

# Vote 6

## Public Works

	2004/05 To be appropriated	2005/06	2006/07
MTEF allocations	R4 819 923 000	R5 143 847 000	R5 512 059 000
Statutory amounts	-	-	-
Responsible Minister	Minister of Public Works		
Administering Department	Department of Public Works		
Accounting Officer	Director-General of Public Works		

### Aim

*To provide and manage the accommodation, housing, land and infrastructure needs of national departments, to promote the national Expanded Public Works Programme and to transform the construction and property industries.*

### Programme purpose and measurable objectives

#### Programme 1: Administration

**Purpose:** Conduct the overall management of the department.

#### Programme 2: Provision of Land and Accommodation

**Purpose:** Provide for the accommodation, housing, land and infrastructure needs of national departments.

**Measurable objective:** Accommodate all national departments and institutions in suitable and economical properties that help them to deliver on their mandates.

#### Programme 3: National Public Works Programme

**Purpose:** Promote transformation in the construction and property industries and to contribute to meeting community infrastructure needs through labour-based projects.

**Measurable objective:** Stimulate and regulate the built environment in order to empower the previously disadvantaged, and alleviate poverty by creating community assets and jobs through labour-based construction projects.

#### Programme 4: Auxiliary and Associated Services

**Purpose:** Provide for various services including: compensation for losses incurred on the government-assisted housing scheme where public servants fail to fulfil their obligations; assistance to organisations for the preservation of national memorials; and grants-in-aid.

**Measurable objective:** Facilitate the timely transfer of funds to organisations for the preservation of national memorials and to the Parliamentary Villages Management Board.

## **Strategic overview and key policy developments for 2000/01 – 2006/07**

### *Transformation of the department*

During the previous MTEF cycle, the main emphasis of the Department of Public Works was on reviewing its modus operandi to develop and create an environment conducive to service excellence. Most successes revolved around accelerating the department's transformation agenda by setting up and reviewing implementation processes and mechanisms. Transformation challenges centre around the capacity for delivery, continuing problems with systems and support services, client confidence issues, and financial management issues, manifested in budget overruns in 2001/02 and 2002/03. The restructuring and internal transformation processes began in 2003/04, resulting in enhanced service delivery and improved operational efficiency.

In the medium term, transformation gains will be consolidated and the department will reposition itself as a leader in the construction and property industries in South Africa and the region. In addition, the following strategic thrusts will be taken further:

- As the mandated custodian of national immovable state assets, the department will provide a comprehensive management framework to maximise the value of the state property portfolio. This includes finalising a Government-Wide Immovable Asset Management Bill, to be considered by Parliament before the end of 2004.
- The department will provide expert advice to all spheres of government and public entities on immovable assets.
- Through the co-ordination of public works programmes nationally, of which the Expanded Public Works Programme forms an integral part, the department will contribute to job creation and poverty alleviation.
- The department will provide strategic leadership to the construction and property industries through policy formulation, monitoring and evaluation.

### *Expanded Public Works Programme*

To ensure a concerted attack on poverty and unemployment, government has initiated the Expanded Public Works Programme (EPWP). The programme attempts to bridge the gap between the growing economy and the large numbers of unskilled and unemployed people who have not yet benefited from economic development. The objectives of the programme are job creation, poverty alleviation, investment in social and economic infrastructure, and human resource development through the training of participants in the programme.

The Department of Public Works will drive the EPWP and be responsible for ensuring that all public works programmes are co-ordinated and integrated across all organs of state. The department will also take concrete steps to ensure that the concept of an expanded national programme is fully understood and supported within and beyond government.

The department is in a position to optimise: cost-effective, quality, labour-based methods of construction; support for emerging contractors; responsive and uniform procurement policy; and mechanisms to track developments and focus on objectives and targets. To this end, the department has put in place guidelines for appropriate design and amended tender documentation for labour-intensive infrastructure programmes. Together with the Construction Education and Training Authority (CETA), the department is also co-ordinating the process of building the capacity of the construction industry for this type of construction, since one condition for the appointment of contractors and consulting engineers will be that project staff must undergo special National Qualifications Framework (NQF) accredited training in labour-intensive construction. Work is under way to put in place the required South African Qualifications Authority (SAQA) approved unit standards, qualifications, assessment instruments and training materials, and to

ensure that training providers have the necessary capacity to provide the required training programmes for the supervisory and managerial staff of contracting and engineering firms.

As the champion of the National Public Works Programme and the co-ordinator of the Expanded Public Works Programme, the department has developed policy and best practice guidelines with other stakeholders. The need for these programmes, as effective instruments for creating short-term jobs and training, has increased. Policy positions relating to programme clustering will be reviewed and refined; partnership with the private sector will be promoted; and better linkages created with the Integrated Development Plans of municipalities to enhance the impact of development initiatives on local communities.

#### *Devolution of budgets*

The department is responsible for paying property rates and taxes for both provincially owned and nationally owned government properties. Property rates have been revised and in many instances have increased substantially, introducing an element of unpredictability in the budgeting process. In addition, there are outstanding rates bills that are being contested for accuracy, and new properties claimed to be under the custodianship of the department that are still being verified.

To overcome these problems, during the MTEF cycle budgets will be devolved to client departments and institutions, once information architecture has been established. The devolution of funds will include provision for leasing, maintenance, municipal services, and rates and taxes. Each accounting officer will be able to negotiate leases (whether with the department as custodian of state-owned property or private landlords) and procure municipal services. This will ensure that office accommodation will be used optimally, and expenditure on municipal services curbed.

The Department of Public Works and its client departments will enter into service level agreements for services provided by the department to its client departments, to improve service levels and formalise the rights and expectations of both parties. This will enable accounting officers to be more accountable, and the department and its client departments and institutions to use scarce resources more effectively and efficiently.

#### *Contribution to NEPAD and regional co-operation initiatives*

In addition, the department is employing its experience and expertise in transforming the South African construction industry to assist other African countries, as its contribution to the New Partnership for Africa's Development (NEPAD) initiatives and as part of specific bi- or multi-lateral agreements.

