

Vote 09

Department: *Economic Development, Environmental Affairs and Tourism*

Table 1: Summary of departmental allocation

To be appropriated by Vote in 2022/23	R1 338 282 000
Responsible MEC	MEC for 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 growing, transformed, diversified and inclusive green economy in a sustainable environment.

1.2 Mission

A provincial catalyst for sustainable and inclusive economic development that promotes sound environmental management.

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 implementation 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 economic growth and development of local economies in partnership with key stakeholders by aligning Local and Regional Economic Development (LRED) 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.
- Enhance the number of jobs created through Provincial Economic Development Strategy (PEDS) priority sector as well as cluster development and support sustainable initiatives mainly on agro-processing, manufacturing and re-industrialisation by 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

DEDEAT is the centre for economic growth and sustainable development through collaboration, co-ordination, facilitation, integration and support provided to all the 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. The 2 years of the COVID-19 pandemic and subsequent lockdowns, has impacted negatively all facets of social and economic activity, which requires a different approach to how work is delivered together with other partners and stakeholders.

Over the 2022 MTEF, the focus will be on the coordination and implementation of key economic projects to stimulate economic growth and development in the province. DEDEAT will continue actively support all applicable infrastructure projects. The LRED programme continues while previously funded stimulus will focus mainly on projects that were identified for funding to be monitored and supported. There is also a huge demand for SMME assistance with financing through the Eastern Cape Development Corporation (ECDC), which is unable to meet demand as a result of the funding challenges impacting the advancement of loans to SMMEs. In 2022, the target is to support 70 SMMEs through non-financial support.

The department foresees an increased demand on skills development programmes and applications for financial and non-financial support from SMME's and cooperatives. The department still aims to support about 120 cooperatives despite the challenges posed by COVID-19 restrictions. Although the skills development programmes at ECDC and Coega Development Corporation (CDC) should be able to meet the demand for skills shortage, 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. Support and collaboration with the private sector will be sought.

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 Consumer Protection Act, 2018 (No. 3 of 2018).

The Eastern Cape Gambling Amendment Act, 2015 (No. 1 of 2015) amended the Eastern Cape Gambling Act, 1997 (No. 5 of 1997) and came into operation on 1 August 2016.

The Eastern Cape Liquor Authority Act, 2018 (No. 4 of 2018) was assented to and published in the Provincial Gazette during March 2019. The Eastern Cape Parks and Tourism Agency Act (No 2 of 2010) was reviewed. The Eastern Cape Parks and Tourism Bill, 2018 was published for public comment on 12 February 2018. The Department has reviewed the Eastern Cape Development Corporation Act, 1997 (Act no. 2 of 1997) and Business Act, 1991 (Act No. 71 of 1991).

1.7 Budget decisions

The department has adopted an approach to resource allocation, which considers the prescripts around austerity measures and allocative efficiency, while ensuring that key strategic priorities mainly outlined in the Provincial Economic Development Strategy (PEDS) priority sectors are met in line with the allocated budget over the 2022 MTEF. The current economic climate and associated fiscal constraints placed on the provincial financial resources has directed the department to reprioritise its budget allocation within the programmes. The department continues to ensure that the budget decisions are aligned with provincial priorities pertaining to the need for intensified support and oversight of the Public Entities. There has been tightening of the fiscal envelope caused by the weak economic growth.

The department's Service Delivery Model has been largely impacted by the increasing burden caused by the COVID-19 pandemic and thus increasing the demand for support to SMMEs. Reprioritisation was undertaken within the programmes and sub-programmes to accommodate budget shortfall to improve service delivery. The additional allocation to the baseline was applauded to assistance to SMME support, film industry development and property modernisation and development through Eastern Cape Development Corporation and set funds for Automotive Industrial Development Corporation (AIDC) for automotive industry support.

The budget decisions in the department are therefore mainly influenced by various factors that are prioritised in order to promote economic growth and sustainable development, tourism and taking into consideration environmental affairs. The department will continue with its efforts of donor mobilisation and working with private sector in order to leverage on their resources in projects where there are common goals.

1.8 Alignment departmental budgets to achieve government's prescribed outcomes

The departmental budget is supported by a Strategic Plan (SP), Annual Performance Plan (APP) that have been aligned with to the National Development Plan (NDP) vision 2030, Medium Term Strategic Framework (MSTF) and Provincial Development Plan (PDP). The department's work is influenced by a combination of economic and environmental imperatives in the Eastern Cape; being a key instrument for the international, national, provincial, regional and local spheres; and ensuring the structural organisation of the DEDEAT Group. These are done within the available human and constrained fiscal envelope.

The budget is aligned to provincial Priority 1 (Transform the economy to serve the People; Priority 6 (South Africa and the world) and Priority 7 (Precondition for success: Electricity, Water, Rail and Ports and Climate Change). The department's strategy is strictly aligned to the MTSF national policy priorities of Priority 1 (Building a capable, ethical and developmental state); Priority 4 (Consolidating the social wage through reliable and quality basic services); and Priority 6 (Social cohesion and safe communities).

It is 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 will continue to make use of policies and strategies that enhance economic growth, environmental management and tourism development. These mainly include the Eastern Cape Biodiversity Strategy and Action Plan (ECBSAP), Climate Change Response Strategy, Provincial Sustainably Energy Strategy, National Biodiversity Economy Strategy, Integrated Waste Management Plan, Eastern Cape Youth Development Strategy, Provincial National Protected Area Expansion Strategy, Industry Action Plan, Agricultural Policy Action Plan, Tourism Master Implementation Plan, BBBEE policy, ECAIF Automotive Strategy 2024, AIDC Automotive Strategy 2024, EC Tooling Sector Strategy 2024, Provincial EC Integrated SMMES Strategy 2015-2020, Co-operative Development Strategy 2019-2024, Business Incubation Strategy and Eastern Cape Policy Speeches.

2. Review of the current financial year (2021/22)

2.1 Key achievements

The department attracted 6 investments with a value of R958.700 million against the annual revised target of 5 investors with a value of R500 million in 2021/22 for East London Industrial Development Zone (ELIDZ). The investments have included manufacturers in multiple sectors with 2 in automotive, 1 in renewable energy, 1 in agro-processing, 1 in chemical and 1 in general manufacturing, which have been realised for the year to date. The department managed to attract local and foreign direct investments with a value of R161.700 million against the revised annual targets of 7 investments with a value of R250 million in 2021/22 through Coega Development Corporation. Subsequently, 7 232 jobs opportunities was created against the revised annual target of 6 083 jobs opportunities mainly in the construction industry through Coega Development Corporation.

The department further facilitated 7 development projects with a rand value of R96.699 million against the revised annual target of 5 development projects and R175 million through Eastern Cape Development Corporation (ECDC). The department further supported 12 projects that were previously funded through

the Provincial Economic Stimulus funds against the revised annual target of 12 projects to rejuvenate economic growth. In contribution to skills and development, 2 328 people were trained against the revised annual target of 3 128 people on priority sectors.

The department further supported 197 SMMEs with non-financial support such as business training, development of plans and marketing against the revised annual target of 250 SMMEs and further supported 57 SMMEs and 25 co-operatives with developmental finance against the annual target of 70 SMMEs and 25 co-operatives, respectively.

Through the National Agro Processing Forum, the department provided inputs towards Cannabis and Agriculture as well as Agro Processing Master plans and further supported the development of the Wild Coast Special Economic Zone (SEZ) as an industrial park. The department facilitated socio-economic contributions of Independent Power Producers in the province with regard to sustainable energy initiative against the annual target of 4. In respect of manufacturing, 6 initiatives such as companies in distress, COVID-19 business distress model, Eastern Cape industrial clusters (oversight and support), Revitalisation of State - Owned Industrial Parks and Implementation of Marine Manufacturing Localisation support programme were also supported against the annual target of 5.

In terms of support provided to informal traders, the department in collaboration with SEDA and ECPTA, facilitated Business Skills training for massage therapists, Kayak Guides as well as three co-operatives that will be managing the Wild Cost Hiking Trail hiker's huts for oceans economy. ECPTA organised a Wild Coast Community Trust meeting to provide an update on construction, which is currently underway in Mpande, Mngazana and Hluleka.

ECPTA generated R4.937 million in hospitality revenue through tourism development and transformation as well as heritage tourism. Eastern Cape Liquor Board (ECLB) processed 546 all fully compliant liquor license applications and reached 51 115 people through liquor awareness interventions.

In respect of Local and Regional Economic Development (LRED) no achievement was reported against the annual target of 10 projects to improve economic growth and sustainable livelihood as it is awaiting the finalisation of the due diligent process, which will be done in the fourth quarter. The department issued 8 gambling licences to reach current legislation against the revised annual target of 8 to enhance revenue collection. An amount of R75 million was collected against the revised annual target of R170 million through Eastern Cape Gambling Board (ECGB). The ECGB implemented 4 Gambling Economic Opportunities Awareness Sessions against the revised annual target of 4 throughout the province.

In respect of consumer education programme, 3 was achieved on the other consumer protection initiatives against a revised annual target of 6. The department issued 837 Threatened or Protected Species (TOPS) against the annual target of 700 in 2021/22.

In support of conservation efforts and creating awareness sessions, 19 environmental awareness activities and 22 environmental capacity building were held throughout the province against the revised annual target of 24 and 24, respectively. Out of the annual target of 970, there was no achievement reported for work opportunities were through environmental programme.

