

VOTE 3

DEPARTMENT OF ECONOMIC DEVELOPMENT

To be appropriated	R 805 580 000
Responsible MEC	MEC for Economic Development
Administering Department	Department of Economic Development
Accounting Officer	Head of Department

1. OVERVIEW

Vision

Sustainable job creation and inclusive economic development in an integrated and competitive City Region

Mission

An activist, interventionist and developmentally focused department that contributes to an inclusive and growing economy in Gauteng by:

- Providing thought leadership to inform the economic development agenda;
- Mobilising stakeholders to partner for economic growth and development;
- Creating an enabling regulatory environment and stimulating business practices that promote inclusive economic growth;
- Enhancing the competitive advantage of key sectors of the economy;
- Promoting and attracting trade and investment to the economy;
- Directing investment into strategic economic infrastructure; and
- Proactively linking communities to economic opportunities.

Acts, rules and regulations

- Municipal Finance Management Act (MFMA), 2004;
- National Environmental Management: Protected Areas Act, 2003;
- Liquor Act, 2003
- Blue IQ Investment Holding Act, 2003
- Gauteng Gambling Act, 1995, 1996, 2001
- Gauteng Tourism Act, 2001
- Promotion of Access to Information Act, 2000;
- Administration of Justice Act, 2000;
- Preferential Procurement Policy Framework Act, 2000;
- Municipality Systems Act, 2000;
- World Heritage Convention Act, 1999;
- Public Finance Management Act (PFMA), 1999;
- Skills Development Act, 1998;
- Employment Equity Act, 1998;
- Convention Concerning the Protection of the World Cultural and Natural Heritage (adopted by the General Conference of UNESCO on 16 November 1972 and by the RSA on 10 July 1997).
- Intergovernmental Fiscal Relations Act, 1997
- Gauteng Unfair Business Practices Act, 1996
- Sale and Service Matters Amendment Act, 1995
- Public Service Act, 1994;
- Business Act, 1991;
- Credit Agreements Act, 1980;
- 2009-2014 Electoral Manifesto; and
- Medium Term Strategic Framework (MSTSF).

GCR perspective: The Global City Region aims at building Gauteng's future as that of an integrated and globally competitive region where the economic activities of different parts of the province complement each other in consolidating it as an economic hub of Africa and an internationally recognised global city region.

Gauteng Employment, Growth and Development Strategy (GEGDS): The strategy is a comprehensive document that assimilates from the electoral manifesto, policies and strategies. It identifies areas and sectors that should be prioritised to propel socio-economic growth and development in the province. It outlines specific provincial commitments to attain national government's goal of halving unemployment by 2014.

Aligning departmental budgets to achieve prescribed outcomes

The Department of Economic Development (DED) initiated the development of the outcome statement on decent work. The Department consulted lead and support departments that are pivotal to the realization of the decent work outcome. Consultations focused on the content, costing and budgeting for key projects that support the decent work outcome statement.

Being new in the government, the outcomes planning and budgeting process required extra effort within limited timeframes especially because departments had to focus on developing their plans for the lead roles whilst at the same time focusing on their supporting roles aligned with the lead roles of other departments. Ensuring proper alignment thus posed a challenge. The province will confront this challenge over time during a further implementation of outcome planning and budgeting.

The Department has examined its agencies' budget proposals with a view to strengthening alignment with the DED mandate. This process resulted in realignment and reprioritization of some agencies' proposals whilst alignment was lacking in the other agencies' proposals. This process will inform their final business plans and the shareholder compact with DED.

2. REVIEW OF THE CURRENT FINANCIAL YEAR (2010/11)

Adoption and implementation of the outcomes-based approach in government budgeting and strategic planning during the financial year prompted the Department in July 2010 to revise and update its strategic planning documents for the period to 2014. Of the seven provincial outcomes, the Department subscribes to the outcome relating to "Decent Employment through Inclusive Economic Growth". In addition, DED supports the other provincial outcomes. DED's mandate, therefore, is to facilitate and promote economic growth and economic development in Gauteng, with a targeted commitment to focus on enhancing the inclusivity of the Gauteng economy, whilst not neglecting the enhancement of its competitiveness.

The Department reviewed organizational structure in line with strategic goals and objectives to improve service delivery. The strategic goals of the Department focus on sectoral industrial policy interventions, cooperatives and SMME's especially in the motor sector and municipalities, green jobs/ low carbon economy framework and economic and sectoral strategy development. The Department's projects that relate to these focus areas are the , Foundry Industry development, institutional framework to support co-operative infrastructure requirements, infopreneurs development and Gauteng Supplier Development Profiling and Benchmarking of industries.

The Provincial Executive Council (EXCO) approved and adopted numerous frameworks and strategies that the Department finalised during the financial year. These include the Gauteng Spatial Development Framework (GSDF), new Gauteng Planning and Development Bill and Regulations, Gauteng Employment, Growth and Development Strategy (GEGDS), Gauteng Cooperatives Strategy and the Local Economic Development (LED) Strategy. Furthermore, the Department established the Green Initiatives Programme and the Water Supply and Demand Management Programme. It is still in process of finalising the transfer of ownership of Ekandustria.

Community Works Programme

The Department identified and informed municipalities and wards where the Community Works Programme would be implemented. The mobilisation of ward councilors commenced in Ekurhuleni. DED identified an implementing agent and started to develop the master project and site specific project plans.

Youth Employment

The Youth Employability Programme aims to connect school leavers to the job market as soon as possible by leveraging partnerships with placement agencies to prepare them for employment and connect with the jobs network of government and non-state programmes. The HSRC (Human Science Research Council) has been appointed to develop the work stream on the youth employability business case, which will identify scalable interventions. The work streams have been developed by different partners including the GCRA and GEP.

Green Economy

A Green Economy Workshop with provincial sector departments and experts in green technologies took place in July 2010. The workshop resolved that a Green Summit be hosted as part of the GEGDS launch. The aim of the Summit was to present the Green Economy Strategy to broader stakeholders and discuss the various green initiatives implemented by different stakeholders to create a platform for partnerships and collaboration. Once finalized, the Strategy will be presented to EXCO for approval.

Local Economic Development (LED)

The LED Framework has been approved by EXCO. The Framework was presented at the Economic Development IGR (Inter Government Relations) Forum on 22 July 2010.

Buy Back Centres

Tembisa has been earmarked for establishing a buy back centre in line with the urban renewal programme. Engagement with Ekurhuleni for an additional buy back centre is underway. The purpose of buy back centres is to create employment that will assist in alleviating poverty whilst involving the community in cleaning up the environment.

SMME

The SMME Strategy and Implementation Plans have been revised for presentation to EXCO for approval. On developing special assistance programmes for SMMEs, the Women Support Programme and Youth Development Proposals are awaiting Exco approval. A service level agreement (SLA) has been drafted for the Enterprise Fundi Programme and will be signed by both parties. With regard to developing mentoring and coaching programmes, significant progress may be reported with most of the SMME Groups.

Clothing, textile, leather and footwear industries

The department has developed an interim support measure namely the Clothing Textile Footwear and Leather Support Programme. It is intended that this programme will be presented to EXCO for approval. The department will only focus on non financial support measures for the 2011/12 financial year.

Geographical Information System

The GeoGCR project Plan has been approved. A lack of capacity to deliver on the objectives of GeoGCR has hampered delivery of the project. GSDF models have been uploaded on the website. The challenge is that different levels of Development Planning capacity at various municipalities could impact on the implementation of the GSDF.

Finalisation of the Gauteng Economic Growth and Development Strategy (GEGDS)

The department is in the process of identification of GEGDS projects from relevant sector departments for the creation of a GPG GEGDS Projects Portfolio, tracking progress and reporting thereon. Parallel to this, a process of establishment of reporting and coordinating structures has been initiated.

The GEGDS was presented at the Economic Development IGR on 22 July 2010 and municipalities were requested to begin updating their Municipal Growth and Developments Strategies (MGDSs). Bilaterals will be held with municipalities for further engagements in this regard.

Cost of Doing Business

A Final Draft of the Gauteng Planning and Development Bill and Regulations has been submitted to Legal Advisory Services for onward submission to the State Law Advisors for pre-certification.

Framework Response to the Global Crisis

DED drafted an anti-economic crisis strategy as the province's response to the global crisis. This strategy was drafted within the context of guidelines provided by the Framework Response to the Global Crisis to protect low income workers, the unemployed and vulnerable groups as well as supporting the capacity of the economy to grow and create decent jobs; to maintain public and private sectors' investment spending commitments; and to intervene in an appropriate and timely manner in the economy.

3. OUTLOOK FOR THE COMING FINANCIAL YEAR (2011/12)

A key characteristic of the 2011/12 financial year is the implementation of outcomes-based planning and budgeting subsequent to Gauteng EXCO's adoption of the eight provincial outcomes based on the national government 2014 outcome statements.

The Department leads to the provincial outcome of "Creating decent work and building a growing, inclusive economy". This provincial outcome is aligned with the corresponding national outcome. A strategic output that the Department will deliver in relation to this provincial outcome is "Decent employment through inclusive economic growth".

A key national development that will influence the achievement of the decent work creation outcome is the New Growth Path (NGP) that focuses on the factors that drive job creation. These factors relate to public infrastructure investment, manufacture of new energy technologies, knowledge intensive ICT sectors and social capital investment. Factoring this key national development into its planning processes, the Department formulated a provincial NGP that supports the GEGDS framework in its aim to increase the gross domestic product growth rate and decrease the rate of unemployment and poverty in the province.

The department organised its key programmes and projects that are linked to the provincial outcome in terms of the five broad pillars of the provincial New Growth Path (NGP). These five pillars are: (a) strategic economic infrastructure; (b) industry and sector development; (c) tourism development; (d) knowledge and green economies; (e) SMME and cooperatives support and LED.

Strategic economic infrastructure aims at reducing the cost of doing business and on economic participation through a series of targeted interventions. The Department will require collaboration with Transnet and the Department of Agriculture and Rural Development in finalising plans for establishing a freight logistics hub and linkages with the Maize Triangle. The Department will partake in the Department of Local Government and Housing's (a) implementation of the provincial bulk infrastructure plan for water and sanitation (i.e. interim maintenance of Sedibeng Regional Sewer Scheme); (b) inner city renewal programmes in Vereeniging, Germiston and Krugersdorp; and (c) infrastructure development in the 20 Prioritised Townships Programme. Other planned strategic economic infrastructure projects include Phase A2 fencing and Road P2-5 extension in the Dinokeng Game Reserve and bulk infrastructure for the Magaliesberg and Lanseria areas within the Cradle of Humankind Heritage Site.

