

# Vote 20

## Sport and Recreation South Africa

	2004/05 To be appropriated	2005/06	2006/07
MTEF allocations	R286 221 000	R180 628 000	R209 445 000
Statutory amounts	-	-	-
Responsible Minister	Minister of Sport and Recreation		
Administering Department	Sport and Recreation South Africa		
Accounting Officer	Head of Sport and Recreation South Africa		

### Aim

*The aim of Sport and Recreation South Africa is to improve the quality of life of all South Africans by promoting participation in sport and recreation in the country, and through the participation of South African sportspersons and teams in international sporting events.*

### Programme purpose and measurable objectives

#### Programme 1: Administration

**Purpose:** Provide for the management of Sport and Recreation South Africa.

#### Programme 2: Funding, Policy and Liaison

**Purpose:** Contribute towards an active and winning nation by developing and implementing policies and establishing co-ordinated and integrated programmes and structures that will support broad-based participation and the development of potential talent for upward mobility into competitive, high performance sport.

**Measurable objective:** Promote the participation of South Africans in local and international sport and recreation activities through the funding of associated organisations, and monitor the impact of programmes on communities.

#### Programme 3: Building for Sport and Recreation

**Purpose:** Contribute to increased participation in sport and recreation activities.

**Measurable objective:** Build new and upgrade existing sport and recreation facilities in partnership with provinces, municipalities and communities.

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

Over the past few years, the focus of Sport and Recreation South Africa has been to transform sport and recreation in the country to facilitate greater access to sport and recreation opportunities and to improve representivity at all levels of participation. Apart from increasing broad-based participation, improving South Africans' performance in competitive sport is a high priority and will receive special focus over the medium term.

### *Institutional framework*

A ministerial task team looking into high performance sport has recommended that the department and the South African Sports Commission (SASC) merge to counteract the fragmentation in institutional governance. Government has accepted the recommendation. This process of rationalisation and consolidation will be completed by the end of March 2005. A non-governmental organisation will also be established by the relevant role players; one of its functions will be to assume responsibility for South Africa's participation in international, multi-sport events such as the All Africa Games, the Commonwealth Games and the Olympic Games. A memorandum of understanding between Sport and Recreation South Africa and the Department of Education regarding the location of school sport will be finalised. The establishment of a National Sports Academy is envisaged during the course of 2004/05; the function of the academy will be to improve sport performance.

### *Funding and monitoring*

Implementing the recommendations of the ministerial task team in relation to subsidising national sport and recreation federations, has resulted in government subsidies going to fewer federations. However, federations that are funded receive more resources for either increasing the number of South Africans participating (more people), or increasing the prospects for success in high level, international competition (more medals). In terms of contracts concluded with federations for the subsidies they receive, the department's monitoring continues to improve in line with the requirements of the Public Finance Management Act (1 of 1999) (PFMA).

Government has made available additional resources for mass participation activities aimed, in particular, at involving large numbers of young people in sport and recreation activities. This will ensure that government's investment will increase participation at grassroots level rather than at the federation level, where activities tend to be focused on competitive sport. These resources are intended to address priority areas such as moral regeneration as well as social cohesion and social justice projects. Mass participation activities also facilitate identifying talent. This helps to channel athletes with potential into mainstream competitive sport, where their skills can be honed and at the same time issues such as representivity can be addressed.

Funding for the loveLife Games, previously funded via the Department of Health, will be channelled through the department with effect from the 2004/05 financial year. The programme aims to involve young people in sport, to influence them to adopt positive lifestyles and to improve their awareness of HIV and Aids.

### *Sport and recreation facilities*

Funding for upgrading existing facilities and creating new ones through the Poverty Relief, Infrastructure Investment and Job Summit funds that spanned the three years from 2001 to 2004, has been continued in 2004/05. The allocation for 2004/05 allows the department to undertake projects in the areas where the 2010 Soccer World Cup matches are planned, in order to benefit the poor in those urban areas. The projects will, however, not be restricted to soccer or to these areas alone. From 2005/06, the allocation will become part of the Municipal Infrastructure Grant (MIG) that will be located in the Department of Provincial and Local Government, while Sport and Recreation South Africa will continue with its policy and monitoring role on the project. The department provides funding and support, while provincial and local governments implement the projects. In accordance with a contract concluded with Sport and Recreation South Africa, local authorities own the facilities once they have been completed and are responsible for their maintenance. The South African Sports Commission assists with the creation of sports councils in the communities where facilities are built, and it empowers individuals to manage and run activities at the venues. Apart from creating temporary and permanent employment opportunities, the project has increased access to sport and recreation activities for those who did not have access

in the past. The mass participation activities that are to be launched in 2004 will be based at some of these facilities, especially those that have been built in the identified high crime nodes.

