

Vote 09

Department: *Economic Development, Environmental Affairs and Tourism*

Table 1: Summary of departmental allocation

R'000	
To be appropriated by Vote in 2020/21	R1 602 602
Responsible Executive Authority	MEC of Economic Development, Environmental Affairs and Tourism
Administering Department	Department of Economic Development, Environmental Affairs and Tourism
Accounting Officer	Head of Department

1 Overview

1.1 Vision

By 2030, the Province will have a transformed, diversified and inclusive economy.

1.2 Mission

To be a Provincial catalyst for sustainable inclusive economic growth and development through promotion, financing, empowerment and technical support of development activities.

1.3 Core functions and responsibilities

The core functions of the department are summarised as follows:

- To drive economic growth and development in the Eastern Cape;
- To develop key sectors of the economy through the provincial economic development strategy;
- To develop and promote the provincial tourism sector;
- To provide consumer protection services, gambling and betting regulations, trade inspection and regulate the liquor industry; and
- To develop regulatory frameworks and monitor the implementation of policies for the protection of biodiversity and environment in the province.

1.4 Main Services

The department's core services are centred around economic and tourism development as well as environmental management. These services include but not limited to:

- Coordinate all strategic initiatives relating to the creation of decent work through inclusive economic growth; including the implementations of the relevant components of the National Development Plan, Vision 2030 and a number of sector strategies.

- Develop and utilise strategic frameworks and partnerships for the support and promotion of sustainable Small Medium and Micro Enterprises (SMMEs) and Cooperatives as well as support local procurement in the province
- Promote entrepreneurship and job creation through the Isiqalo Youth Fund.
- Promote economic development through the Provincial Economic Stimulus Fund (PESF).
- Promote economic growth and development of local economies in partnership with key stakeholders by aligning Local Economic Development (LED) initiatives with government programmes as well as creating and facilitating an enabling environment for implementation. This includes small town revitalisation and the development of township economies.
- Increase the number of jobs created through sector and cluster development and support sustainable initiatives, agro-processing, manufacturing and the revitalisation of old industrial parks.
- Facilitate the development of strategic infrastructure projects that will stimulate the competitiveness of priority sectors in the provincial economy. Focus is placed on socio-economic infrastructure, Operation Phakisa, the Black Industrialisation Programme and support of Strategic Infrastructure Programmes (SIPs).
- Support manufacturing and service industries through the promotion of special economic zones.
- 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.
- Support the development of tourism in the province for competitive product offerings.
- Establish, implement and maintain effective systems to manage the sustainable utilisation of biological resources and conservation of ecosystems.
- Establish, implement and maintain effective systems using environmental legislation to protect the environment and implement environmental awareness programmes to empower communities.
- Facilitate informed environmental decision-making through the implementation of comprehensive environmental planning and coordination mechanisms.

1.5 Demands for and expected changes in the services

The department is the centre for economic growth and sustainable development through collaboration, co-ordination, facilitation, integration and support provided to all Economic Development (ED) cluster departments in order to improve economic growth and sustainable development. The province is faced with high unemployment rate as well as high level of inequality and distribution of income. Furthermore, de-industrialisation and the poor investor climate create a challenging environment for the department to create economic opportunities for investment and associated job creation. The Provincial Economic Development Strategy (PEDS) and the Jobs Strategy require a new set of industrial skills in areas such as petrochemicals, green technology manufacturing, agro-processing and auto-manufacturing.

Over the 2020 MTEF, the focus will be on the coordination and implementation of key economic projects to stimulate economic growth and development in the province. The LRED is a good example of heightened demand, where a single window for call for proposals attracts in excess of 300 applicants. The Isiqalo and Provincial Economic Stimulus Funds are also seeing big demands for financing. There is also a huge demand for SMME assistance with financing through the ECDC, which is unable to meet demand. As a result, an average of 190 SMMEs are supported at a cost of approximately R43 million, a figure which is insignificant considering the need for entrepreneurship and job creation in the Province.

The department foresees an increased demand on skills development programmes and applications for financial and non-financial support from SMME's and cooperatives. Although the skills development

programmes at Easter Cape Development Corporation (ECDC) and Coega Development Corporation (CDC) should be able to meet the demand for skills, the department may not have sufficient financial resources to meet the needs for support to the SMME and cooperative sectors. The fourth industrial revolution requires new types of skills, which cannot be implemented by the department alone but supported in large part by the private sector.

The Eastern Cape Gambling Amendment Act, 2015 (Act No. 1 of 2015) amended the Eastern Cape Gambling Act, 1997 (Act No. 5 of 1997) and came into operation on 1 August 2016. On 19 February 2018 the Honourable Premier published a Proclamation bringing into operation section 4 and section 5 of the Eastern Cape Gambling Amendment Act, 2015 (Act No. 1 of 2015). These sections provide that the juristic person will be known as the Eastern Cape Gambling Board (ECGB). The impact of the legislation on the ECGB provides for the following: reinforced monitoring to enforce compliance by the industry; an expanded revenue-base and increased economic contribution; a revised regulatory system that caters for new forms of gambling; a quicker decision making process and responsiveness to demands; and enhanced suitability of mechanisms to promote entry into the industry.

1.6 The Acts, rules and regulations

The department operates in a highly regulated environment, with more than 100 Acts and Regulations that serve as operational boundaries of the DEDEAT Group (department and its six public entities). The following key acts, rules and regulations are applicable to the core functions of the department: Consumer Protection Act, 2008; Broad Based Black Economic Empowerment Amended Act, 2013; Co-operatives Bank Act, 2005; Amended Co-operatives Act, 2013; National Gambling and Betting Act, 2008; National Small Business Act, 1996; National Liquor Act, 2003; Eastern Cape Liquor Act, 2003; Unfair Business Act, 1998; National Credit Act, 2006; Eastern Cape Eastern Cape Gambling Amendment Act, 1 of 2015; Eastern Cape Development Corporation Act, 1997; Eastern Cape Parks and Tourism Agency Act, 2010; Nature Conservation Ordinance, 1974; Environmental Management Act, 1998; Environmental Conservation Act, 1998; National Environmental Management Air Quality Act, 2004; National Environmental Management Biodiversity Act, 2004; National Environmental Management Integrated Coastal Management Act, 2008; National Environmental Management Waste Act, 2008; National Environmental Management Protected Areas Act, 2009, and Special Economic Zones Act, 2014; Eastern Cape Liquor Authority Act, 2018 (Act No, 4 of 2018); and Eastern Cape Consumer Protection Act, 2018 (Act No. 3 of 2018).

1.7 Budget decisions

The current economic climate and the constraints placed on the provincial financial resources has directed the department to prioritise its budget allocation within its programmes within the limited resources. The economic growth rate of the country and province continue to be depressed. The provincial economy will continue to limp at a rate below 1.5 per cent GDP growth rate per annum for the next 3 years. The department will continue with its untiring efforts of donor mobilisation and working with private sector in order to leverage on their resources in projects where there are common goals. The establishment of the Isiqalo fund and the economic stimulus fund, which have a combined allocation close to R415 million in 2020/21, are designed to spur critical support necessary for economic growth and development in the province.

Cost containment measures will continue to be applied by the department over the 2020 MTEF and value for money spending. The department intends to leverage other funding sources, e.g. the R1 billion funding announced in the budget by the President on business incubation. The department intends to develop and finalise its business incubation strategy in 2020/21. The department aims to ensure that resources are allocated to meet provincial priorities and to improve the quality and effectiveness of spending within the sustainable fiscal limits.

The departmental budget process guaranteed that existing budget are more closely aligned with policy priorities and objectives that are funded within the current aggregate expenditure ceiling. Over the 2020 MTEF, the baseline allocation in the group have been reduced due to budgetary pressures being experienced by government. All 3C's (ECGB, ECLB and ECPTA) public entities budget has been cut by 5-7 per cent and all 3D's (CDC, ECDC and ELIDZ) operational budget has also been cut by the same percentage, these will result in reduction in the set targets of the public entities performance, which will impact on service delivery. The challenge is further compounded by lack of funding clarity from the Department of Trade and Industry (DTI) since the enactment of the Social Economic Zone (SEZ) Act. Similarly, the Department of Agriculture, Forestry and Fisheries issuing of fishing licences impacts on the role of development of the oceans economy.

1.8 Aligning departmental budgets to achieve government's prescribed outcomes

The budget is aligned to Priority 1 (Transform the Economy to Serve the People; Priority 6 (South Africa, Africa and the World) and Priority 7 (Preconditions for Success: Electricity, Water, Rail & Ports and Climate Change). The DEDEAT strategy is strictly aligned to the MTSF priorities (Priorities 1, 4 and 6).

It was further aligned to the goals of the PDP, which are aligned to the work of the department and have been factored in the strategy development. These are Goal 1 (Innovative and inclusive growing economy); Goal 2 (An enabling infrastructure network; Goal 3 (Rural development and an innovative and high-value agriculture sector); Goal 4 (Human development) and Goal 5 (Environmental sustainability).

The department's work is influenced by a combination of economic and environmental imperatives in the Eastern Cape, key alignment instrument from international, national, provincial and local levels, structural organisation of the DEDEAT Group as well as the available human and financial resource envelope.

During the current 2020 MTEF period, the department will continue to make use of policies and strategies that enhance economic, environmental management and tourism development. These include the Eastern Cape Biodiversity Strategy and Action Plan (ECBSAP), Climate Change Response Strategy, Provincial Sustainable Energy Strategy, National Biodiversity Economy Strategy, Integrated Waste Management Plans, Eastern Cape Youth Development Strategy, Provincial National Protected Area Expansion Strategy, Industry Action Plan, Agricultural Policy Action Plan, Tourism Master Implementation Plan, BBBEE policy, East Cape Automotive Industry Forum (ECAIF) Automotive Strategy 2024, Automotive Industry Development Centre (AIDC) Automotive Strategy 2024, EC Tooling sector strategy 2024, Provincial EC Integrated SMME Strategy 2015-2020, Co-operative development strategy 2019-2024, Business Incubation Strategy and EC Policy Speeches amongst others.

2 Review of the current financial year (2019/20)

2.1 Key achievements

Trade and sector development created 10 359 jobs opportunities through the attraction of 17 investments into the SEZ's at a value of approximately R1.816 billion at the end of third quarter of 2019/20. This is against the annual targets of 27 890 jobs, 15 investments and R2.790 billion, respectively. The contribution to skills development has seen 2 432 people trained in prioritised sectors against the target of 5 373 people. These trainings took place through CDC, ELIDZ and the ECDC. The supported 2 socio-economic infrastructure projects through ECDC against the target of 4.