Industry and sector development focuses on labour absorptive sectors with backward and forward linkages. This pillar will contribute to economic growth through agro-processing projects such as hydroponics and aquaculture. The automotive sector will develop SMMEs through the incubation programmes of key industry players. Industry skills development plans will benefit from a partnership with FET colleges that will take part in the establishment of training centre for the foundry industry and in the establishment of the tool, die and mould industry's tooling speciality cluster.

Knowledge and green economies interventions will focus on alternative clean development mechanisms. The focus of the Department regarding the knowledge economy will be on developing an implementation plan for the ICT strategy. The Department's role in the green economy will be to facilitate investment in renewable energy technologies through GEDA. GEDA will develop the strategy and provide support for the creation of concentrated solar power plants and for the provision of solar water heating programmes as part of the energy security programme. Partnership with the World Bank is planned for the establishment of a Climate Innovation Centre

(CIC) as a contribution to the green economy. This partnership is aligned with the World Bank's intention to expand to 30 CICs worldwide. It is a revolutionary facility that will provide financing, market information, policy advocacy and technical assistance for local climate technology entrepreneurs. The programme aims to achieve essential technological advancement and catalyze innovative technology among small and medium enterprises, which ultimately result in job creation. The Department plans to contribute to food security in a green economy through the Moringa Olifeira project. Moringa trees are drought resistant and can grow in various poor soils. Its health benefit to humans and animals makes them useful plants for small-scale farming.

The plans for SMMEs and cooperatives support and the LED pillar will create employment and economic opportunities through the automotive industry and the township enterprise development programme. A partnership with the Automotive Industry Development Centre (AIDC) is expected to benefit the province by developing automotive industry skills through the mentorship programme for auto body repairers. This will involve the Ford training project for youth and the Ford incubation centre for SME component suppliers and SMMEs.

The Department will implement the strategies and frameworks approved in the previous financial year.

4. RECEIPTS AND FINANCING

4.1 Summary of receipts

TABLE 1: SUMMARY OF RECEIPTS: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Equitable share	635 826	913 167	875 719	1 084 655	1 087 082	1 087 082	805 580	940 214	1 006 604
Total receipts	635 826	913 167	875 719	1 084 655	1 087 082	1 087 082	805 580	940 214	1 006 604

The baseline declines substantially by R281.5 million from R1.1 billion in 2010/11 to R805.6 million in the 2011/12 financial year due to the cancellation of the motorsports contract. Over the medium term the budget grows steadily from R805.6 million in 2011/12 to R1 billion in the 2013/14 financial year at an annual average rate of 12 per cent in order to fund job creation initiatives.

The allocation decreased from R913.2 million in 2008/09 to R875.7 million in 2009/10 due to a surrender of R40 million to the provincial revenue fund in the 2009/10 financial year to fund priority areas within the province. In the 2010/11 financial year the budget increased slightly by R2.3 million as additional funds were allocated to the Department for compensation of employees after wage negotiations and R100 000 was also suspended in support of the Gateway project.

4.2 Departmental receipts collection

TABLE 2: DEPARTMENTAL RECEIPTS: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Tax receipts	532 819	553 479	538 450	613 874	597 874	597 874	633 746	671 770	712 076
Casino taxes	502 128	521 608	506 143	525 203	525 203	525 203	556 716	590 118	625 525
Horse racing taxes	30 691	31 871	32 307	72 671	72 671	72 671	77 030	81 652	86 551
Liquor licences				16 000					
Motor vehicle licences									
Sales of goods and services other than capital assets	8 966	(6 011)	39						
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	5 589	7 470	3 860				1 082	1 082	1 082
Sales of capital assets									
Transactions in financial assets and liabilities	57	261	3 833	250	250	250	250	250	250

TABLE 2: DEPARTMENTAL RECEIPTS: ECONOMIC DEVELOPMENT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Total departmental receipts	547 431	555 199	546 182	614 124	598 124	598 124	635 078	673 102	713 408

Revenue sources for the Department are classified as tax receipts and non-tax receipts. Tax receipts comprises of monies prescribed by law including casino taxes and horse racing taxes. In generating tax receipts the Department is liable for direct charges, which are the charge that the Department pays to the primary collectors, who collect revenue on behalf of the Department. Gambling revenue is collected by the Gauteng Gambling Board (GGB) which is paid a commission of 8 per cent to finance its operations. The Department reduced the commission rate from 8 per cent to 6 per cent as from the 1st April 2011 to improve efficiency of the collection system. Non tax receipts include revenue from parking fees and waste paper recycling.

Interest, dividends and rent on land is related to income associated with the ownership of interest-bearing financial instruments, such as bank deposits, loans, and bills and bonds.

Sales of goods and services other than capital assets, consists of sales by government units provided that the government has produced the good or service. It is important to note that sales of capital assets are never included under this category, but under sales of capital assets. Revenue from ownership of buildings and fixed structures – rentals is considered under this revenue item.

The total departmental receipts increased from R547.4 million in 2007/08 to R546.2 million in the 2009/10 financial year. The adjusted revenue budget for the 2010/11 financial year decreased by R16 million as the Gauteng Liquor Board retained this amount to fund its operational costs as a separate trading entity. Over the 2011 MTEF period total revenue is projected to increase from R635.1 million in 2011/12 to R713.4 million in the 2013/14 financial year. The anticipated revenue over the 2011 MTEF is expected to be higher because of the roll out of limited payout machines.

5. PAYMENT SUMMARY

5.1 Key assumptions

The budget was compiled in accordance with the Provincial Budget Guidelines. The new departmental strategies, based on the 2014 MTFS, inform the Department's budget. Cost-saving strategies, inflation-related adjustments, personnel cost increases and performance bonuses for levels 1 to 12 were taken into account.

5.2 Programme summary

TABLE 3: SUMMARY OF PAYMENTS AND ESTIMATES: ECONOMIC DEVELOPMENT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Administration	80 623	93 945	83 876	106 829	118 616	118 616	99 306	114 856	122 139
2. Integrated Economic Development Services	183 903	155 159	192 897	249 022	233 187	233 187	187 540	292 377	336 735
3. Trade and Sector Development	288 818	518 599	484 239	649 386	654 492	654 492	450 235	457 104	475 113
4. Business Regulation and Governance	29 611	38 099	43 801	56 218	56 688	56 688	32 367	40 054	40 198
5. Economic Planning	9 205	20 027	15 360	23 200	24 099	24 099	36 132	35 823	32 419
Total payments and estimates	592 160	825 829	820 173	1 084 655	1 087 082	1 087 082	805 580	940 214	1 006 604

5.3 Summary of economic classification

TABLE 4: SUMMARY OF ECONOMIC CLASSIFICATION: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	129 125	155 903	162 970	219 770	205 915	208 584	206 449	230 801	233 634
Compensation of employees	69 978	75 534	85 651	115 662	94 377	94 377	127 933	123 691	128 667
Goods and services	59 147	80 370	77 319	104 108	111 538	114 207	78 516	107 110	104 967
Interest and rent on land									
Transfers and subsidies to:	453 300	666 514	653 020	862 382	869 809	867 140	596 571	707 605	770 800
Provinces and municipalities	5 700	2 500	9 925	21 500	21 500	21 500			
Departmental agencies and accounts	354 389	368 456	426 930	485 135	592 434	589 765	399 483	481 382	522 880
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises	93 211	295 558	216 165	355 747	255 837	255 837	197 088	226 223	247 920
Non-profit institutions									
Households					38	38			
Payments for capital assets	2 734	3 412	3 764	2 503	11 358	11 358	2 560	1 808	2 170
Buildings and other fixed structures									
Machinery and equipment	2 734	3 412	2 912	2 503	11 358	11 358	2 560	1 808	2 170
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			852						
Payments for financial assets	7 001		419						
Total economic classification	592 160	825 829	820 173	1 084 655	1 087 082	1 087 082	805 580	940 214	1 006 604

Total payments in the 2009/10 financial year were R820.2 million reflecting a slight decline of 0.7 per cent in expenditure since the comparative figure in the 2008/09 financial year was R825.8 million. In the 2009/10 financial year the Trade and Sector Development Programme contributed 59 per cent to the total expenditure of the Department due to transfers made to public entities and Blue IQ (Pty) Ltd.

In 2010/11 the net increase in the budget was R2.4 million due to an increase of R2.5 million in compensation of employees after the wage negotiations and a decrease of R100 000 that had been intended to support the Gateway Project but that was suspended. The budget declines substantially by R281.5 million from R1 billion in 2010/11 to R805.6 million in the 2011/12 financial year as a result of the termination of the motor sports contract. Revised estimated figures for the 2010/11 financial year reflects no possible total over or under expenditure.

Over the 2011 MTEF the total departmental budget escalates progressively from R805.6 million in 2011/12 to R1 billion in 2013/14 at an annual average of 12 per cent to provide for inflationary related adjustments and job creation initiatives. The largest share of the budget is allocated to the Trade and Sector Development programme due to transfers under departmental agencies and accounts, public corporations and private enterprises.

The budget for departmental agencies and accounts in the 2011/12 financial year amounts to R399.5 million which is 50 per cent of the total budget due to the projected transfers to entities. The budget for public corporations and private enterprises has declined substantially from R255.8 million in 2010/11 to R197 million in the 2011/12 financial year as a result of the termination in the motorsports contract. A total of R197 million will be allocated to Blue IQ (Pty) Ltd for the automotive supplier park and other key projects.

Administration receives the second largest portion of the total budget in 2011/12 due to inflation related adjustments to personnel costs and plans to fill most essential posts. The budget for integrated economic development services takes up 23 per cent of the total budget and has also declined substantially from the comparative figure of R233.2 million in 2010/11. This is due to the reallocation of funds to key priority projects and the implementation of cost containment measures.

The budget for compensation of employees declines from R127.9 million in 2011/12 to R123.7 million in the 2012/13 financial year due to the fact that critical posts will be filled in the 2011/12 financial year thus resulting in a higher estimate for personnel costs in 2011/12. Machinery and equipment declines from R11.4 million in 2010/11 to R2.6 million in the 2011/12 financial year due to the implementation of cost containment measures.

