	37	-	-	100	100	-	-	-
KZN Golf Union	-	50	-	-	150	150	-	-	-
University of KZN	-	100	-	-	-	-	-	-	-
KZN Inland Cricket Union	-	250	-	-	-	-	-	-	-
Sports Commission	750	-	-	-	-	-	-	-	-
Kwanaloga	500	-	-	-	-	-	-	-	-
United School Sport Association of South Africa	610	-	-	-	-	-	-	-	-
Various other organisations	1 940	2 578	526	-	1 564	1 564	-	-	-
Unallocated	-	-	-	4 221	-	-	8 429	9 261	9 991
<b>Total</b>	<b>4 528</b>	<b>13 920</b>	<b>4 246</b>	<b>4 247</b>	<b>4 907</b>	<b>4 907</b>	<b>8 457</b>	<b>9 291</b>	<b>10 023</b>

## 5.7 Transfers to local government

Table 16.9 below indicates transfers made to local government. Details of the amounts reflected per municipality are reflected in *Annexure – Vote 16: Sport and Recreation*.

Table 16.9: 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	10	53	18	-	-	-	-	-	-
Category B	-	-	2 400	-	9 355	9 355	1 195	-	-
Category C	-	14 500	12 025	-	14 771	14 771	15 505	-	-
Unallocated/Unclassified	-	-	-	24 126	-	-	7 305	25 835	27 174
<b>Total</b>	<b>10</b>	<b>14 553</b>	<b>14 443</b>	<b>24 126</b>	<b>24 126</b>	<b>24 126</b>	<b>24 005</b>	<b>25 835</b>	<b>27 174</b>

Two types of transfers are included in the table above. Category A caters for the Regional Service Council Levy, which was discontinued during 2006/07 in line with new legislation. Categories B and C, comprising the bulk of the amounts reflected in the table, cater for transfer payments made to local and district municipalities as implementing agents for the construction of sport and recreation facilities. The increase in 2007/08 relates to the additional funding allocated to the department for the construction of facilities. The slight decrease from 2007/08 to 2008/09, as mentioned above, can be attributed to the fact that the department has reprioritised an amount of R1.5 million over the 2008/09 MTEF from the transfer payments to local government, to current maintenance undertaken by the department.

The current transfer payments earmarked for certain local and district municipalities in 2008/09 are based on the current status of the construction of facilities in these districts. Due to the nature of the construction, as mentioned above, some of these projects are rolled out over two financial years. For the 2009/10 and 2010/11 financial years, the funding is reflected against *Unallocated/Unclassified*. A comprehensive facilities audit will be conducted in 2008/09, and the results of the audit will be used by the department to allocate funding to individual municipalities more accurately in the future.

## 6. Programme description

The services rendered by this department are categorised under 2 programmes, namely Programme 1: Administration and Programme 2: Sport Co-ordination. The expenditure and budgeted estimates for each of these programmes are summarised in terms of economic classification below, details of which are presented in *Annexure – Vote 16: Sport and Recreation*.

### 6.1 Programme 1: Administration

The purpose of this programme is to provide overall management of the department. The programme consists of four sub-programmes – Office of the MEC, Head of Department, Financial Management and Corporate Services.

The programme's aims include policy formulation by the MEC and by the department's management, organising the department, managing its human resources and financial management, determining policies and procedures and exercising control through head office and district offices.

Tables 16.10 and 16.11 below summarise payments and estimates relating to this programme, for the financial years 2004/05 to 2010/11.

**Table 16.10: Summary of payments and estimates - Programme 1: Administration**

Table 10.10: Summary of payments and estimates – Programme 7: 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	3 352	4 759	4 773	4 970	4 970	4 970	5 496	5 871	6 262
Head of Department	217	1 931	1 776	3 160	2 760	2 760	3 680	3 933	4 190
Financial Management	458	2 988	3 870	5 624	5 860	5 860	6 950	7 448	7 949
Corporate Services	1 105	8 496	16 950	21 593	20 993	20 993	23 212	38 994	41 175
Total	5 132	18 174	27 369	35 347	34 583	34 583	39 338	56 246	59 576

**Table 16.11: Summary of payments and estimates by economic classification - Programme 1: Administration**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10	2010/11
Current payments	4 644	17 064	25 972	33 419	32 127	32 127	37 257	54 051	57 269	
Compensation of employees	2 400	8 489	12 129	17 792	14 224	14 073	19 987	21 538	23 132	
Goods and services	2 244	8 575	13 843	15 627	17 903	18 054	17 270	32 513	34 137	
Other	-	-	-	-	-	-	-	-	-	
Transfers and subsidies to:	4	35	26	26	56	56	28	30	32	
Local government	4	27	9	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	-	-	
Households	-	-	-	-	30	30	-	-	-	
Other	-	8	17	26	26	26	28	30	32	
Payments for capital assets	484	1 075	1 371	1 902	2 400	2 400	2 053	2 165	2 275	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	484	1 075	1 371	1 902	2 400	2 400	2 053	2 165	2 275	
Other	-	-	-	-	-	-	-	-	-	
Total	5 132	18 174	27 369	35 347	34 583	34 583	39 338	56 246	59 576	

The sub-programme: Head of Department reflects an increase from the 2007/08 Adjusted Budget to 2008/09. This is mainly due to the provision made for additional executive support to the Head of Department and for the appointment of a security officer.

The significant increase noted against the sub-programme: Corporate Services and the category *Goods and services* in 2009/10 is due to the additional funding allocated for the establishment of district offices.