### Major sport and recreation events

A national strategy for bidding for and hosting major international sports events in South Africa is being finalised. The strategy will target events such as the netball, soccer and rugby world cups, as well as multi-sport events such as the Commonwealth and Olympic games. The strategy will constitute a part of the national events strategy that is being developed by the Department of Environmental Affairs and Tourism, Tourism South Africa and the International Marketing Council. South Africa's successful hosting of the Cricket World Cup in 2003 demonstrated the potential of such events for job creation, generating revenue and marketing the country internationally. The Soccer World Cup Bid Company submitted a bid for the 2010 FIFA Soccer World Cup. A successful bid would reap major benefits for the country and sport in general.

## Expenditure estimates

**Table 20.1: Sport and Recreation South Africa**

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	11 706	12 880	14 425	18 857	17 857	22 901	34 366	36 429
2 Funding, Policy and Liaison	58 768	49 145	68 303	80 745	80 745	126 050	146 262	173 016
3 Building for Sport and Recreation	–	39 068	89 098	129 837	129 837	137 270	–	–
<b>Total</b>	<b>70 474</b>	<b>101 093</b>	<b>171 826</b>	<b>229 439</b>	<b>228 439</b>	<b>286 221</b>	<b>180 628</b>	<b>209 445</b>
Change to 2003 Budget Estimate				3 677	2 677	179 329	67 064	
<b>Economic classification</b>								
<b>Current payments</b>	<b>15 272</b>	<b>21 442</b>	<b>27 145</b>	<b>37 236</b>	<b>36 236</b>	<b>56 612</b>	<b>85 543</b>	<b>91 412</b>
Compensation of employees	6 531	8 173	9 777	12 007	11 007	15 128	27 655	28 330
Goods and services	8 714	13 210	17 347	25 229	25 229	41 484	57 888	63 082
Interest and rent on land	–	–	–	–	–	–	–	–
Financial transactions in assets and liabilities	27	59	21	–	–	–	–	–
Unauthorised expenditure	–	–	–	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>54 410</b>	<b>79 228</b>	<b>144 215</b>	<b>191 106</b>	<b>191 106</b>	<b>227 281</b>	<b>93 995</b>	<b>116 852</b>
Provinces and municipalities	19	36 128	83 808	123 469	123 469	141 304	24 025	39 026
Departmental agencies and accounts	27 300	26 000	28 000	32 000	32 000	33 600	6 100	6 800
Universities and technikons	–	–	–	–	–	–	–	–
Foreign governments & international organisations	–	–	–	–	–	–	–	–
Public corporations & private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	27 091	17 100	32 407	35 637	35 637	40 377	48 870	51 026
Households	–	–	–	–	–	12 000	15 000	20 000
<b>Payments for capital assets</b>	<b>792</b>	<b>423</b>	<b>466</b>	<b>1 097</b>	<b>1 097</b>	<b>2 328</b>	<b>1 090</b>	<b>1 181</b>
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	792	423	466	1 097	1 097	2 328	1 090	1 181
Cultivated assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Land and subsoil assets	–	–	–	–	–	–	–	–
<b>Total</b>	<b>70 474</b>	<b>101 093</b>	<b>171 826</b>	<b>229 439</b>	<b>228 439</b>	<b>286 221</b>	<b>180 628</b>	<b>209 445</b>

## Expenditure trends

Departmental expenditure has fluctuated in recent years. This is primarily because of the variations in funding available for infrastructure projects and for specific once-off payments to federations (such as the Cricket World Cup Legacy Project). The budget available for the core activities of the department has, however, grown steadily in recent years and continues to do so over the medium term. The 2004 Budget increases the 2003 medium-term allocation by R179,3 million in 2004/05 and R67,1 million in 2005/06. These increases include the building and upgrading of sport and recreation facilities that will be funded for another year on the department's vote (R132,3 million in 2004/05) as well as the loveLife Games, that were previously funded via the Department of Health (R12,0 million in 2004/05 and R15,0 million in 2005/06). The remaining increases are for the following:

- sport promotion and facility management training: R5,0 million in 2004/05 and R7,0 million in 2005/06
- the National Sports Academy: R10,0 million in 2004/05 and R15,0 million in 2005/06
- mass participation: R20,0 million in 2004/05 and R30,0 million in 2005/06.

The increase in the provision for *Administration* over the MTEF period is due to an allocation for upgrading the department's IT system. The increases in both the compensation of employees and goods and services over the MTEF period are mainly due to the pending incorporation of the South African Sports Commission into the department.

## Departmental receipts

Receipts in the department can fluctuate from year to year, depending on whether funds are recovered if the various sport and recreation federations have not complied with the stipulations and agreements of the previous financial years. The department rarely charges for services. Receipts are generated mainly by the cancellation of expired warrant vouchers, commissions paid on Persal deductions and other incidentals. Annual revenue is expected to stay low over the medium term.

