

VOTE 8

Human Settlements

Operational budget	R 3 300 935 000
MEC remuneration	Nil
Total amount to be appropriated	R 3 300 935 000
Responsible MEC	Mr. R. Pillay, MEC for Public Works and Human Settlements ¹
Administering department	Human Settlements
Accounting officer	Head: Human Settlements

1. Overview

Vision

The vision of the department is: *Innovative champions of change in the housing sector to improve the quality of life for all in KZN.*

Mission statement

The mission statement of the department is: *To create an enabling environment for the development of sustainable human settlements in partnership with stakeholders to improve the quality of life for all in KZN.*

Strategic objectives

Strategic policy direction: By focussing on its role of creating sustainable human settlements throughout the province, the department seeks to align its operations and strategic position with the overall aim of government to achieve accountability and effective service delivery for all citizens of the province in the following areas: create sustainable human settlements and improved quality of household life, and create vibrant, equitable, sustainable rural communities contributing toward food security for all.

The strategic objectives set by the department are:

- Eradication of slums in KwaZulu-Natal.
- Strengthening governance and service delivery.
- Ensuring job creation through housing delivery.
- Accelerating housing delivery in rural areas.
- Accelerate the hostels upgrade and redevelopment programme.
- Creating rental/social housing opportunities.
- Building capacity of housing stakeholders (especially municipalities).
- Promotion of home-ownership.
- Provision of housing for vulnerable groups.
- Provision of incremental housing.
- Implementation of the Financial Services Market programme.

¹ The salary of the MEC of Human Settlements is budgeted for under Vote 14: Public Works.

Core functions

The following core functions have been identified as key for the attainment of the strategic objectives:

- To promote the provision of housing development.
- To promote the provision of affordable housing and essential services.
- To manage, control and maintain the immoveable assets of the department.
- To administer and manage housing subsidies of targeted groups.
- To research, establish, monitor and implement policies within the National Housing Policy Framework.
- To formulate a Provincial Housing Development Plan for the province.
- To facilitate and create housing institutions.
- To provide legal advice on land and environmental issues.
- To administer and co-ordinate the Community Residential Unit (CRU) programme.
- To administer the clearance of slums in KZN.
- To capacitate housing stakeholders.

Legislative mandates

The principal legislative mandates governing the operations of the department are:

- The Constitution of the Republic of South Africa, 1996
- Housing Act, 1997, as amended
- Housing Consumers Protection Measures Act, 1998, as amended
- Rental Housing Act, 1999
- Sectional Titles Act, 1986
- Abolition of Certain Title Conditions Act, 1999
- Prevention of Illegal Eviction and Unlawful Occupation of Land Act, 1998
- Home Loan and Mortgage Disclosure Act, 2000
- Disestablishment of South African Trust Limited Act, 2000
- Constitutional Court judgement, 2000, on the enforceability of social and economic rights
- KwaZulu-Natal Housing Act, 1998, as amended
- Housing Development Schemes for Retired Persons Act, 1988, as amended
- National Building Regulations and Building Standards Act, 1977
- Construction Industry Development Board Act, 2000
- Preferential Procurement Policy Framework Act, 2000
- Housing Consumer Protection Measures Act, 2007
- Social Housing Act, 2008
- Housing Development Agency Act, 2008
- Public Finance Management Act, 1999, as amended, and Treasury Regulations
- Broad Based Black Economic Empowerment Act, 2003
- National Environmental Management Act, 1998, as amended
- Communal Land Rights Act, 2004
- Communal Property Association Act, 1996
- KwaZulu-Natal Planning and Development Act, 2008

- Deeds Registries Act, 1937
- Extension of Security of Tenure Act, 1997
- Land Administration Act, 1995
- Reconstruction and Development Programme Fund Act, 1994
- Municipal Finance Management Act, 2003
- Corruption Act, 1994, as amended
- Expropriation Act, 1951 as repealed by Act No. 63 of 1975
- National Heritage Resource Act, 1999
- Standards Act, 1993
- State Land Disposal Act, 1961

2. Review of the 2011/12 financial year

This section provides a review of 2011/12, outlining the main achievements and progress made during the year, as well as providing a brief discussion on challenges and new developments.

Slums clearance

The department continued with its aim of clearing slums in 2011/12. As at December 2011, 882 houses had been completed under the Informal Settlements Upgrade programme. In addition, the department made strides toward providing strategic planning leadership for the creation of human settlements through developing provincial frameworks, such as the KZN Sustainable Human Settlements Strategy and the KZN Informal Settlements Strategy. It also ensured that all municipalities have a Municipal Sector Plan for housing development within their respective municipalities. This plan forms part of each municipality's Integrated Development Plan (IDP).

Rural housing development programme

The contract for the *Vulindlela* housing project was signed on 29 March 2011 for the construction of 25 000 units in the Msunduzi Municipality. Stage 1 activities, such as site pegging, beneficiary administration, site establishment, etc., as well as construction activities were undertaken. The department reprioritised savings from within Programme 3: Housing Development and Programme 4: Housing Asset Management, Property Management in the 2011/12 Adjustments Estimate to cater for the fast-tracking of this project. The savings emanate from various slow-spending projects, such as the Community Residential Unit (CRU) programme and the Enhanced Extended Discount Benefit Scheme (EEDBS), as explained in greater detail below.

Enhanced people's housing process

This programme, which provides for community/beneficiary involvement in the construction of houses, experienced slow delivery in 2011/12, mainly due to insufficient construction skills in the community. The department acquired more technical staff, facilitators and project monitors who are now working closely with project steering committees and community structures to resolve these challenges. This programme is implemented in partnership with the eThekweni Metro, as well as other municipalities.

Military veterans housing programme

This programme is intended to provide housing assistance to veterans who engaged in liberation military activities. The department did not achieve its plan of building 500 units in 2011/12 in respect of this programme. No units were built during the year, due to the fact that the veterans were unhappy with the standard unit provided in terms of the current subsidy quantum. To this end, the department engaged with the National Department of Human Settlements (NDHS) and the National Department of Military Veterans and a proposal of 45m² fully fitted units was put forward, and is currently being considered.

Affordable rental units

One of the department's aims is to achieve affordable rental housing for people in KZN. The main project in respect of this is the CRU programme, which aims to attain a non-racial, integrated and socially

coherent society for all income groups. The department aimed to construct 4 000 units in 2011/12. However, due to delays in planning processes by the eThekweni Metro, as well as the fact that the CRU policy is currently being revised in order to contain costs within acceptable limits (at the current time there is no subsidy quantum applicable to this programme, making it open to abuse), no new housing units were constructed.

Housing rectification programme

The implementation of the rectification programme for pre-1994 housing stock was delayed due to the fact that the National Home Builders Registration Council (NHBRC) is currently in the process of compiling rectification scoping reports which will indicate exactly what rectification is to be done to what properties. This exercise is expected to be completed by year-end, and rectification is expected to commence fully in 2012/13.

Emergency housing

The department assisted individuals affected by natural disasters and, by December 2011, had constructed 3 025 units. The disasters related to floods in the eThekweni, Amajuba and uThukela districts in January and February 2011.

Inclusionary housing

Inclusionary housing integrates communities and housing in the low to high income brackets. It comprises the Cornubia Land Acquisition project (hereafter referred to as Cornubia) within the eThekweni Metro, which has been identified as one of KZN's (as well as the NDHS) priority projects. Cornubia aims to implement integrated sustainable human settlements, while also contributing to the upgrading and eradication of informal settlements. The planning of Cornubia is based on the principles of sustainable development with higher densities, a wide range and integration of income levels, employment and economic opportunities, provision of schools, clinics and other social facilities, viable non-motorised and public transportation and extensive open spaces.

Cornubia is planned to be implemented in phases, with Phase 1 estimated to yield 5 000 sites. Despite delays at mid-year, the project is now on track, with the first phase of the project running smoothly. To this end, Phase 1A, which is the pilot with 486 sites, has commenced. The department has provided funding for the planning, engineering design and NHBRC enrolment. The department has thus far spent funds primarily on land acquisition, and has also built one show house.

Capacity building programmes

The department invested in various programmes targeted at capacitating stakeholders to ensure their meaningful participation in, and delivery toward the Human Settlements sector, namely the Housing Consumer Education programme, Women and Youth in Human Settlements, the EPWP, the Enhanced People's Housing Process (EPHP) and Municipal Housing Accreditation. However, meaningful impact was not achieved due to limited human resource capacity within the department.

3. Outlook for the 2012/13 financial year

This section looks at the key focus areas of 2012/13, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments.

Accreditation of aspiring metros

The department will be accelerating the accreditation of six aspiring municipal metros, namely uMhlathuze, Msunduzi, Mnambithi, Newcastle, KwaDukuza and Hibiscus Coast municipalities. The accreditation process will see the opportunity of regionalisation and promotion of strategic district focus, where resources are pooled together to achieve the economies of scope and scale to promote the development of communities in a much more structured and efficient manner.

Disaster management

The department will focus its efforts on addressing and eradicating the backlogs in respect of the housing disaster rehabilitation programme. These backlogs emanate mainly from the fact that funding received, in respect of the Housing Disaster Relief grant, is not adequate to cover the total cost of disasters. In this

regard, the department will undertake an audit of the outstanding disaster rehabilitation projects and develop an action plan to address the backlogs.

Informal settlements upgrade

The department will focus its attention on the 17 municipalities with the highest prevalence of informal settlements in the province, and will prioritise those that are located in areas closest to opportunities that will give rise to the establishment of new settlements, new towns and new economic opportunities, and will focus on finding well-located and appropriate land. It will also prioritise the redress of Apartheid settlements, which put communities on the periphery of urban areas.

Rural housing development programme

In line with the provincial priority of aiming to develop rural areas, the department will continue to accelerate housing delivery in rural areas. By virtue of being built with sub-standard materials, rural households, which are built by their owners in the rural areas, are in the same predicament as households of people living in the informal settlements. Focussed attention will be placed on the packaging of the *Vulindlela* rural housing development project, which is expected to have a yield of 25 000 units over the long-term (housing construction is anticipated to be completed by 2017). The department anticipates building 2 908 units in 2012/13 in respect of this project.

Hostel upgrade and Community Residential Units (CRUs)

The CRU programme aims to attain a non-racial, integrated and socially coherent society for all income groups. The department will prioritise the development of the strategy for hostel upgrades and the establishment of CRUs to enhance access to proper low cost rental housing in a sustainable manner to ensure long-term viability. The department aims to start addressing the backlog from the previous financial year. To this end, it plans to construct 1 934 units in 2012/13.

Inclusionary housing

Cornubia will continue to be rolled out in 2012/13, with 653 sites and 647 houses projected to be procured and constructed, respectively.

4. Receipts and financing

4.1 Summary of receipts and financing

Table 8.1 indicates the sources of funding for Vote 8 for the period 2008/09 to 2014/15.

The budget for 2012/13 is made up of the equitable share of R300.409 million, the Human Settlements Development grant of R2.915 billion and a provincial cash resource of R85.229 million. The aim of the Human Settlements Development grant is to promote the provision of low income housing and essential services. No allocation for the Housing Disaster Relief grant or the EPWP Integrated Grant for Provinces was received over the 2012/13 MTEF.

Table 8.1: Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Provincial allocation	224 107	243 265	267 030	283 444	283 444	283 444	300 409	316 553	335 518
Conditional grants	1 622 053	2 330 448	2 768 502	2 769 871	2 801 547	2 801 547	2 915 297	3 148 736	3 305 541
<i>Human Settlements Development grant</i>	1 622 053	2 180 448	2 634 109	2 769 871	2 769 871	2 769 871	2 915 297	3 148 736	3 305 541
<i>Housing Disaster Relief grant</i>	-	150 000	133 800	-	31 140	31 140	-	-	-
<i>EPWP Integrated Grant for Provinces</i>	-	-	593	-	536	536	-	-	-
Total receipts	1 846 160	2 573 713	3 035 532	3 053 315	3 084 991	3 084 991	3 215 706	3 465 289	3 641 059
Total payments	1 876 146	2 492 647	3 089 237	3 053 315	3 084 991	3 084 991	3 300 935	3 465 289	3 641 059
Surplus/(Deficit) before financing	(29 986)	81 066	(53 705)	-	-	-	(85 229)	-	-
Financing									
<i>of which</i>									
Provincial roll-overs	-	-	77 024	-	-	-	-	-	-
Provincial cash resources	-	-	-	-	-	-	85 229	-	-
Surplus/(deficit) after financing	(29 986)	81 066	23 319	-	-	-	-	-	-

The department ended 2008/09 with an over-spending of R29.986 million as a result of the high demand for housing in the province, and the resultant pressure on the department to increase the rate of service delivery.

The department ended 2009/10 with a surplus of R81.066 million. It should be noted, though, that the conditional grant under-spending in that year was R77.024 million in respect of the Human Settlements Development grant due to the following:

- The agreement between the department and the eThekweni Metro, in respect of the CRU programme not being finalised, owing to internal delays within the Metro.
- Delays in implementing certain priority projects such as Cornubia, Cato Crest and *Emapheleni*, due to the fact that these projects were still in the planning stages with the eThekweni Metro.
- Challenges being experienced, such as delays in land acquisition and the failure of contractors to perform their duties on time, in certain of the Social and Economic Facilities projects, which resulted in delays in the finalisation of certain projects such as Stepmore, *Umziki* and Task Valley.

This 2009/10 under-expenditure of R77.024 million on the Human Settlements Development grant was rolled over to 2010/11, to address spending pressures in respect of Cornubia, such as delays with the planning processes by the eThekweni Metro, as well as delays in the environmental impact assessment (EIA). These challenges have since been resolved, and Phase 1 of Cornubia is on track. The balance of R4.042 million relates to cost-cutting.

The department under-spent its 2010/11 budget by R23.319 million. This was mainly due to the fact that the department had projected to relocate its head office from Durban to Pietermaritzburg. However, the Department of Public Works failed to procure suitable office space during the year on behalf of the department, and the relocation therefore did not go ahead.

Also, in 2010/11, due to slow spending on the Human Settlements Development grant, R80 million was removed from the department by National Treasury and re-allocated to other provinces. The reasons for this slow spending are provided under Section 6.3 below.

During 2010/11, a portion of the Human Settlements Development grant was deducted by National Treasury, and allocated as an Urban Settlements Development grant (USDG) to the eThekweni Metro. National Treasury reduced the department's Human Settlements Development grant allocation over the 2011/12 MTEF by R379.629 million in 2011/12, R435.816 million in 2012/13 and R277.453 million in 2013/14. To this end, these funds have been added to the Municipal Infrastructure Grant (MIG) Cities to form a new USDG, with the eThekweni Metro receiving this funding directly.

In the 2011/12 Adjusted Appropriation, the department was allocated additional funding of R31.140 million in respect of the Housing Disaster Relief grant for repairs to infrastructure damaged by floods during January and February 2011. It also received an additional amount of R536 000 in respect of the EPWP Integrated Grant for Provinces which aims to create temporary work opportunities and a transfer of skills to the unemployed. There are no allocations against the EPWP Integrated Grant for Provinces over the MTEF at this stage.

The amount of R85.229 million against provincial cash resources in 2012/13 relates to the re-allocation of funds from Thubelisha Homes for Ingwavuma Ministerial projects. This is explained in greater detail under Section 4.2 below.

The department is showing a steadily increasing budget over the 2012/13 MTEF period. It must be noted that part of the Human Settlements Development grant over the period, namely R812.473 million in 2012/13, R878.484 million in 2013/14 and R937.633 million in 2014/15, is ring-fenced for spending in eThekweni and the department has allocated this to the development of Cornubia.

4.2 Departmental receipts collection

Table 8.2 provides a summary of the receipts collected by the department.

