

# BUDGET STATEMENT NUMBER 2

## DEPARTMENTAL ESTIMATES

### VOTE NUMBER 13

### DEPARTMENT OF ECONOMIC DEVELOPMENT AND TOURISM

To be appropriated:

**R 80 724 000**

Responsible Political Office Bearer:

Provincial Minister of Agriculture, Tourism and Gambling  
Provincial Minister of Finance and Economic Development

Adminstrating Department:

Department of Economic Development and Tourism

Accounting Officer:

Head of Department, Economic Development and Tourism

#### 1. OVERVIEW

##### **Core functions and responsibilities**

To conduct the overall management and administrative support of the department.

To facilitate the growth of a strong, dynamic and equitable regional economy for the benefit of all residents in the Western Cape, by promoting and developing opportunities in the industrial, communications and tourism sectors, by regulating for a fair business environment, and by facilitating the transformation of the economy through development support and co-ordination between spheres of government.

To play a leading role in getting the Western Cape online, to ensure that the province, its citizens and its businesses (SMME's in particular) derive maximum benefit from the knowledge economy.

##### **Vision**

A dynamic, socially and environmentally responsible world class economy which reduces poverty in South Africa's Western Cape.

##### **Mission**

The department plays a leading role in growing the Cape into a world-class economy for the equitable benefit of all inhabitants, thereby reducing economic disparities between people. We facilitate the growth and transformation of our economy, by growing the sectors of the economy with most potential, while transforming them to incorporate the historically marginalised. We offer a user-friendly service to the generators of economic development, large and small, local and global.

##### **Main services**

To conduct the overall management and administrative support of the department.

Facilitate the growth of a strong, dynamic and equitable economy for the benefit of all residents in the Western Cape.

Promotion of developing opportunities in the industrial, communication and tourism industries.

Facilitate the transformation of the economy through development support and co-ordination between spheres of government.

Planning a leading role in getting the Western Cape on line and to ensure that the province, its citizens and its businesses derive maximum benefit from the knowledge economy.

##### **Demands and changes in services**

###### **Corporate services**

Owing to the departmentalisation model, programme 1 - Administration will expand to facilitate the establishment of a corporate services component.

## **Enterprise development**

In order to build and spread the benefit of the Western Cape economy, focused attention is to be given to growing sectors into which historically marginalised firms and individuals can sustainably be incorporated. More skilled and experienced staff will be recruited to facilitate such economic growth and development. In pursuit of public-private partnerships and co-operative governance between the three spheres of government for the marketing of trade, tourism and investment opportunities, a joint marketing strategy has been formulated. Consequently changes to existing institutional arrangements, including public entities, will be brought about. Legislation to replace the Western Cape Investment and Trade Promotion Agency Law of 1996 and the Western Cape Tourism Act of 1997 will therefore be enacted. A consumer tribunal and consumer protector will be established.

## **Tourism**

As a result of the devolution of the function, the registration of tourist guides requires additional personnel and resources.

The tourism industry has called for a tourism registration system to upgrade products and services in the sector. The Registration Act will make provision for the mandatory registration of all tourism businesses in the Western Cape.

## **Knowledge economy and e-government**

In order to bring the Western Cape online in alignment with national and local government, NGO's, parastatals, businesses and citizens, the responsibility for e-government has grown and will continue to demand more resources as we become more globally competitive.

## **Acts, rules and regulations**

### **Administration**

Public Finance Management Act, 1999 (Act 1 of 1999 as amended by Act 29 of 1999)

Division of Revenue Act (Annually)

Public Service Act, 1994 (Act 103 of 1994) and Regulations, 2001

Labour Relations Act, 1995 (Act 66 of 1995)

Basic Conditions of Employment Act, 1997 (Act 75 of 1997)

Skills Development Act, 1998 (Act 97 of 1998)

National Archives Act, 1996 (Act 43 of 1996)

Promotion of Access to Information Act, 2000 (Act 2 of 2000)

Occupational Health and Safety Act, 1993 (Act 85 of 1993)

Collective agreements

National Treasury Regulations

Tender Board Regulations

Provincial Treasury Instructions

Administrative Justice Act, 2000 (Act 3 of 2000)

Western Cape Direct Charges Act, 2000 (Act 6 of 2000)

Western Cape Appropriation Act (Annually)

Preferential Procurement Policy Framework Act, 2000 (Act 5 of 2000)

Compensation for Occupational Injuries and Diseases Act, 1993 (Act 130 of 1993)

Public Holiday's Act, 1994 (Act 6 of 1994)

The National Constitution, 1996 (Act 108 of 1996)

The Constitution of the Western Cape, 1998 (Act 1 of 1998)

Employment Equity Act, 1998 (Act 55 of 1998)

Adult Basic Education and Training Act, 2000 (Act 52 of 2000)

Skills Development Levies Act, 1995 (Act 9 of 1999)

South African Qualifications Act (Act 58 of 1995)

South African Qualifications Regulations

Further Education and Training Act, 1998 (Act 98 of 1998)

General and Further Education and Training Quality Assurance Act, 2001 (Act 58 of 2001)

Employment of Education and Training Act, 1998 (Act 76 of 1998)

Government Employees Pension Law (1996)

Unemployment Insurance Act, 1966 (Act 30 of 1966)

Income Tax Act, 1962 - 4th standard

### **Economic development and tourism**

Western Cape Investment and Trade Promotion Agency Law, 1996 (Act 3 of 1996)

Liquor Act, 1989 (Act 27 of 1989)

Businesses Act, 1991 (Act 71 of 1991)

Western Cape Tourism Act, 1997 (Act 3 of 1997)

Cape Town International Convention Centre Company Act, 2000 (Act 8 of 2000)

Consumer Affairs (Unfair business practices) Act, 2002 (Act 10 of 2002)

During the year the following new legislation will be introduced:

A Tourism Registration Act aimed at mandating all tourism businesses to register. The Act will require tourism enterprises to adhere to basic minimum standards, will develop those requiring assistance and will make provision for them to be listed on a marketing data base.

A new institutional framework will require changes to the Wesgro Act of 1996 and Western Cape Tourism Act of 1997. The changes will reflect the joint marketing approach to promote tourism, trade and investment through partnerships between province, local government and the private sector.

A liquor white paper will be tabled and provincial liquor legislation introduced.

### **Knowledge economy and e-government**

Section 32 of the Constitution of South Africa

The Promotion of Access to Information Act, 2000

Electronic Communications and Transactions Act, 2002 (Act 25 of 2002)

## **Budget decisions**

### **Economic development and tourism**

The allocation to this department has been increased in order to provide for focused intellectual leadership to drive the *iKapa elihlumayo* process of growing the Cape economy. Suitably qualified staff will have to be recruited to augment current capacity.

As a result of the high levels of competition between places for the location of foreign direct investment, for hosting international conferences, for major sporting events and for movie making, as well as between firms for exports of agricultural and manufactured products, the province has joined forces with local government and the private sector to lever extra funds for the implementation of a commonly agreed promotion strategy.

Owing to high levels of crime and violence in the world, attention and resources have to be allocated to communicating safety and security issues aimed at potential tourists, investors and importers. Stability is essential for smooth trade, investment and tourism growth.

## **2. REVIEW 2002/03**

### **Corporate affairs**

As a result of an organisational and development study commissioned for the establishment of a corporate affairs component with effect from 1 April 2003, the Ministers approved the new establishment. An agency agreement was signed with the Department of Transport and Public Works to render all corporate functions to management and staff of the department during the 2002/03 year. Meanwhile, despite the uncertainty of transformation and stress of extra work, staff and management excelled in friendly service delivery.

### **Enterprise development**

The White Papers on "preparing the Western Cape for the knowledge economy of the 21st century" and "sustainable tourism development and promotion in the Western Cape" underpin the work programme for *iKapa Elihlumayo*.

A policy drafting panel embarked on the drafting of a white paper and draft legislation to replace the national Liquor Act after an extensive public participation process following the adoption of the green paper. Attention to a more socially responsible attitude towards alcohol is being given. The Western Cape Business Amendment Act No. 11 of 2002 was promulgated to ensure the appointment of the municipalities in terms of the Municipal Structures Act as business licencing authorities.

The network of funded consumer advice offices was increased from 13 to 23 and own staff was expanded to provide for consumer education and complaints handling. The Consumer Affairs (Unfair Business Practices) Act No. 10 of 2002 was promulgated.

With respect to broadening the ownership base of the economy, support to SMMEs in the rural areas has been bolstered by the establishment of a total of 27 library business corners offering quality information. These libraries are also serving as venues for business training and tender information workshops. Coupled to the information campaign, to date, 22 000 booklets, "Start your own business", have been printed and distributed to service providers, local authorities and entrepreneurs.

The mentorship programme in the South Cape has assisted 15 businesses (employing 93 people) to access state and corporate tenders. Linkages with the West Coast and Southern Cape have resulted in contracts to the value of more than R12 million being awarded to the local SMMEs. The Cape metropolitan mentorship programme, implemented by UCT, assisted more than 20 businesses of which 90% were previously disadvantaged. A further 12 high potential Black businesses were mentored through an international project, the Netherlands management co-operation programme, facilitated by the department.

Access to finance, combined with non-financial services, has thus far proven successful in assisting SMMEs. The entrepreneurial fund, a pilot project in collaboration with LANOK/Casidra and the UCT (GSB), has funded, trained and mentored 13 businesses. These businesses include spazas, panel shops, manufacturers, mostly from township and semi-rural areas, such as Mitchells Plain and Kayamandi (Stellenbosch). R1 200 000 was allocated to this project.

The department actively participated in the IDP process through the evaluation of all local government's plans and have initiated appropriate job creation projects. The department is also in the process of establishing economic development units in cooperation with the Central Karoo and West Coast district municipalities.