**Table 20.2: Departmental receipts**

	Revenue outcome			Adjusted appropriation	Medium-term revenue estimate		
	Audited	Audited	Preliminary outcome		2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03				
R thousand				2003/04			
Tax receipts	-	-	-	-	-	-	-
Sales of goods and services produced by department (excl capital assets)	4	4	4	4	4	7	7
Sales of scrap, waste, arms and other used current goods (excl capital assets)	-	-	-	-	-	-	-
Transfers received	-	-	-	-	-	-	-
Fines, penalties and forfeits	5	3	5	5	5	8	8
Interest, dividends and rent on land	76	1	4	4	4	8	8
Sales of capital assets	-	-	-	-	-	-	-
Financial transactions in assets and Liabilities	801	192	145	424	390	390	390
<b>Total departmental receipts</b>	<b>886</b>	<b>200</b>	<b>158</b>	<b>437</b>	<b>403</b>	<b>413</b>	<b>413</b>

## Programme 1: Administration

*Administration* conducts the overall management of Sport and Recreation South Africa and provides centralised support services. These include: legal, communication and marketing

services; IT; ministerial services; provisioning and human resources services; financial services; and internal audit services.

## Expenditure estimates

**Table 20.3: Administration**

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	2004/05	2005/06	2006/07
Minister <sup>1</sup>	571	519	680	746	791	831	872
Management	772	1 074	1 329	1 674	1 856	1 910	2 025
Corporate Services	10 363	11 287	12 416	16 038	19 054	31 625	33 532
Government Motor Transport	-	-	-	399	1 200	-	-
<b>Total</b>	<b>11 706</b>	<b>12 880</b>	<b>14 425</b>	<b>18 857</b>	<b>22 901</b>	<b>34 366</b>	<b>36 429</b>
Change to 2003 Budget Estimate				670	3 930	13 869	

<sup>1</sup> Payable as from 1 April 2003. Salary: R597 228. Car allowance: R149 307.

### Economic classification

	10 962	12 538	14 121	17 881	21 192	33 903	35 938
<b>Current payments</b>							
Compensation of employees	5 011	5 858	6 536	8 486	9 884	10 375	10 998
Goods and services	5 924	6 621	7 564	9 395	11 308	23 528	24 940
Interest and rent on land	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	27	59	21	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>14</b>	<b>17</b>	<b>19</b>	<b>27</b>	<b>21</b>	<b>16</b>	<b>17</b>
Provinces and municipalities	14	17	19	27	21	16	17
Departmental agencies and accounts	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>730</b>	<b>325</b>	<b>285</b>	<b>949</b>	<b>1 688</b>	<b>447</b>	<b>474</b>
Buildings and other fixed structures	-	-	-	-	-	-	-
Machinery and equipment	730	325	285	949	1 688	447	474
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	<b>11 706</b>	<b>12 880</b>	<b>14 425</b>	<b>18 857</b>	<b>22 901</b>	<b>34 366</b>	<b>36 429</b>

### Details of transfer payments and subsidies:

Provinces and municipalities							
Municipalities							
Current	14	17	19	27	21	16	17
Regional Services Council levies	14	17	19	27	21	16	17
<b>Total</b>	<b>14</b>	<b>17</b>	<b>19</b>	<b>27</b>	<b>21</b>	<b>16</b>	<b>17</b>

## Expenditure trends

The main increase in expenditure for *Administration* is in the Corporate Services subprogramme, going to upgrading the department's IT system over the MTEF period and providing for the incorporation of the South African Sports Commission into the department from 2005/06. These items are also the main reasons for the increased projected expenditure on goods and services.

## Programme 2: Funding, Policy and Liaison

As part of the department's initiative to enhance the quality of life of all the country's citizens, *Funding, Policy and Liaison* aims to increase participation in sport and recreation and improve the performance of South Africans in sport. This will be achieved through advocating participation in sport and recreation, providing resources to South African teams and sportspersons competing in major international events, and increasing the number of successful sporting events hosted in South Africa. To this end, the department will create an enabling environment and work in co-operation with provinces and local authorities, the National Olympic Committee of South Africa, the South African Sports Commission, national federations, loveLife and other service providers. Other activities include: providing funding to institutions and projects initiated by the department; subsidising and monitoring the activities of public entities; subsidising and monitoring high performance programmes and events; evaluating and monitoring the implementation of sport and recreation policy; and developing international relations in sport and recreation.

It is envisaged that the programme structure will change from the 2005/06 financial year as a result of the amalgamation of Sport and Recreation South Africa and the South African Sports Commission.

## Expenditure estimates

**Table 20.4: Funding, Policy and Liaison**

Subprogramme	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							
Mass Participation	10 430	11 950	15 857	16 252	55 030	77 635	100 489
Associated Sport & Recreation Public Entities	27 500	26 000	28 000	34 310	33 600	6 100	6 800
High Performance Sport and Events	16 515	5 150	16 550	17 075	25 500	28 500	30 000
International Liaison	–	311	451	571	745	819	901
Policy, Research and Information	–	–	403	1 210	1 010	1 111	1 222
Administration	4 323	5 734	7 042	11 327	10 165	32 097	33 604
<b>Total</b>	<b>58 768</b>	<b>49 145</b>	<b>68 303</b>	<b>80 745</b>	<b>126 050</b>	<b>146 262</b>	<b>173 016</b>
Change to 2003 Budget Estimate				2 670	38 129	53 195	
<b>Economic classification</b>							
<b>Current payments</b>	<b>4 310</b>	<b>6 005</b>	<b>7 756</b>	<b>13 011</b>	<b>30 479</b>	<b>51 640</b>	<b>55 474</b>
Compensation of employees	1 520	1 788	2 595	2 415	3 725	17 280	17 332
Goods and services	2 790	4 217	5 161	10 596	26 754	34 360	38 142
Interest and rent on land	–	–	–	–	–	–	–
Financial transactions in assets and liabilities	–	–	–	–	–	–	–
Unauthorised expenditure	–	–	–	–	–	–	–

