

# VOTE 11

## Co-operative Governance and Traditional Affairs

Operational budget	R1 779 573 205
MEC remuneration	R 1 977 795
Total amount to be appropriated	R1 781 551 000
Responsible MEC	MEC for Co-operative Governance and Traditional Affairs
Administering department	Co-operative Governance and Traditional Affairs
Accounting officer	Head: Co-operative Governance and Traditional Affairs

### 1. Overview

#### Vision

The vision of the Department of Co-operative Governance and Traditional Affairs (COGTA) is: *Capable and co-operative governance for sustainable service delivery.*

#### Mission

The department's mission is: *To co-ordinate and foster co-operation among governance institutions and build capacity to accelerate delivery of high quality services to communities.*

#### Strategic outcomes

COGTA's strategic policy direction is to:

- Improved municipal and traditional institutional capacity.
- Improved co-ordination of service delivery.
- Improved institutional capacity.

#### Core functions

The mandate of the department is as follows:

- To co-ordinate all organs of state to ensure maximum impact.
- Interventionist approach.
- Improved internal and external co-operation and outcomes based Inter-governmental Relations (IGR) structures.
- Ensure single window of co-ordination and regulation of national, provincial and local government.

In essence, the department's mandate at the centre of integrated development has the following functions:

- Co-ordination, both vertically and horizontally, and doing away with the silo approach across the province.
- The key area of focus is planning. The department is repositioned as a critical ally of the Provincial Planning Commission to align planning across the three spheres of government, by strengthening Integrated Development Plans (IDPs).
- Ensuring alignment of priorities of both national and provincial departments implemented in a local space or with municipal IDPs.
- Ensure that the IDPs encapsulate the provincial priorities and budget in a co-ordinated manner.
- Enhance the IGR framework support integration (IGR framework to be reviewed and strengthened).
- Ensure seamless service delivery in a co-ordinated manner supported by emerging legislated processes.

- Put development planning at the centre stage.
- Put people at the centre of development.

The department will continue to support and ensure that there is alignment between the national, provincial, and local government priorities. Working together with different stakeholders in the province and countrywide, the department is committed to contributing toward realisation and achievement of government's priorities as spelt out in the MTSF.

### **Legislative mandate**

The legislative mandate of COGTA is presented below.

#### ***Constitutional mandate***

The mandates of COGTA are embodied in the following sections of the Constitution, 1996:

- Section 139 provides for provincial intervention in local government. This intervention in municipalities includes the issuing of directives and managing interventions by the Provincial Executive Council, in accordance with the provisions of Section 139(1) (a), (b) and (c).
- Section 154 determines that provincial governments must provide support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and perform their functions in accordance with the provisions of Section 154(1) and (2).
- Section 155(5) and (6) determines the types of municipalities to be established in KZN, whereafter the municipalities, by legislative and other measures, must be monitored and supported.
- Section 155(7) stipulates that provincial governments have legislative and executive authority to ensure effective performance by municipalities of their functions in respect of responsibilities listed in Schedules 4 and 5, by regulating the exercise by municipalities of their executive authority referred to in Section 156(1).
- Chapter 12 of the Constitution of the Republic of South Africa, 1996 recognises the institution of traditional leadership and emphasises the significant role it plays in preserving the customs of traditional communities. It further defines the institution as an organ of state which justifies its place in the democratic dispensation, especially in relation to governance issues.

#### ***Specific legislation for the department***

- Disaster Management Act (Act No. 57 of 2002)
- Employment Equity Act (Act No. 55 of 1998)
- Fire Brigade Services Act (Act No. 99 of 1987)
- Infrastructure Development Act (Act No. 23 of 2014)
- KwaZulu-Natal Cemeteries and Crematoria Act (Act No. 32 of 2000)
- KwaZulu-Natal Determination of Types of Municipalities Act (Act No. 7 of 2000)
- KwaZulu-Natal Planning and Development Act (PDA) (Act No. 6 of 2008)
- KwaZulu-Natal Pounds Act (Act No. 3 of 2006)
- KwaZulu-Natal Traditional Leadership and Governance Act (Act No. 5 of 2005)
- Labour Relations Act (Act No. 66 of 1995)
- Local Government Demarcation Act (Act No. 6 of 2004)
- Local Government Municipal Electoral Act (Act No. 27 of 2000)
- Municipal Finance Management Act (MFMA) (Act No. 53 of 2003)
- Municipal Fiscal Powers and Functions Act (Act No. 12 of 2007)
- Municipal Property Rates Act (Act No. 6 of 2004)
- Municipal Structures Act (Act No. 117 of 1998)

- Municipal Systems Act (Act No. 32 of 2000)
- Public Service Act (Proclamation No. 103 of 1994)
- Remuneration of Public Office Bearers Act (Act No. 20 of 1998)
- Spatial Planning and Land Use Management Act (SPLUMA) (Act No. 16 of 2013)
- The National House of Traditional Leaders Act (Act No. 22 of 2009)
- The White Paper on Traditional Leadership
- Traditional Leadership and Governance Framework Act (Act No. 41 of 2003)

*General legislation for departments dealing with local government and traditional affairs*

- Annual Division of Revenue Act (DORA)
- KZN Provincial Supply Chain Management (SCM) Policy Framework (2006)
- Public Finance Management Act (Act No. 1 of 1999, as amended) and Treasury Regulations
- Public Service Regulations

*Specific legislation applicable to municipalities*

In addition to the above, there are particular pieces of legislation which apply specifically to municipalities and relate to the department's oversight, co-operation, co-ordination and alignment functions:

- Communal Land Rights Act (Act No. 11 of 2004)
- Development Facilitation Act (Act No. 67 of 1995)
- Water Services Act (Act No. 108 of 1997)

## **2. Review of the 2020/21 financial year**

Section 2 provides a review of 2020/21, outlining the main achievements and progress made by the department during the year, as well as providing a brief discussion on challenges and new developments.

This review reflects the departmental performance that occurred at the backdrop of National State of Disaster Management Act pronouncement, on 15 March 2020 and the lockdown regulations which were introduced thereafter. The department revised its APP for 2020/21 in line with instructions from the Provincial Legislature and the Office of the Premier to consider the impact of Covid-19. Furthermore, the in-year budget cuts necessitated that the department reprioritise its activities and targets for 2020/21 and these are reflected in the revised APP.

*Local governance*

The department provided support to local government institutions to strengthen governance, promote sound financial management, enhance public participation and improve capacity of municipalities with the aim of accelerating service delivery, as follows:

- With the implementation of the Local Government Specialist Programme, the department supported all 54 municipalities within the province through assessing their level of functionality on a frequent basis and developing support plans. The assessment assisted in identifying distressed municipalities, and this resulted in action plans being developed and implemented to ensure that the municipalities function at satisfactory levels.
- The department supported the establishment of the District Development Model (DDM) within the province to support the mandate of ensuring co-ordinated service delivery. The department supported the establishment of 11 district development hubs within the 10 districts and the eThekweni Metro. The department established technical clusters in the 10 districts and the Metro to support the functionality of the DDM. The department established 44 technical structures across all districts, with each district and the Metro having four technical structures.
- In ensuring strengthened participation of traditional authorities in the development of IDPs, the department convened training sessions, with the Local Houses of Traditional Leaders being the target group. Approximately eight Local Houses of Traditional Leaders were workshopped.

- The department supported all 54 municipalities in institutionalising their Performance Management Systems (PMS) to ensure that the municipalities monitor the implementation of their IDPs, as well as to ascertain their performance in service delivery. The support included quarterly assessments of the functionality of their PMS, and the provision of technical support on noted assessment findings, technical support in addressing noted A-G findings and assessing the implementation of IDPs and Service Delivery and Budget Improvement Plans (SDBIP).
- The department supported all 54 municipalities in implementing various support initiatives to promote governance and administrative capabilities in municipalities. The support included compliance with legal requirements for the appointment of municipal senior managers, which included assistance during the shortlisting and interview stages of appointment, as well as processing new appointments and submitting acting renewal reports to the department. The department supported all 54 municipalities in maintaining functional oversight structures and monitoring the implementation of recovery plans for the nine municipalities placed under administration in the province.
- The department instituted investigations approved by the executive authority to ensure municipal accountability and consequence management. It is currently conducting 20 fraud, corruption, and maladministration investigation cases in 18 municipalities and in one municipal entity. The department also continued to monitor the implementation of recommendations emanating from concluded investigations. Thus far, 526 recommendations from 136 concluded investigations were monitored on a monthly basis.
- The department supported all 54 municipalities with necessary interventions to ensure that there is effective financial management in municipalities. The interventions included support provided to municipalities to reduce Unauthorised, Irregular, Fruitless and Wasteful (UIFW) expenditure, improve the number of municipalities attaining unqualified audit outcomes, reduce Eskom debt owed by municipalities, reduce consumer debt, as well as reduce government debt. The department also produced its annual MFMA Section 131 report, which presents the state of municipal finance in the province.
- The department implemented the Integrated Capacity Building Strategy to improve capacity of municipalities. The strategy included various capacity building interventions implemented by the department, sector departments, organisations, and entities. It is monitored on a quarterly basis through steering committees, in which stakeholders provide progress on the implementation of the committed capacity building interventions. Thus far, 86 interventions have been monitored for implementation. The department also developed and rolled out training sessions relating to a Local Government Tool kit, which aims to ensure efficient and effective functionality of municipalities.
- The department supported various public participation initiatives toward promoting community involvement in local governance. The department on a quarterly basis assessed the functionality of ward committees in the 44 local municipalities and provided support in implementing remedial action plans in noted municipalities. The department further assessed the functionality of war rooms with Community Development Workers (CDWs) and monitored the functionality of municipal Rapid Response Teams (RRTs) in the 44 local municipalities.

### ***Development and planning***

Accelerated sustainable development can be achieved through effective integrated planning, Local Economic Development (LED) and implementation of schemes and provision of basic services. As such, the department achieved the following:

- To support district-wide economic development, the department supported the maintenance of seven functional District Development Agencies (DDA) through quarterly functionality assessments of seven districts whose functionality falls above the 80 per cent functionality target. It also supported the implementation of remedial action plans for the three districts whose functionality falls below the targeted 80 per cent functionality range. The department supported the remaining three districts (King Cetshwayo, Zululand and Amajuba) in establishing their DDAs. With regard to LED, the department supported municipalities in monitoring the implementation of their LED strategies, monitoring the implementation of Red Tape Reduction Action Plans, and institutionalising the township/village

economy strategies in local municipalities. The department further supported the eDumbe and Mtubatuba Local Municipalities in implementing their Small Town Rehabilitation programmes.

- The department supported 44 local municipalities in implementing the CDW programmes to create job opportunities.
- The department was in the process of finalising the draft provincial Spatial Development Framework (SDF) to support co-ordinated service delivery by 31 March 2021. It supported 54 municipalities on SDF compliance, guided by the 2020/21 IDP assessments. The department also supported 17 municipalities in having Land Use Schemes compliant with the provisions of SPLUMA. It implemented three awareness campaigns on the importance and impact of land use management and planning through hosting webinars. It further supported 44 municipalities in monitoring their compliance in processing development applications.
- The department developed the Provincial Water Master Plan to promote basic service delivery infrastructure. The Provincial Water Master Plan forms part of the variation of scope for the water, sanitation and electricity backlog study, and will be completed by May 2021. It provided support in monitoring the implementation of Operations and Maintenance Plans in the Water Service Authorities (WSA). It also monitored 189 gauging stations (which are facilities used to automatically monitor streams, wells, lakes, canals, reservoirs, or other water bodies) for refurbishment. The department supported eleven municipalities in the implementation of the electrification programme, and monitored 104 sanitation projects that were implemented across the province.
- The department supported the functionality of 11 disaster management centres within the province to promote disaster management capabilities in municipalities. It also supported the municipalities with fire brigade services and review of disaster management policies.

#### ***Traditional institutional management***

Good governance is critical for traditional institutions to provide effective support to communities. As a result, the department undertook the following:

- The department developed 15 regulations/guidelines/policies to strengthen the regulatory environment within the institutional traditional leadership. It supported traditional leadership in resolving disputes and succession claims. It also maintained a database of *Izinduna* serving within the province. The department paid R275.898 million as at December 2020 to 2 866 *Izinduna*, and the number fluctuates with deaths and resignations, etc.
- The department supported the structures within the Institution of Traditional Leadership, which included the Provincial House of Traditional Leaders, and the 11 Local Houses of Traditional Leaders. The department supported 221 *Amakhosi* in their participation in municipal councils as per Section 81 of the Municipal Structures Act.
- The Traditional Council (TC) elections were planned to be undertaken in February 2020, but were postponed due to political issues with *Amakhosi*. This was the second time the elections had been postponed. They did not take place in 2020/21 either due to the Covid-19 pandemic and its resultant national lockdown. These elections will now be held in 2022/23.

### **3. Outlook for the 2021/22 financial year**

Section 3 looks at the key focus areas of 2021/22, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. In 2021/22, the department will continue to co-ordinate spheres of government, support local government to promote good governance and enhance financial management in municipalities for improved service delivery, as well as provide support and build the capacity of traditional institutions. The department will also ensure development of guidelines and procedures to regulate traditional government.