A selected number of key projects and interventions were supported to encourage growth in targeted sectors with potential to expand and be transformed, including clothing and textiles, organics, biotechnology, film, craft, call centres and oil and gas. Cross-cutting industry support issues were addressed, including the improvement of infrastructure and skills, the promotion of investment and export incentives and HIV/Aids programmes for the workplace were developed.

The biotechnology initiative has been significantly successful over the past year, with the launch of the Cape biotech initiative (CBI) and its move out of the department. The initiative has been successful in accessing R120 million in grant funding from national government for the establishment of a biotechnology research and innovation centre, making the technologies marketable and bankable.

In partnership with the City of Cape Town, the Cape film commission and Wesgro, the private sector was invited to register expressions of interest in the establishment of a film studio in Cape Town. Great excitement has been generated, helping to benefit the indigenous film industry and build the sector, creating jobs and bringing foreign exchange to the region.

The CapeMAC (manufacturing advisory centre) has worked extremely well in its first year of operation and will reach its target of providing assistance to 100 companies. By mid-year, the CapeMAC had sustained 2,828 jobs and had facilitated the creation of a further 191 jobs.

A package and network of support for emerging exporters with mentorship, information on export development, trade incentives and the new trade agreements continued to be successfully provided through the export development programme with the Cape regional chamber of commerce and industry. Sixty companies will have been trained this year.

The Southern Cape export development centre was established in George to provide information and assistance on exporting from this growing region. The centre works in collaboration with the South Cape business centre and Ntsika in order to provide a holistic service to small and potential export companies.

A very successful learning Cape festival - based on the knowledge economy white paper - was initiated and organised. With a wide range of public and private sector players, the objectives and outcomes of a broader learning Cape initiative, with a human resource strategy for the province, are being formulated.

For the first time the Western Cape participated in Walt Disney's Epcot Food and Wine Festival showcasing our Cape wines, Cape Malay cuisine, Cape craft with tourism and conservation messages. Working with a world-class company proved a major learning experience for the team drawn from provincial and local government, public entities, crafters, chefs, winemakers and conservationists.

A close working relationship existed with the Western Cape investment and trade promotion agency (WESGRO) during its restructuring to ensure that the work is more focused on core tasks of investment and trade promotion, in alignment with government strategies for economic growth and development.

### **Tourism**

The integrated tourism development framework for the Western Cape to guide tourism development and infrastructure investment for the next 10 years was launched at Kirstenbosch in September 2002. The framework identified 11 key priority nodes and corridors for development and has been widely accepted as the basis for developing the industry in the various regions of the province and will impact on IDPs.

Also launched at the same time was a framework to create signage for individual facilities, tourist routes and areas. This road signage framework will serve to direct tourist flows via the transport network to the various products in the province, on and off the beaten track.

A tourism entrepreneur manual, which serves as a guide for people wishing to enter the industry, for those who are already involved and those who wish to improve their tourism businesses, is proving popular.

The establishment of the Cape craft and design institute (CCDI) to provide holistic support to crafters ensures that Cape Crafts become world-renowned for their excellent quality and design. The CCDI empowers Northern and Western Cape crafters and has showcased Cape Craft locally and internationally, thereby creating direct jobs and income particularly for rural and township women.

The implementation of many different programmes provides successful initiatives to improve visitor safety and security in the province and their perception of criminality, a tourism help desk programme, to provide practical support to tourism entrepreneurs, a management system for tour guides and the creation of a provincial tourism development fund to support participation in tourism by marginalised communities. Products of emerging tourism product owners were showcased in a highly successful 'mini indaba', which is to be expanded to other provinces in future.

1 900 tour guides were registered in various disciplines throughout the province.

Continuing support, monitoring and evaluation of the development of the Cape Town international convention centre (Convenco) were given. The convention centre remains a key development and presents excellent opportunity for growth in the industry, as well as addressing seasonality. The CTICC will open in July 2003. Bookings have already exceeded expectations and the profile of the centre continues to grow.

With the finalisation of the tourism policy, a partnership with local government and the private sector was established to bring synergy in marketing and to overcome fragmentation in the tourism industry. The 'cross-sell' of tourism, trade and investment promotion, along with the film industry and hosting of great events, will bring direct jobs and economic growth to the country. Attention was also given to increasing air access between Cape Town and our main tourism and trading partners.

The Western Cape tourism board was supported and assisted during the restructuring process. After four years the reaching of an agreement with the City of Cape Town and local government with respect to a joint marketing strategy for the City and Province, and a single marketing agency has been welcomed by most players in the industry.

### **Knowledge economy and e-government**

Cape Gateway development (E-government portal): The Cape online e-government strategy began this year with a major focus on the Cape Gateway development project. Two thirds of the project was completed and includes the data model and content management system. The data model identifies all structured government information, as well as the business relationships between each component. The content management system is built to enable simple capture of government information from source, with sophisticated workflow that enables a frictionless publishing environment.

Cape Change: Although under very severe budgetary constraints, the Cape Change management project started with a pilot in the Department of Economic development and tourism. The restructuring of departments offers an ideal opportunity to expand the current master systems planning process to include all systems and business practice.

Cape procure: A pilot project to put tenders online has been initiated.

The Cape Online Forum was reinforced with the signing of a "collaborative framework" between the provincial government and the City to facilitate the implementation of e-government projects in the Province. Alignment between the Smart City and the Cape Online strategies is envisaged.

Cape access: Learning from the City's successful smartcape library access pilot, we have initiated a project to install internet access points in rural libraries across the Province.

The Cape information technology (ICT) sector has shown consistent growth over the past year with mature industry leadership. The Cape IT Initiative (CITI), an independent private sector organization, leads with cluster development and our support.

The Cape Gateway resource centre includes a resource centre with a comprehensive collection of national and provincial government publications, both hard copies and/or e-copies. A call centre company, to implement the project, has been appointed.

KEEG has been active in developing a portal content policy, an e-government communication and marketing strategy, KEEG visual standards, Cape Gateway product branding, delivering papers at national and international e-government and ICT related conferences, promoting under- and post-graduate e-government related research at universities in the Western Cape and facilitating a "virtual university" in the Western Cape.

### 3. OUTLOOK FOR 2003/04

#### Corporate affairs

The main focus will be the rapid appointment of suitably qualified and experienced staff to grow the Cape. The department will then take control of all corporate functions and endeavour to render a professional support service to management and staff. Under the leadership of the new head of department we will embark on the formulation and implementation of departmental policies in support of *iKapa elihlumayo*, and monitor their outcomes.

#### Enterprise development

With increased capacity, the department will be able to play a key role in driving *iKapa elihlumayo* through facilitating the growth of sectors with potential for job and wealth creation e.g. information communication technology, bio-technology, craft, fynbos, film, call centres and organic products, with targeted projects being supported in the clothing and textiles, oil and gas, wine and jewellery sectors.

New initiatives are beginning in the materials and manufacturing sector, including the furniture sector.

A support package from the public sector is to be announced in order to deliver a film studio within a year with the cooperation of all three spheres of government.

The Cape biotechnology initiative will be supported as an independent organisation. With generous national support, the biotechnology research and innovation centre will be established with a select portfolio of projects.

A feasibility assessment is underway with Eskom for the upgrading of port facilities for the suppliers of the oil and gas industry to serve the huge market off the West Coast of Africa. Further port planning is taking place between all three spheres of government.

The Learning Cape initiative is to be launched with a clear brief and methodology for developing a human resource development strategy for the province, in partnership with public and private sector players. The Learning Cape festival will be hosted as an annual event to popularise and promote learning.

Export capacity is to be built into the West Coast business service centre to provide export advice and assistance to potential and current exporters.

The training provided through the export development programme will be extended in order to develop emerging exporters in the Southern Cape and the West Coast.

Legislation will have to be amended to make provision for more focused and effective trade and investment promotion, in synergy with tourism promotion and using major events and the film industry to profile the Cape - alive with possibility.

The operations of the CapeMAC (manufacturing advising centre) office within Cape Town will be further refined to reach bigger numbers of companies and facilitate greater numbers of jobs.

A regional office of CapeMAC will be established in the Southern Cape in order to increase the reach of the services provided into areas outside of the metropole.

A white paper and legislation on liquor licensing will be finalised to ensure the regulation of the liquor industry and to provide for measures to train persons involved in the liquor industry and educate the public on the negative social aspects of alcohol. Provincial liquor legislation will be finalised. Research into measures to limit the negative impact of the sale of liquor will be conducted, in partnership with health, social services and community safety.

The network of funded consumer advice offices and own staff to provide for consumer education and complaints handling will be maintained. A new visible office in the Central business district (CBD) will be operational. The Consumer Affairs (unfair business practices) Act will be implemented with the consumer protector's office and the tribunal will be established. Widespread communication will be aimed at the appropriate audiences.

The department has developed innovative methodology to apply the national micro economic reform strategy to address growth sectors in order to provide for equity issues, remove bottlenecks to development and mobilise partners. Working with stakeholders to refine the implementation of integrated development plans is a main focus. Support for SMMEs will still focus on the identified generic needs in terms of training, mentorship, access to markets and finance, as well as adopting more sector specific support, such as in the craft industry. Crucial aspects including black economic empowerment and SMME participation in the mainstream economy are now integral to growing the sectors.

In partnership with the rest of the economic cluster, statistical and analytical capacity will be established to track the progress of the Western Cape economy within the national parameter.

## **Tourism**

Tourism as a major growing sector and provincial priority, will have to receive attention through *iKapa elihlumayo* in order to deliver on commitments to a single marketing agency. As a rapidly expanding sector, it is also ripe for new entrants from historically disadvantaged backgrounds. Programmes for transformation, including in the short term for the tourist guide industry, are being developed and implemented in this light.

In support of local tourism across the province, help desks are maintained to assist local economic development where tourism potential is present. Training programmes for entrepreneurs from basic to more advanced skills are provided in partnership with local government.

Tourism development projects, in terms of the integrated tourism development framework, funding will continue to be targeted, monitored, evaluated and supported.