## Expenditure estimates

**Table 6.1: Public Works**

Programme	Expenditure outcome			Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome			2004/05	2005/06	2006/07
R thousand	2000/01	2001/02	2002/03	2003/04				
1 Administration	134 304	181 871	210 841	277 314	277 314	240 583	232 597	303 472
2 Provision of Land and Accommodation	2 802 397	3 102 968	3 669 687	4 029 755	4 029 755	4 493 251	4 819 260	5 111 779
3 National Public Works Programme	623 852	408 500	306 449	327 797	327 797	68 970	73 894	76 913
4 Auxiliary and Associated Services	9 303	11 863	15 210	17 119	17 119	17 119	18 096	19 895
<b>Total</b>	<b>3 569 856</b>	<b>3 705 202</b>	<b>4 202 187</b>	<b>4 651 985</b>	<b>4 651 985</b>	<b>4 819 923</b>	<b>5 143 847</b>	<b>5 512 059</b>
Change to 2003 Budget Estimate				185 285	185 285	375 320	425 656	

	Expenditure outcome					Medium-term expenditure estimate		
	Audited	Audited	Preliminary	Adjusted	Revised			
	2000/01	2001/02	2002/03	2003/04	2003/04	2004/05	2005/06	2006/07
R thousand								
<b>Economic classification</b>								
<b>Current payments</b>	<b>2 163 764</b>	<b>2 244 551</b>	<b>2 627 164</b>	<b>2 855 627</b>	<b>2 855 627</b>	<b>3 300 813</b>	<b>3 432 539</b>	<b>3 688 474</b>
Compensation of employees	271 601	307 785	350 066	453 259	453 259	619 840	653 588	674 805
Goods and services	1 882 928	1 921 690	2 237 886	2 395 550	2 395 550	2 673 838	2 771 459	3 005 802
Interest and rent on land	3 201	3 013	5 164	4 531	4 531	4 802	5 043	5 295
Financial transactions in assets and liabilities	6 034	12 063	34 048	2 287	2 287	2 333	2 449	2 572
Unauthorised expenditure	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 054 364</b>	<b>936 491</b>	<b>1 021 576</b>	<b>1 029 146</b>	<b>1 029 146</b>	<b>844 434</b>	<b>875 770</b>	<b>988 018</b>
Provinces and municipalities	883 726	917 856	993 287	990 569	990 569	801 012	831 841	942 500
Departmental agencies and accounts	162 836	8 433	16 870	25 307	25 307	31 136	31 277	31 601
Universities and technikons	-	-	-	-	-	-	-	-
Foreign governments & international organisations	6 457	8 148	11 314	12 054	12 054	11 935	12 651	13 916
Public corporations & private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	1 345	2 054	105	1 216	1 216	351	1	1
<b>Payments for capital assets</b>	<b>351 728</b>	<b>524 160</b>	<b>553 447</b>	<b>767 212</b>	<b>767 212</b>	<b>674 676</b>	<b>835 538</b>	<b>835 567</b>
Buildings and other fixed structures	323 246	497 148	523 644	689 642	689 642	632 636	793 503	793 503
Machinery and equipment	26 897	27 680	26 357	77 543	77 543	42 015	42 010	42 039
Cultivated assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	1 585	(668)	3 446	27	27	25	25	25
<b>Total</b>	<b>3 569 856</b>	<b>3 705 202</b>	<b>4 202 187</b>	<b>4 651 985</b>	<b>4 651 985</b>	<b>4 819 923</b>	<b>5 143 847</b>	<b>5 512 059</b>

## Expenditure trends

Expenditure between 2000/01 and 2003/04 increased by an annual average of 9,2 per cent. This is due to the upgrading of regional offices, new capital works projects, maintenance of infrastructure, and payment of leases, rates and taxes.

The transformation of the department resulted in an expansion of the staffing establishment at head office as well as in the regional offices. This is reflected in the increase in compensation of employees of 29,5 per cent in 2003/04. This increase occurs in both the *Administration* and *Provision of Land and Accommodation* programmes.

Transfers are declining over the medium term due to the discontinuation of the Community-Based Public Works Programme which is a subprogramme falling under the *National Public Works Programme*.

In 2004/05, 2005/06 and 2006/07 increases have been made to the baseline of R370,0 million, R420,0 million and R505,0 million respectively. This is in order to finance property management (rates and taxes, municipal services and leasing), the establishment of the Expanded Public Works Programme, and construction projects. In addition, under *Provision of Land and Accommodation*, R40,0 million has been earmarked annually for dolomite risk management and other related risks.

## Departmental receipts

Income is derived from letting property and official quarters and the sale of land, buildings and structures. All income received is paid directly into the National Revenue Fund. The increase in departmental revenue in 2003/04 is mainly due to the sale of capital assets, which continued from 2002/03. These assets are fixed state-owned assets, such as old military bases, which have become redundant and are no longer used by the state.

**Table 6.2: Departmental receipts**

R thousand	Revenue outcome			Adjusted appropriation	Medium-term revenue estimate			
	Audited	Audited	Preliminary		2003/04	2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03					
Tax receipts	-	-	-	-	-	-	-	
Sales of goods and services produced by department (excl capital assets)	11 272	9 900	10 402	10 961	11 576	11 356	11 231	
Sales of scrap, waste, arms and other used goods (excl capital assets)	37	107	74	45	46	30	35	
Transfers received	-	-	-	-	-	-	-	
Fines, penalties and forfeits	(467)	2 585	1 633	2 983	1 510	1 504	1 506	
Interest, dividends and rent on land	2 908	4 944	2 348	2 854	2 410	2 449	2 535	
Sales of capital assets	7 416	8 556	11 793	16 886	13 000	13 000	13 000	
Financial transactions in assets and liabilities	15 986	10 826	9 511	7 642	7 063	6 755	7 284	
<b>Total departmental receipts</b>	<b>37 152</b>	<b>36 918</b>	<b>35 761</b>	<b>41 370</b>	<b>35 605</b>	<b>35 094</b>	<b>35 591</b>	

## Programme 1: Administration

*Administration* conducts the overall management of the department and provides support services. It determines working methods, and, among other functions, exercises control through head and regional offices.