#### ***Local governance***

The department will continue to co-ordinate support, promote good governance and enhance financial management in municipalities. The main focus for 2021/22 will be on:

- The implementation of the DDM with the focus on One Budget, One Plan for district municipalities.
- Providing support to municipalities in the development of IDPs through capacity building sessions, workshops, IDP forums and IDP assessments.
- Assisting all 54 municipalities in developing and implementing PMS to manage and measure institutional performance. The PMS targets will be in line with the priorities, objectives and indicators contained in each municipality's IDP.
- Assisting municipalities with plans to reduce UIFW.
- Supporting municipalities with functional municipal oversight processes in respect of Section 80 Committees (such as Mayoral Committee Clusters, Mayoral Committees, Oversight and Standing Committees) reporting to EXCO, EXCO reporting to Council in terms of Section 44 of the Municipal Systems Act, as well as Section 79 Committees reporting to Council in terms of the Municipal Structures Act.
- Implementing an audit outcome strategy which was developed in 2020/21 to support municipalities to improve their audit outcomes.
- Monitoring the functionality of municipal RRTs in line with the functionality tool, and implementing remedial action in non-functional municipal RRTs.
- Providing support to municipalities by contracting and deploying governance and finance experts to municipalities to assist with the required skills, such as financial management, planning, human resources, among others.

#### ***Development and planning***

The NDP stipulates that, for the country to support its long-term economic objectives and development goals, South Africa needs to focus on investing in basic services, such as electricity, water, sanitation, telecommunications and public transport. The main focus for 2021/22 will be to:

- Provide support to municipalities to align SDPs with SPLUMA provisions.
- Provide support to municipalities to develop nodal plans for new towns and to encourage growth in small towns with the aim of attracting investment and creating employment in these towns.
- Continue to map data in respect of climate related incidents and Municipal Schemes, to enhance the province's response to climate change. In this regard, the department will be installing an integrated disaster communication system to feed warnings to disaster centres in the province.
- Provide support to DDAs through the Radical Agrarian Social Economic Transformation (RASET) training sessions, and by convening provincial DDA forums and holding engagements with municipalities which will enable them to drive LED.
- Create 1 500 job opportunities through the Community Works Programme (CWP) and EPWP.
- Monitor the implementation of service delivery programmes relating to electricity, water and sanitation, indigent policies, as well as operational and maintenance plans. In this regard, the department will continue with the Provincial Water Master Plan under the water, sanitation and electricity backlog study which focuses on existing backlogs, as well as assessing the state of existing infrastructure in the province. The department indicated that the study timelines were affected by the national lockdown and the variation of scope, and this resulted in the extension of the completion date. The Provincial Water Master Plan will be completed by May 2021, as explained.
- The major procurement undertaken includes the drilling and equipping of boreholes in the various districts, namely uThukela, uMkhanyakude, Zululand, Harry Gwala, uMzinyathi and Amajuba.
- Support municipalities with functional disaster management centres, and provide assistance to districts, the Metro and sector departments with disaster risk management planning.

#### ***Traditional institutional management***

Traditional institutional governance remains central in supporting and building the capacity of traditional institutions. The main focus for 2021/22 will be to:

- Enhance traditional institutional governance by dealing with disputes, undertaking the recognition of *Amakhosi*, providing support to deceased *Amakhosi* families and participating in municipal councils.
- Update family trees and digitise the information for storage.
- Undertaking the recognition of *Amakhosi* and *Amabamba bukhosi* within the stipulated time-frames.
- Resolve emerging disputes and profile *Izizwe* (tribes) on customary law as a way of promoting a cultural and customary way of life.
- Support the Provincial and Local Houses of Traditional Leaders and TCs to ensure that they are functioning efficiently.
- The TC elections were postponed in 2020/21 and will now be held in 2022/23. At this stage, the department is unable to provide the exact date of the elections.
- Over the 2021/22 MTEF, the department will continue to effect payments to 3 463 *Izinduna*. In this regard, there is a provincial allocation of R156.295 million in 2021/22, R164.110 million in 2022/23 and R171.331 million in 2023/24. Also, the department has allocated R364.756 million in 2021/22, R390.080 million in 2022/23 and R408.803 million in 2023/24, with carry-through, in this regard and these amounts cater for the payment to *Izinduna*, including increases.

#### 4. Alignment of the budget to the NDP and MTSF

The department has aligned its 2021/22 APP to the NDP and the 2019-2024 MTSF. It has planned initiatives that contribute toward the following MTSF priorities:

- Priority 1 - Building a Capable, Ethical and Developmental State.
- Priority 2 - Economic transformation and job creation.
- Priority 5 - Spatial integration, human settlements and local government.
- Priority 6 - Social cohesion and safe communities.

The 2021/2022 APP contains a number of indicators that address the above-mentioned priorities. Some of these include:

- The implementation of the DDM within the province.
- Support to municipalities to ensure the functionality of municipal RRT.
- Supporting municipalities to ensure the functionality of ward committees.
- Support to municipalities with the development of credible IDPs.
- Monitor all municipalities under intervention in line with their recovery plans.
- Investigation of all fraud, corruption and maladministration cases.
- Support to municipalities to improve their audit opinions.
- Ensuring that 100 per cent of gauging stations are monitored for refurbishment.
- Support to municipalities on waste management.
- Monitoring of municipalities on the review of Water Service Development Plans.
- Review of the Electricity Master Plan.
- Support to municipalities with the implementation of the CWP and the EPWP aiming to create approximately 44 000 work opportunities.
- The department will also ensure that 30 per cent of procurement will be awarded to SMMEs, co-operatives, townships/rural enterprises and people with disabilities.
- Supporting municipalities with alignment to the township/village economy strategy.

## 5. Reprioritisation

With regard to the substantial budget cuts, which are explained further in sections 8.2, 8.3 and 9, the department's budget was reduced by R179.444 million, R234.807 million and R317.119 million over the 2021/22 MTEF as a result of fiscal consolidation budget cuts, *Compensation of employees* budget cuts (wage freeze and fiscal consolidation), as well as the movement of the municipal intervention funds to Vote 6: Provincial Treasury. The 2021/22 cut was mitigated marginally by the additional funds of R1.994 million allocated to the department in respect of the EPWP Integrated Grant for Provinces, an adjustment of R7.189 million made to the outer year, as well as R2 million per year toward the district champion of OSS/DDM responsibilities over the 2021/22 MTEF. The following reprioritisation was undertaken over the 2021/22 MTEF:

- R11.015 million in 2022/23 was reprioritised from Programme 1: Administration under the sub-programme: Corporate Services, mainly from *Compensation of employees* due to savings realised from internal delays in filling vacant posts.
- R13.849 million in 2021/22 and R32.397 million in 2022/23 was reprioritised from Programme 3: Development and Planning under the sub-programmes: Spatial Planning, Local Economic Development and Disaster Management, mainly from *Compensation of employees* due to savings realised from internal delays in filling vacant posts, and *Goods and services* due to savings realised from scaled down projects, such as the Small Town Rehabilitation programmes, as well as reduced travel and subsistence costs as the department will limit travelling, among other cost-cutting measures, and will hold meetings and so forth virtually where possible.
- R16.862 million in 2021/22 was reprioritised from Programme 4: Traditional Institutional Management under both sub-programmes: Traditional Institutional Administration and Traditional Resource Administration, mainly against *Compensation of employees*, *Goods and services*, and *Machinery and equipment*. Savings were realised from internal delays in filling vacant posts, reduced travel and subsistence costs, as well as less equipment purchases for employees as some vacant posts will not be filled, among others.

The total amounts of R30.711 million in 2021/22 and R43.412 million in 2022/23 were moved as follows:

- R8.138 million in 2021/22 was moved to Programme 1, under the Corporate Services sub-programme mainly against *Goods and services* to cater for the Microsoft migration project which was not budgeted for, among others.
- R22.573 million in 2021/22 and R5.358 million in 2022/23 were moved to Programme 2: Local Governance under the sub-programmes: Municipal Administration, Municipal Finance and Capacity Development mainly against *Goods and services* to provide for the payment of the balance owing for the financial experts' clean audit programme, among others.
- R38.054 million in 2022/23 was moved to Programme 4, under the sub-programme: Traditional Institutional Administration mainly against *Goods and services* to cater for TC elections which are now expected to take place in 2022/23, as well as the legal fees pertaining to the commissions of enquiry to deal with disputes of *Amakhosi* which was under-budgeted for.

## 6. Procurement

The department uses a manual requisition and ordering system, which ensures compliance of SCM practices in line with financial and SCM delegations of the department. The department will continue to implement government policies on procurement in order to maximise the current budget allocation, taking into account the budget cuts effected in 2020/21 and over the 2021/22 MTEF. The major procurement undertaken continues to include the drilling and equipping of boreholes in the various districts, namely uThukela, uMkhanyakude, Zululand, Harry Gwala, uMzinyathi and Amajuba. The KZN Premier directed that the Provincial Water Master Plan be developed to reflect the state of water provision across the province, and that a short-term intervention in 2020/21 be undertaken to provide the maximum number of households with water. The major procurement also includes the Microsoft migration project to be undertaken by the department. The department is currently using the Novell platform to manage user



accounts and emails which is an outdated platform with less support from service providers. This platform raises concerns regarding security and user account management risks. Other major procurement relates to the financial support to municipalities, as well as the Provincial Water Master Plan under the water, sanitation and electricity backlog study, among others.

## 7. Receipts and financing

### 7.1 Summary of receipts

Table 11.1 indicates the sources of funding for Vote 11 over the seven-year period from 2017/18 to 2023/24. The table also compares actual and budgeted receipts against actual and budgeted payments.

The department receives a provincial allocation in the form of an equitable share, and national conditional grant allocation in respect of the EPWP Integrated Grant for Provinces. The department received approval from the National Department of Public Works and Infrastructure (DPWI) to use these funds for the EPWP learnership in 2020/21. The EPWP Integrated Grant for Provinces is incentive driven and allocations are based on previous year's performance. In the 2019/20 Adjustments Estimate, R675 000 was rolled over in respect of the Provincial Disaster Recovery grant (PDRG) for the refurbishment of seven Community Service Centres (CSCs) and two houses for *Amakhosi* which were damaged by storms.

Table 11.1 shows that there is fairly low growth in the department's budget over the MTEF period due to the budget cuts, which was to some extent mitigated by additional funds allocated in respect of a conditional grant, an adjustment made to the outer year, as well as funding provided toward the district champion of OSS/DDM responsibilities. The details of the budget cuts are given under Section 8.2.

**Table 11.1 : Summary of receipts and financing**

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
Equitable share	1 583 388	1 674 530	1 786 021	1 876 369	1 416 965	1 416 965	1 779 557	1 818 040	1 833 154
Conditional grants	3 338	15 880	3 858	2 777	2 777	2 777	1 994	-	-
EPWP Integrated Grant for Provinces	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
Provincial Disaster Recovery grant	-	11 328	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>1 586 726</b>	<b>1 690 410</b>	<b>1 789 879</b>	<b>1 879 146</b>	<b>1 419 742</b>	<b>1 419 742</b>	<b>1 781 551</b>	<b>1 818 040</b>	<b>1 833 154</b>
<b>Total payments</b>	<b>1 533 157</b>	<b>1 564 785</b>	<b>1 966 799</b>	<b>1 879 146</b>	<b>1 513 924</b>	<b>1 513 924</b>	<b>1 781 551</b>	<b>1 818 040</b>	<b>1 833 154</b>
Surplus/(Deficit) before financing	53 569	125 625	(176 920)	-	(94 182)	(94 182)	-	-	-
Financing									
of which									
Provincial roll-over	-	29 955	70 009	-	24 182	24 182	-	-	-
Provincial cash resources	-	40 000	96 562	-	70 000	70 000	-	-	-
Suspension to future year	-	(35 000)	35 000	-	-	-	-	-	-
<b>Surplus/(Deficit) after financing</b>	<b>53 569</b>	<b>160 580</b>	<b>24 651</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

In 2017/18, the department was allocated additional funds amounting to R126.164 million, with carry-through, for the remuneration of *Izinduna*, which is reflected under the equitable share allocation. Furthermore, the department received R1.500 million which was suspended from Vote 6: Provincial Treasury toward the Mandela Day Marathon event.

Also in 2017/18, the department received R40 million from provincial cash resources to assist with the costs relating to the TC elections. The TC elections were planned to take place in February/March 2018, but were postponed to May/June 2018, hence the funds were suspended to 2018/19. The postponement was due to the fact that the Independent Electoral Commission (IEC) was already planning for the voter address harvesting for the 2019 general elections (where they create awareness on where to register to vote and verify addresses, etc.), in March 2018, and could not assist the department with the TC elections in February/March 2018. The date was revised to February 2020 but postponed again due to political issues with *Amakhosi*. The elections did not take place in 2020/21 either due to the Covid-19 pandemic and its resultant national lockdown and are now expected to be held in 2022/23.

The department substantially under-spent their budget at the end of 2017/18 by R53.569 million, mainly due to the following:

- Delays in the purchase of the ESRI Enterprise Licence Agreement used for the organisation-wide GIS.

- Delays in the procurement process of NQF level 3 training to be provided to 299 councillors.
- Lower than budgeted expenditure with regard to the payment of stipends to *Izinduna*, largely due to fluctuations in the number of *Izinduna*.