The Cape craft and design institute will continue to be supported in their excellent work, with leveraged funding from public and private partners.

The tourism human resources development, road signage and information provisioning frameworks will be implemented. The first phase of the visitors' information centres will be branded and established strategically across the province, starting with the gateways.

The Cape Town international convention centre, our biggest contribution to addressing seasonality, will be opened in July 2003.

The implementation of the integrated tourism development framework will begin with support in each of the 11 nodes identified for development, in partnership with the Department of Transport and Public Works and local government.

The department will continue proactively supporting and maintaining the implementation of the tourism safety strategy, encouraging the industry to communicate constructively through the all inclusive tourism safety forum.

## **Knowledge economy and e-government**

The main focus will be on the launch of the call centre and the e-government portal and the integration of the different channels to access government information and services, i.e. the walk-in centre (142 Long Street), call centre and the Cape Gateway portal.

An extensive capacity building programme for the SMME and specific sectors will be launched, dealing with implementation of e-government projects.

An "e-governance for development" summit will be held to debate information society, e-government and knowledge economy issues with trade unions, the private sector and NGOs.

The branch will embark on a province wide e-government awareness campaign.

Very few new projects will be initiated, due to budgetary constraints. Current projects will be fine-tuned and further developed.

In conclusion, the Cape Online strategy remains in tact and well supported by global best practice. In April 2002 a team of global experts published a roadmap for e-government in the developing world. This - as well as other local policy initiatives, workshops and conferences - strongly supported the Cape Online strategy as is.

#### 4. REVENUE AND FINANCING

##### 4.1 Summary of revenue

Table 1 hereunder gives the sources of funding for the vote.

<b>Table 1</b>								
<b>Summary of Revenue</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Revenue</b>	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	<b>2003/04 Voted</b>	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	<b>R'000</b>		R'000	R'000
Equitable share	27 679	48 462	125 759	148 602	<b>77 074</b>	(48.13)	57 962	61 036
Conditional grants								
Own Revenue	2 690	3 771	3 700	3 700	<b>3 650</b>	(1.35)	3 680	3 710
<b>Total revenue</b>	<b>30 369</b>	<b>52 233</b>	<b>129 459</b>	<b>152 302</b>	<b>80 724</b>	(47.00)	<b>61 642</b>	<b>64 746</b>

##### 4.2 Revenue collection

Table 2 below is a summary of the revenue the department is responsible for collecting.

<b>Table 2</b>								
<b>Provincial Own Revenue</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Head of Revenue</b>	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	<b>2003/04 Voted</b>	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	<b>R'000</b>		R'000	R'000
<b>Current revenue</b>	2 690	3 771	3 700	3 700	<b>3 650</b>	(1.35)	3 680	3 710
<b>Tax revenue</b>	2 690	3 299	3 388	3 388	<b>3 400</b>	0.35	3 420	3 440
Casino taxes								
Motor vehicle licences								
Horseracing								
Liquor licences	2 690	3 299	3 388	3 388	<b>3 400</b>	0.35	3 420	3 440
<b>Non-tax revenue</b>		472	312	312	<b>250</b>	(19.87)	260	270
Interest								
Health patient fees								
Reimbursements								
Other sales								
Other revenue <sup>a</sup>		472	312	312	<b>250</b>	(19.87)	260	270
<b>Capital revenue</b>								
Sale of land and buildings								
Sale of stock, livestock etc.								
Other capital revenue								
<b>Total revenue</b>	<b>2 690</b>	<b>3 771</b>	<b>3 700</b>	<b>3 700</b>	<b>3 650</b>	(1.35)	<b>3 680</b>	<b>3 710</b>

<sup>a</sup> Includes mainly tourist guide registration fees.



## 5. EXPENDITURE SUMMARY

### 5.1 Programme summary

Table 3 below shows the budget or estimated expenditure per programme, in standard item classification (in summary). Detail of the standard item and GFS economic classifications are attached as an annexure to this vote.

<b>Table 3</b>								
<b>Summary of Expenditure and Estimates:</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Programme</b>	2000/01	2001/02	2002/03	2002/03	<b>2003/04</b>	% Change Voted to Est. Actual	2004/05	2005/06
	Actual	Actual	Budget	Est. Actual	<b>Voted</b>		MTEF	MTEF
	R'000	R'000	R'000	R'000	<b>R'000</b>		R'000	R'000
1. <b>Administration</b>	3 291	2 909	3 801	3 896	<b>10 016</b>	157.08	8 621	8 826
2. <b>Enterprise development</b>	15 378	20 068	17 938	18 281	<b>23 512</b>	28.61	24 071	25 530
3. <b>Tourism</b>	11 700	27 838	103 367	125 113	<b>40 722</b>		17 217	18 048
4. <b>Knowledge economy and e-government</b>		1 418	4 353	5 012	<b>6 474</b>	29.17	11 733	12 342
<b>Departmental totals</b>	<b>30 369</b>	<b>52 233</b>	<b>129 459</b>	<b>152 302</b>	<b>80 724</b>	(47.00)	<b>61 642</b>	<b>64 746</b>
<b>Standard item</b>								
<b>Current</b>								
Personnel	7 070	8 484	12 967	13 119	<b>22 417</b>	70.87	25 632	26 193
Transfer	17 105	21 076	22 027	24 394	<b>18 311</b>	(24.94)	17 524	18 553
Other current	6 025	6 811	9 070	9 497	<b>16 204</b>	70.62	16 682	18 033
<b>Total current</b>	<b>30 200</b>	<b>36 371</b>	<b>44 064</b>	<b>47 010</b>	<b>56 932</b>	21.11	<b>59 838</b>	<b>62 779</b>
<b>Capital</b>								
Acquisition of capital assets	169	862	395	292	<b>1 792</b>	513.70	1 804	1 967
Transfer		15 000	85 000	105 000	<b>22 000</b>	(79.05)		
<b>Total capital</b>	<b>169</b>	<b>15 862</b>	<b>85 395</b>	<b>105 292</b>	<b>23 792</b>	(77.40)	<b>1 804</b>	<b>1 967</b>
<b>Total standard item</b>	<b>30 369</b>	<b>52 233</b>	<b>129 459</b>	<b>152 302</b>	<b>80 724</b>	(47.00)	<b>61 642</b>	<b>64 746</b>

6. PROGRAMME DESCRIPTION

6.1 PROGRAMME 1: ADMINISTRATION

AIM: To conduct the overall management and administrative support of the department and the respective branches within the department.

PROGRAMME DESCRIPTION:

**Corporate services**

- to provide leadership and support to *iKapa elihlumayo*
- to conduct the overall management of the department
- to manage personnel, financial and related support services

SERVICE DELIVERY MEASURES:

<b>Sub-programme 1.1: Corporate services</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To ensure full compliance with the Public Finance Management Act and other relevant financial prescripts.	Departmental strategic plan. The monitoring of the success of the fraud prevention plan. The completion and review of all financial reports. Monitoring of the tariff register. Overseeing processes for the management of debt in the department. Conducting inspections and audits to ensure adherence to the legislative framework.	Compiled and tabled by the dates as specified in the Act and Regulations. Budget compliance. Clear auditor-general reports. At least on an annual basis conduct a financial inspection at each office and institution of the department.
To render a professional management and administrative support service to branches and other stakeholders.	Policies and strategies around transverse matters. Ensure its implementation through training and advice. Thereby empower and enable staff to deliver a high quality service.	The number of policies developed and reviewed. Number of labour relations interventions. Number of training interventions in line with the workplace skills plan. 1 full time and 5 part time bursaries for staff. The continuous review of the extent that excellence and equity is achieved in the recruitment of staff. Compliance with regulations.
To professionally promote tourism, trade and investment opportunities for the Western Cape, nationally and internationally.	Published, joint marketing strategies for tourism, trade, investment and profile sectors (films and events). Revised and amended legislation. Established and/or transformation of institutions to deliver appropriate promotional services. New and transformed agencies fully resourced with boards, management, staff and programmes running clear communication with stakeholders and funders.	Three to five years joint strategies adopted by provincial and local government with adequate budgets. Legislation promulgated within the year.

<b>Table 3.1 Expenditure - Programme 1: Administration Department of Economic Development and Tourism</b>								
<b>Sub-programme</b>	<b>2000/01 Actual R'000</b>	<b>2001/02 Actual R'000</b>	<b>2002/03 Budget R'000</b>	<b>2002/03 Est. Actual R'000</b>	<b>2003/04 Voted R'000</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>
<b>1. Corporate services</b>	3 291	2 909	3 801	3 896	<b>10 016</b>	157.08	8 621	8 826
<b>Departmental totals</b>	3 291	2 909	3 801	3 896	<b>10 016</b>	157.08	8 621	8 826
<b>Standard item</b>								
<b>Current</b>								
Personnel	2 127	2 116	2 961	2 953	<b>5 947</b>	101.39	6 019	6 090
Transfer								
Other current	1 114	691	810	903	<b>3 109</b>	244.30	1 897	1 897
<b>Total current</b>	3 241	2 807	3 771	3 856	<b>9 056</b>	134.85	7 916	7 987
<b>Capital</b>								
Acquisition of capital assets	50	102	30	40	<b>960</b>	2300.00	705	839
Transfer								
<b>Total capital</b>	50	102	30	40	<b>960</b>	2300.00	705	839
<b>Total standard item</b>	3 291	2 909	3 801	3 896	<b>10 016</b>	157.08	8 621	8 826

6.2 **PROGRAMME 2: ENTERPRISE DEVELOPMENT**

AIM: To facilitate the growth of a strong, dynamic and equitable regional economy for the benefit of all residents in the Western Cape, by promoting and developing opportunities in the industrial, communications and tourism sectors, by regulating for a fair business environment, and by facilitating the transformation of the economy through development support and co-ordination between spheres of government.