## Expenditure estimates

**Table 6.3: Administration**

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate			
	Audited	Audited	Preliminary		2003/04	2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03					
R thousand								
Minister <sup>1</sup>	605	646	691	713	755	793	833	
Deputy Minister <sup>2</sup>	401	420	536	552	585	614	645	
Management	26 517	41 545	66 309	70 675	79 721	76 913	102 016	
Corporate Services	106 781	139 260	143 305	205 374	159 522	154 277	199 978	
<b>Total</b>	<b>134 304</b>	<b>181 871</b>	<b>210 841</b>	<b>277 314</b>	<b>240 583</b>	<b>232 597</b>	<b>303 472</b>	
Change to 2003 Budget Estimate				682	(31 625)	(54 330)		

<sup>1</sup> Payable as from 1 April 2003. Salary: R570 084. Car allowance: R142 521.

<sup>2</sup> Payable as from 1 April 2003. Salary: R441 288. Car allowance: R110 322.

### Economic classification

	121 696	167 010	197 324	219 607	202 927	195 276	266 135
<b>Current payments</b>							
Compensation of employees	71 244	83 516	91 064	127 251	142 335	148 608	154 236
Goods and services	50 452	83 427	106 243	92 271	60 592	46 668	111 899
Interest and rent on land	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	67	17	85	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-

	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited 2000/01	Audited 2001/02	Preliminary outcome 2002/03		2004/05	2005/06	2006/07
R thousand							
<b>Transfers and subsidies to:</b>	<b>1 573</b>	<b>2 313</b>	<b>383</b>	<b>1 504</b>	<b>656</b>	<b>321</b>	<b>337</b>
Provinces and municipalities	228	264	284	289	306	321	337
Departmental agencies and accounts	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-
Households	1 345	2 049	99	1 215	350	-	-
<b>Payments for capital assets</b>	<b>11 035</b>	<b>12 548</b>	<b>13 134</b>	<b>56 203</b>	<b>37 000</b>	<b>37 000</b>	<b>37 000</b>
Buildings and other fixed structures	6	78	274	-	-	-	-
Machinery and equipment	11 029	12 470	12 860	56 203	37 000	37 000	37 000
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	<b>134 304</b>	<b>181 871</b>	<b>210 841</b>	<b>277 314</b>	<b>240 583</b>	<b>232 597</b>	<b>303 472</b>

**Details of transfer payments and subsidies:**

<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Current</b>	<b>228</b>	<b>264</b>	<b>284</b>	<b>289</b>	<b>306</b>	<b>321</b>	<b>337</b>
Regional Services Council levies	228	264	284	289	306	321	337
<b>Households (Social benefits)</b>							
<b>Current</b>	<b>1 345</b>	<b>2 049</b>	<b>99</b>	<b>1 215</b>	<b>350</b>	<b>-</b>	<b>-</b>
Bursaries	1 345	2 049	99	1 200	350	-	-
Ex-gratia payments	-	-	-	15	-	-	-
<b>Total</b>	<b>1 573</b>	<b>2 313</b>	<b>383</b>	<b>1 504</b>	<b>656</b>	<b>321</b>	<b>337</b>

**Expenditure trends**

Over the past four years, expenditure has been increasing due to the improvement of management and administrative capacity. Beefing up capacity in regional offices, at both management and tactical levels, was followed by the decentralisation of functions. The focus will now be to modernise, enhance and align information systems with the core function of delivering an invoiced service to client departments. The budget for the medium term for ICT amounts to R37,0 million per year, a component of payments for capital assets. Expenditure on goods and services decreases sharply from 2003/04 to 2005/06 and then increases in 2006/07. The increase is due to the expected expansion of the staff establishment.

**Programme 2: Provision of Land and Accommodation**

The aim of the *Provision of Land and Accommodation* programme is to ensure that national departments have a built environment that meets their financial, technical and social requirements, through the provision, development and maintenance of accommodation and the acquisition of land. Functions include: exercising the role of custodian of state properties and executing its

responsibilities as a landlord and promoting the empowerment and advancement of historically disadvantaged individuals and enterprises in the construction environment.

## Expenditure estimates

**Table 6.4: Provision of Land and Accommodation**

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome		2004/05	2005/06	2006/07
R thousand	2000/01	2001/02	2002/03	2003/04			
Capital Works (Public Works)	55 150	57 197	120 621	238 266	192 883	203 450	203 450
Property Management							
Office Accommodation, Official Quarters and Unimproved Property	723 069	781 154	899 435	1 070 233	1 128 845	1 273 912	1 290 092
Maintenance, Repair and Renovation of Buildings	538 563	574 323	633 629	656 556	733 253	883 253	883 253
Cleaning of Buildings and Tending of Gardens	106 172	120 293	127 174	138 489	146 798	152 238	159 850
Municipal Services	734 128	747 417	904 290	923 975	1 058 867	1 036 841	1 159 316
Rates on State Properties	508 892	559 777	732 837	727 099	799 833	830 602	941 201
Asset Management							
Construction Advisory Services	13 286	35 333	34 251	26 794	42 146	42 749	46 221
Property Advisory Services	35 087	93 312	90 456	70 764	111 307	112 899	122 069
Key Accounts Management	84 129	123 735	116 886	169 671	266 881	270 699	292 686
Asset Procurement and Operating Partnership System Administration	1 683	4 475	4 338	3 394	5 338	5 415	5 855
	2 238	5 952	5 770	4 514	7 100	7 202	7 786
<b>Total</b>	<b>2 802 397</b>	<b>3 102 968</b>	<b>3 669 687</b>	<b>4 029 755</b>	<b>4 493 251</b>	<b>4 819 260</b>	<b>5 111 779</b>
Change to 2003 Budget Estimate				178 680	390 302	461 627	