In 2018/19, the department was allocated R46.283 million, as follows:

- R29.955 million was rolled over from 2017/18 to 2018/19 in respect of the following:
  - R2.535 million for the payment of orders relating to the replacement of vehicles, furniture and office equipment, and laptops which were placed at the end of 2017/18.
  - R16.369 million for the procurement, supply and installation of lightning protection systems in communities across KZN to mitigate fatal lightning strikes, and the purchase of static water tanks.
  - R11.051 million related to a transfer to the uMngeni Local Municipality for the completion of the Nelson Mandela Exhibition Centre.
- R16.328 million was allocated as follows:
  - R11.328 million was allocated for disaster relief relating to the flood disaster which occurred in the province on 10 October 2017. These funds were allocated through the PDRG, to re-construct nine CSCs around the areas of eThekweni and Ugu, which were damaged during the flood disaster. The allocation was based on a costing submitted by the department to the National Disaster Management Centre (NDMC).
  - R40 million, which was specifically and exclusively allocated funding given to the department in 2017/18 in respect of the TC elections was suspended from the department's 2017/18 budget, as requested by the department, and was to be allocated back in 2018/19 for the same purpose. The elections were planned to take place in May/June 2018. However, the TC elections were then postponed to February 2020 and, in this regard, an amount of R35 million of the R40 million was thus suspended to 2019/20 for this purpose. The balance of R5 million remained in 2018/19 and was used for voter education programmes, and this is reflected as a suspension to a future year.

The department substantially under-spent their budget at the end of 2018/19 by R160.580 million, mainly due to the following:

- Some Thuma Mina campaigns were not undertaken.
- Delays with the supply of static water tanks for municipalities experiencing water challenges.
- Late submission of invoices from the service provider undertaking the water, sanitation and electricity backlog study mentioned above.
- Non-transfer of funds to the Municipal Infrastructure Support Agent (MISA) to assist the AbaQulusi Local Municipality with support in terms of Section 139 of the Constitution for an intervention required for water and electricity.
- Delays with the delivery of yellow plant ordered in bulk for municipalities under Operation Khawuleza.
- Delays with the re-construction of seven CSCs and two houses for *Amakhosi*.
- Slower than anticipated filling of vacant posts.

In 2019/20, the department received provincial cash resources of R35 million, being the funds that were suspended from 2018/19 in respect of the TC elections scheduled at the time to take place in December 2019, but were later postponed again. The department was allocated an additional R9.642 million against the equitable share in 2019/20, R9.889 million in 2020/21 and R10.333 million in 2021/22 with carry-through for strengthening the province's support interventions in municipalities in terms of Section 139 of the Constitution.

The department's equitable share was cut by R634 000 in 2019/20 with carry-through. In this regard, the President announced that there would be minimal or no annual salary increases in 2018/19 for public office bearers. In the case of provincial executives, Premiers, MECs and Speakers did not receive salary increases, while MPLs received a 2.5 per cent increase. The savings realised from this announcement were cut from provinces in line with fiscal consolidation efforts.

The department was allocated equitable share roll-overs amounting to R70.009 million from 2018/19 to 2019/20 in respect of the following:

- R675 000 was approved as a roll-over by National Treasury in respect of the PDRG for the refurbishment of seven CSCs and two houses for *Amakhosi* which were damaged by storms. This was allocated under Programme 3, against *Buildings and other fixed structures*. It should be noted that the department requested a roll-over of R10.615 million in this regard. However, only R675 000 was approved by National Treasury, as such, the balance of R9.940 million had to be surrendered to the National Revenue Fund.
- R49.334 million of the equitable share roll-over was approved in respect of the purchase of equipment for municipalities under the Operation Khawuleza intervention. The equipment includes waste trucks, water tankers, vacuum sewerage tankers, etc. This was allocated against *Machinery and equipment* under Programme 1 (R24 million) and Programme 3 (R25.334 million).
- R20 million was rolled over for transfer to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity. The funds were allocated under Programme 3 against *Transfers and subsidies to: Departmental agencies and accounts*.

The department was allocated a net amount of R96.562 million as follows:

- R100.562 million was allocated toward the water, sanitation and electricity backlog study as mandated by the Cabinet *Lekgotla* in August 2018, as well as by the Honourable Premier in his SOPA pronouncement in June 2019.
- This amount was offset by R4 million suspended from the department's budget in respect of infrastructure work to be undertaken with regard to His Majesty, the King's palace. This was allocated to Vote 1: Office of the Premier (OTP).

The department under-spent the 2019/20 budget by R24.651 million at the end of the year mainly due to non-completion of work by service providers in respect of the water, sanitation and electricity backlog study amounting to R24.182 million. The balance was not paid as payment is only made on completion of a task and on receipt of an invoice. At the time, the project end-date was extended to the end of June 2020 taking into account a change in the scope of the study. The department indicated that the study timelines were further affected by the national lockdown and the variation of scope, and this resulted in the extension of the completion date. The extension is to accommodate additional work associated with the production and finalisation of the Provincial Water Master Plan by May 2021. The scope initially focused on existing backlogs, but was changed to the assessment of existing infrastructure in the province.

The provincial response to the Covid-19 pandemic necessitated that the department's budget be reduced by R408.164 million, and this was formalised with the tabling of the 2020/21 Special Adjustments Estimate in July 2020.

An amount of R24.182 million of the department's equitable share allocation was rolled over from 2019/20. This was allocated against *Goods and services* under Programme 3, in respect of the non-completion of work pertaining to the water, sanitation and electricity backlog study because of a change in the project scope.

The department's budget was cut by R51.240 million under Programme 1 against *Compensation of employees* in the Second Adjustments Estimate. This relates to the provision made for the 2020 cost-of-living adjustment and this cut was effected by National Treasury as this matter was in court and was unlikely to be resolved before the end of the financial year.

The department received additional funding of R70 million from provincial cash resources allocated to Programme 3 against *Buildings and other fixed structures* toward the drilling and equipping of boreholes programme, which was identified as an urgent provincial priority. These funds were specifically and exclusively allocated for this and may thus not be used for any other purpose.

The department projects a balanced budgeted at the end of 2020/21 as per the December 2020 IYM.

The budget for the Vote as a whole shows a reduction over the 2021/22 MTEF compared to previous years mainly due to the substantial budget cuts of R179.444 million in 2021/22, R234.807 million in 2022/23 and R317.119 million in 2023/24 which were largely effected against *Compensation of employees and Goods and services*. This was to some extent mitigated by additional funds of R1.994 million allocated in respect of the EPWP Integrated Grant for Provinces, an adjustment of R7.189 million made to the outer year, as well as a R2 million allocation in each year for the district champion of OSS/DDM responsibilities. These amendments are discussed in more detail in Section 8.2.

## 7.2 Departmental receipts collection

Table 11.2 reflects departmental receipts for the period 2017/18 to 2023/24. Details of these receipts are presented in *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*.

Table 11.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	1 603	1 540	1 554	2 107	2 107	1 557	2 229	2 336	2 438
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	64	72	80	57	57	97	60	63	66
Sale of capital assets	20	2 748	-	2 050	2 050	1 506	1 500	1 500	1 500
Transactions in financial assets and liabilities	3 385	5 468	3 146	1 263	1 263	31 199	1 336	1 400	1 462
<b>Total</b>	<b>5 072</b>	<b>9 828</b>	<b>4 780</b>	<b>5 477</b>	<b>5 477</b>	<b>34 359</b>	<b>5 125</b>	<b>5 299</b>	<b>5 466</b>

*Sale of goods and services other than capital assets* derives its revenue from commission on PERSAL deductions, such as insurance premiums and garnishee orders, sale of maps and publications, parking fees, tender fees and rental from officials occupying state houses. The 2020/21 Revised Estimate reflects a projected under-collection, as a result of lower than anticipated receipts from tender fees and rentals on departmental houses occupied by officials. A marginal increase is anticipated over the 2021/22 MTEF.

*Interest, dividends and rent on land* relates to interest received on staff debts. The revenue trend is very volatile due to the uncertain nature of this source as it depends on the outstanding debts and the interest rate charged.

*Sale of capital assets* relates to the sale of redundant assets such as motor vehicles and old office equipment. The low collection in 2017/18 related to the sale of equipment and the fact that the auction for motor vehicles was postponed to 2018/19. Revenue from this source is very difficult to budget for as it relies on the volume of fleet and the performance of the auction. The constant budget over the MTEF is in line with the department's asset disposal policy, and will be reviewed in the next budget submission.

*Transactions in financial assets and liabilities* includes the recovery of staff debts such as breached bursary contracts and refunds received relating to previous years' expenditure. The high collection in the 2020/21 Revised Estimate includes the refund of R27.364 million from the IEC in respect of the TC elections that were to take place in February 2020 but have been postponed, as mentioned, as well as a refund of R2.223 million from the Department of International Relations and Co-operation for international travel not undertaken by the department in 2019/20. The revenue budget shows conservative growth over the 2021/22 MTEF due to the unpredictable nature of this category.

## 7.3 Donor and agency funding - Nil

## 8. Payment summary

Section 8 reflects payments and budgeted estimates for programmes and economic classifications. Details are given in Section 9, as well as *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*.

## 8.1 Key assumptions

The department applied the following broad assumptions when compiling the budget:

- All inflation related increases are based on CPI projections.
- Over the 2021/22 MTEF, National Treasury has not provided provinces with the budget for the cost of living adjustment. This is because they won the court case where they were taken to court by the unions with regard to implementing the last leg of the 2018/19 agreement. In this regard, National Treasury has reduced the province's baseline against *Compensation of employees* in respect of freezing salary increases, as well as additional reductions implemented to support fiscal consolidation. The department has 180 vacant posts in 2021/22 in terms of the full structure. However, the department only plans to fill 147 critical posts due to the substantial budget cuts against the personnel budget. This explains the growth of R81.241 million in 2021/22 and R18.389 million in 2022/23, with no change in 2023/24. There is no growth in 2023/24, in line with the National Treasury guidelines which stated that the 2023/24 *Compensation of employees'* numbers should be the same as 2022/23. The outer year, however, will be reviewed taking into account the progress with regard to the filling of critical vacant posts in-year.
- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2019/20, will continue to be adhered to over the 2021/22 MTEF, in conjunction with National Treasury Instruction Note 03 of 2017/18: Cost-containment measures.

## 8.2 Amendments to provincial and equitable share funding: 2019/20 to 2021/22 MTEF

Table 11.3 shows amendments to the provincial and equitable share funding received over the 2019/20, 2020/21 and 2021/22 MTEF periods, and excludes conditional grant funding. The carry-through allocations for the outer year (i.e. 2023/24) are based on the incremental percentage used in the 2021/22 MTEF.

**Table 11.3 : Summary of amendments to provincial and equitable share allocations for the 2019/20 to 2021/22 MTEF**

R thousand	2019/20	2020/21	2021/22	2022/23	2023/24
<b>2019/20 MTEF period</b>	<b>43 999</b>	<b>9 207</b>	<b>9 641</b>	<b>10 123</b>	<b>10 568</b>
Suspension of Traditional Council elections - funds suspended from 2018/19	35 000	-	-	-	-
Municipal interventions	9 642	9 889	10 333	10 850	11 327
Budget cuts for remuneration of public office bearers	(643)	(682)	(692)	(727)	(759)
<b>2020/21 MTEF period</b>		<b>(23 905)</b>	<b>(47 716)</b>	<b>(54 106)</b>	<b>(56 487)</b>
Fiscal consolidation and PES formula updates budget cut		(5 982)	(29 307)	(42 194)	(44 051)
Budget cut due to low COE spending		(1 300)	(1 300)	(1 300)	(1 357)
Budget cut: Events budget		(10 612)	(10 612)	(10 612)	(11 079)
Adjustment to COE (due to revised CPI inflation projections)		(6 011)	(6 497)	-	-
<b>2021/22 MTEF period</b>			<b>(177 444)</b>	<b>(232 807)</b>	<b>(307 930)</b>
Fiscal Consolidation budget cut			(48 790)	(51 426)	(93 008)
Compensation of employees budget cut (wage freeze and fiscal consolidation)			(120 321)	(172 531)	(212 784)
Municipal interventions funds moved to Vote 6:Provincial Treasury			(10 333)	(10 850)	(11 327)
Adjustment to outer year			-	-	7 189
District Champion of OSS/DDM responsibilities			2 000	2 000	2 000
<b>Total</b>	<b>43 999</b>	<b>(14 698)</b>	<b>(215 519)</b>	<b>(276 790)</b>	<b>(353 848)</b>

Over the 2019/20 MTEF, the department received R35 million as part of the funds that were suspended from 2018/19 in respect of the TC elections scheduled to take place in February 2020. The department was allocated an additional R9.642 million in 2019/20, R9.889 million in 2020/21 and R10.333 million in 2021/22, with carry-through, for strengthening the province's support interventions in municipalities in terms of Section 139 of the Constitution. Also in the 2019/20 MTEF, the department's budget was cut by R643 000 with carry-through. In this regard, the President announced that there would be minimal or no annual salary increases in 2018/19 for public office bearers. In the case of provincial executives, Premiers, MECs and Speakers did not receive salary increases, while MPLs received a 2.5 per cent increase. The savings realised from this announcement were cut from provinces in line with fiscal consolidation efforts.

Over the 2020/21 MTEF, various budget cuts were effected. Budget cuts of R5.982 million in 2020/21, R29.307 million in 2021/22, R42.194 million in 2022/23, with carry-through, were effected as a result of the data updates to the PES formula and fiscal consolidation cuts. Budget cuts of R1.300 million in each of

the 2020/21 MTEF years, with carry-through, were effected due to low spending of the department against *Compensation of employees*. Budget cuts of R10.612 million in each of the 2020/21 MTEF years, with carry-through, were effected against high spending on events. In addition, budget cuts of R6.011 million in 2020/21 and R6.497 million in 2021/22 were effected against *Compensation of employees* in respect of lowering the CPI projections which influence the growth in *Compensation of employees* where the CPI rate was previously set at 5.5 per cent but was lowered to 4.8 per cent.