Table 20.4: Funding, Policy and Liaison

Subprogramme	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>Transfers and subsidies to:</b>	<b>54 396</b>	<b>43 105</b>	<b>60 414</b>	<b>67 644</b>	<b>94 986</b>	<b>93 979</b>	<b>116 835</b>
Provinces and municipalities	5	5	7	7	9 009	24 009	39 009
Departmental agencies and accounts	27 300	26 000	28 000	32 000	33 600	6 100	6 800
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	27 091	17 100	32 407	35 637	40 377	48 870	51 026
Households	-	-	-	-	12 000	15 000	20 000
<b>Payments for capital assets</b>	<b>62</b>	<b>35</b>	<b>133</b>	<b>90</b>	<b>585</b>	<b>643</b>	<b>707</b>
Buildings and other fixed structures	-	-	-	-	-	-	-
Machinery and equipment	62	35	133	90	585	643	707
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	<b>58 768</b>	<b>49 145</b>	<b>68 303</b>	<b>80 745</b>	<b>126 050</b>	<b>146 262</b>	<b>173 016</b>

**Details of transfer payments and subsidies:**

<b>Provinces and municipalities</b>							
<b>Provincial Revenue Funds</b>							
<b>Current</b>	-	-	-	-	9 000	24 000	39 000
Mass Sport and Recreation Participation Programme	-	-	-	-	9 000	24 000	39 000
<b>Municipalities</b>							
<b>Current</b>	5	5	7	7	9	9	9
Regional Services Council levies	5	5	7	7	9	9	9
<b>Departmental agencies and accounts</b>							
<b>Current</b>	27 300	26 000	28 000	32 000	33 600	6 100	6 800
South African Sports Commission	24 500	23 000	24 700	26 500	28 000	-	-
South African Institute for Drug-Free Sport	2 800	3 000	3 300	5 500	4 200	4 600	5 200
Boxing South Africa	-	-	-	-	1 400	1 500	1 600
<b>Non-profit institutions</b>							
<b>Current</b>	27 091	17 100	32 407	35 637	40 377	48 870	51 026
Sport Federations	27 091	17 100	32 407	35 637	40 377	48 870	51 026
<b>Households</b>							
<b>Current</b>	-	-	-	-	12 000	15 000	20 000
Health Systems Trust: loveLife Games	-	-	-	-	12 000	15 000	20 000
<b>Total</b>	<b>54 396</b>	<b>43 105</b>	<b>60 414</b>	<b>67 644</b>	<b>94 986</b>	<b>93 979</b>	<b>116 835</b>

**Expenditure trends**

The budget for this programme increased from R58,8 million in 2000/01 to R126,1 million in 2004/05. Expenditure trends are, however, skewed by the once-off allocations of R8,0 million for the South African 2006 Soccer World Cup Bid in 2000/01 and a R12,5 million rollover from the Department of Trade and Industry for the Cricket World Cup legacy project in 2002/03. This programme was also the main beneficiary of the upward adjustment of the department's baseline allocation since 2002. The increases for the medium term are mainly due to the pilot programme

for the establishment of the National Sport Academy, increased allocations for mass participation, and the loveLife Games. This increase will contribute significantly to strengthening the core functions of the department, namely, increasing the number of participants (especially the poorest of the poor) in sport and recreation activities, and improving the chances of achieving success at the international level.

The allocations for 2005/06 and 2006/07 include amounts of R7,0 million and R9,0 million respectively for sport promotion and facility management training. Due to the pending incorporation of the South African Sports Commission into the department, the 2005/06 and 2006/07 medium-term estimates for transfer payments decrease.

## Service delivery objectives and indicators

### Recent outputs

The assistance provided to 21 national sport federations supported Team South Africa to win 63 gold, 59 silver and 50 bronze medals at the 2003 All Africa Games held in Abuja, Nigeria. The team comprised 342 sportspersons, 26 code managers and 41 coaches.

Conducting 2 000 tests, the South African Institute for Drug-Free Sport (SAIDS) exceeded its projected number of drug tests. As part of the programme to expose South Africans to anti-doping, more than 200 school sports educators attended anti-doping education programmes while more than 4 000 young people also benefited from the programme at the Oudtshoorn Youth Festival.