Local and Regional Economic Development (LRED) are still being processed and reported at the end of the year. Agro-processing, manufacturing, and sustainable energy projects will also be reported at the end of the year since these are annual targets. In addition, working with Eastern Cape Parks and Tourism Agency (ECPTA), the department raised R4.215 million from hospitality revenue against the annual target of R7.3 million

In respect of the integrated economic development services, the department provided 76 SMMEs against the annual target of 150 with non-financial support in the form of business management training, development of business plans, and marketing. The ECDC disbursed R55 million for SMME loans against the annual target of R95 million.

Furthermore, 90 SMME's and 11 co-operatives were provided with development finance via the ECDC. Two (2) incubation programmes against the annual target of 3 were supported (Cortex Hub and CHEMIN). The Eastern Cape Information Technology Initiative (ECITI) is no longer supported due to financial constraints.

In an effort to improve liquor regulation in the province, the department through the ECLB approved 332 liquor license applications within the legislated 60 working days against the annual target of 100 per cent. The ECGB achieved its target on gambling licence issued. The revised estimate reflects that ECGB will achieve the revenue target of R200 million that was set in 2019/20.

In order to improve compliance to environmental legislation, the department processed 97.5 per cent of the Environmental Impact Assessments (EIA) within legislated timeframes against the annual target of 100 per cent. In support of conservation, efforts and creating awareness 22 environmental awareness activities and 30 environmental capacity building were held throughout the province against the annual targets of 28 and 25, respectively. Work opportunities will be reported at the end of the year since this is an annual target. The department reached 10 553 on number of participants reached through 4 consumer education programmes against the annual target of 9 050 participants and 6, respectively.

2.2 Key challenges

The key challenges over the past year are as follows:

- The ECDC is experiencing funding challenges, which affect further lending and support to the SMME sector.
- The quality of applications for Local and Regional Economic Development (LRED) project funding remains a challenge. To date only 2 applications have been funded.
- The Province does not have an incentive scheme for SEZ, which is a requirement in the SEZ Act.
- Road infrastructure and other ancillary services are hindering the development and promotion of tourism in the province and in particular provincial parks operated by the ECPTA. At least the ECPTA will be able to access about R9 million for reserve upgrades from the Provincial Stimulus Fund.
- The electronic biodiversity permit application system is still not fully functional, which affects the administration of issuing such Threatened or Protected Species (TOPS) permits.
- The department is also hamstrung by a lack of electronic performance management system which is critical considering the number of unique outputs and the six public entities under the umbrella of the department.
- Alignment instruments are diverse and wide. Since we are in the planning cycle, the department is challenged in trying to accommodate the different needs and expectations with limited human and financial resources.

3 Outlook for the coming financial year (2020/21)

The department aims to attract 5 new investors with a value of R400 million in 2020/21 and 15 investors with R1.6 billion over the 2020 MTEF for East London Industrial Development Zone. The department further aims to attract 7 new investors with a value of R360 million in 2020/21 and creating 16 700 job opportunities through Coega Development Corporation (CDC). The department also aims to attract 5 investors with a rand value of R300 million and creating 600 job opportunities in 2020/21 through Eastern

Cape Development Corporation (ECDP). These are less than the projected figures for 2019/20 due to the depressed economic market. The department intends to create 15 400 jobs while simultaneously contributing to skills and development by training approximately 6 800 people. Work will continue on support of 12 sustainable energy, manufacturing and agro-processing initiatives.

There is a plan to support at least 16 projects through the Provincial Stimulus Fund in excess of R415 million in 2020/21. Through the Isiqalo Youth Fund, the department plans to fund 44 projects with a fund of R15 million in 2020/21. Expenditure on these two funds is contingent on the successful submission of credible business plans focusing on projects in the agriculture value chain, manufacturing tourism and creative industries, energy, ocean economy and infrastructure and ICT development sectors.

The department will support 150 SMMEs with non-financial support such as business training, development of plans and marketing. Due to funding challenges, the ELIDZ will support one incubation programme, Cortex hub, until funding is secured for the Chemistry Incubation (CHEMIN) and as well as the Eastern Cape Information Technology Initiative (ECITI). The department will fast track the finalisation of the incubation strategy, which will be used to attract further funding.

Local and Regional Economic Development (LRED) projects funded will continue to be 10 given the size of the allocation and previous experience with projects of this nature. Work on the Oceans economy will continue with various streams although no additional resources have been allocated for this function.

The department will continue to focus on tourism development and transformation as well as heritage tourism and aims to generate revenue of R8.8 million through accommodation establishments and activities in the reserves owned by the ECPTA.

Through the ECLB the department will process all (100 per cent) fully compliant liquor license applications, as well as undertake social responsibility programmes and liquor awareness interventions in the Province. The number of Gambling licences has reached current legislative thresholds and 3 gambling license is targeted for 2020/21, to be issued through the ECGB. This will further enhance revenue collection going forward. A target of R208 million has been set for revenue collection through the ECGB. The ECGB will implement 16 responsible gambling Awareness Sessions/ workshops throughout the province. Through the Consumer awareness programme, the department plans to reach 10 000 participants through six (6) consumer education programmes and other consumer protection initiatives.

In support of sustainable environmental management and sustainable economic development, the department will strive to process all environmental-related applications within legislated timeframes. The department under biodiversity programme intends to issue 1 100 Threatened or Protected Species (TOPS) permits in 2020/21.

Environmental awareness and capacity building activities will continue to play an important role in educating the public on environmental issues. As such, the department will conduct a total of 38 environmental awareness and 37 capacity building activities throughout the province. There are also plans to create approximately 800 work opportunities through environmental programmes.

4 Reprioritisation

Cost containment measures are currently in place and will continue over the MTEF. The drive to intensify cost containment measures has been through monitoring and introduced efforts that have reduced travelling costs for departmental meetings (regions and head office) by the introduction of video conferencing while catering is incurred when necessary in line with the cost containment directives. The resultant savings will be utilised for other departmental projects.

Non-core goods and services budget provisions such as catering, travel and subsistence and venues and facilities were adjusted below the inflationary rate in the 2020 MTEF. The budget committee will continue to play an active role in ensuring that the programmes are spending as projected and the budget pressures are addressed through reprioritisation. The department's has made a concerted effort to be visible to communities within the regions, which will require travelling and subsistence.

The departmental budget is more skewed towards the core business to meet the departmental objectives and mandate through core programmes and Public entities. The department's utilisation of external consultants is done in areas where there are no specialised skills available, such as the manufacturing sector, automotive sector and development of systems and other technical areas.

5 Procurement

The department will procure a number of projects such as catering, travel and subsistence and venues and facilities through the bidding process. A number of projects will also be procured through the quotation process, also attending to the cost containment measures in terms of the long term contract and buying in bulk. Furthermore, will continue to outsource some function due the limited capacity within the department. However, will ensure there is transfer of skills to the departmental staff taking into consideration the gap analysis. The procurement processes will be aligned according to the implementation date of the projects as listed in the departments' procurement plan.

6 Receipts and financing

6.1 Summary of receipts

Table 2: Summary of departmental receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Equitable share	1 037 498	1 075 225	1 158 192	1 479 290	1 402 019	1 387 189	1 600 108	1 558 678	1 211 149	15.3
Conditional grants	2 026	2 554	2 204	2 670	2 670	2 670	2 494	–	–	(6.6)
EPWP Integrated Grants for Provinces	2 026	2 554	2 204	2 670	2 670	2 670	2 494	–	–	(6.6)
							–	–	–	
Total receipts	1 039 524	1 077 779	1 160 396	1 481 960	1 404 689	1 389 859	1 602 602	1 558 678	1 211 149	15.3
<i>if which</i>										
Departmental receipts	201 567	206 562	218 745	230 560	230 560	233 412	251 322	269 873	282 558	7.7

Table 2 above reflects the summary of departmental receipts which consist of equitable share, conditional grants and own revenue from 2016/17 to 2022/23. The actual receipts increased from R1.039 billion in 2016/17 to R1.389 billion in the 2019/20 revised estimates. This is due to the allocation of the economic stimulus fund to stimulate provincial economic growth. In 2020/21, the total receipts increase by 15.3 per cent to R1.603 billion, which is mainly due the additional funds for ECDC and the rescheduling of provincial economic stimulus funds from 2019/20.

6.2 Departmental receipts collection

Table 3: Summary of departmental receipts and collection

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Tax receipts	194 108	200 872	207 331	228 319	228 319	229 573	248 957	267 621	280 199	8.4
Casino taxes	159 638	168 799	176 212	187 291	187 291	186 871	202 674	217 957	228 201	8.5
Horse racing taxes	14 028	12 106	14 710	16 285	16 285	16 563	17 180	18 125	18 977	3.7
Liquor licences	20 442	19 967	16 409	24 743	24 743	26 139	29 103	31 539	33 021	11.3
Motor vehicle licences	–	–	–	–	–	–	–	–	–	–
Sales of goods and services of	1 197	1 205	1 367	1 433	1 433	1 450	1 513	1 353	1 417	4.3
Transfers received	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 019	465	90	–	–	1 165	–	–	–	(100.0)
Interest, dividends and rent on l	325	279	384	719	719	1 017	758	800	838	(25.5)
Sales of capital assets	–	178	–	–	–	–	–	–	–	–
Transactions in financial assets	4 918	3 563	9 573	89	89	207	94	99	104	(54.6)
Total departmental receipts	201 567	206 562	218 745	230 560	230 560	233 412	251 322	269 873	282 558	7.7

The revenue drivers are casino taxes, liquor licences, sale of permits for environmental affairs and the implementation of gambling activities (e.g. bingo). Departmental own receipts increased from R201.567 million in 2016/17 to a revised estimate of R233.412 million in 2019/20 due to surrender of

unallocated funds for liquor license application by Eastern Cape Liquor Board . In 2020/21, the revenue increases to R251.322 million due to expansion of limited pay-out machine by ECGB and further additional funds provided for compliance and enforcement to improve revenue collection by ECLB.

6.3 Official development assistance (donor funding)

Table 4: Summary of departmental donor funding receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	2019/20
Donor organisations										
European Union	-	2 641	-	13 679	27 359	27 359	-	-	-	(100.00)
European Union	-	6 274	-	-	-	-	-	-	-	
Total receipts	-	8 915	-	13 679	27 359	27 359	-	-	-	(100.00)

Table 5: Summary of departmental donor funding payments

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	2019/20
Donor organisations										
European Union	-	2 641	-	13 679	27 359	27 359	-	-	-	(100.00)
European Union	-	6 274	-	-	-	-	-	-	-	
Total payments	-	8 915	-	13 679	27 359	27 359	-	-	-	(100.00)

Tables 4 and 5 above shows that the department estimates to receive and spend donor funding of R27.359 million in 2019/20. This is mainly for managing school toilets waste in order to generate fertiliser and cooking gas for school garden and feeding schemes, which will be implemented by the ECDC at Amathole District Municipality.

