

Department of Local Government

Vote 04

To be appropriated by Vote in 2009/10	R 414 775 000
Statutory amount	R 1 500 000
Responsible MEC	MEC of Local Government
Administrating Department	Department of Local Government
Accounting Officer	Deputy Director-General: Local Government

1. Overview

The Department of Local Government strives to achieve sustainable local governance.

1.1 Vision

Sustainable Local Governance.

1.2 Mission

Provision of provincial integrated support and monitoring framework for sustainable local government and traditional leadership towards a better life for all.

Main services that the department intends to deliver, with details of the quantity and the quality of service

The Department will strive to achieve sustainable local governance. These outcomes will be achieved through the successful implementation of the following strategic goals during this strategic plan period

The Key Deliverables of the Department for the financial year under review was greatly influenced by the introduction of the 5 Year Local Government Strategic Agenda.

The key deliverables of the Department are outlined as follows:

- Municipal Transformation and Institutional Development
- Basic Service Delivery and Infrastructure Development
- Local Economic Development
- Municipal Financial Management and Viability
- Public Participation and Good Governance

The Acts, rules and regulations

- The Public Service Act, 1994 (Proclamation No. 103 of 1994)
- The Public Finance Management Act, 1999 (Act No. 1 of 1999)
- The Promotion of Access to Information Act, 2000 (Act No. 2 of 2000)
- The Promotion of Administrative Justice Act, 2000 (Act No. 3 of 2000)
- The Promotion of Equality and Prevention of Unfair Discrimination Act, 2000 (Act No. 4 of 2000)
- The Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000)
- The Labour Relations Act, 1995 (Act No. 66 of 1995)
- The Skills Development Act of 1998 (Act No. 97 of 1998)
- The Employment Equity Act, 1998 (Act No. 55 of 1998)
- Supply Chain Management Regulations
- Affirmative Action Act
- The Public Finance Management Act (PFMA)
- Division of Revenue Act (DORA)
- Local Government: Municipal Systems Act
- Local Government: Municipal Structures Act
- Demarcation Act
- Municipal Finance Management Act

- Constitution of the Republic

3. Review of the current financial year (2008/09)

4.

The overall performance of Department rests on the Departmental key deliverables as outlined in the Annual Performance and Operational plans for the financial year 2008/09.

- The department continues to support and monitor Municipalities with the signing of employment and performance contracts agreements by all Senior Managers (section 57 managers) employed by Municipalities. The Department has noted an improvement in this regard where 72 of 124 Senior Managers signed their contracts within 90 days period as regulated in 2006.
- The Department has also assisted the three District Municipalities with the development of WATER BLUE PRINTS to promote the provision and accessibility of water services to all communities. 62 640KL of potable water was provided to 3 drought stricken municipalities as per the request of the Municipalities (Nkomazi, Mbombela and Marble Hall) and 4 boreholes drilled at Albert Luthuli.
- The renovation of 6 Multi-Purpose Centres continues to offer hope to the people of the province of accessing government services near to their place of habitat.
- The Department hosted three Local Economic Development summits in the three District Municipalities.
- The Department will continue to monitor, support and strengthen municipalities to effectively promote sound credit control and debt management policies.
- The Department facilitated the establishment of 365 Ward Committees and the Department will further roll-out a 'TRAIN A TRAINER PROGRAMME' that is aimed at improving the functionality of Ward Committees.
- The Department continues to capacitate Traditional Leaders on issues of financial management and governance.

3. Outlook for the coming financial year (2009/10)

The Department will continue:

- To render political, public relations / communication, parliamentary, secretarial, monitoring and administrative support to Departmental Directorates, Municipalities and external stakeholders.
- To render and provide Municipal Administration, Finance, public participation, capacity development, and Project Consolidate support.
- To co-ordinate Inter-governmental relations and support.
- To ensure efficient service delivery by Municipalities through the rendering of local government management services and encourage the involvement of communities and community organizations in all matters of local government (Disaster management, LED, IDP and PMS)
- To promote and facilitate viable and sustainable institutions of traditional leadership.

4. Receipts and financing

The following sources of funding are used for the Vote: 4

4.1 Summary of receipts

Table 4.1: Summary of receipts: Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Equitable share	146 997	141 443	120 792	237 851	324 551	284 600	316 714	345 293	337 544
Departmental receipts	696	4 152	6 900	7 377	7 377	7 377	98 061	83 858	104 248
Other			100 063						
Total receipts	147 693	145 595	227 755	245 229	331 929	291 978	414 775	429 151	441 792

4.2 Departmental receipts collection

Table 4.2: Departmental receipts: Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than	47	47	50	50	50	56	56	59	62
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	709	1 136	843	843	843	929	929	976	1 100
Sales of capital assets									
Financial transactions in assets and liabilities		46	46						
Total departmental receipts	756	1 229	939	893	893	985	985	1 035	1 162

5. Payment summary

5.1 Key assumptions

To provide for the functioning of the office of the MEC by rendering secretarial support, administrative, public relations/communication and parliament support.