PROGRAMME DESCRIPTION:

**Business regulation**

provision of a more effective regulatory framework that provides for equity and predictability in the business environment within the Province

**Industry development**

the strategic development of key sectors in the Province, focusing on high growth, demand driven collaborative initiatives which can accommodate historically disadvantaged firms and individuals

the maximisation of foreign investment inflows through targeted strategies, the harnessing of national and regional incentives for industry, and a focus on developing export capacity in alignment with tourism promotion

advising the responsible Minister, providing and administering the required financial and other support functions, inclusive of the management of transfer payments to the Western cape trade and promotion agency (WESGRO)

**Economic development co-ordination**

support for small and medium businesses, particularly amongst previously disadvantaged individuals and rural communities, including women, by introducing and developing entrepreneurial assistance programmes and information

the development of a coherent and integrated framework for and support of local economic development across the province in partnership with local government and the private sector

the alignment of stakeholders with the vision and strategic framework for the implementation of the knowledge economy white paper within the national growth and development strategy

SERVICE DELIVERY MEASURES:

<b>Sub-programme 2.1: Business regulation</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To effectively regulate through a framework that provides equity and predictability in the provincial business environment.	Target audience of previously disadvantaged individuals reached.	Satisfied consumers. 6000 complaints attended to. Increase in number and level of service. Monthly (ongoing). 10 000 persons directly reached. Increased numbers reached. Monthly (ongoing).
	Establishment of consumer tribunal and regular hearings.	20 cases resolved. Satisfactory resolution of majority of consumer tribunal cases. March 2004.
	Establishment of liquor licensing authority with provincial and local authority structures.	R3,7mil in income. Increase in amount of liquor licence revenue generated. March 2004.
	A socially responsible effective and efficient liquor licensing system.	1500 applications considered. 20 complaints cases considered. Increase in: 1) number of applications attended to. 2) number of complaints attended to. Monthly (ongoing). A more productive and safer society. Decrease in violent crime (particularly for women and children) and road accidents. March 2004.

<b>Sub-programme 2.2: Industry development</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To grow competitive emerging manufacturers.	Number of jobs created. System in place whereby board members contact companies assisted to check on quality of services offered.	150 firms supported. 1000 jobs created. Business plan reflects quarterly targets.
To facilitate growing sectors.	Improved co-ordination, greater co-operation, increased exports and job creation.	Support 5 sector initiatives. Facilitate 15 sector workshops. 2 new vibrant industry bodies formed. Number of industry participants willing to invest time in initiatives. Attendance at workshops. Membership base of industry bodies. To be achieved by 31 March 2004.
To assist transformation of targeted sectors.	Decreased infrastructure blockages, improved innovation and (retained) skills. Collaborative marketing and increased exports.	15 new sector projects initiated and supported. Monitoring and evaluation system to monitor performance according to targets and measures as set out in business plan of each project. To be achieved by 31 March 2004.
To access national incentives.	Greater number of companies from the Western Cape accessing incentives, investing in new capacity and skills development.	Facilitating access to 150 firms per year. Follow up with companies regarding service and success in accessing incentives. To be achieved by 31 March 2004.
To increase foreign direct investment (FDI).	Increased number of strategic targeted investments located in Western Cape.	R1 billion new investment per annum, 2000 direct jobs per annum. Quality of service to be measured by follow up on service satisfaction with investors as well as potential investors who decided not to invest. To be achieved by 31 March 2004.
To increase competitive emerging exporters.	Increased number of exporters (particularly women) and value of exports. Increased export activity in all sectors.	Intensively support 50 emerging exporters per year through the export development programme (at least 60% of which to be previously disadvantaged). Feedback from the companies who participate on the course will be built into the course itself. To be achieved by 31 March 2004.
To increase opportunities for export.	Greater value of exports and number of exporters (particularly women). Increased usage of incentives.	3 well attended workshops on trade agreements Facilitate information and support to 120 exporters (particularly women) per year. Attendance at workshop and feedback from companies attending as well as system to follow up on enquiries to ensure that enquiries were adequately addressed. To be achieved by 31 March 2004.

<b>Sub-programme 2.3: Economic development co-ordination</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To promote economic development, income and employment generation through the integrated development planning.	Sustainable economic development projects identified and funded in partnership with local government. Projects assisted with expert advice and interventions. Projects assisted with business plan development and feasibility studies. Economic development units created and supported. Joint workshops with local governments and strategies in place. Economic analysis and market analysis programmes completed.	4 Projects. Projects based on market analysis and can be replicated. 10 Projects (at least 4 benefiting women directly). 10 Projects (at least 4 benefiting women directly). 2 units. Independent functioning units. 5 district councils. Well developed LED strategies. 2 studies completed. Sustainable projects link to long term growth.
To grow competitive small and medium businesses, particularly amongst historically disadvantaged individuals, women and rural communities in sectors with potential for growth.	Mentorship programme to establish high potential small businesses. Business training and capacity building programme for service provider. Business plan development for start-up businesses. Develop benchmarks and guidelines to monitor the effective implementation of BEE strategy especially through procurement. Access to procurement opportunities with tender committees . Youth entrepreneurship programmes in schools and business plan competitions. Access to equity funding and mentorship through SME development model. Information to small businesses through network of library business corners (LBCs). Printed material to assist the growth of small business.	20 businesses (at least 8 women owned). 25 service providers. 50 business plans (of which at least 20 belong to women) and 10 gaining access to funding. 20 businesses linked, value of R20 million (at least 8 women owned). 15 linked to provincial government contracts (at least 6 women owned). operating in 20 schools. 30 businesses in different sectors (at least 40% women owned). 5 new LBC's 10,000 Improved copies of small business manual, translated.
To implement policy by monitoring and evaluating the impact based on the micro economic reform strategy and the knowledge economy white paper.	Effective sub directorate responsible for the implementation of policy.	Benchmark all areas with projects (baseline information). Monitor and evaluate processes and projects. Report on impact and make recommendations to inform policy. Maintain data on projects to inform strategy.

<b>Table 3.2 Expenditure - Programme 2: Enterprise Development Department of Economic Development and Tourism</b>								
<b>Sub-programme</b>	<b>2000/01 Actual</b>	<b>2001/02 Actual</b>	<b>2002/03 Budget</b>	<b>2002/03 Est. Actual</b>	<b>2003/04 Voted</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF</b>	<b>2005/06 MTEF</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>		<b>R'000</b>	<b>R'000</b>
1. <b>Business regulation</b>	3 906	4 833	4 781	5 031	<b>6 881</b>	36.77	6 505	6 783
2. <b>Industry development</b>	6 426	9 271	7 216	7 308	<b>8 055</b>	10.22	7 920	8 678
3. <b>Economic development co-ordination</b>	5 046	5 964	5 941	5 942	<b>8 576</b>	44.33	9 646	10 069
<b>Departmental totals</b>	15 378	20 068	17 938	18 281	<b>23 512</b>	28.61	24 071	25 530
<b>Standard item</b>								
<b>Current</b>								
Personnel	4 447	4 742	6 342	6 502	<b>10 617</b>	63.29	11 282	11 506
Transfer	7 315	11 140	7 759	7 759	<b>5 825</b>	(24.93)	6 232	6 363
Other current	3 535	4 111	3 766	3 955	<b>6 636</b>	67.79	6 368	7 443
<b>Total current</b>	15 297	19 993	17 867	18 216	<b>23 078</b>	26.69	23 882	25 312
<b>Capital</b>								
Acquisition of capital assets	81	75	71	65	<b>434</b>	567.69	189	218
Transfer								
<b>Total capital</b>	81	75	71	65	<b>434</b>	567.69	189	218
<b>Total standard item</b>	15 378	20 068	17 938	18 281	<b>23 512</b>	28.61	24 071	25 530

### 6.3 PROGRAMME 3: TOURISM

AIM: To grow tourism into a strong, dynamic and demographically representative sector to benefit all residents in the Western Cape, by promoting and developing demand-led tourism opportunities throughout the province.

#### PROGRAMME DESCRIPTION:

##### Tourism development

financial assistance for tourism development in order to grow the industry according to the integrated tourism development framework

tourism development focuses on the improvement of skills, infrastructure and entrepreneurship to ensure that the benefits are widely experienced

advising the responsible Minister, providing and administering the required financial and other support functions, inclusive of the management of transfer payments to the Tourism promotion agency (Western Cape Tourism Board)

##### Tourism regulation

tourism regulation provides the formal framework for an equitable, sustainable and socially responsible industry

#### SERVICE DELIVERY MEASURES:

<b>Sub-programme 3.1: Tourism development</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To implement the integrated tourism development framework (ITDF).	Regional/local frameworks within priority areas identified from a developmental perspective, to inform partners' budgets and programmes. Joint development initiatives with branches, departments, other spheres of government and public sector agencies established to ensure implementation. User-friendly summary of the IDTF, also available on updated departmental website. Physical development of infrastructure ensured.	3 ITDF projects implemented. ITDF projects implemented for priority areas. Successful joint development initiatives with other government departments and local government. Adoption of portions of the ITDF in the integrated development plans and other policy documents of local government in regions. March 2004.
To promote heritage in the tourism market.	Partnerships with heritage organisations and with other national and provincial government departments.	Develop 1 new site; upgrade 1 existing site. New/upgraded heritage sites meeting tourism industry standards. March 2004.
To implement the tourism human resource development framework to promote excellence in tourism and to integrate marginalized communities and individuals into tourism.	In partnership with tourism and hospitality education and training authority (THETA), develop a strategy for tourism education and training. Tourism career exhibition. Bursaries to deserving students.	An estimated 100 previously disadvantaged individuals integrated into tourism industry. 5 students benefiting from the bursary fund per annum. More school children serious about tourism as a career option and aware of entrepreneurship opportunities. Affordable training for marginalised communities and means devised for those who cannot afford the cost of available training.
To maintain and expand dedicated tourism technical and financial assistance programmes for small businesses to ensure that entrepreneurs enter the mainstream tourism industry.	Tourism help desks increasing capacity of service providers in the sector. Distribution of information on entrepreneurship incentives. Partnerships with the national tourism enterprise programme (TEP). Programmes to support SMME Publicity for successful emerging businesses. Support to Western Cape showcase.	6 tourism help desks. Distribution of at least 1000 "facilitating entrepreneurship in tourism" handbooks. Assistance to at least 20 new entrepreneurs. Ensure that at least 5 entrepreneurs have access to and use incentives. 1 showcase hosted. Information useful to end-users. Establishment of quality, successful businesses.
To develop and promote Cape craft and design innovatively and accessibly.	Craft and design institute serving crafters across the province. Strategy for craft exhibitions in South Africa and abroad. System of awards for the craft sector. Communication strategy to ensure all crafters have access to the institute. Development of craft resource centres in urban and rural areas.	2 craft resource centres to be serviced. Emerging Western Cape 'style' of high quality, well designed and reasonably priced craft. Timely transfers of payments.