Table 8.2: Details of departmental receipts

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	338	324	387	375	375	375	412	434	477
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	92	90	46	94	94	94	103	109	109
Sale of capital assets	-	412	302	-	-	200	-	-	-
Transactions in financial assets and liabilities	975	5 729	7 382	667	667	268 636	735	775	853
Total	1 405	6 555	8 117	1 136	1 136	269 305	1 250	1 318	1 439

As is evident from the table, the main source of departmental receipts is *Transactions in financial assets and liabilities*, which comprises receipts collected from previous years' staff debtors in respect of breached bursary contracts, as well as refunds on subsidies from banks and conveyances, mainly due to the death of some housing applicants. This category is difficult to project due to its uncertain nature, hence the fluctuating trend over the seven-year period. The substantial increase in the 2011/12 Revised Estimate relates to an amount of R85.229 million which was received by the department from Thubelisha Homes for Ingwavuma Ministerial projects, as well as an amount of R176.105 million in respect of Wiggins and Bonela Housing projects. These amounts are explained in detail below:

Ingwavuma Ministerial projects

In 2006, the KZN MEC for Human Settlements undertook to provide three *Amakhosi* with housing for their communities in Ingwavuma. Thubelisha Homes was appointed as the implementing agent for these projects. However, it failed to deliver, and the department terminated its services and appointed another service provider in 2008 to complete the projects. Thubelisha Homes has subsequently been liquidated and, as part of the financial reconciliation process, R85.229 million was recovered from the company. Because this amount relates to previous financial years, it had to be paid into the Provincial Revenue Fund. To this end, Provincial Treasury obtained National Treasury's approval to keep the funding of R85.229 million in the province. These funds have been re-allocated to the department in 2012/13.

Wiggins and Bonela Housing projects

The department received R176.105 million in terms of the Wiggins and Bonela Housing project. This project dates back to 1998 and relates to housing board properties which were illegally occupied in the Wiggins and Bonela areas. A strategy with a once-off housing opportunity was provided to eligible people who met the qualifying criteria to access the capital subsidy scheme. A project-linked subsidy approach was created to suit individuals to purchase property with the aid of a developer. Conveyancing work of the housing projects was to be undertaken and 370 properties were registered, during which properties were sold to beneficiaries. Funds in excess of the subsidies were deposited into an investment account held on behalf of the department. To date, the department has accumulated interest of R126.859 million. Discussions are underway to re-allocate this amount back to the department for the construction of an office complex, while guidance has been sought from National Treasury regarding keeping the capital amount of R49.248 million in the province, to be used for housing projects.

Revenue collected in respect of *Sale of goods and services other than capital assets* relates mainly to commission earned on insurance deductions, rental on state property and parking fees, and reflects a steady collection trend over the seven-year period.

The department collected revenue against *Interest, dividends and rent on land* which is mainly attributed to interest received on staff debts, which cannot be accurately predicted.

The collection of revenue against *Sale of capital assets* is in respect of the sale of redundant vehicles which was not budgeted for as it was previously collected by the Department of Transport, which has now decentralised the auctioning of departmental vehicles to individual departments. There is no allocation against this category over the 2012/13 MTEF due to its uncertain nature.

4.3 Donor funding and agency receipts

Table 8.3 illustrates donor funding received by the department over the period 2008/09 to 2014/15, while Table 8.4 illustrates donor funds and agency receipts spent by the department over the same period.

Table 8.3: Details of donor funding

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Donor funding	604	-	-	-	-	-	-	-	-
Flanders: Housing Pilot Project	604	-	-	-	-	-	-	-	-
Total	604	-	-	-	-	-	-	-	-

Table 8.4: Details of payments and estimates of donor and agency funding

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Donor funding	-	2 074	618	-	-	-	-	-	-
Flanders: Groutville Project	-	2 074	-	-	-	-	-	-	-
Phase II Roll-out Project	-	-	618	-	-	-	-	-	-
Agency receipt	635	-	-	-	-	-	-	-	-
NDHS: Capacity	635	-	-	-	-	-	-	-	-
Total	635	2 074	618	-	-	-	-	-	-

With regard to donor funding, the department entered into a co-operative agreement with the Flemish (Flanders) government for capacity building at selected municipalities in the province. An initial pilot project successfully commenced in 2004/05, where six municipalities in the midlands region were assisted. The assistance package was based on providing each municipality with a housing demand database, as well as training and equipment to effectively utilise the system. The amount of R604 000 in 2008/09 represents the last receipt in respect of donor funding from the Flemish government, and the amounts reflected in Table 8.4 reflect roll-overs from previous financial years.

The roll-over of R2.074 million from previous financial years for the Groutville Project, which forms part of the Flanders funding, aimed at providing care homes for orphans and vulnerable children in the KwaDukuza Municipality, was spent in full in 2009/10.

The department spent R618 000 on the Phase II Roll-out Project (also part of the Flanders funding) in 2010/11. The department was advised by the Flemish government that the donor funding contract, which expired on 30 November 2010, will not be extended, and no roll-over of funds will be granted. Despite this, the department will continue to implement capacity building programmes over the 2012/13 MTEF, through funds identified within its budget.

The department anticipates no donor funding over the 2012/13 MTEF.

With regard to agency receipts, in 2003/04, the department received funding from the NDHS for capacity building (not visible in Table 8.3). The department was unable to spend the funds over the period 2004/05 to 2006/07 due to capacity constraints. However, this was resolved and, during 2007/08 and 2008/09, the department spent the full amount. No agency receipts are anticipated to be received going forward.

5. Payment summary

Section 5 reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 8: Human Settlements*.

5.1 Key assumptions

The key assumptions that underpin the MTEF budget of the department are summarised below:

- The budget and service delivery indicators are based on a subsidy for a minimum of a 40m² house for new projects (i.e. projects approved from 2008/09 onward).

- The National Housing Agency will assist the department in dealing with challenges relating to the availability of suitable land for housing development.
- Inflation related items have been based on CPI projections.
- Provision has been made for an inflationary wage adjustment of 5 per cent for each of the three years of the 2012/13 MTEF, as well as the annual 1.5 per cent pay progression.
- The cost-cutting measures, as reissued by Provincial Treasury in 2012/13, will be adhered to over the 2012/13 MTEF.
- Funding for bulk infrastructure will be provided by the municipalities.

5.2 Additional allocations for the 2010/11 to 2012/13 MTEF

Table 8.5 shows additional funding received by the department over the three MTEF periods: 2010/11, 2011/12 and 2012/13. Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of such a table is two-fold. Firstly, it shows the quantum of additional funding allocated to the department in the past and current MTEF periods. Secondly, it indicates the policies and purposes for which the additional funding was allocated.

The carry-through allocations for the 2010/11 and 2011/12 MTEF periods (i.e. for the financial year 2014/15) are based on the incremental percentage used in the 2012/13 MTEF.

Table 8.5: Summary of additional provincial allocations for 2010/11 to 2012/13 MTEF

R thousand	2010/11	2011/12	2012/13	2013/14	2014/15
2010/11 MTEF period	5 583	6 232	6 888	7 267	7 667
Carry-through of 2009/10 Adjustments Estimate - 2009 wage agreement	5 473	6 117	6 767	7 139	7 568
Policy on Incapacity Leave and Ill Health Retirement (PILIR)	110	115	121	128	135
2011/12 MTEF period		3 797	3 716	3 555	3 768
Carry-through of 2010/11 Adjustments Estimate - 2010 wage agreement		3 946	3 908	3 796	4 024
National Cabinet decision to cut provinces by 0.3 per cent		(149)	(192)	(241)	(255)
2012/13 MTEF period			87 948	2 855	2 998
Re-allocation of funds returned by Thubelisha Homes			85 229	-	-
2011 wage agreement			2 719	2 855	2 998
Total	5 583	10 029	98 552	13 677	14 433

Over the 2010/11 MTEF period, the department received additional funding for the carry-through costs of the higher than anticipated 2009 wage agreement, as well as for PILIR.

In 2011/12, the department received additional funding for the 2010 wage agreement. Also in the 2011/12 MTEF, National Cabinet took a decision to cut all national votes and the provincial equitable share by 0.3 per cent. The bulk of this equitable share reduction in KZN was sourced by capping the interest on the overdraft provision and by marginally decreasing the budgeted surplus of the province. The balance was sourced proportionately from all 16 provincial votes. The effect of this on the department is a slight reduction over the entire period.

In 2012/13, the department received additional funding for the carry-through costs of the 2011 wage agreement. It also received R85.229 million in respect of the re-allocation of funds returned by Thubelisha Homes for the completion of the Ingwavuma Ministerial projects, the detail of which is provided under Section 4.2 above.

5.3 Summary by programme and economic classification

The budget structure of Vote 8 conforms to the uniform budget and programme structure prescribed for the Human Settlements sector. The services rendered by this department are categorised under four programmes, as reflected in Table 8.6 below.

Tables 8.6 and 8.7 below provide a summary of the vote's payments and budgeted estimates over the MTEF period, by programme and economic classification, respectively.

Table 8.6: Summary of payments and estimates by programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Administration	103 507	99 805	108 343	124 632	126 132	126 132	123 717	128 883	136 606
2. Housing Needs, Research and Planning	20 761	18 061	18 822	28 368	24 157	24 157	42 993	44 980	47 675
3. Housing Development	1 492 561	2 089 465	2 646 521	2 569 166	2 686 540	2 686 540	2 840 405	3 066 462	3 218 812
4. Housing Asset Management, Property Management	259 317	285 316	315 551	331 149	248 162	248 162	293 820	224 964	237 966
Total	1 876 146	2 492 647	3 089 237	3 053 315	3 084 991	3 084 991	3 300 935	3 465 289	3 641 059
Unauth. exp. (1 st charge) not available for spending	-	-	(9 303)	(9 303)	(9 303)	(9 303)	-	-	-
Baseline available for spending after 1st charge	1 876 146	2 492 647	3 079 934	3 044 012	3 075 688	3 075 688	3 300 935	3 465 289	3 641 059

Table 8.7: Summary of payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	312 193	298 569	265 272	467 785	369 866	371 181	463 181	435 981	458 270
Compensation of employees	138 797	157 750	174 805	229 100	227 430	227 388	256 592	274 197	292 771
Goods and services	173 396	140 819	90 275	238 685	142 436	143 793	206 589	161 784	165 499
Interest and rent on land	-	-	192	-	-	-	-	-	-
Transfers and subsidies to:	1 521 537	2 147 153	2 784 369	2 547 788	2 692 540	2 687 184	2 819 229	3 024 219	3 177 755
Provinces and municipalities	257 813	210 060	353 589	587 668	213 708	212 225	393 711	462 628	438 958
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 263 724	1 937 093	2 430 780	1 960 120	2 478 832	2 474 959	2 425 518	2 561 591	2 738 797
Payments for capital assets	42 201	46 860	30 293	28 439	13 282	17 323	18 525	5 089	5 034
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 606	9 609	10 000	-	-
Machinery and equipment	4 541	3 009	2 537	8 665	7 676	7 714	8 525	5 089	5 034
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	900	-	-	-	-	-	-	-	-
Software and other intangible assets	353	35	279	-	-	-	-	-	-
Payments for financial assets	215	65	9 303	9 303	9 303	9 303	-	-	-
Total	1 876 146	2 492 647	3 089 237	3 053 315	3 084 991	3 084 991	3 300 935	3 465 289	3 641 059
Unauth. exp. (1 st charge) not available for spending	-	-	(9 303)	(9 303)	(9 303)	(9 303)	-	-	-
Baseline available for spending after 1st charge	1 876 146	2 492 647	3 079 934	3 044 012	3 075 688	3 075 688	3 300 935	3 465 289	3 641 059

In terms of Section 34(2) of the PFMA, and in line with SCOPA Resolution 19 of 2010, the department is liable for the repayment of over-expenditure from 2006/07 to 2008/09, resulting in a first charge of R18.606 million against the department's budget, split over two years. The first instalment of R9.303 million was implemented against the 2010/11 budget, and the second instalment of the same amount implemented in 2011/12. Both instalment amounts are reflected under Programme 1, against *Payments for financial assets*, and the amounts available for spending in 2010/11 and 2011/12 have been reduced by the first charges.

In 2008/09, the department's organisational structure was reviewed due to an increasing number of formal grievances from employees in respect of their salary levels, and a subsequent order from the Commission for Conciliation, Mediation and Arbitration (CCMA). The phased-in upgrading of 289 posts commenced in 2008, with 67 posts being upgraded between 2008/09 and 2009/10. In 2010/11, the remaining 222 posts were upgraded.

In 2011/12, the department was in the process of reviewing its organisational structure once again due to the decentralisation of offices to district municipalities. However, approval for the revised structure needs to be obtained from the Office of the Premier and the Department of Public Service and Administration (DPSA). This is expected to take place in 2012/13.

The overall increase from 2008/09 to 2010/11 can mainly be attributed to the increase in the Human Settlements Development grant. This increase is mainly evident against Programme 3: Housing Development and the economic category *Transfers and subsidies to: Households*. The allocation of the Housing Disaster Relief grant to the department in 2009/10 and 2010/11 also contributed to the increase

against Programme 3 and *Transfers and subsidies to: Households*. The decrease from 2010/11 to the 2011/12 Main Appropriation is explained by a decrease against Programme 3, due to the Human Settlements Development grant being reduced, and allocated directly to the eThekweni Metro for the USDG, as mentioned above.

The high spending in Programme 1: Administration in 2008/09 was due to once-off payments made for the move of a portion of the head office to Pietermaritzburg, which also partly explains the high spending against *Goods and services* over the same period. These once-off payments partly explain the decrease from 2008/09 to 2009/10 against this programme. Also, the department implemented cost-cutting measures in 2009/10.

The increase against Programme 1 from the 2011/12 Main to the Adjusted Appropriation is the result of savings moved from Programme 2: Housing Needs, Research and Planning, due to changes in the implementation of municipal capacity building programmes, to Programme 1 to cater for the payment of lease costs for both its Durban and Pietermaritzburg offices, as the head office has not yet been centralised. The change in municipal capacity building programmes resulted from the fact that the department had planned to transfer funds to municipalities in order for them to appoint their own housing officials. However, the department subsequently decided that it would be more cost effective to use its own staff, hence the savings. The decrease from the 2011/12 Revised Estimate to 2012/13 is due to the department finalising the payment of unauthorised expenditure from previous financial years in 2011/12. The increase over the 2012/13 MTEF is to cater for wage agreements and inflationary adjustments.

The decrease in Programme 2: Housing Needs, Research and Planning from 2008/09 to 2009/10 is due to a delay in the implementation of capacity building programmes, including training on housing programmes for *Amakhosi* and other traditional leaders due to internal capacity constraints, as well as cost-cutting which placed limitations on the training of staff. The decrease from the 2011/12 Main to the Adjusted Appropriation is the result of delays in the establishment of housing components within municipalities due to a change in the implementation strategy, whereby the department decided to use its own housing officials for implementing capacity building programmes, rather than transferring funds to municipalities. The substantial increase from the 2011/12 Adjusted Appropriation to 2012/13 is to cater for increased staff to be deployed at district level in line with the revised structure of the department.

The increase in Programme 3 from the 2011/12 Main to the Adjusted Appropriation is due to additional funding of R31.140 million in respect of the Housing Disaster Relief grant for repairs to infrastructure damaged by floods in January and February 2011, as well as the fact that funds were reprioritised from other areas within the Vote to Programme 3, to cater for the fast-tracking of the *Vulindlela* rural housing project. The increase over the 2012/13 MTEF relates mainly to the fast-tracking of certain projects, such as Cornubia and *Vulindlela*, as well as an increase in the Human Settlements Development grant.

The increase against Programme 4: Housing Asset Management, Property Management from 2009/10 to 2010/11 is due to higher than anticipated maintenance costs in respect of R293 towns and hostels. The decrease from the 2011/12 Main to Adjusted Appropriation relates to under-expenditure on the EEDBS programme, where transfer of properties to beneficiaries was delayed. This was due to delays in the implementation of the rectification programme as some of the properties could not be transferred in their current state. A delay of rectification of pre-1994 housing stock, resulting from the NHBRC being in the process of compiling rectification scoping reports, and the department over-budgeting for rates and taxes on housing properties, also contributed to the decrease from the 2011/12 Main to Adjusted Appropriation.

The fluctuating trend against Programme 4 over the 2012/13 MTEF relates to the anticipated transfer of properties pertaining to the EEDBS programme, which also explains the same trend against *Goods and services*. Once properties have been transferred to beneficiaries in terms of the EEDBS, maintenance of those properties is no longer the department's responsibility, hence the decrease in *Goods and services*.

The decrease in *Compensation of employees* from the 2011/12 Main to the Adjusted Appropriation is due to savings identified as a result of delays in the filling of vacant posts, partly due to a lack of suitable candidates, as well as the restructuring taking place in the department. These savings were moved to various categories in the vote, which are explained below.

