

# Vote 8

## Department of Local Government and Housing

	2007/08 To be appropriated	2008/09	2009/10
<b>MTEF allocations</b>	<b>R1 198 094 000</b>	<b>R1 438 332 000</b>	<b>R1 704 873 000</b>
Responsible MEC	Provincial Minister of Local Government and Housing		
Administering Department	Department of Local Government and Housing		
Accounting Officer	Head of Department, Local Government and Housing		

### 1. Overview

#### The core functions and responsibilities of the Department are:

The planning, promotion, and development of integrated and sustainable human settlements.

Administering housing subsidies and providing technical support for the development of sustainable human settlements.

Sensitising the public to the importance of housing as an asset.

Facilitating fair relationships in rental housing.

Promoting the implementation of developmental local government.

Ensuring local government sustainability through monitoring and support initiatives.

Facilitating co-operative governance, particularly with respect to the alignment of local and provincial development planning.

Facilitating and co-ordinating disaster management and fire brigade services.

Communicating new approaches and policies to the social partners.

Providing administrative and financial support services to the line functions and the Provincial Minister.

#### Vision

Creating a home for all communities in the Western Cape through developmental and well-governed municipalities and integrated and sustainable human settlements.

#### Mission

The mission of the Department of Local Government and Housing is:

To be effective agents of change in capacitating municipalities to deliver services and ensure integrated sustainable development.

To promote, facilitate and develop participative and integrated, sustainable human settlements.

To facilitate delivery through sound administration and the engagement of all spheres of government and social partners.

## **Main services**

Plan and facilitate effective and efficient housing delivery in accordance with national and provincial programmes for the development of integrated and sustainable human settlements.

Promote and facilitate the upgrading of informal settlements.

Facilitate sound relations between lessors and lessees.

Promote integrated settlement development in association with sister departments and other spheres of government.

Integrate marginalised communities into economically viable, socially equitable and environmentally sensitive settlements.

Manage and maintain housing assets strategically and effectively.

Conduct research and formulate policy.

Guide, advise and support local government legislation.

Formulate appropriate provincial legislation on local government.

Review and advise on all aspects of municipal Integrated Development Plans (IDPs).

Co-ordinate provincial disaster management.

Co-ordinate national development initiatives such as the Integrated Sustainable Rural Development Programme (ISRDP), Urban Renewal Programme (URP) and Project Consolidate.

Support the implementation of municipal performance management.

Support municipalities through capacity building and training initiatives.

Facilitate the negotiations around powers and functions between the Provincial and Local Government spheres.

Implement and maintain inter-governmental structures for good governance, co-operation and co-ordination.

Implement management support initiatives.

Promote developmental local government.

## **Demands and changes in services**

### **Local Government**

To support municipalities with the implementation of the five KPAs of the Local Government Strategic Agenda 2006-2011. The KPAs are: Municipal Transformation, Organisational Development, Basic Service Delivery, Local Economic Development, Municipal Financial Viability and Management and Good Governance and Public Participation. To improve the services rendered by the Department, restructuring will take place to provide more and focused "hands-on" support to municipalities.

### **Housing**

Establish partnerships with the private sector to promote accelerated housing delivery towards the development of integrated sustainable human settlements with specific focus on the gap and inclusionary housing. Promote the delivery of rental stock so as to offer more choice to communities. Endorse the delivery of "Special Needs Housing" so as to fast-track the assistance of marginalised groups.

## **Acts, rules and regulations**

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

Constitution of the Republic of South Africa, 1996 (Act 108 of 1996)

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

Division of Revenue Act (Annual)

Auditor General Act, 1995 (Act 12 of 1995)

Grootboom Constitutional Court judgment (2000)

Employment Equity Act, 1998 (Act 55 of 1998)

Labour Relations Act, 1995 (Act 66 of 1995)

Less Formal Township Establishment Act, 1991 (Act 113 of 1991)

National Housing Act, 1997 (Act 107 of 1997)

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

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

Public Finance Management Act, 1999 (Act 1 of 1999) (as amended by Act 29 of 1999) and the National Treasury Regulations

Public Service Act, 1994 (Act 103 of 1994) and Public Service Regulations of 2000

Rental Housing Act, 1999 (Act 50 of 1999)

Restitution Act, 1994 (Act 22 of 1994)

Rural Areas Act, 1987 (Act 9 of 1987)

Skills Development Act, 1998 (Act 97 of 1998)

Skills Levy Act, 1999 (Act 90 of 1999)

Transformation of Certain Rural Areas Act, 1998 (Act 94 of 1998)

Western Cape Housing Development Act, 1999 (Act 6 of 1999)

Western Cape Housing Development Amendment Act, 2005 (Act 2 of 2005)

Ndlovu Appeal Court judgement (2003)

Civil Protection Act, 1977 (Act 67 of 1977)

Civil Protection Ordinance, 1977 (Ordinance 8 of 1977)

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

Disaster Management Act, 2002 (Act 57 of 2002)

Fire Brigade Services Act, 1987 (Act 99 of 1987)

Local Authorities (Audit) Ordinance, 1938 (Ordinance 17 of 1938)

Local Authorities (Investment of funds) Ordinance, 1935 (Ordinance 23 of 1935)

Local Government Demarcation Act, 1998 (Act 27 of 1998)

Municipal Finance Management Act, 2003 (Act 56 of 2003)

Municipal Structures Act, 1998 (Act 117 of 1998)

Municipal Systems Act, 2000 (Act 32 of 2000)

Municipal Ordinance, 1974 (Ordinance 20 of 1974)

National Archives of South Africa Act, 1996 (Act 43 of 1996)

Property Valuation Ordinance, 1993 (Ordinance 14 of 1993)

Protected Disclosures Act, 2000 (Act 26 of 2000)

Regional Services Councils Act, 1985 (Act 109 of 1985)

Tobacco Products Control Amendment Act, 1999 (Act 12 of 1999)

Transformation of Certain Rural Areas Act, 1998 (Act 9 of 1998)

Valuation Ordinance, 1944 (Ordinance 26 of 1944)

Municipal Finance Management Act, 2003 (Act 56 of 2003)

Intergovernmental Relations Framework Act, 2005 (Act 13 of 2005)

## **Budget decisions**

The Department continues to make remarkable strides towards improving the lives of the citizens of the Western Cape Province. The achievements that the Department has attained as well as the challenges that are still being grappled with Department are carried over from the 2006/07 financial year.

Both our housing delivery and the capacitation initiatives of local government have improved significantly with the finalisation of the Human Settlement strategy and the local government capacity building. The 2007/08 allocations will be committed towards the following key deliverables with the primary aim of improving the lives of the inhabitants of this province and embrace the principle of 'Home for All':

Accelerated Housing delivery.

Implement Integrated Human Settlement Strategy and the Disaster Management Act.

Municipal capacity building.

Strengthen Intergovernmental Relations and quality Integrated Development Plans.

Strengthen public participation.

## **2. Review 2006/07**

After the Local Government Elections, the political environment in the Province was challenging, because only four municipalities in the Province had outright majorities. The Department focused all its training initiatives in this financial year on the newly elected councillors to bring them up to speed with their new responsibilities, councillors. In this regard the department supported SALGA with its councillor induction programme during April 2006 as well as provided a financial contribution to SALGA: Western Cape for the roll-out of an accredited councillor development programme. A women councillor leadership development programme was also implemented for all women councillors in the Province. The Department also began to implement the municipal capacity building strategy starting with the compilation of competency profiles for senior municipal personnel with the support of the Capacity Building Reference Group. These profiles were submitted to the DPLG who in turn issued these competency profiles to municipalities.

Municipalities were supported with the appointment of municipal manager posts and with the compilation and issuing of a guideline document on the appointment process. A dedicated service provider was appointed to provide hands-on support to Project Consolidate municipalities. Ongoing specialised hands-on support was provided to Kannaland and Cederberg municipalities with the implementation of their recovery plans. Good progress was made. Project Consolidate has lead the process of mainstreaming hands-on support as well as driving the Local Government Strategic Agenda 2006-2011 on behalf of the Province. In partnership with the DBSA, five (5) engineers and four (4) financial experts were deployed to six (6) municipalities to provide hands-on support as part of the Siyenza Manje Project. Support was also provide to municipalities with the implementation of the Property Rates Act and an implementation guide in this regard was developed and distributed.

The Local Government Medium Term Expenditure Committee (LG MTEC) process highlighted the importance of effective inter-governmental relations to build reaching synergy between the three spheres of government. The MTEC process during the 2006/07 financial year formed a basis for taking the Integrated Development Planning and intergovernmental alignment process forward. The Premier's Co-ordinating Forum (PCF), Premier's Metro Co-ordinating Forum (MCF) and District Co-ordinating Forums (DCF) were used strategically to ensure co-operative government. The Department as the principal liaison structure, facilitated developmental co-operative governance in terms of the Intergovernmental Relations Legislation and it endeavored to improve co-ordination and integration between the three spheres of government. The Department over the last year strengthened its relationship with the Department of the Premier and Provincial Treasury as transversal departments. The Department hence gives its support to the Department of the Premier in the form of administrative and logistical services to the Premier's Coordinating Forum and the Premiers Metro Coordinating Forum.

The training of the second cohort of Community Development Workers (CDWs) was completed and 200 CDWs were appointed and deployed to most municipalities. The programme, due to its nature and extent, experienced some growing pains. The programme, however, was successful and various communities were supported to gain access to government services. Most ward committees were established and orientation training was provided.

Through intervention the subcouncils of the City of Cape Town were re-clustered to become more inclusive. A section 106 investigation (in terms of the Municipal Systems Act) was done at one of the local municipalities.

A Community Fire Safety standard by-law was promulgated for adoption by local municipalities. An anti-corruption summit was held jointly with the Department of the Premier and other stakeholders. In terms of the agreement that the Department has with the Special Investigation Unit, investigations have been done or are in still in process at five municipalities as well as Peoples Housing Process (PHP) projects. In the latter instance the perpetrator was brought to book.

Post the 2005 Human Settlement Summit, the Western Cape Sustainable Human Settlement Strategy (WCSHSS) was developed and approved for further consultation and implementation.

An implementation plan for the improving the quality of integrated planning has been drafted and several planning tools are under construction. The tools include an outline for a chapter on human settlement development that will part of municipal Integrated Development Plans as well as sustainability criteria for housing project approvals. The Department ran a three-week training programme with Project Consolidate municipalities to introduce them to the integrated planning approach.

Lead and pilot Projects were identified to be used to test approaches laid out in the WCSHSS and develop best practice. The pilots would be used to help a new planning methodology, which would focus on creation of integrated, sustainable and higher quality settlement. All these projects have been initiated and the planning is underway in cooperation with other Provincial Departments through forums like the Inter Ministerial Task Team on Human Settlements.

### **3. Outlook for 2007/08**

In this financial year the Department will improve and strengthen its mainstreaming “hands-on support” initiative targeted at municipalities through changing its current structure. The new structure will provide for a district-based pool of expertise that can better support municipalities to implement the Local Government Strategic Agenda 2006-2011. Training initiatives will focus on senior municipal officials. District municipalities will be supported to institutionalize the sharing of services between their local municipalities.