To provide administration support to the department and municipalities, Legal services, Transversal, Security management, Research, policy and planning, Communications etc.

- Hands on project consolidate support programme
- MIG projects monitoring and support
- Construction of Disaster Management Centre
- Facilitation of Functional MPCCs
- Establish functional IGR structures as per legislation
- Strengthening the capacity of municipalities to enable them to fulfil their Constitutional and other legislative mandates.
- To promote informed municipal integrated planning, development and performance management system (IDP & PMS)
- To manage institutional administrative and financial framework of the traditional institutions
- To manage and register traditional land rights

5.2 Programme summary

Table 4.3: Summary of payments and estimates: Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Administration	35 179	30 895	32 420	47 161	53 161	50 090	123 893	127 978	132 676
Local Governance	38 094	49 770	61 241	86 459	88 959	99 135	141 944	147 480	149 641
Development and Planning	55 894	45 131	46 582	79 762	151 062	164 774	93 092	95 756	99 407
Traditional Institutional Manageme	18 526	19 800	36 843	31 847	38 747	41 084	55 846	57 937	60 068
Total payments and estimates:	147 693	145 596	177 086	245 229	331 929	355 083	414 775	429 151	441 792

5.3 Summary of economic classification

Table 4.4 Summary of departmental payments and estimates by economic classification:Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Current payments	91 111	106 305	158 615	187 720	259 120	292 595	317 874	347 736	373 914
Compensation of employees	41 100	70 981	95 535	115 165	123 429	123 322	196 202	210 053	215 434
Goods and services	50 011	35 324	63 080	72 555	135 691	169 273	121 673	137 683	158 480
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to:	9 052	7 604	6 286	3 000	4 600	3 010	5 900	6 490	7 080
Provinces and municipalities	7 667	5 416	3 061						
Departmental agencies and account									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions	559	2 087	2 820	3 000	4 600	3 010	5 900	6 490	7 080
Households	826	101	405						
Payments for capital assets	47 530	31 687	12 185	54 509	68 209	59 478	91 000	74 925	60 798
Buildings and other fixed structures	43 324	28 043	7 026	46 494	55 194	41 471	53 000	31 426	12 681
Machinery and equipment	4 206	3 644	5 159	7 175	12 175	18 007	38 000	43 499	48 117
Cultivated assets				840					
Software and other intangible asset					840				
Land and subsoil assets									
Total economic classification: (nam	147 693	145 596	177 086	245 229	331 929	355 083	414 775	429 151	441 792

5.4. Transfers

5.4.1 Transfers to local government

Table 4.5: Summary of departmental transfers to local governance by category

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Category B	7 290	5 414	3 216						
Total departmental transfers to loca	7 290	5 414	3 216						

6. Programme description

6.1 Programme 1: Administration

6.1.1 Description and objectives

This programme provides overall administrative support and management to the Local Governance, Traditional Institution and Development & Planning Programmes in accordance with the applicable Acts and policies of the department.

Strategic Objectives

- Provide for the functioning of the Office of the MEC by rendering secretarial support, administrative, public relations / communication and parliament support
- To provide administrative and corporate support to Department
- To provide corporate and operational support in terms of security management in the Department.
- Coordinate Departmental transversal issues.
- Rendering information management services
- Render human resources and support services to the Department.
- To provide Legal services to the Department.
- Render financial services to the Department.
- To provide researched and verifiable information for the Department.
- Improving the image and promoting the activities of the Department.

Table 4.6: Summary of payments and estimates: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Office of the MEC	2 947	3 473	3 413	3 995	4 945	4 241	6 495	6 642	6 970
Corporate Services	32 232	27 422	29 007	43 166	48 216	45 849	117 398	121 336	125 706
Total payments and estimates: (nar	35 179	30 895	32 420	47 161	53 161	50 090	123 893	127 978	132 676

Table 4.7: Summary of departmental payments and estimates by economic classification:Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Current payments	33 649	28 004	29 657	44 089	50 089	46 496	113 893	116 639	125 108
Compensation of employees	14 564	14 604	16 208	24 578	30 578	20 666	52 959	55 748	56 169
Goods and services	19 085	13 400	13 449	19 511	19 511	25 830	60 934	60 891	68 939
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to:	50	30	100			24			
Provinces and municipalities	41	11				24			
Departmental agencies and account									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	9	19	100						
Payments for capital assets	1 480	2 861	2 663	3 072	3 072	3 570	10 000	11 339	7 568
Buildings and other fixed structures	196	646	320				3 000	2 827	2 447
Machinery and equipment	1 284	2 215	2 343	3 072	3 072	3 570	7 000	8 512	5 121
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: (nam	35 179	30 895	32 420	47 161	53 161	50 090	123 893	127 978	132 676

6.2 Programme2: Local Governance

6.2.1 Description and objectives

- Strengthening the capacity of municipalities to enable them to fulfil their constitutional and other legislative mandate.