<b>Sub-programme 3.1: Tourism development (continued)</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To facilitate community participation in tourism to encourage job creation and implementation of the ITDF.	Distribution and application of policy on project funding. Funded projects with community involvement.	6 community projects. 2 poverty relief projects. Projects in line with ITDF priorities. March 2004.
To promote public awareness of tourism and its benefits.	Distribution of information on opportunities in tourism. Exhibitions at festivals and other appropriate events. Regular print to media column. Road shows.	Distribution of at least 1000 brochures. 4 exhibitions. 1 road show. Information useful to end-users. Meaningful interaction with the public at exhibitions. Good relationships with tourism role-players and stakeholders.
To establish dedicated capacity for tourism information management and research, especially with regards to strategic statistical information on the dynamics of the Western Cape economy.	Audit of statistics currently available (source, reliability, regularity of collection, etc.) Establishment of 'Cape analytics' service. Development of own databases for branch.	Audit completed. Baseline data to be available by September 2003. Monthly update of own database. All industry stakeholders to have full access to the database.
Cape tourism opportunities professionally and strategically marketed nationally and internationally in synergy with trade and investment promotion.	Joint marketing strategies for the tourism sector in alignment with trade and investment. Institutional and financial legislation in place. Well-communicated tourism strategies in terms of frameworks (e.g. ITDF) developed to date.	Well-resourced closely and strategically connected promotional agencies (staff and budgets). Single marketing agency for Province. Communicated strategies and investment framework throughout the year.

<b>Sub-programme 3.2: Tourism regulation</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To implement the road signage framework (RSF).	Buy-in from local government and inclusion of the RSF in the IDP process.	Implementation in 2 pilot areas. Reduced number of complaints about road signage. Increased safety of tourists. All information centres registered and adhering to agreed code of conduct.
To ensure a safe environment that is conducive for tourism growth.	Tourism help line accessible to all tourists. Standardised safety message for crisis communication. Regular meetings of tourism safety task team. Victim support programme to assist tourists who are victims of crime. Good communication with the media.	Implement tourism safety strategy in 1 region. Establish courts in 1 tourist area. Reduced number of complaints by tourists and negative media reporting. Ability to attend to queries promptly. Quality, clarity and consistency of messages communicated. Ability to attend to the victims of crime in a prompt, efficient and supportive manner.
To introduce mandatory registration of all tourism businesses and information centres. To introduce voluntary registration of all associated businesses.	A provincial registration system for registering all tourism businesses.	Proposed legislation introduced. Growth of the tourism industry and of employment opportunities.
To support national programmes aimed at introducing tourism as a school subject.	Plan for improving tourism in schools.	1 tourism career exhibition. Improved service excellence.

<b>Table 3.3 Expenditure - Programme 3: Tourism</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Sub-programme</b>	<b>2000/01 Actual</b>	<b>2001/02 Actual</b>	<b>2002/03 Budget</b>	<b>2002/03 Est. Actual</b>	<b>2003/04 Voted</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF</b>	<b>2005/06 MTEF</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>		<b>R'000</b>	<b>R'000</b>
<b>1. Tourism development</b>	10 643	25 142	96 523	118 178	<b>36 185</b>	(69.38)	13 329	13 341
<b>2. Tourism regulation</b>	1 057	2 696	6 844	6 935	<b>4 537</b>	(34.58)	3 888	4 707
<b>Departmental totals</b>	<b>11 700</b>	<b>27 838</b>	<b>103 367</b>	<b>125 113</b>	<b>40 722</b>	(67.45)	<b>17 217</b>	<b>18 048</b>
<b>Standard item</b>								
<b>Current</b>								
Personnel	496	1 141	1 733	1 733	<b>3 540</b>	104.27	3 701	3 724
Transfer	9 790	9 846	14 268	15 825	<b>12 291</b>	(22.33)	10 542	11 340
Other current	1 376	1 608	2 276	2 474	<b>2 556</b>	3.31	2 884	2 894
<b>Total current</b>	<b>11 662</b>	<b>12 595</b>	<b>18 277</b>	<b>20 032</b>	<b>18 387</b>	(8.21)	<b>17 127</b>	<b>17 958</b>
<b>Capital</b>								
Acquisition of capital assets	38	243	90	81	<b>335</b>	313.58	90	90
Transfer		15 000	85 000	105 000	<b>22 000</b>	(79.05)		
<b>Total capital</b>	<b>38</b>	<b>15 243</b>	<b>85 090</b>	<b>105 081</b>	<b>22 335</b>	(78.74)	<b>90</b>	<b>90</b>
<b>Total standard item</b>	<b>11 700</b>	<b>27 838</b>	<b>103 367</b>	<b>125 113</b>	<b>40 722</b>	(67.45)	<b>17 217</b>	<b>18 048</b>

6.4 **PROGRAMME 4: KNOWLEDGE ECONOMY AND E-GOVERNMENT**

AIM: To play a leading role in the drive to get the Western Cape online, to ensure that the province, its citizens and its businesses (small, medium, micro entities (SMMEs) in particular) derive maximum benefit from the knowledge economy.

PROGRAMME DESCRIPTION:

**Cape Gateway**

to facilitate an environment that enables Provincial Government to deliver quality information and services through an e-enabled platform, accessible to everyone in the Province

to ensure that quality products relating to government information are available for public consumption

to ensure a seamless approach to service delivery and ease of access to information, resources and services

to ensure comprehensive facilitation of economic development through inter-departmental synergy and co-operation

**Cape Online**

to develop an innovative e-government environment, which facilitates a competitive knowledge-based economy that promotes economic growth and enhances the quality of life of all our people, enabling government to:

harness the capacities of the internet

develop knowledge capacity and promote the appropriate use of information communication technology (ICT)

increase internal efficiencies

provide a better service to its citizens

SERVICE DELIVERY MEASURES:

<b>Sub-programme 4.1: Cape Gateway</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To increase public knowledge with regards to the benefits of the internet for socio-economic development.	<p>Training of staff. Contact centre fully operational and accessible to the public.</p> <p>A functional Cape Gateway e-government portal.</p>	<p>Fully functional and fitted resource centre. Accessible and available to citizens. The resource centre will be operational by the middle of March 2003. Number of staff trained. Provincial Government information and services will be available to all citizens not only in the Province, but also internationally. Public access to government information via telephone. The call centre will be operational by the middle of March 2003. On a 24 hour basis. The portal easily accessible to the public.</p>

<b>Sub-programme 4.2: Cape Online</b>		
<b>Measurable Objective</b>	<b>Output</b>	<b>Performance Measures</b>
To increase public knowledge with regard to the benefits of the internet for socio-economic development.	Marketing/communication strategy. Awareness campaign. Annual Cape Online conference. E-government newsletter. Road shows and exhibitions.	1 x print media campaign. 1 x online media campaign. 1 x below the line media campaign. 3 x exhibitions and events. Target all sectors of society: civil society, private sector and NGO's.
To respond speedily to investment enquiries and development proposals.	Data base of resources, services, programmes and projects. Database of contact persons in departments to facilitate effective and efficient interaction with the private sector, investors and developers.	All departments and relevant agencies briefed about the project.
To have an online provincial government.	Live events based on e-government portal (web site).  Change management programme, including multiple types of training and skills development as well as support documentation and guidelines.  Cape Online forum. Sustainable PPP to develop this sector and overall economy.  An audit of all access projects in the Province. Identification and selection of an appropriate organisation to drive the access project.  Discussion paper for establishment of a skills travel bursary fund. Identify appropriate candidate/organisation for bursary management.	Information for the province, including all departments and city information. Catering for the needs of the public in the Western Cape as well as for the international community. May 2003. One departmental business processes pilot. One formal training course delivered by training component. Changed business processes in the small, micro and medium entities (SMME) echelon. October 2003. Operational by September 2003. Over 100 ICT community meetings, etc. Detailed in the Cape ICT project documentation and nascent ICT census. The IT industry generally and the SMME sector specifically with special focus on previously disadvantaged individuals and enterprises. Sustainable, i.e. ongoing. Initial access audit and maintenance requirements report. Improved information infrastructure. Internet availability. Internet affordability. Network speed and quality. Increase in hardware and software availability. Discussion green paper.

