

*ESTIMATES OF PROVINCIAL
REVENUE AND EXPENDITURE
(EPRE)*

2012/13

Department:

*Economic Development, Environmental
Affairs and Tourism*

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Vote 09

Department: *Economic Development, Environmental Affairs and Tourism*

Table 1: Summary of departmental allocation

R' 000	2013/14 To be appropriated
MTEF allocations	R 1 070 858
Statutory Amount*	R 1 652
Responsible MEC	MEC for Economic Development, Environmental Affairs and Tourism: Hon. Mce
Administering Department	ECONOMIC DEVELOPMENT, ENVIRONMENTAL AFFAIRS AND TOURISM
Accounting Officer	Head of Department (Acting): Mr Albert Mfenyana

* The Statutory Amount discloses the total package of the MEC's remuneration. It is part of Current Payments in Programme 1.

1. OVERVIEW

1.1 Vision

A Province where economic growth and sound environmental management underpin sustainable development

1.2 Mission

To lead economic development and environmental management in the Eastern Cape

1.3 Core functions and responsibilities

The department's core functions are summarised as follows:

- To drive economic growth and development in the Eastern Cape;
- To develop and promote the provincial tourism sector;
- To provide consumer protection services, gambling and betting regulation, trade inspection and regulate the liquor industry; and
- To develop regulatory frameworks and monitor the implementation of policy for the protection of biodiversity and protection of the environment.

1.4 Main Services

The department's main services are summarised as follows:

- Coordinating all strategic initiatives and activities relating to the creation of decent work through inclusive economic growth. This includes the implementation of the New Growth Path (NGP) and the aligned provincial growth strategies;

- Develop and utilise strategic frameworks and partnerships for the support and promotion of sustainable Small Medium and Micro Enterprises (SMMEs) in the province;
- Promote economic growth and development of local economies in partnership with key stakeholders by aligning Local Economic Development (LED) initiatives with government programmes and creating and facilitating an enabling environment for implementation;
- Increase the number of jobs created through sector and cluster development including tourism and auto sectors, particularly in respect of low-carbon activities;
- Facilitate the development of strategic infrastructure projects that will stimulate the competitiveness of priority sectors in the province;
- Promote consumer rights, develop systems for effective regulation of the liquor, gambling and betting industries in the province;
- Provide credible information and databank that informs economic policy and planning processes;
- Establish, implement and maintain effective systems to manage sustainable utilisation of biological resources and conservation of ecosystems;
- Establish, implement and maintain effective systems using environmental legislation to protect the environment;
- Establish, implement and maintain effective environmental awareness programmes to empower communities to effectively participate in environmental management; and
- Facilitate informed environmental decision-making through the implementation of comprehensive environmental planning and coordination mechanisms.

1.5 Demands and changes in services

The changes in the global climatic conditions have necessitated a new focus on the Green Economy. The Eastern Cape is seeking to position itself as South Africa's hub of Green Industries. There are six renewable energy projects approved with a capacity to generate 472.65 MW. It is expected that the Jobs Stimulus Programme will result in the reduction of unemployment by at least 5 per cent.

The Eastern Cape is expected to generate a minimum of R750 million in business investment through the rollout of a logistics and economic infrastructure programme in partnership with national state owned enterprises. The infrastructure programme will link the provincial economy to the broader South African economy and lower the cost of doing business in the province.

The manufacturing Industry was adversely affected by the 2008 global economic down turn, in particular the automotive sub-sector which accounts for about 26.6 per cent formal jobs in the province. The shedding of jobs during this period and disproving trend of company closures necessitated increased levels of key interventions from government for distressed industries.

The Provincial Industrial Development Strategy (PIDS) and the Jobs Strategy require a new set of industrial skills in areas such as petrochemicals, green technology manufacturing, agro-processing and auto-manufacturing. The African economy is identified as the next growth pole of the global economy. This presents an opportunity for the Eastern Cape to position itself as a gateway to the African economy through the Ngqura Port as the transshipment hub.

1.6 The Acts, rules and regulations

The key mandates of DEDEAT are derived from Schedules 4 and 5 of the Constitution and a number of Acts have been promulgated to further support the department's constitutional mandate and include, among others: Eastern Cape Development Corporation Act (of 1997); Cooperatives Act (of 2005); Cooperatives Bank Act (of 2007); Eastern Cape Unfair Business Act (of 1998); Consumer Protection Act (of 2008); National Environmental Management Act (of 1998); Environment Conservation Act (of 1989); National Environmental Management: Biodiversity Act (of 2004); Nature and Environmental Conservation Ordinance (of 1974); National Environmental Management - Protected Areas Act (of 2003); Sea Shore Act; Environmental Conservation Decree (Former Transkei); Nature Conservation Act (Former Ciskei); Atmospheric Pollution Prevention Act; and the Problem Animal Control Ordinance (of 1957).

1.7 Budget decisions

The departmental baseline was reduced by 1 per cent for 2013/14, 2 per cent for 2014/15 and 3 per cent for 2015/16. Further reductions were effected based on the results of the Census 2011 as well as a 2 per cent budget cut on Compensation of Employees. Key budget decisions were based on the following priorities:

- Supporting companies in distress;
- Extensive infrastructure installation and development activities at the East London Industrial Development Zone (ELIDZ);
- Supporting municipalities with local economic development planning and environmental management;
- Responding to the economic crisis by developing and implementing a plan to manage excess capacity in the manufacturing sector;
- Implementation of regulatory frameworks that includes the current legislation under review within the public entities;
- Implementation of the new organisational structure and strengthening the institutional capacity;
- Guiding the development of strategies and plans to propel the notion of a Green Economy to the forefront of industrial and rural development strategies;
- Enhancing environmental and conservation awareness throughout the province;
- Implementing plans to accelerate construction and the use of labour-intensive methods;
- Streamlining public entities to improve their effectiveness and enhance the return on investment for the province;
- Implementation of the tourism master plan to drive growth and transformation of the tourism sector in the province; and
- Providing support to the agro-processing sector to create and sustain jobs.

The Department of Trade and Industry (DTI) is reviewing the Industrial Development Zone (IDZ) policy and new Special Economic Zone (SEZ) legislation is being developed. Part of this process incorporates the development of new SEZs in addition to existing IDZs. In addition to

the 2 IDZs (Coega and East London), the department has submitted the Wild Coast as a new Eastern Cape SEZ. Work is continuing with the DTI in this regard.

1.8 Aligning departmental budget to achieve government's prescribed outcomes

To enhance the change agenda in government, the Presidency has identified 12 Outcomes in the Medium Term Strategic Framework (MTSF) to address the main strategic priorities for government. In response to these, the department supports the creation of decent employment through inclusive economic growth (Outcome 4) through an efficient, competitive and responsive economic infrastructure network (Outcome 6). The department has realigned its priorities to ensure focused efforts on creating and supporting an enabling environment for economic growth.

The rapid advancement of rural development to address spatial distortions and poverty; the protection, diversification and expansion of manufacturing and services sectors; creating an enabling regulatory function that ensures legal and regulatory compliance; creation of an enabling environment to support enterprise development and the support of sectors with higher rates of labour absorption will continue to be priorities over the MTEF.

Over the MTEF, the department has made additional funding available for the implementation of sector plans in support of the PIDS Framework, Industrial Policy Action Plan (IPAP2), tourism development and destination marketing, the roll-out of the Buy Eastern Cape campaign and strategic projects in infrastructure, logistics, renewable energy and innovation that facilitate economic development in the province.

In ensuring that environmental assets and natural resources are well protected and continually enhanced (Outcome 10), the department, together with the Eastern Cape Parks and Tourism Agency (ECPTA) and law enforcement agencies, remains committed to the management and protection of the natural environment. By allocating resources to research and projects relating to the "green economy" and renewable energy sources, the department is striving to reach a sustainable balance between economic growth and responsible use of land and natural resources.

2. REVIEW OF THE CURRENT FINANCIAL YEAR (2012/13)

2.1 Key achievements

The department participated in the 6th Annual German-African Energy Forum to showcase the Eastern Cape as a prime location for new investments in sustainable energy as well as identifying possible partners in training and skills development in the energy sector. In collaboration with and the support of the European Union and the Department of Energy, the department hosted the Renewable Energy Conference in East London in November 2012 where possible renewable energy partnerships, areas of investment, technical capacity and project development for the province were highlighted.

An agreement to host the National Tourism Careers Expo (NTCE) for a period of 3 years (2012 - 2014) and an agreement for the implementation of a Provincial Tourism / Hospitality Skills Development Plan for the next 3 years (2012 - 2014) were also completed, primarily to focus on grade 9 - 12 learners, unemployed graduates and educators. The department aims to create an

enabling environment to support enterprise development as well as improving labour absorption through skills development.

The department convened a Provincial Financial Services Workshop during May 2012 in line with the United Nation Assembly's declaration of 2012 as the year for Cooperative Enterprises to provide technical support for growth and development of the co-operative sector in the province. During July 2012, the East London Chemin branch was officially launched at the ELIDZ to assist small enterprises that are involved in chemical manufacturing through an incubator programme. The centre will assist with training of small businesses including cooperatives in areas of chemical down-streaming (manufacturing of cleaning detergents; paints; perfume oils; etc.).

The Provincial Sustainable Energy Forum was established and support was provided to at least 6 low carbon initiatives. The forum aims to achieve the following sustainable energy outcomes:

- Sharing of lessons learned, challenges and opportunities across the province;
- Identification of provincial institutional and technical barriers to sustainable energy investment that require attention at the scale of the province;
- Collating, Coordinating, Reporting research, lobbying efforts and investment efforts at the scale of the province;
- Engagement between sustainable energy sector stakeholders and authorities; and
- Promotion of green skills (workforce) and capacity (decision-makers).

The Provincial Sustainable Energy Strategy was approved by the Provincial Executive Committee in June 2012. This represents an important advancement with regard to the Green Industries sector plan of the PIDS Implementation Plan (2012). The Sustainable Energy Strategy Implementation Plan will continue to be implemented in the 2013/14 financial year. In terms of renewable energy, two outcomes were defined for the Eastern Cape namely, one-stop-shop in the Eastern Cape and Small-Scale Renewable Energy (RE) projects in cooperation with municipalities. Since then, Deutsche Gesellschaft fuer Internationale Zusammenarbeit (GIZ) has finalised the vacancy announcement for a RE advisor to the provincial government of the Eastern Cape. On small-scale RE projects, the GIZ is finalising the RE needs analysis study for SALGA which will, among other issues, specify the barriers for such projects. On this basis, GIZ will prepare the necessary amendments to the regulatory framework conditions and develop a business plan on how such projects could work out (from 1-digit MW projects all the way down to roof-top installations).

To address business development barriers and provide improved regulatory framework, the department developed green papers on the gambling industry regulations and processes are underway to draft the white paper. With regard to the liquor bill and amendment regulations, further detail was sought in respect of proposals on the assessment of municipal by-laws and their impact on the liquor industry. The project will be undertaken in collaboration with various universities in the province.

Environmental and conservation awareness remain important in the protection of the environment. Key interventions in this regard included the mobilization of schools to participate in the Provincial Environmental Awards Programme. The awards programme showcased projects that promoted environmental protection and sustainable development; awareness activities and capacity building workshops where communities and stakeholder trained on environmental matters.

2.2 Key challenges

The Presidential Infrastructure Coordinating Commission (PICC) has identified a range of infrastructure projects within the Eastern Cape, as well as significant investment in renewable energy. The latest IPAP 3 also targets the Eastern Cape for opportunities in forestry, ship-building, and aquaculture as well as targeting industry development through the Coega IDZ; East London IDZ; and the proposed Wild coast SEZ. There is evidently a range of opportunities for industry and sector development in the Eastern Cape, however, the department is seeking the required means of accessing these opportunities.