2.2 Key challenges

The key challenges for the DEDEAT group over the past 9 months are as follows:

- COVID-19 continued to present operational challenges due to lockdowns and interaction limitations. Despite this, we have not abandoned our role in creating an environment conducive for job creation and socio-economic development.
- The country and the province land areas are large, which poses a challenge in terms of logistics and infrastructure provisioning. Creating and linking infrastructure to rural areas is still a mammoth task without adequate resources and supplementary support of the private sector and individuals. More capital investments are needed for the Province, particularly in rural regions, to become competitive and attract FDI.

- On the LRED front, the biggest challenge has been the poor quality of applications received and the monitoring thereof. There is also a challenge of coordination since a number of departments and municipalities are involved in LRED work.
- With respect to renewable energy, particular focus is placed on overcoming the obstacles to renewable energy in the former homelands while paying attention to infrastructure challenges such as sufficient Grid Transmission Infrastructure.
- On tourism, the Eastern Cape lacks the ability to retain its international tourists, hence the number of international tourists into the province vary each and every period. The Eastern Cape remains in the 8th most visited province followed by the Northern Cape, while Gauteng, Limpopo, Western Cape, Mpumalanga and Free State continue to capture the majority of international tourists and spending due to established tourism products and brands.
- On the manufacturing front, transformation and meeting the revised sector codes has been identified as a key challenge for the industry. VWSA has implemented actions around the creation of a trust with an incubator to help develop future suppliers.
- Lack of water in the Province is also a challenge as a result of climate change. This also impacts on normal functioning societies and industries. The climate change response strategy is being activated to deal with water scarcity and other climate change issues.
- It is also evident that small enterprises in the province have a challenge in accessing funding and markets. COVID-19 has exacerbated the situation with markets continuing to be depressed.
- With respect to environmental impact assessments, regular quarterly technical meetings with Head Office and all regional offices to discuss and resolve challenges relating to reviewing of applications. This platform also affords best performing regions with an opportunity to share best practices with regions. On a quarterly basis, meetings are held with the Environmental Assessment Practitioners (EAPs) to discuss the EIA applicable legislative framework that regulates the process including challenges and possible solutions to ensure that high standards of profession are sustained.
- The liquor board has seen its liquor licencing process affected by COVID-19 restrictions, e.g. meetings of ward committees and communities were a challenge to take place. The reduced gatherings in restaurants and gambling establishments meant reduced incomes by establishments. This led to reduced revenue generated by the ECGB.

3. Outlook for the coming financial year (2022/23)

The department aims to attract 5 investors with an approximately value of more than R700 million in 2022/23 through East London Industrial Zone (EIDZ). The department aims to attract 9 investments with a value of R460 million in 2022/23 and creating 20 140 new job opportunities through Coega Development Corporation. The department also aims to facilitate 10 development projects in 2022/23 through East Cape Development Corporation (ECDC). The department intends to create 20 640 jobs while simultaneously contributing to skills and development by training approximately 3 612 people. Work will continue on support of 4 sustainable energy, 5 manufacturing and 3 agro-processing initiatives. There is a plan to support at least 12 projects that were previously funded through the Provincial Economic Stimulus Fund.

The department will support 250 SMMEs with non-financial support such as business training, development of plans and marketing. A total of 11 Local and Regional Economic Development (LRED) projects will be funded. Work on the Oceans economy will continue with various streams although no additional resources have been allocated for this function. Due to deficiencies in data, the department will partner with Statistics South Africa (Stats SA) in order to develop credible business intelligence. Five thematic areas have been identified for collaboration with Statistics South Africa, which will be implemented by Stats SA on a cost recovery basis on behalf of the department.

The department will continue to focus on tourism development and transformation as well as heritage tourism. More efforts will be made to market the province through digital platforms. Through the ECLB the department will process 100 per cent fully compliant liquor license applications, as well as undertake social

responsibility programmes and reach thousands of people through liquor awareness interventions in the Province. The number of gambling licences has reached current legislative thresholds and 8 gambling licenses is targeted for 2022/23, to be issued through the ECGB. This will further enhance revenue collection going forward. A target of R190 million has been set for revenue collection through the ECGB. The ECGB will implement 5 Gambling Economic Opportunities Awareness Sessions throughout the province. Through the Consumer awareness programme, the department plans to do 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 80 per cent environmental-related applications within legislated timeframes. The department under biodiversity programme intends to issue more than 900 Threatened or Protected Species (TOPS) permits in 2022/23.

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 28 environmental awareness and 24 capacity building activities throughout the province. There are also plans to create approximately 550 work opportunities through environmental programmes.

4. Reprioritisation

In budgeting, the cost containment measures and cost cutting practice notes and circulars were implemented on non-core items. Furthermore, the department has effected reprioritisation in order to fund the department cost pressures in particular on core programmes. The department also reprioritised the goods and services budget to ease spending pressure on items such as Microsoft licences, finance and operating leases and outsourced services (security and cleaning) and to cover price increases on existing contracts and the revised rates on newly awarded contracts.

The department continues to implement sound fiscal discipline and review its operations to identify cost-savings while implementing cost-cutting measures and redirecting resources towards essential services. The department requires that all procurement plans are aligned with projects and budgets. This undertaking must be complied with for the effective and efficient running of the department.

5. Procurement

The department's procurement will be aligned to the department procurement plans and the Supply Chain Management (SCM) policy will be implemented. The department will continue to liaise with Provincial Treasury for all matters relating to SCM for guidance. The department will continue to uphold the principles of procurement by ensuring that all contracts are awarded in a manner that is fair, equitable, transparent, competitive and cost effective. The department will continue to ensure that the procurement of goods and services is done in a timely manner and will adhere to the provincial drive to support township economies and meet the targets set for preferential procurement. The department will continue to implement the LED Strategy focusing on local procurement for almost all services on tenders.

Procurement of goods and services will be done in line within the requirement of PPPFA together with Departmental procurement policies. The Department will ensure that all contracts are subjected to market-price analysis and the concept of value for money is the core driver when negotiating contracts. However some of the projects that would impact the procurement process are as follows:

- Mid-term impact assessment;
- Refurbishment of industrial parks;
- Tourism marketing; Cleaning services;
- Security services, Printing solution; and
- LAN switching.

The procurement and contract management still remain a target and the department will robustly look at this area in its quest to implement the cost containment measures and realise efficiency gains. The Department will achieve this through:

- Increased participation on the transversal contracts arranged by the National and Provincial Treasuries (this will assist in gaining the economies of scale);
- Implementing strategic sourcing for the identified commodities by arranging departmental own term contracts. This will include the arrangement of a travel management services contract;
- Limiting the procurement of non-essential commodities; and
- Implementing contract management system to flag the expiry of contracts at least 6 months prior to expiry.

The department will strengthen and implement control measures and where appropriate implement consequence management as a new trajectory towards reducing the irregular as well as fruitless and wasteful expenditure. This emanates from the SCM process by ensuring that no cases are split and no extension of contracts as a result of poor planning.

6. Receipts and financing

6.1 Summary of receipts

Table 2: Summary of departmental receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Equitable share	1 158 192	1 350 896	1 336 524	1 687 019	1 500 594	1 500 594	1 335 459	1 199 658	1 237 052	(11.0)
Conditional grants	2 204	2 670	2 494	2 605	2 605	2 605	2 823	–	–	8.4
EPWP Integrated Grants for Provinces	2 204	2 670	2 494	2 605	2 605	2 605	2 823	–	–	8.4
Total receipts	1 160 396	1 353 566	1 339 018	1 689 624	1 503 199	1 503 199	1 338 282	1 199 658	1 237 052	(11.0)
of which										
Departmental receipts	218745	221786	116323	227714	214742	217128	237733	248431	248431	9.4

Table 2 above reflects the summary of departmental receipts, which consist of equitable share, conditional grants and own revenue from 2018/19 to 2024/25. The receipts increased from R1.160 billion in 2018/19 to a revised estimate of R1.503 billion in the 2021/22. This is mainly due to allocation of Provincial Economic Stimulus Funds (PESF) and the economic recovery funds post the COVID-19 pandemic. In 2022/23, the receipts decreases to R1.338 billion due to PESF coming to an end.

6.2 Departmental receipts collection

Table 3: Summary of departmental receipts and collection

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Tax receipts	207 331	217 567	112 979	226 922	213 950	214 842	236 958	247 621	247 621	10.3
Casino taxes	176 212	187 125	83 616	207 258	194 286	194 286	208 977	218 319	217 319	7.6
Horse racing taxes	14 710	11 402	13 112	8 125	8 125	8 125	9 381	9 802	9 802	15.5
Liquor licences	16 409	19 040	16 251	11 539	11 539	12 431	18 600	19 500	20 500	49.6
Motor vehicle licences	–	–	–	–	–	–	–	–	–	–
Sales of goods and services other than capital assets	1 367	1 318	976	303	303	1 319	227	237	237	(82.8)
Transfers received	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	90	1 427	591	–	–	275	–	–	–	(100.0)
Interest, dividends and rent on land	384	1 023	1 606	390	390	390	439	459	459	12.6
Sales of capital assets	–	–	–	–	–	135	–	–	–	(100.0)
Transactions in financial assets and liabilities	9 573	451	171	99	99	167	109	114	114	(34.7)
Total departmental receipts	218 745	221 786	116 323	227 714	214 742	217 128	237 733	248 431	248 431	9.5

Table 3 above, Departmental own receipts decreased from R218.745 million in 2018/19 to a revised estimate of R217.128 million in 2021/22 due to lock down restrictions affecting casino taxes collections. In 2022/23, the budget increases by 9.5 per cent to R237.733 million in 2022/23 due to an anticipated ease of lockdown restriction that will positively impact on economic recovery in the short to long term growth forecast. The revenue drivers are casino taxes, liquor licences, sale of permit for environmental affairs and the implementation of gambling activities (e.g. bingo). The department is currently reviewing various legislation and regulations governing Public Entities that might have a positive increase in revenue over time.