With regard to the CDW programme, more effective measures will be put in place to improve the functioning of the programme, including measures for better coordination with municipalities on the work of the CDWs. The Department will establish a formal system to allow CDWs to refer service delivery matters to sector departments. With most of the ward committees established, the focus will shift to the monitoring of ward committee’s performance. Support will be given to municipalities to better assist their ward committees.

The Department will provide comprehensive support to municipalities to further strengthen their integrated development plans in partnership with the Department of the Premier, Provincial Treasury and Department of Economic Development and Tourism. The Department will continue in its endeavours to promote alignment between municipal priorities and provincial and national resources through the LG MTEC processes and IGR structures. The intention is set up inter-departmental provincial teams to engage with municipalities on their development issues. These teams will support Local Economic Development, Disaster Management, Human Settlement Plans and Spatial Development Framework policy formulation processes.

Redundant local government legislation applicable to the Province will be rationalised. Where required, further corrective interventions will be undertaken.

The WCSHSS will be officially launched during the first quarter of the financial year. Ongoing capacity building to enable municipalities, provincial departments and departmental staff will be rolled out. Policies that facilitate the implementation of the strategy will be developed based on lessons learned from a range of pilot projects. Policies that will be finalised in the forthcoming year are the Disposal of Properties and Rental Indigent Policy.

The Department will also develop its planning ability. This initiative includes an extensive research program that would be coordinated with the Department of the Premier as well as the further roll out of the housing demand database to a district municipality level, the establishment of a planning forum, a geographical information unit, a resource centre and sustainability criteria for housing project approvals. The success of Inter-Provincial Forum between the Eastern, Northern and Western Cape also hinges strongly on the availability of accurate planning information. For the first time the Housing Chapters of the IDPs will be assessed to ensure that credible Integrated Development Plans are developed for all municipalities.

The Department will launch a Land Release Program for 2007/08. It will be the first coordinated effort by the Department to facilitate integrated development on the basis of an extensive multi-land release programme across the Cape Town Metropolitan area. The program will focus on the gap housing market and the aim is to integrate communities from different socio-economic and racial groups.

The Department will also continue to make available the Enhanced Extended Discount Benefit Scheme to qualifying occupants of its housing stock to enable them to take transfer of the units they are occupying.

## 4. Receipts and financing

### Summary of receipts

Table 4.1 hereunder gives the sources of funding for the vote.

**Table 4.1 Summary of receipts**

Receipts R'000	Outcome			Medium-term estimate							
	Audited 2003/04	Audited 2004/05	Audited 2005/06	Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	% Change from Revised estimate				
							2007/08	2006/07	2008/09	2009/10	
<b>Treasury funding</b>											
Equitable share	(62 585)	75 090	158 958	144 979	149 336	149 336	<b>155 292</b>	3.99	165 668	190 994	
Conditional grants	460 803	551 698	580 484	598 800	1 004 732	998 143	<b>948 548</b>	(4.97)	1 203 984	1 468 699	
Financing					43 858	48 855	<b>30 000</b>	(38.59)			
Own receipts (Provincial Treasury)				8 093	8 093	8 093	<b>14 254</b>	76.13	18 680	15 180	
<b>Total Treasury funding</b>	<b>398 218</b>	<b>626 788</b>	<b>739 442</b>	<b>751 872</b>	<b>1 206 019</b>	<b>1 204 427</b>	<b>1 148 094</b>	(4.68)	<b>1 388 332</b>	<b>1 674 873</b>	
<b>Departmental receipts</b>											
Sales of goods and services other than capital assets	35	34	25	90	90	90	<b>20</b>	(77.78)	20	20	
Interest, dividends and rent on land	1 852	1 014	1 619	3 000	3 000	3 000	<b>2 000</b>	(33.33)	1 500	1 500	
Financial transactions in assets and liabilities	26 587	38 036	49 081	22 000	57 000	57 000	<b>47 980</b>	(15.82)	48 480	28 480	
<b>Total departmental receipts</b>	<b>28 474</b>	<b>39 084</b>	<b>50 725</b>	<b>25 090</b>	<b>60 090</b>	<b>60 090</b>	<b>50 000</b>	(16.79)	<b>50 000</b>	<b>30 000</b>	
<b>Total receipts</b>	<b>426 692</b>	<b>665 872</b>	<b>790 167</b>	<b>776 962</b>	<b>1 266 109</b>	<b>1 264 517</b>	<b>1 198 094</b>	(5.25)	<b>1 438 332</b>	<b>1 704 873</b>	

#### Summary of receipts:

Total receipts decrease by R66,423 million or 5,25 per cent from R1,265 billion in 2006/07 to R1,198 billion in 2007/08, increasing again to R1,705 billion in 2009/10.

#### National equitable share:

Equitable share transfers increase by 3,99 per cent from R149,336 million in 2006/07 to R155,292 million in 2007/08, and continue to increase to R190,994 million in 2009/10.

#### National conditional grants:

The R948,548 million transfer in 2007/08 is in respect of the Integrated Housing and Human Settlement Development Grant. Grant transfers decrease by 4,97 per cent from the R998,143 million received in 2006/07 as a result of the additional funds allocated in the 2006/07 adjustments estimate. Grant transfers increase to R1,469 billion in 2009/10.

#### Provincial earmarked allocations:

A once-off allocation of R30,000 million is made from the Asset Financing Reserve to the Department in 2007/08 for the purpose of accelerating housing delivery.

R14,254 million financing from Provincial Treasury own receipts in 2007/08 includes R1,450 million for enhancing the Department's monitoring and evaluation function, including the establishment of a resource center, R7,383 million for capacity building in municipalities and R6,504 million for the disaster management centre.

### **Departmental own receipts:**

Departmental own receipts decrease from R60,090 million in 2006/07 to R50,000 million in 2007/08 and continue to decrease to R30,000 million in 2009/10.

### **Departmental receipts are comprised of:**

R20 000 in respect of commission on insurance premiums administered by the Department recorded under sales of goods and services other than capital assets. This source remains unchanged over the 2007 MTEF.

R1,000 million recorded under interest dividends and rent on land in respect of interest on trust accounts administered by accounts administrators, remaining unchanged over the 2007 MTEF, and R1,000 million in respect of royalty fees for mining sand on housing land in 2007/08, reducing to R500 000 in the two outer years.

R45,000 million recorded under financial transactions in assets and liabilities in 2007/08 in respect of repayment of housing loans/rental accounts. This is an 80,00 per cent increase when compared to 2006/07 collections of R25,000 million and is a result of the implementation of the Enhanced Discount Benefit Scheme. In 2009/10 receipts from this source decrease to R25,000 million as the scheme is phased out.

A further R2,980 million in recorded under financial transactions in assets and liabilities in 2007/08 in respect of the recovery of previous year's expenditure. The decrease of 90,69 per cent from 2006/07 collections is due to a once-off surrendering of R25,000 million from the temporary investment to the Provincial revenue fund and the successful recovery of claims against fraudulent administrators/developers.

## **5. Payment summary**

### **Key assumptions**

National and Provincial Cabinet's delivery priorities for the 2006 MTEF are reflected, especially the housing and local government sectors' development priorities. The imperatives of Accelerated Shared Growth Initiative of South Africa (ASGISA) are also reflected.

iKapa Elihlumayo framework guides the development of the Province.

Provincial and municipal development strategies and budgets are aligned.

Salary adjustments are based on wage agreements.

Adjustments on inflation related items are based on the CPIX projections.

Expenditure on housing grants is based on conditional grant allocations from the National Department of Housing and housing policies. Allocations to municipalities are informed by the Provincial Spatial Development Framework (PSDF), the Strategic Infrastructure Plan (SIP) and the Department's Human Settlement Strategy.

### **Programme summary**

Table 5.1 below shows the budget or estimated expenditure per programme and Table 5.2 per economic classification (in summary). Details of the Government Financial Statistics (GFS) economic classifications are attached as an annexure to this vote.

**Table 5.1 Summary of payments and estimates**

Programme R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
1. Administration <sup>a</sup>	26 719	37 251	51 203	50 240	50 335	50 607	70 989	40.28	73 125	77 507
2. Housing <sup>b</sup>	353 417	580 707	654 320	663 486	1 118 438	1 117 431	1 053 874	(5.69)	1 281 165	1 533 097
3. Local government	46 556	47 914	84 644	63 236	97 336	96 479	73 231	(24.10)	84 042	94 269
<b>Total payments and estimates</b>	<b>426 692</b>	<b>665 872</b>	<b>790 167</b>	<b>776 962</b>	<b>1 266 109</b>	<b>1 264 517</b>	<b>1 198 094</b>	<b>(5.25)</b>	<b>1 438 332</b>	<b>1 704 873</b>

<sup>a</sup> MEC remuneration payable: Salary R523 104, Car allowance R130 776, with effect from 1 April 2006.

<sup>b</sup> National conditional grant: Integrated housing and human settlement development - R948 548 000 (2007/08) i.e. transfer to households: R926 092 000, Goods and services: R17 456 000, Compensation of employees: R5 000 000 as well as R1 203 984 000 (2008/09) and R1 468 699 000 (2009/10).

## Summary by economic classification

**Table 5.2 Summary of provincial payments and estimates by economic classification**

Economic classification R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	108 692	101 385	132 498	170 745	179 680	177 398	211 136	19.02	227 009	242 706
Compensation of employees	53 519	63 147	75 489	105 440	103 640	102 269	126 435	23.63	128 705	137 438
Goods and services	55 173	38 238	56 944	65 305	76 040	74 789	84 701	13.25	98 304	105 268
Financial transactions in assets and liabilities			65			340		(100.00)		
<b>Transfers and subsidies to</b>	316 517	561 468	650 052	604 634	1 083 016	1 083 706	984 502	(9.15)	1 208 754	1 459 552
Provinces and municipalities	23 473	32 968	56 765	17 160	82 315	82 265	27 300	(66.81)	26 000	16 000
Public corporations and private enterprises			975							
Non-profit institutions	700	200	450	450	450	500	500		550	550
Households	292 344	528 300	591 862	587 024	1 000 251	1 000 941	956 702	(4.42)	1 182 204	1 443 002
<b>Payments for capital assets</b>	1 483	3 019	7 617	1 583	3 413	3 413	2 456	(28.04)	2 569	2 615
Machinery and equipment	1 483	2 414	7 558	1 583	3 413	3 413	2 456	(28.04)	2 569	2 615
Software and other intangible assets		141	59							
Land and subsoil assets		464								
<b>Total economic classification</b>	<b>426 692</b>	<b>665 872</b>	<b>790 167</b>	<b>776 962</b>	<b>1 266 109</b>	<b>1 264 517</b>	<b>1 198 094</b>	<b>(5.25)</b>	<b>1 438 332</b>	<b>1 704 873</b>

## Transfers to public entities

**Table 5.3 Summary of departmental transfers to public entities – None**

## Transfers to development corporations

**Table 5.4 Summary of departmental transfers to development corporations by entity - None**



## Transfers to local government

Table 5.5 Summary of departmental transfers to local government by category

Departmental transfers R'000	Outcome						Medium-term estimate			
	Audited	Audited	Audited				% Change from Revised estimate			
	2003/04	2004/05	2005/06	Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	2007/08	2006/07	2008/09	2009/10
Category A	1 800	304 500	345 117	336 537	340 604	340 604	453 167	33.05	534 839	619 863
Category B	948	129 683	160 530	221 509	269 740	269 740	290 768	7.80	329 720	402 427
Category C		7 139	13 454	772	17 875	17 875	1 880	(89.48)	440	440
Unallocated	281 865	72 621	29 386	35 006	404 000	404 000	221 577	(45.15)	348 985	455 969
<b>Total departmental transfers to local government</b>	<b>284 613</b>	<b>513 943</b>	<b>548 487</b>	<b>593 824</b>	<b>1 032 219</b>	<b>1 032 219</b>	<b>967 392</b>	<b>(6.28)</b>	<b>1 213 984</b>	<b>1 478 699</b>

Note: Excludes regional services council levy.