Strategic objectives

- To provide monitoring and support services to local government with a regulatory framework
- To monitor and support municipalities in the province on key focus areas for implementation
- Monitor and support municipalities towards achieving financial viability and sustainability
- To facilitate establishment and functioning of Ward Committees
- To effectively co-ordinate ISRDP at nodal points
- To coordinate and facilitate the implementation of CDW programme
- To facilitate the implementation of Integrated Government Relation

Table 4.8: Summary of payments and estimates: Local Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Office Support	2 095	1 049	1 589	2 181	2 181	1 622	3 242	4 321	4 543
Municipal Administration	20 030	12 463	11 340	15 374	17 874	27 879	7 823	8 765	9 000
Municipal Finance	7 041	5 601	5 139	7 022	7 022	7 785	6 903	7 850	8 000
Public Participation	8 928	30 657	43 173	61 882	61 882	61 849	115 737	116 874	117 975
Capacity Development							3 957	4 700	5 000
Municipal Performance Monitoring, Reporting and Evaluation							4 282	4 970	5 123
Total payments and estimates: (nar	38 094	49 770	61 241	86 459	88 959	99 135	141 944	147 480	149 641

Table 4.9: Summary of provincial payments and estimates by economic classification: Local Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Current payments	29 238	43 773	58 024	85 876	88 376	99 022	121 944	126 319	128 116
Compensation of employees	7 359	34 365	48 301	60 694	62 958	66 598	95 774	99 700	101 955
Goods and services	21 879	9 408	9 723	25 182	25 418	32 424	26 170	26 619	26 161
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to:	8 008	5 388	3 217			143			
Provinces and municipalities	7 516	5 388	3 061						
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	492		156			143			
Payments for capital assets	848	609		583	583	- 30	20 000	21 161	21 525
Buildings and other fixed structures									
Machinery and equipment	848	609		583	583	- 30	20 000	21 161	21 525
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: (	38 094	49 770	61 241	86 459	88 959	99 135	141 944	147 480	149 641

6.2.2 Service Delivery Measures

Programme / Subprogramme / Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
2.1 Municipal Administration			
Number of municipalities assessed and complying with relevant legislation	7	7	7
Number of municipalities with functional IGR structures	4	4	4
2.2 Municipal Finance			
Number of municipalities that are implementing MFMA	21	21	21
Number of municipalities supported with MFMA implementation	16	0	0
Number of municipalities that have achieved unqualified audits	16	0	0
Number of municipalities supported in AFS preparation	21	21	21
Number of municipalities submitted AFS by 31 August.	21	21	21
Number of municipalities that are implementing MPRA	21	21	21
Number of municipalities that are supported in MPRA implementation	21	21	21
Number of municipalities where anti-corruption strategy is implemented	21	21	21
Number of municipalities monitored on the implementation of grant funding	21	21	21
Number of municipalities that are investigated in terms of Section 106 of MSA	100% as per demand	100% as per demand	100% as per demand
2.3 Public Participation			
Number of municipalities with functional ward committees	365	365	365
Number of CDWs deployed in municipalities	95	0	0
Number of municipalities where full CDW programmes are implemented	21	21	21
	100% as per demand	100% as per demand	100% as per demand
Number of Izimbizo held by MECs, Mayors & Councillors			
No of limbizo supported	as per demand	as per demand	as per demand
Number of citizen satisfaction surveys conducted	1	2	5
Programme / Subprogramme / Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
2.4 Capacity Development			
Number of municipalities with skills plan adopted	21	21	21
Number of competency assessment of section 57 managers conducted	6	10	5
Number of municipal support plans developed	1	0	0
Number of technical experts deployed to municipalities	13	13	13
Number of municipalities where shared services is implemented	9	6	7
Number of councillor leadership training programmes implemented	90	90	90
2.5 Municipal Performance Monitoring, Reporting and Evaluation			
Number of Institutional Performance Management systems in place	21	21	21
Number of section 57 managers with signed employment contracts	21	21	21
	100% of section 57	100% of section 57	100% of section 57
Number of section 57 managers with signed performance agreements			
Number of municipal quarterly performance reports submitted timeously	21	21	21
Number of municipal annual performance reports submitted timeously	1	1	1
Number of oversight reports submitted by Councils			
Number of municipalities with functional performance audit committees	21	21	21
Number of municipalities with Internal Audit Units	21	21	21

6.3. Programme 3: Development and Planning

6.3.1 Description and objectives

- Strengthening the capacity of municipalities to enable them to fulfil their constitutional and other legislative mandate.