During the 2007/08 Adjustments Estimate, savings from the category *Compensation of employees*, due to the non-filling of funded vacant posts for a major part of the year, was shifted to the category *Goods and services* for the appointment of consultants and contract staff to address the skills shortages. This explains the decrease reflected against *Compensation of employees* as well as the increase reflected against *Goods*

*and services* in the 2007/08 Adjusted Budget, compared to the 2007/08 Main Budget. Similarly, the increase noted against *Compensation of employees* and the decrease reflected against *Goods and services* in 2008/09, compared to the 2007/08 Adjusted Budget, are directly linked to the virement of funds between these two categories in the 2007/08 Adjustments Estimate, as mentioned above.

The increase in the 2007/08 Adjusted Budget against *Machinery and equipment* is related to funds shifted to this category for the replacement of equipment, upgrading of IT equipment and the provision of security for office buildings and vehicles.

## **6.2 Programme 2: Sport Co-ordination**

The purpose of this programme is to promote, develop, administer and fund sport in the Province of KwaZulu-Natal. It also ensures advancement of participation in sport and recreation, talent identification and the promotion of performance excellence.

Programme 2: Sport Co-ordination focuses on the following areas:

- Providing financial assistance to sport and recreation organisations for development programmes, provincial and national tournaments;
- Managing a number of annual sport and recreation functions;
- Hosting major provincial, national and international sports events;
- Promoting sport activities for targeted groups such as the disabled; senior citizens, youth and women;
- It's role in the Provincial Academy of Sport, which provides for the development of sport, including the identification of talent and the provision of education, training and sport science to athletes;
- Promoting mass participation;
- Promoting and developing community sport, junior sport and recreational activities; and
- Infrastructure development which encourages both job creation and development of sports facilities in different nodes in the province, targeting previously disadvantaged areas.

There are nine sub-programmes under this programme, with the following purposes:

- Junior Sport: To promote and develop sport among the youth;
- Community Sport: To promote and develop sport within the community;
- Sport Management: To provide strategic direction for the promotion and development of sport;
- Recreation: To promote recreational activities;
- Facilities: To facilitate the provision of new sport and recreation facilities and the repairs to existing sport and recreation facilities;
- Mass School Sport: To promote mass participation at a school level;
- Community Mass Participation: To promote mass participation within disadvantaged communities;
- Legacy: To create a legacy for sport and recreation; and
- World Cup 2010: To prepare the province for the 2010 Soccer World Cup.

Table 16.12 and 16.13 below reflect a summary of payments and estimates relating to this programme for the financial years 2004/05 to 2010/11.

**Table 16.12: Summary of payments and estimates - Programme 2: Sport Co-ordination**

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
Junior Sport	8 288	10 952	10 639	8 630	8 730	8 730	4 500	5 807	7 106
Community Sport	17 496	19 054	10 765	13 834	12 479	12 479	13 500	13 758	12 011
Sport Management	2 695	10 720	9 960	16 498	19 614	19 614	43 006	45 875	51 755
Recreation	2 427	8 990	7 521	8 485	9 285	9 285	4 500	5 637	6 930
Facilities	313	9 661	10 539	26 107	25 810	25 810	34 863	37 314	39 206
Mass School Sport	-	-	10 600	18 960	18 960	18 960	20 376	22 516	23 868
Community Mass Participation	1 034	2 670	10 700	16 316	16 316	16 316	22 040	23 462	24 870
Legacy	-	-	-	2 000	2 000	2 000	17 319	39 170	41 518
World Cup 2010	-	14 996	15 473	15 000	15 000	15 000	16 050	17 254	18 289
Total	32 253	77 043	86 197	125 830	128 194	128 194	176 154	210 793	225 553

**Table 16.13: Summary of payments and estimates by economic classification - Programme 2: Sport Co-ordination**

Table 10.10: Summary of payments and estimates by economic classification - Programme 2: Sport & Recreation										
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							
<b>Current payments</b>	<b>27 597</b>	<b>48 094</b>	<b>66 037</b>	<b>91 483</b>	<b>93 039</b>	<b>92 898</b>	<b>130 730</b>	<b>161 993</b>	<b>173 998</b>	
Compensation of employees	6 671	10 642	21 769	33 190	29 733	29 733	50 937	60 502	62 591	
Goods and services	20 926	37 452	44 268	58 293	63 306	63 165	79 793	101 491	111 407	
Other	-	-	-	-	-	-	-	-	-	
<b>Transfers and subsidies to:</b>	<b>4 534</b>	<b>28 438</b>	<b>19 030</b>	<b>28 347</b>	<b>29 155</b>	<b>29 155</b>	<b>32 434</b>	<b>35 096</b>	<b>37 165</b>	
Local government	6	14 526	14 434	24 126	24 126	24 126	24 005	25 835	27 174	
Non-profit institutions	4 528	10 912	4 229	4 221	4 881	4 881	8 429	9 261	9 991	
Households	-	-	367	-	148	148	-	-	-	
Other	-	3 000	-	-	-	-	-	-	-	
<b>Payments for capital assets</b>	<b>122</b>	<b>511</b>	<b>1 130</b>	<b>6 000</b>	<b>6 000</b>	<b>6 141</b>	<b>12 990</b>	<b>13 704</b>	<b>14 390</b>	
Buildings and other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390	
Machinery and equipment	122	511	330	-	-	141	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
<b>Total</b>	<b>32 253</b>	<b>77 043</b>	<b>86 197</b>	<b>125 830</b>	<b>128 194</b>	<b>128 194</b>	<b>176 154</b>	<b>210 793</b>	<b>225 553</b>	

There has been a significant increase in the level of funding allocated over the seven years under review to Programme 2: Sport Co-ordination, which houses the core function of the department.