## Departmental Public-Private Partnership (PPP) projects

Table 5.6 Summary of departmental Public-Private Partnership projects – None

## 6. Programme description

### Programme 1: Administration

**Purpose:** To provide strategic leadership and management and effective support services in the Department in accordance with all applicable acts and policies.

#### Analysis per sub-programme:

##### Sub-programme 1.1: Office of the MEC

to provide for the effective functioning of the Office of the MEC

##### Sub-programme 1.2: Corporate services

to provide effective and efficient corporate support

to identify and support initiatives to address transversal issues in the department, e.g. capacity constraints and institutional challenges

to develop and implement a comprehensive monitoring and evaluation system for municipalities

to identify key indicators to measure the performance and impact of departmental programmes

to consolidate information on housing and local government together with other stakeholders

#### Policy developments:

The programme continuously supports the Department in discharging its responsibilities. More focus will be directed to the institutionalization of departmental planning and reporting.

#### Changes: policy, structure, service establishment, etc. Geographic distribution of services:

The Department has created a paradigm shift in the manner in which it renders its services. This shift is a result of the development of the Service Delivery Improvement Plan, which aims to enhance the level of consultation and service delivery within the department. This plan will be mainstreamed in all departmental policies, strategies and programmes.

## Expenditure trends analysis:

The expenditure levels kept constant from 2005/06 to 2006/07, but increased by 44 per cent in 2007/08 with the final implementation of the restructured Department. The programme now includes a monitoring and evaluation component. From 2007/08 the allocation increases over the MTEF period at the rate of inflation projected by the National Treasury.

**Table 6.1 Summary of payments and estimates – Programme 1: Administration**

Sub-programme R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
1. Office of the MEC <sup>a</sup>	6 301	5 174	4 311	4 795	4 795	4 463	4 690	5.09	5 025	5 141
2. Corporate services	20 418	32 077	46 892	45 445	45 540	46 144	66 299	43.68	68 100	72 366
<b>Total payments and estimates</b>	<b>26 719</b>	<b>37 251</b>	<b>51 203</b>	<b>50 240</b>	<b>50 335</b>	<b>50 607</b>	<b>70 989</b>	<b>40.28</b>	<b>73 125</b>	<b>77 507</b>

<sup>a</sup> MEC remuneration payable: Salary R523 104, Car allowance R130 776, with effect from 1 April 2006.

### Earmarked allocation

Included in sub-programme 1.2: Corporate services is an earmarked allocation amounting to R1 450 000 (2007/08) and R1 600 000 (2008/09) for the purpose of enhancing the Department's monitoring and evaluation (M&E) function, including the establishment of a resource centre.

**Table 6.1.1 Summary of provincial payments and estimates by economic classification – Programme 1: Administration**

Economic classification R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	25 274	34 471	49 146	48 557	48 577	48 257	68 584	42.12	70 409	74 542
Compensation of employees	15 717	21 878	25 597	28 910	27 910	27 212	38 252	40.57	39 900	42 746
Goods and services	9 557	12 593	23 484	19 647	20 667	21 045	30 332	44.13	30 509	31 796
Financial transactions in assets and liabilities			65							
<b>Transfers and subsidies to</b>	100	470	112	230	305	897	610	( 32.00)	820	1 020
Provinces and municipalities		54	62	30	15	15		( 100.00)		
Non-profit institutions			50							
Households	100	416		200	290	882	610	( 30.84)	820	1 020
<b>Payments for capital assets</b>	1 345	2 310	1 945	1 453	1 453	1 453	1 795	23.54	1 896	1 945
Machinery and equipment	1 345	2 171	1 886	1 453	1 453	1 453	1 795	23.54	1 896	1 945
Software and other intangible		139	59							
<b>Total economic classification</b>	<b>26 719</b>	<b>37 251</b>	<b>51 203</b>	<b>50 240</b>	<b>50 335</b>	<b>50 607</b>	<b>70 989</b>	<b>40.28</b>	<b>73 125</b>	<b>77 507</b>

## Details of transfers and subsidies:

Economic classification R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Transfers and subsidies to (Current)</b>	100	470	112	230	305	897	<b>610</b>	(32.00)	820	1 020
Provinces and municipalities		54	62	30	15	15		(100.00)		
Municipalities		54	62	30	15	15		(100.00)		
Municipalities of which		54	62	30	15	15		(100.00)		
Regional services council levies		54	62	30	15	15				
Non-profit institutions			50							
Households	100	416		200	290	882	<b>610</b>	(30.84)	820	1 020
Social benefits	100			100	100	692	<b>100</b>	(85.55)	100	100
Other transfers to households		416		100	190	190	<b>510</b>	168.42	720	920

## Programme 2: Housing

**Purpose:** To plan, facilitate and develop integrated and sustainable human settlements.

### Analysis per sub-programme:

#### Sub-programme 2.1: Housing planning and research

to plan holistically for integrated and sustainable human settlements

#### Sub-programme 2.2: Housing development implementation

to manage the effective and efficient delivery of housing through subsidy programmes

#### Sub-programme 2.3: Housing property management

to provide for the strategic, effective and efficient management of housing assets.

to support the Rental Housing Tribunal

### Policy developments:

The new national policy initiative "Breaking New Ground" is being incorporated into the provincial approach to settlement delivery.

In order to better understand settlement implications of rapid migration and economic opportunity into the Western Cape, emphasis will be placed on planning and research in terms of the Provincial Spatial Development Framework (PSDF). Furthermore, there will be a focus on alignment of planning between and within spheres of government to ensure integrated and sustainable human settlements. Owing to the enormous challenges of housing a rapidly urbanising poverty-stricken population in the City of Cape Town, the Department will focus on the N2 Gateway Project to upgrade informal settlements and accelerate the development of District Six.

There is due recognition for the need for a strategic approach across government to the utilisation of public assets so that the centres within towns and the City should be available and affordable to lower income and all racial groups. To this end, partnerships and service level agreements are being introduced.

These policy developments will be effected through:

integrating planning and development of human settlements

building capacity of municipal and provincial officials and other role-players

engaging actively with municipalities to align their Integrated Development Plans (IDPs) with the Provincial Spatial Development Framework (PSDF) and the iKapa Elihlumayo strategies

targeted accelerated housing delivery

promoting social and higher density housing

upgrading informal settlements

researching and developing new forms of housing delivery

promoting the Expanded Public Works Programme (EPWP)

economic empowerment of emerging contractors and communities, targeting women, youth and the disabled

identifying and securing well-located and suitable land for integrated settlement development initiated as pilot projects

communicating pro-actively with the public and stakeholders

implementing a newly amalgamated restructured department

so as to restore the dignity of people who live in unacceptable conditions.

### Changes: policy, structure, service establishment, etc. Geographic distribution of services:

The Breaking New Ground Comprehensive Plan for Human Settlements formed the basis for the newly developed Western Cape Sustainable Human Settlement Strategy with its main focus on providing incremental housing and rental opportunities for the lower end of the market. A range of new policies are currently being developed to support the implementation of the Strategy. This is underpinned by an Implementation Strategy to guide focussed implementation.

The services at the George office, a rapid growing area, have been extended to bring the services closer to the people.

### Expenditure trends analysis:

The expenditure of this programme is mainly driven by the national conditional grant: Integrated Housing and Human Settlement Development. As from 2005/06, the total grant plus roll-overs from previous years were spent. The grant was also increased substantially over the MTEF period by means of a national earmarked allocation for the N2 Gateway national lead project and a once-off provincial allocation of R30 million in 2007/08 to accelerate housing delivery in non-metro areas.

### Service delivery measures:

#### Programme 2: Housing

Sub-programme	Measurable objective	Performance measure	Output	Target (2007/08)
2.1 Housing planning and research	To revise the provincial multi year settlement plan.	Aligned with the Provincial Spatial Development Framework (PSDF), Strategic Infrastructure Plan (SIP) and reflecting municipal Integrated Development Plans (IDPs).	Provincial multi-year settlement plan that is aligned.	1
	To facilitate integrated and sustainable planning methodology and approaches in the Human settlement chapters of municipal IDPs.	Number of Human Settlement Chapters in IDPs in line with the triple bottom line approach.	Municipal IDPs completed.	30
2.2 Housing development implementation	To provide subsidies to qualifying beneficiaries in accordance with the housing policy.	Number of subsidies approved.	Approval of subsidies to qualifying beneficiaries in already approved housing projects.	10 000
		Number of houses completed or under construction.		16 000*
		Number of sites serviced.		18 000*
	To provide economic opportunity through housing projects.	Number of support centers funded.	Provision of support to communities undertaking People's Housing Process.	20
		Number of jobs created, including through the Expanded Public Works Programme (EPWP).	Creation of jobs.	1 500
	Percentage value of project value.	Project value under-taken by emerging contractors.	10%	

Sub-programme	Measurable objective	Performance measure	Output	Target (2007/08)
	Facilitate/co-ordinate/ implement/monitor the phased upgrading of informal settlements.	Number of households assisted.	Households on serviced sites.	8 000
	The provision of social/community facilities to communities in informal settlements.	Number of social/ community facilities provide.	Provision of social/ community facilities.	8
	To support disaster relief in accordance with the housing policy and building integrated and sustainable human settlements.	Number of families assisted. Number of projects approved.	Support to families who are affected by emergencies and who lack access to basic services.	12 000 20
2.3 Housing property management	Strategic use of public assets.	Number of new housing units created in human settlements. Number of poor people in well located rental units. Phases of completion.	Formulate effective Asset Management Plan. Update and upgrade property register. Update and sanitise debtors.	500 6 000 Phase 2
	To ensure that housing units are maintained in line with the Maintenance Plan.	Percentage of introducing market related rentals. Number of housing units and vacant erven maintained.	Introduce market related rentals. Well maintained units and vacant erven.	40% 2 353
	To provide strategically for the transfer of housing assets.	Number of properties transferred. Residential. Non residential.	Transfer of assets.	250 12
	To promote, facilitate and regulate rental housing within the Province.	Percentage of registered cases resolved.	Timeous resolution of complaints registered with the Rental Tribunal.	100%

**Table 6.2 Summary of payments and estimates – Programme 2: Housing**

Sub-programme R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate		2007/08	2008/09
1. Housing planning and research	11 647	18 726	9 440	14 152	14 857	13 596	17 295	27.21	18 946	19 692
2. Housing development implementation <sup>a</sup>	305 103	536 283	602 814	616 132	1 029 479	1 031 360	996 159	(3.41)	1 220 875	1 487 235
3. Housing property management	36 667	25 698	42 066	33 202	74 102	72 475	40 420	(44.23)	41 344	26 170
<b>Total payments and estimates</b>	<b>353 417</b>	<b>580 707</b>	<b>654 320</b>	<b>663 486</b>	<b>1 118 438</b>	<b>1 117 431</b>	<b>1 053 874</b>	<b>(5.69)</b>	<b>1 281 165</b>	<b>1 533 097</b>

<sup>a</sup> 2007/08: National conditional grant: Integrated housing and human settlement development (Transfer to households: R926 092 000, Goods and services: R17 456 000, Compensation of employees: R5 000 000).