### Economic classification

	1 952 518	2 031 319	2 396 768	2 591 302	3 059 900	3 194 235	3 376 083
<b>Current payments</b>							
Compensation of employees	194 137	216 746	251 553	314 994	460 734	486 916	501 918
Goods and services	1 749 160	1 799 602	2 106 049	2 269 599	2 592 055	2 699 852	2 866 324
Interest and rent on land	3 201	3 013	5 164	4 531	4 802	5 043	5 295
Financial transactions in assets and Liabilities	6 020	11 958	34 002	2 178	2 309	2 424	2 546
Unauthorised expenditure	–	–	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>509 479</b>	<b>560 444</b>	<b>733 166</b>	<b>727 893</b>	<b>800 675</b>	<b>831 487</b>	<b>942 129</b>
Provinces and municipalities	509 479	560 439	733 160	727 893	800 675	831 487	942 129
Departmental agencies and accounts	–	–	–	–	–	–	–
Universities and technikons	–	–	–	–	–	–	–
Foreign governments & international organisations	–	–	–	–	–	–	–
Public corporations & private enterprises	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–
Households	–	5	6	–	–	–	–
<b>Payments for capital assets</b>	<b>340 400</b>	<b>511 205</b>	<b>539 753</b>	<b>710 560</b>	<b>632 676</b>	<b>793 538</b>	<b>793 567</b>
Buildings and other fixed structures	323 240	497 070	523 370	689 642	632 636	793 503	793 503
Machinery and equipment	15 575	14 803	12 937	20 891	15	10	39
Cultivated assets	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–
Land and subsoil assets	1 585	(668)	3 446	27	25	25	25
<i>Of which: Capitalised compensation</i>	–	–	–	–	–	–	–
<b>Total</b>	<b>2 802 397</b>	<b>3 102 968</b>	<b>3 669 687</b>	<b>4 029 755</b>	<b>4 493 251</b>	<b>4 819 260</b>	<b>5 111 779</b>

	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07
<b>Details of transfer payments and subsidies:</b>							
<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Current</b>	<b>509 479</b>	<b>560 439</b>	<b>733 160</b>	<b>727 893</b>	<b>800 675</b>	<b>831 487</b>	<b>942 129</b>
Rates on state properties	508 892	559 777	732 837	727 099	799 833	830 603	941 201
Regional Services Council levies	587	662	323	794	842	884	928
<b>Households (Other transfers to households)</b>							
<b>Current</b>	<b>-</b>	<b>5</b>	<b>6</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Ex gratia payments	-	5	6	-	-	-	-
<b>Total</b>	<b>509 479</b>	<b>560 444</b>	<b>733 166</b>	<b>727 893</b>	<b>800 675</b>	<b>831 487</b>	<b>942 129</b>

### Expenditure trends

During the period 2000/01 to 2003/04, expenditure has increased at an average annual rate of 12,9 per cent due to an increase in management and administrative capacity within all the subprogrammes. Special emphasis was placed on increasing capacity in regional offices at both management and tactical levels, which was followed by decentralisation of functions.

The average annual growth of 8,3 per cent over the medium term can be ascribed to the increased costs of managing properties and buildings. This relates mainly to municipal rates and taxes, but also to the annual increase in lease obligations. Municipal services and rates on properties form a major portion of the allocation of the department, and are beyond its control. Market related lease increases are in the region of 10,0 per cent, municipal services increase on average by 15,0 per cent per year, and rates on state properties by anything from 2,0 per cent to 33,0 per cent.

On the whole, the Asset Management subprogramme increases significantly over the medium term due to capacity-building in the regional offices following the decentralising of line functions. This increase is also reflected in the increase in expenditure on compensation of employees over the medium term.

Expenditure on the purchase of machinery and equipment in this programme almost ceases in the medium term as this expenditure has been shifted to *Administration*.

### Service delivery objectives and indicators

#### Recent outputs

The repair and maintenance programme, falling under the Property Management subprogramme, is a special initiative to use private contractors to repair and maintain state assets and aims to empower targeted groupings. More than 51,0 per cent of contracts to the value of R242,9 million were awarded to previously disadvantaged business enterprises in 2003/04. For the Capital Works (Public Works) subprogramme budgetary allocation, 70,0 per cent of the total contracts of R1,7 billion were awarded to previously disadvantaged business enterprises. Some 8 000 job opportunities were created as a result.

## Medium-term output targets

### Provision of Land and Accommodation

**Measurable objective:** Accommodate all national departments and institutions in suitable and economical properties that help them to deliver on their mandate.

Subprogramme	Output	Measure/Indicator	Target
Capital Works (Public Works)	Accommodation according to clients' needs	Percentage of projects delivered as per contractual conditions	100%
Property Management	Provision of leased accommodation to various national client departments and institutions	Number of leases procured and managed	6 000
	Well maintained buildings	Percentage of requests successfully attended to	80%
	Payment for municipal services rendered to client departments	Percentage of correct and timeous payments of municipal services	98%
	Payment of rates on all state-owned properties	Percentage of correct and timeous payments of municipal rates	98%
Asset Management	Empowerment of previously disadvantaged role-players	Number of contracts awarded to previously disadvantaged role-players	20% increase from the previous year
	Execution of geotechnical services on site and in laboratory	Percentage of accurate inspections rendered	98%

### Programme 3: National Public Works Programme

The aim of the *National Public Works Programme (NPWP)* is to promote transformation in the construction and property industries and to contribute to meeting community infrastructure needs through labour-based projects. It is divided into two subprogrammes, the Construction Industry Development Programme (CIDP) and the Expanded Public Works Programme (EPWP).