In 2005/06, the sub-programme: Sport Management, which caters for the overall management of this programme, included a once-off amount for the hosting of the SA Games and for training and development. This explains the high expenditure reflected in 2005/06 against this sub-programme, as well as against *Transfers and subsidies to: Non-profit institutions*. The increase in the sub-programme from 2006/07 to the 2007/08 Main Budget relates to additional funding allocated in 2007/08 for major events. The 2007/08 budget of this sub-programme was further increased in the 2007/08 Adjustments Estimate with additional funding for the SA Games and for financial assistance towards the FINA Swimming World Cup, as well as funds shifted to this sub-programme to defray expenditure pressures.

It is also noted that the budget for the sub-programme: Sport Management increases more than two-fold from the 2007/08 Adjusted Budget to 2008/09. This can mainly be attributed to the fact that, as per the department's organisational structure, there will no longer be junior sport officers, recreation sports officers or community sports officers. Instead there will be sports promotion officers, and the salaries of all sport promotion officers will be catered for under this sub-programme. The sports promotion officers will be responsible for the co-ordination of all sport and recreation programmes to be implemented in the respective districts they are employed in. The budget for the sub-programmes: Junior Sport, Community Sport and Recreation has therefore been decreased accordingly in comparison to the 2007/08 Adjusted Budget, and the remaining budget for these three sub-programmes now only caters for expenditure against the category *Goods and services* for programme implementation. The effect of this change against the sub-programme: Community Sport is not evident, due to the fact that this sub-programme was decreased in the 2007/08 Adjustments Estimate and, furthermore, additional funding was allocated to this sub-programme in 2008/09 for high performance programmes.

The sub-programme: Community Sport reflects a less than inflationary increase in 2009/10 and a decrease in budgeted estimates in 2010/11. This, according to the department, is due to the fact that this sub-programme will be sufficiently funded by 2009/10. The department has thus shifted funds from the sub-programme: Community Sport to the sub-programmes: Junior Sport and Recreation in an attempt to ensure that all sub-programmes have a more equitable distribution of the budget. This explains the notable increase against the sub-programmes: Junior Sport and Recreation in 2009/10 and 2010/11.

The substantial funding allocated to the department over the 2008/09 MTEF for the Mass Sport and Recreation Participation Programme conditional grant is reflected against the three sub-programmes: Mass School Sport, Community Mass Participation and Legacy. These sub-programmes were created to ensure that there is improved monitoring of expenditure and service delivery in respect of the conditional grant. The increase in the grant allocation is also reflected against *Goods and services* and against *Compensation of employees* for the payments of volunteers employed under the grant. As mentioned above, due to the number of volunteers and their salaries being kept constant from 2009/10 to 2010/11, the category *Compensation of employees* increases by less than inflation in the last year of the 2008/09 MTEF.

It should be noted that the allocation of the Mass Sport and Recreation Participation Programme conditional grant is prescribed by the National Department of Sport and Recreation. The substantial allocation to the sub-programme: Legacy over the 2008/09 MTEF period, compared to its share of the total grant in 2007/08, is in line with the National objective of creating a legacy through the setting up of clubs to further develop the different codes of sports.

The increase reflected against the sub-programme: Facilities from 2006/07 to 2007/08, as well as from 2007/08 to 2008/09, is due to additional funding allocated to the department over the 2006/07 and 2008/09 MTEF for the construction of sport and recreation facilities. This also explains the increase against the categories *Transfers and subsidies to: Local government*, and *Buildings and other fixed structures* for the construction of combination courts, as mentioned above.

The increase noted against the category *Transfers and subsidies to: Non-profit institutions* and the decrease against the category *Transfers and subsidies to: Local government* in 2008/09 were explained in detail under Section 5.3: Summary of programme and economic classification as well as under Section 5.6: Transfers to other entities and Section 5.7: Transfers to Local government, respectively.

Finally, the department was allocated an amount of R15 million for the 2005/06 MTEF for the preparation for the 2010 Soccer World Cup. This amount has since been carried through over the 2006/07, 2007/08 and now over the 2008/09 MTEF. The expenditure and budget estimates for the 2010 Soccer World Cup, which were previously included under the sub-programme: Sport Management, are now reflected against the newly created sub-programme: World Cup 2010. This is expected to improve monitoring of expenditure and service delivery in respect of this specific allocation. The key deliverables identified to be addressed over the period 1 April 2005 to 31 March 2010 are the formation of structures, provision of appropriate facilities, player development, capacity building, and provision of equipment.

## **Service delivery measures – Programme 2: Sport Co-ordination**

Table 16.14 illustrates the main service delivery measures relevant to Programme 2. In the development of service delivery measures, every attempt was made to align the measures with the generic measures for the sports and recreation sector. The generic measures that were considered to be relevant have been incorporated in the department's 2008/09 Annual Performance Plan, and are reflected below.

As mentioned, in 2008/09, the department's focus will be more on a developmental approach, which will entail working closely with federations for development programmes, targeting high performance athletes, talent identification and capacity building for coaches, administrators, technical officials and volunteers. Over the last three years, the department implemented similar programmes within Junior Sport and Community Sport, with some overlapping of functions across the two sub-programmes. With

the move towards a developmental approach, functions will be aligned to codes of sport, instead of age group of participants. The funding for Junior Sport now represents only specific programmes for juniors to participate at provincial, national and international programmes. The programmes previously under Junior Sport will now be implemented under Community Sport. This explains the major decrease reflected against some of the targets for Junior Sport and the increase against Community Sport. The other performance measures and indicators were refined and were determined using a zero-based approach, looking at the average costing for programmes and alignment to the budget available.