In line with 2003 ENE targets, a more focused strategy for funding mass participation and high performance programmes was finalised and implemented. More than 142 coaches in hockey, table tennis, judo, diving and tennis benefited from coach exchange programmes with the Netherlands, China and Algeria.

Workshops on transformation in sport were held in seven provinces. This has contributed to the development of a sports transformation charter that will be the guiding document for the transformation of sport in South Africa. The transformation process aims to achieve equitable access to facilities, competition opportunities and high performance training in order to put South African sport on a path of sustainable growth.

The Cricket World Cup matches attracted more than 18 000 foreigners and resulted in spending that exceeded R1,0 billion, indicating the positive impact of successfully hosted international events on the local economy.

### Medium-term output targets

#### Funding, Policy and Liaison

**Measurable objective:** Promote the participation of South Africans in local and international sport and recreation activities through the funding of associated organisations, and monitor the impact of programmes on communities.

Subprogramme	Output	Measure/Indicator	Target
Mass Participation	Mass participation projects in all 9 provinces	Number of people attracted to the mass participation programmes per province	3 000 people per province
	Regional, provincial and national loveLife Games	Weekly mass participation programmes in provinces Number of learners participating in games	Beginning and continuation of programmes from June 2004 150 000 learners
Associated Sport and Recreation Public Entities	Monitoring framework for the oversight of activities of: The South African Sports Commission	Number of sports federations: given scientific support	29 federations



Subprogramme	Output	Measure/Indicator	Target
	The South African Institute for Drug-Free Sport Boxing South Africa	assisted with team preparation provided with dispute resolution support applications processed for national colours Institutions benefiting from training materials developed Number of athletes tested Numbers trained: boxers promoters ring officials trainers/managers	10 teams 12 federations 135 applications 26 federations and 9 provincial departments of sport 2 000 athletes 10 trained 15 trained 20 trained 20 trained
High Performance Sport and Events	High performance programme for elite athletes	Number of athletes and teams assisted in the programmes Number of medals won at major events	200 elite and talented sportspersons in the programmes At least 40 medals won at Olympic and Paralympic games in Athens
Policy, Research and Information	Host national conference on sports research Compile a comprehensive database on sport federations in South Africa Sport promotion and facility management training of facilities in the Municipal Infrastructure Grant Framework for bidding and hosting of sport events	Major conference on sports research hosted successfully Database on federations completed Sustained allocations for sport and recreation facilities in the Municipal Infrastructure Grant Development of policy	Participation by 250 researchers, athletes and officials at conference September 2004 5% annual increase in Municipal Infrastructure Grant provision for sport and recreation facilities Policy ready for implementation by July 2004
International Liaison	Exchange programmes for sportspersons and coaches Promotion of sports tourism in partnership with the International Marketing Council and SA Tourism	Number of exchanges taking place Better qualified South African coaches Number of foreigners reached by marketing strategy Percentage increase in foreign participants in South African events	20 programmes involving 40 experts 100 South African coaches At least 1 million 10% increase

### Programme 3: Building for Sport and Recreation

The *Building for Sport and Recreation* programme contributes to increased participation in sport and recreation activities as well as job creation, by providing funds for upgrading and building facilities. Apart from the administrative function, *Building for Sport and Recreation* has one subprogramme, Sport and Recreation Facilities, which provides transfers to local authorities in terms of the annual Division of Revenue Act.

#### Expenditure estimates

Table 20.5: Building for Sport and Recreation

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	2004/05	2005/06	2006/07
Sport and Recreation Facilities	–	36 104	83 780	123 432	132 270	–	–
Administration	–	2 964	5 318	6 405	5 000	–	–
<b>Total</b>	–	<b>39 068</b>	<b>89 098</b>	<b>129 837</b>	<b>137 270</b>	–	–
Change to 2003 Budget Estimate				337	137 270	–	

	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>Economic classification</b>							
<b>Current payments</b>	-	2 899	5 268	6 344	4 941	-	-
Compensation of employees	-	527	646	1 106	1 519	-	-
Goods and services	-	2 372	4 622	5 238	3 422	-	-
Interest and rent on land	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	-	36 106	83 782	123 435	132 274	-	-
Provinces and municipalities	-	36 106	83 782	123 435	132 274	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	63	48	58	55	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-
Machinery and equipment	-	63	48	58	55	-	-
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-
<b>Total</b>	-	39 068	89 098	129 837	137 270	-	-

**Details of transfer payments and subsidies:**

<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Current</b>	-	2	2	3	4	-	-
Regional Services Council levies	-	2	2	3	4	-	-
<b>Capital</b>	-	36 104	83 780	123 432	132 270	-	-
Sport and recreation facilities	-	36 104	83 780	123 432	132 270	-	-
<b>Total</b>	-	36 106	83 782	123 435	132 274	-	-

**Expenditure trends**

Funding for *Building for Sport and Recreation* increased from R89,1 million in 2002/03 to R129,8 million in 2003/04. In 2004/05 it will increase to R137,2 million, which includes R5,0 million for sport promotion and facility management training. From 2005/06 onwards the programme will be consolidated within the Municipal Infrastructure Grant and the funding for monitoring of the programme will be incorporated in *Funding, Policy and Liaison*.