Enhancing and expanding the protected area network is seen as an effective strategy for reducing threats to biodiversity and assisting the adaptation of the province's endemic biodiversity to climate change. The department does not have necessary resources to expand the current areas under conservation by any significant amount, and is therefore at risk of not meeting the targets of Outcome 10.

Rhino poaching is becoming endemic in the country. While the Eastern Cape has been affected to a lesser extent, the number of rhinos being poached is increasing. Some of the provincial conservation areas are vulnerable due to fencing and infrastructure shortages, as well as proximity to regional roads that run through some parks. While the department has made a concerted effort to reprioritise funds toward infrastructure improvements in provincial parks, the extent of expansion required for the infrastructure programme remain a challenge.

3. OUTLOOK FOR THE COMING FINANCIAL YEAR (2013/14)

The department will continue to implement its priorities as outlined in its strategic plan. However, each year, the focus areas in these priorities are reviewed. The department's focus areas in the 2013/14 financial year will be on the following;

- Realignment and streamlining of Department of Economic Development, Environmental Affairs and Tourism (DEDEAT) and its public entities to increase effectiveness and efficiencies through the support for IDZs, enhancement of public entity oversight and strategic planning and monitoring and evaluation;
- Rapid advancement of rural development to address spatial distortions and poverty by rendering support in the establishment of a SEZ in the Wild Coast and in the Small Town Support Programme;
- Management and protection of the natural environment will be better enhanced by the enactment of the Eastern Cape Environmental Act and the implementation of the Provincial Climate Change Mitigation and Adaptation Strategy;
- Protection, diversification and expansion of the manufacturing and services sectors will be realized by the roll-out of Buy Eastern Cape campaign; implement sector plans in support of the PIDS Framework, the New Growth Path and IPAP2; drive the roll-out of PSP that facilitate economic development and promote industry dialogue on sector priorities;
- Achieving a sustainable balance between economic growth and responsible use of land and natural resources through the implementation of "Green Economy" Guidelines for the province and provide support for economical beneficial environmental projects at a local level;

- Support sectors with higher rates of labour absorption by continually rolling out the comprehensive Job Stimulus Programme (Job Stimulus Fund, Job Creation Strategy Framework and Jobs Monitoring Facility);
- Creating an enabling regulatory function that ensures legal and regulatory compliance through partnership with law enforcement agencies and enhancement of existing promotion, compliance and enforcement capability for both environmental and economic development; and
- Creating an enabling environment to support enterprise development through continued SMMEs and Cooperative support.

In the 2013/14 financial year, additional funding has been allocated to the Coega Development Corporation (R40 million) for the completion of a wind tower manufacturing company. Further work will be done by Eastern Cape Development Corporation (ECDC) in the area of agro-processing and forestry where R24 million has been allocated for a matching fund with the Development Bank of Southern Africa (DBSA). The ECDC will continue the work of revitalisation of strategic industries in the province where R10 million has been allocated for that purpose.

4. REPRIORITISATION

The department acquired an in-house service provider for the procurement of accommodation and travelling of officials and all other services that are related to subsistence and travelling.

During the budget preparation of the 2013/14 financial year, the department reviewed its expenditure in an effort to identify savings within the baseline. Funding was moved away from non-core items to fund departmental priorities. This process started with identifying efficiency savings in operations. The department has consolidated all lease contracts to one company and this has realised the benefits and will thus realise savings over a period of time.

5. PROCUREMENT

Departmental Adjudication Committee (DAC) is in place and further training is continuing to check and recommend bids to the Accounting Officer or delegated official for approval.

The department has set aside about R39 million for professional fees for the following projects:

- Aqua-culture;
- Agro-processing;
- Consumer Appeals Board establishment;
- Study on the effectiveness of the Environmental Awareness programme;
- Estuarine management and Completion of Nahoon Estuary Management Plan;
- Eco systems and Species Management;
- Lambasi Wetland Management Plan;
- Implementation of Provincial Integrated Waste Management Plan;
- External Review of EIA's and Appeals;
- Public participation for wild coast environmental management framework;

- Business process reengineering;
- Review of master systems plan;
- Human Resource Development strategy;
- Change management plan in relation to the new structure;
- External review for environmental impact management publications;
- Climate change training;
- Coastal management programme;
- Green municipality programme;
- Environmental operations; and
- Creating regulatory function that ensures legal and regulatory compliance.

6. RECEIPTS AND FINANCING

6.1 Summary of receipts

Table 2: Summary of departmental receipts

R'000	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Equitable share	970 235	704 153	758 078	935 062	834 368	815 656	1 070 308	985 581	1 008 267	31.22
Conditional grants	-	-	1760	1000	1000	1000	550	-	-	(45.00)
<i>Expanded Public Works Programme</i>	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Total receipts	970 235	704 153	759 838	936 062	835 368	816 656	1 070 858	985 581	1 008 267	31.13
<i>of which</i>										
Departmental receipts	120 835	119 124	167 911	119 370	119 370	115 302	126 533	134 125	147 538	9.74

Table 2 reflects the total receipts which consists of equitable share transfers, conditional grant and own revenue. The decrease from 2009/10 to the 2012/13 revised estimate is due to the surrender of unspent funds by public entities relating to previous years accumulated surpluses. This includes the suspension of funds to the Office of the Premier (OTP) for Eastern Cape Socio-Economic Consultative Council (ECSECC) for the research work done by the entity on behalf of the department.

The 2013 MTEF allocation reflects an increase of 31.1 per cent due to once-off allocations for: R24 million for ECDC for a matching fund for Agro-processing; and R10 million for the revitalisation of strategic industries; R82 million for Coega Development Corporation allocated for the completion of a wind tower manufacturing company; and for strategic Environment Assessment on the Return on Effluent Water Supply project.

6.2 Departmental receipts collection

Table3: Summary of departmental receipts

R'000	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
	93 796	96 895	122 755	117 993	117 993	112 442	125 073	132 578	145 836	11.23
Tax receipts	81793	85 533	112 949	106 000	106 000	86 228	98 360	104 102	115 688	14.07
Casino taxes	7 541	6 564	7 299	6 393	6 393	20 614	20 777	22 184	23 542	0.79
Horse racing taxes	4 462	4 798	2 507	5 600	5 600	5 600	5 936	6 292	6 606	6.00
Liquor licences	-	-	-	-	-	-	-	-	-	-
Motor vehicle licences	516	767	735	1000	1000	1091	1060	1124	1237	(2.84)
Sales of goods and services other than capital assets	-	-	-	-	-	-	-	-	-	-
Transfers received	396	589	35	-	-	593	-	-	-	(100.00)
Fines, penalties and forfeits	254	176	630	356	356	470	377	400	440	(19.79)
Interest, dividends and rent	-	-	-	-	-	-	-	-	-	-
Sales of capital assets	25 873	20 697	43 756	21	21	706	23	23	25	(96.74)
Transactions in financial assets and liabilities	120 835	119 124	167 911	119 370	119 370	115 302	126 533	134 125	147 538	9.74
Total										

Table 3 reflects departmental receipts. Casino taxes revenue is driven by the number of casinos in the province, the number of gambling machines, the number of tables per casino and horse racing. The Eastern Cape Liquor Board (ECLB) collects liquor license taxes from licensed liquor outlets.

Departmental own receipts increased from R120.8 million in 2009/10 to R167.9 million in 2011/12 before decreasing to R115.3 million in 2012/13. The increase was due to the once-off exclusivity fees received from the Board Walk Casino by Eastern Cape Gambling and Betting Board (ECGBB), as a result, the estimated receipts for 2012/13 are projected at R115.3 million. The casino industry is also experiencing a decrease in the number of betters during the current financial year which resulted in the low collection.

In 2013/14, revenue is expected to grow by 9.7 per cent mainly due to the expected rise in casino taxes as an additional casino licence will be issued, together with the revision in rates for gambling and betting taxes which will be implemented from 2013/14 onward.

6.3 Official development assistance (donor funding)

The department does not receive any donor funding and does not make any donor funding payments.

6.3.1 Summary of departmental donor funding receipts

The department does not receive any donor funding.

6.3.2 Summary of departmental donor funding payments

The department does not have any funding payments.

7. PAYMENT SUMMARY

7.1 Key assumptions

Over the MTEF, the budget for personnel was formulated using the 2013 MTEF personnel inflation related adjustments. Provision was also made for the carry-through costs of the 2012 wage agreement. On the personnel budget, provision of an additional 4 per cent to off-set the shortfall anticipated to occur in the filling of identified vacant posts was made. Cost containment measures have been taken into account and will continue over the 2013/14 MTEF.

Over the 2013/14 MTEF, the department's spending focus will be on the following:

- Establishing research policy and implementation agendas for the introduction of the Green Economy;
- Enhancing support to SMMEs and Co-operatives throughout the province;
- Support to the chemical industry incubation programme;
- Increased focus on agro-processing, especially in rural areas;
- Attraction and retention of manufacturing businesses in diversified priority sectors in the two industrial development zones;
- Destination marketing; and
- Biodiversity conservation and environmental management.

7.2 Programme summary

Table 4: Summary of payments and estimates by programme

R'000				Main appropriation	Adjusted appropriation 2012/13	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
1. Administration	117 549	135 123	154 168	171 377	186 795	176 147	205 292	195 284	196 777	16.55
2. Economic Development and Tourism	654 111	465 710	513 028	499 960	377 847	370 848	574 297	482 060	506 508	54.86
3. Environmental Affairs	158 925	223 646	218 455	264 726	270 726	269 661	291 269	308 237	304 983	8.01
Total	930 585	824 479	885 651	936 063	835 368	816 656	1 070 858	985 581	1 008 267	31.13

7.3 Summary of economic classification

Table 5: Summary of payments and estimates by economic classification

R'000	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	202 013	231 210	263 012	316 502	324 884	308 530	345 145	343 932	357 417	11.87
Compensation of employees	125 123	151 433	171 525	204 679	189 522	185 256	204 354	224 386	231 610	10.31
Goods and services	76 890	79 777	91 487	118 23	135 362	123 274	140 791	119 546	125 807	14.21
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	725 829	588 454	618 263	617 030	508 393	506 035	707 243	618 034	633 136	39.76
Provinces and municipalities	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Departmental agencies and	690 988	556 869	604 152	579 048	469 954	469 954	658 922	568 894	585 681	40.21
Higher education institutions	-	-	-	-	-	-	1 964	2 041	-	-
Foreign governments and	-	-	-	-	-	-	-	-	-	-
Public corporations and private	-	-	9 000	-	-	-	-	-	-	-
Non-profit institutions	480	-	-	34 802	34 802	32 444	37 541	38 819	39 001	15.71
Households	-	-	1 159	180	637	637	743	388	199	16.64
Payments for capital assets	2 743	4 725	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Buildings and other fixed	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 743	4 725	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	90	306	-	-	-	-	-	-	-
Total	930 585	824 479	885 651	936 063	835 368	816 656	1 070 858	985 581	1 008 267	31.13

Tables 4 and 5 reflect a summary of payments and estimates per economic classification respectively. Actual expenditure decreased from R930.6 million in 2009/10 to R816.7 million in the 2012/13 revised estimate. The decrease is due to the surrender of unspent accumulated surplus funds by public entities relating to previous years and the suspension of funds to OTP for the research work done by ECSECC on behalf of the department during the 2012/13 Adjustment Estimates. During this period, the spending focus was on the creation of decent employment through inclusive growth, creation of an efficient economic infrastructure network and protecting the province's environmental assets and natural resources. This included the implementation of the industrial development strategy, the climate change strategy - including the sustainable resource management initiative. The budget increases by 31.1 per cent in 2013/14 due to the once-off allocations for ECDC and Coega Development Corporation. The department will continue on its spending focus in the 2013 MTEF.