Note: Included in sub-programme 2.2: Housing development implementation is the National conditional grant: Integrated housing and human settlement development where amounts of R200 000 000 (2007/08), R300 000 000 (2008/09) and R400 000 000 (2009/2010) are earmarked for the purpose of the National Housing Lead Project: N2 Gateway.

### Earmarked allocation

Included in sub-programme 2.2: Housing development implementation is an earmarked allocation amounting to R30 000 000 (2007/08) for the purpose of accelerating housing delivery.

**Table 6.2.1 Summary of provincial payments and estimates by economic classification – Programme 2: Housing**

Economic classification R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	59 160	37 255	48 716	66 602	67 402	66 395	<b>81 339</b>	22.51	83 333	84 668
Compensation of employees	28 275	29 241	30 601	40 450	37 650	37 547	<b>45 621</b>	21.50	43 308	46 617
Goods and services	30 885	8 014	18 115	26 152	29 752	28 848	<b>35 718</b>	23.81	40 025	38 051
<b>Transfers and subsidies to</b>	294 240	542 757	605 569	596 884	1 049 981	1 049 981	<b>972 092</b>	(7.42)	1 197 384	1 447 982
Provinces and municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Public corporations and private enterprises			975							
Non-profit institutions	500					50		(100.00)		
Households	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982
<b>Payments for capital assets</b>	17	695	35		1 055	1 055	<b>443</b>	(58.01)	448	447
Machinery and equipment	17	229	35		1 055	1 055	<b>443</b>	(58.01)	448	447
Software and other intangible		2								
Land and subsoil assets		464								
<b>Total economic classification</b>	<b>353 417</b>	<b>580 707</b>	<b>654 320</b>	<b>663 486</b>	<b>1 118 438</b>	<b>1 117 431</b>	<b>1 053 874</b>	(5.69)	1 281 165	1 533 097

### Details of transfers and subsidies:

Economic classification R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Transfers and subsidies to (Current)</b>	1 996	14 873	13 721	10 060	50 020	50 020	<b>16 000</b>	(68.01)	16 000	6 000
Provinces and municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Municipalities of which	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Regional services council levies		49	76	60	20	20				
Public corporations and private enterprises			975							
Private enterprises			975							
Other transfers			975							
Non-profit institutions	500					50		(100.00)		
<b>Transfers and subsidies to (Capital)</b>	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982
Households	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982
Other transfers to households	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982

## Programme 3: Local Government

**Purpose:** To promote and facilitate viable and sustainable developmental local governance, to promote integrated and sustainable planning and to enhance community participation in the processes.

### Analysis per sub-programme:

#### Sub-programme 3.1: Local governance

- to build the capacity of municipalities to accelerate service delivery
- to provide and/or facilitate management and hands-on support services to local government within a regulatory framework
- to understand and respond to the needs of municipalities based on municipal assessment tool
- to support municipalities to improve financially viable and socially and economically sustainable municipalities
- to facilitate and support municipalities with the implementation of the Property Rating Act
- to improve access to the social safety net by poor households through the monitoring and support of the implementation of free basic services
- to promote the department as the principal liaison structure with municipalities, facilitating developmental co-operative governance
- to facilitate effective Intergovernmental relations (IGR) to enhance good governance
- to ensure horizontal and vertical integration through information sharing and strategic dialogue
- to manage the partnership between the Department and the SIU towards a corruption free Department and municipalities
- to establish an anti-corruption unit for the Department
- to obtain clarity on the functional division between the provincial and local spheres
- to rationalise redundant and conflicting local government legislation and to make recommendations for policy refinement or amendment
- to develop a provincial act on local government to comply with national legislation requirements cascading Batho Pele to local government

#### Sub-programme 3.2: Development and planning

- to facilitate and monitor infrastructural development within municipalities to ensure sustainable municipal infrastructural development and optimum local economic benefits
- contribute to sustainable and safer communities in the Western Cape through effective disaster management.
- to manage disaster management at provincial level to ensure the establishment of effective and efficient disaster management mechanisms
- to promote the development of an acceptable fire brigade service in the Province of the Western Cape
- to streamline the requirements for effective Integrated Development Plans (IDPs) and rationalise sector-planning requirements under an integrated framework
- to prepare an effective cadetship of strategic planning and delivery capabilities within municipalities based on clear district roles
- to facilitate regular intergovernmental dialogue on IDP planning and implementation
- to provide leadership in building and implementing developmental local government
- to understand the regions and thereby maximise the developmental opportunity
- constructive management of community focused matters
- to promote effective and efficient integrated development planning
- to liaise and build relationships with national and international organisations
- effective co-ordination and intensifying of the Provincial input towards the Integrated Sustainable Rural Development Programme (ISRDP) and the Urban Renewal Programme (URP)
- to focus on the linkages between and the developmental impact of programmes

effective development and co-ordination of local government training initiatives

to promote continuous update of socio-economic data as a basis for planning

to facilitate public participation processes that will enhance the relationship between government and communities

### Policy developments:

The budget of this programme may be influenced by the implementation of the Disaster Management Act, 2002 (Act 57 of 2002).

### Changes: policy, structure, service establishment, etc. Geographic distribution of services:

The Local Government Strategic Agenda was rolled-out by the National Government after the local government elections in March 2006. To enable the department to provide better “hands-on” support to municipalities in line with national policy, the Provincial Cabinet approved structural changes for the Department during March 2006.

### Expenditure trends analysis:

The expenditure on this programme fluctuates over the period, mainly because of once-off conditional grants for disaster relief in 2004/05 and 2006/07 and the provincial earmarked allocations for ‘hands on’ support to municipalities and the operational costs of the disaster management centre. The Community Development Worker (CDW) programme was also fully implemented from 2006/07 onwards.

### Service delivery measures:

#### Programme 3: Local Government

Sub-programme	Measurable objective	Performance measure	Output	Target (2007/08)
3.1 Local governance	To maintain the institutional integrity of municipalities.	Ensure municipal institutional compliance.	Recommendations, advice and intervention if needed.	30 municipalities complying.
	To provide legislative support and advice to municipalities.	Number of Standard by-laws.	Standard by-laws	2
	To develop new provincial local government legislation and amend where required.	Provincial Act on local government encompassing the provincial mandate as well as legislation requirements.	Provincial Act	1
	To rationalize redundant and conflicting provincial and local legislation.	Legislation to rationalize redundant and conflicting provincial and local government legislation.	Provincial Act	1
	To coordinate and ensure legal compliance of provincial interventions at municipalities.	Interventions when needed in terms of section 106 of the Municipal Systems Act, 2000; section 139 of The Constitution, 1996 and sections 137 and 139 of the Municipal Finance Management Act, 2005 coordinated and legally complied with.	Interventions as required.	2 (Kannaland and Oudtshoorn)
	Anti-corruption interventions.	Identified irregularities and corruption dealt with.	Irregularities and corruption acted upon.	12
	Promote the department as the principal liaison structure, facilitating development co-operative governance in terms of the Intergovernmental Relations (IGR) legislation.	Effective functioning of IGR structures (Premiers Coordinating Forum (PCF), Premier Metropolitan Coordinating Forum (PMCF) and District Coordinating Forum (DCF) and Provincial Technical Forums.	Meetings of established structures.	Quarterly
Improved coordination and integration between the three spheres of government.	Priorities and resources of the three spheres of government are aligned.	Aligned priorities and resources.	50%	



Sub-programme	Measurable objective	Performance measure	Output	Target (2007/08)
	To provide broad based general support to municipalities to enhance their capacity to improve and accelerate service delivery.	Number of support initiatives identified and undertaken based on needs analysis of municipalities.	Initiatives as identified by needs of municipalities.	1
		Number of guideline documents issued.	Guideline policies as identified by the reference group.	2
	To provide and/or facilitate specialised interventions and hands-on support to identified municipalities.	Established departmental pool of expertise.	Accessible pool of expertise.	1
		Number of appropriate deployed experts from department, sector departments and other stakeholders.	Experts deployed.	10
		Number of district municipalities supported with the sharing of services.	Districts supported.	5
	To monitor the implementation of the Local Government Strategic Agenda by municipalities.	Ensuring reporting by district and metro Mayors on progress and impact at PAF meetings	Progress reports per district and for the Metro.	1 per district and the Metro on a quarterly basis.
		Monitor progress and impact by municipalities.	Provincial progress reports.	4
	Coordinate and Monitor the impact of CDW work that enhances the facilitation of service delivery and public participation	Active outreach programmes to involve public/communities in governance matters	Outreach programmes.	10
	Promoting Participatory Governance	Support the implementation of public participation processes in municipalities	Municipalities supported	30
		Monitoring the effective functioning of ward committees	Ward Committees monitored	All established
3.2 Development and planning	Facilitate the development of credible socio-economic analysis chapters of IDP's and long term strategy.	Strategies in IDPs are informed by available socio-economic reality and trend analysis.	IDP's informed.	30
	Improved municipal strategic management capability within each municipality for IDP planning and implementation.	Dedicated IDP responsibility and staff in each municipality.	Municipalities with dedicated IDP staff.	30
	Improved Provincial-municipal planning and budgeting alignment.	Number of IDPs and municipal budgets aligned to national and provincial programmes.	IDP's aligned.	30
	Monitor and Evaluate municipal IDP drafting and implementation.	Municipal IDPs are received and assessed in terms of Municipal Systems Act, 2000 against the IDP credibility framework Systems Act, 2000.	Assessed IDP's.	30
	Facilitate the co-ordination and integration of development programmes in the presidential nodes.	Number of additional integrated projects identified and implemented by all 3 spheres of government in nodes.	Additional integrated projects.	5

Sub-programme	Measurable objective	Performance measure	Output	Target (2007/08)
		Provincial-nodal priorities and resources are aligned with the 5 Year Strategic Local Government Agenda.	Provincial-nodal priorities aligned.	30%

**Table 6.3 Summary of payments and estimates – Programme 3: Local Government**

Sub-programme R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
1. Local governance	25 667	23 081	34 434	40 214	46 426	45 631	45 566	(0.14)	53 842	61 320
2. Development and planning	20 889	24 833	50 210	23 022	50 910	50 848	27 665	(45.59)	30 200	32 949
<b>Total payments and estimates</b>	<b>46 556</b>	<b>47 914</b>	<b>84 644</b>	<b>63 236</b>	<b>97 336</b>	<b>96 479</b>	<b>73 231</b>	<b>(24.10)</b>	<b>84 042</b>	<b>94 269</b>

**Earmarked allocation**

Included in element Municipal monitoring and support is an earmarked allocation amounting to R7 383 000 (2007/08), R9 742 000 (2008/09) and R17 230 000 (2009/10) for the purpose of capacity building in municipalities.