## Service delivery objectives and indicators

### Recent outputs

In 2001/02, 55 projects were funded countrywide. Thirty-seven sports facilities were upgraded and 18 new ones were built. The 2002/03 budget provided for the upgrading and building of 85 facilities. The majority of the projects were completed by the end of March 2003. Approximately 5 500 jobs were created in the process. A total of 100 community sports councils and clubs were established, and empowered to run and manage the facilities.

The budget for 2003/04 provided for the upgrading/building of 114 projects. The majority of the projects are currently under construction and should be completed by March 2004. It is estimated that the 2003/04 programme will generate approximately 6 000 temporary jobs. Community sports councils have been established, and empowered to manage each of the 114 facilities.

### Medium-term output targets

#### Building for Sport and Recreation

**Measurable objective:** Build new and upgrade existing sport and recreation facilities in partnership with provinces, municipalities and communities.

Subprogramme	Output	Measure/Indicator	Target
Sport and Recreation Facilities	Upgraded and new sports facilities in disadvantaged rural and urban areas	Number of facilities built/upgraded	121 facilities
	Properly sustained sport and recreation facilities	Number of jobs created	6 000 jobs
		Number of community sports councils established	121 community sports councils
		Number of facilitators trained and clubs established	1 200 facilitators trained and 600 clubs established

## Public entities reporting to the Minister

### South African Sports Commission

The South African Sports Commission was established in terms of the South African Sports Commission Act (109 of 1998) and is largely funded with public money. Its main functions are to:

- manage, promote and co-ordinate the provision of sport and recreation
- develop and implement a national sports plan and ensure that accessible facilities, sports competitions and club infrastructure exist and are professionally managed
- improve the quality of international sports events hosted by South Africa
- ensure participation by South African teams and sportspersons in international events
- identify talented sportspersons to ensure that South African teams are fully representative
- provide access to scientific support, training, life skills development services, coaching, logistics and information, and to ensure a social environment, in order to increase the number of medals and matches won by South Africa.

The allocation to the South African Sports Commission increases from R24,7 million in 2002/03 to R28,0 million in 2004/05, whereafter the commission will be incorporated into the department.

### South African Institute for Drug-Free Sport

The South African Institute for Drug-Free Sport (SAIDS) was established in terms of the South African Institute for Drug-Free Sport Act (14 of 1997) and is largely funded with public money. Its main function is to promote participation in sport, free from the use of prohibited performance-

enhancing substances, and to protect the health of sportspersons. During 2002/03 the institute conducted 2 000 tests on sportspersons and ran education programmes on prohibited performance-enhancing substances and their dangers.

The allocation to SAIDS for 2003/04 includes a once-off allocation of R2,0 million for purchasing new laboratory equipment for the testing centre. The allocation to SAIDS increases to R4,2 million in 2004/05 and to R5,2 million in 2006/07.

### **Boxing South Africa**

Boxing South Africa was established in terms of the South African Boxing Act (11 of 2001) and is partly funded with public money. Its function is to promote boxing and to protect the interests of boxers and officials. It replaced the South African National Boxing Control Commission. Its main objectives are to:

- consider applications for licences from all stakeholders in professional boxing
- sanction fights
- implement the regulations pertaining to boxing
- promote the interest of all stakeholders in boxing.

The allocation to Boxing South Africa increases from R1,4 million in 2004/05 and reaches R1,6 million in 2006/07.

## **Annexure**

### **Vote 20: Sport and Recreation South Africa**

Table 20.6: Summary of expenditure trends and estimates per programme

Table 20.7: Summary of expenditure trends and estimates per economic classification

Table 20.8: Summary of personnel numbers and compensation of employees

Table 20.9: Summary of expenditure on training

Table 20.10: Summary of information and communications technology expenditure

Table 20.11: Summary of conditional grants to provinces

Table 20.12: Summary of conditional grants to local government (municipalities)

Table 20.13: Summary of infrastructure expenditure

**Table 20.6: Summary of expenditure trends and estimates per programme**

	Expenditure outcome			Main appropriation	Additional appropriation	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			2004/05	2005/06	2006/07
1 Administration	11 706	12 880	14 425	18 187	670	18 857	17 857	22 901	34 366	36 429
2 Funding, Policy and Liaison	58 768	49 145	68 303	78 075	2 670	80 745	80 745	126 050	146 262	173 016
3 Building for Sport and Recreation	-	39 068	89 098	129 500	337	129 837	129 837	137 270	-	-
<b>Total</b>	<b>70 474</b>	<b>101 093</b>	<b>171 826</b>	<b>225 762</b>	<b>3 677</b>	<b>229 439</b>	<b>228 439</b>	<b>286 221</b>	<b>180 628</b>	<b>209 445</b>
Change to 2003 Budget Estimate						3 677	2 677	179 329	67 064	