**Table 16.14: Service delivery measures – Programme 2: Sport Co-ordination**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>1. Junior Sport</b>			
Organisation and participation in provincial, national and international junior sport competitions	• No. of provincial events	36	7
	• No. of national events	20	4
	• No. of international events	3	3
	• No. of participants at provincial and national events	160 000	10 000
	• No. of female participants	70 000	4 000
	• No. of disabled participants	3 000	200
	• No. of learners for international junior championship	20	6
	• No. of structures formed at district and provincial level	12	13
Implement high performance programmes for identified athletes	• No. of talented athletes identified that were taken into high performance structure/programme	700	700
Support and develop capacity building programmes	• No. of coaches trained	2 700	200
	• No. of technical officials trained	3 800	500
	• No. of administrators trained	2 100	300
<b>2. Community Sport</b>			
Support the establishment and functioning of appropriate structures and partnerships	• No. of provincial, district and local co-ordinating structures established	61	61
Support and develop capacity building programmes	• No. of sport administrators trained	2 200	2 300
	• No. of coaches trained	800	2 150
	• No. of technical officials trained	1 000	1 600
	• No. of volunteers trained	2 200	1 100
Implement high performance programmes for identified athletes	• No. of athletes supported through high performance programmes	500	236
Development programmes for various codes of sport, targeting previously disadvantaged communities	• No. of priority group A& B codes	n/a	19
	• No. of minor group codes	n/a	5
	• No. of programmes	n/a	3
	• No. of athletes	n/a	22 000
Increase participation by developing and implementing targeted programmes	• No. of participants	160 000	300 000
	• No. of woman participants	60 000	100 000
	• No. of disabled participants	3 700	6 000
	• No. of youth participants	120 000	150 000
<b>3. Recreation</b>			
Increase participation by developing and implementing targeted programmes in partnership with relevant stakeholders	• No. of on-going programmes	7	6
	• No. of participants	315 000	300 000
	• No. of festivals presented	61	45
	• No. of programmes sites established	28	184
	• No. of formalised partnerships	5	6
Facilitate formation of viable and self sustainable recreation structures and organisations	• No. of recreational structures formed	n/a	12
	• No. of registered programme volunteer leaders	n/a	300
	• No. of recreation clubs/structures supported	61	305
Support and develop capacity building programmes	• No. of trained recreation leaders	61	915
<b>4. Facilities</b>			
Facilitate the establishment of appropriate structures	• No. of structures established	17	17
	• No. of trained individuals to monitor the construction and management of facilities	161	133
Facilitate the building, upgrading & renovation of facilities	• No. of new facilities constructed through implementing agents	17	17
	• No. of new combination courts completed (07/08 reported under World Cup 2010)	-	30
	• No. of facilities upgraded and renovated	6	7
	• Completion of a facilities audit	n/a	1

**Table 16.14: Service delivery measures – Programme 2: Sport Co-ordination**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
Provide support for the maintenance of the facilities	<ul style="list-style-type: none"> <li>No. of municipalities that received equipment for maintenance</li> <li>No. of municipalities receiving grants for operation and maintenance for the 1<sup>st</sup> year</li> </ul>	17 n/a	17 17
<b>5. Mass School Sport</b>			
Promote mass participation programmes in the schools that encourage healthy lifestyle and well-being	<ul style="list-style-type: none"> <li>No. of clusters involved</li> <li>No. of schools involved</li> <li>No. of administrators trained</li> <li>No. of educators/volunteers trained</li> <li>No of learners involved in the programme</li> <li>No. of female participants</li> <li>No. of disabled participants</li> <li>No. of jobs created</li> <li>No. of festivals</li> <li>No. of leagues</li> </ul>	18 321 172 1 926 150 000 50 000 300 341 54 n/a	27 483 171 - 200 000 70 000 400 514 81 162
<b>6. Community Mass Participation</b>			
Promote mass participation programmes in the communities to encourage healthy lifestyle and well-being	<ul style="list-style-type: none"> <li>No. of organised events</li> <li>No of administrators trained</li> <li>No. of clubs and groups formed</li> <li>No. of trained activity co-ordinators</li> <li>No. of municipalities empowered to run programmes</li> <li>No. of participants</li> <li>No. of hubs created</li> <li>No. of jobs created</li> </ul>	61 610 61 610 30 600 000 61 610	85 200 40 200 61 700 000 85 850
<b>7. Legacy</b>			
To promote club development	<ul style="list-style-type: none"> <li>No. of Sport Administrators/Managers trained</li> <li>No. of coaches trained</li> <li>No. of referees trained</li> <li>No. of new clubs formed</li> <li>No. of existing clubs supported</li> </ul>	80 80 80 80 n/a	80 80 80 40 80
Hosting of the Provincial Mass Participation Games	<ul style="list-style-type: none"> <li>No. of participants</li> </ul>	n/a	400
Hosting of the Provincial School Sport Mass Participation Games	<ul style="list-style-type: none"> <li>No. of participants</li> </ul>	n/a	200
Hosting of the Provincial Club Development Games	<ul style="list-style-type: none"> <li>No. of participants</li> </ul>	n/a	200
Hosting of the Provincial Development Games	<ul style="list-style-type: none"> <li>No. of participants</li> </ul>	n/a	5 000
Promote high performance	<ul style="list-style-type: none"> <li>Feasibility study for the establishment of a Sport Academy</li> <li>Establishment of a Sport Academy</li> </ul>	n/a n/a	1 1
Promote the economic viability of sport	<ul style="list-style-type: none"> <li>Feasibility study for the establishment of sports goods industry</li> <li>Establishment of the sports' goods industry</li> </ul>	n/a n/a	1 1
<b>8. World Cup 2010</b>			
To assist SAFA with the formation of district & regional squads for all SAFA age groups	<ul style="list-style-type: none"> <li>No. of membership at all SAFA leagues</li> </ul>	11	22
Preparation and presentation of youth and senior teams from all SAFA regions to participate in SA Games and all major SAFA competitions	<ul style="list-style-type: none"> <li>No. of clubs formed</li> <li>No. of leagues established</li> <li>No. of players participating</li> <li>No. of players selected for high performance</li> <li>No. of disabled participants</li> </ul>	50 11 1 000 36 50	60 22 1 500 72 100
Support capacity building programmes	<ul style="list-style-type: none"> <li>No. of coaches trained</li> <li>No. of referees trained</li> <li>No. of administrators trained</li> </ul>	160 330 120	100 400 330
Provision of equipment to SAFA district offices	<ul style="list-style-type: none"> <li>No. of equipments kits purchased for SAFA district offices</li> </ul>	100	120
Facilitate the building, upgrading & renovation of facilities	<ul style="list-style-type: none"> <li>No. of new combination courts and action soccer courts completed</li> <li>No. of facilities upgraded and renovated</li> </ul>	33 6	20 7