The CIDP subprogramme, which includes the Property Industry Development Programme (PIDP), ensures the leadership role of government, an alignment of objectives and programmes, and co-ordination of government representation within the construction and property industries. The purpose of this subprogramme is to promote:

- enhanced industry stability, investment, sustainability, employment and human resource development
- improved industry performances, best practice and value for money
- growth and development of the emerging sectors
- public sector capacity development
- enhanced delivery, and national, regional and global competitiveness

The EPWP subprogramme is a job creation and poverty alleviation programme, targeted primarily at unemployed people by providing short-term jobs and training. The main areas of expenditure with potential benefit to the community are in the infrastructure, environment, social and economic sectors. The department will co-ordinate the sectoral programmes of government in order to achieve the objectives of job creation and poverty alleviation. The focus is to use government expenditure to provide employment opportunities and train unemployed people, and create jobs through the labour-intensive methodology.

## Expenditure estimates

Table 6.5: National Public Works Programme

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome		2004/05	2005/06	2006/07
R thousand	2000/01	2001/02	2002/03	2003/04			
Construction Industry Development Programme	177 850	18 496	31 448	39 451	58 970	60 894	61 913
Community-Based Public Works Programme	446 002	390 004	275 001	288 346	-	-	-
Expanded Public Works Programme	-	-	-	-	10 000	13 000	15 000
<b>Total</b>	<b>623 852</b>	<b>408 500</b>	<b>306 449</b>	<b>327 797</b>	<b>68 970</b>	<b>73 894</b>	<b>76 913</b>
Change to 2003 Budget Estimate				5 923	17 620	19 445	

## Economic classification

<b>Current payments</b>	<b>87 783</b>	<b>44 618</b>	<b>30 865</b>	<b>42 874</b>	<b>35 903</b>	<b>40 825</b>	<b>43 843</b>
Compensation of employees	6 220	7 523	7 449	11 014	16 771	18 064	18 651
Goods and services	81 549	37 057	23 387	31 836	19 108	22 736	25 166
Interest and rent on land	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	14	38	29	24	24	25	26
Unauthorised expenditure	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>535 776</b>	<b>363 475</b>	<b>275 024</b>	<b>284 474</b>	<b>28 067</b>	<b>28 069</b>	<b>28 070</b>
Provinces and municipalities	374 019	357 153	259 843	262 387	31	33	34
Departmental agencies and accounts	161 757	6 322	15 181	22 087	28 036	28 036	28 036
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>293</b>	<b>407</b>	<b>560</b>	<b>449</b>	<b>5 000</b>	<b>5 000</b>	<b>5 000</b>
Buildings and other fixed structures	-	-	-	-	-	-	-
Machinery and equipment	293	407	560	449	5 000	5 000	5 000
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	<b>623 852</b>	<b>408 500</b>	<b>306 449</b>	<b>327 797</b>	<b>68 970</b>	<b>73 894</b>	<b>76 913</b>

## Details of transfer payments and subsidies:

<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Current</b>	<b>19</b>	<b>24</b>	<b>23</b>	<b>30</b>	<b>31</b>	<b>33</b>	<b>34</b>
Regional Services Council levies	19	24	23	30	31	33	34
<b>Capital</b>	<b>374 000</b>	<b>357 129</b>	<b>259 820</b>	<b>262 357</b>	<b>-</b>	<b>-</b>	<b>-</b>
Community Based Public Works Programme	374 000	357 129	259 820	262 357	-	-	-
<b>Departmental agencies and accounts (Entities)</b>							
<b>Current</b>	<b>161 757</b>	<b>6 322</b>	<b>15 181</b>	<b>22 087</b>	<b>28 036</b>	<b>28 036</b>	<b>28 036</b>
Construction Industry Development Board	161 757	6 322	13 181	20 087	25 036	25 036	25 036
Council for the Built Environment	-	-	2 000	2 000	3 000	3 000	3 000
<b>Total</b>	<b>535 776</b>	<b>363 475</b>	<b>275 024</b>	<b>284 474</b>	<b>28 067</b>	<b>28 069</b>	<b>28 070</b>

## Expenditure trends

Transfers are made from this programme to the Construction Industry Development Board (CIDB), established in 2001, and to the Council for the Built Environment (CBE).

With the discontinuation of the Community-Based Public Works Programme (CBPWP) as from 2004/05, expenditure over the medium term is set to decrease substantially. Allocations for poverty relief, which previously formed part of the CBPWP, will now be amalgamated into the Municipal Infrastructure Grant (MIG) under the Department of Provincial and Local Government.

The Construction Industry Development Programme (CIDP) subprogramme increases by 16,2 per cent on average annually over the medium term, largely due to the expansion of regional offices.

While the programme's expenditure becomes significantly smaller over the medium term, compensation of employees increases by 19,2 per cent annually over the medium term. This is due to the expansion of the CIDP personnel structures in the regional offices.

The Land Division Committees have been moved from *Provision of Land and Accommodation* to *National Public Works Programme* (incorporated in the Construction Industry Development Programme subprogramme), thus adjusting the audited figures as indicated above.

## Service delivery objectives and indicators

### Recent outputs

Contracts of R421,6 million have been awarded to historically disadvantaged enterprises and individuals through tender processes. A further R824 000 was awarded to professional service providers and consultants in the construction industry. Under the Emerging Contractor Development Programme, falling within the CIDP subprogramme, 1 653 small projects with a total value of R146,0 million have been awarded to historically disadvantaged enterprises and individuals. The majority of the enterprises are SMMEs.

### Medium-term output targets

#### National Public Works Programme

**Measurable objective:** Stimulate and regulate the built environment in order to empower the previously disadvantaged, and alleviate poverty by creating community assets and jobs through labour-based construction projects.

Subprogramme	Output	Measure/Indicator	Target
Construction Industry Development Programme	Regulation and monitoring of the construction industry especially with regard to empowering emerging contractors and women	Percentage of contracts awarded to emerging contractors and women	30 % to emerging contractors and 5 % to women by March 2005
Expanded Public Works Programme	Short-term jobs and training	Number of temporary jobs created	1 million temporary jobs to be created over 5 years

## Programme 4: Auxiliary and Associated Services

The objectives of the programme include: to compensate for losses incurred in the state housing guarantee scheme when public servants fail to fulfil their obligations; to provide funding to the Commonwealth War Graves Commission and the United Nations for maintaining national memorials; and to provide for the purchase of decorations for public functions, such as state funerals and inaugurations.