7 Payment summary

7.1 Key assumptions

The key assumptions taken into consideration when this budget was formulated are:

- Salary increases were taken into account as per the budget guidelines 2020 MTEF off which CPI plus 1 per cent for levels 1-7, CPI plus 0.5 per cent for levels 8-10 and CPI for levels 11-16;
- Inflationary increases in other expenditure items are based on the following CPI rates: 4.8 per cent in 2020/21, 4.8 per cent in 2021/22 and 4.7 per cent in 2022/23;
- Cost containment measures to be implemented as much as possible in order to ensure an efficient use of fiscal resources.

7.2 Programme summary

Table 6: Summary of payments and estimates by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
1. Administration	220 907	219 921	224 888	241 697	244 053	242 674	256 155	265 170	275 305	5.6
2. Economic Development And Tourism	522 790	569 345	598 608	904 203	818 356	813 003	996 600	935 279	566 892	22.6
3. Environmental Affairs	295 827	288 513	336 900	336 060	342 280	334 182	349 847	358 229	368 952	4.7
Total payments and estimates	1 039 524	1 077 779	1 160 396	1 481 960	1 404 689	1 389 859	1 602 602	1 558 678	1 211 149	15.3

7.3 Summary of economic classification

Table 7: Summary of payments and estimates by economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Current payments	355 171	365 109	382 114	414 521	411 700	409 082	443 522	460 883	479 332	8.4
Compensation of employees	225 822	240 050	257 573	269 962	267 579	266 578	297 793	308 937	323 457	11.7
Goods and services	129 349	125 059	124 541	144 559	144 121	142 504	145 729	151 946	155 875	2.3
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	648 398	668 698	765 251	1 028 147	982 866	970 612	1 146 934	1 086 512	720 003	18.2
Provinces and municipalities	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11.5
Departmental agencies and accounts	590 940	636 482	728 667	982 475	923 234	910 374	1 096 885	1 038 596	669 091	20.5
Higher education institutions	3 042	-	-	600	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31.4)
Non-profit institutions	1 300	1 268	1 575	1 526	1 526	1 978	1 609	1 697	1 777	(18.7)
Households	2 378	1 109	1 689	4 590	4 150	4 304	3 313	3 488	3 651	(23.0)
Payments for capital assets	33 897	43 764	13 031	39 292	10 123	10 165	12 146	11 283	11 814	19.5
Buildings and other fixed structures	21 357	30 974	1 326	28 954	-	-	-	-	-	-
Machinery and equipment	12 540	12 790	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19.5
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	2 058	208	-	-	-	-	-	-	-	-
Total economic classification	1 039 524	1 077 779	1 160 396	1 481 960	1 404 689	1 389 859	1 602 602	1 558 678	1 211 149	15.3

Tables 6 and 7 show the summary of payments and estimates per programme and economic classification. The actual expenditure increased from R1.039 billion in 2016/17 to a revised estimate of R1.389 billion in 2019/20 due to funds for provincial economic stimulus. The budget further increases by 15.3 per cent to R1.602 billion in 2020/21 due to the ECDC additional funds and the rescheduling of provincial economic stimulus funds.

Compensation of Employees increased from R225.822 million in 2016/17 to a revised estimate of R266.578 million in 2019/20 and further increased by 11.7 per cent to R297.793 million in 2020/21 due to the annual improvement in conditions of services (ICS adjustment) throughout the years. The 2020/21 budget includes funds to create human resource capacity in critical areas in the core programmes.

Expenditure on Goods and Services increased from R129.349 million to a revised estimate of R142.504 million in 2019/20 as a result of the implementation of Organisational Development and Human Resources planning projects. In 2020/21, the budget increases by 2.3 per cent to R145.729 million due to the baseline reductions.

Transfers to public entities are the main cost driver of expenditure. Transfers and Subsidies increased from R648.398 million in 2016/17 to a revised estimate of R970.612 million in 2019/20. This was due to funds for economic stimulus package. In 2020/21, the budget increases by 18.2 per cent to R1.146 billion, due to the ECDC additional funds and the rescheduling of provincial economic stimulus funds.

Payments for Capital assets decreased from R33.897 million in 2016/17 to a revised estimate of R10.165 million in 2019/20. Funds for CDC social infrastructure capital projects could not be spent in 2019/20 and were thus devoted during the 2019/20 Adjustments Estimates from the departmental baseline. In 2020/21, the budget increases by 19.5 per cent to R12.146 million due to provision made to procure office furniture for Amatole and Maluti regional offices.

7.4 Expenditure by Municipal Boundary

Table 8: Summary of departmental payments and estimates by benefiting municipal boundary

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Buffalo City	970 593	1 022 341	1 116 540	1 407 384	1 281 830	1 267 000	1 500 950	1 523 678	1 211 149	18.5
Nelson Mandela Bay	58 000	40 000	31 270	56 620	104 903	104 903	81 525	35 000	-	(22.3)
Cacadu District Municipality	4 256	2 554	-	2 670	2 670	2 670	3 494	-	-	30.9
Dr Beyers Naude	-	2 554	-	-	-	-	-	-	-	
Blue Crane Route	-	-	-	-	-	-	-	-	-	
Makana	1 600	-	-	-	-	-	-	-	-	
Ndlambe	2 656	-	-	-	-	-	-	-	-	
Sunday s River Valley	-	-	-	-	-	-	-	-	-	
Kouga	-	-	-	-	-	-	-	-	-	
Kou-Kamma	-	-	-	2 670	2 670	2 670	3 494	-	-	30.9
Amatole District Municipality	200	2 400	4 543	4 000	4 000	4 000	11 633	-	-	190.8
Mbhashe	-	-	-	4 000	4 000	4 000	-	-	-	(100.0)
Mnquma	-	2 400	1 543	-	-	-	-	-	-	
Great Kei	200	-	3 000	-	-	-	-	-	-	
Amahlathi	-	-	-	-	-	-	6 633	-	-	
Ngqushwa	-	-	-	-	-	-	-	-	-	
Raymond Mhlaba	-	-	-	-	-	-	5 000	-	-	
Chris Hani District Municipality	200	2 400	4 543	3 000	3 000	3 000	2 500	-	-	(16.7)
Inxuba Yethemba	-	-	-	3 000	3 000	3 000	-	-	-	(100.0)
Intsika Yethu	-	2 400	1 543	-	-	-	-	-	-	
Emalahleni	200	-	3 000	-	-	-	-	-	-	
Engcobo	-	-	-	-	-	-	-	-	-	
Sakhisizwe	-	-	-	-	-	-	2 500	-	-	
Enoch Mgijima	-	-	-	-	-	-	-	-	-	
Joe Gqabi District Municipality	1 500	500	500	2 000	2 000	2 000	-	-	-	(100.0)
Elundini	500	500	500	-	-	-	-	-	-	
Senqu	-	-	-	-	-	-	-	-	-	
Walter Sisulu	1 000	-	-	2 000	2 000	2 000	-	-	-	(100.0)
O.R. Tambo District Municipality	1 800	6 784	3 000	3 000	3 000	3 000	2 500	-	-	(16.7)
Ngquza Hill	-	-	-	-	-	-	-	-	-	
Port St Johns	-	200	3 000	3 000	3 000	3 000	-	-	-	(100.0)
Nyandeni	500	6 084	-	-	-	-	-	-	-	
Mhlontlo	1 000	-	-	-	-	-	-	-	-	
King Sabata Dalindyebo	300	500	-	-	-	-	2 500	-	-	
Alfred Nzo District Municipality	1 000	800	-	3 286	3 286	3 286	-	-	-	(100.0)
Matatiele	-	-	-	-	-	-	-	-	-	
Umtzimvubu	-	300	-	-	-	-	-	-	-	
Mbizana	-	500	-	3 286	3 286	3 286	-	-	-	(100.0)
Ntabankulu	1 000	-	-	-	-	-	-	-	-	
District Municipalities	1 975	-	-	-	-	-	-	-	-	
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	
Amatole District Municipality	1 975	-	-	-	-	-	-	-	-	
Chris Hani District Municipality	-	-	-	-	-	-	-	-	-	
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	
Joe Gqabi District Municipality	-	-	-	-	-	-	-	-	-	
O.R. Tambo District Municipality	-	-	-	-	-	-	-	-	-	
Alfred Nzo District Municipality	-	-	-	-	-	-	-	-	-	
Unallocated	-	-	-	-	-	-	-	-	-	
Total transfers to municipalities	1 039 524	1 077 779	1 160 396	1 481 960	1 404 689	1 389 859	1 602 602	1 558 678	1 211 149	15.3

Table 8 above show the departmental payments and estimates by municipal boundary. The budget decreases from R1.039 billion in 2016/17 to a revised estimate of R1.389 billion. The Buffalo City Metropolitan Municipality reflects a highest budget allocation as compared to other district and local municipalities due to funds allocated to public entities and head office.

7.5 Infrastructure payments

7.5.1 Departmental Infrastructure payments

Table 9: Summary of departmental infrastructure payments

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Existing infrastructure assets	–	–	–	–	–	–	–	–	–
Maintenance and repairs	–	–	–	–	–	–	–	–	–
Upgrades and additions	–	–	–	–	–	–	–	–	–
Refurbishment and rehabilitation	–	–	–	–	–	–	–	–	–
New infrastructure assets	–	36 908	–	28 954	–	–	–	–	–
Infrastructure transfers	9 500	39 521	1 326	–	176 789	176 789	29 907	–	–
Current	–	–	–	–	–	–	–	–	–
Capital	9 500	39 521	1 326	–	176 789	176 789	29 907	–	–
Infrastructure payments for financial assets	–	–	–	–	–	–	–	–	–
Infrastructure leases	–	–	–	–	–	–	–	–	–
Non infrastructure	2 656	2 554	2 204	2 670	2 670	2 670	2 494	–	–
Total department infrastructure	12 156	78 983	3 530	31 624	179 459	179 459	32 401	–	–

Table 9 above shows the summary of infrastructure payment per category from 2016/17 to 2022/23. The budget increases from R12.156 million in 2016/17 to a revised estimate of R179.459 million in 2019/20 due to the projects funded from the Provincial Economic Stimulus Fund (PESF). In 2020/21, it decrease to R32.401 million due to funding for PESF that has been allocated to the departmental agencies and accounts.