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 2021/22
	2018/19	2019/20	2020/21		2021/22		2022/23	2023/24	2024/25	
Donor organisations										
European Funding	-	27 358	-	-	-	-	-	-	-	
European Funding	-	4 126	-	-	-	-	-	-	-	
Total receipts	-	31 484	-	-	-	-	-	-	-	

Table 5: Summary of departmental donor funding payments

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21		2021/22		2022/23	2023/24	2024/25	
Donor organisations										
European Funding	-	17 244	10 114	-	-	-	-	-	-	
European Funding	-	-	4 126	-	-	-	-	-	-	
Total payments	-	17 244	14 240	-	-	-	-	-	-	

Table 4 above showed that the department received R31.484 million in donor funding in 2019/20, while Table 5 shows that the department spent R14.240 million of the donor funds in 2020/21. This is mainly for managing school toilets waste in order to generate fertiliser and cooking gas for school garden and feeding schemes, which is implemented by the ECDC at Amathole District Municipality. No funding was received in 2021/22 from donors and the remaining funds will be spent in 2022/23.

7. Payment summary

7.1 Key assumptions

The expectations for crafting this budget were to provide a framework to the departmental officials for setting priorities, determining service levels and allocating financial resources efficiently. The following key assumptions were taken into consideration when this budget was formulated:

- Budgetary reduction on the Compensation of Employees (CoE) and other non-COE expenditure items are based on the cuts towards wage freeze, fiscal consolidation, provincial reprioritisation and adjustment to baseline for the new data in the PES formula amongst other things;
- Cost containment measures to be implemented as much as possible in order to ensure an efficient use of fiscal resources; and
- Inflation over the 2022 MTEF is 4.2 per cent in 2022/23, 4.3 per cent in 2023/24 and 4.5 per cent in 2024/25.

7.2 Programme summary

Table 6: Summary of payments and estimates by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Administration	224 888	238 072	195 018	253 196	218 288	218 288	248 943	235 066	253 468	14.0
2. Economic Development and Tourism	598 608	778 780	803 842	1 062 185	910 081	910 081	747 164	627 386	631 059	(17.9)
3. Environmental Affairs	336 900	336 714	340 158	374 243	374 830	374 830	342 175	337 206	352 525	(8.7)
Total payments and estimates	1 160 396	1 353 566	1 339 018	1 689 624	1 503 199	1 503 199	1 338 282	1 199 658	1 237 052	(11.0)

7.3 Summary of economic classification

Table 7: Summary of payments and estimates by economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	382 114	393 629	336 390	421 440	422 425	422 425	421 943	413 237	435 192	(0.1)
Compensation of employees	257 573	262 963	253 903	294 656	274 236	274 236	302 370	313 299	330 765	10.3
Goods and services	124 541	130 666	82 487	126 784	148 189	148 189	119 573	99 938	104 427	(19.3)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	765 251	949 658	985 608	1 254 601	1 068 791	1 068 791	898 516	772 092	782 217	(15.9)
Provinces and municipalities	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)
Departmental agencies and accounts	728 667	923 234	937 447	1 199 829	1 008 035	1 008 035	853 594	726 455	737 155	(15.3)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	19 870	1 780	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Non-profit institutions	1 575	1 427	-	1 697	-	-	-	-	-	-
Households	1 689	4 261	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
Payments for capital assets	13 031	9 972	16 950	13 583	11 983	11 983	17 823	14 329	19 643	48.7
Buildings and other fixed structures	1 326	-	7 445	-	-	-	-	-	-	-
Machinery and equipment	11 705	9 972	9 185	13 583	11 983	11 983	17 823	14 329	19 643	48.7
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	320	-	-	-	-	-	-	-
Payments for financial assets	-	307	70	-	-	-	-	-	-	-
Total economic classification	1 160 396	1 353 566	1 339 018	1 689 624	1 503 199	1 503 199	1 338 282	1 199 658	1 237 052	(11.0)

Tables 6 and 7 above represent a summary of actual and projected estimates from 2018/19 to 2024/25 by programme and economic classification, respectively. Expenditure increases from R1.160 billion in 2018/19 to a revised estimate of R1.503 billion in the 2021/22 due to allocation of Provincial Economic Stimulus Funds ((PESF) and economic recovery funds post the COVID-19 pandemic. The budget decreases by 11 per cent to R1.338 billion in 2022/23 due to the PESF coming to an end.

Compensation of Employees increases from R257.573 million in 2018/19 to a revised estimate of R274.236 million in 2021/22 due to provisions made for Improvements of Conditions of Service (ICS) and delay in the recruitment process. In 2022/23, there is an increase of 10.3 per cent to R302.370 million mainly due to the planned filling of critical funded vacant posts in the core functions as well as the provision of the wage agreement additional allocation of the cash gratuity.

Goods and Services increases from R124.541 million to a revised estimate of R148.189 million in 2021/22 mainly due to reclassification of informal sector scheme allocations from Transfers and Subsidies to this item. In 2022/23, the budget decreases by 19.3 per cent to R119.573 million due to once off payments for informal business support programme and further use of Information of Communication Technology (ICT) for national events such as environmental celebration days and awareness's (biodiversity day, wetlands day and provincial consumer rights day celebration).

Transfers to public entities are the main cost driver of expenditure. Transfers and Subsidies increases from R765.251 million in 2018/19 to a revised estimate of R1.068 billion in 2021/22 due to allocation of Provincial Economic Stimulus Funds (PESF) and the economic recovery funds post the COVID-19 pandemic. In 2022/23, the budget decreases by 15.9 per cent to R898.516 million due to the PESF coming to an end.

Payments for Capital Assets decreases from R13.031 million in 2018/19 to revised estimates of R11.983 million in 2021/22 due to the closure of Beacon Hill offices. In 2022/23, the budget increases by 48.7 per cent to R17.823 million due to funds provided for purchasing of minor office furniture for the relocation to the new offices in Bhisho.

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 2021/22
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25	
Buffalo City	1 116 676	1 230 707	1 139 008	1 468 744	1 274 638	1 274 638	1 293 692	1 178 932	1 215 424	1.5
Nelson Mandela Bay	31 270	104 903	177 092	192 093	192 093	192 093	19 690	20 526	21 419	(89.7)
Cacadu District Municipality	-	2 670	2 494	6 005	10 386	10 386	10 000	-	-	(3.7)
Dr Beyers Naude	-	-	-	-	-	-	-	-	-	
Blue Crane Route	-	-	-	3 400	5 781	5 781	-	-	-	(100.0)
Makana	-	-	-	-	2 000	2 000	5 000	-	-	150.0
Ndlambe	-	-	-	-	-	-	-	-	-	
Sundays River Valley	-	-	-	2 605	2 605	2 605	5 000	-	-	91.9
Kouga	-	-	-	-	-	-	-	-	-	
Kou-Kamma	-	2 670	2 494	-	-	-	-	-	-	
Amatole District Municipality	3 746	4 000	11 633	5 500	8 800	8 800	300	200	209	(96.6)
Mbhashe	-	4 000	-	-	-	-	-	-	-	
Mnquma	-	-	-	5 000	5 000	5 000	-	-	-	(100.0)
Great Kei	3 476	-	-	-	-	-	-	-	-	
Amahlathi	-	-	6 633	-	3 300	3 300	-	-	-	(100.0)
Ngqushwa	-	-	-	-	-	-	-	-	-	
Raymond Mhlaba	270	-	5 000	500	500	500	300	200	209	(40.0)
Chris Hani District Municipality	5 204	3 000	2 500	3 000	3 000	3 000	1 400	-	-	(53.3)
Inxuba Yethemba	-	3 000	-	-	-	-	-	-	-	
Intsika Yethu	2 204	-	-	-	-	-	-	-	-	
Emalahleni	3 000	-	-	3 000	3 000	3 000	-	-	-	(100.0)
Engcobo	-	-	-	-	-	-	1 400	-	-	
Sakhisizwe	-	-	2 500	-	-	-	-	-	-	
Enoch Mgijima	-	-	-	-	-	-	-	-	-	
Joe Gqabi District Municipality	500	2 000	-	5 200	5 200	5 200	5 000	-	-	(3.8)
Elundini	500	-	-	-	-	-	-	-	-	
Senqu	-	-	-	5 200	5 200	5 200	-	-	-	(100.0)
Walter Sisulu	-	2 000	-	-	-	-	5 000	-	-	
O.R. Tambo District Municipality	3 000	3 000	2 500	5 582	5 582	5 582	1 000	-	-	(82.1)
Ngquba Hill	-	-	-	-	-	-	-	-	-	
Port St Johns	3 000	3 000	-	5 582	5 582	5 582	-	-	-	(100.0)
Nyandeni	-	-	-	-	-	-	1 000	-	-	
Mhlontlo	-	-	-	-	-	-	-	-	-	
King Sabata Dalindyebo	-	-	2 500	-	-	-	-	-	-	
Alfred Nzo District Municipality	-	3 286	3 791	3 500	3 500	3 500	7 200	-	-	105.7
Matatiele	-	-	3 791	-	-	-	-	-	-	
Umtzimvubu	-	-	-	3 500	3 500	3 500	3 700	-	-	5.7
Mbizana	-	3 286	-	-	-	-	-	-	-	
Ntabankulu	-	-	-	-	-	-	3 500	-	-	
District Municipalities	-	-	-	-	-	-	-	-	-	
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	
Amatole District Municipality	-	-	-	-	-	-	-	-	-	
Chris Hani District Municipality	-	-	-	-	-	-	-	-	-	
Joe Gqabi District Municipality	-	-	-	-	-	-	-	-	-	
O.R. Tambo District Municipality	-	-	-	-	-	-	-	-	-	
Alfred Nzo District Municipality	-	-	-	-	-	-	-	-	-	
Unallocated	-	-	-	-	-	-	-	-	-	
Total transfers to municipalities	1 160 396	1 353 566	1 339 018	1 689 624	1 503 199	1 503 199	1 338 282	1 199 658	1 237 052	(11.0)