Included in element Disaster management is an earmarked allocation amounting to R6 504 000 (2007/08), R9 580 000 (2008/09) and R11 386 000 (2009/10) for the purpose of a disaster management centre.

**Table 6.3.1 Summary of provincial payments and estimates by economic classification – Programme 3: Local Government**

Economic classification R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	24 258	29 659	34 636	55 586	63 701	62 746	61 213	(2.44)	73 267	83 496
Compensation of employees	9 527	12 028	19 291	36 080	38 080	37 510	42 562	13.47	45 497	48 075
Goods and services	14 731	17 631	15 345	19 506	25 621	24 896	18 651	(25.08)	27 770	35 421
Financial transactions in assets and liabilities						340		(100.00)		
<b>Transfers and subsidies to</b>	22 177	18 241	44 371	7 520	32 730	32 828	11 800	(64.06)	10 550	10 550
Provinces and municipalities	21 977	18 041	43 957	7 070	32 280	32 280	11 300	(64.99)	10 000	10 000
Non-profit institutions	200	200	400	450	450	450	500	11.11	550	550
Households			14			98		(100.00)		
<b>Payments for capital assets</b>	121	14	5 637	130	905	905	218	(75.91)	225	223
Machinery and equipment	121	14	5 637	130	905	905	218	(75.91)	225	223
<b>Total economic classification</b>	<b>46 556</b>	<b>47 914</b>	<b>84 644</b>	<b>63 236</b>	<b>97 336</b>	<b>96 479</b>	<b>73 231</b>	<b>(24.10)</b>	<b>84 042</b>	<b>94 269</b>

## Details of transfers and subsidies:

Economic classification R'000	Outcome			Main appropriation 2006/07	Adjusted appropriation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Transfers and subsidies to (Current)</b>	22 177	18 241	25 460	7 520	9 935	10 033	<b>11 800</b>	17.61	10 550	10 550
Provinces and municipalities	21 977	18 041	25 046	7 070	9 485	9 485	<b>11 300</b>	19.14	10 000	10 000
Municipalities	21 977	18 041	25 046	7 070	9 485	9 485	<b>11 300</b>	19.14	10 000	10 000
of which										
Regional services council levies		7	58	70	22	22				
Non-profit institutions	200	200	400	450	450	450	<b>500</b>	11.11	550	550
Households			14			98		(100.00)		
Social benefits						98		(100.00)		
Other transfers to households			14							
<b>Transfers and subsidies to (Capital)</b>			18 911		22 795	22 795		(100.00)		
Provinces and municipalities			18 911		22 795	22 795		(100.00)		
Municipalities			18 911		22 795	22 795		(100.00)		
Municipalities			18 911		22 795	22 795		(100.00)		

## 7. Other programme information

### Personnel numbers and costs

Table 7.1 Personnel numbers and costs

Programme R'000	As at 31 March 2004	As at 31 March 2005	As at 31 March 2006	As at 31 March 2007	As at 31 March 2008	As at 31 March 2009	As at 31 March 2010
1. Administration	109	110	159	195	199	199	199
2. Housing	208	288	227	235	256	246	246
3. Local government	83	93	247	314	308	308	308
<b>Total personnel numbers</b>	400	491	633	744	763	753	753
Total personnel cost (R'000)	53 519	63 147	75 489	102 269	126 435	128 705	137 438
Unit cost (R'000)	134	129	119	137	166	171	183

**Table 7.2 Departmental personnel number and cost**

Description	Outcome			Main appropriation 2006/07	Adjusted appropriation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Total for department</b>										
Personnel numbers (head count)	400	491	633	709	744	744	763	2.55	753	753
Personnel cost (R'000)	53 519	63 147	75 489	105 440	103 640	102 269	126 435	23.63	128 705	137 438
<i>of which</i>										
<b>Human resources component</b>										
Personnel numbers (head count)			60	63	63	63	63		63	63
Personnel cost (R'000)			7 638	8 300	8 300	8 300	8 715	5.00	9 151	9 792
Head count as % of total for department			9.48	8.89	8.47	8.47	8.26		8.37	8.37
Personnel cost as % of total for department			10.12	7.87	8.01	8.12	6.89		7.11	7.12
<b>Finance component</b>										
Personnel numbers (head count)			60	78	78	78	78		78	78
Personnel cost (R'000)			9 500	11 120	11 120	11 120	11 750	5.67	12 338	13 202
Head count as % of total for department			9.48	11.00	10.48	10.48	10.22		10.36	10.36
Personnel cost as % of total for department			12.58	10.55	10.73	10.87	9.29		9.59	9.61
<b>Full time workers</b>										
Personnel numbers (head count)	400	491	619	694	694	694	748	7.78	748	748
Personnel cost (R'000)	53 519	63 147	71 089	101 240	99 440	98 069	121 435	23.83	127 205	135 938
Head count as % of total for department	100.00	100.00	97.79	97.88	93.28	93.28	98.03		99.34	99.34
Personnel cost as % of total for department	100.00	100.00	94.17	96.02	95.95	95.89	96.05		98.83	98.91
<b>Part-time workers</b>										
Personnel numbers (head count)										
Personnel cost (R'000)										
Head count as % of total for department										
Personnel cost as % of total for department										
<b>Contract workers</b>										
Personnel numbers (head count)			14	15	50	50	15	(70.00)	5	5
Personnel cost (R'000)			4 400	4 200	4 200	4 200	5 000	19.05	1 500	1 500
Head count as % of total for department			2.21	2.12	6.72	6.72	1.97		0.66	0.66
Personnel cost as % of total for department			5.83	3.98	4.05	4.11	3.95		1.17	1.09

## Training

**Table 7.3 Payments on training**

Programme R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
1. Administration	156	452	889	989	989	2 100	4 220	100.95	1 757	2 171
<i>of which</i>										
Payments on tuition	32	279	470	600	600	600	610	1.67	820	1 020
Other	124	173	419	389	389	1 500	3 610	140.67	937	1 151
2. Housing	236	342	1 632	1 665	1 665	200	221	10.50	250	260
<i>of which</i>										
Payments on tuition	32	76								
Other	204	266	1 632	1 665	1 665	200	221	10.50	250	260
3. Local government	288	55	400	550	550	400	206	(48.50)	208	208
<i>of which</i>										
Other	288	55	400	550	550	400	206	(48.50)	208	208
<b>Total payments on training</b>	<b>680</b>	<b>849</b>	<b>2 921</b>	<b>3 204</b>	<b>3 204</b>	<b>2 700</b>	<b>4 647</b>	<b>72.11</b>	<b>2 215</b>	<b>2 639</b>

**Table 7.4 Information on training**

Description	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	2003/04	2004/05	2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
Number of staff	400	491	633	709	744	744	763	2.55	753	753
Number of personnel trained	932	1 263	1 218	1 223	1 223	1 223	1 423	16.35	1 223	1 223
<i>of which</i>										
Male	360	595	582	587	587	587	687	17.04	587	587
Female	572	668	636	636	636	636	736	15.72	636	636
Number of training opportunities	708	1 030	1 000	1 020	1 020	1 020	1 020		1 020	1 020
<i>of which</i>										
Tertiary		132	140	140	140	140	140		140	140
Workshops	591	798	783	803	803	803	803		803	803
Other	117	100	77	77	77	77	77		77	77
Number of bursaries offered	5	24	24	24	24	24	44	83.33	54	64
Number of interns appointed		7	6	6	6	6	6		6	6
Number of learnerships appointed		406	457	57	57	57	57		57	57
Number of days spent on training	3-5	2-5	2-5	2-5	2-5	2-5	2-5		2-5	2-5

<sup>a</sup> Training interventions

## Reconciliation of structural changes

Table 7.5 Reconciliation of structural changes

Programme for 2006/07			Programme for 2007/08		
Programme R'000	2007/08 Equivalent		Programme R'000	Pro- gramme	Sub-pro- gramme
	Pro- gramme	Sub-pro- gramme			
4. <b>Development and Planning</b>	32 075		3. <b>Local government</b>	29 031	
Community development worker programm		21 015	Community development worker programme		21 015
Integrated development and planning		6 215	Integrated development and planning		6 215
Project consolidate		1 801	Municipal support and capacity building		1 801
Policy and strategy		3 044	1. <b>Administration</b>	3 044	
			Corporate services		3 044
	32 075	32 075		32 075	32 075

Table B.1 Specification of receipts

Receipts R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Sales of goods and services other than capital assets</b>	35	34	25	90	90	90	20	(77.78)	20	20
Sales of goods and services produced by department (excluding capital assets)	35	34	25	81	81	81	20	(75.31)	20	20
Administrative fees	8			1	1	1		(100.00)		
Request for information				1	1	1		(100.00)		
Other	8									
Other sales	27	34	25	80	80	80	20	(75.00)	20	20
<i>of which</i>										
Commission on insurance	21	26	25	75	75	75	20	(73.33)	20	20
Parking	6	8		5	5	5		(100.00)		
Sales of scrap, waste, arms and other used current goods (excluding capital assets)				9	9	9		(100.00)		
<b>Interest, dividends and rent on land</b>	1 852	1 014	1 619	3 000	3 000	3 000	2 000	(33.33)	1 500	1 500
Interest	1 381	655	871				1 000		1 000	1 000
Rent on land	471	359	748	3 000	3 000	3 000	1 000	(66.67)	500	500
<b>Financial transactions in assets and liabilities</b>	26 587	38 036	49 081	22 000	57 000	57 000	47 980	(15.82)	48 480	28 480
Loan repayments	21 775	10 214	28 953	20 000	25 000	25 000	45 000	80.00	45 000	25 000
Recovery of previous year's expenditure	4 812	27 822	20 128	2 000	32 000	32 000	2 980	(90.69)	3 480	3 480
<b>Total departmental receipts</b>	28 474	39 084	50 725	25 090	60 090	60 090	50 000	(16.79)	50 000	30 000