## 7. Other programme information

### 7.1 Personnel numbers and costs

Table 16.15 below illustrates the personnel numbers and estimates pertaining to the department.

**Table 16.15: Personnel numbers and costs by 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	20	60	50	81	84	84	84
2. Sport Co-ordination - Permanent & contract	49	61	69	81	121	121	121
2. Sport Co-ordination - Volunteers	-	30	1 030	920	1 435	1 886	1 886
<b>Total</b>	<b>69</b>	<b>151</b>	<b>1 149</b>	<b>1 082</b>	<b>1 640</b>	<b>2 091</b>	<b>2 091</b>
Total personnel cost (R000)	9 071	19 131	33 898	43 806	70 924	82 040	85 723
Unit cost (R000)	131	127	30	40	43	39	41

The fairly sharp increases in the total personnel numbers from 31 March 2005 to 31 March 2011 are in line with the setting up of the newly created department, and the employment of volunteers under the conditional grants and who receive a stipend. These volunteers are paid through PERSAL and the expenditure is recorded against *Compensation of employees*. The decrease in the average unit cost from 2006/07 (as at 31 March 2007) is due to the large number of volunteers, as well as the significantly lower salaries paid to them.

Table 16.16 shows the breakdown of personnel in terms of the human resources and finance components. As this is a fairly new department, all attempts were made to fill critical support function posts in both components. The increase in the total personnel numbers in 2008/09 is in line with the increase in the support staff to be employed and for the establishment of district offices (full time workers), as well as a large number of volunteers employed under the conditional grant (contract workers).

**Table 16.16: Details of departmental personnel numbers and costs**

	Audited 2004/05	Audited 2005/06	Audited 2006/07	Main Budget 2007/08	Adjusted Budget 2007/08	Estimated actual 2007/08	Medium-term estimates		
							2008/09	2009/10	2010/11
<b>Total for department</b>									
Personnel numbers (head count)	69	151	1 149	1 017	1 082	1 082	1 640	2 091	2 091
Personnel cost (R000)	9 071	19 131	33 898	50 982	43 957	43 806	70 924	82 040	85 723
<b>Human resources component</b>									
Personnel numbers (head count)	-	-	10	14	12	12	12	12	12
Personnel cost (R000)	-	-	1 973	2 703	2 703	2 239	2 810	3 004	3 190
Head count as % of total for department	-	-	0.87	1.38	1.11	1.11	0.73	0.57	0.57
Personnel cost as % of total for department	-	-	5.82	5.30	6.15	5.11	3.96	3.66	3.72
<b>Finance component</b>									
Personnel numbers (head count)	-	16	17	20	20	20	26	26	26
Personnel cost (R000)	-	1 343	2 646	3 996	3 996	3 996	4 585	4 899	5 203
Head count as % of total for department	-	10.60	1.48	1.97	1.85	1.85	1.59	1.24	1.24
Personnel cost as % of total for department	-	7.02	7.81	7.84	9.09	9.12	6.46	5.97	6.07
<b>Full time workers</b>									
Personnel numbers (head count)	-	121	119	154	162	162	205	205	205
Personnel cost (R000)	-	18 065	25 948	37 424	37 424	37 273	47 895	51 344	55 027
Head count as % of total for department	-	80.13	10.36	15.14	14.97	14.97	12.50	9.80	9.80
Personnel cost as % of total for department	-	94.43	76.55	73.41	85.14	85.09	67.53	62.58	64.19
<b>Part-time workers</b>									
Personnel numbers (head count)	-	-	-	-	-	-	-	-	-
Personnel cost (R000)	-	-	-	-	-	-	-	-	-
Head count as % of total for department	-	-	-	-	-	-	-	-	-
Personnel cost as % of total for department	-	-	-	-	-	-	-	-	-
<b>Contract workers</b>									
Personnel numbers (head count)	-	30	1 030	863	920	920	1 435	1 886	1 886
Personnel cost (R000)	-	1 066	7 950	13 558	13 558	13 558	23 029	30 696	30 696
Head count as % of total for department	-	19.87	89.64	84.86	85.03	85.03	87.50	90.20	90.20
Personnel cost as % of total for department	-	5.57	23.45	26.59	30.84	30.95	32.47	37.42	35.81

## 7.2 Training

Table 16.17 reflects departmental expenditure on training per programme over the seven-year period for the administrative staff only. Training of staff is seen as an administrative function and, as such, the budget for training was moved to Programme 1: Administration.