Over the 2021/22 MTEF, the department implemented the National Treasury baseline cuts of R179.444 million in 2021/22, R234.807 million in 2022/23 and R317.119 million in 2023/24. Reductions made to the provincial equitable share include a combination of freezing salary increases, as well as additional reductions implemented to support fiscal consolidation, with these cuts weighted heavily toward reductions in *Compensation of employees* and *Goods and services*. The budget cuts are thus made to the planned spending levels of provinces over the medium term to account mainly for *Compensation of employees*' reductions, while there are also additional reductions in order to support fiscal consolidation. Funds were also moved from the department to Vote 6: Provincial Treasury in respect of the municipal intervention allocation. These cuts are explained further in Sections 8.3 and 9, and are briefly discussed as follows:

- Programme 1 was reduced by R54.882 million and R90.676 million in 2021/22 and 2022/23, respectively, with carry-through. The bulk of the budget cut, i.e. R44.029 million in 2021/22 and R66.366 million in 2022/23, was effected against *Compensation of employees*. In addition, a reduction of R9.353 million in 2021/22 and R22.810 million in 2022/23 was effected against *Goods and services*. Also, a reduction of R1.500 million was effected in both 2021/22 and 2022/23, with carry-through, against *Transfers and subsidies to: Households*.
- Programme 2 shows an overall reduction of R58.888 million in 2021/22, and R80.998 million in 2022/23, with carry-through. The bulk of the reduction of R32.456 million in 2021/22 and R54.723 million in 2022/23 is made against the *Compensation of employees*' budget. In addition, a reduction of R23.432 million in 2021/22 and R23.157 million in 2022/23 is made against *Goods and services*, with carry-through. The budget cut against *Goods and services* mainly relates to the municipal interventions funds amounting to R10.333 million, R10.850 million and R11.327 million, from 2021/22 to 2023/24, respectively, which were moved to Vote 6: Provincial Treasury. National Treasury issued a clarifying communication to the province on 2 October 2020 to indicate that the funds allocated to the province from 2019/20 for municipal interventions was to build capacity within Provincial Treasuries. The previous communication in this regard had not been as clear. As such, these funds are being moved between these two Votes with effect from the 2021/22 MTEF onward. There is also a reduction of R3 million, with carry-through, against *Transfers and subsidies to: Provinces and municipalities*, as well as a reduction of R118 000 in 2022/23 against *Machinery and equipment*. On the other hand, R2 million in each year of the 2021/22 MTEF was allocated in respect of the district champion of OSS/DDM responsibilities. This was allocated to Programme 2 against *Goods and services* in respect of contractors.
- Programme 3 shows a reduction of R50.678 million in 2021/22, and R38.602 million in 2022/23, with carry-through. A cut of R28.840 million is made in 2021/22 and R31.361 million in 2022/23 against *Compensation of employees*. A further reduction of R9.978 million in 2021/22 and R7.052 million in 2022/23, with carry-through, is made against *Goods and services*. There is also a reduction of R11.500 million made against *Transfers and subsidies to: Provinces and municipalities* in 2021/22, and a reduction of R360 000 in 2021/22 and R189 000 in 2022/23, with carry-through, made against *Software and other intangible assets*. The outer year cut was to some extent mitigated by additional funding of R7.189 million allocated in 2023/24 relating to an adjustment made to the outer year. This allocation is made against *Goods and services*.
- Programme 4 shows a reduction of R14.996 million in 2021/22 and R20.081 million in 2022/23 effected against *Compensation of employees*, as well as R4.450 million in 2022/23 effected against *Goods and services*.

### 8.3 Summary by programme and economic classification

The services rendered by the department are categorised under four programmes. The department received approval from National Treasury in June 2018 to deviate slightly from the uniform budget structure for the COGTA sector and this deviation continues to be in place.

Tables 11.4 and 11.5 provide a summary of the Vote's payments and budgeted estimates over the seven-year period, by programme and economic classification, respectively.

**Table 11.4 : Summary of payments and estimates by programme: Co-operative Governance and Traditional Affairs**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
				2020/21					
1. Administration	374 657	383 702	420 978	444 176	359 877	359 877	420 952	389 581	399 192
2. Local Governance	243 381	284 954	317 429	368 097	294 490	294 490	345 323	338 132	341 931
3. Development and Planning	401 023	420 397	599 574	486 722	315 921	315 921	428 877	423 867	455 933
4. Traditional Institutional Management	514 096	475 732	628 818	580 151	543 636	543 636	586 449	666 460	636 098
<b>Total</b>	<b>1 533 157</b>	<b>1 564 785</b>	<b>1 966 799</b>	<b>1 879 146</b>	<b>1 513 924</b>	<b>1 513 924</b>	<b>1 781 551</b>	<b>1 818 040</b>	<b>1 833 154</b>

**Table 11.5 : Summary payments and estimates by economic classification: Co-operative Governance and Traditional Affairs**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
				2020/21					
<b>Current payments</b>	<b>1 319 109</b>	<b>1 304 378</b>	<b>1 522 213</b>	<b>1 809 154</b>	<b>1 347 382</b>	<b>1 346 318</b>	<b>1 639 595</b>	<b>1 759 636</b>	<b>1 778 084</b>
Compensation of employees	649 602	657 237	693 065	881 157	709 341	705 780	787 021	805 410	805 410
Goods and services	669 507	647 055	829 063	927 997	638 040	640 535	852 574	954 226	972 674
Interest and rent on land	-	86	85	-	1	3	-	-	-
<b>Transfers and subsidies to:</b>	<b>139 776</b>	<b>187 275</b>	<b>369 436</b>	<b>24 883</b>	<b>10 181</b>	<b>10 595</b>	<b>23 325</b>	<b>18 932</b>	<b>16 373</b>
Provinces and municipalities	93 300	150 612	222 819	14 704	554	554	570	599	626
Departmental agencies and accounts	-	60	20 000	-	-	-	13 000	8 100	5 000
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	29 000	-	-	-	-	-	-
Non-profit institutions	32 326	24 368	84 343	200	-	-	200	200	209
Households	14 150	12 235	13 274	9 979	9 627	10 041	9 555	10 033	10 538
<b>Payments for capital assets</b>	<b>72 624</b>	<b>73 132</b>	<b>75 150</b>	<b>45 109</b>	<b>156 361</b>	<b>157 011</b>	<b>118 631</b>	<b>39 472</b>	<b>38 697</b>
Buildings and other fixed structures	56 598	6 746	11 455	30 450	106 308	106 308	96 000	30 350	28 150
Machinery and equipment	15 939	66 386	63 663	14 494	50 053	50 703	22 631	9 122	10 547
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	87	-	32	165	-	-	-	-	-
<b>Payments for financial assets</b>	<b>1 648</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 533 157</b>	<b>1 564 785</b>	<b>1 966 799</b>	<b>1 879 146</b>	<b>1 513 924</b>	<b>1 513 924</b>	<b>1 781 551</b>	<b>1 818 040</b>	<b>1 833 154</b>

Programme 1 includes provision for the improvement of the department's Information and Communication Technology (ICT) systems, and the maintenance and upgrading of various departmental buildings. The decrease in the 2020/21 Adjusted Appropriation was due to the budget cut of R55.139 million toward funding the provincial response to the Covid-19 pandemic. In addition, a budget cut of R51.240 million was made during the 2020/21 Second Adjustments Estimate against *Compensation of employees*, with this cut being effected entirely under Programme 1. This was in respect of the provision made for the 2020 cost-of-living adjustment as this matter was in court and was unlikely to be resolved before the end of the financial year, as explained. The reduction over the 2021/22 MTEF is mainly due to the previously mentioned budget cuts. The budget cuts were effected against *Compensation of employees*, *Goods and services* and *Transfers and subsidies to: Households*. The budget cut against *Compensation of employees* over the MTEF relates only to the provision made for the cost-of-living adjustment and will not impact on the filling of vacant posts under this programme. The cut against *Goods and services* will affect the general operations of the department, such as the appointment of legal advisors to intervene when disputes arise. The disputes include both internal and external disputes, such as tender awarding disputes and staff appointment disputes, among others. The maintenance and repairs of office buildings, as well as the fuel costs for the departmental fleet, including water tankers, will be cut back. Also, cuts were implemented on advertising costs incurred by the department, subsistence and travel, as well as the procurement of stationery for all departmental officials. The cut against *Transfers and subsidies to: Households* will limit the number of external bursaries awarded by the department. Over the 2021/22 MTEF, Programme 1 provides for the filling of 69 critical posts such as Director: Human Capital

Development, Director: Management Accounting, Deputy Director: Evaluation, Deputy Director: Strategic Planning, Chief Director: Monitoring and Evaluation, among others.

Programme 2 caters for the training of Municipal Councillors, and community outreach programmes, among others. The decrease in the 2020/21 Adjusted Appropriation relates to the budget cuts in respect of the provincial response to the Covid-19 pandemic. Programme 2 reflects a fluctuating trend over the MTEF due to the budget cuts. The bulk of the reduction is made against *Compensation of employees* and this is in respect of the provision made for the cost-of-living adjustment only, as explained, and will not impact on the filling of vacant posts under this programme. The cuts against *Goods and services* will impact on the training of Municipal Councillors, community outreach programmes such as OSS and the CDW programmes, forensic investigations undertaken, as well as the appointment of municipal administrators. The above-mentioned projects will be scaled down. Also, funds were moved from *Goods and services* relating to the municipal interventions funds amounting to R10.333 million, R10.850 million and R11.327 million, from 2021/22 to 2023/24, respectively, to Vote 6: Provincial Treasury. These cuts were to some extent mitigated by additional funds allocated to this programme against *Goods and services* in respect of the district champion of OSS/DDM responsibilities over the 2021/22 MTEF. The budget cut against *Transfers and subsidies to: Provinces and municipalities* affects the funds which were earmarked for transfers to municipalities for the ward based plans. At this stage, the department has not allocated any transfers to municipalities, and this will be reviewed in-year based on budget availability. And lastly, the budget cut against *Machinery and equipment* affects the funding required for the procurement and upgrade of laptops and desktops for new employees, as well as existing employees. The 2021/22 budget provides for the filling of 38 vacant posts, namely Assistant Director: Legal, Assistant Director: Oversight, Deputy Director: Municipal Governance, Internal Controllers: Investigations, Project Manager: Investigations, Admin Officer: Synergistic Partnerships, among others. The MTEF also caters for projects such as the training of Municipal Councillors, community outreach programmes, forensic investigations undertaken, and the appointment of municipal administrators, although these will be scaled down, as mentioned.

Programme 3 caters for various projects such as the Disaster Management, Nodal Plans, implementation of Spatial Equity Norms and Standards, the SDF support, Geospatial Land Register and Development Application Management System programmes, among others. The decrease in the 2020/21 Adjusted Appropriation mainly related to the budget cut of R243.182 million from this programme toward funding the provincial response to the Covid-19 pandemic. The cut was slightly offset by an additional allocation of R70 million toward the drilling and equipping of boreholes project. The MTEF allocations show a fluctuating trend due to the budget cuts which were effected. The cut against *Compensation of employees* relates to the provision made for the cost-of-living adjustment, as explained, as well as funding set aside to fill some vacancies being cut. The cut in this programme will result in the non-filling of eight vacant posts in 2021/22, such as Chief Town and Regional Planner (OSD), Town and Regional Planner (OSD), GIS Technician (OSD), Administration officer: Disaster Management, and call centre operators, among others. The department indicated that it will continue to fill 38 critical posts such as posts under the EPWP, as well as the Engineers and Project Managers in infrastructure. The cut against *Goods and services* will have a negative impact on projects such as the Geospatial Land Register and Development Application Management System, the implementation of Spatial Equity Norms and Standards, Nodal plans, and support to disaster management centres, among others. These projects will be scaled down. The cut in the outer year was to some extent mitigated by additional funds allocated to this programme against *Goods and services* in respect of an adjustment made to the outer year. The cut against *Transfers and subsidies to: Provinces and municipalities* in 2021/22 will affect the SDF support which is provided to municipalities to ensure that their SDFs are compliant with the provisions of SPLUMA. Lastly, the cut effected against *Software and other intangible assets* will affect the GIS software upgrade. This will be reviewed in-year and the software upgrade will be undertaken under Programme 1. The MTEF allocations provide for transfers to Agri-business Development Agency (ADA) for the construction of the KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer. The KwaXolo greenhouse tunnel vegetable production project will focus on production of various vegetables including tomatoes, cucumber and green peppers. The Bulwer farm produces tomatoes. The additional infrastructure will benefit the projects in terms of economies of scale and will result in more job creation for the communities. The MTEF allocations also provide for the maintenance, refurbishment, rehabilitation, and construction of CSCs and *Imizi Yezizwe*, such as the Xaba, Zulu, and



Hlomindleni CSCs, continuation of priority water service delivery interventions in terms of the Water Master Plan, completion of the drilling and equipping of boreholes project, completion of electricity projects in AbaQulusi, Jozini, eNdameni and uMvoti under the Massification programme, and the Small Town Rehabilitation project in Mpofana, among others. In addition, the department has embarked on a drive to place interns in all municipalities in line with their needs and based on their vacancy rate in positions such as engineering and human resources, among others. Over the MTEF, 500 interns will be deployed to various municipalities in the province. The interns will assist by capacitating municipalities to better respond to the challenges experienced by communities, hence providing effective service delivery and achieving the set local economic development mandate.