Expenditure on Compensation of Employees increased from R125.1 million in 2009/10 to R185.3 million in the 2012/13 revised estimate. The increase is due to the filling of critical vacant posts for improved capacity in the department such as industry sector specialists and improving capacity in the public entity oversight function. The increase was also due to the implementation of Occupational Specific Dispensation (OSD) for Environmental Officers and the higher than projected salary increases. The budget increases by 10.3 per cent in 2013/14 due to an adjustment for indicative inflationary rates and the provisions made for the filling of critical vacant posts in order to strengthen organisational delivery capacity.

Goods and Services increased from R76.9 million in 2009/10 to R123.3 million in 2012/13. In 2013/14, the budget increases by 14.2 per cent due to the implementation of PIDS and climate change mitigation strategy, increased fleet costs and legal fees, and the focus on the implementation of projects emanating from the Renewable Energy Summit. The increase also relates to establishing research policy and implementation agendas for the introduction of the green economy, enhancing support to SMMEs and Co-operatives throughout the province; supporting the chemical industry incubation programme; increased focus on agro-processing especially in rural areas; attraction and retention of manufacturing businesses in diversified priority sectors in the two industrial development zones; monitoring of public entities; and environmental management projects.

Transfers and Subsidies is a main cost driver in the department's expenditure and it decreases substantially from R725.8 million in 2009/10 to R506 million in the 2012/13 revised estimate. The substantial decrease is due to the once-off allocations in 2009/10 of R140 million to Coega IDZ for the completion of the Nelson Mandela Logistics Park, support funding to ECPTA falling away following the merger coupled with the increased funding to ECDC for the establishment of the Jobs Fund and Local and Regional Economic Development (LRED) fund. During the 2012/13 adjusted budget, unspent funds relating to previous financial years were surrendered by entities to the revenue fund. In 2013/14, the budget grows by 39.8 per cent due to the once-off allocations for: R24 million for ECDC for a matching fund for Agro-processing; R10 million for the revitalisation of strategic industries; and R82 million for Coega Development Corporation allocated for the completion of a wind tower manufacturing company and for strategic Environment Assessment on the Return on Effluent Water Supply project.

Payments for Capital Assets decreased from R2.7 million in 2009/10 to **R2.1** million in the 2012/13 revised estimate due to the procurement of office furniture when the department relocated to its new premises in 2010/11. In 2013/14, the budget is expected to grow by 783.3 per cent and the substantial increase is due to the acquisition of the quad bikes for the Green Scorpions and the purchase of furniture for 3 regional offices. The increase is also due to a re-classification of finance lease costs for government fleet to capital expenditure.

7.4 Expenditure by municipal boundary

Table 6: Summary of departmental payments and estimates by benefiting municipal boundary

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Category A	-	-	-	-	-	-	-	-	-	
Category B	-	-	-	-	-	-	-	-	-	
Category C	42 745	9 982	12 784	26 147	26 147	20 115	30 100	29 561	31 154	49.64
Alfred Nzo	4 267	772	814	2 068	2 068	1529	2 785	2 239	2 337	82.11
Amathole	7 783	521	1141	3 337	3 337	2 468	3 406	3 613	3 771	38.04
Cacadu	5 676	3 589	6 039	5 407	5 407	3 998	6 743	5 855	6 110	68.66
Chris Hani	7 979	1765	1272	6 892	6 892	2 878	4 856	4 214	4 398	68.73
OR Tambo	5 970	1461	1541	3 170	3 170	2 344	2 426	3 432	3 582	3.48
Joe Gqabi	11070	1874	1977	5 272	5 272	3 898	5 297	5 708	5 957	35.88
Unallocated						3 000	4 587	4 500	5 000	52.90
Whole Province	887 840	814 497	872 867	909 916	809 221	796 541	1 040 758	956 020	977 113	30.66
Total transfers payments and estimates	930 585	824 479	885 651	936 063	835 368	816 656	1 070 858	985 581	1 008 267	31.13

In line with the proposal by National Treasury to consistently allocate provincial payments and estimates into category A, B and C municipalities, the department has allocated its budget by benefiting municipal boundary. The unallocated portion of the departmental budget over the MTEF relates to the environmental awards, which can only be allocated to a district once the award has been adjudicated.

7.5 Infrastructure payments

7.5.1 Departmental infrastructure payments

The department does not have an infrastructure allocation, however in improving the Parks Infrastructure in the province, the department has included R30 million and R26 million in 2013/14 and 2014/15 respectively on the Eastern Cape Parks and Tourism Agency's (ECPTA) allocations for infrastructure development in order to improve tourist interest in the province's parks. These amounts are included against the transfers made to departmental agencies and accounts.

7.6 Departmental Public-Private Partnership (PPP) projects

The department does not have any PPP projects.

7.7 Conditional grant payments

7.7.1 Conditional grant payments by grant

Table 7: Summary of departmental conditional grants by grant

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
EPWP Incentive Grant to Provinces	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Total	-	-	1760	1 000	1 000	1 000	550	-	-	(45.00)

Table 7 shows a summary of department's conditional grants. In 2011/12, R1.8 million was allocated to Emalahleni Local Municipality, Intsika Yethu Local Municipality and Lukhanji Local Municipality under the Chris Hani District Municipality for the Lapesi Eradication project in the Bio-diversity Management sub-programme. The objectives of the project were to eradicate the Lapesi plant which is a noxious weed that has heavily invaded the agricultural land of the areas, alleviation of poverty and behavioural change through responsible environmental management, and the creation of jobs. It is estimated that 100 youths and women benefited in this 6 month project.

In 2012/13, R1 million will be spent on Environmental Extended Public Works Programme projects in partnership with local municipalities in line with the programme mandate. In 2013/14, the budget decrease by 45 per cent in 2013/14.

7.7.2 Conditional grant payments by economic classification

Table 8: Summary of departmental conditional grants by economic classification

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	1 760	1 000	1 000	1 000	550	-	-	(45.00)
Provinces and municipalities	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Payments for capital assets	-	-	-	-	-	-	-	-	-	-
Payments for financial	-	-	-	-	-	-	-	-	-	-
Total	-	-	1 760	1 000	1 000	1 000	550	-	-	(45.00)

Conditional grant allocation to the department has declined from about R1.8 million in 2011/12 to R1 million in 2012/13. The grant will further decline by 45 per cent in 2013/14. The department has been in partnership with local municipalities using these grants to create jobs on environmental sector projects. This will continue to be the department's focus on the grant allocation in 2013/14 where such funds are allocated.

7.8 Transfers

7.8.1 Transfers to public entities

Table 9: Summary of transfers to public entities by entity

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Eastern Cape Liquor Board	24 621	26 098	32 325	32 137	35 131	35 131	41 131	43 018	47 294	17.08
Eastern Cape Gambling and Betting	22 017	23 338	31 187	28 687	35 687	35 687	42 687	43 095	46 985	19.61
Eastern Cape Development	188 199	210 974	255 169	183 259	144 659	144 659	188 404	160 461	188 578	30.24
Eastern London Industrial	130 601	135 257	141 614	132 539	46 051	46 051	112 407	113 792	112 031	144.09
Eastern Cape Parks Board	102 500	148 469	-	-	-	-	-	-	-	-
Eastern Cape Tourism Board	83 050	12 733	-	-	-	-	-	-	-	-
Eastern Cape Parks and Tourism	-	-	143 857	184 426	190 426	190 426	191 543	208 528	190 793	0.59
Coega Development Corporation	140 000	-	-	18 000	18 000	18 000	82 750	-	-	359.72
Total	690 988	556 869	604 152	579 048	469 954	469 954	658 922	568 894	585 681	40.21

Table 9 reflects a summary of transfers to public entities by entity. Accountability of the public entities to the department is governed by the PFMA, covering establishment, legislation and protocols for good governance. The relationship is formalised through shareholder compacts and service level agreements (SLAs). These formal arrangements set out mechanisms for reporting, determining cycles and assigning of responsibilities to officials at different levels of accountability. Public entities utilize approximately 61.8 per cent of the department's budget.

Expenditure on public entities decreased from R691 million in the 2009/10 to about R470 million in 2012/13. The decrease is due to the once-off allocations in 2009/10 of R140 million to Coega IDZ for the completion of the Nelson Mandela Logistics Park, support funding to ECPTA falling away following the merger coupled with the increased funding to ECDC for the establishment of the Jobs Fund and LRED, and the fact that during the 2012/13 adjustment budget unspent funds relating to previous financial years were surrendered to the revenue fund. The department has further reprioritized its overall budget in 2012/13 to fund infrastructure development at ECPTA to the value of R85 million which is spread over the MTEF period. A baseline review for the Eastern Cape Liquor Board was conducted in 2012/13 which resulted in an increase in expenditure. A significant increase from R35.1 million to R41.1 million in the 2013/14 was made by the department. In 2013/14, a once off allocation of R250 thousand has been made available to ECPTA for Research and Development Green Innovation Pilot Project to be implemented by the agency. A further once-off has been allocated to Coega for PIDS. The Eastern Cape Gambling and Betting Board has been provided with an additional R7 million in the 2013/14 for responsible gambling campaigns.

In 2013/14, the budget grows by 40.2 per cent due to the once-off allocations for: R24 million to ECDC for a matching fund for Agro-processing; R10 million for the revitalisation of strategic industries; and R82 million for Coega Development Corporation allocated for the completion of a wind tower manufacturing company and for strategic Environment Assessment on the Return on Effluent Water Supply project.

7.8.2 Transfers to other entities

Table 10: Summary of transfers to other entities

Entity Group / Name	Audited			Main appropri- ation	Adjusted appropri- ation	Revised estimate	Medium-term estimates			% change from 2012/13		
	R' 000	2009/10	2010/11				2011/12	2012/13	2013/14		2014/15	2015/16
Non Profit organisations	480		-		34 802	34 802	32 444	37 541	38 819	39 001	15.71	
Allocation to Rhodes University	-				-	-	-	1 964	2 041			
Public Corporation and	-		9 000		-	-		-	-	-		
	-											
Total	480	-	9 000		34 802	34 802	32 444	39 505	40 860	39 001	21.76	

Table 10 reflects a summary of transfers to other entities. Expenditure on transfers to other entities increased from R9 million in 2011/12 to R30.4 million in 2012/13. The increase is due to the policy decision to fund local and regional economic development projects (LED Fund) directly as it was previously managed by ECDC. This policy decision has led to the funding being classified under non-profit organisations (NPOs). The budget grows by 21.8 per cent in 2013/14 and includes funding for LED projects and Environmental awards (R35.7 million).

The department has, in collaboration with Rhodes University, provided about R2 million for the establishment of a labour market research unit at the university in 2013/14 and 2014/15. This is in response to the provincial job and skills crisis focusing on the five strategic pillars, namely: job retention, new jobs, social economy, economic infrastructure, and skills development.

7.8.3 Transfers to local government by category

Table 11: Summary of departmental transfers to local government by category

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Category A	3 300	3 498	-	-	-	-	-	-	-	
Category B		2 500	1992	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Category C	29 700	25 587	1960	-	-	-	-	-	-	
Unallocated	-	-	-	-	-	-	-	-	-	
Unallocated	1361									
Total	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10

Note: Excludes regional services council levy.