5.4 Transfers

5.4.1 Transfers to public entities

TABLE 5: SUMMARY OF DEPARTMENTAL TRANSFERS TO PUBLIC ENTITIES

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Gauteng Economic Development Agency	70 486	56 993	61 000	65 836	65 836	65 836	45 362	54 846	58 685
2. Gauteng Tourism Agency	40 500	58 786	48 500	64 151	67 551	67 551	46 488	52 045	62 016
3. Gauteng Film Office	48 550	39 036	16 400	16 070	16 070	16 070	14 747	15 607	17 163
4. Gauteng Enterprise Propeller	103 009	53 650	116 341	128 559	131 659	131 659	91 445	104 300	124 280
5. Blue IQ Investment Holding (Pty) Ltd	93 211	295 558	216 165	355 747	358 947	358 947	197 088	226 223	247 920
6. Gauteng Gambling Board	1 700								
Total departmental transfers to public entities	357 456	504 023	458 406	630 363	640 063	640 063	395 130	453 021	510 064

During the 2010/11 financial year, the budget for public entities was increased to provide funds for key priority projects. An amount of R3.2 million was allocated to Blue IQ (Pty) Ltd for the Innovation Strategy, and the Gauteng Tourism Agency and the Gauteng Enterprise Propeller received an additional R3.4 million and R3.1 million respectively for the Gateway Strategy.

The allocation for public entities decreases from R640 million in 2010/11 to R346.5 million in the 2011/12 financial year due to the termination of the motorsports contract that was managed by Blue IQ (Pty) Ltd. Thereafter, the total budget of public entities increases from R433 million in 2011/12 to R487.7 million in the 2013/14 financial year at an annual average rate of 11 per cent.

Over the medium term transfers to the Gauteng Economic Development Agency gradually increase from R63.8 million in 2011/12 to R66 million in the 2012/13 financial year to support job creation and other projects such as Sedibeng steel sector regeneration and green jobs involving the solar water heating and solar power industries. Transfers to Blue IQ (Pty) Ltd will fund sustainable employment through automotive projects (such as Ford Training and Incubator Management projects) and green jobs (such as the Clean Development Mechanism Desk and Solar Farm Infrastructure).

The budget for the Gauteng Film Commission increases by an annual average of 14 per cent from R45.4 million in 2011/12 to R58.7 million in the 2013/14 financial year. The Gauteng Film Commission (GFC) will continue to focus on its key strategic objectives of positioning and promoting Gauteng as the preferred location for film production and media exchange, developing export markets for local film content and delivering professional film commission services. To address the national and provincial strategic goal of creating decent jobs, the Commission will focus on significantly increasing the number of black, youth and women film makers and on

production and distribution of independently made films in Gauteng. The GFC will strive to ensure transformation through support programmes for emerging filmmakers through the established film incubation centre and the provision of related support.

The budget for the Gauteng Enterprise Propeller (GEP) grows from R91.4 million in 2011/12 to R124.3 million in the 2013/14 financial year. Its role is to assist co-operatives in the province, to fund business incubation and thus improve the survival rate of SMMEs and to increase the Captive Fund that will assist SMMEs financially. Furthermore, the allocation to the Micro-Finance programme will also be increased to enable the GEP to provide micro-loans to start-up businesses.

5.4.2 Transfers to local government

TABLE 6: DEPARTMENTAL TRANSFERS TO LOCAL GOVERNMENT: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Category A				19 300	4 500	4 500			
Category B	300	2 500	3 500	2 200	17 000	17 000			
Category C	5 400		6 425						
Total departmental transfers to local government	5 700	2 500	9 925	21 500	21 500	21 500			

These transfers relate to the development of local economies in partnership with key stakeholders by aligning local economic development (LED) initiatives with government programmes. The total transfers to local government in the 2009/10 financial year were R9.9 million of which R6.4 million was transferred to the West Rand municipality and R3.5 million to the Randfontein local municipality.

Transfers to local government remain constant in the 2010/11 financial year amounting to R21.5 million of which R4.5 million constitutes Category A transfers and R17 million Category B transfers. The Department will provide non-financial support to local municipalities through the Regional and Local Economic Development sub-programme although no transfers to municipalities will be affected over the medium term.

5.4.3 Transfers to public-private partnerships (PPP)

None

6. PROGRAMME DESCRIPTION

PROGRAMME 1: ADMINISTRATION

Programme description

The purpose of the programme is to provide strategic leadership, support and transversal business solutions to enable the MEC, HOD and the Department, to effectively and efficiently deliver on its mandate.

Programme objectives

- To provide strategic support to the MEC;
- To provide strategic leadership, administrative support and oversight management to the HOD;
- To ensure that DED is compliant with constitutionally mandated legislation by proactively monitoring and interpreting legislative intent;
- To provide strategic financial and risk management services to the Department, and ensure sound financial management;
- To ensure strategic leadership for communicating DED's policies and programmes; and
- To partner with departmental business units to provide effective and efficient strategic corporate support services.

TABLE 7: SUMMARY OF PAYMENTS AND ESTIMATES: ADMINISTRATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Office of the MEC	7 989	13 035	8 115	11 429	8 876	8 876	10 597	10 821	10 956
2. Office of the HOD	20 088	20 647	4 171	22 300	26 150	26 150	10 137	10 699	11 359
3. Financial Management	13 612	16 481	17 027	18 150	18 261	18 261	13 568	15 426	16 108
4. Corporate Services	38 934	43 782	54 563	54 950	65 329	65 329	65 004	77 910	83 716
Total payments and estimates	80 623	93 945	83 876	106 829	118 616	118 616	99 306	114 856	122 139

TABLE 8: SUMMARY OF ECONOMIC CLASSIFICATION: ADMINISTRATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08		2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	79 691	80 786	82 335	106 259	108 820	108 820	97 655	114 047	120 907
Compensation of employees	36 853	37 425	41 388	55 620	48 802	48 802	55 514	57 450	55 002
Goods and services	42 838	43 362	40 947	50 639	60 018	60 018	42 141	56 597	65 905
Interest and rent on land									
Transfers and subsidies to:		11 500							
Provinces and municipalities									
Departmental agencies and accounts		11 500							
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households									
Payments for capital assets	932	1 659	1 122	570	9 796	9 796	1 651	809	1 232
Buildings and other fixed structures									
Machinery and equipment	932	1 659	1 122	570	9 796	9 796	1 651	809	1 232
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets			419						
Total economic classification	80 623	93 945	83 876	106 829	118 616	118 616	99 306	114 856	122 139

In the 2009/10 financial year the Department spent a total of R83.9 million with the sub-programme: Corporate Services contributing 65 per cent to this amount as a result of support services provided to the Department. In 2009/10 R419 000 was paid for financial assets. This was due to bad debts written off as irrecoverable in the 2009/10 financial year.

During the 2010/11 financial year, the budget escalated from R106.8 million to R118.6 million due to additional funding for personnel costs after the wage negotiations. In addition, R9.8 million was shifted to machinery and equipment for the refurbishment of the 85 Main Street building.

The administration budget declines from R118. 6 million in 2010/11 to R99.3 million in the 2011/12 financial year, reducing expenditure on support services to realise gains in efficiency. The budget for compensation of employees increases by 3 per cent from R48.8 million in 2010/11 to R55.5 million in the 2011/12 financial year as a result of inflation-related adjustments to personnel costs. In the 2012/13 financial year, the Department will fill essential posts and the budget for compensation of employees therefore increases from R55.5 million in 2011/12 to R57.5 million in 2012/13. The goods and services budget declines from R60 million in 2010/11 to R42 million in the 2011/12 financial year due to cost containment measures.

PROGRAMME 2: INTEGRATED ECONOMIC DEVELOPMENT SERVICES**Programme description**

The programme's purpose is to proactively provide integrated development; facilitate regional and local economic development; and promote and support business enterprises in targeted sectors, thereby contributing to the development of Gauteng into a competitive global city with a distinctive African identity.

Programme objectives

The objective of the programme is to render an efficient and co-ordinated management service to the Department by:

- Supporting and developing sustainable SMMEs and cooperatives in Gauteng with the Gauteng Enterprise Propeller (GEP) as the implementing agent;
- Mobilizing, aligning, coordinating and capacitating local economies towards enhanced and sustainable regional economic development and integration;
- Providing economic development direction that ensures shared and sustainable economic growth through the effective incubation of special projects; and
- Striving to be forward looking, proactive, efficient and cost effective in interpreting the Gauteng space, providing development direction, and creating a system that will deliver streamlined professional development planning services.

TABLE 9: SUMMARY OF PAYMENTS AND ESTIMATES: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Enterprise Development	103 673	60 877	119 626	130 907	131 127	131 127	98 301	111 510	131 855
2. Regional and Local Economic Development	6 312	5 427	12 580	23 759	25 783	25 783	3 667	4 953	3 578
3. Economic Empowerment	73 918	88 855	60 691	94 356	76 277	76 277	85 572	175 914	201 302
Total payments and estimates	183 903	155 159	192 897	249 022	233 187	233 187	187 540	292 377	336 735

TABLE 10: SUMMARY OF ECONOMIC CLASSIFICATION: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	19 599	29 196	37 117	32 736	44 652	47 321	37 721	38 169	37 154
Compensation of employees	14 698	12 207	14 267	11 020	15 056	15 056	21 080	22 398	29 229
Goods and services	4 901	16 989	22 850	21 716	29 596	32 265	16 641	15 771	7 925
Interest and rent on land									
Transfers and subsidies to:	162 782	125 342	154 157	216 026	188 225	185 556	149 450	253 840	299 213
Provinces and municipalities	5 700	2 500	9 925	21 500	21 500	21 500			
Departmental agencies and accounts	157 082	122 842	144 232	194 526	166 725	164 056	149 450	253 840	299 213
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households									
Payments for capital assets	1 522	621	1 623	260	310	310	369	368	368
Buildings and other fixed structures									
Machinery and equipment	1 522	621	771	260	310	310	369	368	368
Heritage Assets									
Specialised military assets									

TABLE 10: SUMMARY OF ECONOMIC CLASSIFICATION: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			852						
Payments for financial assets									
Total economic classification	183 903	155 159	192 897	249 022	233 187	233 187	187 540	292 377	336 735

Total payments increased by 24 per cent from R155.2 million in 2008/09 to R192.8 million in the 2009/10 financial year.