<b>Table 3.4 Expenditure - Programme 4: Knowledge Economy and E-Government</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Sub-programme</b>	<b>2000/01 Actual R'000</b>	<b>2001/02 Actual R'000</b>	<b>2002/03 Budget R'000</b>	<b>2002/03 Est. Actual R'000</b>	<b>2003/04 Voted R'000</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>
1. <b>Cape Gateway</b>		857	3 355	2 204	<b>3 305</b>	49.95	5 832	5 720
2. <b>Cape Online</b>		561	998	2 808	<b>3 169</b>	12.86	5 901	6 622
<b>Departmental totals</b>		1 418	4 353	<b>5 012</b>	<b>6 474</b>	29.17	11 733	12 342
<b>Standard item</b>								
<b>Current</b>								
Personnel		485	1 931	1 931	<b>2 313</b>	19.78	4 630	4 873
Transfer		90		810	<b>195</b>	(75.93)	750	850
Other current		401	2 218	2 165	<b>3 903</b>	80.28	5 533	5 799
<b>Total current</b>		976	4 149	4 906	<b>6 411</b>	30.68	10 913	11 522
<b>Capital</b>								
Acquisition of capital assets		442	204	106	<b>63</b>	(40.57)	820	820
Transfer								
<b>Total capital</b>		442	204	106	<b>63</b>	(40.57)	820	820
<b>Total standard item</b>		1 418	4 353	5 012	<b>6 474</b>	29.17	11 733	12 342

<b>Table 3.5</b>								
<b>Transfer to Public Entities</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Public Entity</b>	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	<b>2003/04 Voted</b>	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	<b>R'000</b>		R'000	R'000
WESGRO	3 500	3 500	3 500	3 500	<b>1 000</b>	(71.43)	1 000	1 000
Liquor board	3 906	4 833	4 781	3 785	<b>6 455</b>	70.54	6 055	6 300
Tourism board	6 340	6 340	6 340	6 340	<b>7 291</b>	15.00	7 291	7 291
<b>Total transfer to Public Entities</b>	13 746	14 673	14 621	13 625	<b>14 746</b>	8.23	14 346	14 591

<b>Table 3.6</b>								
<b>Details of transfers to Local Government</b>								
<b>Department of Economic Development and Tourism</b>								
<b>Municipalities</b>	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	<b>2003/04 Voted</b>	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	<b>R'000</b>		R'000	R'000
<b>Category A</b>	720	585	300	4 304	<b>2 200</b>	(48.88)	501	1 349
City of Cape Town	720	585	300	4 304	<b>2 200</b>	(48.88)	501	1 349
<b>Category B</b>		1 530	50	170		(100.00)		
Langeberg				100		(100.00)		
Swellendam		50	50	50		(100.00)		
Saldanha				20		(100.00)		
Beaufort West		1 080						
Oudtshoorn		245						
Breede Valley		50						
Drakenstein		40						
Overstrand		40						
Stellenbosch		25						
<b>Category C</b>	146	74	1 504	1 354	<b>2 505</b>	85.01	2 705	2 505
Overberg			504	354	<b>600</b>	69.49	640	600
West Coast	146	24	300	200	<b>410</b>	105.00	450	410
Boland			300	300	<b>495</b>	65.00	535	495
Eden			100	200	<b>550</b>	175.00	590	550
Central Karoo		50	300	300	<b>450</b>	50.00	490	450
<b>Total</b>	866	2 189	1 854	5 828	<b>4 705</b>	(19.27)	3 206	3 854

<b>Table 4 Personnel Estimates Department of Economic Development and Tourism</b>			
<b>Programme</b>	<b>At 31 March 2002</b>	<b>At 31 March 2003</b>	<b>At 31 March 2004</b>
1. <b>Administration</b>	12	12	39
2. <b>Enterprise development</b>	36	36	58
3. <b>Tourism</b>	8	8	19
4. <b>Knowledge economy and e-government</b>	15	15	9
5. <b>Integrated projects</b>			
<b>Total current</b>	<b>71</b>	<b>71</b>	<b>125</b>

<b>Table 5 Reconciliation of Structural Changes Department of Economic Development and Tourism</b>							
<b>Current Programme</b>	<b>2001/02 Actual R'000</b>	<b>2002/03 Budget R'000</b>	<b>2002/03 Est. Actual R'000</b>	<b>2003/04 Voted R'000</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>	<b>New Programme</b>
Vote 10: Economic affairs, agriculture and tourism Programme 1	2 573	3 072	2 846	<b>10 016</b>	8 621	8 826	Vote 13: Economic development, and tourism Programme 1
Vote 10: Economic affairs, agriculture and tourism Programme 2	20 068	17 939	15 306	<b>23 512</b>	24 071	25 530	Vote 13: Economic development, and tourism Programme 2
Vote 10: Economic affairs, agriculture and tourism Programme 5	27 838	103 367	94 755	<b>40 722</b>	17 217	18 048	Vote 13: Economic development, and tourism Programme 3
Vote 10: Economic affairs, agriculture and tourism Programme 7	1 418	4 353	4 136	<b>6 474</b>	11 733	12 342	Vote 13: Economic development, and tourism Programme 4
<b>Total</b>	<b>51 897</b>	<b>128 731</b>	<b>117 043</b>	<b>80 724</b>	<b>61 642</b>	<b>64 746</b>	

<b>Table 6 Summary of Transfer Payment related Expenditure Department of Economic Development and Tourism</b>					
<b>Programme</b>	<b>Beneficiary</b>	<b>Main Purpose</b>	<b>2003/04 Voted R'000</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>
<b>2. Enterprise development</b>	<b>Industry development:</b>				
	Western Cape Trade and Promotion Agency (WESGRO)	Funding of operational costs and salaries in order to support trade and investment marketing	1 000	1 000	1 000
	Cape Chamber of Commerce and Industry	Funding of export development programme	200	200	200
	National manufacturing advisory centre trust (MAC)	Funding of operational costs	800	628	883
	Section 21 industry initiatives	To establish and support regional not-for-profit sectoral initiatives geared towards industrial growth and empowerment in design-related sectors, the agri-business sectors and the high tech sectors.	125		
<b>Subtotal</b>			<b>2 125</b>	<b>1 828</b>	<b>2 083</b>
	<b>Economic development co-ordination:</b>				
	Rural development company (CASIDRA)	Job creation, poverty relief and capacity building	1 000	575	645
	Library business corners	Information to small, micro and medium entities (SMME)	100	100	100
	University of Stellenbosch	SME development for disabled	100	100	100
	Cape College	Youth entrepreneurship in schools	100	100	100
	University of Cape Town Business School	Mentorship programme for businesses: black business/medium	100	100	100
	Peninsula Technikon	Mentorship programme for businesses: micro businesses	100	100	100
	West Coast Business Centre	Linkages and procurement access	100	100	100
	City of Cape Town	Job creation, poverty relief and capacity building	200	250	300
	Business opportunities network (BON)	Linkages and procurement access	100	100	100
	South Cape Small Business Centre	Linkages and procurement access	100	100	100
	Overberg district municipality	Promotion for the development of the LED strategy in terms of capacity building for the local authority and projects emanating from within the region in line with policy and regional strategy.	200	240	200
	West Coast district	Job creation, poverty relief and capacity building	200	240	200
	Boland district	Job creation, poverty relief and capacity building	200	240	200
	Eden district	Job creation, poverty relief and capacity building	200	240	200
Central Karoo municipality	Job creation, poverty relief and capacity building	200	240	200	
Unspecified projects	Projects related to BEE, youth, disabled, procurement and business development specifically in townships	700	1 579	1 535	
<b>Subtotal</b>			<b>3 700</b>	<b>4 404</b>	<b>4 280</b>



<b>Table 6 Summary of Transfer Payment related Expenditure Department of Economic Development and Tourism</b>					
<b>Programme</b>	<b>Beneficiary</b>	<b>Main Purpose</b>	<b>2003/04 Voted R'000</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>
<b>3. Tourism</b>	<b>Tourism development and Regulation</b>				
	Cape Town international convention centre company (Pty) Limited	Contribution to the construction of the convention centre	<b>22 000</b>		
	City of Cape Town	Direct marketing of Province (joint marketing initiative)	<b>1 900</b>	151	949
	Tourism promotion	Western Cape tourism showcase	<b>100</b>	100	100
	Cape craft and design institute	To support the development of craft in the province	<b>250</b>	250	250
	Tourism promotion	Schools competition, schools passport programme	<b>150</b>	150	150
	Events social marketing and production (ESP Africa)	Marketing/retailing of local arts and craft at the North Sea Jazz festival	<b>100</b>	100	100
	SATSA	Mentorship programme for emerging tourism entrepreneurs	<b>280</b>	280	280
	Cape Technikon (Bursary fund)	To set up a bursary fund for students studying tourism and hospitality in partnership with the private sector and local institutions	<b>100</b>	100	100
	Iziko cooking school	Hospitality awareness programme in schools	<b>50</b>	50	50
	Institute for the deaf	Deaf tourism project	<b>50</b>	50	50
	Boland district municipality	Entrepreneurship workshops	<b>105</b>	105	105
	Westcoast business development	Entrepreneurship workshops	<b>100</b>	100	100
	Overberg municipality	Entrepreneurship workshops	<b>100</b>	100	100
	South Cape business centre	Entrepreneurship workshops	<b>100</b>	100	100
	Central Karoo district municipality	Entrepreneurship workshops	<b>70</b>	70	70
	Tourism promotion	Entrepreneurship workshops	<b>75</b>	75	75
	Westcoast district municipality	Integrated tourism development framework projects	<b>200</b>	200	200
	Central Karoo district municipality	Integrated tourism development framework projects	<b>130</b>	130	130
	Overberg municipality	Integrated tourism development framework projects	<b>200</b>	200	200
	City of Cape Town	Integrated tourism development framework projects	<b>100</b>	100	100