Table 11 reflects a summary of departmental transfers to local government by category. Transfers to local government decreased significantly from R34.4 million in 2009/10 to R3 million in 2012/13. The decrease was due to the department's policy decision to directly fund LED projects (classified as transfers to NPOs in 2012/13) and that in 2011/12, the funding was included in the ECDC's allocation for management and disbursing it, while the department was building capacity internally to manage the fund.

In 2013/14, the budget increases by 169.1 per cent due to allocation for the Expanded Public Works Programme (EPWP) projects for job creation through environmental programmes, Environmental Awards for the schools promoting sustainable environmental management and the greenest Municipality / cleanest town.

7.8.4 Transfers to local government by grant name

Table 12: Summary of departmental transfers to local government by grant name

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
EPWP Incentive Grant to Provinces			1760	1000	1000	1000	550			-45
Total	-	-	1760	1000	1000	1000	550	-	-	(45.00)

Table 12 reflects a summary of departmental transfers to local government by grant name. Expenditure on grants decreased from R1.8 million in 2011/12 to R1 million in 2012/13. The allocation is spent on EPWP Programme in partnership with local municipalities. In 2013/14, expenditure will decrease by 45 per cent.

8. PROGRAMME DESCRIPTION

• Programme 1: Administration

Objectives

The overall purpose of Programme 1 is to provide leadership, strategic management, direction, financial and human capital management in accordance with legislation, regulations and policies of the department and its public entities.

The Programme is divided into 4 sub-programmes:

- The **Office of the Member of the Executive Council** provides political leadership and policy direction from which the strategic objectives will flow;
- The **Office of the Head of Department** monitors the implementation of strategic objectives and overall management to ensure that the policy, programmes and commitment set by the Executing Authority are accomplished;
- The **Financial Management** ensures that the Public Finance Management Act (PFMA) requirements related to financial management and administration are adhered to with efficiency, effectiveness; and facilitates accountability for financial administration, procurement, risk management and budgeting; and
- The **Corporate Services** ensures that the department adheres to all Public Service Act requirements related to human resources, and administers and manages these effectively and efficiently, implements and manages organisational development and change management systems and processes, provides effective and efficient corporate communication services. In addition it provides office management and security services.

Table 13: Summary of departmental payments and estimates sub-programme: P1 - Administration

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
1. Office of the MEC	2 170	3 715	5 749	5 954	6 254	6 254	6 484	5 625	6 250	3.68
2. Office of the HOD	40 510	35 164	45 090	53 545	58 081	53 066	69 204	54 820	70 292	30.41
3. Financial Management	47 235	57 594	59 711	63 633	72 415	69 482	76 390	85 671	78 251	9.94
4. Corporate Services	27 634	38 650	43 618	48 245	50 045	47 345	53 214	49 168	41 984	12.40
Total	117 549	135 123	154 168	171 377	186 795	176 147	205 292	195 284	196 777	16.55

Table 14: Summary of departmental payments and estimates by economic classification: P1 - Administration

R' 000	Audited			Main appropriation	Adjusted appropriation 2012/13	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	115 029	131 430	149 235	168 666	184 222	173 574	186 275	171 479	178 864	7.32
Compensation of	64 646	75 154	86 509	102 826	92 724	88 458	95 197	95 872	100 692	7.62
Goods and services	50 383	56 276	62 726	65 840	91 498	85 116	91 078	75 607	78 172	7.00
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	557	180	482	482	547	190	199	13.49
Provinces and municipalities	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	557	180	482	482	547	190	199	13.49
Payments for capital assets	2 520	3 685	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 520	3 685	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	8	306	-	-	-	-	-	-	-
Total	117 549	135 123	154 168	171 377	186 795	176 147	205 292	195 284	196 777	16.55

Table 13 shows that actual expenditure increased from R117.5 million in the 2009/10 to R176.1 million in 2012/13 due to the payment of legal fees and the establishment of the public entities and Inter-governmental relations unit under the Office of the HoD. The decrease in the 2012/13 revised estimate is due to the movement of the functions to Programme 2. In 2013/14, the budget increases by 16.6 per cent due to reasons mentioned below.

Compensation of Employees increased from R64.7 million in 2009/10 to R88.5 million in 2012/13, due to the filling of critical vacant posts. In 2010/11, expenditure was affected by the additional contractual posts in the Inter-governmental relations and Public oversight (IGR) units in the HoD's office as well as above average wage increases during this period. In 2013/14, the budget grows by 7.62 per cent due to inflation and a policy decision by the department to introduce a project management unit within the HoD's office.

Goods and Services increased from R50.4 million in 2009/10 to R85.1 million in 2012/13 mainly due to increased legal costs, lease payments, fleet services, restructuring cost, telephone account and increased cost pressures on security services for the department. In 2013/14, the budget increases by 7 per cent from the 2012/13 revised estimate due to the inadequate allocation in respect of contractual obligations in the previous years. A decision to introduce an e-submission and review of the Systems Master Plan and business process mapping project is among the causes of the spike in the allocation.

Transfers and Subsidies decreased from R557 thousand in 2011/12 to R482 thousand in the 2012/13 revised estimate. The budget grows by 13.5 per cent in 2013/14 due to expected staff exiting the department as a result of employees reaching retirement age.

Payments for Capital Assets decreased from R2.5 million in 2009/10 to R2 million in 2012/13 due to the procurement of office furniture when the department relocated to new premises in 2010/11. In 2013/14, budget is expected to grow by 783.3 per cent due to the acquisition of the quad bikes for the Green Scorpions and the purchase of furniture for 3 regional offices. The increase is also due to a re-classification of finance lease costs for government fleet to capital expenditure.

8.1 Service Delivery Measures

Given the nature of the department, it is exposed to many areas of litigation, and therefore, in line with the cost-saving measures being implemented in the department, a strategy will be developed to greatly reduce the costs of litigation together with reducing the number of cases that proceed to litigation.

• **Programme 2: Economic Development and Tourism**

Objectives

The Programme is primarily responsible for administering sustainable economic policies and developing appropriate strategies to promote business development and job creation. The overall goal of the programme is to sustain economic development through policies and partnership development.

The Programme is divided into 5 sub-programmes,

- **Integrated Economic Development Services** creates an enabling environment for mainstreaming enterprises owned by PDI's and HDI's into the economy, facilitating the transformation of the economy for equitable distribution of wealth and sustainable growth;
- **Trade and Sector Development** facilitates trade, exports promotion and investment attraction, co-ordinates localised production, manufacturing and trade based on nodes and clusters established to service local needs and actively promote the Green Economy;
- **Business Regulation & Governance** actively promotes the Green Economy, implementing an enabling regulatory and licensing framework for liquor retailing, liquor manufacturing and gaming, actively promotes responsible liquor usage and gambling, collecting and remitting revenue to the state, lobbying for removal of business barriers, and promote consumer awareness and complying with the Unfair Business Practices Act and the Consumer Protection Act;
- **Economic Planning** guides decision making on economic growth and development, including in respect of the Green Economy, facilitate the dissemination of meaningful economic analysis to stakeholders in municipalities and communities; and
- **Tourism** is responsible for creating an enabling tourism environment through legislation, policy and strategy development and to create demand and supply for tourism and also ensure sustainability and tourism sector transformation.

Table 15: Summary of departmental payments and estimates sub-programme: P2 - Economic Development and Tourism

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
1. Integrated Economic Development Services	189 826	188 549	198 315	165 341	126 141	122 820	157 872	154 646	183 395	28.54
2. Trade and Sector Development	405 445	215 403	235 882	242 732	150 144	149 012	296 977	206 475	192 950	99.30
3. Business Regulation & Governance	48 944	52 350	73 700	82 599	94 093	92 093	110 617	108 811	113 606	20.11
4. Economic Planning	6 171	6 537	4 638	4 344	3 844	3 298	5 859	6 561	6 239	77.65
5. Tourism	3 725	2 871	493	4 944	3 625	3 625	2 972	5 567	10 318	(18.0)
Total	654 111	465 710	513 028	499 960	377 847	370 848	574 297	482 060	506 508	54.86

Table 16: Summary of departmental payments and estimates by economic classification: P2 - Economic Development and Tourism

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	31 958	34 818	43 452	71 680	64 511	59 870	68 217	84 027	75 120	13.94
Compensation of Goods and services	21450	26 435	29 868	40 382	35 332	35 332	41 569	56 308	55 259	17.65
Interest and rent on land	10 508	8 383	13 584	31298	29 179	24 538	26 648	27 719	19 861	8.60
	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	621 968	430 820	469 576	428 280	313 336	310 978	506 080	398 033	431 388	62.74
Provinces and Departmental agencies and Higher education	33 000	22 421	-	-	-	-	-	-	-	-
Foreign governments and Public corporations and Non-profit institutions	588 488	408 399	460 295	394 622	279 528	279 528	467 379	360 366	394 888	67.20
Households	-	-	-	-	-	-	1 964	2 041	-	-
	-	-	-	-	-	-	-	-	-	-
	-	-	9 000	-	-	-	-	-	-	-
	480	-	-	33 658	33 658	31300	36 541	35 428	36 500	16.74
	-	-	281	-	150	150	196	198	-	30.67
Payments for capital assets	185	-	-	-	-	-	-	-	-	-
Machinery and equipment	185	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	72	-	-	-	-	-	-	-	-
Total	654 111	465 710	513 028	499 960	377 847	370 848	574 297	482 060	506 508	54.86

Tables 15 and 16 show expenditure incurred by programme 2. The bulk of expenditure in this programme is the transfers to departmental agencies and accounts for the following entities; ECDC, CDC, ELIDZ, ECLB and ECGBB. Expenditure for the Programme decreased from R654.1 million to R513 million due to the once-off allocations in 2009/10 of R140 million to Coega IDZ for the completion of the Nelson Mandela Logistics Park, support funding to ECPTA falling away following the merger coupled with the increased funding to ECDC for the establishment of the Jobs Fund and LRED, and the fact that during the 2012/13 adjusted budget unspent funds relating to previous financial years were surrendered. Reprioritisation was done in 2012/13 to fund R85 million infrastructure development at ECPTA under Programme 3 over the 2012/13 MTEF period and this has resulted in a decline in expenditure under Programme 2. The budget grows by 54.9 per cent in 2013/14 due to once-off allocations in transfers under Trade and Sector Development as reflected below.

Compensation of Employees increased from R21.5 million in 2009/10 to R35.3 million in the 2012/13 revised estimate. The increase was due to a continued effort by the department to recruit professional staff in the programme such as sector specialists. In 2013/14, the budget grows by 17.7 per cent which is influenced by the department's plan to continue strengthening functional programme performance and furthermore enhancing oversight function over public entities.

Goods and Services increased from R10.5 million in 2009/10 to R24.5 million in the 2012/13 revised estimate. The increase in expenditure is due to plans to utilise the industry experts on implementation of the strategic job creating initiatives and the hosting of the Renewable Energy Conference in November 2012. In 2013/14, budget increases by 8.6 per cent due to the implementation of the PIDS, and the focus on the implementation of projects emanating from the Renewable Energy Summit.

Transfers and Subsidies, a main cost driver in the Programme's expenditure decreased substantially in 2009/10 from R622 million to R311 million in 2012/13. The substantial decrease is due to the once-off allocations in 2009/10 of R140 million to Coega IDZ for the completion of the Nelson Mandela Logistics Park, R9 million for to EP Rugby for tourism marketing in 2011/12, support funding to ECPTA falling away following the merger coupled with the increased funding to ECDC for the establishment of the Jobs Fund and LRED. During the 2012/13 adjustment budget, unspent funds relating to previous financial years were surrendered by entities to the revenue fund. In 2013/14, the budget is projected to grow by 62.7 per cent due to the once off allocations for: R24 million for ECDC for a matching fund for Agro-processing; R10 million for the revitalisation of strategic industries; and R82 million for Coega Development Corporation allocated for the completion of a wind tower manufacturing company and for strategic Environment Assessment on the Return on Effluent Water Supply project.