Table 8 above show the departmental payments and estimates by municipal boundary. The budget increases from R1.160 billion in 2018/19 to a revised estimate of R1.503 billion in 2021/22 and further decreases to R1.338 billion in 2022/23 due the PESF coming to an end. 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			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Existing infrastructure assets	-	-	-	-	-	-	-	-	-	
Maintenance and repairs	-	-	-	-	-	-	-	-	-	
Upgrades and additions	-	-	-	-	-	-	-	-	-	
Refurbishment and rehabilitation	-	-	-	-	-	-	-	-	-	
New infrastructure assets	1 326	-	2 700	-	-	-	-	-	-	
Infrastructure transfers	-	176 789	80 008	294 655	297 484	297 484	-	-	-	(100.0)
Current	-	-	-	-	-	-	-	-	-	
Capital	-	176 789	80 008	294 655	297 484	297 484	-	-	-	(100.0)
Infrastructure payments for financial assets	-	-	-	-	-	-	-	-	-	
Infrastructure leases	-	-	-	-	-	-	-	-	-	
Non infrastructure	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Total department infrastructure	3 530	179 459	85 202	297 260	300 089	300 089	2 823	-	-	(99.1)

1. Total provincial infrastructure is the sum of "Capital" plus "Recurrent maintenance". This includes non infrastructure items.

Table 9 above shows the summary of infrastructure payment per category from 2018/19 to 2024/25. The budget increases from R3.530 million in 2018/19 to a revised estimate of R300.089 million in 2021/22 due to the projects funded from the PESF. In 2022/23, it decreases by 99.1 per cent to R2.823 million due to the PESF coming to an end.

7.5.2 Maintenance

None

7.6 Conditional grants payments

7.6.1 Conditional grants payments

Table 10: Summary of departmental conditional grants by grant

R thousand	Audited Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
EPWP Integrated Grants for Provinces	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Total	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4

7.6.2 Conditional grant payments by economic classification

Table 11: Summary of departmental conditional grants by economic classification

R thousand	Audited Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2021/22	2022/23	2023/24	
Current payments	-	-	-	-	-	-	-	-	-	-
Compensation of employees										
Goods and services										
Interest and rent on land										
Transfers and subsidies	2 204	2 670	2 494	2 605	2 606	2 605	2 823	-	-	8.4
Provinces and municipalities	2 204	2 670	2 494	2 605	2 606	2 605	2 823			8.4
Departmental agencies and accounts										
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total	2 204	2 670	2 494	2 605	2 606	2 605	2 823	-	-	8.4

Tables 10 and 11 above shows a summary of the department's conditional grants, which increases from R2.204 million in 2018/19 to a revised estimate of R2.605 million in 2021/22. The grant increases by 8.4 per cent to R2.823 million in 2022/23. This grant is utilised on projects for poverty alleviation and job creation relating to waste management, greening and cleaning and alien plant eradication.

7.7 Transfers

7.7.1 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 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
COEGA Development Cooperation	31 270	104 903	177 092	192 093	192 093	192 093	19 690	20 526	21 419	(89.7)
Eastern Cape Development Corporation	236 344	217 841	266 945	513 860	321 066	321 066	327 657	241 615	238 615	2.1
Eastern Cape Gambling Board	55 761	58 710	61 350	61 961	61 961	61 961	70 043	70 725	70 756	13.0
Eastern Cape Liquor Board	59 541	62 483	69 094	68 995	68 995	68 995	74 480	74 385	77 590	7.9
Eastern Cape Provincial Arts and Culture Council	-	13 311	-	-	-	-	-	-	-	-
Eastern Cape Parks and Tourism Agency	233 579	222 695	252 314	244 164	245 164	245 164	215 027	213 148	222 719	(12.3)
Eastern Cape Rural Development Agency	-	18 715	-	-	-	-	-	-	-	-
Eastern Cape Socio Economic Consultative Council	-	-	-	-	-	-	-	-	-	-
East London Industrial Development Zone	112 172	181 575	110 652	118 756	118 756	118 756	146 697	106 056	106 056	23.5
Mayibuye Transport Corporation	-	-	-	-	-	-	-	-	-	-
Total departmental transfers	728 667	880 233	937 447	1 199 829	1 008 035	1 008 035	853 594	726 455	737 155	(15.3)

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 accounts for 63.8 per cent of the departmental budget for 2022/23.

Expenditure by public entities increased from R728.667 million in 2018/19 to a revised estimate of R1.008 billion in 2021/22 due to allocation for PESF and the implementation of COVID-19 economic recovery plan funding. In 2022/23, the budget decreases by 15.3 per cent to R853.594 million due to PESF coming to an end.

7.7.2 Transfers to other entities

Table 13: Summary of transfers to other entities

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
LRED Fund	19 870	20 000	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Non Profit Institutions	1 575	1 427	-	1 697	-	-	-	-	-	-
Isigalo youth funds	-	15 000	-	-	-	-	-	-	-	-
Total departmental transfers	21 445	36 427	22 155	21 497	19 800	19 800	15 597	20 838	19 149	(21.2)

Table 13 above provides for all departmental transfers to other entities such as Public Corporations and Private Enterprises and Non-Profit Institutions. Transfers to other entities slightly increased from R21.445 million to the revised estimate of R19.800 million in 2021/22 mainly for Local and Regional Economic Development (LRED) projects. In 2022/23, the budget decreases by 21.2 per cent to R15.597 million mainly due to fiscal consolidation.

7.7.3 Transfers to local government

Table 14: Transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Category A	-	-	-	-	-	-	-	-	-	
Category B	12 450	17 956	22 918	28 787	36 468	36 468	24 900	200	209	(31.7)
Category C	-	-	-	-	-	-	-	-	-	
Unallocated	1 000	1 000	1 000	1 000	1 000	1 000	1 000	21 659	22 632	0.0
Total departmental transfers	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)

Table 14 provides for transfers to municipalities by transfer type and category (A, B and C). The transfers to municipalities increased from R13.450 million in 2018/19 to a revised estimates of R37.468 million in the 2021/22. In 2022/23, it decreases by 30.9 per cent to R25.900 million. The department in partnership with local municipalities utilises these funds to create jobs on environmental sector projects mainly through EPWP projects of Waste management and Alien plant eradication.

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 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Office of the MEC	3 345	1 446	312	1 683	903	903	1 561	1 643	1 717	72.9
2. Office of the HOD	55 408	64 129	24 638	35 593	28 424	28 462	31 135	31 113	35 687	9.4
3. Financial Management	108 774	114 033	84 369	112 195	84 196	84 196	104 013	98 093	107 167	23.5
4. Corporate Services	57 361	58 464	85 699	103 725	104 765	104 727	112 234	104 217	108 897	7.2
Total payments and estimates	224 888	238 072	195 018	253 196	218 288	218 288	248 943	235 066	253 468	14.0

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	211 494	223 624	183 753	236 125	203 017	203 017	227 745	217 797	230 753	12.2
Compensation of employees	115 193	117 238	113 582	133 142	118 737	118 737	135 551	141 366	150 889	14.2
Goods and services	96 301	106 386	70 171	102 983	84 280	84 280	92 194	76 431	79 864	9.4
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies to:	1 689	4 169	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
Provinces and municipalities	–	–	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–	–	–
Households	1 689	4 169	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
Payments for capital assets	11 705	9 972	9 107	13 583	11 783	11 783	17 773	14 329	19 643	50.8
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	–
Machinery and equipment	11 705	9 972	9 107	13 583	11 783	11 783	17 773	14 329	19 643	50.8
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–	–	–
Payments for financial assets	–	307	70	–	–	–	–	–	–	–
Total economic classification	224 888	238 072	195 018	253 196	218 288	218 288	248 943	235 066	253 468	14.0

Tables 15 and 16 above show the summary of payments and estimates per sub-programme and per economic classification from 2018/19 to 2024/25. Expenditure for the programme decreased from R224.888 million in 2018/19 to a revised estimate of R218.288 million in 2021/22 due to internal reprioritisation. In 2022/23, it increases by 14 per cent to R248.943 million due to provision for purchasing of office furniture and equipment for new offices in Bhisho.

Compensation of Employees increases from R115.193 million in 2018/19 to a revised estimate of R118.737 million in 2021/22. In 2022/23, the budget increases by 14.2 per cent to R135.551 million to fund the filing of critical vacant posts and the provision of the wage agreement additional allocation of the cash gratuity.

Goods and Services decreased from R96.301 million in 2018/19 to a revised estimate of R84.280 million in 2021/22 due to reprioritisation towards supporting the core programmes. In 2022/23, the budget increases by 9.4 per cent to R92.194 million due to the purchasing of minor office furniture and computer equipment for the relocation to the new offices in Bhisho.

Transfers and Subsidies increased from R1.689 million in 2018/19 to a revised estimate of R3.488 million in 2021/22 due to payment of leave gratuities emanate from natural attrition and retirement packages. In 2022/23, the budget slightly decreases by 1.8 per cent to R3.425 million.