## Expenditure estimates

Table 6.6: Auxiliary and Associated Services

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07
Compensation for Losses	1 513	1 603	2 057	1 053	1 342	1 423	1 565
Distress Relief	-	1	-	1	1	1	1
Loskop Settlement	-	-	-	1	1	1	1
Assistance to Organisations for Preservation of National Memorials	6 457	8 148	11 314	12 054	11 935	12 651	13 916
Grant-in-aid	1 079	1 358	1 689	1 550	1 430	1 516	1 667
Decorations for Public Functions	-	-	150	90	90	90	90
Government Motor Transport	254	-	-	700	650	689	757
Sector Education and Training Authority	-	753	-	1 670	1 670	1 725	1 898
<b>Total</b>	<b>9 303</b>	<b>11 863</b>	<b>15 210</b>	<b>17 119</b>	<b>17 119</b>	<b>18 096</b>	<b>19 895</b>
Change to 2003 Budget Estimate				-	(977)	(1 086)	

## Economic classification

	1 767	1 604	2 207	1 844	2 083	2 203	2 413
<b>Current payments</b>							
Compensation of employees	-	-	-	-	-	-	-
Goods and services	1 767	1 604	2 207	1 844	2 083	2 203	2 413
Interest and rent on land	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>7 536</b>	<b>10 259</b>	<b>13 003</b>	<b>15 275</b>	<b>15 036</b>	<b>15 893</b>	<b>17 482</b>
Provinces and municipalities	-	-	-	-	-	-	-
Departmental agencies and accounts	1 079	2 111	1 689	3 220	3 100	3 241	3 565
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international Organizations	6 457	8 148	11 314	12 054	11 935	12 651	13 916
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-
Households	-	-	-	1	1	1	1
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Buildings and other fixed structures	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	<b>9 303</b>	<b>11 863</b>	<b>15 210</b>	<b>17 119</b>	<b>17 119</b>	<b>18 096</b>	<b>19 895</b>

## Details of transfer payments and subsidies:

Departmental agencies and accounts (Entities)							
<b>Current</b>	<b>1 079</b>	<b>2 111</b>	<b>1 689</b>	<b>3 220</b>	<b>3 100</b>	<b>3 241</b>	<b>3 565</b>
Sectoral Education and Training Authority	-	753	-	1 670	1 670	1 725	1 898
Parliamentary Village Management Board	1 079	1 358	1 689	1 550	1 430	1 516	1 667
Foreign governments and international organisations							
<b>Current</b>	<b>6 457</b>	<b>8 148</b>	<b>11 314</b>	<b>12 054</b>	<b>11 935</b>	<b>12 651</b>	<b>13 916</b>
Assistance to organisations for preservation of national memorials	6 457	8 148	11 314	12 054	11 935	12 651	13 916
Households (Social benefits)							
<b>Current</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
Loskop settlement	-	-	-	1	1	1	1
<b>Total</b>	<b>7 536</b>	<b>10 259</b>	<b>13 003</b>	<b>15 275</b>	<b>15 036</b>	<b>15 893</b>	<b>17 482</b>

## **Expenditure trends**

The *Auxiliary and Associated Services* budget is expected to increase by an average annual rate of 5,1 per cent over the medium term. This includes an average annual increase of 5,3 per cent in allocations to the following subprogrammes: Compensation for Losses; Assistance to Organisations Preserving Certain National Memorials; Grant-in-Aid (Parliamentary Villages Management Board); and Government Motor Transport. There is also an average annual increase of 4,4 per cent in the Sector Education and Training Authority subprogramme over the medium term. There is a large increase in the 2003/04 transfer to Departmental Agencies and Accounts (90,6 per cent) due to payments to the Sector Education and Training Authority.

## **Public entities reporting to the Minister**

### **Independent Development Trust**

The Independent Development Trust (IDT) was formed to manage the R2,0 billion that was made available in July 1990 for socio-economic upliftment projects. The primary goal of the trust is to use its resources to promote the development of disadvantaged people in South Africa, without regard for race, sex, creed or ethnic origin.

Being a public entity classified in Schedule 2 of the Public Finance Management Act (1 of 1999)(PFMA), the IDT receives transfers from government departments and the private sector. Money appropriated by Parliament through the National Public Works Programme partly funds poverty alleviation projects.

The IDT manages a range of programmes within the Community-Based Public Works Programme (CBPWP) on behalf of the Department of Public Works. These are known as ‘special projects’ and include Clean & Green, KZN Water and Sanitation, community production centres, the Integrated Sustainable Rural Development Programme and the HIV and Aids Infrastructure Programme. From 2004/05, transfers from the Department of Public Works to the IDT cease due to the termination of the CBPWP.

### **Construction Industry Development Board**

The Construction Industry Development Board (CIDB) is a Schedule 3A public entity established to provide leadership to stakeholders and to stimulate sustainable growth, reform and improvement in the construction sector for effective delivery and the industry’s enhanced role in the country’s economy. The board, consisting of private and public sector individuals, is appointed by the Minister of Public Works on the basis of their individual knowledge and expertise.

The CIDB is a knowledge-based organisation that is committed to the development of objectives defined in the Construction Industry Development Board Act (38 of 2000).