Programme 4 caters for the recognition and installation of *Amakhosi*, capacity building programmes for *Amakhosi* and the remuneration of *Izinduna*, etc. The decrease in the 2020/21 Adjusted Appropriation is mainly due to the budget cut of R35.829 million toward funding the provincial response to the Covid-19 pandemic, as well as funds moved to other programmes from savings realised against *Compensation of employees* as a result of internal delays in filling vacant posts due to the lockdown and lengthy internal recruitment processes. The MTEF allocations reflect a fluctuating trend mainly due to the budget cuts against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment and the vacancy budget, as explained. The cut against *Goods and services* is in respect of consultants' costs, as well as travel and subsistence. The department will limit travelling, among other cost-cutting measures, and will hold meetings and so forth virtually where possible. The 2021/22 budget provides for the filling of 10 critical vacant posts, such as Director: Provincial Secretariat, Assistant Director: Provincial House, Assistant Director: Provincial Secretariat, Assistant Director: Zululand, Assistant Director: Harry Gwala, among others. The department has indicated that it will not be filling 25 vacant posts under Programme 4 due to the budget cuts. These posts include Driver: Provincial House, Administration Officer: Amajuba, Deputy Director: Dispute Resolution and Conflict Management, among others.

*Compensation of employees* fluctuates from the 2020/21 Main Appropriation to 2022/23, and stays constant from 2022/23 to 2023/24. It caters for the filling of vacant posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. A budget cut of R51.240 million was effected in the 2020/21 Second Adjustments Estimate against *Compensation of employees*, as explained. This category shows a decline of 10.7 per cent from the 2020/21 Main Appropriation to 2021/22 and a slight increase of 2.3 per cent from 2021/22 to 2022/23, despite the budget cuts and despite reprioritisation from this category over the MTEF. However, there is an increase of 11.5 per cent from the 2020/21 Revised Estimate to 2021/22. The budget provides for the planned filling of 147 critical vacant posts, as mentioned, while 33 posts cannot be filled because of the budget cuts. Budget cuts of R120.321 million in 2021/22, R172.531 million in 2022/23, and R212.784 million in 2023/24 were effected against this category over the MTEF in respect of wage freeze and fiscal consolidation. In addition, amounts of R49.370 million in 2021/22 and R42.798 million in 2022/23, with carry-through, were reprioritised from this category. These budget cuts will result in some vacant posts not being filled, as explained at programme level. The department made provision for the filling of 147 critical vacant posts in 2021/22.

*Goods and services* fluctuates over the period. This category caters for projects such as Nodal Plans, implementation of Spatial Equity Norms and Standards, the SDF support, Geospatial Land Register and Development Application Management System programmes, among others. The decrease in the 2020/21 Adjusted Appropriation was due to the budget cut effected toward funding the provincial response to the Covid-19 pandemic. The department paid 2 866 *Izinduna* in December 2020, and the number fluctuates throughout the year due to deaths and resignations, etc. The department has budgeted to pay 3 463 *Izinduna* over the MTEF against this category, based on the number of *Izigodi*. This category also houses the budget for the EPWP Integrated Grant for Provinces. The MTEF budget was cut by R42.763 million in 2021/22 and R57.469 million in 2022/23, with carry-through. This includes the movement of funds amounting to R10.333 million, R10.850 million and R11.327 million, from 2021/22 to 2023/24, respectively, to Vote 6: Provincial Treasury in respect of the municipal interventions. The remaining budget cuts affect the general operations of the department, such as the appointment of legal advisors to intervene when disputes arise, the maintenance and repairs of office buildings, fuel costs for the departmental fleet, including water tankers, advertising costs, travel and subsistence, as well as the

procurement of stationery for all departmental officials, training of Municipal Councillors, community outreach programmes such as OSS and the CDW programmes, forensic investigations undertaken, as well as the appointment of municipal administrators. The cuts will also have a negative impact on projects such as the Geospatial Land Register and Development Application Management System, the implementation of Spatial Equity Norms and Standards, Nodal plans, and support to disaster management centres, among others, as explained. These projects will be scaled down, as explained. These cuts were to some extent mitigated by additional funds allocated to this category in respect of an adjustment made to the outer year, as well as for the district champion of OSS/DDM responsibilities over the 2021/22 MTEF.

*Interest and rent on land* caters for penalties and interest paid by the department. The 2020/21 Adjusted Appropriation reflects R1 000 in respect of interest charged on interest bearing accounts, such as Telkom for the adverts in the Trudon Yellow Pages, municipal accounts, etc. The accounts were not paid within 30 days because the invoices were received late due to the national lockdown. This accounts for the increase in the 2020/21 Revised Estimate to R3 000.

*Transfers and subsidies to: Provinces and municipalities* fluctuates over the period, mainly due to the spending patterns of municipalities, and caters for various projects under the Small Town Rehabilitation, Massification programmes, Operational Support for Thusong Service Centres (TSCs), the RASET programme, and the GIS Functionality, among others. In 2019/20, a transfer of R3 million was made to the uMhlosinga DDA in uMkhanyakude to operationalise the implementation of the RASET programme. The decrease in the 2020/21 Adjusted Appropriation and the Revised Estimate is due to the transfer in respect of the ward based plans, the Schemes Support programme and the SDF support projects not being made to the various municipalities due to reprioritisation undertaken in response to the Covid-19 pandemic, as well as non and/or slow spending by most municipalities that received funds due to the national lockdown, which slowed down the implementation of various projects by municipalities. The 2021/22 MTEF allocations cater for the payment of motor vehicle licences. The department has not made provision for transfers to municipalities at this stage, due to the MTEF budget cuts.

*Transfers and subsidies to: Departmental agencies and accounts* caters for various once-off projects. The amount in 2018/19 relates to funds transferred to the South African Local Government Association (SALGA) for support in respect of the KZN Climate Change seminar. The amount in 2019/20 caters for the R20 million funds transferred to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity. The MTEF allocations relate to transfers to ADA for the construction of KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained.

With regard to *Transfers and subsidies to: Public corporations and private enterprises*, the 2019/20 expenditure was mainly in respect of the transfer of R29 million to the uMhlathuze Water Board for the Skhemelele water supply project in uMkhanyakude Municipality as part of the accelerated water programme which provided for the construction of a water storage facility, a new water distribution network and a booster pump in uMkhanyakude. It should be noted that the funds could not be transferred directly to the municipality as there were no plans in place by the municipality to implement the accelerated water programme. The amount was once-off, hence there are no allocations over the MTEF.

*Transfers and subsidies to: Non-profit institutions* mainly relates to the traditional levies and trust account. The high amount in 2019/20 relates to the R47 million transferred to the IEC to undertake the TC elections in February 2020, before the decision was taken to postpone the elections. The TC elections are now expected to take place in 2022/23, as mentioned, and the department has budgeted to transfer funds to the IEC in that year. The amount in the 2020/21 Main Appropriation was in respect of the Tembe Trust Account and relates to the Umthayi Amarula event to celebrate the first fruits of the marula fruits, which are brewed into a traditional beer by all households within the Tembe Traditional Community, and this is presented to the *Inkosi* at his residence in the form of a colourful festival. The MTEF allocations are in this regard. The amount was cut in the 2020/21 Adjusted Appropriation in line with the budget cuts towards the provincial Covid-19 response.

*Transfers and subsidies to: Households* fluctuates over the period due to staff exit costs, as well as bursaries to external students. This category was cut by R1.500 million in both 2021/22 and 2022/23 and

this will limit the number of external bursaries awarded by the department. The department has indicated that it normally offers an average of 50 bursaries each year, however, this number is expected to reduce to 25 bursaries in 2021/22. This will be reviewed in-year.

*Buildings and other fixed structures* relates to the construction and rehabilitation of CSCs and *Imizi Yezizwe*. The substantial decrease in 2018/19 was due to shifts undertaken to *Transfers and subsidies to: Provinces and municipalities* for the provision of CSC Infrastructure Support in municipalities, Nodal Plans for municipalities and a Building Plans Information Management system. The increase in the 2020/21 Adjusted Appropriation was due to the additional allocation of R70 million relating to the drilling and equipping of boreholes, which is part of the accelerated water intervention programme, as explained. The MTEF allocations provide for the construction of CSCs and *Imizi Yezizwe*, such as the Xaba, Zulu, and Hlomodleni CSCs, continuation of priority water service delivery interventions in line with the Water Master Plan, completion of the drilling and equipping of boreholes project, completion of electricity projects in AbaQulusi, Jozini, eNdumeni and uMvoti under the Massification programme, as well as the Small Town Rehabilitation project in Mpofana, among others. The Massification and Small Town Rehabilitation projects commenced in 2019/20. A total number of 158 boreholes fitted with hand pumps and 93 production boreholes fitted with electrically driven pumps will be drilled and equipped at a total estimated cost of R152 million by May 2021, which is the estimated completion date. These projects explain the high amount in 2021/22.

*Machinery and equipment* fluctuates due to the filling of vacant posts and the related costs of the purchase and replacement of office furniture, computer equipment and vehicles. The substantial increase in 2018/19 and 2019/20 was mainly due to the purchase of yellow plant and equipment consisting of fire trucks, graders, TLBs, water tankers, waste trucks, excavators and rollers, among others, to maintain roads and improve infrastructure in municipalities as part of Operation Khawuleza. The department indicated that there would be no further yellow plant purchases in 2020/21 and over the MTEF and this accounts for the substantial decrease in the 2020/21 Main Appropriation and over the 2021/22 MTEF. The increase from the 2020/21 Main Appropriation to 2020/21 Adjusted Appropriation relates to payment of outstanding orders from 2019/20 in respect of the departmental server. The 2021/22 allocation caters for the procurement of the integrated disaster communication system, and mapping of disaster incidents data, among others, as well as the purchase and replacement of office furniture and computer equipment. The budget for 2022/23 was cut by R118 000 and this will affect the funding required for the procurement and upgrade of laptops and desktops for new and existing employees.

*Software and other intangible assets* caters for the maintenance and upgrade of existing software, such as the GIS software upgrade. The budget allocations for 2020/21 and for the 2021/22 MTEF were cut and this will affect the GIS software upgrade. However, this will be reviewed in-year, and the software upgrade will be undertaken under Programme 1.

*Payments for financial assets* in 2017/18 relates to the write-off of an Inter-Departmental Account (IDA) dating back to 2005, to the Eastern Cape Government in respect of the inter-provincial games. The amount took some time to be written off due to a dispute regarding the amount.

#### 8.4 Summary of conditional grant payments and estimates

Tables 11.6 and 11.7 summarise conditional grant payments and budgeted estimates over the seven-year period, by grant name and economic classification, respectively. Detailed information on the conditional grant is given in the *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*. Note that the historical figures in Tables 11.6 and 11.7 reflect actual expenditure per grant, and should not be compared to those figures reflected in Table 11.1, which represent the actual receipts for each grant.

**Table 11.6 : Summary of conditional grant payments and estimates by name**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
EPWP Integrated Grant for Provinces	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
Provincial Disaster Recovery grant	-	713	288	-	-	-	-	-	-
<b>Total</b>	<b>3 338</b>	<b>5 265</b>	<b>4 146</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	<b>-</b>	<b>-</b>

**Table 11.7 : Summary of conditional grants payments and estimates by economic classification**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>3 338</b>	<b>4 552</b>	<b>3 858</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	<b>713</b>	<b>288</b>	-	-	-	-	-	-
Buildings and other fixed structures	-	713	288	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3 338</b>	<b>5 265</b>	<b>4 146</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-

*EPWP Integrated Grant for Provinces:* Funds were allocated to Programme 3, against *Goods and services* in respect of this grant, and are utilised for the creation of EPWP job opportunities through the Food for Waste programme, which involves the most needy community members, who collect domestic waste from households and in public areas, and are compensated, accordingly. The grant is allocated annually, and is based on the previous year's performance, and hence no funds are allocated in the two outer years of the 2021/22 MTEF, at this stage. The department funded the initiative using both the EPWP Integrated Grant for Provinces and equitable share.

It is noted that, in 2020/21, the EPWP contracts were only allowed to resume work under level 1 of the national lockdown. However, the contracts expired during the other levels of the national lockdown and were not renewed prior to level 1. The department then received approval from the DPWI to use these funds for the EPWP learnership for 2020/21. The EPWP learnership relates to the Municipal In-Service Programme (MISP) which seeks to bridge the youth skills gap identified. The objective of the MISP is to create jobs and training opportunities for the unemployed youth across various sectors, to ensure participation of youth in community service delivery, and also to provide in-service training opportunity for youth in Technical and Vocational Education and Training (TVET) colleges to complete their qualifications. The 250 students will serve 18 months on-the-job training toward attainment of their qualifications. Therefore, the purpose of the funds changed in-year only for the 2020/21 allocation.

*Provincial Disaster Recovery grant:* Funds were allocated to Programme 3, and against *Buildings and other fixed structures* in 2018/19 and 2019/20 in respect of the refurbishment of seven CSCs and two houses for *Amakhosi* which were damaged by storms in October 2017. The department received R11.328 million in 2018/19 but, due to delays with the re-construction of the seven CSCs, only R713 000 was spent in 2018/19. As such, the department requested a roll-over of R10.615 million in this regard from 2018/19 to 2019/20, however only R675 000 was approved by National Treasury as the funds were not committed. The department then only spent R288 000 in 2019/20, and the balance was surrendered.