7.6 Maintenance

None

7.7 Conditional grants payments

7.7.1 Conditional grants payments

Table 10: Summary of departmental conditional grants by grant

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
EPWP Integrated Grant to Provinces	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)
Total	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)

7.7.2 Conditional grant payments by economic classification

Table 11: Summary of departmental conditional grants by economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Current payments	-	-	-	-	-	-	-	-	-	
Compensation of employees	-	-	-	-	-	-	-	-	-	
Goods and services	-	-	-	-	-	-	-	-	-	
Interest and rent on land	-	-	-	-	-	-	-	-	-	
Transfers and subsidies	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)
Provinces and municipalities	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	
Households	-	-	-	-	-	-	-	-	-	
Payments for capital assets	-	-	-	-	-	-	-	-	-	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Heritage assets	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	-	-	
Total	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)

Table 10 and 11 above shows a summary of the department's conditional grants, which decreases from R2.656 million in 2016/17 to revised estimates of R2.670 million due to full transfer of EPWP integrated grant for provinces utilised on projects relating to cleaning, poverty alleviation and job creation. The grant decreases by 6.6 per cent to R2.494 million in 2020/21.

7.8 Transfers

7.8.1 Transfers to public entities

Table 12: Summary of transfers to public entities by entity

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
East London Industrial Development Zone Corpora	100 866	106 767	112 172	115 604	181 575	181 576	113 270	115 434	117 672	(37.6)
Eastern Cape Development Corporation	153 023	184 022	236 344	472 139	217 842	211 881	552 099	530 842	182 534	160.6
EC Provincial Arts and Culture Council	-	-	-	-	13 311	13 311	-	-	-	(100.0)
EC Gambling and Betting Board	49 454	53 072	55 761	58 710	58 710	58 710	61 322	64 295	68 339	4.4
EC Liquor Board	48 392	56 668	59 541	62 483	62 483	62 483	68 232	71 694	75 034	9.2
EC Parks and Tourism Agency	196 205	195 953	233 579	215 119	222 695	215 795	220 437	221 331	225 512	2.2
EC Rural Development Agency	-	-	-	-	18 715	18 715	-	-	-	(100.0)
EC Socio-Economic Consultative Council	-	-	-	-	-	-	-	-	-	
Mayibuye Transport Corporation	-	-	-	-	-	-	-	-	-	
Coega Development Corporation	43 000	40 000	31 270	56 620	104 903	104 903	81 525	35 000	-	(22.3)
Total departmental transfers	590 940	636 482	728 667	980 675	880 234	867 374	1 096 885	1 038 596	669 091	26.5

Table 12 show the summary of transfers to public entities. The relationship between the department and its entities is formalised through shareholder compacts and service level agreements (SLAs). The transfers to public entities comprise 68.4 per cent of the departmental budget for 2020/21.

Expenditure by public entities increased from R590.940 million in 2016/17 to a revised estimate of R867.374 million in 2019/20 due to provincial economic stimulus funds. In 2020/21, budget increases

further to R1.096 billion or 26.2 per cent due to the ECDC additional funds and the rescheduling of provincial economic stimulus funds from 2019/20.

7.8.2 Transfers to other entities

Table 13: Summary of transfers to other entities

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Rhodes University	–	–	–	–	–	–	–	–	–	
Fort Hare University	–	–	–	–	–	–	–	–	–	
Nelson Mandela Metropolitan University	–	–	–	–	–	–	–	–	–	
LRED Fund	22 437	15 000	19 870	20 000	20 000	20 000	19 000	21 100	22 092	(5.0)
Chemin Incubation	1 800	1 801	–	1 800	–	–	–	–	–	
Non Profit Institutions	1 300	1 268	1 575	1 526	1 526	1 978	1 609	1 697	1 777	(18.7)
Isiqalo youth funds	–	–	–	–	15 000	15 000	5 000	–	–	(66.7)
Total departmental transfers	25 537	18 069	21 445	23 326	36 526	36 978	25 609	22 797	23 869	(30.7)

7.9 Transfers

Table 13 above provides for all departmental transfers to other entities other than Public Corporations and Private Enterprises. Transfers to other entities increased from R25.537 million in 2016/17 to a revised estimate of R36.978 million in 2019/20. In 2020/21, it decreases by 30.7 per cent to R25.609 million due to the Isiqalo youth projects being allocated to departmental agencies and accounts.

The Local and Regional Economic Development (LRED) funds are transferred to businesses and industries from different sectors such as agriculture, manufacturing, tourism, agro-processing, aquaculture, renewable energy, services, mining and construction. The transfer to the Chemin Incubator is for training and support materials for the SMME training in the chemistry sector incubation programme.

7.9.1 Transfers to local government

Table 14: Transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Category A	15 000	–	–	–	–	–	–	–	–	
Category B	9 526	13 038	12 450	17 956	17 956	17 956	20 127	–	–	12.1
Category C	1 975	–	–	–	–	–	–	–	–	
Unallocated	–	–	1 000	1 000	1 000	1 000	1 000	21 631	23 392	0.0
Total departmental transfers	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11.5

7.9.2 Transfers to

The department, in partnership with local municipalities has been utilising its funds and the EPWP grant to create jobs on environmental sector projects. The transfers to municipality's decreases from R26.501 million in 2016/17 to a revised estimate of R18.956 million in the 2019/20 revised estimate due to the reduction of funds allocated to municipalities for EPWP projects. In 2020/21, an amount of R21.127 million has been allocated.

8 Programme description

8.1 Programme 1: Administration

Objectives: 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:

- **Office of the MEC:** To effectively and efficiently manage and direct the activities of the MEC;
- **Office of the HOD:** To manage and direct the departmental transversal administrative programmes that give leadership to the department and effectively maintain an oversight function of the whole department's mandate and function;
- **Financial Management:** To provide an effective financial management function and ensure implementation of the PFMA and other related financial regulations and policies; and
- **Corporate Services:** To ensure adequate provision of institutional capacity through effective human capital management and organisational development interventions.

Table 15: Summary of payments and estimates: Sub-Programme P1- Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
1. Office of the MEC	2 130	2 233	3 345	4 372	2 056	1 821	3 188	3 086	3 231	75.1
2. Office of the HOD	68 197	64 192	55 408	67 765	68 609	67 136	37 785	39 678	41 540	(43.7)
3. Financial Management	99 471	98 247	108 774	113 470	113 712	114 126	115 514	119 279	122 560	1.2
4. Corporate Services	51 109	55 249	57 361	56 090	59 676	59 591	99 668	103 127	107 974	67.3
Total payments and estimates	220 907	219 921	224 888	241 697	244 053	242 674	256 155	265 170	275 305	5.6

Table 16: Summary of payments and estimates by economic classification: P1- Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Current payments	205 178	205 849	211 494	226 169	229 780	228 297	240 696	250 399	259 840	5.4
Compensation of employees	108 294	111 326	115 193	124 254	119 367	118 841	133 843	140 150	146 737	12.6
Goods and services	96 884	94 523	96 301	101 915	110 413	109 456	106 853	110 249	113 103	(2.4)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	2 378	1 109	1 689	5 190	4 150	4 212	3 313	3 488	3 651	(21.3)
Provinces and municipalities	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	600	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	2 378	1 109	1 689	4 590	4 150	4 212	3 313	3 488	3 651	(21.3)
Payments for capital assets	11 293	12 755	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19.5
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	11 293	12 755	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19.5
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	2 058	208	-	-	-	-	-	-	-	-
Total economic classification	220 907	219 921	224 888	241 697	244 053	242 674	256 155	265 170	275 305	5.6

Tables 15 and 16 above, shows that actual expenditure increased from R220.907 million in 2016/17 to a revised estimate of R242.674 million in 2019/20 due to the centralisation of expenditure to this programme. In 2020/21, the budget increases by 5.6 per cent to R256.155 million due to CPI inflationary adjustment and provision made to fill critical posts.

Compensation of Employees increased from R108.294 million in 2016/17 to a revised estimate of R118.841 million in 2019/20 due to annual ICS adjustments. In 2020/21, the budget increase to R133.843 million or 12.6 per cent due to ICS inflationary adjustments and provision made to fill critical posts to support the department.

Goods and Services increased from R96.884 million in 2016/17 to a revised estimate of R109.456 million in 2019/20 due to the re-alignment of the available funds towards the support of core programmes for legal cost, consultancy services as well as operating leases. In 2020/21, the budget decreases by 2.4 per cent to R106.853 million due to the baseline reductions.

Transfers and Subsidies increased from R2.378 million in 2016/17 to a revised estimate of R4.212 million in 2019/20 due to decline in the natural attrition rate and the payment of leave gratuities. In 2020/21, the budget decreases by 21.3 per cent to R3.313 million as a results of stability of attrition lesser leave gratuities as it is envisaged that there will be stability of attrition rate for departmental employees.

Payments for Capital assets decreased from R11.293 million in 2016/17 to a revised estimate of R10.165 million in 2019/20 due to reduction of funds for finance leases and departmental fleet. In 2020/21, budget increases by 19.5 per cent to R12.416 million due to provision made to procure office furniture for Amatole and Maluti regional offices.

8.2 Programme 2: Economic Development and Tourism

Objectives: Promoting and administering sustainable economic development and job creation. The programme is divided into 5 sub-programmes:

- **Integrated Economic Development Services:** Promotes and supports economic development through shared partnership;
- **Trade and Sector Development:** Stimulates economic growth through industry development, trade and investment promotion;
- **Business Regulation and Governance:** Ensures an enabling socially responsible business environment that allows for predictability;
- **Economic Planning:** Develops provincial economic policies and strategies to achieve and measure sustainable economic development; and
- **Tourism:** Creates an enabling tourism environment through legislation, policy and strategy development as well as create demand and supply for tourism.