As mentioned above, the department moved a portion of its head office from Durban to Pietermaritzburg in 2008/09. Also, the cost of housing events was high, and the department contributed toward the Govani Mbeki Awards ceremony. These once-off payments account for the decrease against *Goods and services* in 2009/10. The further decrease from 2009/10 to 2010/11 relates mainly to poor spending on the EEDBS programme due to delays in the rehabilitation of housing stock emanating from the department waiting for go-ahead from the NHBRC to commence with some projects. The decrease from the 2011/12 Main to Adjusted Appropriation is mainly due to under-spending on the EEDBS programme, where transfer of properties to beneficiaries was delayed. This was due to delays in the implementation of the rectification programme, as some properties could not be transferred in their current state.

The decrease in *Transfers and subsidies to: Provinces and municipalities* from 2008/09 to 2009/10 relates to slow spending on the CRU programme due to delays in the approval process of projects within municipalities. The decrease from the 2011/12 Main to the Adjusted Appropriation is mainly a result of the CRU policy being revised in order to contain costs within acceptable limits – i.e. at the current time, there is no subsidy quantum applicable to this programme, making it open to abuse, as well as delays in procurement processes by the eThekweni Metro. To this end, savings were identified in the 2011/12 Adjustments Estimate, which were moved to *Transfers and subsidies to: Households* to cater for the fast-tracking of rural housing projects, such as *Vulindlela*.

The increase in 2013/14 against *Transfers and subsidies to: Provinces and municipalities*, and decrease in 2014/15, is explained by the fact that the department entered into an agreement in 2010/11 with the eThekweni Metro which stated that the former would pay for costs associated with the transfer of staff that worked under the R293 areas. In terms of the agreement, this would last for three years. This agreement ends at the end of 2013/14, hence the decrease in 2014/15. This transfer falls under Programme 4: Housing Asset Management, Property Management.

Transfers and subsidies to: Provinces and municipalities also includes the payment of motor vehicle licences, in line with a change in the SCOA classification (previously, motor vehicle licences were budgeted for under *Goods and services*). The prior year figures were restated for comparative purposes.

The increase in *Transfers and subsidies to: Households* from 2008/09 to 2010/11 is due to an increase in the Human Settlements Development grant, to cater for the increased demand for housing in KZN as well as the additional allocation for the Housing Disaster Relief grant. The decrease from 2010/11 to the 2011/12 Main Appropriation is the result of the Human Settlements Development grant being reduced, and allocated directly to the eThekweni Metro for the USDG. The increase from the 2011/12 Main Appropriation to the Revised Estimate pertains to the fast-tracking of the *Vulindlela* rural housing project. The decrease in 2012/13 is mainly due to some housing projects reaching their final stages, such as Riverside Phase 1 in uMgungundlovu, *Shayamoya* Phase 2 in Sisonke and *Sahlumbe* in Uthukela.

The decrease against *Buildings and other fixed structures* from 2010/11 to the 2011/12 Main Appropriation is due to the finalisation of projects, such as Stepmore and *Maguswana* that fall within the Social and Economic Facilities programme, which caters for the provision of facilities such as sports grounds, community halls, etc. The substantial decrease from the 2011/12 Main to the Adjusted Appropriation is ascribed to slow spending due to failure to deliver by the appointed service providers, resulting in slow delivery on the ground. From 2012/13, this programme will be integrated into the total project cost of the implementation of projects, and therefore will form part of *Transfers and subsidies to: Households* under Programme 3. This explains the fact that there is no budget allocation against this category in 2013/14 or 2014/15. There is still an allocation in 2012/13 due to the finalisation of some projects that had already commenced.

The decrease in *Machinery and equipment* from 2008/09 to 2010/11 relates to cost-cutting. *Machinery and equipment* is purchased on a cyclical basis, accounting for the fluctuating trend over the seven years.

The department spent R900 000 in 2008/09 against *Land and subsoil assets* in respect of the purchase of land in Pietermaritzburg for office accommodation.

The spending against *Software and other intangible assets* relates to the purchase of various software packages in 2008/09 to 2010/11.

5.4 Summary of payments and estimates by district municipal area

Table 8.8 presents a summary of the department's spending by district municipal area, excluding administrative costs. It must be noted that the table below is an indication of projects that are envisaged to take place in these district municipal areas.

Table 8.8: Summary of payments and estimates by district municipal area

R thousand	Audited Outcome	Revised Estimate	Medium-term Estimates		
	2010/11	2011/12	2012/13	2013/14	2014/15
eThekweni	1 177 649	1 275 208	894 243	986 118	1 114 065
Ugu	67 541	156 185	163 070	228 525	236 119
uMgungundlovu	477 892	432 048	566 721	600 604	640 179
Uthukela	172 594	191 859	130 172	146 428	166 428
Umkhanyathi	98 479	77 951	130 626	93 272	71 404
Amajuba	57 813	38 989	129 782	171 829	193 555
Zululand	118 568	65 065	174 315	174 725	169 094
Umkhanyakude	215 815	135 979	214 334	143 895	133 164
uThungulu	168 437	91 214	212 561	228 208	248 208
Ilembe	193 183	254 731	250 392	234 867	193 057
Sisonke	97 063	82 318	134 310	140 265	140 268
Total	2 845 034	2 801 547	3 000 526	3 148 736	3 305 541

The department spends the largest portion of its service delivery budget in the eThekweni Metro due to the high demand for housing in this region, as eThekweni has the highest population in the province. Some of the major projects which take place in the Metro include Cornubia, *Ethafuleni*, *Ntuzuma*, and *Tambo Plaza*. Most hostels that are being upgraded are also within the Metro. There is also extensive rehabilitation of former R293 townships in the Metro. The second highest portion of spending is in uMgungundlovu, due to the high demand for housing in this region. Projects which are taking place within this region include the *Vulindlela* rural housing project and Riverside Phase 1, among others.

There are a number of noticeable fluctuating trends within various districts. To this end, the spending within each district municipality is based on set housing criteria which take into account a variety of factors, including the need and the size of population in a particular area during certain years, as well as poverty rates in different areas. These factors influence the department's spending patterns in the various districts. The department is in the process of setting up district offices to fast-track delivery on the ground.

5.5 Summary of conditional grant payments and estimates

Tables 8.9 and 8.10 below provide a summary of the conditional grant payments and budgeted estimates over the MTEF period by conditional grant name and economic classification, respectively.

The department had three grants in 2011/12, namely the Human Settlements Development grant, the Housing Disaster Relief grant, and the EPWP Integrated Grant for Provinces.

Note that the historical figures set out in Table 8.9 below reflect actual expenditure per grant, and should not be compared to those reflected in Table 8.1, which represent the actual receipts for each grant.

Details are given in *Annexure – Vote 8: Human Settlements*.

Table 8.9: Summary of conditional grant payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Human Settlements Development grant	1 627 137	2 103 423	2 711 234	2 769 871	2 769 871	2 769 871	2 915 297	3 148 736	3 305 541
Housing Disaster Relief grant	-	150 000	133 800	-	31 140	31 140	-	-	-
EPWP Integrated Grant for Provinces	-	-	-	-	536	536	-	-	-
Total	1 627 137	2 253 423	2 845 034	2 769 871	2 801 547	2 801 547	2 915 297	3 148 736	3 305 541

Table 8.10: Summary of conditional grant payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	70 714	67 088	34 915	204 224	104 882	106 365	171 968	128 870	128 869
Compensation of employees	-	-	609	35 000	35 000	35 000	36 925	39 473	41 644
Goods and services	70 714	67 088	34 114	169 224	69 882	71 365	135 043	89 397	87 225
Other	-	-	192	-	-	-	-	-	-
Transfers and subsidies to:	1 520 016	2 142 519	2 782 642	2 542 323	2 687 636	2 682 150	2 729 929	3 019 866	3 176 672
Provinces and municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Departmental agencies and accounts									
Universities and technikons									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	1 262 286	1 932 546	2 429 117	1 959 170	2 475 498	2 471 495	2 339 439	2 560 682	2 737 838
Payments for capital assets	36 407	43 816	27 477	23 324	9 029	13 032	13 400	-	-
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	-	-	-	3 550	3 500	3 500	3 400	-	-
Heritage assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total	1 627 137	2 253 423	2 845 034	2 769 871	2 801 547	2 801 547	2 915 297	3 148 736	3 305 541

The Human Settlements Development grant, which aims to promote the provision of low income housing, such as *KwaXimba* in Zululand, *KwaMadlala* rural housing project in Ugu, etc., and essential services, is allocated to the department over the seven-year period 2008/09 to 2014/15. The types of programmes that fall within this grant include the CRU programme, rehabilitation of pre-1994 housing stock, the Rural Housing Development programme which caters for the *Vulindlela* rural housing project, and the Integrated Residential Development programme which deals with Cornubia, among others.

From 2009/10 to the 2011/12 Adjusted Appropriation, the department received the Housing Disaster Relief grant, to rehabilitate communities affected by storm damage. This was done in terms of the provisions of the National Housing Programme: Housing Assistance in Emergency Circumstances, which is a National Housing programme that assists individuals under emergency circumstances.

The department received R536 000 in the 2011/12 Adjusted Appropriation relating to the EPWP Integrated Grant for Provinces for the implementation of EPWP projects. This grant aims to create temporary work opportunities and a transfer of skills to the unemployed, with the aim of increasing the ability of people to earn an income once they leave this programme. There is no allocation for this grant over the 2012/13 MTEF.

As of 2010/11, the department started funding *Compensation of employees* from the Human Settlements Development grant, in line with DORA, which allows for a portion (up to 5 per cent) of the conditional grant funding to be used for administrative purposes. This explains the increase against *Compensation of employees* from 2011/12 onward. Also, the department has budgeted to spend a portion of the Human Settlements Development grant on *Machinery and equipment* in 2011/12 and 2012/13, as it will need to purchase furniture and equipment for new employees. This is in respect of new posts anticipated to be filled that will be funded from this grant.

The decrease in *Goods and services* from 2009/10 to 2010/11 relates to poor spending on the EEDBS programme due to delays in the rehabilitation of housing stock emanating from the department waiting for the go-ahead to commence with some projects from the NHBRC. The substantial increase from 2010/11 to the 2011/12 Main Appropriation is due to provision for the administrative portion of the conditional grant to enhance service delivery on housing projects. The decrease from the 2011/12 Main to Adjusted Appropriation pertains mainly to under-spending on the EEDBS programme, as some properties could not be transferred in their current state. The increase from the 2011/12 Adjusted Appropriation to the Revised Estimate is the result of an increase in maintenance costs of properties, which were underestimated in the 2011/12 Adjusted Appropriation. The increase from the 2011/12 Revised Estimate to 2012/13 is due to provision for the administrative portion of the conditional grant.

Current payments: Other pertains to interest paid on overdue accounts. The department did not pay these accounts on time as illegal cession agreements were entered into by service providers implementing the Social and Economic Facilities programme.

The sharp increase against *Transfers and subsidies to: Provinces and municipalities* in the 2012/13 MTEF is due to the fast-tracking of the CRU programme. There was a delay in the implementation of this programme in 2011/12, as explained above, which explains the decrease from the 2011/12 Main to the Adjusted Appropriation. The further decrease from the 2011/12 Adjusted Appropriation to the Revised Estimate is the result of a decrease in the payments of rates and taxes due to over-estimation in the 2011/12 Adjustments Estimate.

The bulk of the Human Settlements Development grant is allocated to *Transfers and subsidies to: Households*. The increase from 2008/09 to 2010/11 is to cater for the increased demand for housing in KZN. The increase from the 2011/12 Main to the Adjusted Appropriation is due to the additional allocation of R31.140 million for the Housing Disaster Relief grant, as well as the fast-tracking of the *Vulindlela* rural housing project. The decrease from the 2011/12 Revised Estimate to 2012/13 is the result of the department allocating more of its budget to *Transfers and subsidies to: Provinces and municipalities* for the fast-tracking of the CRU programme. The increase from 2012/13 to 2014/15 relates to the increase in the Human Settlements Development grant allocation.

Buildings and other fixed structures comprises the Social and Economic Facilities programme. The asset constructed is owned by the department, until handed over to the municipality and transferred to its asset register. The decrease from the 2011/12 Main to Adjusted Appropriation is due to failure to deliver by the appointed service providers, resulting in slow delivery on the ground. The increase from the 2011/12 Adjusted Appropriation to the Revised Estimate pertains to under-estimation on spending on the Social and Economic Facilities programme. From 2012/13, this programme will be integrated into the total project cost of the implementation of projects, and therefore will form part of *Transfers and subsidies to: Households* under Programme 3. This explains the fact that there is no budget allocation in the two outer years of the MTEF. There is still an allocation in 2012/13 due to the finalisation of some projects.

5.6 Summary of infrastructure payments and estimates

Table 8.11 presents a summary of infrastructure payments and estimates by infrastructure category.

The Human Settlements Development grant infrastructure allocation takes into account the new SCOA definitions, whereby expenditure on transfers relating to housing projects must be classified as *Transfers and subsidies to: Households*, as these assets are transferred to the beneficiaries upon completion. These projects are still capital by nature, and therefore continue to be classified as *Infrastructure transfers: Capital*. These transfers are included under *Infrastructure transfers: Capital* in the table below, in order to provide a full view of all infrastructure spending undertaken by the department. It should be noted that the bulk of the infrastructure allocation is funded by the Human Settlements Development grant.

Table 8.11: Summary of infrastructure payments and estimates

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
New and replacement assets	36 407	43 816	27 477	19 774	5 606	9 609	10 000	-	-
Existing infrastructure assets	86 304	67 230	34 000	26 303	26 033	29 458	190 941	115 517	123 669
Upgrades and additions									
Rehabilitation, renovations and refurbishments									
Maintenance and repairs	86 304	67 230	34 000	26 303	26 033	29 458	190 941	115 517	123 669
Infrastructure transfers	1 398 019	1 993 269	2 731 383	2 344 443	2 670 736	2 666 733	2 673 134	2 944 193	3 040 757
Current	-	-	60 000	-	60 000	60 000	60 000	-	-
Capital	1 398 019	1 993 269	2 671 383	2 344 443	2 610 736	2 606 733	2 613 134	2 944 193	3 040 757
<i>Capital infrastructure</i>	<i>1 434 426</i>	<i>2 037 085</i>	<i>2 698 860</i>	<i>2 364 217</i>	<i>2 616 342</i>	<i>2 616 342</i>	<i>2 623 134</i>	<i>2 944 193</i>	<i>3 040 757</i>
<i>Current infrastructure</i>	<i>86 304</i>	<i>67 230</i>	<i>94 000</i>	<i>26 303</i>	<i>86 033</i>	<i>89 458</i>	<i>250 941</i>	<i>115 517</i>	<i>123 669</i>
Total	1 520 730	2 104 315	2 792 860	2 390 520	2 702 375	2 705 800	2 874 075	3 059 710	3 164 426

Over the seven-year period, spending on infrastructure grows year-on-year, with the exception of 2011/12, where there is a substantial drop from 2010/11 to the 2011/12 Main Appropriation. This is the result of the Human Settlements Development grant being reduced and allocated directly to the eThekwin Metro for the USDG.

The category *New and replacement assets* relates to the Social and Economic Facilities programme (Human Settlements Development grant). The asset constructed is owned by the department until handed over to the municipality and transferred to its asset register. Going forward, the Social and Economic Facilities programme will be integrated into the total project cost of the implementation of projects, forming part of *Infrastructure transfers: Capital*, hence there is no allocation against the former category in 2013/14 or 2014/15. The 2012/13 amount pertains to the finalisation of some of the projects under this programme.

Maintenance and repairs relates to maintenance of housing properties and the EEDBS programme. The decrease from 2008/09 to 2009/10 is due to delays in the rehabilitation of pre-1994 stock which is to be transferred in terms of the EEDBS programme, as mentioned above. The decrease in 2010/11 relates to poor spending on the EEDBS programme due to delays in the rehabilitation of housing stock emanating from the department waiting for the go-ahead to commence with some projects from the NHBRC. The increase from the 2011/12 Revised Estimate to 2012/13 relates to the fast-tracking of rectification of pre-1994 housing stock. The fluctuating trend from 2012/13 to 2014/15 pertains to the transfer of properties to individuals in terms of the EEDBS programme, leading to a reduction in maintenance costs.

As mentioned above, *Infrastructure transfers: Capital* comprises the bulk of the Human Settlements Development grant allocation. The increase from the 2011/12 Main to the Adjusted Appropriation relates to the fast-tracking of the *Vulindlela* rural housing project, as well as the introduction of the Housing Disaster Relief grant. The increase from the 2011/12 Revised Estimate to 2012/13 is a result of the fast-tracking of the CRU programme. The increase over the 2012/13 MTEF relates to an increase in the Human Settlements Development grant in 2013/14 and 2014/15. Projects which will be fast-tracked over this period include the CRU programme, Cornubia, and *Vulindlela* rural housing project, among others.