<b>Table 6 Summary of Transfer Payment related Expenditure Department of Economic Development and Tourism</b>					
<b>Programme</b>	<b>Beneficiary</b>	<b>Main Purpose</b>	<b>2003/04 Voted R'000</b>	<b>2004/05 MTEF R'000</b>	<b>2005/06 MTEF R'000</b>
<b>3. Tourism (Continued)</b>	Boland district municipality	Integrated tourism development framework projects	180	180	180
	South Cape district municipality	Integrated tourism development framework projects	350	350	350
	Overberg municipality	Development of Overberg Meander (road signage framework)	100	100	100
	Central Karoo district municipality	Development of signage for community tourism route (road signage framework)	50	50	50
	West Coast district municipality	Removal of Illegal signs (road signage framework)	10	10	10
	Boland district municipality	Removal of Illegal signs (road signage framework)	10	10	10
	Entrepreneur and project funding in tourism	Small, micro and medium entities (SMME) empowerment: to provide support to budding tourism entrepreneurs and community based tourism projects	140	140	140
	Tourism Promotion Agency (Western Cape Tourism Board)	Funding of operational costs and salaries in order to support the marketing and promotion of tourism in the province	7 291	7 291	7 291
<b>Subtotal</b>			<b>34 291</b>	10 542	11 340
<b>4 Knowledge Economy and E-Government</b>	<b>Cape Online:</b>				
	Cape information technology initiative (CITI)	Funding of information technology (IT) network and cluster development to develop the ICT sector in the Western Cape as well as research and policy formulation	195	750	850
<b>Subtotal</b>			<b>195</b>	750	850
<b>Total</b>			<b>40 311</b>	17 524	18 553

<b>Table A Summary of Expenditure and Estimates: Department of Economic Development and Tourism</b>								
Programme	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	2003/04 Voted	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	R'000		R'000	R'000
<b>Standard items</b>								
Personnel expenditure	7 070	8 484	12 967	13 119	22 417	70.87	25 632	26 193
Administrative expenditure	2 437	2 433	3 212	3 188	4 124	29.36	4 216	5 011
Stores and livestock	916	1 956	1 148	1 636	1 710	4.52	1 948	2 198
Current	916	1 956	1 148	1 636	1 710	4.52	1 948	2 198
Capital								
Equipment	397	1 086	760	846	3 015	256.38	2 308	2 555
Current	228	224	365	554	1 223	120.76	504	588
Capital	169	862	395	292	1 792	513.70	1 804	1 967
Land and buildings								
Current								
Capital								
Professional and special services	2 350	2 198	4 345	4 119	9 143	121.97	10 010	10 232
Current	2 350	2 198	4 345	4 119	9 143	121.97	10 010	10 232
Capital								
Transfer payments	17 105	36 076	107 027	129 394	40 311	(68.85)	17 524	18 553
Current	17 105	21 076	22 027	24 394	18 311	(24.94)	17 524	18 553
Capital		15 000	85 000	105 000	22 000	(79.05)		
Miscellaneous expenditure	94				4		4	4
Civil Pensions Stabilization Account	94			1	4	300.00	4	4
Gifts				( 1)		(100.00)		
<b>Total current</b>	<b>30 200</b>	<b>36 371</b>	<b>44 064</b>	<b>47 010</b>	<b>56 932</b>	<b>21.11</b>	<b>59 838</b>	<b>62 779</b>
<b>Total capital</b>	<b>169</b>	<b>15 862</b>	<b>85 395</b>	<b>105 292</b>	<b>23 792</b>	<b>(77.40)</b>	<b>1 804</b>	<b>1 967</b>
<b>Total standard item classification</b>	<b>30 369</b>	<b>52 233</b>	<b>129 459</b>	<b>152 302</b>	<b>80 724</b>	<b>(47.00)</b>	<b>61 642</b>	<b>64 746</b>
<b>GFS Economic Type</b>								
<b>Current expenditure</b>								
Compensation of employees	7 111	8 484	12 967	13 119	22 417	70.87	25 632	26 193
Salaries and wages	5 023	6 180	8 398	8 818	15 615	77.08	18 021	18 497
Other remuneration	2 088	2 304	4 569	4 301	6 802	58.15	7 611	7 696
Use of goods and services	5 946	6 741	8 928	9 476	16 079	69.68	16 528	17 856
Interest paid								
Transfer payments	17 143	21 146	22 169	24 415	18 436	(24.49)	17 678	18 730
Subsidies to business enterprises								
Local government	16	20	22	21	28	33.33	35	37
Extra-budgetary institutions								
Households	17 127	21 126	22 147	24 394	18 408	(24.54)	17 643	18 693
Non-profit organisation								
<b>Total current</b>	<b>30 200</b>	<b>36 371</b>	<b>44 064</b>	<b>47 010</b>	<b>56 932</b>	<b>21.11</b>	<b>59 838</b>	<b>62 779</b>
<b>Capital expenditure</b>								
Non-financial assets	169	862	395	292	1 792	513.70	1 804	1 967
Buildings and structures								
Machinery and equipment	169	862	395	292	1 792	513.70	1 804	1 967
Non-produced assets								
Other assets								
Capital transfer to		15 000	85 000	105 000	22 000	(79.05)		
Local government		15 000	85 000	105 000	22 000			
Other								
<b>Total capital</b>	<b>169</b>	<b>15 862</b>	<b>85 395</b>	<b>105 292</b>	<b>23 792</b>	<b>(77.40)</b>	<b>1 804</b>	<b>1 967</b>
<b>Total GFS expenditure</b>	<b>30 369</b>	<b>52 233</b>	<b>129 459</b>	<b>152 302</b>	<b>80 724</b>	<b>(47.00)</b>	<b>61 642</b>	<b>64 746</b>

<b>Table A.1 Summary of Expenditure and Estimates: Department of Economic Development and Tourism Programme 1: Administration</b>								
<b>Programme</b>	2000/01	2001/02	2002/03	2002/03	2003/04	% Change	2004/05	2005/06
	Actual	Actual	Budget	Est. Actual	Voted	Voted to Est. Actual	MTEF	MTEF
	R'000	R'000	R'000	R'000	R'000		R'000	R'000
<b>Standard items</b>								
Personnel expenditure	2 127	2 116	2 961	2 953	5 947	101.39	6 019	6 090
Administrative expenditure	364	368	484	627	1 089	73.68	1 064	1 064
Stores and livestock	112	126	66	96	461	380.21	461	461
Current	112	126	66	96	461	380.21	461	461
Capital								
Equipment	139	165	126	134	1 682	1155.22	806	940
Current	89	63	96	94	722	668.09	101	101
Capital	50	102	30	40	960	2300.00	705	839
Land and buildings								
Current								
Capital								
Professional and special services	486	134	164	86	837	873.26	271	271
Current	486	134	164	86	837	873.26	271	271
Capital								
Transfer payments								
Current								
Capital								
Miscellaneous expenditure	63							
Civil Pensions Stabilization Account	63			1		(100.00)		
Gifts				( 1)		(100.00)		
<b>Total current</b>	<b>3 241</b>	<b>2 807</b>	<b>3 771</b>	<b>3 856</b>	<b>9 056</b>	<b>134.85</b>	<b>7 916</b>	<b>7 987</b>
<b>Total capital</b>	<b>50</b>	<b>102</b>	<b>30</b>	<b>40</b>	<b>960</b>	<b>2300.00</b>	<b>705</b>	<b>839</b>
<b>Total standard item classification</b>	<b>3 291</b>	<b>2 909</b>	<b>3 801</b>	<b>3 896</b>	<b>10 016</b>	<b>157.08</b>	<b>8 621</b>	<b>8 826</b>
<b>GFS Economic Type</b>								
<b>Current expenditure</b>								
Compensation of employees	2 137	2 116	2 961	2 953	5 947	101.39	6 019	6 090
Salaries and wages	1 392	1 411	1 851	1 846	4 001	116.74	4 036	4 107
Other remuneration	745	705	1 110	1 107	1 946	75.79	1 983	1 983
Use of goods and services	1 087	654	790	896	3 059	241.41	1 847	1 847
Interest paid								
Transfer payments	17	37	20	7	50	614.29	50	50
Subsidies to business enterprises								
Local government	5	6	7	7	9	28.57	9	9
Extra-budgetary institutions								
Households	12	31	13		41		41	41
Non-profit organisation								
<b>Total current</b>	<b>3 241</b>	<b>2 807</b>	<b>3 771</b>	<b>3 856</b>	<b>9 056</b>	<b>134.85</b>	<b>7 916</b>	<b>7 987</b>
<b>Capital expenditure</b>								
Non-financial assets	50	102	30	40	960	2300.00	705	839
Buildings and structures								
Machinery and equipment	50	102	30	40	960	2300.00	705	839
Non-produced assets								
Other assets								
Capital transfer to								
Local government								
Other								
<b>Total capital</b>	<b>50</b>	<b>102</b>	<b>30</b>	<b>40</b>	<b>960</b>	<b>2300.00</b>	<b>705</b>	<b>839</b>
<b>Total GFS expenditure</b>	<b>3 291</b>	<b>2 909</b>	<b>3 801</b>	<b>3 896</b>	<b>10 016</b>	<b>157.08</b>	<b>8 621</b>	<b>8 826</b>