Table 17: Summary of departmental payments and estimates by Sub-programme P2 - Economic Development and Tourism

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
R thousand	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23	
1. Integrated Economic Development Services	160 197	160 395	229 216	179 456	63 602	140 047	137 016	145 786	149 253	(2.2)
2. Trade & Sector Development	232 373	262 438	217 738	559 173	590 706	509 376	683 564	604 426	222 302	34.2
3. Business Regulation & Governance	120 019	131 783	138 667	148 013	146 487	146 256	156 503	164 478	173 161	7.0
4. Economic Planning	6 057	4 852	2 498	6 517	6 517	6 474	7 893	8 327	9 337	21.9
5. Tourism	4 144	9 877	10 489	11 044	11 044	10 850	11 624	12 262	12 839	7.1
Total payments and estimates	522 790	569 345	598 608	904 203	818 356	813 003	996 600	935 279	566 892	22.6

Table 18: Summary of departmental payments and estimates by economic classification: Programme P2 - Economic Development and Tourism

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
R thousand	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23	
Current payments	63 304	75 041	75 246	81 244	76 168	76 775	89 137	89 513	93 472	16.1
Compensation of employees	43 010	56 784	58 572	60 406	59 406	59 829	69 697	70 608	74 671	16.5
Goods and services	20 294	18 257	16 674	20 838	16 762	16 946	19 440	18 905	18 801	14.7
Interest and rent on land	—	—	—	—	—	—	—	—	—	—
Transfers and subsidies to:	437 514	463 330	522 036	794 005	742 188	736 228	907 463	845 766	473 420	23.3
Provinces and municipalities	15 500	1 000	770	—	—	—	—	—	—	—
Departmental agencies and accounts	394 735	445 529	501 396	774 005	707 188	701 228	883 463	824 666	451 328	26.0
Higher education institutions	3 042	—	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—	—	—
Public corporations and private enterprises	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31.4)
Non-profit institutions	—	—	—	—	—	—	—	—	—	—
Households	—	—	—	—	—	—	—	—	—	—
Payments for capital assets	21 972	30 974	1 326	28 954	—	—	—	—	—	—
Buildings and other fixed structures	21 357	30 974	1 326	28 954	—	—	—	—	—	—
Machinery and equipment	615	—	—	—	—	—	—	—	—	—
Heritage Assets	—	—	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	—	—	—	—	—	—	—
Payments for financial assets	—	—	—	—	—	—	—	—	—	—
Total economic classification	522 790	569 345	598 608	904 203	818 356	813 003	996 600	935 279	566 892	22.6

Tables 17 and 18 above show expenditure and the budget allocation for Programme 2. The transfers to the entities include the ECDC, CDC, ELIDZ, ECLB and ECGB and account for 88.4 per cent of the programme's budget. The expenditure increases from R522.790 million in 2016/17 to a revised estimate of R813.003 million in 2019/20 due to economic stimulus funds allocated to stimulate the provincial economic growth. In 2020/21, the budget increases by 22.6 per cent to R996.600 million due to the ECDC additional funds and the rescheduling of provincial economic stimulus funds.

Compensation of Employees increased from R43.010 million in 2016/17 to a revised estimate of R59.829 million in 2019/20 due to the filling of vacant posts to strengthen the functional programme performance and ICS inflationary adjustments. The budget increases by 16.5 per cent to R69.657 million in 2020/21 to fill critical vacant posts.

Goods and Services decreased from R20.294 million in 2016/17 to a revised estimate of R16.946 million in 2019/20 as result of the funds for social infrastructure projects being allocated under capital assets. In 2020/21, the budget increases by 14.7 per cent to R19.440 million due to funds allocated for economic development projects like the industrial parks master plan as well as support for economic stimulus, LRED and Isiqalo projects.

Transfers and Subsidies increased from R437.514 million in 2016/17 to a revised estimate of R736.228 million in 2019/20 due to the funds provided for provincial economic stimulus package. In 2020/21, the budget increases further by 23.3 per cent to R907.463 million due to the ECDC additional funds and the rescheduling of provincial economic stimulus funds.

Payment for Capital Assets expenditure decreased from R21.972 million in 2016/17 to zero on revised estimate for 2019/20 due to completion of some CDC Social Infrastructure projects.

8.2.1 Service delivery measures

Table 19: Selected service delivery measures for the Programme: P2 - Economic Development and Tourism

Programme performance measures	Estimated performance	Medium-term estimates		
	2019/20	2020/21	2021/22	2022/23
Number of provincial stimulus projects funded	15	16	16	–
Number of Isiqalo youth projects funded	30	44	46	–
Number of cooperatives provided with non-financial support	108	112	120	130
Number of economic development projects funded at local and regional levels	8	10	12	12
Number of sustainable energy initiatives facilitated	6	6	8	7
Number of manufacturing initiatives facilitated	6	6	8	7
Number of agro-processing initiatives facilitated	5	5	6	5
Public Entities Accountability index	10	10	10	10
Number of policy frameworks developed to enable the ease of doing business	3	3	3	3
Number of consumer education programmes implemented	6	6	6	6
Number of participants reached	9 050	10 000	12 000	13 000
Number of provincial economic intelligence reports produced	4	4	4	5
Status report on implementation of sector policies / strategies	2	2	2	2
Number of people trained	6 430	6 800	6 900	7 500

The department's plans to increase the number of cooperatives funded in 2020/21, and to maintain support to different sectors (sustainable energy, manufacturing, agro-processing) in the economy.

8.3 Programme 3: Environmental Affairs

Objectives: Administers environmental policies that are cascaded from national level in line with the mandate of the department. It regulates environmental management through instruments such as the environmental impact assessments, compliance and enforcement, air quality, waste and biodiversity management tools. The programme is divided into 5 sub-programmes:

- **Environmental Policy, Planning and Coordination:** Ensure the integration of environment objectives in national, provincial and local government planning, including provincial growth and development strategies, and local economic developments plans and integrated plans;
- **Compliance and Enforcement:** Ensure that environmental compliance monitoring systems are established and implemented and ensure the enforcement of legislation and environment authorisations;
- **Environmental Quality Management:** Establish legislation, policies, norms, standards and guidelines for environmental impact management, air quality management and management of waste and pollution at provincial and local sphere of government;
- **Biodiversity Management:** Promote equitable and sustainable use of ecosystem goods and services to contribute to economic development, by managing biodiversity, and its components, processes, habitats and functions as well as effectively mitigate threats to biodiversity; and
- **Environmental Empowerment Services:** Empower and capacitate external stakeholders of the department to meaningfully participate in and contribute to effective environmental management.

Table 20: Summary of payments and estimates: Sub-Programme P3 - Environmental Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23	
1. Environmental Policy, Planning & Coordination	21 368	22 419	24 282	30 832	31 632	32 286	39 029	39 014	42 059	20.9
2. Compliance & Enforcement	45 544	41 225	49 890	51 422	52 170	51 682	51 822	58 011	59 992	0.3
3. Environmental Quality Management	16 960	18 164	20 162	23 021	23 068	22 404	24 717	25 686	26 302	10.3
4. Biodiversity Management	201 722	196 260	230 463	217 236	221 162	214 075	219 986	221 977	226 422	2.8
5. Environmental Empowerment Services	10 233	10 445	12 103	13 549	14 248	13 735	14 293	13 541	14 177	4.1
Total payments and estimates	295 827	288 513	336 900	336 060	342 280	334 182	349 847	358 229	368 952	4.7

Table 21: Summary of payments and estimates by economic classification: P3 - Environmental Affairs

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23	
Current payments	86 689	84 219	95 374	107 108	105 752	104 010	113 689	120 971	126 020	9.3
Compensation of employees	74 518	71 940	83 808	85 302	88 806	87 908	94 253	98 179	102 049	7.2
Goods and services	12 171	12 279	11 566	21 806	16 946	16 102	19 436	22 792	23 971	20.7
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	208 506	204 259	241 526	228 952	236 528	230 172	236 158	237 258	242 932	2.6
Provinces and municipalities	11 001	12 038	12 680	18 956	18 956	18 956	21 127	21 631	23 392	11.5
Departmental agencies and accounts	196 205	190 953	227 271	208 470	216 046	209 146	213 422	213 930	217 763	2.0
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	1 300	1 268	1 575	1 526	1 526	1 978	1 609	1 697	1 777	(18.7)
Households	-	-	-	-	-	92	-	-	-	(100.0)
Payments for capital assets	632	35	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	632	35	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	295 827	288 513	336 900	336 060	342 280	334 182	349 847	358 229	368 952	4.7

Tables 20 and 21 above reflect a stable expenditure increased from R295.827 million in 2016/17 to a revised estimate of R334.182 million in 2019/20 due to funds allocated for reserve upgrades at Eastern Cape Parks and Tourism Agency. In 2020/21, the budget increases by 4.7 per cent to R349.8470 million due to inflationary adjustment.

Compensation of Employees increased from R74.518 million in 2016/17 to a revised estimate of R87.908 million in 2019/20 due to the filling of posts for environmental and law enforcement officers. In 2020/21, the budget increases by 7.2 per cent to R94.253 million for the filling of posts of the environmental officers and provision for ICS adjustment.

Goods and Services increased from R12.171 million in 2016/17 to a revised estimate of R16.102 million in 2019/20 due to the implementation of environmental management programmes such as Biodiversity day, Wetlands programmes and Environmental implementation of the Biodiversity Conservation Strategy Action Plan and ICS inflationary adjustment. In 2020/21, the budget further increases by 20.7 per cent to R19.436 million due to funding of Biodiversity day, Wetlands programmes and Environmental implementation of the Biodiversity Conservation Strategy Action Plan, the development of a Species Management Plan, implementation of the provincial Integrated Waste Management Programmes (IWMPs) research and provincial recycling strategy.

Transfers and Subsidies increased from R208.506 million in 2016/17 to a revised estimate of R230.172 million in 2019/20 due to the implementation of environmental awareness sessions and EPWP job creation programmes for the province. The budget increases by 2.6 per cent to R236.158 million in 2020/21 due to baseline reductions.

Payment for Capital assets expenditure decrease from R632 thousand in 2016/17 to zero in 2019/20 due to the centralisation of capex funds to Administration.

8.3.1 Service delivery measures

Table 22: Selected service delivery measures for the programme: P3: Environmental Affairs

Programme performance measures	Estimated performance	Medium-term estimates			
	2019/20	2020/21	2021/22	2022/23	
Number of biodiversity permits issued within legislated timeframes	1 200	1 100	1 100	1 200	
Number of administrative enforcement notices issued for non compliance with environmental legislation	70	80	80	80	
Number of criminal investigations handed to the NPA for prosecution	65	70	70	70	
Number of compliance inspections conducted	90	100	105	115	
Percentage of complete EIA applications finalized within legislated timeframes	1	1	1	1	
Number of inter-governmental sector tools reviewed	39	1	1	1	
Number of legislated tools developed	1	1	1	1	
Number of functional environmental information management systems maintained	1	1	1	1	
Number of climate change response interventions implemented	-	-	-	-	
Number of s24G applications finalised	6	6	6	6	
Percentage of Atmospheric Emission Licenses issued within legislated timeframes	1	1	1	1	
Percentage of waste licence applications finalised within legislated time-frames	1	1	1	1	
Number of environmental capacity building activities conducted	25	36	36	38	
Number of environmental awareness activities conducted	28	35	37	37	

The department's performance is measured through enforcing environmental legislation and the issuing of permits within legislated timeframes.