## 8.5 Summary of infrastructure payments and estimates

Table 11.8 summarises the infrastructure expenditure and estimates relating to the department. Further details of these are presented in the 2021/22 *Estimates of Capital Expenditure (ECE)*. The infrastructure expenditure reflects a fluctuating trend over the period, and the budget reduces over the MTEF.

The department was requested to report on the category *Infrastructure: Leases* for the first time in the 2020/21 MTEF and, as such, the department restated the figures from 2017/18 to 2019/20 to ensure comparability. Also, the department started reporting on *Infrastructure transfers* from 2019/20, with prior years restated. No *Infrastructure transfers* were made in 2020/21 due to the budget cuts effected against

*Transfers and subsidies to: Provinces and municipalities* toward the provincial response to the Covid-19 pandemic, nor were any *Infrastructure transfers* made to any other entities.

**Table 11.8 : Summary of infrastructure payments and estimates by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
<b>Existing infrastructure assets</b>	<b>22 302</b>	<b>3 634</b>	<b>288</b>	<b>27 200</b>	<b>12 513</b>	<b>13 417</b>	<b>26 000</b>	<b>20 750</b>	<b>20 150</b>
Maintenance and repair: Current	-	731	-	9 750	1 711	1 223	7 000	4 300	5 000
Upgrades and additions: Capital	-	2 071	-	-	-	-	-	-	-
Refurbishment and rehabilitation: Capital	22 302	832	288	17 450	10 802	12 194	19 000	16 450	15 150
<b>New infrastructure assets: Capital</b>	<b>34 296</b>	<b>3 843</b>	<b>11 167</b>	<b>13 000</b>	<b>95 506</b>	<b>94 114</b>	<b>77 000</b>	<b>13 900</b>	<b>13 000</b>
<b>Infrastructure transfers</b>	<b>64 700</b>	<b>115 651</b>	<b>270 620</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13 000</b>	<b>8 100</b>	<b>5 000</b>
Infrastructure transfers: Current	-	-	21 450	-	-	-	-	-	-
Infrastructure transfers: Capital	64 700	115 651	249 170	-	-	-	13 000	8 100	5 000
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	22 262	17 482	16 141	18 281	13 899	14 646	20 327	20 174	21 044
Non infrastructure <sup>1</sup>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>143 560</b>	<b>140 610</b>	<b>298 216</b>	<b>58 481</b>	<b>121 918</b>	<b>122 177</b>	<b>136 327</b>	<b>62 924</b>	<b>59 194</b>
Capital infrastructure	121 298	122 397	260 625	30 450	106 308	106 308	109 000	38 450	33 150
Current infrastructure	22 262	18 213	37 591	28 031	15 610	15 869	27 327	24 474	26 044

1. Non infrastructure is a stand-alone item, and is therefore excluded from Capital infrastructure and Current infrastructure, but it is included in the overall total

*Maintenance and repair: Current* caters for the maintenance of infrastructure including *Imizi Yezizwe*, CSCs and TC buildings. The 2020/21 Adjusted Appropriation and the Revised Estimate was reduced due to the budget cuts, as well as the national lockdown, which slowed down the continuation of planned projects, and caused delays with the maintenance and repairs of CSCs, Traditional Administrative Centres (TACs), *Imizi Yezizwe*, among others. The 2022/23 and 2023/24 budgets were cut by R2 million per annum, and this will impact on the planned maintenance and repairs projects such as maintenance of the uMzinyathi District office, the Natalia and Mayville offices, as well as the day-to-day maintenance at various other buildings, among others.

*Upgrades and additions: Capital* reflects once-off expenditure in respect of upgrade projects to various CSCs and TC buildings.

*Refurbishment and rehabilitation: Capital* caters for the refurbishment and renovation of existing CSCs. The fluctuations are in line with progress in renovating various CSCs. The low expenditure in 2018/19 was mainly in respect of the disaster relief funding relating to the flood disaster which occurred in the province on 10 October 2017. The department received R11.328 million in 2018/19 but, due to delays with the re-construction of the seven CSCs, only R713 000 was spent in 2018/19 and R288 000 was spent in 2019/20. The decrease in the 2020/21 Adjusted Appropriation and Revised Estimate is due to funds moved toward the provincial response to the Covid-19 pandemic, which resulted in the scaling down and postponement of the refurbishment of various CSCs and houses for *Amakhosi*, such as the Shiyabane and Madlebe CSCs. The budget over the MTEF caters for the rehabilitation and refurbishment of CSCs, such as the Nobamba, Umhlana and Mbila CSCs. The budget reduces over the MTEF, due to the scaling down of some projects, such as the Small Town Rehabilitation programme, as a result of the MTEF budget cuts.

*New infrastructure assets: Capital* is mainly for the construction of CSCs and *Imizi Yezizwe*. The category fluctuates due to the nature of the construction activities. The increase in the 2020/21 Adjusted Appropriation is due to the additional allocation of R70 million in respect of the drilling and equipping of boreholes, which is part of the accelerated water intervention programme. These funds were specifically and exclusively allocated for this and may thus not be used for any other purpose, as explained. The MTEF allocations are in line with the department's project list, and include provision for the completion of the Matimatole, Shiyabane and Madlebe CSCs, among others. The high amount in 2021/22 caters for the completion of the drilling and equipping of boreholes project, and CSCs and *Imizi Yezizwe* to be constructed during the MTEF, such as Zulu, Xaba, and Hlomodleni, among others.

With regard to the *Infrastructure transfers: Current*, the amount in 2019/20 relates to the correction of reporting on all capital and current transfers to municipalities as these transfers were only reported on from 2019/20.

*Infrastructure transfers: Capital* caters for transfers to various municipalities for infrastructure projects such as the construction of TSCs and CSCs, and Small Town Rehabilitation programmes, among others. The increase in 2019/20 was in respect of a transfer to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity, as mentioned. Also, various transfers were made to municipalities to implement developmental projects under the Small Town Rehabilitation, Massification and the Rural LED programmes, as well as construction of the Mvozane CSC in the Maphumulo Municipality. There are no transfers to municipalities in 2020/21 and over the 2021/22 MTEF due to the budget cuts. The MTEF allocations provide for the transfers to ADA for the construction of the KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained.

*Infrastructure: Leases* caters for the buildings leased by the department. The reduction in the 2020/21 Adjusted Appropriation and Revised Estimate is due to operating leases resulting from maintenance of some departmental properties that was not undertaken during the initial stages of the national lockdown. The allocations over the MTEF provide for building leases such as Southern Life Plaza, uMzinyathi District office, Amajuba District office, among others.

## 8.6 Summary of Public Private Partnerships – Nil

## 8.7 Transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

Table 11.9 shows transfers made by the department to public entities that are listed in terms of Schedule 3 of the PFMA, as well as other entities. The public entity ADA does not fall under the auspices of the department, but was merely used as an implementing agent.

**Table 11.9 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PMFA) and other entities**

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Transfers to public entities</b>		-	-	-	-	-	-	<b>13 000</b>	<b>8 100</b>	<b>5 000</b>
ADA	4.2: Trad. Resource Admin.	-	-	-	-	-	-	13 000	8 100	5 000
<b>Transfers to other entities</b>		-	<b>60</b>	<b>99 000</b>	-	-	-	-	-	-
SALGA	3.4: Municipal Infra.	-	60	-	-	-	-	-	-	-
uMhlathuze Water Board	3.4: Municipal Infra.	-	-	29 000	-	-	-	-	-	-
MISA	3.4: Municipal Infra.	-	-	20 000	-	-	-	-	-	-
uMhlosinga DDA	3.4: Municipal Infra.	-	-	3 000	-	-	-	-	-	-
IEC	4.2: Trad. Resource Admin.	-	-	47 000	-	-	-	-	-	-
<b>Total</b>		-	<b>60</b>	<b>99 000</b>	-	-	-	<b>13 000</b>	<b>8 100</b>	<b>5 000</b>

Over the 2021/22 MTEF, the department has budgeted to transfer R13 million, R8.100 million and R5 million to ADA for the construction of KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained. This project is an initiative of *Amakhosi*, and ADA confirmed that it has sufficient capacity to undertake and complete the project over the MTEF. The budget for this transfer is against *Transfers and subsidies to: Departmental agencies and accounts* under Programme 3.

The once-off transfer of R60 000 to SALGA in 2018/19 was in respect of the KZN Climate Change seminar.

The amount in 2019/20 against the uMhlathuze Water Board was in respect of the accelerated water programme in uMkhanyakude which was undertaken by the uMhlathuze Water Board, as explained. The programme was funded by a shift undertaken within Programme 3 from *Goods and services* to *Transfers and subsidies to: Public corporations and private enterprises*.

In 2019/20, a once-off amount of R20 million was transferred to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity.

In 2019/20, an amount of R3 million was transferred to the uMhlosinga DDA in the uMkhanyakude District Municipality to operationalise the implementation of the RASET programme, as explained.

The once-off amount of R47 million against the IEC in 2019/20 was in respect of TC elections which were expected to take place in February 2020, as explained. The TC elections are now expected to take place in 2022/23. Provision for the 2022/23 TC elections has been made under *Goods and services* for now, and when the IEC has confirmed that it will be able to assist the department to undertake the elections, a shift will be undertaken to *Transfers and subsidies to: Non-profit institutions*.

## 8.8 Transfers to local government

Table 11.10 details the transfers to local government, summarised according to categories A, B and C. Table 11.11 provides the departmental transfers to local government by grant name. Detailed information on the departmental transfers to local government by transfer/grant type, category and municipality is given in *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*. Transfers to local government exclude funds in respect of motor vehicle licences and the uMhlosinga DDA. These funds will not be transferred to any municipality, hence the amounts are not reflected in Tables 11.10 and 11.11.

**Table 11.10 : Summary of departmental transfers to local government by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Category A	-	1 000	-	-	-	-	-	-	-
Category B	78 300	102 151	140 625	7 150	-	-	-	-	-
Category C	14 550	46 950	77 995	7 000	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>92 850</b>	<b>150 101</b>	<b>218 620</b>	<b>14 150</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Table 11.11 : Summary of departmental transfers to local government by grant name**

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Shared Legal Services	2.1: Mun. Admin.	-	2 000	-	-	-	-	-	-	-
Indigent Register	2.2: Mun. Finance	-	3 000	-	-	-	-	-	-	-
Integrated Youth Dev. Summit	2.3: Public Participation	-	1 000	-	-	-	-	-	-	-
Ward Based Plans	2.5: Municipal Performance	-	-	-	2 650	-	-	-	-	-
Dev. Planning and Shared Serv	2.5: Mun. Perf. Mon., Rep. & Eval.	1 250	2 650	4 350	-	-	-	-	-	-
Schemes Support programme	3.1: Spatial Planning	7 000	4 500	6 050	1 500	-	-	-	-	-
Spatial Dev. Framework Support	3.1: Spatial Planning	1 200	5 000	4 450	10 000	-	-	-	-	-
GIS Precinct Support	3.1: Spatial Planning	1 000	-	-	-	-	-	-	-	-
Nodal Plans	3.1: Spatial Planning	-	5 000	-	-	-	-	-	-	-
Building Plans Info. Mgt System	3.1: Spatial Planning	-	2 000	2 500	-	-	-	-	-	-
Geospatial Database Development	3.1: Spatial Planning	-	800	1 500	-	-	-	-	-	-
GIS Functionality	3.1: Spatial Planning	-	500	2 600	-	-	-	-	-	-
Corridor Development programme	3.3: LED	13 450	13 200	5 000	-	-	-	-	-	-
Small Town Rehabilitation programme	3.3: LED	17 750	24 400	66 500	-	-	-	-	-	-
Construction of TSCs and CSCs	3.3: LED	7 500	5 000	17 000	-	-	-	-	-	-
Operational Support for TSCs	3.3: LED	-	2 050	-	-	-	-	-	-	-
Nelson Mandela Exhibition Centre	3.3: LED	-	5 201	-	-	-	-	-	-	-
District Growth and Dev. Summit	3.3: LED	2 700	-	-	-	-	-	-	-	-
RASET	3.3: LED	9 000	8 000	-	-	-	-	-	-	-
Massification prog (incl. elec. projects)	3.4: Mun. Infra.	26 000	62 800	86 670	-	-	-	-	-	-
Disaster Management programme	3.5: Disaster Mgt.	6 000	3 000	22 000	-	-	-	-	-	-
<b>Total</b>		<b>92 850</b>	<b>150 101</b>	<b>218 620</b>	<b>14 150</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The fluctuation in the amounts against transfers to local government is attributed to the spending patterns of municipalities, and caters mainly for projects under the Massification and the Small Town Rehabilitation programmes. In the 2020/21 Adjusted Appropriation, the *Transfers and subsidies to: Provinces and municipalities* budget relating to ward based plans, Schemes Support programme and the SDF support projects was cut to fund the provincial response to the Covid-19 pandemic. There are no MTEF allocations at this stage, because of the budget cuts.

## 8.9 Transfers and subsidies

Table 11.12 gives a summary of *transfers and subsidies* expenditure and estimates at an item level for each programme of the department. Details are provided in the paragraphs before and after the table.