**Table 16.17: Expenditure on training**

Outcome				Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
R000	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
1. Administration	-	267	245	525	330	330	348	867	910
2. Sport Co-ordination	203	-	-	-	-	-	-	-	-
Total	203	267	245	525	330	330	348	867	910

# ANNEXURE – TO VOTE 16: SPORT AND RECREATION

Table 16.A: Details of departmental receipts

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
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes									
Motor vehicle licenses									
Horseracing									
Other taxes									
<b>Non-tax receipts</b>	3	11	20	18	18	73	39	41	43
Sale of goods & services other than capital assets	3	11	20	18	18	73	39	41	43
Sales of goods & services produced by depts.	3	11	20	18	18	73	39	41	43
Sales by market establishments	3	11	20	18	18	73	39	41	43
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	-	-	-	-	-	-	-	-	-
Interest									
Dividends									
Rent on land									
<b>Transfers received from:</b>	-	-	-	-	-	-	-	-	-
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
<b>Sales of capital assets</b>	-	-	-	-	-	-	-	-	-
Land and subsoil assets									
Other capital assets									
<b>Financial transactions</b>	-	2	740	-	-	13	-	-	-
<b>Total</b>	3	13	760	18	18	86	39	41	43

Table 16.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
<b>Current payments</b>	<b>32 241</b>	<b>65 158</b>	<b>92 009</b>	<b>124 902</b>	<b>125 166</b>	<b>125 025</b>	<b>167 987</b>	<b>216 044</b>	<b>231 267</b>
Compensation of employees	9 071	19 131	33 898	50 982	43 957	43 806	70 924	82 040	85 723
Salaries and wages	7 435	16 587	27 785	45 303	40 053	39 902	63 477	73 984	77 015
Social contributions	1 636	2 544	6 113	5 679	3 904	3 904	7 447	8 056	8 708
Goods and services	23 170	46 027	58 111	73 920	81 209	81 219	97 063	134 004	145 544
of which									
Subsistence and travel incl. sub vehicles	-	3 001	3 888	5 211	5 818	5 818	9 189	9 894	10 389
Events & programmes incl. hiring & catering	-	33 522	38 890	54 551	53 946	61 471	64 590	83 063	92 058
Rental of buildings & ass. operating costs	-	889	5 066	7 644	3 791	3 791	6 877	14 955	15 703
Training	203	267	2 121	525	3 941	3 941	6 176	8 016	8 416
Other	22 967	8 348	8 146	5 989	13 714	13 714	10 231	18 076	18 978
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>4 538</b>	<b>28 473</b>	<b>19 056</b>	<b>28 373</b>	<b>29 211</b>	<b>29 211</b>	<b>32 462</b>	<b>35 126</b>	<b>37 197</b>
Local government	10	14 553	14 443	24 126	24 126	24 126	24 005	25 835	27 174
Municipalities	10	14 553	14 434	24 126	24 126	24 126	24 005	25 835	27 174
Municipal agencies and funds	-	-	9	-	-	-	-	-	-
Departmental agencies and accounts	-	8	17	26	26	26	28	30	32
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	8	17	26	26	26	28	30	32
Public corporations and private enterprises	-	3 000	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	3 000	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	3 000	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-	-	-
Non-profit institutions	4 528	10 912	4 229	4 221	4 881	4 881	8 429	9 261	9 991
Households	-	-	367	-	178	178	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	367	-	178	178	-	-	-
<b>Payments for capital assets</b>	<b>606</b>	<b>1 586</b>	<b>2 501</b>	<b>7 902</b>	<b>8 400</b>	<b>8 541</b>	<b>15 043</b>	<b>15 869</b>	<b>16 665</b>
Buildings and other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390
Machinery and equipment	606	1 586	1 701	1 902	2 400	2 541	2 053	2 165	2 275
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	606	1 586	1 701	1 902	2 400	2 541	2 053	2 165	2 275
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>37 385</b>	<b>95 217</b>	<b>113 566</b>	<b>161 177</b>	<b>162 777</b>	<b>162 777</b>	<b>215 492</b>	<b>267 039</b>	<b>285 129</b>

Table 16.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
<b>Current payments</b>	<b>4 644</b>	<b>17 064</b>	<b>25 972</b>	<b>33 419</b>	<b>32 127</b>	<b>32 127</b>	<b>37 257</b>	<b>54 051</b>	<b>57 269</b>
Compensation of employees	2 400	8 489	12 129	17 792	14 224	14 073	19 987	21 538	23 132
Salaries and wages	1 967	7 253	9 942	15 363	12 314	12 163	17 078	18 384	19 715
Social contributions	433	1 236	2 187	2 429	1 910	1 910	2 909	3 154	3 417
Goods and services	2 244	8 575	13 843	15 627	17 903	18 054	17 270	32 513	34 137
of which									
Subsistence & Travel incl. sub vehicles	-	1 203	1 475	2 416	1 774	1 774	1 916	2 221	2 332
Training courses & seminars	-	267	355	525	330	330	348	867	910
Rental of buildings and associated costs	-	889	5 067	7 644	3 791	3 791	6 877	14 955	15 703
Other	2 244	5 845	6 946	5 042	12 008	12 159	8 129	14 470	15 192
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>4</b>	<b>35</b>	<b>26</b>	<b>26</b>	<b>56</b>	<b>56</b>	<b>28</b>	<b>30</b>	<b>32</b>
Local government	4	27	9	-	-	-	-	-	-
Municipalities	4	27	9	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	8	17	26	26	26	28	30	32
Social security funds									
Entities receiving funds	-	8	17	26	26	26	28	30	32
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	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	30	30	-	-	-
Social benefits									
Other transfers to households	-	-	-	-	30	30	-	-	-
<b>Payments for capital assets</b>	<b>484</b>	<b>1 075</b>	<b>1 371</b>	<b>1 902</b>	<b>2 400</b>	<b>2 400</b>	<b>2 053</b>	<b>2 165</b>	<b>2 275</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	484	1 075	1 371	1 902	2 400	2 400	2 053	2 165	2 275
Transport equipment									
Other machinery and equipment	484	1 075	1 371	1 902	2 400	2 400	2 053	2 165	2 275
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total</b>	<b>5 132</b>	<b>18 174</b>	<b>27 369</b>	<b>35 347</b>	<b>34 583</b>	<b>34 583</b>	<b>39 338</b>	<b>56 246</b>	<b>59 576</b>