During the 2010/11 financial year the total programme budget was adjusted downwards from R249 million to R233.2 million. The R15.8 million decline was caused by a suspension of R100 000 to the Department of Sports, Arts, Culture and Recreation for the Gateway project and a shift of funds towards priority areas. An additional amount of R391 000 is reflected under compensation of employees for higher than anticipated personnel costs after the wage negotiations.

Transfers to departmental agencies amount to R149.6 million in the 2011/12 financial year which includes an allocation of R91.4 million to GEP and the funding of various projects including the development of SMMEs. The capital budget ranges from R369 000 to R368 000 over the medium term. The allocation to goods and services over the 2011 MTEF declines substantially from R16.6 million in 2011/12 to R7.9 million in the 2013/14 financial year due to the implementation of cost cutting measures. The budget for compensation of employees increases by 6 per cent from R15 million in 2010/11 to R21 million in 2011/12 to accommodate the expansion of the Department's capacity inflationary adjustments.

SERVICE DELIVERY MEASURES

PROGRAMME 2: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

Performance Indicator	Estimated Annual Targets		
	2011 /12	2012 /13	2013 /14
To lead the identification and incubation of innovative economic and development interventions			
Number of development interventions with project implementation plans completed	6	9	10
Establishment of the phases of the jewelry manufacturing precinct (JMP) as phase 1 of the IDZ development			
Fully functional JMP (jewelry manufacturing precinct)	Appointment of the developer	Complete construction and create 500 jobs	JMP fully operational and raise R330m in investment
To create, develop, promote, leverage and grow SMMEs and cooperatives in line with priority sectors			
Cumulative number of SMMEs supported (cumulative across 6 Priority Sectors: Construction, Textile, Clothing & Leather, Food, Beverages & Tobacco, Retail, Furniture and other Manufacturing, Automotive)			
Number of new SMMEs developed (cumulative across 6 Priority Sectors)	500	550	605
Number of existing SMMEs supported (cumulative across 6 Priority Sectors)	3 110	3 160	3 185
Of the total number of direct permanent jobs created the number which have been created through supported SMME's	1 600	1 600	1 700
Cumulative number of cooperatives supported (cumulative across 6 Priority Sectors: Construction, Textile, Clothing & Leather, Food, Beverages & Tobacco, Retail, Furniture and other Manufacturing, Automotive)			
Number of new cooperatives developed (cumulative across 6 Priority Sectors)	100	100	100
Number of existing cooperatives supported (cumulative across 6 Priority Sectors)	731	797	942
Of the total number of direct permanent jobs created, the number which have been created through supported cooperatives	400	400	400
Total number of Financial Support packages provided to SMMEs, cooperatives and informal businesses			
Number of micro finance loans provided	130	130	130

Performance Indicator	Estimated Annual Targets		
	2011 /12	2012 /13	2013 /14
Number of coops provided with financial support (e.g. grants)	166	166	166
Number of programmes developed targeting informal business sector	2	1	1
Number of Leverage Fund Partnerships concluded to mobilise funding	2	2	2
To pioneer labour absorbing initiatives			
Number of LED projects supported	3	3	3
Number of municipal/local stakeholders taken through LED capacity building programmes	40	50	60
Youth employability programmes			
Number of youth employability programmes	6 (SP) 5 (GTA)/COH & D	6 (SP) 5 (GTA)/COH & D	6 (SP) 5 (GTA)/COH & D
Number of youth absorbed in youth employability programmes	10 000	15 000	20 000
To lead integrated development that is aligned to GCR long term planning.			
Status of the promulgation and implementation of the Gauteng Planning and Development Act	Promulgation and implementation of GPDA	Implementation of GPDA	Implementation of GPDA
Status of the development of Land Use Scheme Guidelines	Approved Land Use Scheme Guidelines	Implementation of Guidelines	Implementation of Guidelines
Number of municipalities piloted for GSDF implementation			
Status of the appointment of the Urban Review Panel	Urban Review Panel appointed	Urban Review Panel operational	Urban Review Panel operational
Number of municipalities piloted for GSDF implementation	1	2	9
Annual delineation of the Gauteng Urban Edge approved by the MEC	Annual delineation approved by MEC	Annual delineation approved by MEC	Annual delineation approved by MEC
Status of the development and implementation of the Gauteng Integrated Development Plan			
Status of the development of the GIDP	First Draft GIDP	Final GIDP approved	GIDP Implemented
Work of the statutory boards			
Bi-annual performance report on the work of the statutory boards	2	2	2

PROGRAMME 3: TRADE AND SECTOR DEVELOPMENT

Programme description

To facilitate the implementation of strategic programmes that will stimulate the competitiveness and social transformation of Gauteng; enhance trade and export promotion and the attraction of investment, and result in the creation of decent jobs, increased tourism, and a greener economy.

Programme objectives

- Sector and Industry Development – accelerate the development of high growth, competitive and labour-absorbing sectors to support the creation of decent jobs and global competitiveness;
- Trade and Investment Promotion – attract DDI and FDI in identified markets and unlock increased trade opportunities on the African continent and across the globe;
- Strategic Economic Infrastructure – invest in strategic economic infrastructure in targeted sectors, and create an enabling environment for crowding-in strategic economic infrastructure; and
- A greener economy – create a sustainable economy by decoupling economic growth from resource usage.

TABLE 11: SUMMARY OF PAYMENTS AND ESTIMATES: TRADE AND SECTOR DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Trade and Investment Promotion	70 486	59 220	62 427	67 236	67 272	67 272	48 476	58 185	62 211
2. Sector Development	125 121	163 821	205 647	226 403	231 473	231 473	204 671	172 696	164 982
3. Strategic Initiatives	93 211	295 558	216 165	355 747	355 747	355 747	197 088	226 223	247 920
Total payments and estimates	288 818	518 599	484 239	649 386	654 492	654 492	450 235	457 104	475 113

TABLE 12: SUMMARY OF ECONOMIC CLASSIFICATION: TRADE AND SECTOR DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments		2 227	1 404	2 916	1 421	1 421	3 114	3 339	3 526
Compensation of employees		2 136	1 258	2 743	1 378	1 378	2 967	3 177	3 352
Goods and services		91	146	173	43	43	147	162	174
Interest and rent on land									
Transfers and subsidies to:	288 818	516 372	482 812	646 356	652 956	652 956	447 121	453 765	471 587
Provinces and municipalities									
Departmental agencies and accounts	195 607	220 814	266 647	290 609	397 119	397 119	250 033	227 542	223 667
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises	93 211	295 558	216 165	355 747	255 837	255 837	197 088	226 223	247 920
Non-profit institutions									
Households									
Payments for capital assets			23	114	115	115			
Buildings and other fixed structures									
Machinery and equipment			23	114	115	115			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	288 818	518 599	484 239	649 386	654 492	654 492	450 235	457 104	475 113

Expenditure for the period 2007/08 to 2009/10 grew from R288.8 million in 2007/08 to R484.2 million in the 2009/10 financial year as a result of variations in transfers to departmental agencies and public corporations or private enterprises over the three year period.

During the 2010/11 financial year, the programme budget increased slightly by R5.1 million from R649.4 million to R654.5 million due to an increase in compensation of employees after the wage negotiations and internal reallocations of the budget in order to fund priority projects. Revised estimated figures reflect no possible over or under expenditure.

Over the 2011 MTEF the largest share of the budget is allocated to the sub-programmes Strategic Initiatives and Sector Development due to the transfers of funds to public entities. The majority of the budget is allocated to transfers to departmental agencies and accounts as well as public corporations and private enterprises. In 2011/12 transfers to public corporations and private enterprises amount to R197 million reflecting a substantial decline since the comparable figure in the previous financial year is R355.7 million. This reduction is as result of the cancellation of the motorsports contract. The R197 million under transfers to public corporations and private enterprises is allocated to Blue IQ (Pty) Ltd for the automotive supplier park and other projects.

Under this programme transfers will also be made to the Cradle of Humankind and Dinokeng for strategic economic infrastructure projects (such as the procurement of the Roodeplaat Tourism Hub and the Maropeng recapitalisation). No funds have been allocated to machinery and equipment as funds are directed towards core business activities within the Department. Compensation of employees increases from R1.4 million in 2010/11 to R2.9 million in 2011/12 to provide for inflation related adjustments to personnel costs and to fill critical vacant posts. Over the 2011 MTEF compensation of employees gradually increases from R2.9 million in 2011/12 to R3.3 million in the 2013/14 financial year reflecting an average annual growth rate of 7 per cent.

SERVICE DELIVERY MEASURES**PROGRAMME 3: TRADE AND SECTOR DEVELOPMENT**

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
To develop and grow prioritised sectors in order to improve their competitiveness and create sustainable and decent jobs			
Number of GIPF targeted sectors supported			
Total number of permanent jobs directly created per sector supported (>12 months)			
GEP	333 per sector for 6 sectors	334 per sector for 6 sectors	350 per sector for 6 sectors
GEDA	2 000 for 1 sector	2 000 for 1 sector	2 000 for 1 sector
Blue IQ	170 per sector for 5 sectors	172 per sector for 5 sectors	50 per sector for 5 sectors
GTA	15 000 for 1 sector	15 000 for 1 sector	15 000 for 1 sector
GFC	1 570 for 1 sector	1727 for 1 sector	1900 for 1 sector
Total number of temporary jobs directly created per sector supported (<12 months)			
GEDA	1 000 for 1 sector	1 000 for 1 sector	1 000 for 1 sector
Blue IQ	1 055 per sector for 5 sectors	1 228 per sector for 5 sectors	1 450 per sector for 5 sectors
GTA	4 000 for 1 sector	4 500 for 1 sector	5 000 for 1 sector
GFC	3 140 for 1 sector	3 454 for 1 sector	3 800 for 1 sector
Number of skills development initiatives supported per sector			
GEP	2	2	2
Blue IQ	3	3	3
GTA	3	3	3
Dinokeng & Cradle of Humankind	2	3	3
GFC	14	16	18
Number of people trained in sector skills			
GEP	400	400	400
Blue IQ	1 482	1 600	1 800
GTA	1 200	1 500	1 700
-Dinokeng & Cradle of Humankind	250	250	250
GFC	600	650	700
Number of target group specific interventions per sector			
GEP	1	1	1
Blue IQ	3	3	3
GTA	5	5	5
GFC	7	8	9
Number of anti-recessionary interventions facilitated per sector			
Blue IQ	4	3	3
GTA	3	3	3
-Dinokeng and Cradle of Humankind	3	3	3
GFC	4	4	4
Total number of Infrastructure projects facilitated — in support of priority sectors			
Number of new infrastructure projects developed	5	continuation of 2011-12 projects	continuation of 2011-12 projects
Number of existing infrastructure projects supported	3	5	5
Number of jobs created per infrastructure project	570 (SPDC / BIQ)	622 (SPRDC / BIQ)	700 (BIQ)
To facilitate and promote the Gauteng City Region as an investment, trade and tourism destination			
Total number of FDI investments directly facilitated; Total number of DDI investments directly facilitated			