8.2 Service Delivery Measures

Table 17: Selected service delivery measures for the programme: P2: Economic Development and Tourism

Selected Programme Performance Indicators	Estimate	Medium-term estimates		
	2012/13	2013/14	2014/15	2015/16
Number of existing SMME's supported	300	224	240	280
Number of existing cooperatives supported	n/a	100	120	130
Number of job opportunities created through economic development programmes	10465	17134	20913	14770
Number of investments projects realized	33	45	50	55
Number of people trained (sector development)	500	550	600	650
Number of infrastructure projects supported	3	5	8	10
Number of liquor licenses issued	9096	9000	9500	10000
Number of gambling licenses issued	3	4	4	4
Number of renewable energy initiatives facilitated	0	5	5	5
Number of tourism development plans to support sector transformation	n/a	3	2	2

Economic Development and Tourism is the driver of job creation. Through the planned increase in the number of investors from 33 to 55 in the industrial development zones over the MTEF, the department envisages a large increase in the number of job opportunities created. The job creation efforts are further augmented by the complementary programmes of support to SMME's, Co-operatives and a focus on sector development. Through collaborations with national state owned enterprises, ECDC and the department, the number of high impact infrastructure projects supported will increase from 3 to 10, thereby further increasing the number of job opportunities and creating economic infrastructure to support economic growth.

Through an increase in the number of enforcement activities and awareness in the liquor industries, the number of licenced liquor outlets is projected to increase. While this will translate into additional revenues for the department, finding a balance between licenced traders and social responsibility is important. Therefore, ECLB will be increasing the number of social responsibility campaigns undertaken.

Renewable energy has been identified as a key sector in supporting economic growth in the province. Following the successful hosting of the renewable energy summit, many renewable

energy projects have been identified. The department will be focusing on facilitating these initiatives over the MTEF with the goal of making the province the renewable energy hub of the country.

• Programme 3: Environmental Affairs

Objectives

The Environmental Affairs programme is responsible for administering environmental policies that are cascaded from national level. The portfolio is also responsible for developing strategies in line with the mandate of the department. Importantly, the component regulates developments and biodiversity through instruments such as environmental impact assessments, compliance and enforcement. These responsibilities are carried by 5 sub-programmes:

- **Environmental Policy, Planning and Coordination** is responsible for ensuring that legislation, policies, programs, procedures and systems are established that will effectively empower and support the core functional programs of the Environmental Affairs Branch;
- **Compliance and Enforcement** is responsible for ensuring that environmental legislation is effectively used to protect the environment and its resources from unlawful and unsustainable exploitation and negative impacts that could jeopardize environmental and economic sustainability in the Eastern Cape;
- **Environmental Quality Management** is comprised of Air Quality Management, Pollution and Waste Management, Environmental Impact Management and Climate Change. The sub-programme is responsible for ensuring a safe and healthy environment through effective environmental impact assessment, air quality management, waste and pollution management for the people of the Eastern Cape;
- **Biodiversity Management** aims to conserve the diversity of landscapes, ecosystems, habitats, biological communities, populations, species and genes, and promote conservation and sustainable use of natural resources in the Eastern Cape; and
- **Environmental Empowerment Services** is responsible for ensuring that external stakeholders are empowered and capacitated to meaningfully participate in and contribute to effective environmental management in the Eastern Cape.

Table 18: Summary of departmental payments and estimates sub-programme: P3 - Environmental Affairs

R ' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
1. Environmental Policy, Planning and Coordination	45 038	56 844	31 260	16 559	15 934	15 934	18 874	27 407	36 441	18.45
2. Compliance and Enforcement	1739	8 496	27 262	15 180	37 713	37 713	21 930	19 990	18 890	(4185)
3. Environmental Quality Management	3 338	5 482	8 866	18 160	12 949	12 249	21 904	18 631	19 754	78.82
4. Biodiversity Management	106 532	162 325	147 140	207 141	196 444	196 079	218 416	234 524	221 829	1139
5. Environmental Empowerment Services	2 278	499	3 927	7 686	7 686	7 686	10 145	7 685	8 069	3199
Total	158 925	223 646	218 455	264 726	270 726	269 661	291 269	308 237	304 983	8.01

Table 19: Summary of departmental payments and estimates by economic classification: P3 - Environmental Affairs

R ' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	55 026	64 962	70 325	76 156	76 151	75 086	90 653	88 426	103 433	20.73
Compensation of employees	39 027	49 844	55 148	61471	61466	61466	67 588	72 206	75 660	9.96
Goods and services	15 999	15 118	15 177	14 685	14 685	13 620	23 065	16 220	27 774	69.35
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	103 861	157 634	148 130	188 570	194 575	194 575	200 616	219 811	201 549	3.10
Provinces and municipalities	1361	9 164	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Departmental agencies and	102 500	148 470	143 857	184 426	190 426	190 426	191 543	208 528	190 793	0.59
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and	-	-	-	-	-	-	-	-	-	-
Public corporations and	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	144	144	144	1 000	3 391	2 501	(12.59)
Households	-	-	321	-	5	5	-	-	-	(100.00)
Payments for capital assets	38	1 040	-	-	-	-	-	-	-	-
Machinery and equipment	38	1040	-	-	-	-	-	-	-	-
Payments for financial assets	-	10	-	-	-	-	-	-	-	-
Total	158 925	223 646	218 455	264 726	270 726	269 661	291 269	308 237	304 983	8.01

Tables 18 and 19 reflect that expenditure increased from R158.9 million in 2009/10 to R269.7 million in 2012/13. The increase is due to the relocation of the merged entities (ECPTA) to the programme, recruitment of staff and the payment of OSD to Environmental Officers and funding of infrastructure in ECPTA in 2012/13. In 2013/14, the budget increases by 8 per cent due to increased funding for destination marketing allocated to ECTPA and the introduction of the environmental sector projects within municipalities.

Expenditure on Compensation of Employees increased from R39 million in 2009/10 to R61.5 million in the 2012/13 revised estimate due to the filling of critical vacant posts and the payment of OSD for Environmental officers. In 2013/14, the budget grows by 10 per cent due to carry-through cost plans to continue strengthening capacity in the programme.

Goods and Services expenditure decreased from R16 million in 2009/10 to R13.6 million in the 2012/13 revised estimate due to a decision by the department to prioritise the funding of infrastructure development in ECPTA in 2012/13 and also the realisation of efficiency savings by the programme. In 2013/14, the budget increases by 69.4 per cent due to the department's plan to intensify management and the protection of the natural environment by the enactment of the Eastern Cape Environmental Act and the implementation of the Provincial Climate Change Mitigation and Adaptation Strategy. Furthermore, the department will support the establishment of municipal waste management infrastructure.

Transfers and Subsidies increased from R103.7 million in 2009/10 to R194.6 million in the 2012/13 revised estimate due to the relocation of ECPTA and the funding of infrastructure developments within the entity. The increase of 3.1 per cent in the 2013/14 is due to the programme continuing funding infrastructure projects in the ECPTA (R30 million in 2013/14). A once-off allocation of R250 thousand has been made available to ECPTA for research and development in the Green Innovation Pilot Project. The department would be funding destination marketing and events management to the tune of R24 million. In addition, R3 million is provided in each year of the MTEF for the National Tourism Career Expo (NTCE) programme. An additional R2 million is for international and domestic trade shows and R1 million is for Project management. Over the MTEF period, funding for environmental awareness and job creation is anticipated to increase (provinces and municipalities). The department will continue to support EPWP initiatives that create jobs through environmental management programmes, and will continue funding Environmental Awards for the schools in promoting sustainable environmental management and the greenest Municipality / cleanest town.

8.3 Service Delivery Measures

Table 20: Selected service delivery measures for the programme: P1: Environmental Affairs

Selected Programme Performance Indicators	Estimate	Medium-term estimates		
	2012/13	2013/14	2014/15	2015/16
Number of climate change response tools developed	1	1	0	1
Number of Biodiversity Spatial Plans published	n/a	1	1	0
The hectares of land under conservation (both private and public) (Cumulative) – '000 ha per annum	480 ha	486 ha	493 ha	500 ha
Number of provincial protected areas with approved management plans	0	4	4	4
Number of job opportunities created through environmental programmes	600	913	940	950
Number of environmental awareness activities conducted	247	25	25	25

Balancing economic growth and environmental conservation will see the department increasing the number of environmental awareness activities being undertaken to develop a climate change response strategy as well as publish a biodiversity special plan, together with increasing the number of hectares of land under conservation from 480 ha to 500 ha. Through the EPWP, the department anticipates that it will increase its contribution to the number of conservation job opportunities created.

9. OTHER PROGRAMME INFORMATION

9.1 Personnel numbers and costs by programme

Table 21: Personnel numbers and costs

Programme R'000	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	As at 31 March 2016
1. Administration	346	315	296	338	345	344	346
2. Economic Development and Tourism	106	131	133	97	110	127	129
3. Environmental Affairs	179	197	190	178	196	196	196
Total personnel numbers	631	643	619	613	651	667	671
Total personnel cost (R'000)	125 123	151 433	171 525	185 256	204 354	224 386	231 610
Unit cost (R'000)	198	236	277	302	314	336	345

The above table shows personnel numbers and personnel per unit cost for the 2013 MTEF period. The total personnel numbers decreased slightly from 631 as at March 2010 to 613 at the end of March 2013 due to the exit of employees transferred to other departments. Over the 2013 MTEF, it is projected that the number of personnel will increase to 671 by the end of March 2016.

In 2013/14, only critical vacant posts will be filled, mainly in core programmes of the department. The focus will be on posts relating to sector and trade development in Programme 2, while in Programme 3, the focus will be on environmental positions in the compliance and enforcement sub-programme. Programme 1 vacant posts which are below salary level 7 will not be replaced.

From 2014/15 to 2015/16, the focus will be on filling replacement posts and only 2 new posts each in Programmes 1 and 2 will be filled in line with the proposed restructuring of the department. In Programme 3, the number of posts is envisaged to remain constant. By the end of 2015/16 it is envisaged that the total number of employees will be 671.

However, total costs and cost per unit increased from R125.1 million and R198 thousand respectively in March 2010 to R185.3 million and R302 thousand respectively by the 31 January 2013 due to the expertise hired, higher than anticipated wage agreement and the payment of

OSD for environmental officers. It is anticipated that total personnel cost will increase from R185.3 million in March 2013 to R204.4 million by 31 March 2014. The increase in the total costs and per unit costs over the period under review is due to the implementation of the new structure and the annual increases in salaries due the inflation adjustments.