*Transfers and subsidies* fluctuates over the period due to various projects undertaken at different times. The paragraphs below provide more detail per category:

Table 11.12 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
<b>1. Administration</b>	<b>10 669</b>	<b>10 381</b>	<b>9 960</b>	<b>9 208</b>	<b>7 821</b>	<b>7 821</b>	<b>9 325</b>	<b>9 727</b>	<b>10 232</b>
Provinces and municipalities	450	511	1 199	554	554	554	570	599	626
Motor vehicle licences	450	511	1 199	554	554	554	570	599	626
Households	10 219	9 870	8 761	8 654	7 267	7 267	8 755	9 128	9 606
Staff exit costs	4 308	3 846	4 011	2 629	4 243	4 830	4 042	4 054	4 236
Bursaries and claims against the state	5 911	6 024	4 750	6 025	3 024	2 437	4 713	5 074	5 370
<b>2. Local Governance</b>	<b>1 716</b>	<b>9 162</b>	<b>6 711</b>	<b>2 825</b>	<b>825</b>	<b>835</b>	<b>150</b>	<b>180</b>	<b>200</b>
Provinces and municipalities	1 250	8 650	4 350	2 650	-	-	-	-	-
Dev. Planning and Shared Services	1 250	2 650	4 350	-	-	-	-	-	-
Indigent Register	-	3 000	-	-	-	-	-	-	-
Shared Legal Services	-	2 000	-	-	-	-	-	-	-
Ward Based Plans	-	-	-	2 650	-	-	-	-	-
Youth Development Summit	-	1 000	-	-	-	-	-	-	-
Households	466	512	2 361	175	825	835	150	180	200
Staff exit costs	436	512	2 361	175	825	835	150	180	200
Claims against the state	30	-	-	-	-	-	-	-	-
<b>3. Development and Planning</b>	<b>94 603</b>	<b>143 632</b>	<b>267 416</b>	<b>11 550</b>	<b>764</b>	<b>702</b>	<b>13 100</b>	<b>8 200</b>	<b>5 105</b>
Provinces and municipalities	91 600	141 451	217 270	11 500	-	-	-	-	-
Building Plan Information Man System	-	2 000	2 500	-	-	-	-	-	-
Construction of TSCs and CSCs	7 500	5 000	17 000	-	-	-	-	-	-
Corridor Development programme	13 450	13 200	5 000	-	-	-	-	-	-
Disaster Management programme	6 000	3 000	22 000	-	-	-	-	-	-
District Growth and Development Summit	2 700	-	-	-	-	-	-	-	-
Geospatial Database Development	-	800	1 500	-	-	-	-	-	-
GIS Functionality	-	500	2 600	-	-	-	-	-	-
GIS Precinct Support	1 000	-	-	-	-	-	-	-	-
Nelson Mandela Exhibition Centre	-	5 201	-	-	-	-	-	-	-
Massification prog (incl. elec. projects)	26 000	62 800	86 670	-	-	-	-	-	-
Nodal Plans	-	5 000	-	-	-	-	-	-	-
Operational Support for TSCs	-	2 050	-	-	-	-	-	-	-
RASET	9 000	8 000	-	-	-	-	-	-	-
Schemes Support programme	7 000	4 500	6 050	1 500	-	-	-	-	-
Small Town Rehabilitation programme	17 750	24 400	66 500	-	-	-	-	-	-
Spatial Dev. Framework Support	1 200	5 000	4 450	10 000	-	-	-	-	-
uMhlosinga DDA	-	-	3 000	-	-	-	-	-	-
Departmental agencies and accounts	-	60	20 000	-	-	-	13 000	8 100	5 000
ADA	-	-	-	-	-	-	13 000	8 100	5 000
SALGA	-	60	-	-	-	-	-	-	-
MISA	-	-	20 000	-	-	-	-	-	-
Public corporations and private enterprises	-	-	29 000	-	-	-	-	-	-
uMhlathuze Water Board	-	-	29 000	-	-	-	-	-	-
Non-profit institutions	2 650	1 055	-	-	-	-	-	-	-
COEGA / Traditional levies and trust account	2 650	1 055	-	-	-	-	-	-	-
Households	353	1 066	1 146	50	764	702	100	100	105
Staff exit costs	353	1 066	1 146	50	764	702	100	100	105
<b>4. Traditional Institutional Management</b>	<b>32 788</b>	<b>24 100</b>	<b>85 349</b>	<b>1 300</b>	<b>771</b>	<b>1 237</b>	<b>750</b>	<b>825</b>	<b>836</b>
Non-profit institutions	29 676	23 313	84 343	200	-	-	200	200	209
Traditional levies and trust account	29 676	23 063	84 343	-	-	-	-	-	-
Tembe Trust Account	-	250	-	100	-	-	200	200	209
Households	3 112	787	1 006	1 100	771	1 237	550	625	627
Staff exit costs	3 112	787	1 006	1 100	771	1 237	550	625	627
<b>Total</b>	<b>139 776</b>	<b>187 275</b>	<b>369 436</b>	<b>24 883</b>	<b>10 181</b>	<b>10 595</b>	<b>23 325</b>	<b>18 932</b>	<b>16 373</b>

- *Transfers and subsidies* under Programme 1 fluctuates over the seven-year period due to the following:
  - *Provinces and municipalities* relates to the payment of motor vehicle licences.
  - *Households* caters for the payment of staff exit costs, external bursaries, as well as claims against the state. The category also includes the uMsekeli Municipal Support Services pensioners' medical aid obligation.
- *Transfers and subsidies* under Programme 2 fluctuates over the seven-year period due to the following:
  - *Provinces and municipalities* in the 2020/21 Main Appropriation is in respect of ward based plans which aim at accelerating service delivery through community interventions and participation in all 54 municipalities. Ward based plans are a form of participatory plans that are designed to promote community participation through strengthening and supporting community structures, such as ward committees. The main aim of ward based plans is to develop comprehensive and well managed plans that all stakeholders can utilise to guide local community development initiatives and ensure that such initiatives are aligned with the municipal IDPs. This budget of R2.650 million was cut



in-year due to reprioritisation undertaken in response to the Covid-19 pandemic. This was also due to non and/or slow spending by most municipalities that received funds and the national lockdown, which slowed down the implementation of projects by municipalities, as explained.

- *Households* caters mainly for staff exit costs, as well as claims against the state.
- *Transfers and subsidies* under Programme 3 shows significant fluctuations due to the following:
  - *Provinces and municipalities* represents municipal projects under the Small Town Rehabilitation, Massification and Schemes Support programmes, SDF support, etc. The category fluctuates in line with various projects. The increase in 2019/20 was due to shifts undertaken under the Massification programme for transfers to the Ugu, uThukela, uMzinyathi and Amajuba District Municipalities in respect of the accelerated water intervention programme and provides for the construction of reservoirs and the extension of reticulation networks within these municipalities. Also in 2019/20, an amount of R3 million was allocated to the uMhlosinga DDA in the uMkhanyakude District Municipality to operationalise the implementation of the RASET programme, as explained. The 2020/21 Main Appropriation makes provision for the Schemes Support programme and SDF support. This budget was cut due to reprioritisation undertaken in response to the pandemic, as well as non- and/or slow spending by a number of municipalities, as explained. The 2021/22 MTEF has no allocations at this stage, due to the budget cuts.
  - *Departmental agencies and accounts* relates to the transfer of R60 000 in 2018/19 against SALGA in respect of the KZN Climate Change seminar, as mentioned. In 2019/20, the department transferred R20 million to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity.
  - *Public corporations and private enterprises* relates to a once-off transfer to the uMhlathuze Water Board in 2019/20 for the implementation of the accelerated water project which provides for the construction of a water storage facility, new water distribution network and a booster pump in uMkhanyakude, as explained. The MTEF allocations provide for transfers to ADA for the construction of the KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained.
  - *Non-profit institutions* relates to transfers to COEGA for the purchase and installation of solar panels and generators at TACs and *Imizi Yezizwe* in the previous years, as well as the traditional levies and trust account, as explained.
  - *Households* caters for the payment of staff exit costs.
- *Transfers and subsidies* under Programme 4 are as follows:
  - *Non-profit institutions* relates to transfers in respect of the traditional levies and trust account that was moved from the various economic categories within Programme 4. The 2019/20 amount includes the R47 million transferred to the IEC, as explained. There is no amount in 2020/21 and over the MTEF as the amount for traditional levies and trust account is only determined at the end of the year, when expenditure has been incurred. The amounts against the Tembe Trust Account are in respect of donations to support the Umthayi Amarula Festival, as explained. Provision for the 2022/23 TC elections has been made under *Goods and services* for now, until the IEC confirms that it will be able to assist the department to undertake the elections, as indicated earlier.
  - *Households* caters for staff exit costs.

## 9. Programme description

The services rendered by the department are categorised under four programmes. The department received approval from National Treasury in June 2018 to deviate slightly from the uniform budget and programme structure for the sector, and the deviation is as follows:

- The sub-programme: Rural Development Facilitation from Programme 4 was incorporated into Programme 3.

- The sub-programme: Traditional Land Administration was shifted within Programme 4 and was incorporated into the sub-programme: Traditional Resource Administration.
- The sub-programme: IDP Co-ordination was shifted within Programme 2 and was incorporated to the sub-programme Municipal Performance, Reporting and Evaluation.

The payments and estimates for each programme are summarised in terms of economic classification. Details are given in the *Annexure – Vote 11: Co-operative Governance and Traditional Affairs*.

## 9.1 Programme 1: Administration

This programme comprises all support services within the department, the Office of the MEC and all special projects. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.13 and 11.14 illustrate a summary of payments and estimates for the financial years 2017/18 to 2023/24 relating to Programme 1.

As explained, portion of the department's budget cuts were effected under Programme 1 under all sub-programmes. In this regard, Programme 1 was reduced by R54.882 million and R90.676 million in 2021/22 and 2022/23, respectively, with carry-through, as explained.

**Table 11.13 : Summary of payments and estimates by sub-programme: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Office of the MEC	20 007	18 986	18 602	20 078	13 239	13 239	15 975	17 006	16 840
2. Corporate Services	354 650	364 716	402 376	424 098	346 638	346 638	404 977	372 575	382 352
<b>Total</b>	<b>374 657</b>	<b>383 702</b>	<b>420 978</b>	<b>444 176</b>	<b>359 877</b>	<b>359 877</b>	<b>420 952</b>	<b>389 581</b>	<b>399 192</b>

**Table 11.14 : Summary of payments and estimates by economic classification: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>353 890</b>	<b>363 781</b>	<b>382 574</b>	<b>427 574</b>	<b>318 584</b>	<b>318 126</b>	<b>406 562</b>	<b>372 984</b>	<b>381 781</b>
Compensation of employees	174 299	177 022	182 303	224 367	171 796	171 636	181 419	188 678	188 678
Goods and services	179 591	186 690	200 186	203 207	146 787	146 487	225 143	184 306	193 103
Interest and rent on land	-	69	85	-	1	3	-	-	-
<b>Transfers and subsidies to:</b>	<b>10 669</b>	<b>10 381</b>	<b>9 960</b>	<b>9 208</b>	<b>7 821</b>	<b>7 821</b>	<b>9 325</b>	<b>9 727</b>	<b>10 232</b>
Provinces and municipalities	450	511	1 199	554	554	554	570	599	626
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	10 219	9 870	8 761	8 654	7 267	7 267	8 755	9 128	9 606
<b>Payments for capital assets</b>	<b>8 450</b>	<b>9 540</b>	<b>28 444</b>	<b>7 394</b>	<b>33 472</b>	<b>33 930</b>	<b>5 065</b>	<b>6 870</b>	<b>7 179</b>
Buildings and other fixed structures	-	-	148	-	-	-	-	-	-
Machinery and equipment	8 363	9 540	28 296	7 394	33 472	33 930	5 065	6 870	7 179
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	87	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>1 648</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>374 657</b>	<b>383 702</b>	<b>420 978</b>	<b>444 176</b>	<b>359 877</b>	<b>359 877</b>	<b>420 952</b>	<b>389 581</b>	<b>399 192</b>

The sub-programme: Office of the MEC reflects a fluctuating trend in line with projects undertaken and the filling of critical vacant posts. The sub-programme provides for the printing of the departmental APP, budget speech, Section 131 of the MFMA report, annual report, OSS initiatives, as well as filling of critical vacant posts. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF allocations also fluctuate and are affected by the budget cuts of R5.814 million in 2021/22 and R9.032 million in 2022/23, with carry-through. These budget cuts are in respect of the provision made for the cost-of-living adjustment, and do not affect the filling of vacant posts.

The sub-programme: Corporate Services provides for the department's ICT system, maintenance of departmental buildings, financial management, and auxiliary services, among others. The reduction in the

2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to Covid-19. The allocations over the 2021/22 MTEF fluctuate and they provide for the upgrade and maintenance of various departmental buildings such as Natalia, Mayville, Westville and Wadley House, the implementation of anti-fraud and corruption strategies and service delivery improvement plans, among others. The MTEF allocations of the sub-programme were affected by budget cuts of R49.068 million in 2021/22, R81.644 million in 2022/23, with carry-through. As a result, the general operations of the department, such as maintenance and repairs of office buildings and the fuel costs for the departmental fleet, among others, will be negatively affected, and new external bursaries will be limited, as explained. Furthermore, in 2021/22, R8.138 million was moved to Programme 1 mainly against *Goods and services* mainly to cater for the Microsoft migration project, while in 2022/23, R11.015 million was reprioritised from Programme 1 mainly against *Compensation of employees* and these funds were moved to Programmes 2 and 4 to cater for projects such as the financial experts clean audit programme and TC elections, among others.