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
Number of new FDI investments/projects directly facilitated			
GEDA	5	5	5
Blue IQ	3	3	3
Number of new DDI investments/projects directly facilitated			
GEDA	4	4	4
Blue IQ	2	2	2
Number of FDI Investments retained and expanded	3	3	3
Number of DDI Investments retained and expanded	3	3	3
Of total number of direct jobs created, the number which can be attributed to directly attracted FDI and DDI investments	2 000	2 000	2 000
Number of export trade deals directly facilitated	5	5	5
Number of enterprises supported to be export ready	50	50	50
Number of film projects shot in Gauteng	300	325	350
Revenue generated from tourists in Gauteng per annum (R Bn)			
Total revenue generated from tourists in Gauteng p/annum (R Bn)	37.5	42	47
Of total tourist revenue, the total domestic tourist direct spend p/annum (R Bn)	3.4	3.7	4.1
Number international tourist visitors to Gauteng (million)	5.1	5.3	5.6
Number domestic tourist visitors to Gauteng (million)	5.4	5.6	5.8
Number of new tourism products facilitated	4	4	4
To promote innovation and a greener economy in the province and beyond.			
Number of innovation initiatives supported	2	2	2
Number of companies graduating from innovation incubator programme	5	8	10
Total number of green initiatives supported			
Number of green initiatives / projects facilitated			
GEP	3	3	3
GEDA	3	3	3
Blue IQ	5	5	5
GTA	2	2	2
-Dinokeng	2	2	2
Of total number of direct jobs created, the number which can be attributed to green jobs created via green initiatives			
GEP	11	11	11
GEDA	60	60	60
Blue IQ	40	80	150
GTA	150	750	750
-Dinokeng	150	150	150

PROGRAMME 4: BUSINESS REGULATIONS AND GOVERNANCE

Programme description

The programme's purpose is to support sustainable business development and address barriers in the broader business environment.

Programme objectives

The programme objective is to render an efficient and co-ordinated management and support service to the Department by:

- Ensuring that DED Agencies operate in accordance with corporate and co-operate governance principles;
- Ensuring the effective regulation and monitoring of the implementation of the GPG BBBEE strategy;
- Increasing the level of consumer protection and improving consumer awareness through awareness programs; and
- Promoting and maintaining an effective and efficient regulatory system for the liquor industry and maximizing the benefits derived from the liquor industry for Gauteng citizens.

TABLE 13 : SUMMARY OF PAYMENTS AND ESTIMATES: BUSINESS REGULATION AND GOVERNANCE

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Governance	9 075	12 096	9 476	12 592	10 296	10 296	13 344	14 580	15 307
2. Regulation Services		515	3 397	2 886	2 909	2 909	4 749	5 467	5 940
3. Consumer Protection	11 778	12 188	14 877	12 150	14 452	14 452	14 274	20 007	18 951
4. Liquor Regulation	7 058	13 300	16 051	28 590	29 031	29 031			
5. Gambling and Betting	1 700								
Total payments and estimates	29 611	38 099	43 801	56 218	56 688	56 688	32 367	40 054	40 198

TABLE 14: SUMMARY OF ECONOMIC CLASSIFICATION: BUSINESS REGULATION AND GOVERNANCE

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	20 703	24 017	26 754	54 934	27 213	27 213	31 947	39 710	39 938
Compensation of employees	13 893	15 923	18 971	38 484	21 198	21 198	25 132	29 441	29 027
Goods and services	6 810	8 094	7 783	16 450	6 015	6 015	6 815	10 269	10 911
Interest and rent on land									
Transfers and subsidies to:	1 700	13 300	16 051		28 628	28 628			
Provinces and municipalities									
Departmental agencies and accounts	1 700	13 300	16 051		28 590	28 590			
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households					38	38			
Payments for capital assets	207	782	996	1 284	847	847	420	344	260
Buildings and other fixed structures									
Machinery and equipment	207	782	996	1 284	847	847	420	344	260
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Payments for financial assets	7 001								
Total economic classification	29 611	38 099	43 801	56 218	56 688	56 688	32 367	40 054	40 198

Total payments increased from R29.6 million in 2007/08 to R43.8 million in the 2009/10 financial year at an annual average rate of 22 per cent. In the 2009/10 financial year, an amount of R16 million was transferred to the Gauteng Liquor Board to fund its operational activities which constituted 37 per cent of the total expenditure under this programme.

During the 2010/11 financial year, the budget increased slightly by R470 000 from R56.2 million to R56.7 million due to the internal realignment of the budget and the additional funds for compensation of employees after wage negotiations. During the 2010/11 adjustment budget transfers and subsidies increased by R28.6 million as the Gauteng Liquor Board was reinstated as a trading entity. In 2010/11 the goods and services budget was cut by R17.3 to R6 million due to the implementation of cost containment measures.

The medium term estimates for the programme progressively increase from R32.4 million to R40.2 million at an annual average rate of 12 per cent. In 2011/12 the allocation for consumer protection amounts to R14.3 million which is 44 per cent of the total programme budget. This is to fund consumer awareness projects.

The budget for compensation of employees grows over the 2011 MTEF from R25.1 million in the financial year 2011/12 to R29 million in 2013/14 to provide for inflationary adjustments to personnel costs. The allocation for goods and services over the 2011 MTEF escalates from R6.8 million in 2011/12 to R10.9 million in 2013/14 at an average annual rate of 28 per cent. The budget for capital assets reflects a downward trend from R420 000 in 2011/12 to R260 000 in the 2013/14 financial year.

SERVICE DELIVERY MEASURES

PROGRAMME 4: BUSINESS REGULATION AND GOVERNANCE

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
To promote effective governance and regulation of the liquor industry, ensuring ethical business practice and empowered stakeholders.			
Revenue collection and sustainability model of GLB enhanced	R32m	R40m	R60m
Number of applications received	1 694	1 863	2 000
Number of licenses issued	1 609	1 863	2 000
Number of non-compliance notices issued	63	57	50
Number of pre-inspections conducted and reports filed	650	650	650
Number of post inspections conducted and reports filed	150	150	150
Number of awareness and education programmes per annum	48 workshops 4 Izimbizo 24 Stakeholder meetings 4 Road shows	48 workshops 4 Izimbizo 24 Stakeholder meetings 4 Road shows	48 workshops 4 Izimbizo 24 Stakeholder meetings 4 Road shows
Number of people reached through awareness programmes	4.5m	5m	5.5m
To promote effective governance and regulation of the gambling industry, ensuring ethical business practice and empowered stakeholders.			
Increase in the tax rand value of revenue collection on behalf of DED	R688.855m	R730.186m	R773.997m
Revenue distribution and reporting on prescribed dates	10th of each month	10th of each month	10th of each month
Rand value of license fee and other revenue collected	R103.071m	R109.669m	R116.436m
Number of compliance audits conducted on gambling licensees	114	114	114
Number of inspections conducted	54	54	54

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
Annual rand value of spend on awareness and education programmes	R3.535m	R4.066m	R4.310m
To effectively regulate for and ensure increased levels of consumer protection.			
Number of consumer complaints resolved through mediation and negotiation within 60 days	1 485	1 633	1 796
Number of proactive consumer investigations conducted	38	40	42
Number of days taken to take matters to arbitration in the Consumer Affairs Court	21 days	21 days	21 days
Number of consumer awareness and education workshop programs conducted	65	70	75
Number of consumers reached through consumer awareness programs	6.6m	6.7m	6.8m
To ensure the effective regulation and monitoring of the implementation of the GPG BBBEE Strategy.			
100 per cent compliance to BBBEE strategy targets in GPG	70 %	75 %	80 %
Number of BBBEE awareness programmes conducted	18	20	24

PROGRAMME 5: ECONOMIC PLANNING

Programme description

The programme's purpose is to provide thought leadership in economic planning which results in an integrated economic development agenda, ensuring the creation of decent jobs and a sustainable, inclusive economy in Gauteng.

Programme objectives

The objective of the programme is to provide overall guidance on economic policy direction, as well as render an efficient and co-ordinated management and support service to the programme by:

- Facilitating the development of economic policy frameworks, strategies and related legislation; influencing the provincial economic agenda; driving policy issues that would provide guidelines for alignment, and ensuring proper policy coordination within the province;
- Delivering sustainable and customized sector development strategies and programmes that ensure job creation, faster economic growth and diversification of the provincial economic base; and
- Gathering economic intelligence by collecting relevant data, tracking key economic performance indices and performing selected studies to produce credible and reliable information to inform the economic agenda.

TABLE 15 : SUMMARY OF PAYMENTS AND ESTIMATES: ECONOMIC PLANNING

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10				2011/12	2012/13	2013/14
1. Policy and Planning	7 086	8 352	8 639	4 500	5 647	5 647	7 970	8 098	9 509
2. Research and Development	2 103	5 545	3 372	6 500	8 188	8 188	8 833	8 282	9 008
3. Knowledge Management				2 600	1 657	1 657	7 170	6 261	6 574
4. Monitoring and Evaluation	16	6 130	3 349	9 600	8 607	8 607	12 159	13 182	7 328
Total payments and estimates	9 205	20 027	15 360	23 200	24 099	24 099	36 132	35 823	32 419

TABLE 16: SUMMARY OF ECONOMIC CLASSIFICATION: ECONOMIC PLANNING

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	9 132	19 677	15 360	22 925	23 809	23 809	36 012	35 536	32 109
Compensation of employees	4 534	7 843	9 767	7 795	7 943	7 943	23 240	11 225	12 057
Goods and services	4 598	11 834	5 593	15 130	15 866	15 866	12 772	24 311	20 052
Interest and rent on land									
Transfers and subsidies to:									
Provinces and municipalities									
Departmental agencies and accounts									
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households									
Payments for capital assets	73	350		275	290	290	120	287	310
Buildings and other fixed structures									
Machinery and equipment	73	350		275	290	290	120	287	310
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	9 205	20 027	15 360	23 200	24 099	24 099	36 132	35 823	32 419

Total payments increased from R9.2 million in 2007/08 to R20 million in the 2008/09 financial year due to a substantial increase in expenditure under compensation of employees in 2008/09. In the 2009/10 financial year the programme spent R15.4 million with Policy and Planning contributing 56 per cent to total expenditure.