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

Economic classification R'000	Outcome			Main appropriation 2006/07	Adjusted appropriation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	108 692	101 385	132 498	170 745	179 680	177 398	211 136	19.02	227 009	242 706
Compensation of employees	53 519	63 147	75 489	105 440	103 640	102 269	126 435	23.63	128 705	137 438
Salaries and wages	39 130	54 192	66 464	86 089	84 489	83 279	106 192	27.51	107 033	114 356
Social contributions	14 389	8 955	9 025	19 351	19 151	18 990	20 243	6.60	21 672	23 082
Goods and services	55 173	38 238	56 944	65 305	76 040	74 789	84 701	13.25	98 304	105 268
<i>of which</i>										
Audit fees	1 784	2 620	5 090	2 500	2 500	2 500	4 012	60.48	5 262	5 264
Communication		1 776	3 027	3 450	3 700	3 700	3 956	6.92	4 041	4 149
Consultants and specialised services	12 849	15 826	9 652	18 839	20 449	20 449	25 467	24.54	34 625	46 265
Information Technology expenses							591		621	649
Legal fees			375	250	250	250	569	127.60	582	587
Machinery and equipment			1 151	580	630	630	683	8.41	674	739
Maintenance and repairs and running cost		2 116	12 000	9 000	10 000	10 000	10 000		10 000	4 000
Operating Leases		688	1 373	1 000	1 230	1 380	1 553	12.54	1 526	1 553
Printing and publications			712	2 220	2 220	2 300	2 407	4.65	2 536	2 650
Training		479	1 328	1 900	1 900	1 900	4 037	112.47	1 395	1 619
Transport				8 800	8 800	8 950	9 819	9.71	10 781	10 871
Travel and subsistence		4 485	6 665	3 950	4 050	4 100	4 531	10.51	4 731	4 888
Advertising			3 153	2 300	2 400	2 400	2 710	12.92	2 996	3 036
Entertainment			326	349	349	374	407	8.82	431	453
Other			2 575							
Financial transactions in assets and liabilities			65			340		(100.00)		
<b>Transfers and subsidies to</b>	316 517	561 468	650 052	604 634	1 083 016	1 083 706	984 502	(9.15)	1 208 754	1 459 552
Provinces and municipalities	23 473	32 968	56 765	17 160	82 315	82 265	27 300	(66.81)	26 000	16 000
Municipalities	23 473	32 968	56 765	17 160	82 315	82 265	27 300	(66.81)	26 000	16 000
Municipalities	23 473	32 968	56 765	17 160	82 315	82 265	27 300	(66.81)	26 000	16 000
<i>of which</i>										
Regional services council levies		110	196	160	57	57		(100.00)		
Public corporations and private enterprises			975							
Private enterprises			975							
Other transfers			975							
Non-profit institutions	700	200	450	450	450	500	500		550	550
Households	292 344	528 300	591 862	587 024	1 000 251	1 000 941	956 702	(4.42)	1 182 204	1 443 002
Social benefits	100			100	100	790	100	(87.34)	100	100
Other transfers to households	292 244	528 300	591 862	586 924	1 000 151	1 000 151	956 602	(4.35)	1 182 104	1 442 902
<b>Payments for capital assets</b>	1 483	3 019	7 617	1 583	3 413	3 413	2 456	(28.04)	2 569	2 615
Machinery and equipment	1 483	2 414	7 558	1 583	3 413	3 413	2 456	(28.04)	2 569	2 615
Transport equipment	400									
Other machinery and equipment	1 083	2 414	7 558	1 583	3 413	3 413	2 456	(28.04)	2 569	2 615
Software and other intangible assets		141	59							
Land and subsoil assets		464								
<b>Total economic classification</b>	426 692	665 872	790 167	776 962	1 266 109	1 264 517	1 198 094	(5.25)	1 438 332	1 704 873



Table B.2.1 Payments and estimates by economic classification – Programme 1: Administration

Economic classification R'000	Outcome			Main approp- riation	Adjusted approp- riation	Revised estimate	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	25 274	34 471	49 146	48 557	48 577	48 257	<b>68 584</b>	42.12	70 409	74 542
Compensation of employees	15 717	21 878	25 597	28 910	27 910	27 212	<b>38 252</b>	40.57	39 900	42 746
Salaries and wages	12 090	18 956	22 298	23 454	22 754	22 154	<b>32 125</b>	45.01	33 531	35 938
Social contributions	3 627	2 922	3 299	5 456	5 156	5 058	<b>6 127</b>	21.13	6 369	6 808
Goods and services	9 557	12 593	23 484	19 647	20 667	21 045	<b>30 332</b>	44.13	30 509	31 796
<i>of which</i>										
Audit fees	1 784	2 620	5 090	2 500	2 500	2 500	<b>4 012</b>	60.48	5 262	5 264
Communication		1 555	2 759	2 500	2 750	2 750	<b>2 932</b>	6.62	3 000	3 100
Consultants and specialised services	1 049	569	1 398	4 362	4 362	4 362	<b>1 302</b>	(70.15)	1 475	1 500
Information Technology expenses							<b>591</b>		621	649
Legal fees							<b>300</b>		305	310
Machinery and equipment			718	300	350	350	<b>369</b>	5.43	375	395
Operating Leases		316	374	450	600	750	<b>841</b>	12.13	859	882
Printing and publications			273	1 800	1 800	1 880	<b>1 941</b>	3.24	2 050	2 150
Training		173	1 223	1 500	1 500	1 500	<b>3 610</b>	140.67	937	1 151
Transport				4 800	4 800	4 800	<b>5 139</b>	7.06	5 721	5 766
Travel and subsistence		2 791	3 844	1 450	1 450	1 500	<b>1 595</b>	6.33	1 763	1 803
Advertising			3 042	2 000	2 100	2 100	<b>2 375</b>	13.10	2 664	2 703
Entertainment			205	250	250	275	<b>303</b>	10.18	320	340
Other			2 462							
Financial transactions in assets and liabilities			65							
<b>Transfers and subsidies to</b>	100	470	112	230	305	897	<b>610</b>	(32.00)	820	1 020
Provinces and municipalities		54	62	30	15	15		(100.00)		
Municipalities		54	62	30	15	15		(100.00)		
Municipalities		54	62	30	15	15		(100.00)		
<i>of which</i>										
Regional services council levies		54	62	30	15	15				
Non-profit institutions			50							
Households	100	416		200	290	882	<b>610</b>	(30.84)	820	1 020
Social benefits	100			100	100	692	<b>100</b>	(85.55)	100	100
Other transfers to households		416		100	190	190	<b>510</b>	168.42	720	920
<b>Payments for capital assets</b>	1 345	2 310	1 945	1 453	1 453	1 453	<b>1 795</b>	23.54	1 896	1 945
Machinery and equipment	1 345	2 171	1 886	1 453	1 453	1 453	<b>1 795</b>	23.54	1 896	1 945
Transport equipment	400									
Other machinery and equipment	945	2 171	1 886	1 453	1 453	1 453	<b>1 795</b>	23.54	1 896	1 945
Software and other intangible assets		139	59							
<b>Total economic classification</b>	<b>26 719</b>	<b>37 251</b>	<b>51 203</b>	<b>50 240</b>	<b>50 335</b>	<b>50 607</b>	<b>70 989</b>	<b>40.28</b>	<b>73 125</b>	<b>77 507</b>

Table B.2.2 Payments and estimates by economic classification – Programme 2: Housing

Economic classification R'000	Outcome			Main appropriation 2006/07	Adjusted appropriation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	59 160	37 255	48 716	66 602	67 402	66 395	<b>81 339</b>	22.51	83 333	84 668
Compensation of employees	28 275	29 241	30 601	40 450	37 650	37 547	<b>45 621</b>	21.50	43 308	46 617
Salaries and wages	19 569	24 949	27 067	33 148	30 748	30 668	<b>38 563</b>	25.74	36 003	38 765
Social contributions	8 706	4 292	3 534	7 302	6 902	6 879	<b>7 058</b>	2.60	7 305	7 852
Goods and services	30 885	8 014	18 115	26 152	29 752	28 848	<b>35 718</b>	23.81	40 025	38 051
<i>of which</i>										
Communication		172	209	500	500	500	<b>536</b>	7.20	552	554
Consultants and specialised services	1 202	690	1 300	5 390	7 000	7 000	<b>12 323</b>	76.04	14 057	18 063
Legal fees			281	200	200	200	<b>214</b>	7.00	217	217
Machinery and equipment			186	200	200	200	<b>229</b>	14.50	214	259
Maintenance and repairs and running cost		2 116	12 000	9 000	10 000	10 000	<b>10 000</b>		10 000	4 000
Operating Leases		297	296	400	480	480	<b>543</b>	13.13	556	559
Printing and publications			2	200	200	200	<b>222</b>	11.00	231	240
Training		266	43	200	200	200	<b>221</b>	10.50	250	260
Transport				2 000	2 000	2 150	<b>2 436</b>	13.30	2 468	2 497
Travel and subsistence		1 125	1 834	1 000	1 000	1 000	<b>1 047</b>	4.70	1 082	1 123
Advertising			24	200	200	200	<b>216</b>	8.00	210	211
Entertainment			81	55	55	55	<b>58</b>	5.45	62	64
<b>Transfers and subsidies to</b>	294 240	542 757	605 569	596 884	1 049 981	1 049 981	<b>972 092</b>	(7.42)	1 197 384	1 447 982
Provinces and municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
Municipalities	1 496	14 873	12 746	10 060	50 020	49 970	<b>16 000</b>	(67.98)	16 000	6 000
<i>of which</i>										
Regional services council levies		49	76	60	20	20				
Public corporations and private enterprises			975							
Private enterprises			975							
Other transfers			975							
Non-profit institutions	500					50		(100.00)		
Households	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982
Other transfers to households	292 244	527 884	591 848	586 824	999 961	999 961	<b>956 092</b>	(4.39)	1 181 384	1 441 982
<b>Payments for capital assets</b>	17	695	35		1 055	1 055	<b>443</b>	(58.01)	448	447
Machinery and equipment	17	229	35		1 055	1 055	<b>443</b>	(58.01)	448	447
Other machinery and equipment	17	229	35		1 055	1 055	<b>443</b>	(58.01)	448	447
Software and other intangible assets		2								
Land and subsoil assets		464								
<b>Total economic classification</b>	353 417	580 707	654 320	663 486	1 118 438	1 117 431	<b>1 053 874</b>	(5.69)	1 281 165	1 533 097

Table B.2.3 Payments and estimates by economic classification – Programme 3: Local Government