**Table 20.7: Summary of expenditure trends and estimates per economic classification**

	Expenditure outcome			Preliminary outcome	Main appropriation	Additional appropriation	Adjusted appropriation	Revised estimate	Medium-term expenditure estimate			
	Audited	Audited	Preliminary outcome						2004/05	2005/06	2006/07	
	2000/01	2001/02	2002/03						2003/04			
R thousand												
<b>Current payments</b>	<b>6 531</b>	<b>8 173</b>	<b>9 777</b>		<b>12 962</b>	<b>(955)</b>	<b>12 007</b>	<b>11 007</b>	<b>15 128</b>	<b>27 655</b>	<b>28 330</b>	
Compensation of employees	5 865	7 351	8 819		11 160	(870)	10 290	9 290	13 029	24 511	25 096	
- Salaries and wages	666	822	958		1 802	(85)	1 717	1 717	2 099	3 144	3 234	
- Social contributions	8 714	13 210	17 347		24 786	443	25 229	25 229	41 484	57 888	63 082	
Goods and services	-	-	-		-	-	-	-	-	-	-	
Interest and rent on land	-	-	-		-	-	-	-	-	-	-	
- Interest	-	-	-		-	-	-	-	-	-	-	
- Rent on land	-	-	-		-	-	-	-	-	-	-	
Financial transactions in assets and liabilities	27	59	21		-	-	-	-	-	-	-	
Unauthorised expenditure	-	-	-		-	-	-	-	-	-	-	
<b>Total current payments</b>	<b>15 272</b>	<b>21 442</b>	<b>27 145</b>		<b>37 748</b>	<b>(512)</b>	<b>37 236</b>	<b>36 236</b>	<b>56 612</b>	<b>85 543</b>	<b>91 412</b>	
<b>Transfers and subsidies to:</b>												
Provinces and municipalities	19	36 128	83 808		123 132	337	123 469	123 469	141 304	24 025	39 026	
- Provinces	-	-	-		-	-	-	-	9 000	24 000	39 000	
- Provincial revenue funds	-	-	-		-	-	-	-	9 000	24 000	39 000	
- Provincial agencies and funds	-	-	-		-	-	-	-	-	-	-	
- Municipalities	19	36 128	83 808		123 132	337	123 469	123 469	132 304	25	26	
- Municipalities	19	36 128	83 808		123 132	337	123 469	123 469	132 304	25	26	
- Municipal agencies and funds	-	-	-		-	-	-	-	-	-	-	
<b>Departmental agencies and accounts</b>	<b>27 300</b>	<b>26 000</b>	<b>28 000</b>		<b>30 000</b>	<b>2 000</b>	<b>32 000</b>	<b>32 000</b>	<b>33 600</b>	<b>6 100</b>	<b>6 800</b>	
- Social security funds	-	-	-		-	-	-	-	-	-	-	
- Departmental agencies (non-business entities)	27 300	26 000	28 000		30 000	2 000	32 000	32 000	33 600	6 100	6 800	

Table 20.7: Summary of expenditure trends and estimates per economic classification (continued)

	Expenditure outcome				Medium-term expenditure estimate						
	Audited	Audited	Preliminary outcome	Main appropriation	Additional appropriation	Adjusted appropriation	Revised estimate	Medium-term expenditure estimate			
	2000/01	2001/02	2002/03					2004/05	2005/06	2006/07	
R thousand											
Universities and technicians	-	-	-	-	-	-	-	-	-	-	-
Foreign governments & international organisations	-	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-	-
- Public corporations	-	-	-	-	-	-	-	-	-	-	-
- Subsidies on production	-	-	-	-	-	-	-	-	-	-	-
- Other transfers	-	-	-	-	-	-	-	-	-	-	-
- Private enterprises	-	-	-	-	-	-	-	-	-	-	-
- Subsidies on production	-	-	-	-	-	-	-	-	-	-	-
- Other transfers	-	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	27 091	17 100	32 407	34 247	1 390	35 637	35 637	40 377	48 870	51 026	
Households	-	-	-	-	-	-	-	12 000	15 000	20 000	
- Social benefits	-	-	-	-	-	-	-	-	-	-	
- Other transfers to households	-	-	-	-	-	-	-	12 000	15 000	20 000	
<b>Total transfers and subsidies</b>	<b>54 410</b>	<b>79 228</b>	<b>144 215</b>	<b>187 379</b>	<b>3 727</b>	<b>191 106</b>	<b>191 106</b>	<b>227 281</b>	<b>93 995</b>	<b>116 852</b>	
<b>Payments on capital assets</b>											
<b>Buildings and other fixed structures</b>											
- Buildings	-	-	-	-	-	-	-	-	-	-	
- Other fixed structures	-	-	-	-	-	-	-	-	-	-	
<b>Machinery and equipment</b>	<b>792</b>	<b>423</b>	<b>466</b>	<b>635</b>	<b>462</b>	<b>1 097</b>	<b>1 097</b>	<b>2 328</b>	<b>1 090</b>	<b>1 181</b>	
- Transport equipment	-	-	-	100	-	100	100	1 200	-	-	
- Other machinery and equipment	792	423	466	535	462	997	997	1 128	1 090	1 181	