<b>Table A.2 Summary of Expenditure and Estimates: Department of Economic Development and Tourism Programme 2: Enterprise Development</b>								
<b>Programme</b>	<b>2000/01 Actual</b>	<b>2001/02 Actual</b>	<b>2002/03 Budget</b>	<b>2002/03 Est. Actual</b>	<b>2003/04 Voted</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF</b>	<b>2005/06 MTEF</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>		<b>R'000</b>	<b>R'000</b>
<b>Standard items</b>								
Personnel expenditure	4 447	4 742	6 342	6 502	<b>10 617</b>	63.29	11 282	11 506
Administrative expenditure	1 631	1 371	1 663	1 406	<b>1 619</b>	15.15	1 523	2 309
Stores and livestock	676	1 508	594	844	<b>458</b>	(45.73)	482	672
Current	676	1 508	594	844	<b>458</b>	(45.73)	482	672
Capital								
Equipment	192	185	232	265	<b>750</b>	183.02	306	335
Current	111	110	161	200	<b>316</b>	58.00	117	117
Capital	81	75	71	65	<b>434</b>	567.69	189	218
Land and buildings								
Current								
Capital								
Professional and special services	1 086	1 122	1 348	1 505	<b>4 243</b>	181.93	4 246	4 345
Current	1 086	1 122	1 348	1 505	<b>4 243</b>	181.93	4 246	4 345
Capital								
Transfer payments	7 315	11 140	7 759	7 759	<b>5 825</b>	(24.93)	6 232	6 363
Current	7 315	11 140	7 759	7 759	<b>5 825</b>	(24.93)	6 232	6 363
Capital								
Miscellaneous expenditure	31							
Civil Pensions Stabilization Account	31							
<b>Total current</b>	<b>15 297</b>	<b>19 993</b>	<b>17 867</b>	<b>18 216</b>	<b>23 078</b>	<b>26.69</b>	<b>23 882</b>	<b>25 312</b>
<b>Total capital</b>	<b>81</b>	<b>75</b>	<b>71</b>	<b>65</b>	<b>434</b>	<b>567.69</b>	<b>189</b>	<b>218</b>
<b>Total standard item classification</b>	<b>15 378</b>	<b>20 068</b>	<b>17 938</b>	<b>18 281</b>	<b>23 512</b>	<b>28.61</b>	<b>24 071</b>	<b>25 530</b>
<b>GFS Economic Type</b>								
<b>Current expenditure</b>								
Compensation of employees	4 478	4 742	6 342	6 502	<b>10 617</b>	63.29	11 282	11 506
Salaries and wages	3 278	3 481	4 414	4 448	<b>7 516</b>	68.97	8 056	8 240
Other remuneration	1 200	1 261	1 928	2 054	<b>3 101</b>	50.97	3 226	3 266
Use of goods and services	3 484	4 093	3 695	3 941	<b>6 576</b>	66.86	6 293	7 345
Interest paid								
Transfer payments	7 335	11 158	7 830	7 773	<b>5 885</b>	(24.29)	6 307	6 461
Subsidies to business enterprises								
Local government	10	10	14	14	<b>14</b>		17	19
Extra-budgetary institutions								
Households	7 325	11 148	7 816	7 759	<b>5 871</b>	(24.33)	6 290	6 442
Non-profit organisation								
<b>Total current</b>	<b>15 297</b>	<b>19 993</b>	<b>17 867</b>	<b>18 216</b>	<b>23 078</b>	<b>26.69</b>	<b>23 882</b>	<b>25 312</b>
<b>Capital expenditure</b>								
Non-financial assets	81	75	71	65	<b>434</b>	567.69	189	218
Buildings and structures								
Machinery and equipment	81	75	71	65	<b>434</b>	567.69	189	218
Non-produced assets								
Other assets								
Capital transfer to								
Local government								
Other								
<b>Total capital</b>	<b>81</b>	<b>75</b>	<b>71</b>	<b>65</b>	<b>434</b>	<b>567.69</b>	<b>189</b>	<b>218</b>
<b>Total GFS expenditure</b>	<b>15 378</b>	<b>20 068</b>	<b>17 938</b>	<b>18 281</b>	<b>23 512</b>	<b>28.61</b>	<b>24 071</b>	<b>25 530</b>

<b>Table A.3 Summary of Expenditure and Estimates: Department of Economic Development and Tourism Programme 3: Tourism</b>								
<b>Programme</b>	<b>2000/01 Actual</b>	<b>2001/02 Actual</b>	<b>2002/03 Budget</b>	<b>2002/03 Est. Actual</b>	<b>2003/04 Voted</b>	<b>% Change Voted to Est. Actual</b>	<b>2004/05 MTEF</b>	<b>2005/06 MTEF</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>		<b>R'000</b>	<b>R'000</b>
<b>Standard items</b>								
Personnel expenditure	496	1 141	1 733	1 733	<b>3 540</b>	104.27	3 701	3 724
Administrative expenditure	442	469	842	843	<b>874</b>	3.68	913	913
Stores and livestock		276	461	550	<b>582</b>	5.82	611	611
Current	128	276	461	550	<b>582</b>	5.82	611	611
Capital								
Equipment		279	155	155	<b>415</b>	167.74	215	225
Current	28	36	65	74	<b>80</b>	8.11	125	135
Capital	38	243	90	81	<b>335</b>	313.58	90	90
Land and buildings								
Current								
Capital								
Professional and special services	778	827	908	1 007	<b>1 016</b>	0.89	1 231	1 231
Current	778	827	908	1 007	<b>1 016</b>	0.89	1 231	1 231
Capital								
Transfer payments	9 790	24 846	99 268	120 825	<b>34 291</b>	(71.62)	10 542	11 340
Current	9790	9 846	14 268	15 825	<b>12 291</b>	(22.33)	10 542	11 340
Capital		15 000	85 000	105 000	<b>22 000</b>	(79.05)		
Miscellaneous expenditure					<b>4</b>		4	4
Civil Pensions Stabilization Account					<b>4</b>		4	4
<b>Total current</b>	<b>11 662</b>	<b>12 595</b>	<b>18 277</b>	<b>20 032</b>	<b>18 387</b>	<b>(8.21)</b>	<b>17 127</b>	<b>17 958</b>
<b>Total capital</b>	<b>38</b>	<b>15 243</b>	<b>85 090</b>	<b>105 081</b>	<b>22 335</b>	<b>(78.74)</b>	<b>90</b>	<b>90</b>
<b>Total standard item classification</b>	<b>11 700</b>	<b>27 838</b>	<b>103 367</b>	<b>125 113</b>	<b>40 722</b>	<b>(67.45)</b>	<b>17 217</b>	<b>18 048</b>
<b>GFS Economic Type</b>								
<b>Current expenditure</b>								
Compensation of employees	496	1 141	1 733	1 733	<b>3 540</b>	104.27	3 701	3 724
Salaries and wages	353	864	1 145	1 030	<b>2 431</b>	136.02	2 562	2 585
Other remuneration	143	277	588	703	<b>1 109</b>	57.75	1 139	1 139
Use of goods and services	1375	1 605	2 225	2 474	<b>2 555</b>	3.27	2 883	2 893
Interest paid								
Transfer payments	9 791	9 849	14 319	15 825	<b>12 292</b>	(22.33)	10 543	11 341
Subsidies to business enterprises								
Local government	1	3	1		<b>1</b>		1	1
Extra-budgetary institutions								
Households	9790	9 846	14 318	15 825	<b>12 291</b>	(22.33)	10 542	11 340
Non-profit organisation								
<b>Total current</b>	<b>11 662</b>	<b>12 595</b>	<b>18 277</b>	<b>20 032</b>	<b>18 387</b>	<b>(8.21)</b>	<b>17 127</b>	<b>17 958</b>
<b>Capital expenditure</b>								
Non-financial assets	38	243	90	81	<b>335</b>	313.58	90	90
Buildings and structures								
Machinery and equipment	38	243	90	81	<b>335</b>	313.58	90	90
Non-produced assets								
Other assets								
Capital transfer to		15 000	85 000	105 000	<b>22 000</b>	(79.05)		
Local government								
Other		15 000	85 000	105 000	<b>22 000</b>			
<b>Total capital</b>	<b>38</b>	<b>15 243</b>	<b>85 090</b>	<b>105 081</b>	<b>22 335</b>	<b>(78.74)</b>	<b>90</b>	<b>90</b>
<b>Total GFS expenditure</b>	<b>11 700</b>	<b>27 838</b>	<b>103 367</b>	<b>125 113</b>	<b>40 722</b>	<b>(67.45)</b>	<b>17 217</b>	<b>18 048</b>

<b>Table A.4 Summary of Expenditure and Estimates:            Department of Economic Development and Tourism            Programme 4: Knowledge Economy and E-Government</b>								
Programme	2000/01 Actual	2001/02 Actual	2002/03 Budget	2002/03 Est. Actual	2003/04 Voted	% Change Voted to Est. Actual	2004/05 MTEF	2005/06 MTEF
	R'000	R'000	R'000	R'000	R'000		R'000	R'000
<b>Standard items</b>								
Personnel expenditure		485	1 931	1 931	2 313	19.78	4 630	4 873
Administrative expenditure		225	223	312	542	73.72	716	725
Stores and livestock		46	27	146	209	43.15	394	454
Current		46	27	146	209	43.15	394	454
Capital								
Equipment		457	247	292	168	(42.47)	981	1 055
Current		15	43	186	105	(43.55)	161	235
Capital		442	204	106	63	(40.57)	820	820
Land and buildings								
Current								
Capital								
Professional and special services		115	1 925	1 521	3 047	100.33	4 262	4 385
Current		115	1 925	1 521	3 047	100.33	4 262	4 385
Capital								
Transfer payments		90		810	195	(75.93)	750	850
Current		90		810	195	(75.93)	750	850
Capital								
Miscellaneous expenditure								
Civil Pensions Stabilization Account								
<b>Total current</b>		976	4 149	4 906	6 411	30.68	10 913	11 522
<b>Total capital</b>		442	204	106	63	(40.57)	820	820
<b>Total standard item classification</b>		1 418	4 353	5 012	6 474	29.17	11 733	12 342
<b>GFS Economic Type</b>								
<b>Current expenditure</b>								
Compensation of employees		485	1 931	1 931	2 313	19.78	4 630	4 873
Salaries and wages		424	988	1 494	1 667	11.58	3 367	3 565
Other remuneration		61	943	437	646	47.83	1 263	1 308
Use of goods and services		389	2 218	2 165	3 889	79.63	5 505	5 771
Interest paid								
Transfer payments		102		810	209	(74.20)	778	878
Subsidies to business enterprises								
Local government		1			4		8	8
Extra-budgetary institutions								
Households		101		810	205	(74.69)	770	870
Non-profit organisation								
<b>Total current</b>		976	4 149	4 906	6 411	30.68	10 913	11 522
<b>Capital expenditure</b>								
Non-financial assets		442	204	106	63	(40.57)	820	820
Buildings and structures								
Machinery and equipment		442	204	106	63	(40.57)	820	820
Non-produced assets								
Other assets								
Capital transfer to								
Local government								
Other								
<b>Total capital</b>		442	204	106	63	(40.57)	820	820
<b>Total GFS expenditure</b>		1 418	4 353	5 012	6 474	29.17	11 733	12 342