The amounts of R60 million in 2010/11, the 2011/12 Adjusted Appropriation and 2012/13 under *Infrastructure transfers: Current* are in respect of transfers to the eThekwin Metro for maintenance to pre-1994 housing stock, as per an agreement between the department and the Metro. Currently, there is no allocation in 2013/14 or 2014/15. However, this will be reviewed on an ongoing basis.

5.7 Summary of Public Private Partnerships – Nil

5.8 Transfers to public entities listed in terms of Schedule 3 of the PFMA – Nil

5.9 Transfers to other entities – Nil

5.10 Transfers to local government

Tables 8.12 and 8.13 below illustrate departmental transfers to local government by category and by grant type, respectively. Details of these transfers are presented in the *Annexure – Vote 8: Human Settlements*.

Transfers to municipalities relate to the CRU programme (categories A and B), municipal rates and taxes (categories A, B and C), capacity building (category B), maintenance of R293 hostels (category A), EEDBS (category A) and the maintenance of R293 hostels (categories A and B).

Table 8.12: Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Category A	248 821	170 879	336 412	507 153	140 395	139 335	334 921	338 293	311 967
Category B	8 777	39 094	17 113	80 505	73 198	72 775	58 670	124 217	126 867
Category C	132	-	-	-	-	-	-	-	-
Unallocated/unclassified	-	-	-	-	-	-	-	-	-
Total	257 730	209 973	353 525	587 658	213 593	212 110	393 591	462 510	438 834

Table 8.13: Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Capacity building	2.4 Research	-	-	-	4 505	-	-	-	-	-
Trans of R293 staff	3.1 Admin.	-	-	-	-	1 455	1 455	3 111	3 326	-
CRU programme	3.4 Social & Rental Int.	125 000	43 000	128 000	375 553	65 098	65 098	203 240	344 606	316 104
Municipal rates and taxes	4.3 Housing Prop. Main.	20 700	44 303	15 525	34 000	17 000	15 517	20 000	21 381	21 381
Maintenance of R293 hostels & EEDBS	4.3 Prp Main & 4.2 Sale	112 030	122 670	210 000	173 600	130 040	130 040	167 240	93 197	101 349
Total		257 730	209 973	353 525	587 658	213 593	212 110	393 591	462 510	438 834

Although the payment of motor vehicle licences now falls under *Transfers and subsidies to: Provinces and municipalities*, in line with changes in the SCOA classification, these funds will not be transferred to any municipality, and therefore Tables 8.12 and 8.13 above exclude transfers in respect of motor vehicle licence fees.

Capacity building aims to capacitate housing stakeholders in various aspects of housing delivery. There is no allocation against this category over the 2012/13 MTEF due to a change in the implementation strategy. To this end, the department has decided to appoint its own housing officials to run with this programme, rather than to transfer funds to municipalities for them to appoint their own housing officials.

The CRU programme is geared toward providing a coherent approach to dealing with different forms of public residential accommodation. It enables the department to provide secure and stable rental tenure for lower income persons in good locations, and forms the basis for transition to the formal housing market. The decrease from 2008/09 to 2009/10 is due to delays in the approval process of projects within municipalities. The substantial increase from 2010/11 to the 2011/12 Main Appropriation is a result of increased emphasis being placed on this programme. The decrease from the 2011/12 Main to the Adjusted Appropriation is mainly a result of the CRU policy being revised in order to contain costs within acceptable limits – i.e. at the current time, there is no subsidy quantum applicable to this programme, making it open to abuse, as well as delays in procurement processes by the eThekweni Metro. The increase in budget over the 2012/13 MTEF is due to the department addressing the backlog that developed over the last few years.

The department provides for municipal rates and taxes for the eThekweni Metro, Ugu, uMgungundlovu, Uthukela, Umzinyathi, Amajuba and uThungulu municipalities. These rates are not covered by the Devolution of Property Rate Funds Grant to Provinces housed under the Department of Public Works, as these properties are housing stock, awaiting final transfer to various municipalities or individuals. The reduction in rates and taxes in 2010/11 is explained by the fact that, in 2009/10, the department paid arrear rates and taxes to the Msunduzi Municipality. The reduction from the 2011/12 Adjusted Appropriation to the Revised Estimate is due to over-estimation on rates and taxes during the year.

The department also provided for the maintenance of R293 hostels in eThekweni, as well as the EEDBS over the seven-year period under review. Maintenance of R293 hostels refers to hostels that were owned by the post-1994 KZN administration. These hostels should have been transferred to municipalities but, because some of the hostel structures needed to be upgraded before the municipality could take them over, not all of them were transferred, hence the fluctuating trend. The department therefore continues to maintain them until such time as transfer has taken place. From the 2011/12 Adjusted Appropriation, the department also budgeted for costs associated with the transfer of staff that worked under the R293 areas to the municipality. In terms of the agreement entered into with the eThekweni Metro, the department will transfer personnel costs of the transferred officials for a period of three years. Once the three years are complete, eThekweni will budget for the personnel costs.

5.11 Transfers and subsidies

Table 8.14 below provides a summary of transfers and subsidies per programme.

Table 8.14: Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Administration	571	943	872	500	705	705	610	653	688
Provinces and municipalities	83	87	57	-	105	105	110	118	124
Motor vehicle licences	83	87	57	-	105	105	110	118	124
Households	488	856	815	500	600	600	500	535	564
Social benefits	488	856	815	500	600	600	500	535	564
2. Housing, Needs, Research & Planning	-	146	-	4 505	-	-	-	-	-
Provinces and municipalities	-	-	-	4 505	-	-	-	-	-
Capacity building	-	-	-	4 505	-	-	-	-	-
Households	-	146	-	-	-	-	-	-	-
Social benefits	-	146	-	-	-	-	-	-	-
3. Housing Development	1 387 459	1 975 725	2 557 241	2 334 833	2 541 186	2 537 313	2 627 918	2 905 288	3 053 942
Provinces and municipalities	125 000	43 000	128 007	375 563	65 108	65 108	203 240	344 606	316 104
CRU programme	125 000	43 000	128 000	375 553	65 098	65 098	203 240	344 606	316 104
Claims against the state	-	-	7	10	10	10	-	-	-
Households	1 262 459	1 932 725	2 429 234	1 959 270	2 476 078	2 472 205	2 424 678	2 560 682	2 737 838
Vulindlela, Cornubia, Shallcross, etc.	1 262 286	1 782 546	2 294 811	1 959 170	2 444 358	2 440 355	2 424 678	2 560 682	2 737 838
Housing Disaster Relief grant	-	150 000	133 800	-	31 140	31 140	-	-	-
Social benefits	173	179	623	100	580	710	-	-	-
4. Housing Asset Management, Property Management	133 507	170 339	226 256	207 950	150 649	149 166	190 701	118 278	123 125
Provinces and municipalities	132 730	166 973	225 525	207 600	148 495	147 012	190 351	117 904	122 730
Main. of R293 prop. and EEDBS	112 030	122 670	210 000	173 600	130 040	130 040	167 240	93 197	101 349
Rates and taxes	20 700	44 303	15 525	34 000	17 000	15 517	20 000	21 381	21 381
Transfer of staff to eThekweni Metro	-	-	-	-	1 455	1 455	3 111	3 326	-
Households	777	3 366	731	350	2 154	2 154	350	374	395
Social benefits	777	3 366	731	350	2 154	2 154	350	374	395
Total	1 521 537	2 147 153	2 784 369	2 547 788	2 692 540	2 687 184	2 819 229	3 024 219	3 177 755

The expenditure against *Provinces and municipalities* in Programme 1 relates to the payment of motor vehicle licence fees. The amounts against *Households* pertain to staff exit costs.

Spending against *Provinces and municipalities* against Programme 2 in 2011/12 relates to capacity building programmes for housing stakeholders in various areas of the province. This has since been revised due to the change in the implementation strategy, as explained above. The amount of R146 000 against *Households* against this programme in 2009/10 pertains to staff exit costs.

Provinces and municipalities in Programmes 3 pertains to the Human Settlements Development grant, such as the CRU programme, as well as claims against the state.

Spending on *Households* in Programme 3 relates mainly to the Human Settlements Development grant (*Vulindlela*, Shallcross, Cornubia, etc), the Housing Disaster Relief grant, and staff exits.

The amounts shown under *Provinces and municipalities* against Programme 4 pertain to the Maintenance of R293 properties, the EEDBS programme and rates and taxes, as well as the transfer of staff to the eThekweni Metro. All of these fall under the Human Settlements Development grant.

6. Programme description

The services rendered by this department are categorised under four programmes, which conform to the uniform budget and programme structure for the Human Settlements sector. The payments and budgeted estimates for each of these programmes are summarised below, details of which are presented in the *Annexure to Vote 8 – Human Settlements*.

6.1 Programme 1: Administration

The purpose of this programme is to identify and eliminate bottle-necks, as well as continuously improve the flow of financial, administrative and management information. The strategic objectives of this programme are to strengthen governance and service delivery.

The programme provides for only one sub-programme, namely Corporate Services. Tables 8.15 and 8.16 reflect a summary of payments and estimates for the period 2008/09 to 2014/15.

Table 8.15: Summary of payments and estimates - Programme 1: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Corporate Services	103 507	99 805	108 343	124 632	126 132	126 132	123 717	128 883	136 606
Total	103 507	99 805	108 343	124 632	126 132	126 132	123 717	128 883	136 606
Unauth. exp. (1 st charge) not available for spending	-	-	(9 303)	(9 303)	(9 303)	(9 303)	-	-	-
Baseline available for spending after 1st charge	103 507	99 805	99 040	115 329	116 829	116 829	123 717	128 883	136 606

Table 8.16: Summary of payments and estimates by economic classification - Programme 1: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	100 037	96 704	96 025	111 634	113 454	113 454	120 622	125 562	133 270
Compensation of employees	41 579	47 614	54 634	60 762	60 762	60 762	70 762	75 629	79 785
Goods and services	58 458	49 090	41 391	50 872	52 692	52 692	49 860	49 933	53 485
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	571	943	872	500	705	705	610	653	688
Provinces and municipalities	83	87	57	-	105	105	110	118	124
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	488	856	815	500	600	600	500	535	564
Payments for capital assets	2 868	2 133	2 143	3 195	2 670	2 670	2 485	2 668	2 648
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 909	2 133	1 864	3 195	2 670	2 670	2 485	2 668	2 648
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	900	-	-	-	-	-	-	-	-
Software and other intangible assets	59	-	279	-	-	-	-	-	-
Payments for financial assets	31	25	9 303	9 303	9 303	9 303	-	-	-
Total	103 507	99 805	108 343	124 632	126 132	126 132	123 717	128 883	136 606
Unauth. exp. (1 st charge) not available for spending	-	-	(9 303)	(9 303)	(9 303)	(9 303)	-	-	-
Baseline available for spending after 1st charge	103 507	99 805	99 040	115 329	116 829	116 829	123 717	128 883	136 606

In terms of Section 34(2) of the PFMA, and SCOPA Resolution 19 of 2010, the department is liable for the repayment of previous year's over-expenditure, resulting in a first charge of R18.606 million against the department's budget. The first instalment of R9.303 million was implemented against the 2010/11 budget, and the second instalment implemented in 2011/12. The first charge is allocated under this programme, against *Payments for financial assets*, and the amounts available for spending in 2010/11 and 2011/12 have been reduced by the instalment amounts.

The overall decrease from 2008/09 to 2009/10 is attributable to cost-cutting in 2009/10, as well as once-off spending in 2008/09 in respect of a portion of the head office moving from Durban to Pietermaritzburg (also contributing to the decrease against *Goods and services*). The increase from the 2011/12 Main to Adjusted Appropriation is due to higher lease costs emanating from the fact that the department projected to centralise its head office in Pietermaritzburg but, due to a lack of office space, this did not occur (this reason also accounts for the increase against *Goods and services*). The overall decrease from the 2011/12 Revised Estimate to 2012/13 is due to the final payment of the first charge having taken place in 2011/12. The increase from 2012/13 onward is to cater for wage agreements and inflationary increases, which explains the increase against *Compensation of employees*.

The increase against *Compensation of employees* from 2008/09 to the 2011/12 Main Appropriation can be ascribed to the higher than anticipated wage agreements, inflationary adjustments and the filling of posts.

The decrease in *Goods and services* from the 2011/12 Revised Estimate to 2012/13 is mainly due to the fact that the department is planning to centralise its Head office in Pietermaritzburg, which will lead to a decrease in lease payments and other property related costs.

Transfers and subsidies to: Provinces and municipalities pertains to motor vehicle licences, as mentioned in detail above.

The fluctuating trend against *Transfers and subsidies to: Households* over the seven-year period relates to staff exit costs.

Machinery and equipment fluctuates over the seven-years due to the cyclical nature of this category.

The once-off amount against *Land and subsoil assets* in 2008/09 relates to purchase of land in Pietermaritzburg for office accommodation.

The 2008/09 amount against *Software and other intangible assets* relates to software purchased for the security of office buildings, such as for the operation of security cameras. The department also purchased a Human Resource Connect system in 2010/11 for the Human Resource component. The purpose of this system is to act as a link between PERSAL and the new Integrated Financial Management System (IFMS) which is being implemented over the next five years to replace PERSAL, BAS and HARDCAT.

The amount under *Payments for financial assets* in 2010/11 and 2011/12 relates to the implementation of the first charge, as explained above. This category also includes the write-off of staff debts in terms of the departmental write-off policy in 2008/09 and 2009/10.

6.2 Programme 2: Housing Needs, Research and Planning

The purpose of this programme is to develop tools to guide the department's investment decisions and to provide policy and support to the housing delivery process. In addition, the programme provides for the facilitation and integration of housing sector planning, education of stakeholders in housing sector planning, alignment of the housing budget with the current and future housing needs, and the capacitation of housing stakeholders for housing delivery through mentorship and training.

Programme 2 consists of four sub-programmes, in line with the uniform budget and programme structure of the Human Settlements sector, namely Administration, Policy, Planning and Research.

Tables 8.17 and 8.18 below illustrate payments and budgeted estimates from 2008/09 to 2014/15.

Table 8.17: Summary of payments and estimates - Programme 2: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Administration	1 102	1 120	1 067	1 451	1 331	1 331	2 130	2 276	2 401
Policy	2 699	3 008	2 918	3 681	3 321	3 321	4 866	5 198	5 487
Planning	10 167	8 130	11 415	11 855	14 181	14 181	29 655	30 729	32 750
Research	6 793	5 803	3 422	11 381	5 324	5 324	6 342	6 777	7 037
Total	20 761	18 061	18 822	28 368	24 157	24 157	42 993	44 980	47 675

Table 8.18: Summary of payments and estimates by economic classification - Programme 2: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	17 972	17 196	18 154	22 573	22 657	22 657	41 063	43 270	46 090
Compensation of employees	7 885	10 222	10 624	13 115	11 837	11 837	28 288	30 232	31 894
Goods and services	10 087	6 974	7 530	9 458	10 820	10 820	12 775	13 038	14 196
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	146	-	4 505	-	-	-	-	-
Provinces and municipalities	-	-	-	4 505	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	146	-	-	-	-	-	-	-
Payments for capital assets	2 725	719	668	1 290	1 500	1 500	1 930	1 710	1 585
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 431	719	668	1 290	1 500	1 500	1 930	1 710	1 585
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	294	-	-	-	-	-	-	-	-
Payments for financial assets	64	-	-	-	-	-	-	-	-
Total	20 761	18 061	18 822	28 368	24 157	24 157	42 993	44 980	47 675

The decrease in the sub-programme: Administration from 2009/10 to 2010/11 is due to decreased travelling and subsistence costs in that year resulting from cost-cutting. The decrease from the 2011/12 Main to Adjusted Appropriation is the result of delays in the filling of posts emanating from a lack of suitable candidates, as well as the restructuring of the department. The increase over the 2012/13 MTEF is mainly to cater for the filling of vacant posts within this sub-programme.

The fluctuating trend against the sub-programme: Policy from 2008/09 to 2010/11 is due to changes in staff numbers. The decrease from the 2011/12 Main to Adjusted Appropriation is the result of delays in the filling of posts emanating from a lack of suitable candidates, as well as the restructuring of the department.