During 2010/11 the budget was adjusted upwards by R899 000 from R23.2 million to R24.1 million due to additional funding for compensation of employees after the wage negotiations. Funds were also shifted to the programme to fund research chair projects. The budget for machinery and equipment was also increased by R50 000 to fund shortfalls.

The total programme budget increase by 50 per cent from R24 million in 2010/11 to R36.1 million in the 2011/12 financial year as a result of increased investment in the development of policies and strategies that will sustain economic development. The 2011/12 budget for compensation of employees reflects a large increase from R7.9 million in 2010/11 to R23.2 million in the 2011/12 financial year due to the fact that critical posts will be filled during the year.

SERVICE DELIVERY MEASURES

PROGRAMME 5: ECONOMIC PLANNING

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
To be the source / centre of credible and relevant socio-economic intelligence that supports the economic development agenda			
Annual economic review published	September 2011	September 2012	September 2013
Number of intelligence reports to track developments in the respective sectors and disseminate information to assist decision making	3	5	6

Performance Indicator	Estimated Annual Targets		
	2011 / 12	2012 / 13	2013 / 14
Percentage of the development of up to date, accurate, reliable common socio-economic database	40%	60%	100%
To mobilise, align, capacitate and coordinate towards enhanced collective ownership of the economic agenda			
Number of collaborative partnerships & mobilisation of resources to effect the successful implementation of sector strategies and key action plans			
Number of sector task team formed	7	-	-
Number of metros (3) whose relevant policies and strategies aligned to provincial frameworks	3	3	3
Number of districts(3) whose relevant policies and strategies aligned to provincial frameworks	2	2	2
To inform and develop evidence based economic policies and targeted strategies			
Number of coordinated and aligned policies and strategies for decent job creation, economic development and accelerated growth – (i.e. Funeral, Cooperative, SMME, Tourism strategies/ policies subject to the agreed provincial priorities)	4	4	4
Number targeted sector strategies that enable the creation of jobs that lead to economic development			
Number of approved sector strategies with clearly defined interventions	7	2	2
Number of sector development programmes implemented	3	3	3
To assess the impact of economic interventions vis-a-vis the implementation of policies and strategies			
Annual impact assessment report that verifies the effectiveness of interventions i.e. policies and strategies	1	1	1

7. OTHER PROGRAMME INFORMATION

7.1 Personnel numbers and costs

TABLE 17: PERSONNEL NUMBERS AND COST: ECONOMIC DEVELOPMENT

	As at 31 March 2008	As at 31 March 2009	As at 31 March 2010	As at 31 March 2011	As at 31 March 2012	As at 31 March 2013	As at 31 March 2014
Personnel numbers							
1. Administration	144	134	177	177	154	154	154
2. Integrated Economic Development Services	82	54	64	64	67	67	67
3. Trade and Sector Development	13	4	2	2	2	2	2
4. Business Regulation and Governance	77	59	81	81	177	177	177
5. Economic Planning	18	69	24	24	35	35	35
Total departmental personnel numbers	334	320	348	348	435	435	435
Total departmental personnel cost (R thousand)	69 978	75 534	85 651	94 377	127 933	123 691	128 667
Unit cost (R thousand)	210	236	246	271	294	284	296

The total head count will increase from 348 in 2010/11 to 435 in the 2011/12 financial due to a decision to expand the capacity of the Department and improve service delivery. The total head count is however expected to remain constant over medium term with compensation of employees increasing in the 2013/14 financial year to accommodate inflationary pressure and salary increases.

TABLE 18: SUMMARY OF DEPARTMENTAL PERSONNEL NUMBERS AND COST: ECONOMIC DEVELOPMENT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Total for department									
Personnel numbers (head count)	334	320	348	348	348	348	435	435	435
Personnel cost (R thousands)	69 978	75 534	85 651	115 662	94 377	94 377	127 933	123 691	128 667
Human resources component									
Personnel numbers (head count)	12	22							
Personnel cost (R thousands)	6001	6301							
Head count as % of total for department	3.59%	6.88%							
Personnel cost as % of total for department	8.58%	8.34%							

TABLE 18: SUMMARY OF DEPARTMENTAL PERSONNEL NUMBERS AND COST: ECONOMIC DEVELOPMENT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Finance component									
Personnel numbers (head count)	28	28							
Personnel cost (R thousands)	43675	46256							
Head count as % of total for department	8.38%	8.75%							
Personnel cost as % of total for department	62%	61%							
Full time workers									
Personnel numbers (head count)	200	186	275	275	275	275	375	375	375
Personnel cost (R thousands)	55 282	67 628							
Head count as % of total for department	60%	58%	79%	79%	79%	79%	86%	86%	86%
Personnel cost as % of total for department	79%	90%							
Part-time workers									
Personnel numbers (head count)	103	52	6	6	6	6	9	9	9
Personnel cost (R thousands)	2 036	680							
Head count as % of total for department	31%	16%	2%	2%	2%	2%	2%	2%	2%
Personnel cost as % of total for department	3%	1%							
Contract workers									
Personnel numbers (head count)	31	52	67	67	67	67	50	50	50
Personnel cost (R thousands)	1 2660	17 789							
Head count as % of total for department	9%	16%	19%	19%	19%	19%	11%	11%	11%
Personnel cost as % of total for department	18%	24%							

In the 2010/11 financial year the total head count amounts to 348 with full time workers amounting to 275, part time workers 6 and contract workers 67. In the 2011/12 financial year the Department intends to increase full time workers to 375 and reduce part time workers to 50.

7.2 Training

TABLE 19: PAYMENTS ON TRAINING: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
1. Administration	4 553	7 715	2 682	3 190	9 768	9 768	4 715	5 466	5 726
of which									
Subsistence and travel	3 973	6 444	2 033	1 640	3 546	3 546	2 825	3 256	3 505
Payments on tuition	580	1 271	649	1 550	6 222	6 222	1 890	2 210	2 221
2. Integrated Economic Development Services	1 350	3 410	526	845	1 699	1 699	737	569	328
Subsistence and travel	1 274	3 348	433	700	1 543	1 543	437	380	255
Payments on tuition	76	62	93	145	156	156	300	189	73
3. Trade and Sector Development				20			20	20	21
Subsistence and travel				20			20	20	21
Payments on tuition									
4. Business Regulation and Governance	1 703	2 104	894	768	565	565	680	792	813
Subsistence and travel	1 464	1 649	732	398	462	462	400	310	327
Payments on tuition	239	455	162	370	103	103	280	482	486
5. Economic Planning	472	2 262	158	730	1 766	1 766	1 000	460	490
Subsistence and travel	444	2 233	158	510	1 312	1 312	610	280	300
Payments on tuition	28	29		220	454	454	390	180	190
Total payments on training	8 078	15 491	4 260	5 553	13 798	13 798	7 152	7 307	7 378

Over the 2011 MTEF period an amount of R7.2 million will be spent on training with Administration and Economic Planning spending R4.7 million and R1 million respectively in order to train new staff members and enhance the skills of existing staff members.

TABLE 20: INFORMATION ON TRAINING: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Number of staff	334	320	348	348	348	348	435	435	435
Number of personnel trained of which					54	54	54	54	54
Male					17	17	17	17	17
Female					37	37	37	37	37
Number of training opportunities of which					83	79	79	91	103
Tertiary					54	50	50	55	60
Workshops					22	22	22	27	32
Seminars					7	7	7	9	11
Other									
Number of bursaries offered					54		50	50	50
Number of interns appointed					30		30	30	30
Number of learnerships appointed									
Number of days spent on training					2		2	2	2

8. CROSS CUTTING INFORMATION

TABLE 1: CROSS CUTTING ISSUES

Cross-Cutting Issue	Programme and sub-programme	Indicator/Measure	Output	Outcome	MTEF BUDGET		
					2011/12	2012/13	2013/14
INTERNSHIPS	Human Resources Management	Number of Female interns	Number of trained graduates: 2011/12: 35 2012/13: 39 2013/14: 42	Skills development and gender equity achieved	Budget with GCRA	Budget with GCRA	Budget with GCRA
	Human Resources Management	Number of Male interns trained	Number of trained graduates: 2011/12: 15 2012/13: 16 2013/14: 18	Skills development and gender equity achieved	Budget with GCRA	Budget with GCRA	Budget with GCRA
LEARNERSHIPS	Human Resources Management	Number of learnerships	30 learnerships per annum	Skills development for youth	R481 000	R530 000	R580 000
BURSARY ALLOCATION	Human Resources Management	Number of bursaries awarded to Female employees	Bursaries awarded to 25 female and 25 male employees	Employees with tertiary qualifications	R720 000	R770 000	R830 000
EMPLOYMENT OF PEOPLE WITH DISABILITIES	Human Resources Management	Female	Employment of 3 female and 2 male employees with disabilities	Employment of people with disabilities	R480 000	R480 000	R480 000

TABLE 1: CROSS CUTTING ISSUES

Cross-Cutting Issue	Programme and sub-programme	Indicator/ Measure	Output	Outcome	MTEF BUDGET		
					2011/12	2012/13	2013/14
BBBEE TARGETS	Supply Chain management	Preferential procurement (PP) spent per GPG targets	Representation of women in PP spend: 2011/12: 20% 2012/13: 25% 2013/14: 30%	Economic empowerment of women	R789 000	R921 000	R986 000
	Supply Chain Management	Preferential procurement spent per GPG targets	Representation of youth in PP spend: 2011/12: 7% 2012/13: 8% 2013/14: 10%	Economic empowerment of youth			
	Supply Chain Management	Preferential procurement spent per GPG targets	Representation of PWD in PP spend: 2011/12: 3% 2012/13: 4% 2013/14: 5%	Economic empowerment of PWD			

In order to improve gender equity the department plans to identify mentors for women and to develop an online network session within the Department for women to share on matters of general concern. The Department aims to recognize women achievers during women's month and spot women to participate in "Life skills for self development" workshops.