Economic classification R'000	Outcome			Main appropriation 2006/07	Adjusted appropriation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Current payments</b>	24 258	29 659	34 636	55 586	63 701	62 746	<b>61 213</b>	(2.44)	73 267	83 496
Compensation of employees	9 527	12 028	19 291	36 080	38 080	37 510	<b>42 562</b>	13.47	45 497	48 075
Salaries and wages	7 471	10 287	17 099	29 487	30 987	30 457	<b>35 504</b>	16.57	37 499	39 653
Social contributions	2 056	1 741	2 192	6 593	7 093	7 053	<b>7 058</b>	0.07	7 998	8 422
Goods and services	14 731	17 631	15 345	19 506	25 621	24 896	<b>18 651</b>	(25.08)	27 770	35 421
<i>of which</i>										
Communication		49	59	450	450	450	<b>488</b>	8.44	489	495
Consultants and specialised services	10 598	14 567	6 954	9 087	9 087	9 087	<b>11 842</b>	30.32	19 093	26 702
Inventory										
Legal fees			94	50	50	50	<b>55</b>	10.00	60	60
Machinery and equipment			247	80	80	80	<b>85</b>	6.25	85	85
Maintenance and repairs and running cost										
Operating Leases		75	703	150	150	150	<b>169</b>	12.67	111	112
Printing and publications			437	220	220	220	<b>244</b>	10.91	255	260
Training		40	62	200	200	200	<b>206</b>	3.00	208	208
Travel and subsistence		569	987	1 500	1 600	1 600	<b>1 889</b>	18.06	1 886	1 962
Advertising			87	100	100	100	<b>119</b>	19.00	122	122
Entertainment			40	44	44	44	<b>46</b>	4.55	49	49
Other			113							
Financial transactions in assets and liabilities						340		(100.00)		
<b>Transfers and subsidies to</b>	22 177	18 241	44 371	7 520	32 730	32 828	<b>11 800</b>	(64.06)	10 550	10 550
Provinces and municipalities	21 977	18 041	43 957	7 070	32 280	32 280	<b>11 300</b>	(64.99)	10 000	10 000
Municipalities	21 977	18 041	43 957	7 070	32 280	32 280	<b>11 300</b>	(64.99)	10 000	10 000
Municipalities	21 977	18 041	43 957	7 070	32 280	32 280	<b>11 300</b>	(64.99)	10 000	10 000
<i>of which</i>										
Regional services council levies		7	58	70	22	22				
Non-profit institutions	200	200	400	450	450	450	<b>500</b>	11.11	550	550
Households			14			98		(100.00)		
Social benefits						98		(100.00)		
Other transfers to households			14							
<b>Payments for capital assets</b>	121	14	5 637	130	905	905	<b>218</b>	(75.91)	225	223
Machinery and equipment	121	14	5 637	130	905	905	<b>218</b>	(75.91)	225	223
Other machinery and equipment	121	14	5 637	130	905	905	<b>218</b>	(75.91)	225	223
<b>Total economic classification</b>	46 556	47 914	84 644	63 236	97 336	96 479	<b>73 231</b>	(24.10)	84 042	94 269

Table B.3 Details on public entities – Name of Public Entity: None

Table B.4 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate				
	Audited	Audited	Audited				% Change from Revised estimate				
	2003/04	2004/05	2005/06				2007/08	2006/07	2008/09	2009/10	
<b>Total departmental transfers/grants</b>											
<b>Category A</b>	1 800	304 500	345 117	336 537	340 604	340 604	<b>453 167</b>	33.05	534 839	619 863	
City of Cape Town	1 800	304 500	345 117	336 537	340 604	340 604	<b>453 167</b>	33.05	534 839	619 863	
<b>Category B</b>	948	129 683	160 530	221 509	269 740	269 740	<b>290 768</b>	7.80	329 720	402 427	
Beaufort West		444	9 193	10 362	10 362	10 362	<b>7 189</b>	(30.62)	2 809	3 381	
Bergrivier	99	2 981	61	2 798	3 808	3 808	<b>10 455</b>	174.55	6 978	8 514	
Bitou	20	6 880	14 973	14 762	14 825	14 825	<b>15 222</b>	2.68	19 467	23 782	
Breede River/Winelands	20	3 025	1 581	5 617	10 617	10 617	<b>10 810</b>	1.82	13 823	16 898	
Breede Valley	30	11 614	5 883	43 563	43 563	43 563	<b>31 718</b>	(27.19)	40 565	49 542	
Cape Agulhas		2 084	639	2 156	7 156	7 156	<b>4 063</b>	(43.22)	5 195	6 351	
Cederberg	100	50	2 788	3 640	3 640	3 640	<b>3 809</b>	4.64	2 962	3 567	
Drakenstein		18 661	10 865	15 339	15 407	15 407	<b>29 855</b>	93.78	38 181	46 638	
George		5 556	4 623	8 075	8 147	8 147	<b>20 694</b>	154.01	20 071	24 520	
Kannaland		179	1 562	2 354	7 354	7 354	<b>3 170</b>	(56.89)	2 142	2 581	
Knysna	30	11 236	20 158	7 654	19 275	19 275	<b>14 873</b>	(22.84)	19 021	23 237	
Laingsburg		1 064	462	1 549	1 549	1 549	<b>3 186</b>	105.68	4 079	4 960	
Hessequa	69	393	11 722	3 700	10 813	10 813	<b>7 155</b>	(33.83)	9 152	11 172	
Matzikama	70	4 213	5 529	8 663	8 663	8 663	<b>7 368</b>	(14.95)	3 036	3 668	
Mossel Bay	80	2 701	6 091	4 807	7 322	7 322	<b>9 334</b>	27.48	11 939	14 574	
Oudtshoorn	50	2 881	2 859	5 059	10 079	10 079	<b>9 807</b>	(2.70)	12 543	15 317	
Overstrand	110	10 361	3 890	12 063	12 063	12 063	<b>9 412</b>	(21.98)	12 039	14 696	
Prince Albert	90	6 848	6 182	689	689	689	<b>1 397</b>	102.76	1 792	2 163	
Saldanha Bay	40	3 658	4 145	4 889	5 715	5 715	<b>9 585</b>	67.72	12 259	14 970	
Stellenbosch		8 583	10 931	14 062	14 062	14 062	<b>29 819</b>	112.05	38 133	46 590	
Swartland	26	215	8 191	9 563	9 631	9 631	<b>8 654</b>	(10.14)	4 675	5 704	
Swellendam		8 021	4 931	3 270	8 125	8 125	<b>6 317</b>	(22.25)	8 082	9 854	
Theewaterskloof	80	17 940	10 230	27 063	27 063	27 063	<b>23 606</b>	(12.77)	30 194	36 858	
Witzenberg	34	95	13 041	9 812	9 812	9 812	<b>13 270</b>	35.24	10 583	12 890	
<b>Category C</b>		7 139	13 454	772	17 875	17 875	<b>1 880</b>	(89.48)	440	440	
Cape Winelands		54	750	139	350	350		(100.00)			
Central Karoo		7 085	7 420	226	326	326	<b>1 590</b>	387.73	120	120	
Eden			4 500	206	16 546	16 546		(100.00)			
Overberg			500		308	308	<b>236</b>	(23.38)	248	248	
West Coast			284	201	345	345	<b>54</b>	(84.35)	72	72	
<b>Unallocated</b>	281 865	72 621	29 386	35 006	404 000	404 000	<b>221 577</b>		348 985	455 969	
<b>Total transfers to local government</b>	284 613	513 943	548 487	593 824	1 032 219	1 032 219	<b>967 392</b>	(6.28)	1 213 984	1 478 699	

Table B.4.1 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Integrated housing and human settlement development grant</b>	281 865	510 943	533 248	586 824	969 961	969 961	<b>926 092</b>	(4.52)	1 203 984	1 468 699
<b>Category A</b>		303 000	341 067	335 037	338 373	338 373	<b>450 425</b>	33.11	531 683	616 707
City of Cape Town		303 000	341 067	335 037	338 373	338 373	<b>450 425</b>	33.11	531 683	616 707
<b>Category B</b>		128 251	155 091	216 009	227 588	227 588	<b>255 590</b>	12.30	326 816	399 523
Beaufort West		314	9 130	10 300	10 300	10 300	<b>2 009</b>	(80.50)	2 569	3 141
Bergrivier		2 931		2 735	3 745	3 745	<b>5 401</b>	44.22	6 906	8 442
Bitou		6 830	14 973	14 700	14 700	14 700	<b>15 168</b>	3.18	19 395	23 710
Breede River/Winelands		2 890	1 518	5 555	5 555	5 555	<b>10 810</b>	94.60	13 823	16 898
Breede Valley		11 614	5 815	43 500	43 500	43 500	<b>31 556</b>	(27.46)	40 349	49 326
Cape Agulhas		1 974	564	2 093	2 093	2 093	<b>4 063</b>	94.12	5 195	6 351
Cederberg			226	1 078	1 078	1 078	<b>2 129</b>	97.50	2 722	3 327
Drakenstein		18 561	10 803	15 276	15 344	15 344	<b>29 729</b>	93.75	38 013	46 470
George		5 456	4 561	8 013	8 085	8 085	<b>15 640</b>	93.44	19 999	24 448
Kannaland		179		791	791	791	<b>1 544</b>	95.20	1 974	2 413
Knysna		11 186	20 096	7 592	7 592	7 592	<b>14 819</b>	95.19	18 949	23 165
Laingsburg		1 064	400	1 486	1 486	1 486	<b>3 096</b>	108.34	3 959	4 840
Hessequa		393	11 659	3 638	3 638	3 638	<b>7 101</b>	95.19	9 080	11 100
Matzikama		4 213	5 466	8 600	8 600	8 600	<b>2 224</b>	(74.14)	2 844	3 476
Mossel Bay		2 651	6 028	4 745	7 260	7 260	<b>9 262</b>	27.58	11 843	14 478
Oudtshoorn		2 781	2 776	4 996	10 016	10 016	<b>9 753</b>	(2.63)	12 471	15 245
Overstrand		10 261	3 827	12 000	12 000	12 000	<b>9 340</b>	(22.17)	11 943	14 600
Prince Albert		6 803	6 119	627	627	627	<b>1 307</b>	108.45	1 672	2 043
Saldanha Bay		3 658	4 082	4 826	5 652	5 652	<b>9 531</b>	68.63	12 187	14 898
Stellenbosch		8 583	10 869	14 000	14 000	14 000	<b>29 729</b>	112.35	38 013	46 470
Swartland		173	8 128	9 500	9 568	9 568	<b>3 618</b>	(62.19)	4 627	5 656
Swellendam		7 896	4 906	3 208	5 208	5 208	<b>6 227</b>	19.57	7 962	9 734
Theewaterskloof		17 840	10 167	27 000	27 000	27 000	<b>23 426</b>	(13.24)	29 954	36 618
Witzenberg			12 978	9 750	9 750	9 750	<b>8 108</b>	(16.84)	10 367	12 674
<b>Category C</b>		7 071	7 704	772						
Cape Winelands		54		139						
Central Karoo		7 017	7 420	226						
Eden				206						
West Coast			284	201						
<b>Unallocated</b>	281 865	72 621	29 386	35 006	404 000	404 000	<b>220 077</b>		345 485	452 469

\* Revised estimate 2006/07: Includes R372 000 000 for the N2 Gateway

\* 2007/08: Includes National earmarked allocation for the National Housing Lead Project: N2 Gateway: R200 000 000.

\* 2008/09: Includes National earmarked allocation for the National Housing Lead Project: N2 Gateway: R300 000 000.