9 Other programme information

9.1 Personnel numbers and costs by component

Table 23: Personnel numbers and costs by component

R thousands	Actual						Revised estimate		Medium-term expenditure estimate						Average annual growth over MTEF		
	2016/17		2017/18		2018/19		2019/20		2020/21		2021/22		2022/23		2019/20 - 2022/23		
	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Filled posts	Additional posts	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel growth rate	Costs growth rate	% Costs of Total
Salary level																	
7 - 10	309	117 857	341	144 225	339	90 872	309	6	315	135 516	343	156 803	343	159 724	2,9%	7,3%	51,5%
11 - 12	51	36 284	49	32 788	59	97 009	34	3	37	57 832	39	58 892	39	62 521	1,8%	3,8%	20,6%
13 - 16	42	40 833	37	38 789	40	39 844	32	6	38	40 096	36	45 527	36	51 332	-1,8%	8,6%	15,6%
Other	25	1 800	30	1 800	-	1 476	32	-	32	2 352	32	2 352	32	2 599	-	3,4%	0,8%
Total	545	225 822	557	240 050	546	257 573	515	26	541	266 578	594	297 793	594	308 937	3,2%	6,7%	100,0%
Programme																	
1. Administration	282	108 294	291	111 326	280	115 193	263	7	270	118 841	299	133 843	299	140 150	3,5%	7,3%	45,1%
2. Economic Development And Tourism	100	43 010	100	56 784	100	58 572	93	7	100	59 829	108	69 697	108	70 608	2,6%	7,7%	22,8%
3. Environmental Affairs	163	74 518	166	71 940	166	83 808	159	12	171	87 908	187	94 253	187	102 049	3,0%	5,1%	32,1%
Direct charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	545	225 822	557	240 050	546	257 573	515	26	541	266 578	594	297 793	594	308 937	3,2%	6,7%	100,0%
Employee dispensation classification																	
Public Service Act appointees not covered by OSDs	339	142 388	346	152 011	335	161 832	304	26	330	169 171	383	187 155	383	188 547	5,1%	6,4%	62,4%
Public Service Act appointees still to be covered by OSDs	176	81 334	176	85 939	176	93 641	176	-	176	95 307	176	108 083	176	117 835	-	7,2%	36,8%
Professional Nurses, Staff Nurses and Nursing Assistants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal Professionals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Social Services Professions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Engineering Professions and related occupations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Medical and related professionals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Therapeutic, Diagnostic and other related Allied Health Professionals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Educators and related professionals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others such as interns, EPWP, learnerships, etc	30	2 100	35	2 100	35	2 100	35	-	35	2 100	35	2 555	35	2 555	-	6,8%	0,8%
Total	545	225 822	557	240 050	546	257 573	515	26	541	266 578	594	297 793	594	308 937	3,2%	6,7%	100,0%

¹ Personnel numbers includes all filled posts together with those posts additional to the approved establishment

Table 23 shows personnel numbers and cost by programme and component for 2020 MTEF period. Personnel numbers increase slightly from 545 in 2016/17 to a revised estimate of 541 in 2019/20. The department is focussing on increasing the numbers to 594 by focussing on core programmes to improve service delivery in 2020/21.

9.2 Training

Table 24: Information on training

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Number of staff	545	557	546	585	541	541	594	594	594	9,8
Number of personnel trained	200	150	257	200	320	320	370	220	230	15,6
of which										
Male	75	55	85	80	120	120	150	80	80	25,0
Female	125	95	172	120	200	200	220	140	150	10,0
Number of training opportunities	7	17	21	26	32	32	40	49	58	25,0
of which										
Tertiary	1	2	1	4	10	10	12	15	18	20,0
Workshops	4	10	11	16	16	16	20	25	30	25,0
Seminars	2	5	9	6	6	6	8	9	10	33,3
Other	–	–	–	–	–	–	–	–	–	
Number of bursaries offered	46	80	50	46	51	51	55	60	65	7,8
Number of interns appointed	30	30	30	30	25	25	26	30	30	4,0
Number of learnerships appointed	–	30	–	30	50	50	50	50	60	–
Number of days spent on training	35	5	40	40	80	80	80	80	100	–
Payments on training by programme										
1. Administration	1 546	2 132	1 909	1 673	2 312	2 146	2 267	2 390	2 502	5,6
2. Economic Development And Tourism	–	–	–	–	–	–	–	–	–	
3. Environmental Affairs	53	36	–	–	–	–	–	–	–	
Total payments on training	1 599	2 168	1 909	1 673	2 312	2 146	2 267	2 390	2 502	5,6

Payments on training are centralised in Programme 1. Table 24 above reflects a increasing trend from R1.599 million in 2016/17 to a revised estimate of R2.146 million in 2019/20. In 2020/21, the budget increases by 5.6 per cent to R2.267 million due to annual inflationary adjustments. The department has taken a decision to be strategic in the implementation of core training and providing bursaries to departmental employees. This is evident that the number of people trained increases from 200 in 2016/17 to 370 in 2020/21 while the number of bursaries offered increases from 46 to 55 over the same period.

9.3 Structural Changes

None

**Annexure to the
Estimates of Provincial Revenue
and Expenditure**

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

Table B. 1: Specification of receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Tax receipts	194 108	200 872	207 331	228 319	228 319	229 573	248 957	267 621	280 199	8.4
Casino taxes	159 638	168 799	176 212	187 291	187 291	186 871	202 674	217 957	228 201	8.5
Horse racing taxes	14 028	12 106	14 710	16 285	16 285	16 563	17 180	18 125	18 977	3.7
Liquor licences	20 442	19 967	16 409	24 743	24 743	26 139	29 103	31 539	33 021	11.3
Motor vehicle licences	—	—	—	—	—	—	—	—	—	—
Sales of goods and services other than capital assets	1 197	1 205	1 367	1 433	1 433	1 450	1 513	1 353	1 417	4.3
Sale of goods and services produced by department (excluding capital assets)	1 197	1 205	1 367	1 433	1 433	1 450	1 513	1 353	1 417	4.3
Sales by market establishments	1 197	1 205	1 367	1 433	1 433	1 450	1 513	1 353	1 417	4.3
Administrative fees	—	—	—	—	—	—	—	—	—	—
Other sales	—	—	—	—	—	—	—	—	—	—
Of which	—	—	—	—	—	—	—	—	—	—
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	—	—	—	—	—	—	—	—	—	—
Transfers received from:	—	—	—	—	—	—	—	—	—	—
Other governmental units	—	—	—	—	—	—	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—	—	—
Foreign governments	—	—	—	—	—	—	—	—	—	—
International organisations	—	—	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—	—	—
Households and non-profit institutions	—	—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	1 019	465	90	—	—	1 165	—	—	—	(100.0)
Interest, dividends and rent on land	325	279	384	719	719	1 017	758	800	838	(25.5)
Interest	325	279	384	719	719	1 017	758	800	838	(25.5)
Dividends	—	—	—	—	—	—	—	—	—	—
Rent on land	—	—	—	—	—	—	—	—	—	—
Sales of capital assets	—	178	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—	—	—
Other capital assets	—	178	—	—	—	—	—	—	—	—
Transactions in financial assets and liabilities	4 918	3 563	9 573	89	89	207	94	99	104	(54.6)
Total departmental receipts	201 567	206 562	218 745	230 560	230 560	233 412	251 322	269 873	282 558	7.7

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Current payments	355 171	365 109	382 114	414 521	411 700	409 082	443 522	460 883	479 332	8,4
Compensation of employees	225 822	240 050	257 573	269 962	267 579	266 578	297 793	308 937	323 457	11,7
Salaries and wages	194 960	207 270	222 134	229 947	228 579	227 675	257 727	264 313	274 434	13,2
Social contributions	30 862	32 780	35 439	40 015	39 000	38 903	40 066	44 624	49 023	3,0
Goods and services	129 349	125 059	124 541	144 559	144 121	142 504	145 729	151 946	155 875	2,3
Administrative fees	196	357	266	425	369	336	342	358	375	1,8
Advertising	1 568	1 049	2 963	2 010	2 510	2 637	2 093	2 199	2 302	(20,6)
Minor assets	577	662	1 203	298	79	90	211	221	231	134,4
Audit cost: External	3 920	4 467	4 461	4 763	4 076	4 173	4 701	4 927	5 159	12,7
Bursaries: Employees	1 879	1 334	1 674	1 015	685	900	1 572	1 656	1 734	74,7
Catering: Departmental activities	1 800	2 657	1 950	2 088	3 254	3 362	2 217	2 349	2 460	(34,1)
Communication (G&S)	3 337	2 897	2 207	1 134	1 127	1 068	1 043	862	903	(2,3)
Computer services	13 563	16 312	6 677	15 421	17 429	15 396	15 181	16 985	17 783	(1,4)
Consultants and professional services: Business and advisory services	11 480	13 568	8 547	18 882	11 641	11 885	16 263	15 351	15 443	36,8
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	7 852	3 335	5 111	4 518	4 318	4 717	4 555	4 774	4 998	(3,4)
Contractors	6 823	11 953	10 667	11 051	10 978	10 843	9 595	10 060	8 985	(11,5)
Agency and support / outsourced services	5 278	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	5 002	3 287	4 027	3 670	3 412	3 811	3 775	3 956	4 142	(0,9)
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	907	-	-	816	816	-	-	-	(100,0)
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	60	-	-	34	36	38	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	41	729	250	80	80	372	392	410	365,0
Inventory: Medical supplies	-	-	-	40	-	-	-	46	48	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	102	121	-	872	155	397	267	887	928	(32,7)
Consumable supplies	1 110	565	1 928	1 019	1 389	1 201	1 657	1 090	1 141	38,0
Consumable: Stationery, printing and office supplies	1 051	793	1 080	1 390	2 390	2 253	2 605	1 594	1 668	15,6
Operating leases	29 409	23 568	34 749	36 313	37 911	37 911	39 124	41 002	41 603	3,2
Property payments	5 700	9 931	9 998	6 121	9 091	9 365	8 102	8 531	8 932	(13,5)
Transport provided: Departmental activity	-	-	111	-	158	158	-	-	-	(100,0)
Travel and subsistence	19 500	20 668	19 536	24 624	23 853	22 743	23 628	25 839	27 347	3,9
Training and development	1 599	2 168	1 910	1 673	2 312	2 146	2 267	2 390	2 502	5,6
Operating payments	2 592	1 424	1 485	2 213	1 836	1 761	1 321	1 369	1 433	(25,0)
Venues and facilities	4 816	2 586	3 087	4 275	3 751	4 068	4 134	4 365	4 570	1,6
Rental and hiring	195	409	185	434	501	387	670	707	740	73,1
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	648 398	668 698	765 251	1 028 147	982 866	970 612	1 146 934	1 086 512	720 003	18,2
Provinces and municipalities	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11,5
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11,5
Municipalities	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11,5
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	590 940	636 482	728 667	982 475	923 234	910 374	1 096 885	1 038 596	669 091	20,5
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	590 940	636 482	728 667	982 475	923 234	910 374	1 096 885	1 038 596	669 091	20,5
Higher education institutions	3 042	-	-	600	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Public corporations	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	1 300	1 268	1 575	1 526	1 526	1 978	1 609	1 697	1 777	(18,7)
Households	2 378	1 109	1 689	4 590	4 150	4 304	3 313	3 488	3 651	(23,0)
Social benefits	1 078	1 109	1 689	2 590	4 150	3 748	1 000	1 048	1 097	(73,3)
Other transfers to households	1 300	-	-	2 000	-	556	2 313	2 440	2 554	316,0
Payments for capital assets	33 897	43 764	13 031	39 292	10 123	10 165	12 146	11 283	11 814	19,5
Buildings and other fixed structures	21 357	30 974	1 326	28 954	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	21 357	30 974	1 326	28 954	-	-	-	-	-	-
Machinery and equipment	12 540	12 790	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19,5
Transport equipment	5 284	8 275	10 744	6 887	5 687	5 656	6 006	6 294	6 590	6,2
Other machinery and equipment	7 256	4 515	961	3 451	4 436	4 509	6 140	4 989	5 224	36,2
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	2 058	208	-	-	-	-	-	-	-	-
Total economic classification	1 039 524	1 077 779	1 160 396	1 481 960	1 404 689	1 389 859	1 602 602	1 558 678	1 211 149	15,3