The Department shall ensure that the counter investment measure (as articulated in the DED Recruitment & Selection policy) in the recruitment of senior officials is applied and the Department will also develop and manage a gender desk for woman employees.

ANNEXURES TO THE ESTIMATES OF PROVINCIAL REVENUE AND EXPENDITURE

TABLE 21: SPECIFICATION OF RECEIPTS: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Tax receipts	532 819	553 479	538 450	613 874	597 874	597 874	633 746	671 770	712 076
Casino taxes	502 128	521 608	506 143	525 203	525 203	525 203	556 716	590 118	625 525
Horse racing taxes	30 691	31 871	32 307	72 671	72 671	72 671	77 030	81 652	86 551
Liquor licences				16 000					
Motor vehicle licences									
Sales of goods and services other than capital assets	8 966	(6 011)	39						
Sale of goods and services produced by department (excluding capital assets)	8 966	(6 011)	39						
Sales by market establishments									
Administrative fees									
Other sales	8 966	(6 011)	39						
Of which									
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	5 589	7 470	3 860				1 082	1 082	1 082
Interest	5 589	7 470	3 860				1 082	1 082	1 082
Dividends									
Rent on land									
Sales of capital assets									
Land and sub-soil assets									
Other capital assets									
Transactions in financial assets and liabilities	57	261	3 833	250	250	250	250	250	250
Total departmental receipts	547 431	555 199	546 182	614 124	598 124	598 124	635 078	673 102	713 408

TABLE 22: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ADMINISTRATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	79 691	80 786	82 335	106 259	108 820	108 820	97 655	114 047	120 907
Compensation of employees	36 853	37 425	41 388	55 620	48 802	48 802	55 514	57 450	55 002
Salaries and wages	26 803	32 428	34 805	46 950	39 544	39 544	47 234	46 552	44 102
Social contributions	10 050	4 997	6 583	8 670	9 258	9 258	8 280	10 898	10 900
Goods and services	42 838	43 362	40 947	50 639	60 018	60 018	42 141	56 597	65 905
of which									
Administrative fees	11	65	117	175	288	288	188	155	163
Advertising	11 882	3 704	2 392	3 545	2 799	2 799	3 035	5 130	5 138
Assets <R5000	132	103	131	255	378	378	247	168	178
Audit cost: External	2 344	3 130	2 111	2 441	2 242	2 242	897	1 357	1 270
Bursaries (employees)	161	83	474	350	570	570	680	620	688

TABLE 22: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ADMINISTRATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
<i>Catering: Departmental activities</i>	2 196	1 888	379	340	1 090	1 090	395	240	254
<i>Communication</i>	5 340	1 547	7 661	6 010	3 219	3 219	3 445	6 195	5 206
<i>Computer services</i>	857	544	2 626	1 380	3 146	15 513	1 484	1 200	1 267
<i>Cons/prof:business & advisory services</i>	9 418	7 807	5 661	16 628	15 411	3 044	9 695	15 486	17 331
<i>Cons/prof: Infrastructre & planning</i>									
<i>Cons/prof: Laboratory services</i>									
<i>Cons/prof: Legal cost</i>	1 871	3 349	3 024	1 800	2 471	2 471	2 230	6 080	7 084
<i>Contractors</i>		1 404	374	825	1 027	1 027	1 100	735	727
<i>Agency & support/outsourced services</i>		3 637	3 925	4 420	4 479	4 479	4 423	4 110	6 145
<i>Entertainment</i>	554	874	83	255	136	136	305	165	173
<i>Government motor transport</i>			5	30			35	20	21
<i>Housing</i>									
<i>Inventory: Food and food supplies</i>	11	122	54	205	136	136	217	145	153
<i>Inventory: Fuel, oil and gas</i>		1							
<i>Inventory:Learn & teacher support material</i>	1 282	4	2	60			166	169	183
<i>Inventory: Raw materials</i>	241	85	139		387	387	104	98	74
<i>Inventory: Medical supplies</i>		2							
<i>Inventory: Medicine</i>									
<i>Medsas inventory interface</i>									
<i>Inventory: Military stores</i>		19							
<i>Inventory: Other consumables</i>		86	74	215	115	115	299	194	206
<i>Inventory: Stationery and printing</i>		2 106	2 099	1 755	4 430	4 430	1 653	1 454	2 182
<i>Lease payments</i>	196	549	713	775	1 350	1 350	930	850	920
<i>Owned & leasehold property expenditure</i>	172	2 097	4 497	4 400	4 560	4 560	3 918	5 000	9 132
<i>Transport provided dept activity</i>		5	1 000		40	40			
<i>Travel and subsistence</i>	3 973	6 444	2 033	1 640	3 546	3 546	2 825	3 256	3 505
<i>Training & staff development</i>	580	1 271	649	1 550	6 222	6 222	1 890	2 210	2 221
<i>Operating expenditure</i>	520	307	127	525	538	538	595	480	507
<i>Venues and facilities</i>	1 097	2 129	597	1 060	1 438	1 438	1 385	1 080	1 177
<i>Interest and rent on land</i>									
<i>Interest</i>									
<i>Rent on land</i>									
Transfers and subsidies to¹:		11 500							
Provinces and municipalities									
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³									
Municipalities									
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts		11 500							
Social security funds									
Provide list of entities receiving transfers ⁴		11 500							
Universities and technikons									
Foreign governments and international organisations									
Public corporations and private enterprises ⁵									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									

TABLE 22: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ADMINISTRATION

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Subsidies on production									
Other transfers									
Non-profit institutions									
Households									
Social benefits									
Other transfers to households									
Payments for capital assets	932	1 659	1 122	570	9 796	9 796	1 651	809	1 232
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	932	1 659	1 122	570	9 796	9 796	1 651	809	1 232
Transport equipment									
Other machinery and equipment	932	1 659	1 122	570	9 796	9 796	1 651	809	1 232
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets			419						
Total economic classification	80 623	93 945	83 876	106 829	118 616	118 616	99 306	114 856	122 139

TABLE 23 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	19 599	29 196	37 117	32 736	44 652	47 321	37 721	38 169	37 154
Compensation of employees	14 698	12 207	14 267	11 020	15 056	15 056	21 080	22 398	29 229
Salaries and wages	13 562	10 965	12 776	10 450	13 059	13 059	20 073	21 321	28 092
Social contributions	1 136	1 242	1 491	570	1 997	1 997	1 007	1 077	1 137
Goods and services	4 901	16 989	22 850	21 716	29 596	32 265	16 641	15 771	7 925
of which									
Administrative fees		33	54	86	112	112	130	75	79
Advertising	841	715	853	145	661	661	380	364	256
Assets <R5000	1	20	30	111	76	76	167	59	38
Audit cost: External									
Bursaries (employees)			61				147	155	100
Catering: Departmental activities	12	264	218	105	162	162	250	80	68
Communication	93	133	244	166	229	229	231	74	81
Computer services	1	13	1	287	111	111	233	117	73
Cons/prof: business & advisory services	941	10 270	16 928	19 056	23 723	26 392	13 223	13 565	6 373
Cons/prof: Infrastructure & planning									
Cons/prof: Laboratory services					420	420			
Cons/prof: Legal cost	669								
Contractors		200	654	4	48	48	10	8	8
Agency & support/outsourced services		356		106			110	33	51
Entertainment	128	170	35	29	19	19	27	15	16
Government motor transport									
Housing									
Inventory: Food and food supplies	564	24	26	67	78	78	100	45	32
Inventory: Fuel, oil and gas									
Inventory: Learn & teacher support material				5			23	37	45

TABLE 23 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
<i>Inventory: Raw materials</i>	217	2	2		1	1	20	24	11
<i>Inventory: Medical supplies</i>									
<i>Inventory: Medicine</i>									
<i>Medsas inventory interface</i>									
<i>Inventory: Military stores</i>									
<i>Inventory: Other consumables</i>		1	3	6	3	3	53	59	31
<i>Inventory: Stationery and printing</i>		372	825	135	515	515	225	75	79
<i>Lease payments</i>		456	224	168	166	166	181	179	80
<i>Owned & leasehold property expenditure</i>		7	50	20	64	64	15	5	5
<i>Transport provided dept activity</i>			906						
<i>Travel and subsistence</i>	1 274	3 348	433	700	1 543	1 543	437	380	255
<i>Training & staff development</i>	76	62	93	145	156	156	300	189	73
<i>Operating expenditure</i>	12			2	1	1	5	2	2
<i>Venues and facilities</i>	72	543	1 210	373	1 508	1 508	374	231	169
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies to¹:	162 782	125 342	154 157	216 026	188 225	185 556	149 450	253 840	299 213
Provinces and municipalities	5 700	2 500	9 925	21 500	21 500	21 500			
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³	5 700	2 500	9 925	21 500	21 500	21 500			
Municipalities	5 700	2 500	9 925	21 500	21 500	21 500			
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	157 082	122 842	144 232	194 526	166 725	164 056	149 450	253 840	299 213
Social security funds									
Provide list of entities receiving transfers ⁴	157 082	122 842	144 232	194 526	166 725	164 056	149 450	253 840	299 213
Universities S									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households									
Social benefits									
Other transfers to households									
Payments for capital assets	1 522	621	1 623	260	310	310	369	368	368
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	1 522	621	771	260	310	310	369	368	368
Transport equipment									
Other machinery and equipment	1 522	621	771	260	310	310	369	368	368
Heritage Assets									
Specialised military assets									

TABLE 23 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: INTEGRATED ECONOMIC DEVELOPMENT SERVICES

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			852						
Payments for financial assets									
Total economic classification	183 903	155 159	192 897	249 022	233 187	233 187	187 540	292 377	336 735