The decrease from 2008/09 to 2009/10 against the sub-programme: Planning is due to cost-cutting, whereby the purchase of computers and hardware was substantially reduced. Despite cost-cutting, 2010/11 shows a large increase from 2009/10 due to the department paying for outstanding SITA invoices from 2009/10. The increase from the 2011/12 Main to the Adjusted Appropriation is to cater for costs associated with the upgraded e-mail system of the department, thus explaining the increase in *Goods and services*, as well as for the purchase of computer hardware which explains the increase in *Machinery and equipment*. The increase over the 2012/13 MTEF is to cater for additional staff in the planning section who are to be deployed at district level to implement various housing planning functions in line with the revised structure of the department. This explains the substantial increase in *Compensation of employees* over the 2012/13 MTEF.

The decrease against the sub-programme: Research from 2008/09 to 2009/10 is due to a delay in the implementation of capacity building programmes (*Goods and services*) due to internal capacity constraints. The further decrease from 2009/10 to 2010/11 is the result of cost-cutting. The decrease from the 2011/12 Main to the Adjusted Appropriation relates to delays in the establishment of housing components within municipalities due to a change in the implementation strategy, as mentioned previously. This also explains the decrease in *Transfers and subsidies to: Provinces and municipalities*.

With regard to *Compensation of employees*, provision has been made for the filling of vacant posts, as well as for anticipated inflationary increases. The decrease from the 2011/12 Main to Adjusted Appropriation is due to delays in the filling of posts resulting from no suitable candidates being found, as well as the restructuring of the department.

The fluctuating trend against *Machinery and equipment* over the seven-year period relates to cost-cutting (specifically in 2009/10 and 2010/11), and the fact that the department purchases machinery and equipment on a cyclical basis.

Spending on *Software and other intangible assets* in 2008/09 relates to the purchase of project management software to assist project managers in the management of housing projects.

Service delivery measures – Programme 2: Housing Needs, Research and Planning

Table 8.19 below reflects the main service delivery measures pertaining to Programme 2. These have been re-aligned to comply with the generic service delivery measures for the sector, as far as possible. It must be noted that some of the output and performance indicator descriptions have been changed in line with the department's 2012/13 Multi-Year Housing Development Plan (MYHDP).

Table 8.19: Service delivery measures – Programme 2: Housing Needs, Research and Planning

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2011/12	2012/13	2013/14	2014/15
1.1 Provide training to housing consumers	• No. of houses showing improvement in condition and structure	2 597	10 000	10 000	10 000
1.2 <i>Amakhosi</i> training on housing delivery	• No. of <i>Amakhosi</i> trained	38	200	200	200
1.3 Capacitation of municipalities on accreditation	• No. of municipalities capacitated on accreditation	6	6	7	7

6.3 Programme 3: Housing Development

This programme is responsible for the implementation and monitoring of housing delivery within all districts including the eThekweni Metro through various subsidy mechanisms in terms of national and provincial policies. This programme has a number of projects at various stages of implementation within each municipality. It is also expected to achieve certain key strategic objectives of the department through the implementation of projects using various subsidy instruments. The subsidy instruments implemented by the department are: individual, project linked, institutional, consolidation, relocation, disaster management, social housing, rectification, social and economic facilities and rural housing stock.

Programme 3 consists of the Housing Disaster Relief grant and the bulk of the Human Settlements Development grant, the remainder of which falls under Programme 4. The EPWP Integrated Grant for Provinces also falls under this programme.

Tables 8.20 and 8.21 illustrate a summary of payments and budgeted estimates from 2008/09 to 2014/15.

Table 8.20: Summary of payments and estimates - Programme 3: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11		2011/12		2012/13	2013/14	2014/15
Administration	68 868	57 023	54 346	57 194	59 905	59 905	57 896	61 700	65 397
Financial Interventions	176 242	469 317	491 660	457 963	667 263	667 263	528 844	484 835	527 189
Incremental Interventions	782 744	746 834	993 336	894 393	796 852	796 852	1 085 350	1 360 410	1 490 333
Social and Rental Intervention	143 024	147 637	189 992	475 956	134 331	134 331	269 680	395 036	369 034
Rural Intervention	321 683	668 654	917 187	683 660	1 028 189	1 028 189	898 635	764 481	766 859
Total	1 492 561	2 089 465	2 646 521	2 569 166	2 686 540	2 686 540	2 840 405	3 066 462	3 218 812

Table 8.21: Summary of payments and estimates by economic classification - Programme 3: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11		2011/12		2012/13	2013/14	2014/15
Current payments	68 517	69 834	61 803	210 622	136 319	136 189	198 547	160 597	164 261
Compensation of employees	40 371	42 579	49 382	84 846	87 535	87 493	87 858	93 860	99 019
Goods and services	28 146	27 255	12 229	125 776	48 784	48 696	110 689	66 737	65 242
Interest and rent on land	-	-	192	-	-	-	-	-	-
Transfers and subsidies to:	1 387 459	1 975 725	2 557 241	2 334 833	2 541 186	2 537 313	2 627 918	2 905 288	3 053 942
Provinces and municipalities	125 000	43 000	128 007	375 563	65 108	65 108	203 250	344 606	316 104
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 262 459	1 932 725	2 429 234	1 959 270	2 476 078	2 472 205	2 424 668	2 560 682	2 737 838
Payments for capital assets	36 584	43 906	27 477	23 711	9 035	13 038	13 940	577	609
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	177	90	-	3 937	3 506	3 506	3 940	577	609
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	1	-	-	-	-	-	-	-	-
Total	1 492 561	2 089 465	2 646 521	2 569 166	2 686 540	2 686 540	2 840 405	3 066 462	3 218 812

This programme has increased significantly from 2008/09 to 2012/13 due to the increase in the Human Settlements Development grant. The department was allocated the Housing Disaster Relief grant from 2009/10 to 2011/12 only, adding to the increases over these years. The programme is aligned to the departmental infrastructure plan which contains a list of all projects that are to be implemented.

Although not evident in Table 8.20, it is noted that slow spending on the Human Settlements Development grant in 2010/11 led to the removal of R80 million from the department by National Treasury, for re-allocation to other provinces. This amount was removed from the sub-programme: Incremental Interventions and the category *Transfers and subsidies to: Households*. The slow spending was due to several reasons, including the non-resolution of land/legal issues, emanating mainly from disputes over the ownership of land, general under-performance by some implementing agents resulting in the termination of contracts with various implementing agents, namely: the Big Five False Bay, Umzumbe and the Umfolozi Municipalities, delays in the approval of the newly revised business plan for the CRU programme, etc.

The sub-programme: Administration shows a decreasing trend from 2008/09 to 2010/11 due to the decrease in the number of housing projects being launched, as well as cost-cutting.

The substantial increase from 2008/09 to 2009/10 against the sub-programme: Financial Interventions relates to expenditure on land for housing, as well as the Social and Economic Facilities and the Housing Rectification programmes. The Housing Rectification programme relates to the rectification of defects in houses delivered between 15 March 1994 and 31 March 2002. The decrease from the 2011/12 Adjusted Appropriation to 2013/14 is due to the phasing-out of the Social and Economic Facilities programme, which is being incorporated into other programmes, namely project-linked subsidies, institutional subsidies, and rural subsidies. Despite this, there is an increase from 2013/14 to 2014/15 due to the acceleration of housing programmes, namely housing finance linked subsidy programmes.

The increase in the Incremental Interventions sub-programme from the 2011/12 Revised Estimate to 2012/13 onward is to cater for the fast-tracking of certain housing projects, such as *Vulindlela*, as well as an increase in the Human Settlements Development grant allocation in 2013/14 and 2014/15.

The decrease against the sub-programme: Social and Rental Interventions from the 2011/12 Main to Adjusted Appropriation relates to under-spending on the CRU programme due to the fact that the eThekweni Metro failed to spend funds that were transferred to it, because of delays in its procurement processes. In addition, the CRU policy is currently being revised in order to contain costs within acceptable limits. This also explains the decrease against *Transfers and subsidies to: Provinces and municipalities*. The increase over the 2012/13 MTEF is to cater for the fast-tracking of the CRU programme.

The increase in the sub-programme: Rural Interventions in 2009/10 to 2010/11 is due to an increase in the Human Settlements Development grant, resulting from the demand for housing in the province. The large increase in budget from the 2011/12 Main to the Adjusted Appropriation was to cater for the *Vulindlela* rural housing project which was not adequately budgeted for during the year. The funding returned by Thubelisha Homes for the Ingwavuma Ministerial projects also falls under this sub-programme, against the category *Transfers and subsidies to: Households* in 2012/13. The decrease from the 2011/12 Revised Estimate to 2012/13 and from 2012/13 to 2013/14 is due to the completion of certain projects, such as *Sobabili* in Uthukela in 2012/13 and *Rocky Park* in Ilembe in 2013/14.

The increase against *Compensation of employees* from 2008/09 onward can be ascribed to the organisational restructuring and the resultant filling of posts, and the various wage agreements.

The decrease against *Goods and services* from 2008/09 to 2010/11 is due to cost-cutting, whereby project launches were substantially decreased. The decrease in the 2011/12 Adjusted Appropriation is mainly due to difficulties in filling technical posts, leading to a reduction in associated administrative costs, such as subsistence and travel. In addition, the department made provision to hire consultants to assist in the technical side of constructing houses, such as monitoring, quality assurance, etc. However, this was put on hold during the year, pending a review of the proficiency of the chosen consultants. The department is in the process of undergoing a tender process to find suitably qualified professionals who will be able to assist in the implementation and monitoring of housing projects. This will be completed by 2012/13. The increase from the 2011/12 Revised Estimate to 2012/13 relates to an increase in administrative funding from the conditional grant to support various functions in respect of housing delivery, such as NHBC rectification assessments, etc.

The decrease in *Transfers and subsidies to: Provinces and municipalities* from 2008/09 to 2009/10 relates to slow spending on the CRU programme due to delays in the approval process of projects within municipalities. The fluctuating trend in *Transfers and subsidies to: Provinces and municipalities* relates to spending on the CRU programme, as explained above.

Transfers and subsidies to: Households, which shows an increasing trend from 2008/09 to 2014/15, caters for the bulk of the Human Settlements Development grant and the full allocation of the Housing Disaster Relief grant. The type of programmes and their respective projects that fall under this category include the Rural Housing Development programme which caters for the *Vulindlela* rural housing project, and the Integrated Development programme which deals with Cornubia. The bulk of the Human Settlements

Development grant is allocated against this category, as housing units are transferred to beneficiaries upon completion.

Buildings and other fixed structures is mainly associated with the Social and Economic Facilities programme. The substantial decrease from the 2011/12 Main to the Adjusted Appropriation is the result of slow spending on this programme due to failure to deliver by the appointed service providers, resulting in slow delivery on the ground. Going forward, the Social and Economic Facilities programme is being integrated into the total project cost of the implementation of projects, forming part of *Transfers and subsidies to: Households*, hence there is no allocation in 2013/14 or 2014/15. Despite the change in approach, the department has budgeted against *Buildings and other fixed structures* in 2012/13 due to the finalisation of some projects.

The fluctuating *Machinery and equipment* trend over the seven-year period relates to the fact that the department purchases machinery and equipment on a cyclical basis, coupled with the fact that, in 2009/10 and 2010/11, the department implemented cost-cutting measures.

Service delivery measures – Programme 3: Housing Development

Table 8.22 below reflects the main service delivery measures pertaining to Programme 3. These have been aligned to the generic service delivery measures for the sector. Some of the output and performance indicator descriptions have been changed in line with the department's 2012/13 MYHDP.

Table 8.22: Service delivery measures – Programme 3: Housing Development

Outputs		Performance indicators	Estimated performance	Medium-term targets		
			2011/12	2012/13	2013/14	2014/15
1.1	Rural Housing Development programme	• No. of houses completed	9 226	13 250	13 900	14 500
1.2	Integrated Development programme	• No. of houses completed	199	1 272	1 804	1 894
1.3	Community Residential Units	• No. of units completed	-	1 934	2 000	2 000
1.4	Provision of institutional subsidies	• No. of units completed	36	132	126	132
1.5	Disaster management (inclusive of <i>Sukuma Sakhe</i>)	• No. of units completed	3 025	2 290	2 700	2 700

6.4 Programme 4: Housing Asset Management, Property Management

This programme is responsible for the management of departmental properties and the maintenance thereof, as well as the implementation and monitoring of the housing projects through the various subsidy mechanisms in terms of national and provincial policy. Further to this, Programme 4 is responsible for the regulation of good relationships between tenants and the landlords.

Programme 4 consists of three sub-programmes, in line with the uniform budget and programme structure of the sector. These are: Administration, Sale and Transfer of Housing Properties and Housing Properties Maintenance. Sale and Transfer of Housing Properties was called the EEDBS prior to 2010/11 but, in order to fall in line with the sector, the name of this sub-programme was changed.

Tables 8.23 and 8.24 give a summary of payments and budgeted estimates pertaining to this programme. The overall MTEF allocation for this programme shows the effects of the implementation of the EEDBS policy, as explained in greater detail below.

Table 8.23: Summary of payments and estimates - Programme 4: Housing Asset Management, Property Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12	2011/12	2011/12	2012/13	2013/14	2014/15
Administration	55 873	64 333	62 693	73 250	73 250	73 250	75 803	80 990	85 840
Sale and Transfer of Housing Properties	96 441	31 340	97 563	23 978	1 739	1 739	7 076	7 076	7 076
Housing Properties Maintenance	107 003	189 643	155 295	233 921	173 173	173 173	210 941	136 898	145 050
Total	259 317	285 316	315 551	331 149	248 162	248 162	293 820	224 964	237 966

Table 8.24: Summary of payments and estimates by economic classification - Programme 4: Housing Asset Man., Property Man.

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	125 667	114 835	89 290	122 956	97 436	98 881	102 949	106 552	114 649
Compensation of employees	48 962	57 335	60 165	70 377	67 296	67 296	69 684	74 476	82 073
Goods and services	76 705	57 500	29 125	52 579	30 140	31 585	33 265	32 076	32 576
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	133 507	170 339	226 256	207 950	150 649	149 166	190 701	118 278	123 125
Provinces and municipalities	132 730	166 973	225 525	207 600	148 495	147 012	190 351	117 904	122 730
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	777	3 366	731	350	2 154	2 154	350	374	395
Payments for capital assets	24	102	5	243	77	115	170	134	192
Buildings and other fixed structures	-	-	-	-	77	77	-	-	-
Machinery and equipment	24	67	5	243	-	38	170	134	192
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	35	-	-	-	-	-	-	-
Payments for financial assets	119	40	-	-	-	-	-	-	-
Total	259 317	285 316	315 551	331 149	248 162	248 162	293 820	224 964	237 966

The increase against the sub-programme: Administration from 2008/09 to 2009/10 relates to the increase in the allowance payable to the Rental Tribunal Members. The members had to put in more hours in order to cover the backlog in respect of rental tribunal cases brought before them. These cases involved disputes between landlords and tenants. The decrease from 2009/10 to 2010/11 is the result of the voluntary severance packages paid to the officials who left the public service in 2009/10. The increases over the 2012/13 MTEF are inflation related.

The decrease against the sub-programme: Sale and Transfer of Housing Properties from 2008/09 to 2009/10 is a result of the cancellation of the contract of the service provider that had been implementing the EEDBS programme throughout KZN, due to a change in strategy. From now on, municipalities will be implementing this programme, and not service providers. The department will assist the municipality with the required capacity, if required. This also partly explains the decrease in *Goods and services* over the same period. The increase from 2009/10 to 2010/11 is a result of a once-off transfer to the eThekweni Metro, for the rehabilitation of former R293 houses, on behalf of the department (this also explains the increase against *Transfers and subsidies to: Provinces and municipalities*). The substantial decrease from the 2011/12 Main to Adjusted Appropriation is a result of a delay in the rectification of housing properties, as the NHBRC is doing an assessment of properties to determine exactly what rectification is to be done to what properties.