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Current payments	205 178	205 849	211 494	226 169	229 780	228 297	240 696	250 399	259 840	5.4
Compensation of employees	108 294	111 326	115 193	124 254	119 367	118 841	133 843	140 150	146 737	12.6
Salaries and wages	93 193	95 600	99 072	102 697	99 320	99 331	113 250	118 069	123 618	14.0
Social contributions	15 101	15 726	16 121	21 557	20 047	19 510	20 593	22 081	23 119	5.6
Goods and services	96 884	94 523	96 301	101 915	110 413	109 456	106 853	110 249	113 103	(2.4)
Administrative fees	196	343	225	325	329	336	342	358	375	1.8
Advertising	1 051	395	553	1 050	1 060	1 055	1 143	1 197	1 253	8.3
Minor assets	577	662	1 203	208	8	19	211	221	231	1010.5
Audit cost: External	3 920	4 467	4 461	4 763	4 076	4 173	4 701	4 927	5 159	12.7
Bursaries: Employees	1 879	1 334	1 674	1 015	685	900	1 572	1 656	1 734	74.7
Catering: Departmental activities	361	236	449	329	592	592	490	450	471	(17.2)
Communication (G&S)	3 337	2 897	2 207	1 134	1 127	1 068	1 043	862	903	(2.3)
Computer services	11 965	15 308	5 643	10 692	15 356	13 888	10 890	11 435	11 972	(21.6)
Consultants and professional services: Business and advisory services	4 611	4 400	2 813	7 294	7 244	6 923	6 060	6 257	6 552	(12.5)
Infrastructure and planning	-	-	-	-	-	-	-	-	-	
Laboratory services	-	-	-	-	-	-	-	-	-	
Scientific and technological services	-	-	-	-	-	-	-	-	-	
Legal services	7 852	3 335	5 111	4 518	4 318	4 705	4 555	4 774	4 998	(3.2)
Contractors	6 651	11 625	9 189	10 678	10 689	10 611	8 698	9 117	8 546	(18.0)
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	
Entertainment	-	-	-	-	-	-	-	-	-	
Fleet services (including government motor transport)	5 002	3 287	4 027	3 670	3 412	3 811	3 775	3 956	4 142	(0.9)
Housing	-	-	-	-	-	-	-	-	-	
Inventory: Clothing material and accessories	-	254	-	-	-	-	-	-	-	
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-	
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-	
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-	
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	
Inventory: Materials and supplies	-	-	220	-	-	-	-	-	-	
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-	
Inventory: Medicine	-	-	-	-	-	-	-	-	-	
Medsas inventory interface	-	-	-	-	-	-	-	-	-	
Inventory: Other supplies	-	-	-	-	-	-	-	-	-	
Consumable supplies	960	550	1 673	969	997	1 011	982	1 031	1 079	(2.9)
Consumable: Stationery, printing and office supplies	800	701	1 027	505	1 005	1 068	1 777	578	605	66.4
Operating leases	29 409	23 568	34 749	36 313	37 911	37 911	39 124	41 002	41 603	3.2
Property payments	5 700	9 931	9 998	6 121	9 091	9 365	8 102	8 531	8 932	(13.5)
Transport provided: Departmental activity	-	-	-	-	100	100	-	-	-	(100.0)
Travel and subsistence	7 998	7 484	7 440	8 196	8 199	7 786	8 897	9 190	9 621	14.3
Training and development	1 546	2 132	1 910	1 673	2 312	2 146	2 267	2 390	2 502	5.6
Operating payments	2 380	1 156	1 295	1 868	1 215	1 141	1 302	1 349	1 412	14.1
Venues and facilities	689	458	434	594	567	752	922	968	1 013	22.6
Rental and hiring	-	-	-	-	120	95	-	-	-	(100.0)
Interest and rent on land	-	-	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	-	-	
Rent on land	-	-	-	-	-	-	-	-	-	
Transfers and subsidies	2 378	1 109	1 689	5 190	4 150	4 212	3 313	3 488	3 651	(21.3)
Provinces and municipalities	-	-	-	-	-	-	-	-	-	
Provinces	-	-	-	-	-	-	-	-	-	
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	
Municipalities	-	-	-	-	-	-	-	-	-	
Municipalities	-	-	-	-	-	-	-	-	-	
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	
Social security funds	-	-	-	-	-	-	-	-	-	
Provide list of entities receiving transfers	-	-	-	-	-	-	-	-	-	
Higher education institutions	-	-	-	600	-	-	-	-	-	
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	
Public corporations	-	-	-	-	-	-	-	-	-	
Subsidies on production	-	-	-	-	-	-	-	-	-	
Other transfers	-	-	-	-	-	-	-	-	-	
Private enterprises	-	-	-	-	-	-	-	-	-	
Subsidies on production	-	-	-	-	-	-	-	-	-	
Other transfers	-	-	-	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	-	-	
Households	2 378	1 109	1 689	4 590	4 150	4 212	3 313	3 488	3 651	(21.3)
Social benefits	1 078	1 109	1 689	2 590	4 150	3 656	1 000	1 048	1 097	(72.6)
Other transfers to households	1 300	-	-	2 000	-	556	2 313	2 440	2 554	316.0
Payments for capital assets	11 293	12 755	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19.5
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Buildings	-	-	-	-	-	-	-	-	-	
Other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	11 293	12 755	11 705	10 338	10 123	10 165	12 146	11 283	11 814	19.5
Transport equipment	5 284	8 275	10 744	6 887	5 687	5 656	6 006	6 294	6 590	6.2
Other machinery and equipment	6 009	4 480	961	3 451	4 436	4 509	6 140	4 989	5 224	36.2
Heritage Assets	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Payments for financial assets	2 058	208	-	-	-	-	-	-	-	
Total economic classification	220 907	219 921	224 888	241 697	244 053	242 674	256 155	265 170	275 305	5.6

Table B.2B: Details of payments and estimates by economic classification: P2- Economic Development and Tourism

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Current payments	63 304	75 041	75 246	81 244	76 168	76 775	89 137	89 513	93 472	16,1
Compensation of employees	43 010	56 784	58 572	60 406	59 406	59 829	69 697	70 608	74 671	16,5
Salaries and wages	37 686	49 721	51 274	53 660	52 660	52 569	62 581	63 102	66 512	19,0
Social contributions	5 324	7 063	7 298	6 746	6 746	7 260	7 116	7 506	8 159	(2,0)
Goods and services	20 294	18 257	16 674	20 838	16 762	16 946	19 440	18 905	18 801	14,7
Administrative fees	-	-	-	20	-	-	-	-	-	-
Advertising	517	648	2 304	900	1 390	1 522	950	1 002	1 049	(37,6)
Minor assets	-	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	713	1 178	594	1 024	1 092	1 141	978	1 036	1 085	(14,3)
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	1 598	966	981	2 000	1 331	766	2 112	2 228	2 333	175,7
Consultants and professional services: Business and advisory services	4 845	8 358	4 822	8 088	4 012	4 577	7 209	5 956	6 196	57,5
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	12	-	-	-	(100,0)
Contractors	123	167	1 425	70	70	70	574	602	82	720,0
Agency and support / outsourced services	5 278	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medias inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	92	-	295	795	795	312	329	344	(60,8)
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	-
Travel and subsistence	4 397	5 305	4 873	6 113	6 022	5 822	5 332	5 659	5 521	(8,4)
Training and development	-	-	-	-	-	-	-	-	-	-
Operating payments	35	153	40	7	29	28	7	7	7	(75,0)
Venues and facilities	2 788	1 189	1 635	2 321	1 996	2 188	1 966	2 086	2 184	(10,1)
Rental and hiring	-	201	-	-	25	25	-	-	-	(100,0)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	437 514	463 330	522 036	794 005	742 188	736 228	907 463	845 766	473 420	23,3
Provinces and municipalities	15 500	1 000	770	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	15 500	1 000	770	-	-	-	-	-	-	-
Municipalities	15 500	1 000	770	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	394 735	445 529	501 396	774 005	707 188	701 228	883 463	824 666	451 328	26,0
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	394 735	445 529	501 396	774 005	707 188	701 228	883 463	824 666	451 328	26,0
Higher education institutions	3 042	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Public corporations	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	24 237	16 801	19 870	20 000	35 000	35 000	24 000	21 100	22 092	(31,4)
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	21 972	30 974	1 326	28 954	-	-	-	-	-	-
Buildings and other fixed structures	21 357	30 974	1 326	28 954	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	21 357	30 974	1 326	28 954	-	-	-	-	-	-
Machinery and equipment	615	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	615	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	522 790	569 345	598 608	904 203	818 356	813 003	996 600	935 279	566 892	22,6