## **Annexure**

### **Vote 6: Public Works**

Table 6.7: Summary of expenditure trends and estimates per programme

Table 6.8: Summary of expenditure trends and estimates per economic classification

Table 6.9: Summary of personnel numbers and compensation of employees

Table 6.10: Summary of expenditure on training

Table 6.11: Summary of information and communications technology expenditure

Table 6.12: Summary of conditional grants to local government

Table 6.13: Summary of official development assistance expenditure

Table 6.14: Summary of expenditure on infrastructure

**Table 6.7: Summary of expenditure trends and estimates per programme**

	Expenditure outcome				Revised estimate	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome	Adjusted appropriation		2004/05	2005/06	2006/07
R thousand	2000/01	2001/02	2002/03	2003/04		2004/05	2005/06	2006/07
1 Administration	134 304	181 871	210 841	682	277 314	240 583	232 597	303 472
2 Provision of Land and Accommodation	2 802 397	3 102 968	3 669 687	184 560	4 029 755	4 493 251	4 819 260	5 111 779
3 National Public Works Programme	623 852	408 500	306 449	43	327 797	68 970	73 894	76 913
4 Auxiliary and Associated Services	9 303	11 863	15 210	-	17 119	17 119	18 096	19 895
<b>Total</b>	<b>3 569 856</b>	<b>3 705 202</b>	<b>4 202 187</b>	<b>185 285</b>	<b>4 651 985</b>	<b>4 819 923</b>	<b>5 143 847</b>	<b>5 512 059</b>
Change to 2003 Budget Estimate					185 285	375 320	425 656	

Table 6.8: Summary of expenditure trends and estimates per economic classification

	Expenditure outcome				Medium-term expenditure estimate					
	Audited		Preliminary outcome	Main appropriation	Additional appropriation	Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	2000/01	2001/02	2002/03					2003/04	2004/05	2005/06
<b>Current payments</b>										
<b>Compensation of employees</b>	271 601	307 785	350 066	451 326	1 933	453 259	453 259	619 840	653 588	674 805
- Salaries and wages	241 567	275 217	313 165	392 909	1 667	394 576	394 576	496 340	527 976	547 004
- Social contributions	30 034	32 568	36 901	58 417	266	58 683	58 683	123 500	125 612	127 801
<b>Goods and services</b>	1 882 928	1 921 690	2 237 886	2 334 735	60 815	2 395 550	2 395 550	2 673 838	2 771 459	3 005 802
Interest and rent on land	3 201	3 013	5 164	4 531	-	4 531	4 531	4 802	5 043	5 295
- Interest	-	-	-	-	-	-	-	-	-	-
- Rent on land	3 201	3 013	5 164	4 531	-	4 531	4 531	4 802	5 043	5 295
<b>Financial transactions in assets and liabilities</b>	6 034	12 063	34 048	2 287	-	2 287	2 287	2 333	2 449	2 572
Unauthorised expenditure	-	-	-	-	-	-	-	-	-	-
<b>Total current payments</b>	2 163 764	2 244 551	2 627 164	2 792 879	62 748	2 855 627	2 855 627	3 300 813	3 432 539	3 688 474
<b>Transfers and subsidies to:</b>										
<b>Provinces and municipalities</b>	883 726	917 856	993 287	868 032	122 537	990 569	990 569	801 012	831 841	942 500
- Provinces	-	-	-	-	-	-	-	-	-	-
- Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
- Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
- Municipalities	883 726	917 856	993 287	868 032	122 537	990 569	990 569	801 012	831 841	942 500
- Municipalities	883 726	917 856	993 287	868 032	122 537	990 569	990 569	801 012	831 841	942 500
- Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
<b>Departmental agencies and accounts</b>	162 836	8 433	16 870	25 307	-	25 307	25 307	31 136	31 277	31 601
- Social security funds	-	-	-	-	-	-	-	-	-	-
- Departmental agencies (non-business entities)	162 836	8 433	16 870	25 307	-	25 307	25 307	31 136	31 277	31 601

**Table 6.8: Summary of expenditure trends and estimates per economic classification (continued)**

	Expenditure outcome				Preliminary outcome	Main appropriation	Additional appropriation	Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	Audited	Audited	Audited	Preliminary outcome						2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03	2002/03						2003/04	2004/05	2005/06
R thousand												
<b>Universities and technikons</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>Foreign governments &amp; international organisations</b>	6 457	8 148	11 314	11 314	12 054	-	12 054	12 054	11 935	12 651	13 916	
<b>Public corporations and private enterprises</b>	-	-	-	-	-	-	-	-	-	-	-	
- <b>Public corporations</b>	-	-	-	-	-	-	-	-	-	-	-	
- Subsidies on production	-	-	-	-	-	-	-	-	-	-	-	
- Other transfers	-	-	-	-	-	-	-	-	-	-	-	
- <b>Private enterprises</b>	-	-	-	-	-	-	-	-	-	-	-	
- Subsidies on production	-	-	-	-	-	-	-	-	-	-	-	
- Other transfers	-	-	-	-	-	-	-	-	-	-	-	
<b>Non-profit institutions</b>	-	-	-	-	-	-	-	-	-	-	-	
<b>Households</b>	1 345	2 054	105	105	1 216	-	1 216	1 216	351	1	1	
- Social benefits	1 345	2 049	99	99	1 216	-	1 216	1 216	351	1	1	
- Other transfers to households	-	5	6	6	-	-	-	-	-	-	-	
<b>Total transfers and subsidies</b>	<b>1 054 364</b>	<b>936 491</b>	<b>1 021 576</b>	<b>1 021 576</b>	<b>906 609</b>	<b>122 537</b>	<b>1 029 146</b>	<b>1 029 146</b>	<b>844 434</b>	<b>875 770</b>	<b>988 018</b>	
<b>Payments on capital assets</b>												
<b>Buildings and other fixed structures</b>	<b>323 246</b>	<b>497 148</b>	<b>523 644</b>	<b>523 644</b>	<b>689 642</b>	<b>-</b>	<b>689 642</b>	<b>689 642</b>	<b>632 636</b>	<b>793 503</b>	<b>793 503</b>	
- Buildings	59 291	104 697	120 138	120 138	238 266	-	238 266	238 266	192 883	203 450	203 450	
- Other fixed structures	263 955	392 451	403 506	403 506	451 376	-	451 376	451 376	439 753	590 053	590 053	
<b>Machinery and equipment</b>	<b>26 897</b>	<b>27 680</b>	<b>26 357</b>	<b>26 357</b>	<b>77 543</b>	<b>-</b>	<b>77 543</b>	<b>77 543</b>	<b>42 015</b>	<b>42 010</b>	<b>42 039</b>	
- Transport equipment	-	-	-	-	10 225	-	10 225	10 225	-	-	-	
- Other machinery and equipment	26 897	27 680	26 357	26 357	67 318	-	67 318	67 318	42 015	42 010	42 039	