The increase against the sub-programme: Housing Properties Maintenance from 2008/09 to 2009/10 relates to the transfer of funds to eThekweni for the maintenance of the KwaDabeka CRU, as well as to cover arrear rates on housing properties that were budgeted to be paid in 2008/09, but were delayed as a result of the late receipt of invoices from the Msunduzi Municipality. This also explains the increase against *Transfers and subsidies to: Provinces and municipalities*. In 2009/10, the department transferred funds to the eThekweni Metro in respect of the maintenance of R293 towns and hostels, as well as making a once-off payment to the Msunduzi Municipality for the payment of arrear rates and taxes from 2008/09 due to the late receipt of invoices. This once-off payment explains the decrease from 2009/10 to 2010/11. The decrease from the 2011/12 Main to the Adjusted Appropriation is a result of a delay in the implementation of the rectification of pre-1994 housing stock, as the NHBRC is currently in the process of compiling rectification scoping reports which will indicate exactly what rectification is to be done to what properties. This also explains the decrease in *Transfers and subsidies to: Provinces and municipalities*. The allocation increases over the 2012/13 MTEF due to the fact that the department will be rectifying the properties in line with the scoping reports from NHBRC.

The decrease from 2009/10 to 2010/11 against *Goods and services* is due to poor spending on the EEDBS programme due to delays in the rehabilitation of housing stock emanating from the department waiting for the go-ahead to commence with some projects from the NHBRC. The decrease from the 2011/12

Main to the Adjusted Appropriation is the result of projected under-expenditure on the EEDBS programme, where transfer of properties to beneficiaries was delayed. This was a result of delays in the implementation of the rectification programme, as some of the properties could not be transferred in their current state. These savings were moved to *Transfers and subsidies to: Households* in Programme 3 to cater for the fast-tracking of the *Vulindlela* rural housing project.

The increase against *Transfers and subsidies to: Provinces and municipalities* from the 2011/12 Revised Estimate to 2012/13 is due to the fact that the department will be rectifying the properties in line with the NHBRC scoping reports. The decrease from 2012/13 to 2013/14 is due to the department anticipating rectifying more pre-1994 housing stock in 2012/13 than in 2013/14, based on the findings of the NHBRC.

The amounts spent against *Transfers and subsidies to: Households* relate to staff exit costs.

The fluctuating trend against *Machinery and equipment* over the seven-year period relates to the fact that the department purchases machinery and equipment on a cyclical basis.

Spending against *Software and other intangible assets* in 2009/10 was for software for the Housing Tribunal Component. This software is a recording system which is used for court proceedings.

Spending against *Payments for financial assets* relates to the write-off of staff debts.

Service delivery measures – Programme 4: Housing Asset Management, Property Management

Table 8.25 reflects the main service delivery measures pertaining to Programme 4. These have been aligned to the generic service delivery measures for the sector. Some of the output and performance indicator descriptions have been changed in line with the department's 2012/13 MYHDP.

Table 8.25: Service delivery measures – Programme 4: Housing Asset Management, Property Management

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2011/12	2012/13	2013/14	2014/15	
1.1 Rectification of pre-1994 housing stock	• No. of units rectified and/or upgraded	-	1 500	2 000	2 500	
1.2 EEDBS	• No. of residential properties transferred	1 692	2 500	2 200	2 000	
1.3 Maintenance of rental units	• No. of units maintained	2 012	3 500	3 000	2 000	

7. Other programme information

7.1 Personnel numbers and costs

Tables 8.26 and 8.27 below illustrate personnel numbers and estimates pertaining to the Department of Human Settlements over the seven-year period.

In 2011/12, the department engaged in a restructuring process which entailed revising the structure of the department. This new structure is to be implemented over the 2012/13 MTEF. As is evident from Table 8.27, the new structure caters for an increased number of staff in the Human Resource component, as well as an increase in the number of contract workers. It must be noted that, due to financial constraints in the equitable share allocation, the new structure will be implemented in phases, once sign-off from the DPSA and Office of the Premier has been received.

The number of contract workers rises substantially from 2008/09 due to the appointment of Adult Basic Education and Training (ABET) educators. The ABET educators educate officials in the department who meet the necessary criteria. This is a provincial programme aimed at addressing illiteracy within the province. The decrease against the number of contract workers from the 2011/12 Adjusted Appropriation to the Revised Estimate relates to the fact that the department was unable to find contract workers, such as quantity surveyors, with the adequate skills to oversee various aspect of housing projects.

Table 8.26: Personnel numbers and costs per programme

	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	As at 31 March 2015
Personnel numbers							
1. Administration	255	247	227	301	246	246	246
2. Housing Needs, Research and Planning	24	36	33	39	66	66	66
3. Housing Development	159	154	151	162	230	230	230
4. Housing Asset Management, Property Management	420	420	385	377	375	375	375
Total	858	857	796	879	917	917	917
Total personnel cost (R thousand)	138 797	157 750	174 805	227 388	256 592	274 197	292 771
Unit cost (R thousand)	162	184	220	259	280	299	319

Table 8.27: Details of departmental personnel numbers and costs

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Total for department									
Personnel numbers (head count)	858	857	796	949	879	879	917	917	917
Personnel cost (R thousand)	138 797	157 750	174 805	229 100	227 430	227 388	256 592	274 197	292 771
Human resources component									
Personnel numbers (head count)	48	67	76	57	57	57	82	82	82
Personnel cost (R thousand)	7 513	11 742	12 180	14 140	14 140	14 140	15 472	16 540	17 450
Head count as % of total for department	5.59	7.82	9.55	6.01	6.48	6.48	8.94	8.94	8.94
Personnel cost as % of total for department	5.41	7.44	6.97	6.17	6.22	6.22	6.03	6.03	5.96
Finance component									
Personnel numbers (head count)	108	104	92	106	106	106	95	95	95
Personnel cost (R thousand)	20 111	21 238	24 345	27 477	27 477	27 477	29 807	31 863	33 615
Head count as % of total for department	12.59	12.14	11.56	11.17	12.06	12.06	10.36	10.36	10.36
Personnel cost as % of total for department	14.49	13.46	13.93	11.99	12.08	12.08	11.62	11.62	11.48
Full time workers									
Personnel numbers (head count)	813	796	738	824	754	809	782	782	782
Personnel cost (R thousand)	133 492	147 776	165 651	220 191	218 521	218 479	213 715	226 893	243 000
Head count as % of total for department	94.76	92.88	92.71	86.83	85.78	92.04	85.28	85.28	85.28
Personnel cost as % of total for department	96.18	93.68	94.76	96.11	96.08	96.08	83.29	82.75	83.00
Part-time workers									
Personnel numbers (head count)	-	-	-	-	-	-	-	-	-
Personnel cost (R thousand)	-	-	-	-	-	-	-	-	-
Head count as % of total for department	-	-	-	-	-	-	-	-	-
Personnel cost as % of total for department	-	-	-	-	-	-	-	-	-
Contract workers									
Personnel numbers (head count)	45	61	58	125	125	70	135	135	135
Personnel cost (R thousand)	5 305	9 974	9 154	8 909	8 909	8 909	42 877	47 304	49 771
Head count as % of total for department	5.24	7.12	7.29	13.17	14.22	7.96	14.72	14.72	14.72
Personnel cost as % of total for department	3.82	6.32	5.24	3.89	3.92	3.92	16.71	17.25	17.00

7.2 Training

Tables 8.28 and 8.29 give a summary of departmental spending and information on training for the period 2008/09 to 2010/11, estimated spending for 2011/12 and budgeted expenditure for the 2012/13 MTEF. The amounts reflected relate mainly to project management, secretarial, financial management and computer training courses for staff. The department is required by the Skills Development Act to budget at least 1 per cent of its salary expense for staff training. This requirement gives credence to government policy on human resource development. The department is largely abiding by this, exceeding the 1 per cent requirement in most years.

Table 8.29 illustrates the number of staff affected by the various training programmes and initiatives. It also includes a gender breakdown, an indication of the types of training, as well as details of the number of bursaries and learnerships.

The allocation for general training, such as computer training, secretarial courses, etc. for the department is centralised under Programme 1. There is provision for capacity building in Programme 2. The high spending in 2009/10 relates to capacity building training programmes within Programme 2. The decrease in the allocation from 2009/10 to 2010/11 is due to cost-cutting, whereby the department trained staff internally, rather than using service providers.

The decrease from the 2011/12 Main to Adjusted Appropriation is due to a reduction in the number of external training sessions held by service providers, in order to cut costs.

Table 8.28: Payments and estimates on training

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Administration	1 184	1 399	393	1 500	521	521	1 300	1 320	1 466
2. Housing Needs, Research and Planning	417	1 564	69	1 330	950	950	1 410	1 507	1 590
3. Housing Development	55	-	-	-	-	-	-	-	-
4. Housing Asset Management, Property Management									
Total	1 656	2 963	462	2 830	1 471	1 471	2 710	2 827	3 056

Table 8.29: Information on training

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Number of staff	858	857	796	949	949	879	917	917	917
Number of personnel trained	765	845	816	906	906	906	906	906	906
of which									
Male	482	562	503	503	503	503	503	503	503
Female	283	283	313	403	403	403	403	403	403
Number of training opportunities	16	25	17	21	21	21	21	21	21
of which									
Tertiary	5	5	3	3	3	3	3	3	3
Workshops	10	13	6	10	10	10	10	10	10
Seminars	-	5	5	5	5	5	5	5	5
Other	1	2	3	3	3	3	3	3	3
Number of bursaries offered	25	15	13	18	18	18	18	18	18
External	12	7	-	5	5	5	5	5	5
Internal	13	8	13	13	13	13	13	13	13
Number of interns appointed	19	27	4	15	15	15	15	15	15
Number of learnerships appointed	-	-	-	2	2	2	2	2	2
Number of days spent on training	37	38	50	60	60	60	60	60	60

ANNEXURE TO VOTE 8 – HUMAN SETTLEMENTS

Table 8.A: Details of departmental receipts

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sale of goods and services other than capital assets	338	324	387	375	375	375	412	434	477
Sale of goods and services produced by dept. (excl. capital assets)	338	324	387	375	375	375	412	434	477
Sales by market establishments									
Administrative fees	155	141	150	-	-	-	-	-	-
Other sales	183	183	237	375	375	375	412	434	477
Of which									
Commission Insurance	156	154	191	324	324	324	356	375	412
House Debtors Admin Fee									
Rental parking open, boarding serv. staff	27	29	46	51	51	51	56	59	65
Other									
Sale 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	92	90	46	94	94	94	103	109	109
Interest	92	90	46	94	94	94	103	109	109
Dividends									
Rent on land									
Sale of capital assets	-	412	302	-	-	200	-	-	-
Land and subsoil assets									
Other capital assets	-	412	302	-	-	200	-	-	-
Transactions in financial assets and liabilities	975	5 729	7 382	667	667	268 636	735	775	853
Total	1 405	6 555	8 117	1 136	1 136	269 305	1 250	1 318	1 439

Table 8.B: Details of payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Current payments	312 193	298 569	265 272	467 785	369 866	371 181	463 181	435 981	458 270
Compensation of employees	138 797	157 750	174 805	229 100	227 430	227 388	256 592	274 197	292 771
Salaries and wages	120 015	135 957	149 648	202 338	201 615	201 573	227 001	241 271	257 492
Social contributions	18 782	21 793	25 157	26 762	25 815	25 815	29 591	32 926	35 279
Goods and services	173 396	140 819	90 275	238 685	142 436	143 793	206 589	161 784	165 499
of which									
Administrative fees	195	145	189	23	328	328	218	230	234
Advertising	9 824	3 533	1 545	1 156	1 907	1 973	1 281	1 254	1 227
Assets <R5000	920	278	161	644	387	387	757	804	874
Audit cost: External	2 086	3 221	3 278	3 800	3 800	3 800	4 180	3 868	4 647
Bursaries (employees)	266	102	123	300	100	100	300	311	337
Catering: Departmental activities	7 528	5 683	436	565	1 270	1 340	36	39	40
Communication	7 239	7 192	5 213	7 445	6 467	6 455	6 573	6 687	7 064
Computer services	4 305	4 456	7 055	5 786	8 258	8 258	9 333	9 422	10 447
Cons/prof: Business & advisory services	32 818	37 249	14 050	135 809	34 237	34 557	103 435	59 237	56 287
Cons/prof: Infrastructure & planning	2	190	1	-	-	-	-	-	-
Cons/prof: Laboratory services	-	-	-	-	-	-	-	-	-
Cons/prof: Legal cost	1 806	1 711	911	1 505	3 629	4 366	2 178	2 254	2 416
Contractors	4 102	3 113	177	15	1 267	731	-	-	-
Agency & support/outourced services	1 083	674	687	290	686	807	590	615	665
Entertainment	878	84	31	141	98	94	75	53	66
Fleet services (incl. GMT)	-	-	-	105	-	-	2 930	2 930	3 015
Housing	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	6	-	90	90	60	90	98
Inventory: Fuel, oil and gas	-	-	-	-	-	1	-	-	-
Inventory: Learner and teacher supp material	278	122	212	268	305	305	232	239	261
Inventory: Materials and supplies	1 922	1 094	1 728	-	4 505	4 836	5 006	5 713	6 213
Inventory: Medical supplies	-	1	67	4	125	145	117	121	132
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	1	1	-	-	-
Inventory: Other consumables	133	281	263	210	385	627	140	148	158
Inventory: Stationery and printing	2 295	1 211	831	1 341	1 067	1 064	1 428	1 522	1 627
Lease payments	13 373	16 156	18 571	19 449	21 074	20 635	20 094	20 111	20 848
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	50 551	30 928	25 657	38 710	31 785	32 709	27 595	25 373	26 059
Transport provided: Departmental activity	2 868	2 594	16	-	316	316	15	16	17
Travel and subsistence	10 286	7 292	5 544	16 032	15 834	15 353	15 706	16 232	17 928
Training and development	1 656	2 963	462	2 830	1 471	1 471	2 710	2 827	3 056
Operating expenditure	4 662	2 166	556	1 562	1 048	1 048	790	842	891
Venues and facilities	12 320	8 380	2 505	695	1 996	1 996	810	846	892
Interest and rent on land	-	-	192	-	-	-	-	-	-
Interest	-	-	192	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	1 521 537	2 147 153	2 784 369	2 547 788	2 692 540	2 687 184	2 819 229	3 024 219	3 177 755
Provinces and municipalities	257 813	210 060	353 589	587 668	213 708	212 225	393 711	462 628	438 958
Provinces	83	87	64	10	115	115	120	118	124
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	83	87	64	10	115	115	120	118	124
Municipalities	257 730	209 973	353 525	587 658	213 593	212 110	393 591	462 510	438 834
Municipalities	257 730	209 973	353 525	587 658	213 593	212 110	393 591	462 510	438 834
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
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	1 263 724	1 937 093	2 430 780	1 960 120	2 478 832	2 474 959	2 425 518	2 561 591	2 738 797
Social benefits	1 438	4 547	2 169	950	3 334	3 464	850	909	959
Other transfers to households	1 262 286	1 932 546	2 428 611	1 959 170	2 475 498	2 471 495	2 424 668	2 560 682	2 737 838
Payments for capital assets	42 201	46 860	30 293	28 439	13 282	17 323	18 525	5 089	5 034
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 606	9 609	10 000	-	-
Buildings	-	-	-	-	77	77	-	-	-
Other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	4 541	3 009	2 537	8 665	7 676	7 714	8 525	5 089	5 034
Transport equipment	1 167	1 926	1 846	2 100	2 100	2 100	1 970	2 118	2 066
Other machinery and equipment	3 374	1 083	691	6 565	5 576	5 614	6 555	2 971	2 968
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	900	-	-	-	-	-	-	-	-
Software and other intangible assets	353	35	279	-	-	-	-	-	-
Payments for financial assets	215	65	9 303	9 303	9 303	9 303	-	-	-
Total	1 876 146	2 492 647	3 089 237	3 053 315	3 084 991	3 084 991	3 300 935	3 465 289	3 641 059

Table 8.C: Details of payments and estimates by economic classification - Programme 1: Administration