TABLE 24 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: TRADE AND SECTOR DEVELOPMENT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	2 227	1 404	2 916	1 421	1 421	1 421	3 114	3 339	3 526
Compensation of employees		2 136	1 258	2 743	1 378	1 378	2 967	3 177	3 352
Salaries and wages		2 129	1 256	2 723	1 359	1 359	2 946	3 156	3 330
Social contributions		7	2	19	19	19	21	21	22
Goods and services		91	146	173	43	43	147	162	174
of which									
Administrative fees									
Advertising			61	30			30	30	32
Assets <R5000				5			5	5	5
Audit cost: External							6		
Bursaries (employees)							6	6	7
Catering: Departmental activities		1		11	5	5	26	26	29
Communication		2	39	23	3	3	9	9	9
Computer services				4					
Cons/prof:business & advisory services		51	32	22	22	22			
Cons/prof: Infrastructre & planning									
Cons/prof: Laboratory services									
Cons/prof: Legal cost									
Contractors		1		13	3	3	14	16	17
Agency & support/outsourced services									
Entertainment		16		15			15	15	16
Government motor transport									
Housing									
Inventory: Food and food supplies		2	1	25	5	5	6	29	31
Inventory: Fuel, oil and gas									
Inventory:Learn & teacher support material									
Inventory: Raw materials									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores									
Inventory: Other consumables									
Inventory: Stationery and printing		18	13	5	5	5	10	6	7
Lease payments									
Owned & leasehold property expenditure									
Transport provided dept activity									
Travel and subsistence				20			20	20	21
Training & staff development									
Operating expenditure									
Venues and facilities									
Interest and rent on land									

TABLE 24 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: TRADE AND SECTOR DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Interest									
Rent on land									
Transfers and subsidies to:	288 818	516 372	482 812	646 356	652 956	652 956	447 121	453 765	471 587
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	195 607	220 814	266 647	290 609	397 119	397 119	250 033	227 542	223 667
Social security funds									
Provide list of entities receiving transfers	195 607	220 814	266 647	290 609	397 119	397 119	250 033	227 542	223 667
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises ⁵	93 211	295 558	216 165	355 747	255 837	255 837	197 088	226 223	247 920
Public corporations	93 211	295 558	216 165	355 747	255 837	255 837	197 088	226 223	247 920
Subsidies on production									
Other transfers	93 211	295 558	216 165	355 747	255 837	255 837	197 088	226 223	247 920
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households									
Social benefits									
Other transfers to households									
Payments for capital assets			23	114	115	115			
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment			23	114	115	115			
Transport equipment									
Other machinery and equipment			23	114	115	115			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	288 818	518 599	484 239	649 386	654 492	654 492	450 235	457 104	475 113

TABLE 25 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: BUSINESS REGULATION AND GOVERNANCE

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	20 703	24 017	26 754	54 934	27 213	27 213	31 947	39 710	39 938
Compensation of employees	13 893	15 923	18 971	38 484	21 198	21 198	25 132	29 441	29 027
Salaries and wages	12 366	14 105	16 699	35 673	17 662	17 662	21 500	24 887	24 412
Social contributions	1 527	1 818	2 272	2 811	3 536	3 536	3 632	4 554	4 615
Goods and services	6 810	8 094	7 783	16 450	6 015	6 015	6 815	10 269	10 911

TABLE 25 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: BUSINESS REGULATION AND GOVERNANCE

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
of which									
Administrative fees	156	4	26	81	13	13	140	58	61
Advertising	473	338	656	190	987	987	435	180	190
Assets <R5000	5	126	180	93	1	1	185	168	190
Audit cost: External									
Bursaries (employees)			96		271	271	64	73	101
Catering: Departmental activities	358	50	40	200	278	278	190	113	122
Communication	255	230	359	275	786	786	196	215	227
Computer services	14	50	4	10			77	48	67
Cons/prof:business & advisory services	2 784	3 346	4 460	13 581	890	890	3 052	7 084	7 591
Cons/prof: Infrastructre & planning									
Cons/prof: Laboratory services									
Cons/prof: Legal cost	10		61	95	10	10	150	105	111
Contractors		552	6	8	30	30	150	62	87
Agency & support/outsourced services		22		200			140	150	158
Entertainment	11	12	25	92	26	26	94	152	116
Government motor transport									
Housing									
Inventory: Food and food supplies	57	32	50	64	174	174	120	75	78
Inventory: Fuel, oil and gas			19	4	10	10	10	10	11
Inventory:Learn & teacher support material				4			31	31	24
Inventory: Raw materials	471		24		21	21	27	13	11
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores									
Inventory: Other consumables		2	3	24	36	36	61	82	63
Inventory: Stationery and printing		209	270	200	735	735	324	322	311
Lease payments		117	201	245	293	293	312	274	286
Owned & leasehold property expenditure			23	196			225	105	111
Transport provided dept activity					80	80			
Travel and subsistence	1 464	1 649	732	398	462	462	400	310	327
Training & staff development	239	455	162	370	103	103	280	482	486
Operating expenditure	73		33	6			7	8	9
Venues and facilities	440	900	353	114	809	809	145	149	173
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies to¹:	1 700	13 300	16 051		28 628	28 628			
Provinces and municipalities									
Provinces ²									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities ³									
Municipalities									
of which: Regional service council levies									
Municipal agencies and funds									
Departmental agencies and accounts	1 700	13 300	16 051		28 590	28 590			
Social security funds									
Provide list of entities receiving transfers	1 700	13 300	16 051		28 590	28 590			
Universities									
Foreign governments and international organisations									

TABLE 25 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: BUSINESS REGULATION AND GOVERNANCE

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households					38	38			
Social benefits									
Other transfers to households					38	38			
Payments for capital assets	207	782	996	1 284	847	847	420	344	260
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	207	782	996	1 284	847	847	420	344	260
Transport equipment									
Other machinery and equipment	207	782	996	1 284	847	847	420	344	260
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	7 001								
Total economic classification	29 611	38 099	43 801	56 218	56 688	56 688	32 367	40 054	40 198

TABLE 26 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ECONOMIC PLANNING

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Current payments	9 132	19 677	15 360	22 925	23 809	23 809	36 012	35 536	32 109
Compensation of employees	4 534	7 843	9 767	7 795	7 943	7 943	23 240	11 225	12 057
Salaries and wages	3 929	7 171	9 015	7 205	7 240	7 240	22 301	10 126	10 849
Social contributions	605	672	752	590	703	703	939	1 099	1 208
Goods and services	4 598	11 834	5 593	15 130	15 866	15 866	12 772	24 311	20 052
of which									
Administrative fees	144	153	13	40	191	191	55	30	32
Advertising		1 079	86	345	456	456	465	230	244
Assets <R5000	14	11	10	45	240	240	60	40	43
Audit cost: External									
Bursaries (employees)			18	25	98	98	115	55	58
Catering: Departmental activities	15	5	35	70	91	91	95	55	59
Communication	169	197	267	160	152	152	210	95	100
Computer services	260	34	283	7 244	760	760	256	70	74
Cons/prof: business & advisory services	1 424	5 595	4 355	5 773	10 732	10 732	9 179	22 360	17 949
Cons/prof: Infrastructure & planning									
Cons/prof: Laboratory services									
Cons/prof: Legal cost					56	56			
Contractors			24	2	52	52	54	52	55
Agency & support/outsourced services							100	120	127
Entertainment		4	12	21	86	86	41	26	27
Government motor transport									

TABLE 26 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ECONOMIC PLANNING

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
<i>Housing</i>									
<i>Inventory: Food and food supplies</i>	8	6	18	36	84	84	89	48	56
<i>Inventory: Fuel, oil and gas</i>									
<i>Inventory: Learn & teacher support material</i>					10	10			
<i>Inventory: Raw materials</i>	1 793		1				18	20	21
<i>Inventory: Medical supplies</i>							10	12	13
<i>Inventory: Medicine</i>									
<i>Medsas inventory interface</i>									
<i>Inventory: Military stores</i>									
<i>Inventory: Other consumables</i>		3	1	4	17	17	36	38	40
<i>Inventory: Stationery and printing</i>		274	58	158	290	290	214	105	112
<i>Lease payments</i>	93	16		57	24	24	105	100	107
<i>Owned & leasehold property expenditure</i>			44		5	5	40	45	50
<i>Transport provided dept activity</i>									
<i>Travel and subsistence</i>	444	2 233	158	510	1 312	1 312	610	280	300
<i>Training & staff development</i>	28	29		220	454	454	390	180	190
<i>Operating expenditure</i>		1 562		110	25	25	175	85	93
<i>Venues and facilities</i>	206	633	210	310	731	731	455	265	302
Interest and rent on land									
<i>Interest</i>									
<i>Rent on land</i>									
Transfers and subsidies to:									
<i>Provinces and municipalities</i>									
<i>Provinces</i>									
<i>Provincial Revenue Funds</i>									
<i>Provincial agencies and funds</i>									
<i>Municipalities</i>									
<i>Municipalities</i>									
<i>of which: Regional service council levies</i>									
<i>Municipal agencies and funds</i>									
<i>Departmental agencies and accounts</i>									
<i>Social security funds</i>									
<i>Universities</i>									
<i>Foreign governments and international organisations</i>									
<i>Public corporations and private enterprises</i>									
<i>Public corporations</i>									
<i>Subsidies on production</i>									
<i>Other transfers</i>									
<i>Private enterprises</i>									
<i>Subsidies on production</i>									
<i>Other transfers</i>									
<i>Non-profit institutions</i>									
<i>Households</i>									
<i>Social benefits</i>									
<i>Other transfers to households</i>									
Payments for capital assets	73	350		275	290	290	120	287	310
<i>Buildings and other fixed structures</i>									
<i>Buildings</i>									
<i>Other fixed structures</i>									
<i>Machinery and equipment</i>	73	350		275	290	290	120	287	310
<i>Transport equipment</i>									

TABLE 26 : PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ECONOMIC PLANNING

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Other machinery and equipment	73	350		275	290	290	120	287	310
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	9 205	20 027	15 360	23 200	24 099	24 099	36 132	35 823	32 419

TABLE 27: TRANSFERS TO LOCAL GOVERNMENT: ECONOMIC DEVELOPMENT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2007/08	2008/09	2009/10	2010/11			2011/12	2012/13	2013/14
Type of transfer/grant 1 (name)									
Category A				19 300	4 500	4 500			
Ekurhuleni Metro				9 950	1 050	1 050			
City of Johannesburg Metro				600	3 450	3 450			
City of Tshwane Metro				8 750					
Category B	300	2 500	3 500	2 200	17 000	17 000			
Nokeng tsa Taemane					8 500	8 500			
Kungwini				1 700	8 500	8 500			
Emfuleni									
Midvaal	300								
Lesedi									
Mogale City				500					
Randfontein									
Westonaria		2 500	3 500						
Merafong City									
West Rand									
Category C	5 400		6 425						
Metsweding District Council	5 400		6 425						
Sedibeng District Council									
West Rand District Council									
Unallocated									
Total departmental transfers to local government	5 700	2 500	9 925	21 500	21 500	21 500			