Table 6.8: Summary of expenditure trends and estimates per economic classification (continued)

	Expenditure outcome				Medium-term expenditure estimate				
	Audited		Preliminary outcome	Main appropriation	Additional appropriation	Adjusted appropriation	Revised estimate	Medium-term expenditure estimate	
	2000/01	2001/02	2002/03					2003/04	2004/05
R thousand									
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	1 585	(668)	3 446	27	-	27	27	25	25
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-	-	-
Total payments on capital assets	351 728	524 160	553 447	767 212	-	767 212	767 212	674 676	835 538
Total	3 569 856	3 705 202	4 202 187	4 466 700	185 285	4 651 985	4 651 985	4 819 923	5 143 847

Table 6.9: Summary of personnel numbers and compensation of employees<sup>1</sup>

Personnel numbers	2000/01	2001/02	2002/03	2003/04	2004/05
1 Administration	755	842	856	920	911
2 Provision of Land and Accommodation	3 348	3 645	3 665	3 820	4 408
3 National Public Works Programme	41	51	52	55	122
<b>Total</b>	<b>4 144</b>	<b>4 538</b>	<b>4 573</b>	<b>4 795</b>	<b>5 441</b>
Total compensation of employees (R thousand)	271 601	307 785	350 066	453 259	619 840
Unit cost (R thousand)	65.5	67.8	76.6	94.5	113.9

<sup>1</sup> Full-time equivalent

**Table 6.10: Summary of expenditure on training**

	Expenditure outcome						Medium-term expenditure estimate		
	Audited		Preliminary outcome		Adjusted appropriation	Medium-term expenditure estimate			
	2000/01	2001/02	2001/02	2002/03		2003/04	2004/05	2005/06	2006/07
R thousand									
1 Administration	-	-	-	4 818	5 237	5 511	5 511	5 842	5 842
2 Provision of Land and Accommodation	-	-	-	6 487	6 994	7 364	7 364	7 806	7 806
3 National Public Works Programme	-	-	-	422	457	481	481	510	510
<b>Total</b>	-	-	-	<b>11 727</b>	<b>12 688</b>	<b>13 356</b>	<b>13 356</b>	<b>14 158</b>	<b>14 158</b>

**Table 6.11: Summary of information and communications technology expenditure**

	Expenditure outcome						Medium-term expenditure estimate		
	Audited		Preliminary outcome		Adjusted appropriation	Medium-term expenditure estimate			
	2000/01	2001/02	2001/02	2002/03		2003/04	2004/05	2005/06	2006/07
R thousand									
<b>1 Administration</b>				<b>4 408</b>	<b>60 690</b>	<b>37 000</b>	<b>37 000</b>	<b>37 000</b>	<b>37 000</b>
Technology	-	-	-	2 385	38 790	7 000	7 000	7 000	7 000
IT services	-	-	-	2 023	21 900	30 000	30 000	30 000	30 000
<b>2 Provision of Land and Accommodation</b>				<b>2 956</b>	<b>12 310</b>	-	-	-	-
Technology	-	-	-	1 686	3 610	-	-	-	-
IT services	-	-	-	1 270	8 700	-	-	-	-
<b>3 National Public Works Programme</b>				<b>1 569</b>	<b>2 200</b>	-	-	-	-
Technology	-	-	-	1 180	1 400	-	-	-	-
IT services	-	-	-	389	800	-	-	-	-
<b>Total</b>	-	-	-	<b>8 933</b>	<b>75 200</b>	<b>37 000</b>	<b>37 000</b>	<b>37 000</b>	<b>37 000</b>

Table 6.12: Summary of conditional grants to local government

	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome		2003/04	2004/05	2005/06
R thousand	2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07
<b>3 National Public Works Programme</b>							
Community-Based Public Works Programme	374 000	357 129	259 820	262 357	-	-	-
<b>Total</b>	<b>374 000</b>	<b>357 129</b>	<b>259 820</b>	<b>262 357</b>	<b>-</b>	<b>-</b>	<b>-</b>

<sup>1</sup> Detail provided in the Division of Revenue Act, 2004.

Table 6.13: Summary of official development assistance expenditure

Donor	Programme / project name	Cash or kind	Expenditure outcome				Medium-term expenditure estimate			
			2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	
R thousand										
European Union	Institutional strengthening		-	-	1 423	4 122	-	-	-	-
<b>Total</b>			<b>-</b>	<b>-</b>	<b>1 423</b>	<b>4 122</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Table 6.14: Summary of expenditure on infrastructure**

R thousand	Projects	Description	Expenditure outcome			Adjusted appropriation 2003/04	Medium-term expenditure estimate				Long-term planning			
			Audited	Audited	Preliminary outcome		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10		
			2000/01	2001/02	2002/03									
	Infrastructure programmes or large infrastructure projects		12 487	33 731	12 931	67 092	101 651	92 955	32 823					
	Small project groups		42 663	23 466	107 690	171 174	91 232	110 498	170 627			8 009	3 262	
	Infrastructure transfers		374 000	353 256	259 820	262 357	-	-	-					
	<b>Sub-total</b>		<b>429 150</b>	<b>410 453</b>	<b>380 441</b>	<b>500 623</b>	<b>192 883</b>	<b>203 453</b>	<b>203 450</b>			<b>8 009</b>	<b>3 262</b>	
	Maintenance on infrastructure		155 375	300 857	254 417	431 495	539 898	566 875	208 606			74 175	9 670	
	<b>Total</b>		<b>584 525</b>	<b>711 310</b>	<b>634 858</b>	<b>932 118</b>	<b>732 781</b>	<b>770 328</b>	<b>412 056</b>			<b>82 184</b>	<b>12 932</b>	