Strategic objectives

- To promote effective and efficient integrated development planning
- To support municipalities with development and implementation of PMS
- Facilitate and monitor infrastructure development within municipalities
- To facilitate and coordinate the implementation of disaster management programme
- To coordinate and facilitate the implementation of Local Economic Development

Table 4.10 : Summary of payments and estimates:Development and Planning

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Office Support	767	1 362	1 021	964	964	1 046	3 126	3 221	3 316
Spatial Planning							4 589	4 660	4 796
Development administration/Land use management							2 000	3 000	4 000
Integrated Development and Planning	1 491	1 832	2 871	4 887	4 887	4 636	3 398	4 234	4 463
Local Economic Development and Planning	891	320	2 994	4 030	4 030	6 526	6 089	6 666	7 000
Municipal Infrastructure	45 212	35 977	30 275	20 550	86 850	99 779	6 213	32 742	34 435
Disaster Management	7 533	5 640	9 421	49 331	54 331	52 787	67 677	41 233	41 397
Total payments and estimates: (n	55 894	45 131	46 582	79 762	151 062	164 774	93 092	95 756	99 407

Table 4.11: Summary of Departmental payments and estimates by economic classification:Development and Planning

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Current payments	10 622	16 910	37 033	28 908	86 508	108 855	32 092	53 331	67 702
Compensation of employees	4 686	5 785	6 756	8 167	8 167	10 476	15 092	21 256	22 968
Goods and services	5 936	11 125	30 277	20 741	78 341	98 379	17 000	32 075	44 734
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to:	70	4	27			- 19			
Provinces and municipalities	70	4	27			- 19			
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households									
Payments for capital assets	45 202	28 217	9 522	50 854	64 554	55 938	61 000	42 425	31 705
Buildings and other fixed structures	43 128	27 397	6 706	46 494	55 194	41 471	50 000	28 599	10 234
Machinery and equipment	2 074	820	2 816	3 520	8 520	14 467	11 000	13 826	21 471
Cultivated assets									
Software and other intangible assets				840	840				
Land and subsoil assets									
Total economic classification: (nam	55 894	45 131	46 582	79 762	151 062	164 774	93 092	95 756	99 407

6.3.2 Service Delivery Measures

Programme / Subprogramme / Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
3.1 Spatial Planning			
Number of Provincial Spatial Development Framework in place	1	0	0
Number of Municipalities with SDPs aligned to the PSDF and PGDS	21	21	21
3.2 Land Use Management			
Number of Municipalities implementing LUMS	21	0	0
Number of Municipalities supported to develop their LUMS	21	0	0
3.3 Intergrated Development Planning			
Number of municipalities with credible IDPs	21	21	21
Number of municipalities supported on the development of IDPs	21	21	21
3.3 Local Economic Development			
Number of Municipalities with LED strategies/plans reviewed annually	5	5	5
Number of Municipalities with LED structures	3	5	4
3.4 Municipal Infrastructure			
Number of Municipalities that have registered projects on MIIS	19	18	18
Number of Municipalities submit monthly reports on MIG performance	19	18	18
Number of Municipalities that have been supported on MIG spending	19	18	18
Number of Households with access to basic services (water, electricity and sanitation)	69 000	100 000	150 000
Number of Households with access to free basic services	69 000	100 000	150 000
Number of Municipalities that have updated indigent Registers for the provision of free	18	18	18
3.5 Disaster Management			
Number of Municipalities with applicable Disaster Management Frameworks and Plans	3	0	0
Number of meetings of the Intergovernmental Disaster Management structures	3	3	3
Number of Provincial fire preparedness reports compiled	1	1	1
Number of people accredited (investigated) in terms of the Act	100% as per	100% as per	100% as per

6.4 Traditional Leadership Management

6.4.1 Description and objectives

Render effective and efficient support to traditional leadership institutions

Strategic Objectives

- To manage institutional administrative and financial framework for Traditional Leadership Institutions
- To draw administrative policy guidelines, capacity building programmes and to implement capacity building programmes.