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23	
Current payments	86 689	84 219	95 374	107 108	105 752	104 010	113 689	120 971	126 020	9.3
Compensation of employees	74 518	71 940	83 808	85 302	88 806	87 908	94 253	98 179	102 049	7.2
Salaries and wages	64 081	61 949	71 788	73 590	76 599	75 775	81 896	83 142	84 304	8.1
Social contributions	10 437	9 991	12 020	11 712	12 207	12 133	12 357	15 037	17 745	1.8
Goods and services	12 171	12 279	11 566	21 806	16 946	16 102	19 436	22 792	23 971	20.7
Administrative fees	-	14	31	80	40	-	-	-	-	-
Advertising	-	6	106	60	60	60	-	-	-	(100.0)
Minor assets	-	-	-	90	71	71	-	-	-	(100.0)
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	726	1 243	907	735	1 570	1 629	749	863	904	(54.0)
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	-	38	53	2 729	742	742	2 179	3 322	3 478	193.7
Consultants and professional services: Business and advisory services	2 024	810	912	3 500	385	385	2 994	3 138	2 695	677.7
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-	-
Contractors	49	161	53	303	219	162	323	341	357	99.4
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	653	-	-	816	816	-	-	-	(100.0)
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	60	-	-	34	36	38	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	41	509	250	80	80	372	392	410	365.0
Inventory: Medical supplies	-	-	-	40	-	-	-	46	48	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	102	121	-	872	155	397	267	887	928	(32.7)
Consumable supplies	150	15	255	50	392	190	675	59	62	255.3
Consumable: Stationery, printing and office supplies	251	-	53	590	590	390	516	687	719	32.3
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	111	-	58	58	-	-	-	(100.0)
Travel and subsistence	7 105	7 879	7 223	10 315	9 632	9 135	9 399	10 990	12 205	2.9
Training and development	53	36	-	-	-	-	-	-	-	-
Operating payments	177	115	150	338	592	592	12	13	14	(98.0)
Venues and facilities	1 339	939	1 018	1 360	1 188	1 128	1 246	1 311	1 373	10.5
Rental and hiring	195	208	185	434	356	267	670	707	740	150.9
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	208 506	204 259	241 526	228 952	236 528	230 172	236 158	237 258	242 932	2.6
Provinces and municipalities	11 001	12 038	12 680	18 956	18 956	18 956	21 127	21 631	23 392	11.5
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	11 001	12 038	12 680	18 956	18 956	18 956	21 127	21 631	23 392	11.5
Municipalities	11 001	12 038	12 680	18 956	18 956	18 956	21 127	21 631	23 392	11.5
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	196 205	190 953	227 271	208 470	216 046	209 146	213 422	213 930	217 763	2.0
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	196 205	190 953	227 271	208 470	216 046	209 146	213 422	213 930	217 763	2.0
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	1 300	1 268	1 575	1 526	1 526	1 978	1 609	1 697	1 777	(18.7)
Households	-	-	-	-	-	92	-	-	-	(100.0)
Social benefits	-	-	-	-	-	92	-	-	-	(100.0)
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	632	35	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	632	35	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	632	35	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	295 827	288 513	336 900	336 060	342 280	334 182	349 847	358 229	368 952	4.7

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Current payments	-	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)
Provinces and municipalities	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total	2 656	2 554	2 204	2 670	2 670	2 670	2 494	-	-	(6.6)

Table B. 4: Transfers to local government by category and municipality - Summary

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2019/20
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23	
Category A	15 000	-	-	-	-	-	-	-	-	-
Buffalo City	-	-	-	-	-	-	-	-	-	-
Nelson Mandela Bay	15 000	-	-	-	-	-	-	-	-	-
Category B	9 526	13 038	12 450	17 956	17 956	17 956	20 127	-	-	12.1
Dr Beyers Naude	-	2 554	-	-	-	-	-	-	-	-
Blue Crane Route	-	-	-	-	-	-	-	-	-	-
Makana	1 600	-	-	-	-	-	-	-	-	-
Ndlambe	2 656	-	-	-	-	-	-	-	-	-
Sundays River Valley	-	-	-	-	-	-	-	-	-	-
Kouga	-	-	-	-	-	-	-	-	-	-
Kou-Kamma	-	-	-	2 670	2 670	2 670	3 494	-	-	30.9
Mbhashe	-	-	-	4 000	4 000	4 000	-	-	-	(100.0)
Mnquma	-	-	-	-	-	-	-	-	-	-
Great Kei	-	-	3 476	-	-	-	-	-	-	-
Amahlathi	770	-	-	-	-	-	6 633	-	-	-
Ngqushwa	-	-	-	-	-	-	-	-	-	-
Raymond Mhlaba	-	-	270	-	-	-	5 000	-	-	-
Inxuba Yethemba	-	-	-	3 000	3 000	3 000	-	-	-	(100.0)
Intsika Yethu	-	2 400	2 204	-	-	-	-	-	-	-
Emalahleni	200	-	3 000	-	-	-	-	-	-	-
Engcobo	-	-	-	-	-	-	-	-	-	-
Sakhisizwe	-	-	-	-	-	-	2 500	-	-	-
Enoch Mgijima	-	-	-	-	-	-	-	-	-	-
Elundini	500	500	500	-	-	-	-	-	-	-
Senqu	-	-	-	-	-	-	-	-	-	-
Walter Sisulu	1 000	-	-	2 000	2 000	2 000	-	-	-	(100.0)
Ngquza Hill	-	-	-	-	-	-	-	-	-	-
Port St Johns	-	200	3 000	3 000	3 000	3 000	-	-	-	(100.0)
Nyandeni	500	6 084	-	-	-	-	-	-	-	-
Mhlontlo	1 000	-	-	-	-	-	-	-	-	-
King Sabata Dalindyebo	300	500	-	-	-	-	2 500	-	-	-
Matatiele	-	-	-	-	-	-	-	-	-	-
Umkhumbi	-	300	-	-	-	-	-	-	-	-
Mbizana	-	500	-	3 286	3 286	3 286	-	-	-	(100.0)
Ntabankulu	1 000	-	-	-	-	-	-	-	-	-
Category C	1 975	-	-	-	-	-	-	-	-	-
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	-
Amatole District Municipality	1 975	-	-	-	-	-	-	-	-	-
Chris Hani District Municipality	-	-	-	-	-	-	-	-	-	-
Joe Gqabi District Municipality	-	-	-	-	-	-	-	-	-	-
O.R. Tambo District Municipality	-	-	-	-	-	-	-	-	-	-
Alfred Nzo District Municipality	-	-	-	-	-	-	-	-	-	-
Unallocated	-	-	1 000	1 000	1 000	1 000	1 000	21 631	23 392	0.0
Total transfers to municipalities	26 501	13 038	13 450	18 956	18 956	18 956	21 127	21 631	23 392	11.5

Table B. 5: Payments of infrastructure by category (Project List)

No.	Type of infrastructure	Project name	IDMS Gates	Municipality / Region	Project duration		Source of funding	Budget programme name	Delivery Mechanism	Total project cost	Total Expenditure from previous years	Medium Term Estimates			
					Date: Start	Date: Finish						2020/21	2021/22	2022/23	
1. New infrastructure assets															
1	Buildings	Integrated Social Infrastructure Development Projects (ISIDP) by Coega Development Cooperation	Works	Nelson Mandela Bay Metro	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	71 432	63 478	-	-	-	
Total New infrastructure assets											71 432	63 478	-	-	-
6. Infrastructure transfers - capital															
1	Economic Infrastructure	Prefeasibility planning	Projects initiation	EC-WHOLE	01/04/2016	30/03/2019	Equitable share	DEDEAT Economic Infrastructure	Individual project	2 000	2 000	-	-	-	
2	Industrial Park Security & Guardhouse	Dimbaza Industrial Park Fencing	Design document	Buffalo City	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	37 358	15 497	-	-	-	
3	Industrial Park Security & Guardhouse	Wild Coast SEZ/Industrial Estate	Planning	King Sabata Dalindyebo	01/04/2016	30/03/2020	Equitable share	Economic Development & Tourism	Individual project	18 000	22 583	5 000	-	-	
4	Industrial Park Security & Guardhouse	Fort Jackson Fencing	Works	Buffalo City	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	15 000	13 695	-	-	-	
5	Top infrastructure refurbishment of ECDC asset	Revitalization of Mdantsane Mall	Design document	Buffalo City	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	57 537	13 500	-	-	-	
6	Top infrastructure refurbishment of ECDC asset	Rehabilitation of Butterworth Factory	Planning	Mnquma Municipality	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	11 500	11 400	-	-	-	
7	Informal trading stalls, market area with water lights and ablution facilities	Nyandeni Informal Trade Infr Project	Concept plan developed	NyandeniLM	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	4 200	4 416	-	-	-	
8	Rehabilitation of access road	Upgrade of Road to Rance Timbers Sawmill	Preparation and briefing	AmahathiliM	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	56 000	1 680	-	-	-	
9	Road upgrade	Dimbaza Industrial Park Road Upgrade	Design development	Buffalo City	01/04/2016	30/03/2021	Equitable share	Economic Development & Tourism	Individual project	30 846	25 660	3 115	-	-	
10	Informal trading stalls, market area with water lights and ablution facilities	Inguza Hill LM Informal Trade	Design development	Inguza Hill LM	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	6 400	-	-	-	-	

Economic Development, Environmental Affairs and Tourism

11	Economic Infrastructure	Somerset East Industrial Park	Preparation and briefing	Blue Crane Route	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	110 000	84 913	–	–	–
12	Economic Infrastructure	Uitenhage multi-sector business incubation centre	Preparation and briefing	Nelson Mandela Bay Metro	01/04/2016	30/03/2019	Equitable share	Economic Development & Tourism	Individual project	22 000	1 200	–	–	–
13	Electrification	Queendustria Electrification	Design development	Chris Hani District	01/04/2016	30/03/2021	Equitable share	Economic Development & Tourism	Individual project	31 965	21 948	4 229	–	–
14	Economic Infrastructure	COEGA Abalone Farm	Design development	Nelson Mandela Bay Metro	01/09/2019	30/03/2021	Equitable share	Economic Development & Tourism	Individual project	215 727	20 654	14 863	–	–
15	Economic Infrastructure	ICT Meet Me Room	Concept plan developed	Buffalo City	01/04/2019	31/03/2020	Equitable share	Economic Development & Tourism	Individual project	63 321	63 321	–	–	–
16	Economic Infrastructure	Upgrade to Nature Reserves	construction	EC-WHOLE	01/04/2019	31/03/2021	Equitable share	Environmental Affairs	Individual project	9 600	6 900	2 700	–	–
Total Infrastructure transfers - capital										691 454	309 367	29 907	–	–
2. Non infrastructure														
1	Non-Infrastructure	Expanded Public Work Project	Works	Intsika Yetu	01/04/2016	30/03/2021	Conditional grants	Environmental Affairs	Individual project	4 874	4 874	2 494	–	–
Total Non infrastructure										4 874	4 874	2 494	–	–
Total Economic Development, Environmental Affairs And Tourism Infrastructure										767 760	377 719	32 401	–	–

◆ END OF EPRE ◆