Payments for Capital assets increased from R11.705 million in 2018/19 to a revised estimate of R11.783 million in 2021/22. In 2022/23, the budget increases to R17.773 million or 50.8 per cent due to provision for purchasing of major office furniture and computer equipment for the relocation to the new offices in Bhisho.

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Integrated Economic Development Services	229 216	49 944	141 322	141 826	143 974	143 974	158 494	134 050	137 443	10.1
2. Trade and Sector Development	217 738	572 983	503 075	745 107	594 396	594 396	397 785	299 884	294 787	(33.1)
3. Business Regulation and Governance	138 667	140 697	145 969	155 500	150 665	150 665	170 111	172 207	176 660	12.9
4. Economic Planning	2 498	4 998	4 115	7 799	7 799	7 799	8 375	8 855	9 222	7.4
5. Tourism	10 489	10 158	9 361	11 953	13 247	13 247	12 399	12 390	12 947	(6.4)
Total payments and estimates	598 608	778 780	803 842	1 062 185	910 081	910 081	747 164	627 386	631 059	(17.9)

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	75 246	69 812	62 774	78 819	118 509	118 509	84 951	84 943	88 803	(28.3)
Compensation of employees	58 572	57 902	55 209	68 244	63 594	63 594	71 985	74 595	77 989	13.2
Goods and services	16 674	11 910	7 565	10 575	54 915	54 915	12 966	10 348	10 814	(76.4)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	522 036	708 968	733 303	983 366	791 572	791 572	662 213	542 443	542 256	(16.3)
Provinces and municipalities	770	-	-	500	500	500	300	200	209	(40.0)
Departmental agencies and accounts	501 396	707 188	711 148	963 066	771 272	771 272	646 316	521 405	522 898	(16.2)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	19 870	1 780	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	1 326	-	7 765	-	-	-	-	-	-	-
Buildings and other fixed structures	1 326	-	7 445	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	320	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	598 608	778 780	803 842	1 062 185	910 081	910 081	747 164	627 386	631 059	(17.9)

Tables 17 and 18 above show the summary of payments and estimates per sub-programme and per economic classification from 2018/19 to 2024/25. The expenditure for the programme increased from R598.608 million in 2018/19 to the revised estimate of R910.081 million in 2021/22 due to allocation for the PESF and the implementation of COVID-19 economic recovery plan funding. This is followed by a 17.9 per cent reduction to R747.164 million in 2022/23 due to the PESF coming to an end.

Compensation of Employees slightly increases from R58.572 million in 2018/19 to a revised estimate of R63.594 million in 2021/22 due to filling of the critical vacant posts to strengthen the functional programme performance. The budget increases by 13.2 per cent to R71.985 million in 2022/23 due to internal reprioritisation of funds for the filling of critical vacant posts to accelerate service delivery as well as the provision of the wage agreement additional allocation of the cash gratuity

Goods and Services increases from R16.674 million in 2018/19 to revised estimates of R54.915 million in 2021/22 mainly due the implementation of the informal business support programme and operational activities. In 2022/23, the budget decreases to R12.966 million or 76.4 per cent due to ceasing of once off implementation of informal business support programme.

Transfers and Subsidies increases from R522.036 million in 2018/19 to a revised estimate of R791.572 million in 2021/22 due to the allocation for PESF and implementation of economic recovery plan and re-engineering post COVID-19 pandemic. In 2022/23, the budget decreases by 16.3 per cent to R662.213 million due to the PESF coming to an end.

Payment for Capital Assets decreases from R1.326 million in 2018/19 to no allocation in 2021/22 and over 2022 MTEF due to the completion of the CDC social infrastructure projects.

8.2.1 Service delivery measures

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

Programme performance measures	Estimated performance	Medium-term estimates			
	2021/22	2022/23	2023/24	2024/25	
# of sustainable energy initiatives facilitated	4	4	4	4	
# of manufacturing initiatives facilitated	5	5	5	5	
# of agro-processing initiatives facilitated	3	3	4	4	
# of policies reviewed	1	1	1	1	
# of socio-economic intelligence reports produced	5	5	5	5	
# of SMMEs supported	70	70	70	70	
# of qualifying economic development projects funded at local and regional levels	10	11	11	11	
# of cooperatives provided with non-financial support	120	120	130	150	
# of business incubation programmes supported	2	2	2	2	
# of projects supported by the Provincial Economic Stimulus Fund	12	–	–	–	
Value of funds spent on the Jobs Fund	R9 million	R9 million	R9 million	R9 million	
	W: R620 000	W: R620 000	W: R620 000	W: R620 000	
	Y: R580 000	Y: R580 000	Y: R580 000	Y: R580 000	
	D: R320 000	D: R320 000	D: R320 000	D: R320 000	
Procurement of business for Women, Youth and People with Disabilities					
	R11 million	R18 million	R19 million	R20 million	
Value spent on tourism marketing					
Tourism Transformation	8.2	8.2	8.2	8.2	
Tourism experience diversification	36.0	36.0	36.0	36.0	
# of trade engagements in defence of source markets	80	80	80	80	
Provincial Nature Reserve promotion	18.0	18.0	18.0	18.0	
Status report on implementation of tourism sector policies / strategies	2	2	2	2	
# of people trained	3 612	4 837	5 328	5 328	
# of consumer education programmes implemented	6	6	6	6	
Value of tourism infrastructure upgrade in the ECPTA Nature Reserves (Economic Stimulus Fund)	21.7 million	13.0 million	–	–	
Status report on implementation of tourism sector policies / strategies	2	2	2	2	
# of people trained	10 900	13 300	13 300	13 300	
# of consumer education programmes implemented	6	6	6	6	

The department's plans to increase the number of cooperatives funded over the 2022 MTEF, and to maintain support to different sectors (sustainable energy, manufacturing and 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 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Environmental Policy, Planning and Coordination	24 282	31 571	33 873	44 394	50 218	50 218	40 941	37 835	39 535	(18.5)
2. Compliance and Enforcement	49 890	51 176	48 513	52 612	49 001	49 251	50 837	50 969	53 436	3.2
3. Environmental Quality Management	20 162	21 354	20 148	22 441	22 219	22 219	28 317	27 688	28 931	27.4
4. Biodiversity Management	230 463	219 714	228 245	242 179	240 479	240 479	212 207	210 293	219 735	(11.8)
5. Environmental Empowerment Services	12 103	12 899	9 379	12 617	12 913	12 663	9 873	10 421	10 888	(22.0)
Total payments and estimates	336 900	336 714	340 158	374 243	374 830	374 830	342 175	337 206	352 525	(8.7)

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	95 374	100 193	89 863	106 496	100 899	100 899	109 247	110 497	115 636	8.3
Compensation of employees	83 808	87 823	85 112	93 270	91 905	91 905	94 834	97 338	101 887	3.2
Goods and services	11 566	12 370	4 751	13 226	8 994	8 994	14 413	13 159	13 749	60.3
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	241 526	236 521	250 217	267 747	273 731	273 731	232 878	226 709	236 889	(14.9)
Provinces and municipalities	12 680	18 956	23 918	29 287	36 968	36 968	25 600	21 659	22 632	(30.8)
Departmental agencies and accounts	227 271	216 046	226 299	236 763	236 763	236 763	207 278	205 050	214 257	(12.5)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	1 575	1 427	-	1 697	-	-	-	-	-	-
Households	-	92	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	78	-	200	200	50	-	-	(75.0)
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	78	-	200	200	50	-	-	(75.0)
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	336 900	336 714	340 158	374 243	374 830	374 830	342 175	337 206	352 525	(8.7)

Tables 20 and 21 above show the summary of payments and estimates per sub-programme and per economic classification from 2018/19 to 2024/25. The expenditure for the programme increased from R336.900 million in 2018/19 to the revised estimate of R374.830 million in 2021/22 due reprioritisation for the environmental management EPWP projects such as Waste Management, Waste Greening and Cleaning and Alien plants eradication. This is followed by 8.7 per cent reduction to R342.175 million in 2022/23 due to impact of data update in the Equitable Share formula and fiscal consolidation.

Compensation of Employees increases from R83.808 million in 2018/19 to a revised estimate of R91.905 million in 2021/22 due to the filling of posts for environmental and law enforcement officers. In 2022/23, the budget slightly increases by 3.2 per cent to R94.834 million for provision of critical post for environmental officers.

Goods and Services decreases from R11.566 million in 2018/19 to a revised estimate of R8.994 million in 2021/22 due to lockdown restrictions resulting from the COVID-19 pandemic. In 2022/23, the budget increases by 60.3 per cent to R14.413 million for implementation of environmental programmes such Biodiversity programmes, Wetlands programmes and Environmental implementation of the Biodiversity Conservation Strategy Action Plan.

Transfers and Subsidies increased from R241.526 million in 2017/18 to a revised estimate of R273.731 million in 2021/22 due to funding for environmental awareness and biodiversity and conservation programme for job creation across regional and local municipalities. In 2022/23, the budget decreases by 14.9 per cent to R232.878 million due to once off allocation for the game reserve upgrade that was funded through PESF.

Payment for Capital assets expenditure increased from R78 thousand in 2019/20 to a revised estimate of R200 thousand in 2021/22. In 2022/23, it decreases to R50 thousand, which will be utilised for the animal cages.