Table 16.D: Details of payments and estimates by economic classification - Programme 2: Sport Co-ordination

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
<b>Current payments</b>	<b>27 597</b>	<b>48 094</b>	<b>66 037</b>	<b>91 483</b>	<b>93 039</b>	<b>92 898</b>	<b>130 730</b>	<b>161 993</b>	<b>173 998</b>
Compensation of employees	6 671	10 642	21 769	33 190	29 733	29 733	50 937	60 502	62 591
Salaries and wages	5 468	9 334	17 843	29 940	27 739	27 739	46 399	55 600	57 300
Social contributions	1 203	1 308	3 926	3 250	1 994	1 994	4 538	4 902	5 291
Goods and services	20 926	37 452	44 268	58 293	63 306	63 165	79 793	101 491	111 407
of which									
Events & programmes incl. catering & hiring	-	33 151	38 890	54 551	53 945	53 945	64 590	83 063	92 058
Training courses & seminars	203	-	1 766	-	3 611	3 611	5 828	7 149	7 506
Subsistence and Transport	-	1 798	2 413	2 795	4 044	4 044	7 273	7 673	8 057
Other	20 723	2 503	1 199	947	1 706	1 565	2 102	3 606	3 786
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>4 534</b>	<b>28 438</b>	<b>19 030</b>	<b>28 347</b>	<b>29 155</b>	<b>29 155</b>	<b>32 434</b>	<b>35 096</b>	<b>37 165</b>
Local government	6	14 526	14 434	24 126	24 126	24 126	24 005	25 835	27 174
Municipalities	6	14 526	14 425	24 126	24 126	24 126	24 005	25 835	27 174
Municipal agencies and funds	-	-	9	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	3 000	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	3 000	-	-	-	-	-	-	-
Subsidies on production									
Other transfers	-	3 000	-	-	-	-	-	-	-
Foreign governments & international organisations									
Non-profit institutions	4 528	10 912	4 229	4 221	4 881	4 881	8 429	9 261	9 991
Households	-	-	367	-	148	148	-	-	-
Social benefits									
Other transfers to households	-	-	367	-	148	148	-	-	-
<b>Payments for capital assets</b>	<b>122</b>	<b>511</b>	<b>1 130</b>	<b>6 000</b>	<b>6 000</b>	<b>6 141</b>	<b>12 990</b>	<b>13 704</b>	<b>14 390</b>
Buildings and other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390
Buildings									
Other fixed structures	-	-	800	6 000	6 000	6 000	12 990	13 704	14 390
Machinery and equipment	122	511	330	-	-	141	-	-	-
Transport equipment									
Other machinery and equipment	122	511	330	-	-	141	-	-	-
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total</b>	<b>32 253</b>	<b>77 043</b>	<b>86 197</b>	<b>125 830</b>	<b>128 194</b>	<b>128 194</b>	<b>176 154</b>	<b>210 793</b>	<b>225 553</b>

Table 16.E: Details of expense on infrastructure

Type of Infrastructure	Programme	Number of projects	Total costs *	Medium-term estimates		
				2008/09	2009/10	2010/11
<b>Capital</b>		<b>76</b>	<b>118 098</b>	<b>36 995</b>	<b>39 539</b>	<b>41 564</b>
New construction		60	41 084	12 990	13 704	14 390
Sport facilities in rural areas	2	60	41 084	12 990	13 704	14 390
Rehabilitation		-	-	-	-	-
Other capital projects		-	-	-	-	-
Infrastructure transfers		16	77 014	24 005	25 835	27 174
Local government - Sport Facilities	2	16	77 014	24 005	25 835	27 174
<b>Current</b>		<b>-</b>	<b>9 427</b>	<b>3 000</b>	<b>3 158</b>	<b>3 269</b>
Maintenance	2	-	9 427	3 000	3 158	3 269
<b>Total</b>		<b>76</b>	<b>127 525</b>	<b>39 995</b>	<b>42 697</b>	<b>44 833</b>

\* 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 16.F: Summary of transfers to municipalities (RSCL and Infrastructure)**