**Table 20.7: Summary of expenditure trends and estimates per economic classification (continued)**

	Expenditure outcome				Revised estimate	Medium-term expenditure estimate		
	Audited		Preliminary outcome	Adjusted appropriation		2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03					
R thousand								
Cultivated assets	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	
<i>Of which: Capitalised compensation</i>	-	-	-	-	-	-	-	
<b>Total payments on capital assets</b>	<b>792</b>	<b>423</b>	<b>466</b>	<b>635</b>	<b>1 097</b>	<b>1 090</b>	<b>1 181</b>	
<b>Total</b>	<b>70 474</b>	<b>101 093</b>	<b>171 826</b>	<b>225 762</b>	<b>286 221</b>	<b>180 628</b>	<b>209 445</b>	

**Table 20.8: Summary of personnel numbers and compensation of employees<sup>1</sup>**

	2000/01	2001/02	2002/03	2003/04	2004/05
<b>Personnel numbers</b>					
1 Administration	38	41	44	43	43
2 Funding, Policy and Liaison	12	15	15	15	15
3 Building for Sport and Recreation	-	3	3	5	6
<b>Total</b>	<b>50</b>	<b>59</b>	<b>62</b>	<b>63</b>	<b>64</b>
Total compensation of employees (R thousand)	6 531	8 173	9 777	12 007	15 128
Unit cost (R thousand)	130.6	138.5	157.7	190.6	236.4

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

Table 20.9: Summary of expenditure on training

	Expenditure outcome						Medium-term expenditure estimate		
	Audited		Preliminary outcome		Adjusted appropriation				
	2000/01	2001/02	2002/03	2002/03	2003/04	2004/05	2005/06	2006/07	
R thousand									
1 Administration	154	272	145		122	172	173	177	
2 Funding, Policy and Liaison	30	34	44		45	53	58	64	
3 Building for Sport and Recreation	-	-	-		12	15	-	-	
<b>Total</b>	<b>184</b>	<b>306</b>	<b>189</b>		<b>179</b>	<b>240</b>	<b>231</b>	<b>241</b>	

Table 20.10: Summary of information and communications technology expenditure

	Expenditure outcome			Adjusted appropriation			Medium-term expenditure estimate		
	Audited		Preliminary outcome	2003/04					
	2000/01	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07		
R thousand									
<b>1 Administration</b>		<b>325</b>	<b>270</b>	<b>479</b>	<b>2 214</b>	<b>2 265</b>	<b>2 353</b>		
Technology	-	325	270	479	488	447	474		
IT services	-	-	-	-	1 726	1 818	1 879		
<b>2 Funding, Policy and Liaison</b>		<b>35</b>	<b>71</b>	<b>30</b>	<b>585</b>	<b>643</b>	<b>707</b>		
Technology	-	35	71	30	585	643	707		
IT services	-	-	-	-	-	-	-		
<b>3 Building for Sport and Recreation</b>		<b>63</b>	<b>20</b>	<b>26</b>	<b>55</b>	<b>-</b>	<b>-</b>		
Technology	-	63	20	26	55	-	-		
IT services	-	-	-	-	-	-	-		
<b>Total</b>	<b>-</b>	<b>423</b>	<b>361</b>	<b>535</b>	<b>2 854</b>	<b>2 908</b>	<b>3 060</b>		

**Table 20.11: Summary of conditional grants to provinces<sup>1</sup>**

	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	2004/05	2005/06	2006/07
<b>2 Funding, Policy and Liaison</b>							
<b>Mass Participation</b>							
Mass Sport and Recreation Participation Programme	-	-	-	-	9 000	24 000	39 000
<b>Total</b>	-	-	-	-	<b>9 000</b>	<b>24 000</b>	<b>39 000</b>

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

**Table 20.12: Summary of conditional grants to local government (municipalities)<sup>1</sup>**

	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	2004/05	2005/06	2006/07
<b>3 Building for Sport and Recreation</b>							
Sport and Recreation Facilities	-	36 104	83 780	123 432	132 270	-	-
<b>Total</b>	-	<b>36 104</b>	<b>83 780</b>	<b>123 432</b>	<b>132 270</b>	<b>-</b>	<b>-</b>

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

Table 20.13: Summary of expenditure on infrastructure

Projects	Expenditure outcome			Adjusted appropriation 2003/04	Medium-term expenditure estimate					
	Audited	Audited	Preliminary outcome		Long-term planning					
	2000/01	2001/02	2002/03		2004/05	2005/06	2006/07	2007/08	2008/09	2009/10
R thousand										
Infrastructure transfers	-	36 104	83 780	123 432	132 270	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>36 104</b>	<b>83 780</b>	<b>123 432</b>	<b>132 270</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>