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			
	2021/22	2022/23	2023/24	2024/25	
# of climate change response interventions implemented	-	1	1	1	
Number of government-owned ambient air quality monitoring stations meeting minimum data requirements	3	1	3	3	
Compliance with Annual Ambient Air Quality Standards	NAQI less than 1	NAQI less than 1	NAQI less than 1	NAQI less than 1	
% of complete Atmospheric Emission Licenses issued within legislated timeframes	1	1	1	1	
# of compliance inspections conducted	90	90	92	92	
# Number of administrative enforcement notices issued for non-compliance with environmental management legislation	75	77	80	80	
# of completed criminal investigations handed to the NPA for prosecution	56	57	56	56	
% of complete EIA applications finalized within legislated timeframes	1	1	1	1	
% of complete Waste License applications finalised within legislated time-frames	1	1	1	1	
% increase in volume of waste recycled	4.0%	4.2%	4.2%	4.2%	
# of legislated tools developed	1	2	2	2	
# Number of inter-governmental sector programmes implemented	1	1	1	1	
# of environmental research projects completed	1	2	2	2	
# of functional environmental information management systems maintained	-	-	-	-	
Percentage of complete biodiversity management permits issued within legislated timeframes.	700	1	1	1	
# of work opportunities created through environmental public employment programmes	970	550	600	750	
# of environmental awareness activities conducted	24	24	24	24	
# of environmental capacity building activities conducted	24	24	24	24	
# of Coastal projects developed	1	1	1	1	

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

	Actual						Revised estimate				Medium-term expenditure estimate						Average annual growth over MTEF		
	2018/19		2019/20		2020/21		2021/22				2022/23		2023/24		2024/25		2021/22 - 2024/25		
	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 numbers ¹	Costs	Personnel growth rate	Costs growth rate	% Costs of Total
R thousands																			
Salary level																			
1 – 7	240	28 372	268	29 782	241	67 346	240	-	240	64 081	292	76 577	293	80 682	294	84 330	7.0%	9.6%	24.9%
8 – 10	207	90 872	166	132 901	163	92 372	145	-	145	98 196	189	106 572	192	107 709	191	115 971	9.6%	5.7%	35.1%
11 – 12	59	97 009	37	57 832	36	53 306	52	-	52	62 596	76	66 518	77	70 647	78	73 864	14.5%	5.7%	22.6%
13 – 16	40	39 844	38	40 096	34	38 527	32	-	32	47 202	40	50 543	41	52 102	40	54 440	7.7%	4.9%	16.7%
Other	-	1 476	32	2 352	26	2 352	30	-	30	2 160	30	2 160	30	2 160	30	2 160	-	-	0.7%
Total	546	257 573	541	262 963	500	253 903	499	-	499	274 236	627	302 370	633	313 299	633	330 765	8.3%	6.4%	100.0%
Programme																			
1. Administration	280	115 193	270	117 238	254	113 582	254	-	254	118 737	289	135 551	291	141 366	291	150 889	4.6%	8.3%	44.8%
2. Economic Development And Tourism	100	58 572	100	57 902	92	55 209	93	-	93	63 594	137	71 985	139	74 295	139	77 675	14.3%	6.9%	23.5%
3. Environmental Affairs	166	83 808	171	87 823	154	85 112	152	-	152	91 905	201	94 834	203	97 638	203	102 201	10.1%	3.6%	31.8%
Direct charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	546	257 573	541	262 963	500	253 903	499	-	499	274 236	627	302 370	633	313 299	633	330 765	8.3%	6.4%	100.0%
Employee dispensation classification																			
Public Service Act appointees not covered by OSDs	335	161 832	330	167 363	301	163 139	307	-	307	178 607	406	193 607	412	201 660	412	212 214	10.3%	5.9%	64.5%
Public Service Act appointees still to be covered by OSDs	176	93 641	176	93 500	164	88 209	162	-	162	93 074	191	106 208	191	108 972	191	115 764	5.6%	7.5%	34.6%
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.	35	2 100	35	2 100	35	2 555	30	-	30	2 555	30	2 555	30	2 667	30	2 787	-	2.9%	0.9%
Total	546	257 573	541	262 963	500	253 903	499	-	499	274 236	627	302 370	633	313 299	633	330 765	8.3%	6.4%	100.0%

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

Tables 23 shows personnel numbers and cost by programme and component for the 2022 MTEF. Number of personnel numbers increased from 546 in 2018/19 to a revised estimate of 499 in 2021/22. The department is focussing on increasing the numbers on core programmes to improve service delivery. In 2022/23, the personnel number is projecting to increase to 627.

9.2 Training

Table 24: Information on training

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Number of staff	546	541	500	594	507	499	627	633	633	25.7
Number of personnel trained	257	228	147	150	157	220	180	300	350	(18.2)
of which										
Male	85	90	65	70	67	100	75	150	170	(25.0)
Female	172	138	82	80	90	120	105	150	180	(12.5)
Number of training opportunities	21	29	17	64	70	75	80	80	80	6.7
of which										
Tertiary	1	10	4	15	3	3	5	5	5	66.7
Workshops	11	3	4	25	3	3	5	5	5	66.7
Seminars	9	7	1	9	4	4	5	5	5	25.0
Other	–	9	8	15	60	65	65	65	65	0.0
Number of bursaries offered	50	40	35	30	17	20	30	25	25	50.0
Number of interns appointed	30	24	25	30	30	30	30	35	35	0.0
Number of learnerships appointed	–	34	–	50	28	30	30	30	30	0.0
Number of days spent on training	40	59	65	80	80	65	70	115	200	7.7
Payments on training by programme										
1. Administration	1 910	1 758	1 190	2 200	1 790	1 790	2 002	1 753	1 832	11.8
2. Economic Development And Tourism	–	–	–	–	–	–	–	–	–	–
3. Environmental Affairs	–	–	–	–	–	–	–	–	–	–
Total payments on training	1 910	1 758	1 190	2 200	1 790	1 790	2 002	1 753	1 832	11.8

Training is centralised in Programme 1. Training opportunities decreases from a budget of R1.910 million in 2018/19 to a revised estimate of R1.790 million in 2021/22 due to lockdown restriction resulting from the COVID-19 pandemic. In 2022/23, it increases by 11.8 percent to R2.002 million due to anticipate easing of lockdown restriction and issuing of bursaries to external applicants across the province.

9.3 Structural Changes

None.

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

**Economic Development
Environmental Affairs and Tourism**

Table B. 1: Specification of receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Tax receipts	207 331	217 567	112 979	226 922	213 950	214 842	236 958	247 621	247 621	10.3
Casino taxes	176 212	187 125	83 616	207 258	194 286	194 286	208 977	218 319	217 319	7.6
Horse racing taxes	14 710	11 402	13 112	8 125	8 125	8 125	9 381	9 802	9 802	15.5
Liquor licences	16 409	19 040	16 251	11 539	11 539	12 431	18 600	19 500	20 500	49.6
Motor vehicle licences	-	-	-	-	-	-	-	-	-	-
Sales of goods and services other than capital assets	1 367	1 318	976	303	303	1 319	227	237	237	(82.8)
Sale of goods and services produced by department (excluding capital assets)	1 367	1 318	976	303	303	1 319	227	237	237	(82.8)
Sales by market establishments	1 367	1 318	976	303	303	1 319	227	237	237	(82.8)
Administrative fees	-	-	-	-	-	-	-	-	-	-
Other sales	-	-	-	-	-	-	-	-	-	-
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	90	1 427	591	-	-	275	-	-	-	(100.0)
Interest, dividends and rent on land	384	1 023	1 606	390	390	390	439	459	459	12.6
Interest	384	1 023	1 606	390	390	390	439	459	459	12.6
Dividends	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Sales of capital assets	-	-	-	-	-	135	-	-	-	(100.0)
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Other capital assets	-	-	-	-	-	135	-	-	-	(100.0)
Transactions in financial assets and liabilities	9 573	451	171	99	99	167	109	114	114	(34.7)
Total departmental receipts	218 745	221 786	116 323	227 714	214 742	217 128	237 733	248 431	248 431	9.5