\* 2009/10: Includes National earmarked allocation for the National Housing Lead Project: N2 Gateway: R400 000 000.

Table B.4.2 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Fire-fighting assistance</b>	1 800	1 500	6 300	1 500	1 500	1 500	1 700	13.33	1 700	1 700
<b>Category A</b>	1 800	1 500	4 050	1 500	1 500	1 500	1 500		1 500	1 500
City of Cape Town	1 800	1 500	4 050	1 500	1 500	1 500	1 500		1 500	1 500
<b>Category C</b>			2 250				200		200	200
Cape Winelands			750							
Eden			1 000							
Overberg			500				200		200	200

Note: Excludes regional services council levy.

Table B.4.3 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Provincial management support grant</b>			7 500	4 000	4 000	4 000	3 000	(25.00)	2 000	2 000
<b>Category B</b>			4 000	4 000	4 000	4 000	3 000	(25.00)		
Cederberg			2 500	2 500	2 500	2 500	1 500	(40.00)		
Kannaland			1 500	1 500	1 500	1 500	1 500			
<b>Category C</b>			3 500							
Eden			3 500							
<b>Unallocated</b>									2 000	2 000

Note: Excludes regional services council levy.

Table B.4.4 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Local government project preparation grant</b>	948	1 500	1 439	1 500	1 563	1 563	1 500	(4.03)	1 500	1 500
<b>Category B</b>	948	1 432	1 439	1 500	1 563	1 563		(100.00)		
Beaufort West		130	63	62	62	62		(100.00)		
Bergrivier	99	50	61	63	63	63		(100.00)		
Bitou	20	50		62	125	125		(100.00)		
Breede River/Winelands	20	135	63	62	62	62		(100.00)		
Breede Valley	30		68	63	63	63		(100.00)		
Cape Agulhas		110	75	63	63	63		(100.00)		
Cederberg	100	50	62	62	62	62		(100.00)		
Drakenstein		100	62	63	63	63		(100.00)		
George		100	62	62	62	62		(100.00)		
Kannaland			62	63	63	63		(100.00)		
Knysna	30	50	62	62	62	62		(100.00)		
Laingsburg			62	63	63	63		(100.00)		
Hessequa	69		63	62	62	62		(100.00)		
Matzikama	70		63	63	63	63		(100.00)		
Mossel Bay	80	50	63	62	62	62		(100.00)		
Oudtshoorn	50	100	83	63	63	63		(100.00)		
Overstrand	110	100	63	63	63	63		(100.00)		
Prince Albert	90	45	63	62	62	62		(100.00)		
Saldanha Bay	40		63	63	63	63		(100.00)		
Stellenbosch			62	62	62	62		(100.00)		
Swartland	26	42	63	63	63	63		(100.00)		
Swellendam		125	25	62	62	62		(100.00)		
Theewaterskloof	80	100	63	63	63	63		(100.00)		
Witzenberg	34	95	63	62	62	62		(100.00)		
<b>Category C</b>		68								
Central Karoo		68								
<b>Unallocated</b>							1 500		1 500	1 500

Note: Excludes regional services council levy.

Note: The allocations are indicative and is subject to the conditions as set out in the Local Government Allocations for the Local Government Project Preparation Grant.

Table B.4.5 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Provincial contribution towards the accelerating of housing delivery</b>					30 000	30 000	30 000			
<b>Category B</b>					30 000	30 000	30 000			
Beaufort West							5 000			
Bergivier							5 000			
Breede River/Winelands					5 000	5 000		(100.00)		
Cape Agulhas					5 000	5 000		(100.00)		
George							5 000			
Kannaland					5 000	5 000		(100.00)		
Knysna					10 000	10 000		(100.00)		
Hessequa					5 000	5 000		(100.00)		
Matzikama							5 000			
Swartland							5 000			
Witzenberg							5 000			

Note: Excludes regional services council levy.



Table B.4.6 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
<b>Community development worker operational support grant</b>					2 400	2 400	3 600	50.00	4 800	4 800
<b>Category A</b>					731	731	1 242	69.90	1 656	1 656
City of Cape Town					731	731	1 242	69.90	1 656	1 656
<b>Category B</b>							2 178		2 904	2 904
Beaufort West							180		240	240
Bergrivier							54		72	72
Bitou							54		72	72
Breede Valley							162		216	216
Cederberg							180		240	240
Drakenstein							126		168	168
George							54		72	72
Kannaland							126		168	168
Knysna							54		72	72
Laingsburg							90		120	120
Hessequa							54		72	72
Matzikama							144		192	192
Mossel Bay							72		96	96
Oudtshoorn							54		72	72
Overstrand							72		96	96
Prince Albert							90		120	120
Saldanha Bay							54		72	72
Stellenbosch							90		120	120
Swartland							36		48	48
Swellendam							90		120	120
Theewaterskloof							180		240	240
Witzenberg							162		216	216
<b>Category C</b>					1 669	1 669	180	(89.22)	240	240
Cape Winelands					350	350		(100.00)		
Central Karoo					326	326	90	(72.39)	120	120
Eden					340	340		(100.00)		
Overberg					308	308	36	(88.31)	48	48
West Coast					345	345	54	(84.35)	72	72

Note: Excludes regional services council levy.

Table B.4.7 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
Disaster management centre grant							1 500			
<b>Category C</b>							1 500			
Central Karoo							1 500			

Note: Excludes regional services council levy.

Table B.4.8 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			
							2007/08	2006/07	2008/09	2009/10
Disaster Relief Grant (2004 floods)					6 589	6 589	(100.00)			
<b>Category B</b>					6 589	6 589	(100.00)			
Knysna					1 621	1 621	(100.00)			
Hessequa					2 113	2 113	(100.00)			
Swellendam					2 855	2 855	(100.00)			

Note: Excludes regional services council levy.

Table B.4.9 Transfers to local government by transfers/grant type, category and municipality

Municipalities R'000	Outcome			Main appro- priation 2006/07	Adjusted appro- priation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited	Audited	Audited				% Change from Revised estimate			
	2003/04	2004/05	2005/06				2007/08	2006/07	2008/09	2009/10
Integrated housing and human settlement development grant (Flood disaster 2006)					16 206	16 206		(100.00)		
Category C					16 206	16 206		(100.00)		
Eden					16 206	16 206		(100.00)		

Note: Excludes regional services council levy.

Table B.5 Provincial payments and estimates by district and local municipality

Municipalities R'000	Outcome			Main appro- piation 2006/07	Adjusted appro- piation 2006/07	Revised estimate 2006/07	Medium-term estimate			
	Audited 2003/04	Audited 2004/05	Audited 2005/06				% Change from Revised estimate			2009/10
							2007/08	2006/07	2008/09	2009/10
<b>Cape Town Metro</b>	280 015	460 402	613 898	515 675	593 289	591 697	657 512	11.12	755 187	842 037
<b>West Coast Municipalities</b>	29 271	13 934	19 586	29 754	31 802	31 802	39 925	25.54	29 982	36 495
Matzikama	817	3 545	3 172	8 663	8 663	8 663	7 368	(14.95)	3 036	3 668
Cederberg	1 285	1 196	4 979	3 640	3 640	3 640	3 809	4.64	2 962	3 567
Bergrivier	3 563	4 808	3 738	2 798	3 808	3 808	10 455	174.55	6 978	8 514
Saldanha Bay	20 637	3 585	4 955	4 889	5 715	5 715	9 585	67.72	12 259	14 970
Swartland	2 874	500	2 373	9 563	9 631	9 631	8 654	(10.14)	4 675	5 704
West Coast District Municipality	95	300	369	201	345	345	54	(84.35)	72	72
<b>Cape Winelands Municipalities</b>	25 370	49 289	49 339	88 532	93 811	93 811	115 472	23.09	141 285	172 558
Witzenberg	4 077	2 410	5 124	9 812	9 812	9 812	13 270	35.24	10 583	12 890
Drakenstein	15 341	18 663	15 295	15 339	15 407	15 407	29 855	93.78	38 181	46 638
Stellenbosch	3 857	11 481	6 063	14 062	14 062	14 062	29 819	112.05	38 133	46 590
Breede Valley	308	13 068	10 109	43 563	43 563	43 563	31 718	(27.19)	40 565	49 542
Breede River/Winelands	386	3 613	12 431	5 617	10 617	10 617	10 810	1.82	13 823	16 898
Cape Winelands District Municipality	1 401	54	317	139	350	350		(100.00)		
<b>Overberg Municipalities</b>	26 716	33 777	24 719	44 552	51 860	51 860	43 634	(15.86)	55 758	68 007
Theewaterskloof	11 916	15 647	10 280	27 063	27 063	27 063	23 606	(12.77)	30 194	36 858
Overstrand	1 462	5 647	4 132	12 063	12 063	12 063	9 412	(21.98)	12 039	14 696
Cape Agulhas		2 773	2 833	2 156	7 156	7 156	4 063	(43.22)	5 195	6 351
Swellendam	12 313	9 710	6 774	3 270	5 270	5 270	6 317	19.87	8 082	9 854
Overberg District Municipality	1 025		700		308	308	236	(23.38)	248	248
<b>Eden Municipalities</b>	62 877	42 866	63 260	50 617	78 421	78 421	84 255	7.44	98 335	119 183
Kannaland	2 175	3 305	4 514	2 354	7 354	7 354	3 170	(56.89)	2 142	2 581
Hessequa	1 122	2 454	12 554	3 700	8 700	8 700	7 155	(17.76)	9 152	11 172
Mossel Bay	23 836	3 097	6 827	4 807	7 322	7 322	9 334	27.48	11 939	14 574
George	17 920	9 311	10 257	12 075	12 147	12 147	24 694	103.29	24 071	28 520
Oudtshoorn	8 724	4 077	4 289	5 059	10 079	10 079	9 807	(2.70)	12 543	15 317
Bitou	957	6 807	7 260	14 762	14 825	14 825	15 222	2.68	19 467	23 782
Knysna	6 205	13 098	13 359	7 654	17 654	17 654	14 873	(15.75)	19 021	23 237
Eden District Municipality	1 938	717	4 200	206	340	340		(100.00)		
<b>Central Karoo Municipalities</b>	2 443	20 243	19 169	12 826	12 926	12 926	13 362	3.37	8 800	10 624
Laingsburg	1 147	2 476	1 419	1 549	1 549	1 549	3 186	105.68	4 079	4 960
Prince Albert	209	4 930	3 113	689	689	689	1 397	102.76	1 792	2 163
Beaufort West	811	5 768	7 247	10 362	10 362	10 362	7 189	(30.62)	2 809	3 381
Central Karoo District Municipality	276	7 069	7 390	226	326	326	1 590	387.73	120	120
<b>Unallocated</b>		45 361	196	35 006	404 000	404 000	243 934	(39.62)	348 985	455 969
<b>Total provincial expenditure by district and local municipality</b>	426 692	665 872	790 167	776 962	1 266 109	1 264 517	1 198 094	(5.25)	1 438 332	1 704 873