Table 4.12: Summary of payments and estimates: Traditional Institutional Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	20010/11	2011/12
Office support	1 195	2 553	1 439	1 595	1 595	12 498	3 170	3 267	3 363
Traditional Institutional Administration	5 001	5 014	9 317	5 505	10 805	8 147	2 724	2 806	2 890
Traditional Resource Administration	7 085	4 637	16 051	14 498	14 498	14 701	17 834	18 369	18 920
Rural Development Facilitation	5 245	7 596	10 036	10 249	11 849	5 738	30 118	31 435	32 773
Traditional Land Administration							2 000	2 060	2 122
Total payments and estimates: (name of depart	18 526	19 800	36 843	31 847	38 747	41 084	55 846	57 937	60 068

Table 4.13: Summary of Departmental payments and estimates by economic classification: Traditinal Institutional Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 960	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Current payments	17 602	17 618	33 901	28 847	34 147	38 222	49 946	51 447	52 988
Compensation of employees	14 491	16 227	24 270	21 726	21 726	25 582	32 377	33 349	34 342
Goods and services	3 111	1 391	9 631	7 121	12 421	12 640	17 569	18 098	18 646
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to:	924	2 182	2 942	3 000	4 600	2 862	5 900	6 490	7 080
Provinces and municipalities	40	13							
Departmental agencies and acc	559	2 087	2 942	3 000	4 600	2 862	5 900	6 490	7 080
Universities and technikons									
Public corporations and private	325	82							
Payments for capital assets									
Buildings and other fixed structures									
Machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: (	18 526	19 800	36 843	31 847	38 747	41 084	55 846	57 937	60 068

6.4.2 Services Delivery Measures

Programme / Subprogramme / Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
Number of Acts, Legislations and policies administered	11	11	11
Number of traditional councils supported administratively	59	59	59
4.2 Traditional Resource Administration			
Number of administrative and financial framework	5	3	2
Number of traditional institutions provided with infrastructure	6	4	2
Number of Cultural ceremonies held	30	32	34
Number of headman/woman paid	522	522	522
Number of annual grants transferred	59	59	59
Number of Traditional councils functioning	59	59	59
4.3 Rural Development Facilitation			
The number of support programmes developed	59	59	59
Number of Traditional offices renovated	20	20	20

6.5 Other programme information

6.5.1 Personnel numbers and costs

Table 4.14: Personnel numbers and costs¹: Local Government

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
Administration	93	104	106	112	121	181	186
Local Governance	33	38	146	515	537	575	575
Development and Planning	30	30	38	38	58	61	61
Traditional Institutional Management	256	283	332	522	524	524	524
Total departmental personnel numbers	412	455	622	1 187	1 240	1 341	1 346
Total departmental personnel cost (R thousand)	41 100	70 981	95 535	123 322	196 202	210 053	215 434
Unit cost (R thousand)	100	112	154	104	158	157	160

Table 4.15: Summary of departmental personnel numbers and costs

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Total for province									
Personnel numbers (head count)	412	455	622	960	964	1 187	1 240	1 341	1 346
Personnel cost (R thousands)	41 100	70 981	95 535	115 165	123 429	123 322	196 202	210 053	215 434
Human resources component									
Personnel numbers (head count)	50	50	51	39	39	41	56	62	66
Personnel cost (R thousands)	5 340	5 744	6 031	6 334	6 334	6 334	10 057	10 710	11 407
Head count as % of total for province									
Personnel cost as % of total for province									
Finance component									
Personnel numbers (head count)	35	35	36	36	36	36	46	81	81
Personnel cost (R thousands)	5 339	6 894	7 181	7 483	7 483	7 483	27 500	29 288	31 192
Head count as % of total for province									
Personnel cost as % of total for province									
Full time workers									
Personnel numbers (head count)	412	455	622	960	964	1 187	1 206	1 211	1 216
Personnel cost (R thousands)	41 100	70 981	95 535	115 165	123 424	123 322	196 202	210 053	215 434
Head count as % of total for province									

6.5.2 Training

Table 4.16(a): Payments on training: Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Programme 1: Administration	185	574	307	322	322	322	339	356	375
<i>of which</i>									
Subsistence and travel	185	574	307	322	322	322	339	356	375
Payments on tuition									
Programme 2: Local government	100	101	299	315	315	315	330	350	369
Subsistence and travel									
Payments on tuition	100	101	299	315	315	315	330	350	369
.....									
Programme 3: Development & Plannin	121	332	851	892	892	892	937	985	1 039
Subsistence and travel									
	121	332	851	892	892	892	937	985	1 039
	140	141	66	69	69	69	73	77	81
Payments on tuition	140	141				69	73	77	81
Total payments on training: (name c	546	1 148	1 523	1 598	1 598	1 598	1 679	1 768	1 864