9.2 Personnel numbers and costs by component

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Total for department										
Personnel numbers (head count)	631	643	619	624	624	613	651	667	671	6.20
Personnel cost (R'000)	125 123	151 433	171 525	204 679	189 522	185 256	204 354	224 386	231 610	10.31
<i>of which</i>										
Human resources component										
Personnel numbers (head count)	96	96	199	210	210	143	143	143	143	
Personnel cost (R'000)	21 444	21 444	35 974	37 829	37 829	30 210	30 912	30 863	31 394	2.32
Head count as % of total for	15.21	14.93	32.15	33.65	33.65	23.33	21.97	21.44	21.31	
Personnel cost as % of total for	17.14	14.16	20.97	18.48	19.96	16.31	15.13	13.75	13.55	22.54
Finance component										
Personnel numbers (head count)	101	101	302	317	317	123	125	125	125	163
Personnel cost (R'000)	25 138	25 138	42 442	44 631	44 631	29 879	31 543	31 464	33 224	5.57
Head count as % of total for	16.01	15.71	48.79	50.80	50.80	20.07	19.20	18.74	18.63	(4.31)
Personnel cost as % of total for	20.09	16.60	24.74	21.81	23.55	16.13	15.44	14.02	14.34	(4.30)
Full time workers										
Personnel numbers (head count)	615	627	602	606	606	581	617	666	670	6.20
Personnel cost (R'000)	59 649	68 426	155 930	157 965	157 965	174 899	193 254	222 509	229 628	10.49
Head count as % of total for	97.46	97.51	97.25	97.12	97.12	94.78	94.78	99.85	99.85	(0.00)
Personnel cost as % of total for	47.67	45.19	90.91	77.18	83.35	94.41	94.57	99.16	99.14	0.17
Part-time workers										
Personnel numbers (head count)	-	-	-	-	-	-	-	-	-	-
Personnel cost (R'000)	-	-	35 628	37 410	37 410	-	-	-	-	-
Head count as % of total for	-	-	-	-	-	-	-	-	-	-
Personnel cost as % of total for	-	-	20.77	18.28	19.74	-	-	-	-	-
Contract workers										
Personnel numbers (head count)	16	16	17	18	18	32	34	1	1	6.25
Personnel cost (R'000)	-	-	-	-	-	10 357	11 100	1877	1982	7.17
Head count as % of total for	2.54	2.49	2.75	2.88	2.88	5.22	5.22	0.15	0.15	0.05
Personnel cost as % of total for	-	-	-	-	-	5.59	5.43	0.84	0.86	(2.84)

Table 9.2 shows summary of personnel numbers and cost per component. Personnel numbers decreased from 631 in the 2009/10 to 613 in 2012/13 financial year. In 2013/14, personnel numbers are projected to increase by 7.3 per cent and reach 651 due to the planned filling of vacant positions over the 2013 MTEF.

Personnel in human resource and finance components increase from 96 and 101 respectively in 2009/10 to 143 and 123 respectively in the 2012/13 revised estimate. Over the 2013 MTEF, the numbers will remain constant for Finance and only two new positions will be filled in the Human Resource component. In Finance, replacements will be done only for positions from salary level 9 and above.

Contract workers increased from 16 in 2009/10 to 32 in 2012/13 in order to strengthen the Supply Chain Component and Public Entity Oversight function of the department. Over the 2013 MTEF, these posts will be permanent when implementing the proposed new departmental structure.

9.3 Payments on training by programme

Table 22: Payments on training

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
1. Administration	3 524	2 833	2 935	491	491	491	3 052	3 998	4 300	521.59
Subsistence and travel										
Payments on tuition										
Other	3 524	2 833	2 935	491	491	491	3 052	3 998	4 300	521.59
2. Economic Development	20	-	-	862	862	862	113	1 981	1 069	(86.89)
Subsistence and travel										
Payments on tuition										
Other	20	-	-	862	862	862	113	1 981	1 069	(86.89)
3. Environmental Affairs	752	433	236	3 780	3 780	3 780	3 923	1 177	185	3.78
Subsistence and travel										
Payments on tuition										
Other	558			-	-	-	-	-	-	
	194	433	236	3 780	3 780	3 780	3 923	1 177	185	3.78
Total payments on training	4 296	3 266	3 171	5 133	5 133	5 133	7 088	7 156	5 554	38.09
Subsistence and travel	-	-	-	-	-	-	-	-	-	
Payments on tuition	558	-	-	-	-	-	-	-	-	
Other	3 738	3 266	3 171	5 133	5 133	5 133	7 088	7 156	5 554	38.09

9.4 Information on training

Table 23: Information on training

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Number of staff	631	643	619	624	624	613	651	667	671	-
of which										
Number of personnel trained	2 646	8 374	16 825	344	344	344	455	500	510	32.27
Male	727	3 425	7 237	193	193	193	210	250	260	8.81
Female	1919	4 949	9 588	151	151	151	245	250	250	62.25
Number of training opportunities	59	66	75	95	75	95	109	109	109	14.74
Tertiary	8	10	11	11	11	11	30	30	30	172.73
Workshops	40	43	45	45	45	45	45	45	45	
Seminars	11	13	19	19	19	19	19	19	19	
Other				20	20	20	15	15	15	(25.00)
Number of bursaries offered	367	550	406	485	485	84	87	52	36	3.57
External	367	550	406	485	485	17	52	35	23	205.88
Internal						67	35	17	13	(47.76)
Number of interns appointed	319	19	30	30	30	30	-			(100.00)
Number of learnerships appointed			146	42	42	42	-			(100.00)

Total payments for training depict a fluctuating trend from 2009/10 to the 2012/13 revised estimate. It increases from R4.3 million in 2009/10 to R5.1 million in 2012/13 and is projected to increase by 38.1 per cent in 2013/14 for the re-skilling of personnel.

The number of personnel trained decreased from 2 646 in 2009/10 to 344 in the 2012/13 revised estimate. The number is expected to increase by 32.3 per cent in 2013/14 in line with the department's plan to re-skill staff hence the increase in training numbers. Furthermore, the number of external bursaries experienced a fluctuating trend from 2009/10 and decreased to 154 in the 2012/13 revised estimate. The number is expected to decrease further in 2013/14.

9.5 Structural changes

Table 24: Reconciliation of structural changes

Reconciliation of structural changes			
2012/13	R'000	2013/14	R'000
1.	185 400	1. Administration	205 292
1. Office of the MEC	6 641	1. Office of the MEC	6 484
2. Office of the HOD	69 502	2. Office of the HOD	69 204
3. Financial Management	67 716	3. Financial Management	76 390
4. Corporate Services	41 541	4. Corporate Services	53 214
2. Economic Development	603 314	2. Economic Development and Tourism	574 297
1. Integrated Economic Development Services	214 804	1. Integrated Economic Development Services	157 872
2. Trade and Sector Development	296 686	2. Trade and Sector Development	296 977
3. Business Regulation & Governance	80 665	3. Business Regulation & Governance	110 617
4. Economic Planning	11 159	4. Economic Planning	5 859
5.		5. Tourism	2 972
3. Environmental Affairs	233 073	3. Environmental Affairs	291 269
1. Policy Coordination and Environmental Planning	18 513	1. Environmental Policy, Planning and Coordination	18 874
2. Compliance and Enforcement	13 598	2. Compliance and Enforcement	21 930
3. Environmental Quality Management	17 569	3. Environmental Quality Management	21 904
4. Biodiversity Management	177 837	4. Biodiversity Management	218 416
5. Environmental Empowerment Services	5 556	5. Environmental Empowerment Services	10 145

The department's structure is currently being reviewed. Furthermore, the 2013 budget structure has led to the department effecting changes to the programme structure where Economic Development was changed to Economic Development and Tourism, and subsequently resulting in the creation of a new sub-programme: called (Tourism) under Programme 2. Sub-programme 3.1 (Policy Coordination and Environmental Planning), changed to Environmental Policy, Planning and Coordination.

**ANNEXURE TO THE
ESTIMATES OF PROVINCIAL REVENUE
AND EXPENDITURE**

**Department of Economic Development,
Environmental Affairs and Tourism**

Table B. 1: Specification of receipts

R'000	Outcome			Main Appropri- ation	Adjusted appropri- ate 2012/13	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Tax receipts	93 796	96 895	122 755	117 993	117 993	112 442	125 073	132 578	145 836	1123
Casino taxes	81793	85 533	112 949	106 000	106 000	86 228	98 360	104 102	115 688	14.07
Horse racing taxes	7 541	6 564	7 299	6 393	6 393	20 614	20 777	22 184	23 542	0.79
Liquor licences	4 462	4 798	2 507	5 600	5 600	5 600	5 936	6 292	6 606	6.00
Motor vehicle licences	-	-	-	-	-	-	-	-	-	-
Sales of goods and services other than capital assets	516	767	735	1000	1000	1091	1 060	1 124	1 237	(2.84)
Sales of goods and services produced by department (excl. capital assets)	516	767	735	1000	1000	1091	1 060	1 124	1 237	(2.84)
Sales by market establishments	-	-	-	-	-	-	-	-	-	-
Administrative fees	-	-	-	-	-	-	-	-	-	-
Other sales	516	767	735	1000	1000	1091	1 060	1 124	1 237	(2.84)
hunting licences	516	767	735	1000	1000	1091	1 060	1 124	1 237	(2.84)
Sales of scrap, waste, arms and other used current goods (excl capital assets)	-	-	-	-	-	-	-	-	-	-
Transfers received	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	396	589	35	-	-	593	-	-	-	(100.00)
Fines	396	589	35	-	-	593	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-	-
Forfeits	-	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	254	176	630	356	356	470	377	400	440	(19.79)
Interest	254	176	630	356	356	470	377	400	440	(19.79)
Dividends	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Sales of capital assets	-	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-	-
Other capital assets	-	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	25 873	20 697	43 756	21	21	706	23	23	25	(96.74)
Revenue financial assets	25 873	20 697	43 756	21	21	706	23	23	25	-
Loans	-	-	-	-	-	706	-	-	-	-
Receivables	-	-	-	-	-	-	-	-	-	-
Other receipts	25 873	20 697	43 756	21	21	-	23	23	25	-
Total departmental receipts	120 835	119 124	167 911	119 370	119 370	115 302	126 533	134 125	147 538	9.74

Table B. 2: Details of payments and estimates by economic classification: Summary