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 2021/22
	2018/19	2019/20	2020/21		2021/22		2022/23	2023/24	2024/25	
Current payments	382 114	393 629	336 390	421 440	422 425	422 425	421 943	413 237	435 192	(0.1)
Compensation of employees	257 573	262 963	253 903	294 656	274 236	274 236	302 370	313 299	330 765	10.3
Salaries and wages	222 134	225 774	213 877	250 032	233 139	231 216	256 347	265 068	280 369	10.9
Social contributions	35 439	37 189	40 026	44 624	41 097	43 020	46 023	48 231	50 396	7.0
Goods and services	124 541	130 666	82 487	126 784	148 189	148 189	119 573	99 938	104 427	(19.3)
Administrative fees	256	14	341	518	827	827	2 745	1 234	1 290	231.9
Advertising	2 963	2 524	3 263	3 557	4 169	4 249	3 572	2 482	2 594	(15.9)
Minor assets	1 203	12	19	1 442	493	491	215	125	131	(56.2)
Audit cost: External	4 461	4 776	3 724	4 701	4 100	4 100	4 000	3 745	3 913	(2.4)
Bursaries: Employees	1 674	1 988	1 356	1 722	1 382	1 396	1 900	1 938	2 025	36.1
Catering: Departmental activities	1 950	2 734	87	1 551	1 392	1 457	1 112	968	1 012	(23.7)
Communication (G&S)	2 207	887	211	555	475	475	764	787	822	60.8
Computer services	6 677	18 323	13 214	20 785	22 694	22 748	17 654	14 346	14 992	(22.4)
Consultants and professional services: Business and advisory services	8 547	7 385	6 183	13 634	55 914	48 287	22 132	14 579	15 232	(54.2)
Infrastructure and planning	–	–	–	–	–	–	–	–	–	–
Laboratory services	–	–	–	–	–	–	–	–	–	–
Scientific and technological services	–	–	–	–	–	–	–	–	–	–
Legal services	5 111	2 134	1 405	3 072	1 822	1 822	2 900	2 200	2 299	59.2
Contractors	10 667	10 824	1 929	3 015	7 089	6 749	3 246	930	972	(51.9)
Agency and support / outsourced services	–	–	–	–	–	–	–	–	–	–
Entertainment	–	–	–	–	–	–	–	–	–	–
Fleet services (including government motor transport)	4 027	3 883	2 179	2 575	2 375	2 375	3 000	1 931	2 018	26.3
Housing	–	–	–	–	–	–	–	–	–	–
Inventory: Clothing material and accessories	–	605	295	–	–	227	–	–	–	(100.0)
Inventory: Farming supplies	–	–	83	–	–	–	–	–	–	–
Inventory: Food and food supplies	–	–	–	–	–	–	–	–	–	–
Inventory: Chemicals, fuel, oil, gas, wood and coal	–	–	–	–	–	–	–	–	–	–
Inventory: Learner and teacher support material	–	–	–	–	–	–	–	–	–	–
Inventory: Materials and supplies	729	64	–	27	–	–	62	63	66	–
Inventory: Medical supplies	–	–	–	–	–	–	–	–	–	–
Inventory: Medicine	–	–	–	–	–	–	–	–	–	–
Medsas inventory interface	–	–	–	–	–	–	–	–	–	–
Inventory: Other supplies	–	148	1 478	218	1 324	8 164	292	313	327	(96.4)
Consumable supplies	1 928	1 246	1 238	1 759	1 634	1 459	1 160	1 258	1 315	(20.5)
Consumable: Stationery, printing and office supplies	1 080	937	1 401	1 896	1 472	1 491	831	1 074	1 122	(44.3)
Operating leases	34 749	37 576	28 568	41 641	18 116	18 116	28 000	28 206	29 473	54.6
Property payments	9 998	8 713	8 659	9 410	9 601	9 601	10 940	11 707	12 231	13.9
Transport provided: Departmental activity	111	70	5	23	8	–	–	–	–	–
Travel and subsistence	19 536	19 176	3 974	6 876	6 992	8 216	8 946	7 276	7 529	8.9
Training and development	1 910	1 758	1 190	2 200	1 790	1 790	2 002	1 753	1 832	11.8
Operating payments	1 485	1 071	586	1 238	1 889	1 612	1 898	1 345	1 406	17.7
Venues and facilities	3 087	3 457	1 099	2 877	1 739	1 722	2 202	1 678	1 826	27.9
Rental and hiring	185	361	–	1 492	892	815	–	–	–	(100.0)
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Interest	–	–	–	–	–	–	–	–	–	–
Rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies	765 251	949 658	985 608	1 254 601	1 068 791	1 068 791	898 516	772 092	782 217	(15.9)
Provinces and municipalities	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)
Provinces	–	–	–	–	–	–	–	–	–	–
Provincial Revenue Funds	–	–	–	–	–	–	–	–	–	–
Provincial agencies and funds	–	–	–	–	–	–	–	–	–	–
Municipalities	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)
Municipalities	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)
Municipal agencies and funds	–	–	–	–	–	–	–	–	–	–
Departmental agencies and accounts	728 667	923 234	937 447	1 199 829	1 008 035	1 008 035	853 594	726 455	737 155	(15.3)
Social security funds	–	–	–	–	–	–	–	–	–	–
Provide list of entities receiving transfers	728 667	923 234	937 447	1 199 829	1 008 035	1 008 035	853 594	726 455	737 155	(15.3)
Higher education institutions	–	–	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises	19 870	1 780	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Public corporations	19 870	–	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Subsidies on production	–	–	–	–	–	–	–	–	–	–
Other transfers	19 870	–	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Private enterprises	–	1 780	–	–	–	–	–	–	–	–
Subsidies on production	–	–	–	–	–	–	–	–	–	–
Other transfers	–	1 780	–	–	–	–	–	–	–	–
Non-profit institutions	1 575	1 427	–	1 697	–	–	–	–	–	–
Households	1 689	4 261	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
Social benefits	1 689	4 261	1 600	2 828	2 828	2 828	3 000	2 208	2 307	6.1
Other transfers to households	–	–	488	660	660	660	425	732	765	(35.6)
Payments for capital assets	13 031	9 972	16 950	13 583	11 983	11 983	17 823	14 329	19 643	48.7
Buildings and other fixed structures	1 326	–	7 445	–	–	–	–	–	–	–
Buildings	–	–	7 445	–	–	–	–	–	–	–
Other fixed structures	1 326	–	–	–	–	–	–	–	–	–
Machinery and equipment	11 705	9 972	9 185	13 583	11 983	11 983	17 823	14 329	19 643	48.7
Transport equipment	10 744	5 963	4 345	6 294	4 494	4 494	5 817	5 612	5 864	29.4
Other machinery and equipment	961	4 009	4 840	7 289	7 489	7 489	12 006	8 717	13 779	60.3
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	320	–	–	–	–	–	–	–
Payments for financial assets	–	307	70	–	–	–	–	–	–	–
Total economic classification	1 160 396	1 353 566	1 339 018	1 689 624	1 503 199	1 503 199	1 338 282	1 199 658	1 237 052	(11.0)

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 2021/22
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25	
Current payments	211 494	223 624	183 753	236 125	203 017	203 017	227 745	217 797	230 753	12.2
Compensation of employees	115 193	117 238	113 582	133 142	118 737	118 737	135 551	141 366	150 889	14.2
Salaries and wages	99 072	100 436	93 940	111 061	97 056	97 143	112 432	117 206	125 644	15.7
Social contributions	16 121	16 802	19 642	22 081	21 681	21 594	23 119	24 160	25 245	7.1
Goods and services	96 301	106 386	70 171	102 983	84 280	84 280	92 194	76 431	79 864	9.4
Administrative fees	225	14	341	518	561	561	2 455	849	887	337.6
Advertising	553	1 823	2 328	2 020	2 716	2 796	2 063	884	924	(26.2)
Minor assets	1 203	12	9	1 400	491	491	215	123	129	(56.2)
Audit cost: External	4 461	4 776	3 724	4 701	4 100	4 100	4 000	3 745	3 913	(2.4)
Bursaries: Employees	1 674	1 988	1 356	1 722	1 382	1 382	1 900	1 938	2 025	37.5
Catering: Departmental activities	449	514	27	447	429	429	432	269	281	0.7
Communication (G&S)	2 207	887	211	555	475	475	764	787	822	60.8
Computer services	5 643	17 507	11 897	16 336	20 769	20 862	14 513	11 051	11 549	(30.4)
Consultants and professional services: Business and advisory services	2 813	4 017	2 879	6 944	5 925	5 832	8 176	4 840	5 057	40.2
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	5 111	2 134	1 405	3 072	1 822	1 822	2 900	2 200	2 299	59.2
Contractors	9 189	10 703	1 922	2 475	6 792	6 712	3 156	839	877	(53.0)
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	4 027	3 883	2 179	2 575	2 375	2 375	3 000	1 931	2 018	26.3
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	30	-	-	218	-	-	-	(100.0)
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	-	-	-	-	-	-	-	-	-	-
Medias inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-	-
Consumable supplies	1 673	969	559	1 161	943	725	700	780	815	(3.4)
Consumable: Stationery, printing and office supplies	1 027	554	829	718	374	374	258	398	416	(31.0)
Operating leases	34 749	37 576	28 568	41 641	18 116	18 116	28 000	28 206	29 473	54.6
Property payments	9 998	8 713	8 659	9 410	9 601	9 601	10 940	11 707	12 231	13.9
Transport provided: Departmental activity	-	70	-	-	-	-	-	-	-	-
Travel and subsistence	7 440	6 603	1 224	3 443	3 654	3 654	4 143	2 601	2 644	13.4
Training and development	1 910	1 758	1 190	2 200	1 790	1 790	2 002	1 753	1 832	11.8
Operating payments	1 295	1 035	455	1 226	1 384	1 384	1 795	1 241	1 297	29.7
Venues and facilities	434	820	379	419	581	581	782	289	375	34.6
Rental and hiring	-	30	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	1 689	4 169	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
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	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	1 689	4 169	2 088	3 488	3 488	3 488	3 425	2 940	3 072	(1.8)
Social benefits	1 689	4 169	1 600	2 828	2 828	2 828	3 000	2 208	2 307	6.1
Other transfers to households	-	-	488	660	660	660	425	732	765	(35.6)
Payments for capital assets	11 705	9 972	9 107	13 583	11 783	11 783	17 773	14 329	19 643	50.8
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	11 705	9 972	9 107	13 583	11 783	11 783	17 773	14 329	19 643	50.8
Transport equipment	10 744	5 963	4 345	6 294	4 494	4 494	5 817	5 612	5 864	29.4
Other machinery and equipment	961	4 009	4 762	7 289	7 289	7 289	11 956	8 717	13 779	64.0
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	307	70	-	-	-	-	-	-	-
Total economic classification	224 888	238 072	195 018	253 196	218 288	218 288	248 943	235 066	253 468	14.0