Table 4.16(b): Information on training:Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
Number of staff									
Number of personnel trained	173	89	64	69	69	69	82	107	117
<i>of which</i>									
Male	87	47	64	69	69	69	72	92	97
Female	85	42					10	15	20
Number of training opportunities	41	18	12	33	33	33	40	44	52
<i>of which</i>									
Tertiary	6	6	12	16	16	16	21	23	24
Workshops	23	1	7	9	9	9	12	14	15
Workshops	5		5	6	6	6	8	10	15
Seminars	13	17	9	18	18	18	21	21	22
Other									
Number of bursaries offerd	19	1		53	53	53	28	32	35
Number of intems appointed				2	2	2	4	5	7
Number of learnerships appointed	46	2	2	8	8	8	12	10	10
Number of days spent on training	87	96	138	161	161	161	168	168	177

6.5.3 Reconciliation of structural changes

Table 4.17: Reconciliation of structural changes: Local Government

Programmes for 2008/09			Programmes for 2009/10		
	2008/09 Equivalent			960	
	Programme	Subprogramme		Programme	Subprogramme
	Administration	2		Administration	2
	Local Governance	4		Local Governance	5
	Development and Planning	6		Development and Planning	5
	Traditional Institutional Management	4		Traditional Institutional Management	4

Annexure to Budget statement 2

Table B.1: Specification of receipts: Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	960	2007/08				2008/9	2009/10	2010/11	2011/12
R thousand									
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital	47	47	50	53	50	53	56	56	62
Sale of goods and services produced by depart	47	47	50	53	50	53	56	56	62
Sales by market establishments									
Administrative fees									
Other sales									
Of which									
Health patient fees									
Other (Specify)									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Transfers received from:									
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits									
Interest, dividends and rent on land	709	1136	843	843	843	885	929	976	1100
Interest	709	1136	843	843	843	885	929	976	1100
Dividends									
Rent on land									
Sales of capital assets	0	0	0	5	0	0	0	0	0
Land and subsoil assets									
Other capital assets				5					
Financial transactions in assets and liabilities		46	46	9					
Total departmental receipts	756	1229	939	910	893	938	985	1032	1162

Table B.2: Receipts: Sector specific "of which" items to be included in Table B.1

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	960	2007/08				2009/10	2010/11	2011/12
Local Government									
Tax receipts									
.....									
Sales of goods and services other than capital assets	47	47	50	50	50	53	56	59	62
Sale of goods and services produced by department (excluding capital assets)	47	47	50	50	50	53	56	59	62
Sales by market establishments	.....							
Other sales	47	47	50	50	50	53	56	59	62
Of which	.....							
Sale of Services	33	37	40	46	46	46	51	53	55
Sale of goods other than Capital Assets	2	4	4	7	7	7	5	6	7
Other	12	6	6						
.....									
Total departmental receipts	47	47	50	50	50	53	56	59	62
Total departmental receipts	47	47	50	50	50	53	56	59	62

Table B.4: Payments and estimates by economic classification: Sector specific "of which" items to be included in Table B.3

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	2006/07	960				2009/10	2010/11	2011/12
Local Government									
Current payments	40 946	33 035		72 555	135 691	169 273	121 673	137 683	158 480
Goods and services	50 011	35 324		72 555	102 560	127 499	89 073	103 427	119 728
of which	.....							
Inventory	50 011	10 218	19 399	21 935					
Consultancy, contractors and Special services	10 171	10 218	19 399	21 935					
Training	6 090	4 869	11 760	14 894	27 271	34 135	16 126	26 298	30 396
Audit fees	5 161	3 486	7 744	9 088	20 907	27 047	20 005	21 270	25 116
Travel and subsistence	12 734	10 380	16 116	18 652	32 674	38 491	32 111	33 739	38 209
Other	15 856	6 370	8 061	7 986	21 707	27 825	20 829	22 119	26 008
.....									
Total economic classification: Programme (number and name)	50 011	35 324	63 080	72 555	135 691	169 273	121 673	137 683	158 480

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Current payments	33 649	28 004	29 608	44 089	50 089	46 495	113 893	116 640	125 108
Compensation of employees	14 564	14 604	16 208	24 578	30 578	20 666	52 959	55 748	56 169
Salaries and wages	14 372	14 455	14 345	20 820	26 820	18 355	47 664	50 248	51 500
Social contributions	192	149	1 863	3 758	3 758	2 311	5 295	5 500	4 669
Goods and services	19 085	13 400	13 400	19 511	19 511	25 829	60 934	60 891	68 939
of which									
Bursaries	328	328	328	328	328	328	328	328	328
Travel and Subsistence	9 209	9 209	9 209	9 209	9 209	9 209	9 209	9 209	9 209
Audit fee	1 973	1 973	1 973	1 973	1 973	1 973	1 973	1 973	1 973
Other	2 521	2 521	2 521	2 521	2 521	2 521	2 521	2 521	2 521
Interest and rent on land									
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to¹:	50	30	100						
Provinces and municipalities	41	11							
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	41	11							
Municipalities	41	11							
Municipal agencies and funds									
Departmental agencies and account									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Transfers and subsidies to¹: - contr.	9	19	100						
Public corporations and private ente	9								
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households		19	100			20			
Social benefits									
Other transfers to households	9	19	100			20			
Payments for capital assets	1 480	2 861	2 663	3 072	3 072	3 570	10 000	11 339	7 568
Buildings and other fixed structures	196	646	320				3 000	2 827	2 447
Buildings									
Other fixed structures	196	646	320				3 000	2 827	2 447
Machinery and equipment	1 284	2 215	2 343	3 072	3 072	3 570	7 000	8 512	5 121
Transport equipment									
Other machinery and equipment	1 284	2 215	2 343	3 072	3 072	3 570	7 000	8 512	5 121
Cultivated assets									
Software and other intangible asse									
Land and subsoil assets									
Total economic classification: Progr	35 179	30 895	32 371	47 161	53 161	50 066	123 893	127 977	132 676