R'000	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	202 013	231 210	263 012	316 502	324 884	308 530	345 145	343 932	357 417	1187
Compensation of employees	125 123	151 433	171 525	204 679	189 522	185 256	204 354	224 386	231 610	10.31
Salaries and wages	108 197	144 560	171 525	204 679	189 522	185 256	204 354	224 386	231 610	10.31
Social contributions	16 926	6 873	-	-	-	-	-	-	-	-
Goods and services	76 890	79 777	91 487	111 823	135 362	123 274	140 791	119 546	125 807	14.21
Of which										
Administrative fees	1543	29	145	274	274	274	150	58	38	(45.26)
Advertising	980	1557	1319	1291	1452	1452	2 280	1884	1349	57.02
Assets less than the capitalisation threshold	961	1975	1463	727	727	727	1 351	2 296	2 336	85.83
Audit cost: External	2 509	2 990	3 474	3 520	4 336	4 336	3 810	4 953	4 344	(12.13)
Bursaries: Employees	24	13	238	1000	1000	1000	2 000	146	575	100.00
Catering: Departmental activities	1903	1111	1270	1343	1413	1421	1 531	1537	1819	7.74
Communication	4 405	6 315	4 388	6 205	6 718	6 710	7 658	6 687	3 688	14.13
Computer services	7 109	6 658	6 850	5 860	5 860	5 860	10 767	6 508	10 263	83.74
Cons/prof: Business & advisory services	19 589	14 230	17 875	38 205	40 456	32 236	33 497	26 649	35 067	3.91
Cons/prof: Infrastructure & planning	-	-	-	-	-	-	-	-	-	-
Cons/prof: Laboratory services	-	-	-	-	-	-	-	-	-	-
Cons/prof: Legal costs	4 613	5 789	10 412	2 000	7 288	5 788	16 421	18 877	18 946	183.71
Contractors	14	182	271	115	115	115	236	127	135	105.22
Agency and support / outsourced services	561	1 193	1846	3 354	3 652	3 652	3 622	3 490	4 217	(0.82)
Entertainment	20	-	-	50	50	50	-	232	186	(100.00)
Fleet services (including government motor transport)	-	-	-	8 600	8 600	5 600	-	-	-	(100.00)
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	200	168	162	250	250	250	503	276	155	10120
Inventory: Fuel, oil and gas	-	-	-	-	-	-	10	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	2	12	145	136	206	206	142	62	-	(3107)
Inventory: Medical supplies	3	21	-	-	-	-	155	-	12	-
Inventory: Medicine	-	-	-	-	-	-	2	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	26	-	-	-
Inventory: Other consumables	545	447	616	552	555	555	1 308	1642	1341	135.68
Inventory: Stationery and printing	2 359	2 080	2 513	2 589	2 589	2 589	3 955	3 877	3 208	52.76
Lease payments	4 518	6 248	20 200	8 659	22 495	22 495	14 476	13 946	15 284	(35.65)
Rental and hiring	-	-	1524	-	-	-	-	-	-	-
Property payments	-	42	-	-	4	4	581	600	650	14425.00
Transport provided dept activity	86	63	2	-	-	-	-	265	-	-
Travel and subsistence	13 464	18 277	1500	15 245	15 384	15 079	20 935	11 291	13 951	38.84
Training & staff development	7 369	5 814	10 921	5 054	5 280	5 303	7 131	7 171	6 554	34.47
Operating payments	1 178	2 466	2 256	2 327	2 372	2 368	1 847	2 793	1449	(22.00)
Venues and facilities	2 935	2 097	2 097	4 467	4 286	5 204	6 397	3 179	2 240	22.92
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	725 829	588 454	618 263	617 030	508 393	506 035	707 243	618 034	633 196	39.76
Provinces and municipalities	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Municipal bank accounts	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies (non-business entities)	690 988	556 869	604 152	579 048	469 954	469 954	658 922	568 894	585 681	40.21
Social security funds	-	-	-	-	-	-	-	-	-	-
Public entities receiving transfers	690 988	556 869	604 152	579 048	469 954	469 954	658 922	568 894	585 681	40.21
Higher education institutions	-	-	-	-	-	-	1 964	2 041	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	9 000	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pc)	-	-	-	-	-	-	-	-	-	-
Other transfers to public corporations	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	9 000	-	-	-	-	-	-	-
Subsidies on products and production (pe)	-	-	-	-	-	-	-	-	-	-
Other transfers to private enterprises	-	-	9 000	-	-	-	-	-	-	-
Non-profit institutions	480	-	-	34 802	34 802	32 444	37 541	38 819	39 001	15.71
Households	-	-	1 159	180	637	637	743	388	199	16.64
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	1 159	180	637	637	743	388	199	16.64
Payments for capital assets	2 743	4 725	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 743	4 725	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Transport equipment	-	-	-	-	-	-	12 900	18 181	14 556	-
Other machinery and equipment	2 743	4 725	4 070	2 531	2 091	2 091	5 570	5 434	3 158	166.38
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	90	306	-	-	-	-	-	-	-
Total economic classification	930 585	824 479	885 651	936 063	835 368	816 656	1 070 858	985 581	1 008 267	31.13

Table B.2A: Details of payments and estimates by economic classification: P1

R '000	Outcome			Main appropriation	Adjusted appropriation 2012/13	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	15 029	13 143	14 235	168 666	164 222	173 574	186 275	171 479	178 864	7.32
Compensation of employees	64 646	75 154	86 509	102 826	92 724	88 458	95 197	95 872	100 692	7.62
Salaries and wages	55 977	75 154	86 509	102 826	92 724	88 458	95 197	95 872	100 692	7.62
Social contributions	8 669	-	-	-	-	-	-	-	-	-
Goods and services	50 383	56 276	62 726	65 840	91 498	85 116	91 078	75 607	78 172	7.00
Of which										
Administrative fees	1527	26	133	20	20	20	88	45	24	340.00
Advertising	17	1429	922	380	536	536	1 290	871	632	140.67
Assets less than the capitalisation threshold	543	1832	1414	637	637	637	767	2 273	2 314	20.41
Audit cost: External	2 509	2 990	3 474	3 520	4 336	4 336	3 810	4 953	4 344	(12.13)
Bursaries: Employees	24	13	238	1000	1000	1000	2 000	1 102	575	100.00
Catering: Departmental activities	671	443	571	624	694	694	628	687	651	(9.51)
Communication (G&S)	2 631	5 416	3 355	4 304	4 817	4 817	5 498	4 598	1 653	14.14
Computer services	7 074	6 652	6 850	5 800	5 800	5 800	10 447	6 394	10 090	80.12
Consultants and professional services: Business and advisory services	12 793	8 802	8 627	13 702	17 672	15 672	18 493	9 478	15 152	18.00
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	3 349	2 528	3 662	2 000	7 288	5 788	9 188	10 033	10 230	58.74
Contractors	14	166	271	115	115	115	151	127	135	313.00
Agency and support / outsourced services	503	1 193	1 846	2 853	3 151	3 151	3 121	3 490	4 217	(0.95)
Entertainment	-	-	-	50	50	50	-	232	186	(100.00)
Fleet services (including government motor transport)	-	-	-	8 600	8 600	5 600	-	-	-	(100.00)
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	165	150	162	250	250	250	500	276	155	100.00
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	2	6	138	56	126	126	20	62	-	(84.13)
Inventory: Medical supplies	-	7	-	-	-	-	155	-	12	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	-	-	-	-
Inventory: Other consumables	283	179	336	261	264	264	927	1 482	1 341	251.14
Inventory: Stationery and printing	1 829	1 775	1 580	2 589	2 589	2 589	3 354	3 577	3 208	29.55
Operating leases	2 612	4 766	18 919	8 659	22 495	22 495	14 476	13 946	15 284	(35.65)
Rental and hiring	-	-	454	-	-	-	-	-	-	-
Property payments	-	-	-	-	4	4	581	600	650	14425.00
Transport provided: Departmental activity	8	14	2	-	-	-	-	265	-	-
Travel and subsistence	8 994	12 384	1 178	6 440	6 848	6 947	9 885	4 186	15 16	42.29
Training and development	3 524	2 833	5 099	1 274	1 430	1 449	3 052	3 998	4 300	110.63
Operating payments	534	2 114	2 253	2 259	2 304	2 304	1 804	2 612	1 323	(21.70)
Venues and facilities	677	558	1 242	447	472	472	843	320	180	78.60
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	557	180	482	482	547	190	199	13.49
Provinces and municipalities	-	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-	-
Municipal bank accounts	-	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies (non-business entities)	-	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-	-
Public entities receiving transfers	-	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pc)	-	-	-	-	-	-	-	-	-	-
Other transfers to public corporations	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pe)	-	-	-	-	-	-	-	-	-	-
Other transfers to private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	557	180	482	482	547	190	199	13.49
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	557	180	482	482	547	190	199	13.49
Payments for capital assets	2 520	3 685	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 520	3 685	4 070	2 531	2 091	2 091	18 470	23 615	17 714	783.31
Transport equipment	-	-	-	-	-	-	12 900	18 181	14 556	-
Other machinery and equipment	2 520	3 685	4 070	2 531	2 091	2 091	5 570	5 434	3 158	166.38
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	8	306	-	-	-	-	-	-	-
Total economic classification	117 549	135 123	154 168	171 377	186 795	176 147	205 292	195 284	196 777	16.55

Table B.2B: Details of payments and estimates by economic classification: P2

R'000	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	31958	34 818	43 452	71680	64 511	59 870	68 217	84 027	75 120	13.94
Compensation of employees	21450	26 435	29 868	40 382	35 332	35 332	41 569	56 308	55 259	17.65
Salaries and wages	18 733	26 435	29 868	40 382	35 332	35 332	41 569	56 308	55 259	17.65
Social contributions	2 717	-	-	-	-	-	-	-	-	-
Goods and services	10 508	8 383	13 584	31 298	29 179	24 538	26 648	27 719	19 861	8.60
Of which										
Administrative fees	16	3	8	254	254	254	62	13	14	(75.59)
Advertising	197	108	395	911	916	916	990	1013	717	8.08
Assets less than the capitalisation threshold	231	4	-	25	25	25	65	23	22	160.00
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	44	-	-
Catering: Departmental activities	674	235	478	699	699	707	763	800	1007	7.92
Communication (G&S)	504	360	329	1009	1009	1001	895	1251	1319	(10.59)
Computer services	2	-	-	60	60	60	320	114	173	433.33
Consultants and professional services: Business and advisory services	3 316	4 089	5 384	20 203	18 484	13 329	12 246	15 923	11 520	(8.13)
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	474	-	886	-	-	-	1 686	1 770	-	-
Contractors	-	-	-	-	-	-	85	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	10	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	31	8	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	5	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	-	-	-	-
Inventory: Other consumables	6	6	-	10	10	10	-	160	-	(100.00)
Inventory: Stationery and printing	194	268	839	-	-	-	341	300	-	-
Operating leases	528	-	1 281	-	-	-	-	-	-	-
Rental and hiring	-	-	162	-	-	-	-	-	-	-
Property payments	-	42	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	-
Travel and subsistence	2 962	2 671	205	5 551	5 282	4 900	5 626	2 645	2 724	14.82
Training and development	20	-	3 041	-	70	70	113	1996	1069	6143
Operating payments	226	87	-	65	65	65	40	176	121	(38.46)
Venues and facilities	1117	502	571	2 511	2 305	3 201	3 416	1491	1175	6.72
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	621 968	430 820	469 576	428 280	313 336	310 978	506 080	398 033	431 388	62.74
Provinces and municipalities	33 000	22 421	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	33 000	22 421	-	-	-	-	-	-	-	-
Municipal bank accounts	33 000	22 421	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies (non-business entities)	588 488	408 399	460 295	394 622	279 528	279 528	467 379	360 366	394 888	67.20
Social security funds	-	-	-	-	-	-	-	-	-	-
Public entities receiving transfers	588 488	408 399	460 295	394 622	279 528	279 528	467 379	360 366	394 888	67.20
Higher education institutions	-	-	-	-	-	-	1 964	2 041	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	9 000	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pc)	-	-	-	-	-	-	-	-	-	-
Other transfers to public corporations	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	9 000	-	-	-	-	-	-	-
Subsidies on products and production (pe)	-	-	-	-	-	-	-	-	-	-
Other transfers to private enterprises	-	-	9 000	-	-	-	-	-	-	-
Non-profit institutions	480	-	-	33 658	33 658	31 300	36 541	35 428	36 500	16.74
Households	-	-	281	-	150	150	196	198	-	30.67
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	281	-	150	150	196	198	-	30.67
Payments for capital assets	185	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	185	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	185	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	72	-	-	-	-	-	-	-	-
Total economic classification	654 111	465 710	513 028	499 960	377 847	370 848	574 297	482 060	506 508	54.86