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
<b>A eThekweni</b>	<b>10</b>	<b>53</b>	<b>18</b>	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	<b>1 350</b>	<b>725</b>	-	<b>1 725</b>	<b>1 725</b>	<b>1 400</b>	-	-
B KZ211 Vulamehlo	-	-	-	-	-	-	-	-	-
B KZ212 Umdoni	-	-	-	-	-	-	-	-	-
B KZ213 Umzumbe	-	-	-	-	-	-	-	-	-
B KZ214 uMuziwabantu	-	-	-	-	-	-	-	-	-
B KZ215 Ezingolweni	-	-	-	-	-	-	-	-	-
B KZ216 Hibiscus Coast	-	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	1 350	725	-	1 725	1 725	1 400	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	<b>713</b>	<b>638</b>	-	<b>3 326</b>	<b>3 326</b>	<b>1 300</b>	-	-
B KZ221 uMshwathi	-	-	-	-	-	-	-	-	-
B KZ222 uMngeni	-	-	-	-	-	-	-	-	-
B KZ223 Mpofana	-	-	-	-	-	-	-	-	-
B KZ224 Impendle	-	-	-	-	-	-	-	-	-
B KZ225 Msunduzi	-	-	-	-	-	-	-	-	-
B KZ226 Mkhambathini	-	-	-	-	800	800	500	-	-
B KZ227 Richmond	-	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	713	638	-	2 526	2 526	800	-	-
<b>Total: Uthukela Municipalities</b>	-	<b>1 300</b>	<b>1 175</b>	-	<b>2 025</b>	<b>2 025</b>	<b>1 400</b>	-	-
B KZ232 Emnambithi/Ladysmith	-	-	-	-	825	825	-	-	-
B KZ233 Indaka	-	-	-	-	-	-	-	-	-
B KZ234 Umtshezi	-	-	-	-	-	-	-	-	-
B KZ235 Okhahlamba	-	-	-	-	-	-	-	-	-
B KZ236 Imbabazane	-	-	-	-	-	-	-	-	-
C DC23 Uthukela District Municipality	-	1 300	1 175	-	1 200	1 200	1 400	-	-
<b>Total: Umzinyathi Municipalities</b>	-	<b>1 387</b>	<b>2 262</b>	-	<b>3 400</b>	<b>3 400</b>	<b>1 400</b>	-	-
B KZ241 Endumeni	-	-	-	-	-	-	-	-	-
B KZ242 Nguthu	-	-	-	-	-	-	-	-	-
B KZ244 Msinga	-	-	-	-	-	-	-	-	-
B KZ245 Umvoti	-	-	-	-	-	-	-	-	-
C DC24 Umzinyathi District Municipality	-	1 387	2 262	-	3 400	3 400	1 400	-	-
<b>Total: Amajuba Municipalities</b>	-	<b>1 580</b>	<b>250</b>	-	<b>750</b>	<b>750</b>	<b>1 300</b>	-	-
B KZ252 Newcastle	-	-	-	-	-	-	-	-	-
B KZ253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZ254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	1 580	250	-	750	750	1 300	-	-
<b>Total: Zululand Municipalities</b>	-	<b>3 420</b>	<b>2 100</b>	-	<b>920</b>	<b>920</b>	<b>1 400</b>	-	-
B KZ261 eDumbe	-	-	-	-	-	-	-	-	-
B KZ262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZ263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZ265 Nongoma	-	-	-	-	-	-	-	-	-
B KZ266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	3 420	2 100	-	920	920	1 400	-	-
<b>Total: Umkhanyakude Municipalities</b>	-	<b>2 025</b>	<b>2 400</b>	-	<b>2 775</b>	<b>2 775</b>	<b>1 100</b>	-	-
B KZ271 Umhlabyalingana	-	-	-	-	-	-	-	-	-
B KZ272 Jozini	-	-	-	-	1 125	1 125	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B KZ274 Hlabisa	-	-	-	-	900	900	-	-	-
B KZ275 Mtubatuba	-	-	-	-	-	-	-	-	-
C DC27 Umkhanyakude District Municipality	-	2 025	2 400	-	750	750	1 100	-	-
<b>Total: uThungulu Municipalities</b>	-	<b>1 875</b>	<b>1 125</b>	-	<b>3 300</b>	<b>3 300</b>	<b>3 300</b>	-	-
B KZ281 Mbonambi	-	-	-	-	800	800	500	-	-
B KZ282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZ283 Ntambanana	-	-	-	-	-	-	-	-	-
B KZ284 Umlalazi	-	-	-	-	-	-	-	-	-
B KZ285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZ286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 uThungulu District Municipality	-	1 875	1 125	-	2 500	2 500	2 800	-	-
<b>Total: Ilembe Municipalities</b>	-	<b>850</b>	<b>1 350</b>	-	<b>4 900</b>	<b>4 900</b>	<b>2 800</b>	-	-
B KZ291 Mandeni	-	-	-	-	2 100	2 100	-	-	-
B KZ292 KwaDukuza	-	-	-	-	-	-	-	-	-
B KZ293 Ndwedwe	-	-	-	-	1 800	1 800	-	-	-
B KZ294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 Ilembe District Municipality	-	850	1 350	-	1 000	1 000	2 800	-	-
<b>Total: Sisonke Municipalities</b>	-	-	<b>2 400</b>	-	<b>1 005</b>	<b>1 005</b>	<b>1 300</b>	-	-
B KZ5a1 Ingwe	-	-	-	-	-	-	-	-	-
B KZ5a2 Kwa Sani	-	-	-	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	-	-	-	-	1 005	1 005	195	-	-
B KZ5a5 Ubuhlebezwe	-	-	-	-	-	-	-	-	-
B KZ5a6 Umzimkhulu	-	-	2 400	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	-	-	-	-	-	1 105	-	-
<b>Unallocated</b>	-	-	-	<b>24 126</b>	-	-	<b>7 305</b>	<b>25 835</b>	<b>27 174</b>
<b>Total</b>	<b>10</b>	<b>14 553</b>	<b>14 443</b>	<b>24 126</b>	<b>24 126</b>	<b>24 126</b>	<b>24 005</b>	<b>25 835</b>	<b>27 174</b>