5) Category exclusively for business like entities, National Treasury to decide which entities to be included.

6) Details on this classification are provided in the Guidelines for Implementing the New Economic Reporting Formats - October 2003.



Table B.3: Payments and estimates by economic classification: Programme 2 Local Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Current payments	29 238	43 773	58 024	85 876	88 376	99 022	121 944	126 319	128 116
Compensation of employees	7 359	34 365	48 301	60 694	62 958	66 598	95 774	99 700	101 955
Salaries and wages	6 002	29 771	46 912	58 664	60 928	63 908	86 302	89 173	91 082
Social contributions	1 357	4 594	1 389	2 030	2 030	2 690	9 472	10 527	10 873
Goods and services	21 879	9 408	9 723	25 182	25 418	32 424	26 170	26 619	26 161
<i>of which</i>		40	41	5 632					
Consultants	39	40	41	5 632					
Training	330	361	329	924	924	924	970	1 019	1 070
Travel and subsistence	2 214	2 654	2 126	4 150	4 150	4 150	4 358	4 575	4 804
Other	19 385	6 914	6 914	1 554	1 554	1 554	4 459	4 735	4 972
Rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to¹:	8 008	5 388	3 217			143			
Provinces and municipalities	7 516	5 388	3 061						
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	7 516	5 388	3 061						
Municipalities	7 516	5 388	3 061						
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Transfers and subsidies to¹ - continue	492		156			143			
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	492					143			
Social benefits									
Other transfers to households	492		156			143			
Payments for capital assets	848	609		583	583	- 30	20 000	21 161	21 525
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	848	609		583	583	- 30	20 000	21 161	21 525
Transport equipment									
Other machinery and equipment	848	609		583	583	- 30	20 000	21 161	21 525
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Program	38 094	49 770	61 241	86 459	88 959	99 135	141 944	147 480	149 641

Of which: Capitalised compensation⁶

1) Details of capital transfers to be included in a note to the budget statement.

2) Includes all grants to provinces and grants from national departments to provincial entities.

3) Includes all grants to local government and grants from national departments to local government entities.

4) This only includes national agencies grouped into various categories, e.g. regulatory, SETA's, etc. - no business entities included here.

5) Category exclusively for business like entities, National Treasury to decide which entities to be included.

6) Details on this classification are provided in the Guidelines for Implementing the New Economic Reporting Formats - October 2003.

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Current payments	10 622	16 910	37 033	28 908	86 508	108 855	32 092	53 331	67 702
Compensation of employees	4 686	5 785	6 756	8 167	8 167	10 476	15 092	21 256	22 968
Salaries and wages	4 112	5 002	5 596	6 784	6 784	8 205	13 582	18 754	20 807
Social contributions	574	783	1 160	1 383	1 383	2 271	1 510	2 502	2 161
Goods and services	5 936	11 125	30 277	20 741	78 341	98 379	17 000	32 075	44 734
<i>of which</i>									
Travel and subsistence		3 955	2 025	3 901					
Consultants		3 955	2 890	6 547	6 547	6 547	6 874	7 218	7 579
Communication		1 448	1 267	298	298	298	313	329	345
Training		458	4 943	170	170	170	179	187	197
Other		75		3 955	3 955	3 955	7 623	12 352	8 338
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to¹:	70	4	27			- 19			
Provinces and municipalities	70	4	27			- 19			
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	70	4							
Municipalities	70	4							
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Transfers and subsidies to¹: - cor			27						
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			27			- 19			
Social benefits									
Other transfers to households			27			- 19			
Payments for capital assets	45 202	28 217	9 522	50 854	64 554	55 938	61 000	42 425	31 705
Buildings and other fixed structures	43 128	27 397	6 706	46 494	55 194	41 471	50 000	28 599	10 234
Buildings			3 794	40 772	40 772	35 722	50 000	19 184	10 234
Other fixed structures	43 128	27 397	2 912	5 722	14 422	5 749		9 415	
Machinery and equipment	2 074	820	2 816	3 520	8 520	14 467	11 000	13 826	21 471
Transport equipment							8 000	10 000	2 921
Other machinery and equipment	2 074	820	2 816	3 520	8 520	14 467	3 000	3 826	18 550
Cultivated assets									
Software and other intangible assets				840	840				
Land and subsoil assets									
Total economic classification: Pr	55 894	45 131	46 582	79 762	151 062	164 774	93 092	95 756	99 407
<i>Of which: Capitalised compensation⁵</i>									