Table B.2C: Details of payments and estimates by economic classification: P3

R'000	Outcome			Main appropria- tion	Adjusted appropria- tion 2012/13	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Current payments	55 026	64 962	70 325	76 156	76 151	75 086	90 653	88 426	103 433	20.73
Compensation of employees	39 027	49 844	55 148	61 471	61 466	61 466	67 588	72 206	75 660	9.96
Salaries and wages	33 487	42 971	55 148	61 471	61 466	61 466	67 588	72 206	75 660	9.96
Social contributions	5 540	6 873	-	-	-	-	-	-	-	-
Goods and services	15 999	15 118	15 177	14 685	14 685	13 620	23 065	16 220	27 774	69.35
Of which										
Administrative fees	-	-	4	-	-	-	-	-	-	-
Advertising	666	20	2	-	-	-	-	-	-	-
Assets less than the capitalisation threshold	167	139	49	65	65	65	519	-	-	698.46
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	558	433	221	20	20	20	140	50	161	600.00
Communication (G&S)	1270	539	704	892	892	892	1 265	838	715	418.2
Computer services	33	6	-	-	-	-	-	-	-	-
Consultants and professional services: Business and advisory services	3 480	1339	3 864	4 300	4 300	3 235	2 758	1248	8 395	(14.74)
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	790	3 261	5 864	-	-	-	5 547	7 074	6 716	-
Contractors	-	16	-	-	-	-	-	-	-	-
Agency and support / outsourced services	58	-	-	501	501	501	501	-	-	-
Entertainment	10	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	4	10	-	-	-	-	3	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	10	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	6	2	80	80	80	122	-	-	52.50
Inventory: Medical supplies	3	14	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	2	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Military stores	-	-	-	-	-	-	26	-	-	-
Inventory: Other consumables	256	262	280	281	281	281	381	-	-	35.59
Inventory: Stationery and printing	336	37	94	-	-	-	260	-	-	-
Operating leases	1378	1482	-	-	-	-	-	-	-	-
Rental and hiring	-	-	908	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	78	49	-	-	-	-	-	-	-	-
Travel and subsistence	1508	3 222	117	3 254	3 254	3 232	5 424	4 460	9 711	67.82
Training and development	3 825	2 981	2 781	3 780	3 780	3 784	3 966	1 177	1 185	4.81
Operating payments	418	265	3	3	3	(1)	3	5	5	(400.00)
Venues and facilities	1141	1037	284	1509	1509	1531	2 138	1368	885	39.65
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	103 861	157 634	148 130	188 570	194 575	194 575	200 616	219 811	201 549	3.10
Provinces and municipalities	1361	9 164	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	1361	9 164	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Municipal bank accounts	1361	9 164	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies (non-business entities)	102 500	148 470	143 857	184 426	190 426	190 426	191 543	208 528	190 793	0.59
Social security funds	-	-	-	-	-	-	-	-	-	-
Public entities receiving transfers	102 500	148 470	143 857	184 426	190 426	190 426	191 543	208 528	190 793	0.59
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pc)	-	-	-	-	-	-	-	-	-	-
Other transfers to public corporations	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on products and production (pe)	-	-	-	-	-	-	-	-	-	-
Other transfers to private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	1144	1144	1144	1 000	3 391	2 501	(12.59)
Households	-	-	321	-	5	5	-	-	-	(100.00)
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	321	-	5	5	-	-	-	(100.00)
Payments for capital assets	38	1040	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	38	1040	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	38	1040	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	10	-	-	-	-	-	-	-	-
Total economic classification	158 925	223 646	218 455	264 726	270 726	269 661	291 269	308 237	304 983	8.01

Table B.3A: Conditional grant payments and estimates by economic classification: EPWP Incentive Grant

R ' 000	Audited			Main appropri ation	Adjusted appropriat ion	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2012/13	2013/14	2014/15	
Current payments	-	-	-	-	-	-	-	-	-	
Compensation of employees	-	-	-	-	-	-	-	-	-	
Salaries and wages	-	-	-	-	-	-	-	-	-	
Social contributions	-	-	-	-	-	-	-	-	-	
Goods and services	-	-	-	-	-	-	-	-	-	
Of which										
Administrative fees	-	-	-	-	-	-	-	-	-	
Advertising	-	-	-	-	-	-	-	-	-	
Assets less than the capitalisation	-	-	-	-	-	-	-	-	-	
Audit cost: External	-	-	-	-	-	-	-	-	-	
Bursaries: Employees	-	-	-	-	-	-	-	-	-	
Catering: Departmental activities	-	-	-	-	-	-	-	-	-	
Communication (G&S)	-	-	-	-	-	-	-	-	-	
Computer services	-	-	-	-	-	-	-	-	-	
Consultants and professional services:	-	-	-	-	-	-	-	-	-	
Business and advisory services	-	-	-	-	-	-	-	-	-	
Consultants and professional services:	-	-	-	-	-	-	-	-	-	
Infrastructure and planning	-	-	-	-	-	-	-	-	-	
Consultants and professional services:	-	-	-	-	-	-	-	-	-	
Laboratory services	-	-	-	-	-	-	-	-	-	
Consultants and professional services:	-	-	-	-	-	-	-	-	-	
Legal costs	-	-	-	-	-	-	-	-	-	
Contractors	-	-	-	-	-	-	-	-	-	
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	
Entertainment	-	-	-	-	-	-	-	-	-	
Fleet services (including government motor	-	-	-	-	-	-	-	-	-	
Housing	-	-	-	-	-	-	-	-	-	
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-	
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-	
Inventory: Learner and teacher support	-	-	-	-	-	-	-	-	-	
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-	
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-	
Inventory: Medicine	-	-	-	-	-	-	-	-	-	
Medsas inventory interface	-	-	-	-	-	-	-	-	-	
Inventory: Military stores	-	-	-	-	-	-	-	-	-	
Inventory: Other consumables	-	-	-	-	-	-	-	-	-	
Inventory: Stationery and printing	-	-	-	-	-	-	-	-	-	
Lease payments	-	-	-	-	-	-	-	-	-	
Property payments	-	-	-	-	-	-	-	-	-	
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	
Travel and subsistence	-	-	-	-	-	-	-	-	-	
Training and development	-	-	-	-	-	-	-	-	-	
Operating expenditure	-	-	-	-	-	-	-	-	-	
Venues and facilities	-	-	-	-	-	-	-	-	-	
Rental and hiring	-	-	-	-	-	-	-	-	-	
Interest and rent on land	-	-	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	-	-	
Rent on land	-	-	-	-	-	-	-	-	-	
Transfers and subsidies	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Provinces and municipalities	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Provinces	-	-	-	-	-	-	-	-	-	
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	
Municipalities	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Municipalities	-	-	-	-	-	-	-	-	-	
Municipal agencies and funds	-	-	1760	1000	1000	1000	550	-	-	(45.00)
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	
Social security funds	-	-	-	-	-	-	-	-	-	
Entities	-	-	-	-	-	-	-	-	-	
Higher education institutions	-	-	-	-	-	-	-	-	-	
Foreign governments and international	-	-	-	-	-	-	-	-	-	
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	
Public corporations	-	-	-	-	-	-	-	-	-	
Subsidies on production	-	-	-	-	-	-	-	-	-	
Other transfers	-	-	-	-	-	-	-	-	-	
Private enterprises	-	-	-	-	-	-	-	-	-	
Subsidies on production	-	-	-	-	-	-	-	-	-	
Other transfers	-	-	-	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	-	-	
Households	-	-	-	-	-	-	-	-	-	
Social benefits	-	-	-	-	-	-	-	-	-	
Other transfers to households	-	-	-	-	-	-	-	-	-	
Payments for capital assets	-	-	-	-	-	-	-	-	-	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Buildings	-	-	-	-	-	-	-	-	-	
Other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Transport equipment	-	-	-	-	-	-	-	-	-	
Other machinery and equipment	-	-	-	-	-	-	-	-	-	
Heritage assets	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible	-	-	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	-	-	
Total economic classification	-	-	1760	1000	1000	1000	550	-	-	(45.00)

Table B. 3: Financial information for public entities

This information has been filled-in on a separate sheet by public entities.
That sheet must be submitted.
DO NOT DELETE THIS AREA

Table B. 4: Detailed financial information for other entities

R' 000		Audited			Main	Adjusted	Revised	Medium-term estimates			% change
Entity Name	Sub-programme	2009/10	2010/11	2011/12		2012/13		2013/14	2014/15	2015/16	from 2012/13
Transfers to beneficiaries	2.1 Intergrated Economic Development Services	480	-	-	34 802	34 802	32 444	37 541	38 819	39 001	15.71
Total		480	-	-	34 802	34 802	32 444	37 541	38 819	39 001	15.71

Table B. 5: Transfers to local government by category and municipality

R' 000	Audited			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2012/13
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16	
Category A	3 300	3 498	-	-	-	-	-	-	-	-
Nelson Mandela Metro	3 300	3 498	-	-	-	-	-	-	-	-
Buffalo City	-	-	-	-	-	-	-	-	-	-
Category B	-	2 500	1992	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Amahlathi	-	1500	-	-	-	-	-	-	-	-
Baviaans	-	-	-	-	-	-	-	-	-	-
Blue Crane Route	-	-	-	-	-	-	-	-	-	-
Camdeboo	-	-	-	-	-	-	-	-	-	-
Elundini	-	-	-	-	-	-	-	-	-	-
Emalahleni	-	-	-	-	-	-	-	-	-	-
Engcobo	-	-	-	-	-	-	-	-	-	-
Gariep	-	-	-	-	-	-	-	-	-	-
Great Kei	-	-	-	-	-	-	-	-	-	-
Ikwezi	-	-	-	-	-	-	-	-	-	-
Ingquza	-	-	-	-	-	-	-	-	-	-
Inkwanca	-	-	-	-	-	-	-	-	-	-
Intsika Yethu	-	-	-	-	-	-	-	-	-	-
Inxuba Yethemba	-	-	-	-	-	-	-	-	-	-
King Sabata Dalindyebo	-	-	-	-	-	-	-	-	-	-
Kouga	-	-	-	-	-	-	-	-	-	-
Koukamma	-	-	-	-	-	-	-	-	-	-
Lukhanji	-	-	-	-	-	-	-	-	-	-
Makana	-	-	-	-	-	-	-	-	-	-
Maletswai	-	-	-	-	-	-	-	-	-	-
Matatiele	-	-	-	-	-	-	-	-	-	-
Mbhashe	-	-	-	-	-	-	-	-	-	-
Mbizana	-	-	-	-	-	-	-	-	-	-
Mhlontlo	-	-	-	-	-	-	-	-	-	-
Mnquma	-	-	-	-	-	-	-	-	-	-
Ndlambe	-	1000	-	-	-	-	-	-	-	-
Ngqushwa	-	-	-	-	-	-	-	-	-	-
Nkonkobe	-	-	-	-	-	-	-	-	-	-
Ntabankulu	-	-	-	-	-	-	-	-	-	-
Nxuba	-	-	-	-	-	-	-	-	-	-
Nyandeni	-	-	-	-	-	-	-	-	-	-
Port St Johns	-	-	200	-	-	-	-	-	-	-
Qaukeni	-	-	-	-	-	-	-	-	-	-
Sakiszwe	-	-	-	-	-	-	-	-	-	-
Senqu	-	-	300	-	-	-	-	-	-	-
Sundays River Valley	-	-	-	-	-	-	-	-	-	-
Tsolwana	-	-	-	-	-	-	-	-	-	-
Umzimkhulu	-	-	-	-	-	-	-	-	-	-
Umzimvubu	-	-	500	-	-	-	-	-	-	-
Unallocated	-	-	992	3 000	3 000	3 000	8 073	7 892	8 255	169.10
Category C	31061	25 587	1960	-	-	-	-	-	-	-
Alfred Nzo	5 775	6 122	-	-	-	-	-	-	-	-
Amathole	3 300	3 498	155	-	-	-	-	-	-	-
Cacadu	3 300	3 498	-	-	-	-	-	-	-	-
Chris Hani	5 775	6 121	1805	-	-	-	-	-	-	-
OR Tambo	5 775	6 121	-	-	-	-	-	-	-	-
Joe Gqabi	5 775	6 122	-	-	-	-	-	-	-	-
Unallocated	1361	(5 895)	-	-	-	-	-	-	-	-
Total transfers	34 361	31 585	3 952	3 000	3 000	3 000	8 073	7 892	8 255	169.10

Note: Excludes regional services council levy.

◆ END OF EPRE ◆