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 2021/22
	2018/19	2019/20	2020/21		2021/22		2022/23	2023/24	2024/25	
Current payments	75 246	69 812	62 774	78 819	118 509	118 509	84 951	84 943	88 803	(28.3)
Compensation of employees	58 572	57 902	55 209	68 244	63 594	63 594	71 985	74 595	77 989	13.2
Salaries and wages	51 274	50 125	47 469	60 738	56 269	54 933	63 826	66 068	69 079	16.2
Social contributions	7 298	7 777	7 740	7 506	7 325	8 661	8 159	8 527	8 910	(5.8)
Goods and services	16 674	11 910	7 565	10 575	54 915	54 915	12 966	10 348	10 814	(76.4)
Administrative fees	-	-	-	-	266	266	290	385	403	9.0
Advertising	2 304	701	935	1 037	503	503	1 000	1 034	1 080	98.8
Minor assets	-	-	-	-	2	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	2	-	-	-	(100.0)
Catering: Departmental activities	594	814	55	252	276	394	576	559	584	46.2
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	981	716	759	1 609	900	866	900	943	985	3.9
Consultants and professional services: Business and advisory services	4 822	3 138	2 463	4 105	47 988	40 538	6 281	3 557	3 716	(84.5)
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-	-
Contractors	1 425	54	-	-	31	31	90	90	94	190.3
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	83	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	1 478	-	1 242	8 082	-	-	-	(100.0)
Consumable supplies	-	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	290	224	533	467	462	493	517	540	6.7
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	23	8	-	-	-	-	-
Travel and subsistence	4 873	4 615	970	1 349	1 524	2 398	2 136	2 165	2 262	(10.9)
Training and development	-	-	-	-	-	-	-	-	-	-
Operating payments	40	-	9	-	400	123	43	43	45	(65.0)
Venues and facilities	1 635	1 492	589	1 629	746	765	1 157	1 055	1 105	51.2
Rental and hiring	-	90	-	38	562	485	-	-	-	(100.0)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	522 036	708 968	733 303	983 366	791 572	791 572	662 213	542 443	542 256	(16.3)
Provinces and municipalities	770	-	-	500	500	500	300	200	209	(40.0)
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	770	-	-	500	500	500	300	200	209	(40.0)
Municipalities	770	-	-	500	500	500	300	200	209	(40.0)
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	501 396	707 188	711 148	963 066	771 272	771 272	646 316	521 405	522 898	(16.2)
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	501 396	707 188	711 148	963 066	771 272	771 272	646 316	521 405	522 898	(16.2)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	19 870	1 780	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Public corporations	19 870	-	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	19 870	-	22 155	19 800	19 800	19 800	15 597	20 838	19 149	(21.2)
Private enterprises	-	1 780	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-	-
Other transfers	-	1 780	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	1 326	-	7 765	-	-	-	-	-	-	-
Buildings and other fixed structures	1 326	-	7 445	-	-	-	-	-	-	-
Buildings	-	-	7 445	-	-	-	-	-	-	-
Other fixed structures	1 326	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	320	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	598 608	778 780	803 842	1 062 185	910 081	910 081	747 164	627 386	631 059	(17.9)

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 2021/22
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25	
Current payments	95 374	100 193	89 863	106 496	100 899	100 899	109 247	110 497	115 636	8.3
Compensation of employees	83 808	87 823	85 112	93 270	91 905	91 905	94 834	97 338	101 887	3.2
Salaries and wages	71 788	75 213	72 468	78 233	79 814	79 140	80 089	81 794	85 646	1.2
Social contributions	12 020	12 610	12 644	15 037	12 091	12 765	14 745	15 544	16 241	15.5
Goods and services	11 566	12 370	4 751	13 226	8 994	8 994	14 413	13 159	13 749	60.3
Administrative fees	31	-	-	-	-	-	-	-	-	-
Advertising	106	-	-	500	950	950	509	564	590	(46.4)
Minor assets	-	-	10	42	-	-	-	2	2	-
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	12	-	-	-	(100.0)
Catering: Departmental activities	907	1 406	5	852	687	634	104	140	147	(83.6)
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	53	100	558	2 840	1 025	1 020	2 241	2 352	2 458	119.7
Consultants and professional services: Business and advisory services	912	230	841	2 585	2 001	1 917	7 675	6 182	6 459	300.4
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-	-
Contractors	53	67	7	540	266	6	-	1	1	(100.0)
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	605	265	-	-	9	-	-	-	(100.0)
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	509	64	-	27	-	-	62	63	66	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	148	-	218	82	82	292	313	327	256.1
Consumable supplies	255	277	679	598	691	734	460	478	500	(37.3)
Consumable: Stationery, printing and office supplies	53	93	348	645	631	655	80	159	166	(87.8)
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	111	-	5	-	-	-	-	-	-	-
Travel and subsistence	7 223	7 958	1 780	2 084	1 814	2 164	2 667	2 510	2 623	23.2
Training and development	-	-	-	-	-	-	-	-	-	-
Operating payments	150	36	122	12	105	105	60	61	64	(42.9)
Venues and facilities	1 018	1 145	131	829	412	376	263	334	346	(30.1)
Rental and hiring	185	241	-	1 454	330	330	-	-	-	(100.0)
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	241 526	236 521	250 217	267 747	273 731	273 731	232 878	226 709	236 889	(14.9)
Provinces and municipalities	12 680	18 956	23 918	29 287	36 968	36 968	25 600	21 659	22 632	(30.8)
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	12 680	18 956	23 918	29 287	36 968	36 968	25 600	21 659	22 632	(30.8)
Municipalities	12 680	18 956	23 918	29 287	36 968	36 968	25 600	21 659	22 632	(30.8)
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	227 271	216 046	226 299	236 763	236 763	236 763	207 278	205 050	214 257	(12.5)
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	227 271	216 046	226 299	236 763	236 763	236 763	207 278	205 050	214 257	(12.5)
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	1 575	1 427	-	1 697	-	-	-	-	-	-
Households	-	92	-	-	-	-	-	-	-	-
Social benefits	-	92	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	78	-	200	200	50	-	-	(75.0)
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	78	-	200	200	50	-	-	(75.0)
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	78	-	200	200	50	-	-	(75.0)
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	336 900	336 714	340 158	374 243	374 830	374 830	342 175	337 206	352 525	(8.7)

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 2021/22
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25	
Current payments	-	-	-	-	-	-	-	-	-	
Compensation of employees	-	-	-	-	-	-	-	-	-	
Goods and services	-	-	-	-	-	-	-	-	-	
Transfers and subsidies	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Provinces and municipalities	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Provinces	-	-	-	-	-	-	-	-	-	
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	
Municipalities	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Municipalities	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	
Payments for capital assets	-	-	-	-	-	-	-	-	-	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Buildings	-	-	-	-	-	-	-	-	-	
Other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Transport equipment	-	-	-	-	-	-	-	-	-	
Other machinery and equipment	-	-	-	-	-	-	-	-	-	
Heritage Assets	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	-	-	
Total economic classification	2 204	2 670	2 494	2 605	2 605	2 605	2 823	-	-	8.4

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 2021/22
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25	
Category A	-	-	-	-	-	-	-	-	-	
Buffalo City	-	-	-	-	-	-	-	-	-	
Nelson Mandela Bay	-	-	-	-	-	-	-	-	-	
Category B	12 450	17 956	22 918	28 787	36 468	36 468	24 900	200	209	(31.7)
Dr Beyers Naude	-	-	-	-	-	-	-	-	-	
Blue Crane Route	-	-	-	3 400	5 781	5 781	-	-	-	(100.0)
Makana	-	-	-	-	2 000	2 000	5 000	-	-	150.0
Ndlambe	-	-	-	-	-	-	-	-	-	
Sundays River Valley	-	-	-	2 605	2 605	2 605	-	-	-	(100.0)
Kouga	-	-	-	-	-	-	5 000	-	-	
Kou-Kamma	-	2 670	2 494	-	-	-	-	-	-	
Mbhashe	-	4 000	-	-	-	-	-	-	-	
Mnquma	-	-	-	5 000	5 000	5 000	-	-	-	(100.0)
Great Kei	3 476	-	-	-	-	-	-	-	-	
Amahlathi	-	-	6 633	-	3 300	3 300	-	-	-	(100.0)
Ngqushwa	-	-	-	-	-	-	-	-	-	
Raymond Mhlaba	270	-	5 000	500	500	500	300	200	209	(40.0)
Inxuba Yethemba	-	3 000	-	-	-	-	-	-	-	
Intsika Yethu	2 204	-	-	-	-	-	-	-	-	
Emalahleni	3 000	-	-	3 000	3 000	3 000	-	-	-	(100.0)
Engcobo	-	-	-	-	-	-	1 400	-	-	
Sakhisizwe	-	-	2 500	-	-	-	-	-	-	
Enoch Mgijima	-	-	-	-	-	-	-	-	-	
Elundini	500	-	-	-	-	-	-	-	-	
Senqu	-	-	-	5 200	5 200	5 200	-	-	-	(100.0)
Walter Sisulu	-	2 000	-	-	-	-	5 000	-	-	
Ngquza Hill	-	-	-	-	-	-	-	-	-	
Port St Johns	3 000	3 000	-	5 582	5 582	5 582	-	-	-	(100.0)
Nyandeni	-	-	-	-	-	-	1 000	-	-	
Mhlontlo	-	-	-	-	-	-	-	-	-	
King Sabata Dalindyebo	-	-	2 500	-	-	-	-	-	-	
Mataelele	-	-	3 791	-	-	-	-	-	-	
Umkhumbi	-	-	-	3 500	3 500	3 500	3 700	-	-	5.7
Mbizana	-	3 286	-	-	-	-	-	-	-	
Ntabankulu	-	-	-	-	-	-	3 500	-	-	
Category C	-	-	-	-	-	-	-	-	-	
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	
Amatole District Municipality	-	-	-	-	-	-	-	-	-	
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	1 000	1 000	21 659	22 632	0.0
Total transfers to municipalities	13 450	18 956	23 918	29 787	37 468	37 468	25 900	21 859	22 841	(30.9)

END OF EPRE