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2008/09	2009/10	2010/11	Appropriation	Appropriation	Estimate	2012/13	2013/14	2014/15
Current payments	100 037	96 704	96 025	111 634	113 454	113 454	120 622	125 562	133 270
Compensation of employees	41 579	47 614	54 634	60 762	60 762	60 762	70 762	75 629	79 785
Salaries and wages	35 578	40 459	46 171	52 102	52 102	52 102	61 252	65 465	69 081
Social contributions	6 001	7 155	8 463	8 660	8 660	8 660	9 510	10 164	10 704
Goods and services	58 458	49 090	41 391	50 872	52 692	52 692	49 860	49 933	53 485
of which									
Administrative fees	195	87	76	7	157	157	70	73	79
Advertising	5 665	905	842	728	1 322	1 322	931	879	934
Assets <R5000	667	79	98	157	157	157	78	80	90
Audit cost: External	2 086	3 221	3 278	3 800	3 800	3 800	4 180	3 868	4 647
Bursaries (employees)	263	102	123	300	100	100	300	311	337
Catering: Departmental activities	1 527	194	209	200	765	765	20	22	22
Communication	5 656	5 321	3 885	5 665	4 765	4 765	4 280	4 338	4 418
Computer services	-	-	144	-	-	-	-	-	-
Cons/prof: Business & advisory services	4 580	1 676	1 767	801	592	592	10	11	11
Cons/prof: Infrastructure & planning	-	-	-	-	-	-	-	-	-
Cons/prof: Laboratory services	-	-	-	-	-	-	-	-	-
Cons/prof: Legal cost	1 306	1 247	541	1 300	2 800	3 101	1 182	1 189	1 332
Contractors	-	333	-	-	206	206	-	-	-
Agency & support/outsourced services	308	358	527	130	411	532	565	588	637
Entertainment	434	69	23	84	79	79	36	10	22
Fleet services (incl. GMT)	-	-	-	105	-	-	2 930	2 930	3 015
Housing	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	3	-	56	56	60	90	98
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher supp material	147	42	143	195	265	265	178	182	201
Inventory: Materials and supplies	-	34	10	-	-	-	-	-	-
Inventory: Medical supplies	-	-	67	-	122	142	102	105	115
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	-	-	-
Inventory: Other consumables	13	86	8	90	90	90	57	60	65
Inventory: Stationery and printing	1 845	938	671	932	756	756	922	982	1 055
Lease payments	12 843	15 908	18 219	19 205	20 798	20 356	19 623	19 634	20 277
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	8 553	10 203	8 115	12 255	10 765	10 765	9 578	9 534	10 564
Transport provided: Departmental activity	-	10	16	-	200	200	15	16	17
Travel and subsistence	3 990	2 209	1 733	2 211	2 592	2 592	2 429	2 628	2 939
Training and development	1 184	1 399	393	1 500	521	521	1 300	1 320	1 466
Operating expenditure	4 086	1 783	500	707	423	423	414	442	467
Venues and facilities	3 110	2 886	-	500	950	950	600	641	677
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	571	943	872	500	705	705	610	653	688
Provinces and municipalities	83	87	57	-	105	105	110	118	124
Provinces	83	87	57	-	105	105	110	118	124
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	83	87	57	-	105	105	110	118	124
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
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	488	856	815	500	600	600	500	535	564
Social benefits	488	856	815	500	600	600	500	535	564
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	2 868	2 133	2 143	3 195	2 670	2 670	2 485	2 668	2 648
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 909	2 133	1 864	3 195	2 670	2 670	2 485	2 668	2 648
Transport equipment	1 167	1 926	1 846	2 100	2 100	2 100	1 970	2 118	2 066
Other machinery and equipment	742	207	18	1 095	570	570	515	550	582
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	900	-	-	-	-	-	-	-	-
Software and other intangible assets	59	-	279	-	-	-	-	-	-
Payments for financial assets	31	25	9 303	9 303	9 303	9 303	-	-	-
Total	103 507	99 805	108 343	124 632	126 132	126 132	123 717	128 883	136 606
Unauth. exp. (1 st charge) not available for spending	-	-	(9 303)	(9 303)	(9 303)	(9 303)	-	-	-
Baseline available for spending after 1st charge	103 507	99 805	99 040	115 329	116 829	116 829	123 717	128 883	136 606

Table 8.D: Details of payments and estimates by economic classification - Programme 2: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12	2011/12	2011/12	2012/13	2013/14	2014/15
Current payments	17 972	17 196	18 154	22 573	22 657	22 657	41 063	43 270	46 090
Compensation of employees	7 885	10 222	10 624	13 115	11 837	11 837	28 288	30 232	31 894
Salaries and wages	6 872	8 875	9 217	11 693	10 653	10 653	24 943	26 658	28 123
Social contributions	1 013	1 347	1 407	1 422	1 184	1 184	3 345	3 574	3 771
Goods and services	10 087	6 974	7 530	9 458	10 820	10 820	12 775	13 038	14 196
of which									
Administrative fees	-	31	14	16	16	16	11	11	-
Advertising	1 059	-	-	50	45	45	90	97	-
Assets <R5000	113	55	23	360	110	110	444	455	501
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries (employees)	3	-	-	-	-	-	-	-	-
Catering: Departmental activities	270	69	24	322	197	197	-	-	-
Communication	132	233	178	254	249	249	206	219	232
Computer services	4 132	3 895	6 493	5 426	7 609	7 609	8 881	8 928	9 920
Cons/prof: Business & advisory services	448	-	-	-	100	100	-	-	-
Cons/prof: Infrastructure & planning	-	-	-	-	-	-	-	-	-
Cons/prof: Laboratory services	-	-	-	-	-	-	-	-	-
Cons/prof: Legal cost	-	-	-	-	-	-	-	-	-
Contractors	463	11	-	15	115	115	-	-	-
Agency & support/outourced services	73	15	26	25	25	25	25	27	28
Entertainment	64	6	4	7	7	7	-	-	-
Fleet services (incl. GMT)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	1	-	6	6	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher supp material	58	15	12	24	24	24	18	19	20
Inventory: Materials and supplies	-	-	-	-	3	3	-	-	-
Inventory: Medical supplies	-	1	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	-	-	-
Inventory: Other consumables	41	-	-	-	-	-	-	-	-
Inventory: Stationery and printing	18	74	37	74	76	76	109	116	123
Lease payments	92	64	48	40	78	78	35	37	40
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	18	13	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 462	846	601	950	1 010	1 010	1 396	1 461	1 573
Training and development	417	1 564	69	1 330	950	950	1 410	1 507	1 590
Operating expenditure	24	12	-	450	-	-	-	-	-
Venues and facilities	1 200	70	-	115	200	200	150	161	169
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	-	146	-	4 505	-	-	-	-	-
Provinces and municipalities	-	-	-	4 505	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	4 505	-	-	-	-	-
Municipalities	-	-	-	4 505	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
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	-	146	-	-	-	-	-	-	-
Social benefits	-	146	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	2 725	719	668	1 290	1 500	1 500	1 930	1 710	1 585
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 431	719	668	1 290	1 500	1 500	1 930	1 710	1 585
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	2 431	719	668	1 290	1 500	1 500	1 930	1 710	1 585
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	294	-	-	-	-	-	-	-	-
Payments for financial assets	64	-	-	-	-	-	-	-	-
Total	20 761	18 061	18 822	28 368	24 157	24 157	42 993	44 980	47 675

Table 8.E: Details of payments and estimates by economic classification - Programme 3: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12	2011/12	2011/12	2012/13	2013/14	2014/15
Current payments	68 517	69 834	61 803	210 622	136 319	136 189	198 547	160 597	164 261
Compensation of employees	40 371	42 579	49 382	84 846	87 535	87 493	87 858	93 860	99 019
Salaries and wages	35 480	36 979	42 737	77 782	80 256	80 214	81 328	86 880	91 655
Social contributions	4 891	5 600	6 645	7 064	7 279	7 279	6 530	6 980	7 364
Goods and services	28 146	27 255	12 229	125 776	48 784	48 696	110 689	66 737	65 242
of which									
Administrative fees	-	4	88	-	155	155	137	146	155
Advertising	2 718	2 385	703	320	450	518	260	278	293
Assets <R5000	130	135	28	94	37	37	68	73	77
Audit cost: External									
Bursaries (employees)									
Catering: Departmental activities	4 710	5 045	203	43	308	368	16	17	18
Communication	1 122	1 243	846	1 197	1 123	1 122	1 645	1 636	1 893
Computer services	76	291	341	235	524	524	296	323	347
Cons/prof. Business & advisory services	699	3 716	4 036	110 935	31 749	32 065	96 249	52 000	49 000
Cons/prof. Infrastructure & planning	2	142	1	-	-	-	-	-	-
Cons/prof. Laboratory services									
Cons/prof. Legal cost	208	21	185	30	390	878	130	139	147
Contractors	2 725	2 676	177	-	636	100	-	-	-
Agency & support/outsource services	517	145	109	40	-	-	-	-	-
Entertainment	378	8	2	39	1	2	24	26	27
Fleet services (incl. GMT)									
Housing									
Inventory: Food and food supplies	-	-	2	-	28	28	-	-	-
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher supp material	58	45	51	17	16	16	3	3	3
Inventory: Materials and supplies	2	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	4	3	3	15	16	17
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores									
Inventory: Other consumables	6	20	-	20	-	-	18	19	20
Inventory: Stationery and printing	328	137	45	263	165	165	314	335	355
Lease payments	299	92	266	142	127	125	358	357	443
Rental and hiring									
Property payments	24	9	-	134	177	177	-	-	-
Transport provided: Departmental activity	2 580	2 374	-	-	110	110	-	-	-
Travel and subsistence	4 127	3 473	2 585	11 993	11 552	11 070	10 985	11 186	12 254
Training and development	55	-	-	-	-	-	-	-	-
Operating expenditure	162	254	56	270	483	483	171	183	193
Venues and facilities	7 220	5 040	2 505	-	750	750	-	-	-
Interest and rent on land	-	-	192	-	-	-	-	-	-
Interest	-	-	192	-	-	-	-	-	-
Rent on land									
Transfers and subsidies to	1 387 459	1 975 725	2 557 241	2 334 833	2 541 186	2 537 313	2 627 918	2 905 288	3 053 942
Provinces and municipalities	125 000	43 000	128 007	375 563	65 108	65 108	203 250	344 606	316 104
Provinces	-	-	7	10	10	10	10	-	-
Provincial Revenue Funds									
Provincial agencies and funds	-	-	7	10	10	10	10	-	-
Municipalities	125 000	43 000	128 000	375 553	65 098	65 098	203 240	344 606	316 104
Municipalities	125 000	43 000	128 000	375 553	65 098	65 098	203 240	344 606	316 104
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Universities and technikons									
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	1 262 459	1 932 725	2 429 234	1 959 270	2 476 078	2 472 205	2 424 668	2 560 682	2 737 838
Social benefits	173	179	623	100	580	710	-	-	-
Other transfers to households	1 262 286	1 932 546	2 428 611	1 959 170	2 475 498	2 471 495	2 424 668	2 560 682	2 737 838
Payments for capital assets	36 584	43 906	27 477	23 711	9 035	13 038	13 940	577	609
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Buildings									
Other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	177	90	-	3 937	3 506	3 506	3 940	577	609
Transport equipment									
Other machinery and equipment	177	90	-	3 937	3 506	3 506	3 940	577	609
Heritage assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1	-	-	-	-	-	-	-	-
Total	1 492 561	2 089 465	2 646 521	2 569 166	2 686 540	2 686 540	2 840 405	3 066 462	3 218 812

Table 8.F: Details of payments and estimates by economic classification - Programme 4: Housing Asset Man., Property Man.

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
Current payments	125 667	114 835	89 290	122 956	97 436	98 881	102 949	106 552	114 649
Compensation of employees	48 962	57 335	60 165	70 377	67 296	67 296	69 684	74 476	82 073
Salaries and wages	42 085	49 644	51 523	60 761	58 604	58 604	59 478	62 268	68 633
Social contributions	6 877	7 691	8 642	9 616	8 692	8 692	10 206	12 208	13 440
Goods and services	76 705	57 500	29 125	52 579	30 140	31 585	33 265	32 076	32 576
of which									
Administrative fees	-	23	11	-	-	-	-	-	-
Advertising	382	243	-	58	90	88	-	-	-
Assets <R5000	10	9	12	33	83	83	167	196	206
Audit cost: External									
Bursaries (employees)									
Catering: Departmental activities	1 021	375	-	-	-	10	-	-	-
Communication	329	395	304	329	330	319	442	494	521
Computer services	97	270	77	125	125	125	156	171	180
Cons/prof: Business & advisory services	27 091	31 857	8 247	24 073	1 796	1 800	7 176	7 226	7 276
Cons/prof: Infrastructure & planning	-	48	-	-	-	-	-	-	-
Cons/prof: Laboratory services									
Cons/prof: Legal cost	292	443	185	175	439	387	866	926	937
Contractors	914	93	-	-	310	310	-	-	-
Agency & support/outourced services	185	156	25	95	250	250	-	-	-
Entertainment	2	1	2	11	11	6	15	17	17
Fleet services (incl. GMT)									
Housing									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas	-	-	-	-	-	1	-	-	-
Inventory: Learner and teacher supp material	15	20	6	32	-	-	33	35	37
Inventory: Materials and supplies	1 920	1 060	1 718	-	4 502	4 833	5 006	5 713	6 213
Inventory: Medical supplies									
Inventory: Medicine									
Meddas inventory interface									
Inventory: Military stores	-	-	-	-	1	1	-	-	-
Inventory: Other consumables	73	175	255	100	295	537	65	69	73
Inventory: Stationery and printing	104	62	78	72	70	67	83	89	94
Lease payments	139	92	38	62	71	76	78	83	88
Rental and hiring									
Property payments	41 956	20 703	17 542	26 321	20 843	21 767	18 017	15 839	15 495
Transport provided: Departmental activity	288	210	-	-	6	6	-	-	-
Travel and subsistence	707	764	625	878	680	681	896	957	1 162
Training and development									
Operating expenditure	390	117	-	135	142	142	205	217	231
Venues and facilities	790	384	-	80	96	96	60	44	46
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Transfers and subsidies to	133 507	170 339	226 256	207 950	150 649	149 166	190 701	118 278	123 125
Provinces and municipalities	132 730	166 973	225 525	207 600	148 495	147 012	190 351	117 904	122 730
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	132 730	166 973	225 525	207 600	148 495	147 012	190 351	117 904	122 730
Municipalities	132 730	166 973	225 525	207 600	148 495	147 012	190 351	117 904	122 730
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Universities and technikons									
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	777	3 366	731	350	2 154	2 154	350	374	395
Social benefits	777	3 366	731	350	2 154	2 154	350	374	395
Other transfers to households									
Payments for capital assets	24	102	5	243	77	115	170	134	192
Buildings and other fixed structures	-	-	-	-	77	77	-	-	-
Buildings	-	-	-	-	77	77	-	-	-
Other fixed structures									
Machinery and equipment	24	67	5	243	-	38	170	134	192
Transport equipment									
Other machinery and equipment	24	67	5	243	-	38	170	134	192
Heritage assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	-	35	-	-	-	-	-	-	-
Payments for financial assets	119	40	-	-	-	-	-	-	-
Total	259 317	285 316	315 551	331 149	248 162	248 162	293 820	224 964	237 966

Table 8.G: Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12	2011/12	2011/12	2012/13	2013/14	2014/15
Current payments	70 714	67 088	34 915	204 274	104 882	106 365	171 968	128 870	128 869
Compensation of employees	-	-	609	35 000	35 000	35 000	36 925	39 473	41 644
Salaries and wages	-	-	609	35 000	35 000	35 000	36 925	39 473	41 644
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	70 714	67 088	34 114	169 274	69 882	71 365	135 043	89 397	87 225
of which									
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	1 332	638	-	300	300	-	-	-
Assets <R5000	2	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries (employees)	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	2 612	203	-	300	300	-	-	-
Communication	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons/prof. Business & advisory services	26 815	35 452	12 048	134 913	32 937	32 998	103 325	59 116	56 076
Cons/prof. Infrastructure & planning	-	190	-	-	-	-	-	-	-
Cons/prof. Laboratory services	-	-	-	-	-	-	-	-	-
Cons/prof. Legal cost	291	442	170	-	600	687	681	728	728
Contractors	-	1 344	-	-	1 472	1 472	-	-	-
Agency & support/outsourced services	102	38	-	-	150	150	-	-	-
Entertainment	-	3	-	-	-	-	-	-	-
Fleet services (incl. GMT)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher supp material	-	-	12	-	-	-	-	-	-
Inventory: Materials and supplies	1 914	1 031	1 412	-	4 500	4 833	5 006	5 713	6 213
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	-	-	-
Inventory: Other consumables	4	4	-	-	50	118	-	-	-
Inventory: Stationery and printing	-	45	-	-	-	-	-	-	-
Lease payments	-	46	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	41 586	20 688	17 550	26 321	20 833	21 767	18 014	15 839	15 379
Transport provided: Departmental activity	-	1 176	-	-	100	100	-	-	-
Travel and subsistence	-	-	30	8 040	8 040	8 040	8 017	8 001	8 829
Training and development	-	-	-	-	-	-	-	-	-
Operating expenditure	-	17	6	-	-	-	-	-	-
Venues and facilities	-	2 668	2 045	-	600	600	-	-	-
Interest and rent on land	-	-	192	-	-	-	-	-	-
Interest	-	-	192	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	1 520 016	2 142 519	2 782 642	2 542 323	2 687 636	2 682 150	2 729 929	3 019 866	3 176 672
Provinces and municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
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	1 262 286	1 932 546	2 429 117	1 959 170	2 475 498	2 471 495	2 339 439	2 560 682	2 737 838
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	1 262 286	1 932 546	2 429 117	1 959 170	2 475 498	2 471 495	2 339 439	2 560 682	2 737 838
Payments for capital assets	36 407	43 816	27 477	23 274	9 029	13 032	13 400	-	-
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	-	-	-	3 500	3 500	3 500	3 400	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	3 500	3 500	3 500	3 400	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 627 137	2 253 423	2 845 034	2 769 871	2 801 547	2 801 547	2 915 297	3 148 736	3 305 541