) Details of capital transfers to be included in a note to the budget statement.

) Includes all grants to provinces and grants from national departments to provincial entities.

) Includes all grants to local government and grants from national departments to local government entities.

) This only includes national agencies grouped into various categories, e.g. regulatory, SETA's, etc. - no business entities included here.

) Category exclusively for business like entities, National Treasury to decide which entities to be included.

) Details on this classification are provided in the Guidelines for Implementing the New Economic Reporting Formats - October 2003.

Table B.3: Payments and estimates by economic classification: Programme 4: Traditiona Institutional Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2008/09	2009/10	2010/11	2011/12
Current payments	17 602	17 618	33 901	28 847	34 147	38 222	49 946	51 447	52 988
Compensation of employees	14 491	16 227	24 270	21 726	21 726	25 582	32 377	33 349	34 342
Salaries and wages	11 896	14 728	22 447	19 785	19 785	21 272	29 269	30 147	31 044
Social contributions	2 595	1 499	1 823	1 941	1 941	4 310	3 108	3 202	3 298
Goods and services	3 111	1 391	9 631	7 121	12 421	12 640	17 569	18 098	18 646
of which		3 955	2 025	3 901					
Travel and subsistence		3 955	2 025	3 901					
Consultants		1 448	2 890	6 547	6 547	6 547	6 874	7 218	7 579
Communication		458	1 267	298	298	298	313	329	345
Training		75	4 943	170	170	170	179	187	197
				3 955	3 955	3 955	7 623	12 352	8 338
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies to¹:	924	2 182	2 942	3 000	4 600	2 862	5 900	6 490	7 080
Provinces and municipalities	40	13							
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	40	13							
Municipalities									
Municipal agencies and funds									
Departmental agencies and acco									
Social security funds									
Provide list of entities receiving transfers ⁴									
Universities and technikons									
Transfers and subsidies to¹: - cor	884	2 169	2 942	3 000	4 600	2 862	5 900	6 490	7 080
Public corporations and private e									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions	559	2 087	2 820	3 000	4 600	2 862	5 900	6 490	7 080
Households	325	82	122						
Social benefits									
Other transfers to households			2 820						
Payments for capital assets									
Buildings and other fixed structur									
Buildings									
Other fixed structures									
Machinery and equipment									
Transport equipment									
Other machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Pr	18 526	19 800	36 843	31 847	38 747	41 084	55 846	57 937	60 068

Of which: Capitalised compensation⁶

1) Details of capital transfers to be included in a note to the budget statement.

2) Includes all grants to provinces and grants from national departments to provincial entities.

3) Includes all grants to local government and grants from national departments to local government entities.

4) This only includes national agencies grouped into various categories, e.g. regulatory, SETA's, etc. - no business entities included here.

5) Category exclusively for business like entities, National Treasury to decide which entities to be included.

6) Details on this classification are provided in the Guidelines for Implementing the New Economic Reporting Formats - October 2003.

Table B.7: Transfers to local governance by transfer / grant type, category and municipality: Department of Local Government

R thousand	Outcome			Main appropriation	Adjusted appropriation 2008/09	Revised estimate	Medium-term estimates		
	2005/06	960	2007/08				2009/10	2010/11	2011/12
Type of transfer/grant 1 (name)	(1)	12							
Category B									
Albert Luthuli									
Delmas									
Dipaliseng									
Dr JS Moroka	260	265							
Govan Mbeki									
Highlands									
Lekwa	279	321							
Mbombela									
Mkhondo	809	890							
Msukaligwa	722	1 683	1 683						
Nkangala	2 005	1 020	1 237						
Nkomazi	788	256							
Seme	722								
Thembisile	112								
Greater Glibersdal									
Greater Marble hall	455								
Municipality 1 (name)									
Municipality 2 (name)									
Municipality n (name)									
Category C		12							
RSCL Ehlanzeni Region	143	2							
RSCL Nkangala Region	64	3							
RSCL Gert Sibande Region3	58	7							
Unallocated									