Table 8.H: Payments and estimates by economic classification: Human Settlements Development grant

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2008/09	2009/10	2010/11	Appropriation	Appropriation	Estimate	2012/13	2013/14	2014/15
					2011/12				
Current payments	70 714	67 088	34 915	204 274	104 346	105 829	171 968	128 870	128 869
Compensation of employees	-	-	609	35 000	35 000	35 000	36 925	39 473	41 644
Salaries and wages	-	-	609	35 000	35 000	35 000	36 925	39 473	41 644
Goods and services	70 714	67 088	34 114	169 274	69 346	70 829	135 043	89 397	87 225
of which									
Advertising	-	1 332	638	-	300	300	-	-	-
Assets <R5000	2	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	2 612	203	-	300	300	-	-	-
Cons/prof: Business & advisory services	26 815	35 452	12 048	134 913	32 937	32 998	103 325	59 116	56 076
Cons/prof: Infrastructure & planning	-	190	-	-	-	-	-	-	-
Cons/prof: Legal cost	291	442	170	-	600	687	681	728	728
Contractors	-	1 344	-	-	936	936	-	-	-
Agency & support/outourced services	102	38	-	-	150	150	-	-	-
Entertainment	-	3	-	-	-	-	-	-	-
Inventory: Learner and teacher supp material	-	-	12	-	-	-	-	-	-
Inventory: Materials and supplies	1 914	1 031	1 412	-	4 500	4 833	5 006	5 713	6 213
Inventory: Other consumables	4	4	-	-	50	118	-	-	-
Inventory: Stationery and printing	-	45	-	-	-	-	-	-	-
Lease payments	-	46	-	-	-	-	-	-	-
Property payments	41 586	20 688	17 550	26 321	20 833	21 767	18 014	15 839	15 379
Transport provided: Departmental activity	-	1 176	-	-	100	100	-	-	-
Travel and subsistence	-	-	30	8 040	8 040	8 040	8 017	8 001	8 829
Operating expenditure	-	17	6	-	-	-	-	-	-
Venues and facilities	-	2 668	2 045	-	600	600	-	-	-
Interest and rent on land	-	-	192	-	-	-	-	-	-
Interest	-	-	192	-	-	-	-	-	-
Transfers and subsidies to	1 520 016	1 992 519	2 648 842	2 542 323	2 656 496	2 651 010	2 729 929	3 019 866	3 176 672
Provinces and municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Municipalities	257 730	209 973	353 525	583 153	212 138	210 655	390 490	459 184	438 834
Households	1 262 286	1 782 546	2 295 317	1 959 170	2 444 358	2 440 355	2 339 439	2 560 682	2 737 838
Other transfers to households	1 262 286	1 782 546	2 295 317	1 959 170	2 444 358	2 440 355	2 339 439	2 560 682	2 737 838
Payments for capital assets	36 407	43 816	27 477	23 274	9 029	13 032	13 400	-	-
Buildings and other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Other fixed structures	36 407	43 816	27 477	19 774	5 529	9 532	10 000	-	-
Machinery and equipment	-	-	-	3 500	3 500	3 500	3 400	-	-
Other machinery and equipment	-	-	-	3 500	3 500	3 500	3 400	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 627 137	2 103 423	2 711 234	2 769 871	2 769 871	2 769 871	2 915 297	3 148 736	3 305 541

Table 8.I: Payments and estimates by economic classification: Housing Disaster Relief grant

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2008/09	2009/10	2010/11	Appropriation	Appropriation	Estimate	2012/13	2013/14	2014/15
					2011/12				
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	-	150 000	133 800	-	31 140	31 140	-	-	-
Households	-	150 000	133 800	-	31 140	31 140	-	-	-
Other transfers to households	-	150 000	133 800	-	31 140	31 140	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	150 000	133 800	-	31 140	31 140	-	-	-

Table 8.J: Payments and estimates by economic classification: EPWP Integrated Grant for Provinces

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2008/09	2009/10	2010/11	Appropriation	Appropriation	Estimate	2012/13	2013/14	2014/15
					2011/12				
Current payments	-	-	-	-	536	536	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	536	536	-	-	-
of which									
Contractors	-	-	-	-	536	536	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	536	536	-	-	-

Table 8.K: Details of payments of infrastructure by category

No.	Project name	Municipality/Region	Type of infrastructure		Project duration		Source of funding	Budget programme name	EPWP budget for current financial year	Total project cost	Payments to date from previous years	Total available	MTEF forward estimates	
			Project/admin block; water; electricity; sanitation; etc.	Units (i.e. number of facilities)	Date: Start	Date: Finish						2012/13	2013/14	2014/15
R thousand														
New and replacement assets														
1.	Social and Economic Facilities	Uthukela, Amajuba, Umzinyathi, uMgungundlovu, Umkhanyakhude, Zululand, Ugu, Ilembe, eThekwini, Sisonke	Parks, creche facilities, taxi ranks, community halls, etc.	Several	01 Apr 2011	01 Mar 2012	Human Settlements Dev. grant	Programme 3	-	-	-	10 000	-	-
Total New and replacement assets									-	-	-	10 000	-	-
Upgrades and additions									-	-	-	-	-	-
Rehabilitation, renovations and refurbishments									-	-	-	-	-	-
Maintenance and repairs														
1.	Housing Property Maintenance	eThekwini, uMgungundlovu, Zululand	Houses	Several	Ongoing	Ongoing	Human Settlements Dev. grant	Programme 4	-	-	-	190 941	115 517	123 669
Total Maintenance and repairs									-	-	-	190 941	115 517	123 669
Infrastructure transfers - current														
1.	Maint. undertaken to pre-1994 housing stock	eThekwini	Houses	Several	2011/12	End 2012/13	Human Settlements Dev. grant	Programme 4	-	-	-	60 000	-	-
Total Infrastructure transfers - current									-	-	-	60 000	-	-
Infrastructure transfers - capital														
1.	Housing projects incl. Comubia, Vulindlela, Shallcross, Cato Crest etc.	Uthukela, Amajuba, Umzinyathi, uMgungundlovu, Umkhanyakhude, Zululand, Ugu, Ilembe, eThekwini, Sisonke, uThungulu	Houses	Several	Ongoing	Ongoing	Human Settlements Dev. grant	Programme 3	-	-	-	2 613 134	2 944 193	3 040 757
Total Infrastructure transfers - capital									-	-	-	2 613 134	2 944 193	3 040 757
Total Infrastructure									-	-	-	2 874 075	3 059 710	3 164 426

Table 8.L: Summary of transfers to local government

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2008/09	2009/10	2010/11	Appropriation	Appropriation	Estimate	2012/13	2013/14	2014/15
A KZN2000 eThekweni	248 821	170 879	336 412	507 153	140 395	139 335	334 921	338 293	311 967
Total: Ugu Municipalities	140	60	27	-	30	49	-	-	-
B KZN211 Vulamehlo	-	-	8	-	-	-	-	-	-
B KZN212 Umdoni	1	48	4	-	30	30	-	-	-
B KZN213 Umzumbe	-	-	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	-	-	-	-	-	-
B KZN215 Ezinqoleni	-	-	-	-	-	-	-	-	-
B KZN216 Hibiscus Coast	7	12	15	-	-	19	-	-	-
C DC21 Ugu District Municipality	132	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	7 955	38 246	8 616	26 000	6 300	6 164	9 000	26 020	25 518
B KZN221 uMshwathi	11	4	87	-	110	107	-	-	-
B KZN222 uMngeni	253	18	56	-	160	161	-	-	-
B KZN223 Mpfana	-	-	-	-	-	-	-	-	-
B KZN224 Impendle	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	7 690	38 224	8 455	26 000	6 000	5 865	9 000	26 020	25 518
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZN227 Richmond	1	-	18	-	30	31	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	181	124	58	20 000	70	70	3 960	15 000	15 000
B KZN232 Emnambithi/Ladysmith	107	123	51	-	70	70	-	-	-
B KZN233 Indaka	-	-	-	-	-	-	-	-	-
B KZN234 Umtshezi	74	1	7	20 000	-	-	3 960	15 000	15 000
B KZN235 Okhahlamba	-	-	-	-	-	-	-	-	-
B KZN236 Imbabazane	-	-	-	-	-	-	-	-	-
C DC23 Uthukela District Municipality	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	4	-	3	643	-	-	3 000	19 000	19 000
B KZN241 Endumeni	-	-	-	-	-	-	-	-	-
B KZN242 Nqutu	-	-	-	-	-	-	-	-	-
B KZN244 Msinga	-	-	-	643	-	-	-	-	-
B KZN245 Umvoti	4	-	3	-	-	-	3 000	19 000	19 000
C DC24 Umzinyathi District Municipality	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	113	249	17	-	-	-	-	4 197	7 349
B KZN252 Newcastle	113	249	17	-	-	-	-	4 197	7 349
B KZN253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	10 000	-	-	3 960	15 000	15 000
B KZN261 eDumbe	-	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	10 000	-	-	3 960	15 000	15 000
B KZN265 Nongoma	-	-	-	-	-	-	-	-	-
B KZN266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	3 219	-	-	-	-	-
B KZN271 Umhlabyalingana	-	-	-	644	-	-	-	-	-
B KZN272 Jozini	-	-	-	644	-	-	-	-	-
B KZN273 The Big 5 False Bay	-	-	-	644	-	-	-	-	-
B KZN274 Hlabisa	-	-	-	644	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	643	-	-	-	-	-
C DC27 Umkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	516	415	8 392	20 643	1 700	1 394	8 925	15 000	15 000
B KZN281 Umfolozi	-	-	-	-	-	-	-	-	-
B KZN282 uMhlathuze	515	414	8 392	20 000	1 700	1 394	8 925	15 000	15 000
B KZN283 Ntambanana	-	-	-	-	-	-	-	-	-
B KZN284 uMlalazi	-	-	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	1	1	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	-	643	-	-	-	-	-
C DC28 uThungulu District Municipality	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	65 098	65 098	29 825	30 000	30 000
B KZN291 Mandeni	-	-	-	-	-	-	-	-	-
B KZN292 KwaDukuza	-	-	-	-	65 098	65 098	29 825	30 000	30 000
B KZN293 Ndwedwe	-	-	-	-	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 Ilembe District Municipality	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
B KZN431 Ingwe	-	-	-	-	-	-	-	-	-
B KZN432 Kwa Sani	-	-	-	-	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	-	-	-	-	-	-	-
B KZN434 Ubuhlebezwe	-	-	-	-	-	-	-	-	-
B KZN435 Umzimkulu	-	-	-	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	257 730	209 973	353 525	587 658	213 593	212 110	393 591	462 510	438 834

Table 8.M: Transfers to local government - Capacity building

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	643	-	-	-	-	-
B KZN244 Msinga	-	-	-	643	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	3 219	-	-	-	-	-
B KZN271 Umhlabuyalingana	-	-	-	644	-	-	-	-	-
B KZN272 Jozini	-	-	-	644	-	-	-	-	-
B KZN273 The Big 5 False Bay	-	-	-	644	-	-	-	-	-
B KZN274 Hlabisa	-	-	-	644	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	643	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	643	-	-	-	-	-
B KZN286 Nkandla	-	-	-	643	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	-	-	-	4 505	-	-	-	-	-

Table 8.N: Transfers to local government - Transfer of R293 staff

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
A KZN2000 eThekweni	-	-	-	-	1 455	1 455	3 111	3 326	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	-	-	-	-	-	-	-	-	-
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	1 455	1 455	3 111	3 326	-

Table 8.O: Transfers to local government - CRU programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11				2012/13	2013/14	2014/15
A KZN2000 eThekweni	125 000	43 000	120 000	315 553	-	-	150 570	240 000	212 000
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	10 000	-	-	3 000	14 606	14 104
B KZN225 Msunduzi	-	-	-	10 000	-	-	3 000	14 606	14 104
Total: Uthukela Municipalities	-	-	-	20 000	-	-	3 960	15 000	15 000
B KZN234 Umtshezi	-	-	-	20 000	-	-	3 960	15 000	15 000
Total: Umzinyathi Municipalities	-	-	-	-	-	-	3 000	15 000	15 000
B KZN245 Umvoti	-	-	-	-	-	-	3 000	15 000	15 000
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	10 000	-	-	3 960	15 000	15 000
B KZN263 Abaqulusi	-	-	-	10 000	-	-	3 960	15 000	15 000
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	8 000	20 000	-	-	8 925	15 000	15 000
B KZN282 uMhlathuze	-	-	8 000	20 000	-	-	8 925	15 000	15 000
Total: Ilembe Municipalities	-	-	-	-	65 098	65 098	29 825	30 000	30 000
B KZN292 KwaDukuza	-	-	-	-	65 098	65 098	29 825	30 000	30 000
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	125 000	43 000	128 000	375 553	65 098	65 098	203 240	344 606	316 104

Table 8.P: Transfers to local government - Municipal rates and taxes

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
A KZN2000 eThekweni	11 791	5 209	6 412	18 000	8 900	7 840	14 000	14 967	14 967
Total: Ugu Municipalities	140	60	27	-	30	49	-	-	-
B KZN211 Vulamehlo	-	-	8	-	-	-	-	-	-
B KZN212 Umdoni	1	48	4	-	30	30	-	-	-
B KZN216 Hibiscus Coast	7	12	15	-	-	19	-	-	-
C DC21 Ugu District Municipality	132	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	7 955	38 246	8 616	16 000	6 300	6 164	6 000	6 414	6 414
B KZN221 uMshwathi	11	4	87	-	110	107	-	-	-
B KZN222 uMngeni	253	18	56	-	160	161	-	-	-
B KZN225 Msunduzi	7 690	38 224	8 455	16 000	6 000	5 865	6 000	6 414	6 414
B KZN227 Richmond	1	-	18	-	30	31	-	-	-
Total: Uthukela Municipalities	181	124	58	-	70	70	-	-	-
B KZN232 Emnambithi/Ladysmith	107	123	51	-	70	70	-	-	-
B KZN234 Umtshezi	74	1	7	-	-	-	-	-	-
Total: Umzinyathi Municipalities	4	-	3	-	-	-	-	-	-
B KZN245 Umvoti	4	-	3	-	-	-	-	-	-
Total: Amajuba Municipalities	113	249	17	-	-	-	-	-	-
B KZN252 Newcastle	113	249	17	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	516	415	392	-	1 700	1 394	-	-	-
B KZN282 uMhlathuze	515	414	392	-	1 700	1 394	-	-	-
B KZN285 Mthonjaneni	1	1	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	20 700	44 303	15 525	34 000	17 000	15 517	20 000	21 381	21 381

Table 8.Q: Transfers to local government - Maintenance of R293 Hostels & EEDBS

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
A KZN2000 eThekweni	112 030	122 670	210 000	173 600	130 040	130 040	167 240	80 000	85 000
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	5 000	5 000
B KZN225 Msunduzi	-	-	-	-	-	-	-	5 000	5 000
Total: Uthukela Municipalities	-	-	-	-	-	-	-	-	-
Total: Umzinyathi Municipalities	-	-	-	-	-	-	-	4 000	4 000
B KZN245 Umvoti	-	-	-	-	-	-	-	4 000	4 000
Total: Amajuba Municipalities	-	-	-	-	-	-	-	4 197	7 349
B KZN252 Newcastle	-	-	-	-	-	-	-	4 197	7 349
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: Umkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: uThungulu Municipalities	-	-	-	-	-	-	-	-	-
Total: Ilembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Sisonke Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	112 030	122 670	210 000	173 600	130 040	130 040	167 240	93 197	101 349