*Compensation of employees* fluctuates over the period, and provides for the filling of vacant posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. The 2020/21 Adjusted Appropriation was cut by R51.240 million in the 2020/21 Second Adjustments Estimate against *Compensation of employees*, as explained. The budget cuts of R44.029 million in 2021/22 and R66.366 million in 2022/23 were effected against this category under both sub-programmes in respect of the provision made for the cost-of-living adjustment, as explained. *Compensation of employees* shows a reduction of 19.1 per cent from 2020/21 Main Appropriation to 2021/22, growth of 4 per cent in 2022/23 and stays constant from 2022/23 to 2023/24. However, there is an increase of 5.7 per cent from the 2020/21 Revised Estimate to 2021/22. The department plans to fill 69 critical vacant posts in 2021/22. However, this does not appear realistic as a result of lengthy recruitment processes and the ongoing national lockdown restrictions, therefore it is unlikely that all 69 posts will be filled in one year. As such, the department will review this in-year and reprioritise where necessary to service delivery programmes in the Adjustments Estimate.

*Goods and services* fluctuates over the period and mainly relates to various projects undertaken, such as the improvement in the ICT system, maintenance and repair of departmental buildings, and SITA running costs, among others. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The fluctuations over the MTEF are partly due to the effected budget cuts of R9.353 million in 2021/22 and R22.810 million in 2022/23, with carry-through, against items such as general operations of the department, maintenance and repairs of office buildings, fuel costs for the departmental fleet, etc. as explained. The MTEF budget provides for implementation of various maintenance and repairs projects, advertising costs and the running costs for the departmental fleet, the Microsoft migration project, as well as inflationary increments, among others.

*Interest and rent on land* spending in 2018/19 is in respect of penalties and interest paid by the department to the South African Revenue Services (SARS) for amendments requested in respect of previous tax years. The amount in 2019/20 was in respect of interest on overdue and outstanding electricity accounts for the Msunduzi Municipality and the eThekweni Metro. The department indicated that the interest paid to these municipalities was due to the municipalities not updating their records timeously, hence, interest accrued on the department's accounts. The 2020/21 Adjusted Appropriation reflects R1 000 which was moved to *Interest and rent on land* in respect of interest charged on interest bearing accounts, such as Telkom for the adverts in the Trudon Yellow Pages, municipal accounts, etc. The accounts were not paid within 30 days because the invoices were received late due to the national lockdown. This accounts for the increase in the 2020/21 Revised Estimate to R3 000.

*Transfers and subsidies to: Provinces and municipalities* relates to the payment of motor vehicle licences.

*Transfers and subsidies to: Households* provides for staff exit costs, external bursaries, claims against the state, and the uMsekeli Municipal Support Services pensioners' medical aid obligation, as explained. The department effected budget cuts of R1.500 million in both 2021/22 and 2022/23 and this will limit the number of external bursaries awarded by the department to approximately 25 in 2021/22 and over the MTEF, as explained. This will be reviewed in-year.

The once-off amount against *Buildings and other fixed structures* in 2019/20 is in respect of the construction of a guard house at the uThukela district office.

*Machinery and equipment* provides for the purchase of new and replacement vehicles and computer equipment. The increase in 2019/20 was due to the roll-over in respect of Operation Khawuleza, as well as upgrades to security equipment at the department's Ulundi offices. The increase in the 2020/21 Adjusted Appropriation and Revised Estimate is to cater mainly for the payment of outstanding orders from 2019/20 in respect of the departmental server. The MTEF allocations provide for the purchase of new and replacement vehicles, furniture and equipment for new appointments.

*Software and other intangible assets* relates to the purchase of computer software packages. No provision is made over the MTEF as the department is not anticipating any software purchases, at this stage.

*Payments for financial assets* in 2017/18 relates to the write-off of debt dating back to 2005, to the Eastern Cape Government in respect of the inter-provincial games, as explained.

## 9.2 Programme 2: Local Governance

The purpose of the programme is to co-ordinate, support, promote and enhance governance, administration and public participation in local government. This programme conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector. Tables 11.15 and 11.16 illustrate a summary of payments and estimates for 2017/18 to 2023/24 relating to Programme 2.

As explained, the department effected budget cuts against Programme 2 under all sub-programmes except for the sub-programme: Municipal Finance. In this regard, Programme 2 shows an overall reduction of R58.888 million in 2021/22, and R80.998 million in 2022/23, with carry-through, as explained. These cuts were to some extent mitigated by additional funds allocated to this programme against *Goods and services* in respect of the district champion of OSS/DDM responsibilities over the 2021/22 MTEF.

**Table 11.15 : Summary of payments and estimates by sub-programme: Local Governance**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Municipal Administration	31 731	47 052	71 578	70 896	55 048	52 098	63 757	63 768	64 677
2. Municipal Finance	24 635	19 845	18 066	25 785	38 614	41 515	37 749	25 710	26 049
3. Public Participation	158 780	183 830	191 593	201 800	164 698	164 698	186 893	191 470	192 207
4. Capacity Development	7 548	11 092	11 183	19 954	10 355	10 404	17 358	15 197	15 123
5. Municipal Performance, Reporting & Evaluation	20 687	23 135	25 009	49 662	25 775	25 775	39 566	41 987	43 875
<b>Total</b>	<b>243 381</b>	<b>284 954</b>	<b>317 429</b>	<b>368 097</b>	<b>294 490</b>	<b>294 490</b>	<b>345 323</b>	<b>338 132</b>	<b>341 931</b>

**Table 11.16 : Summary of payments and estimates by economic classification: Local Governance**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>241 039</b>	<b>265 613</b>	<b>309 917</b>	<b>363 786</b>	<b>292 593</b>	<b>292 579</b>	<b>343 173</b>	<b>337 655</b>	<b>340 901</b>
Compensation of employees	208 441	215 801	244 720	290 724	239 589	239 358	258 868	260 868	260 868
Goods and services	32 598	49 812	65 197	73 062	53 004	53 221	84 305	76 787	80 033
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 716</b>	<b>9 162</b>	<b>6 711</b>	<b>2 825</b>	<b>825</b>	<b>835</b>	<b>150</b>	<b>180</b>	<b>200</b>
Provinces and municipalities	1 250	8 650	4 350	2 650	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	466	512	2 361	175	825	835	150	180	200
<b>Payments for capital assets</b>	<b>626</b>	<b>10 179</b>	<b>801</b>	<b>1 486</b>	<b>1 072</b>	<b>1 076</b>	<b>2 000</b>	<b>297</b>	<b>830</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	626	10 179	801	1 486	1 072	1 076	2 000	297	830
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>243 381</b>	<b>284 954</b>	<b>317 429</b>	<b>368 097</b>	<b>294 490</b>	<b>294 490</b>	<b>345 323</b>	<b>338 132</b>	<b>341 931</b>

The sub-programme: Municipal Administration provides oversight and functionality of IGR structures (such as MINMEC, MUNIMEC, Municipal IGR fora, etc.), enforcement of legislation and policy in local government, as well as the implementation of integrity management programmes in municipalities. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The growth over the MTEF, to some extent, is affected by the budget cuts of R17.222 million in 2021/22 and R20.927 million in 2022/23, with carry-through, mainly against *Compensation of employees* and *Goods and services*. The cuts were mainly effected against items such as consultants' costs and travel and subsistence due to restrictions on travelling and large gatherings, and the department will hold meetings and so forth virtually where possible. Funds amounting to R10.333 million, R10.850 million and R11.327 million, from 2021/22 to 2023/24, respectively, in respect of the municipal interventions were moved to Vote 6: Provincial Treasury, as explained. Funds of R17.479 million in 2021/22 and R11.177 million in 2022/23 were moved to this sub-programme during the reprioritisation process to cater for projects such as the powers and functions project, and this completely offset the budget cut in 2021/22 only, as explained. The powers and function project will provide clarity to municipalities regarding engagements with Provincial and National Treasuries around the formulae used for the equitable share and other grant transfers.

The sub-programme: Municipal Finance includes the financial experts' clean audit programme and special intervention projects, such as financial interventions in affected municipalities, etc. Also, the sub-programme assists with attending to irregular and wasteful expenditure and audit outcomes of the municipalities. The increase in the 2020/21 Adjusted Appropriation and Revised Estimate is due to virements undertaken by the department to this sub-programme mainly to cater for financial experts appointed to assist municipalities to achieve clean audits, among others. The MTEF caters for municipal projects such as the development and maintenance of Indigent Registers for municipalities, used for keeping record of all households that qualify for free basic services, planned filling of critical vacant posts, as well as inflationary increments. This sub-programme was cut by R1.567 million in 2021/22 and R2.241 million in 2022/23, with carry-through, over the MTEF. Also, an amount of R11.124 million was moved to this sub-programme in 2021/22 in respect of the financial experts' clean audit programme, among others, and R1.046 million in 2022/23 was reprioritised to other sub-programmes, as explained.

The sub-programme: Public Participation provides for cell phone contracts, travel and subsistence and furniture for CDWs, in order to improve their work and reporting. The sub-programme also provides for the deployment of skilled professionals and administrators in municipalities, as well as the provision of support to OSS in addressing service delivery needs of the communities, particularly communities in remote and rural areas, among others. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF budget has increased when compared to the 2020/21 Revised Estimate. The MTEF provides for various community outreach programmes and public participation projects in municipalities. These projects involve *Izimbizo* and community dialogues with ward committees as part of the Back to Basics (B2B) campaigns. The lower than inflationary growth over the 2021/22 MTEF is due to the budget cuts effected against this sub-programme of R25.539 million in 2021/22 and R31.056 million in 2022/23, with carry-through, as well as funds reprioritised from this sub-programme of R5.034 million in 2021/22 and R1.674 million in 2022/23. These budget reductions have an impact on the community outreach programmes such as OSS and the CDW programmes, as explained. These programmes will be scaled down. These cuts were to some extent mitigated by additional funds of R2 million in each year allocated to this sub-programme against *Goods and services* in respect of the district champion of OSS/DDM responsibilities over the 2021/22 MTEF.

The main function of the sub-programme: Capacity Development is to ensure the development and implementation of a comprehensive capacity building strategy for local government and traditional institutions. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF allocations cater for accredited councillor training, capacity building (skills audit), LED capacity building and women councillor training in areas of need, such as financial and project management. The amounts over the MTEF fluctuate and, to some extent, are affected by the budget cuts. In this regard, budget cuts of R3.153 million in 2021/22 and R4.992 million in 2022/23, with carry-through, were effected. These budget cuts were slightly offset by

the reprioritisation made to this sub-programme of R2.459 million in 2021/22 and R50 000 in 2022/23. The budget reductions will affect the training of Municipal Councillors, among others.

The sub-programme: Municipal Performance Monitoring, Reporting and Evaluation relates to strategic planning support to municipalities, with a focus on development planning, capacity building and the review and development of IDPs in various municipalities. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF allocations are to support municipalities to improve their standards of service delivery and governance through the improvement of PMS in municipalities, municipal service awards, travel and subsistence costs, as well as inflationary increments. The lower than inflationary growth over the MTEF is due to the budget cuts of R11.407 million in 2021/22 and R21.782 million in 2022/23, with carry-through, that were effected against this sub-programme. Amounts of R3.455 million in 2021/22 and R3.149 million in 2022/23 were also reprioritised to other sub-programmes. These cuts will mainly affect events under this sub-programme, such as the municipal awards, which will no longer take place.

*Compensation of employees* reflects an increasing trend over the period due to the employment of CDWs to undertake community development work in all districts, and the filling of 38 vacant posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. The department plans to maintain the number of CDWs at 404, which is the number of CDWs employed since 2019/20. The decrease in the 2020/21 Adjusted Appropriation was due to the reprioritisation in response to the Covid-19 pandemic which affected the filling of 30 vacant posts, as explained. The allocations over the MTEF cater for the filling of 38 critical vacant posts. The posts include Assistant Director: Legal, Assistant Director: Oversight, Deputy Director: Municipal Governance, Internal Controllers: Investigations, Project Manager: Investigations, Admin Officer: Synergistic Partnerships, among others. The budget cuts of R32.456 million in 2021/22 and R54.723 million in 2022/23, with carry-through, were effected against this category in respect of the provision made for the cost-of-living adjustment, as explained. *Compensation of employees* shows a reduction of 11 per cent in 2021/22, a slightly low growth of 0.8 per cent in 2022/23, and the budget remains constant from 2022/23 to 2023/24. However, there is an increase of 8.1 per cent from the 2020/21 Revised Estimate to 2021/22.

*Goods and services* provides for cell phone contracts, laptops, travel and subsistence and furniture, etc., for the CDWs, and for the deployment of additional skilled professionals and administrators in municipalities. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF budget was cut by R23.432 million in 2021/22 and R23.157 million in 2022/23, against the training of Municipal Councillors, community outreach programmes such as OSS and the CDW programmes, forensic investigations undertaken, as well as the appointment of municipal administrators, among others. These budget reductions also include the movement of the municipal interventions funds of R10.333 million, R10.850 million and R11.327 million, from 2021/22 to 2023/24, respectively, to Vote 6: Provincial Treasury. These cuts were to some extent mitigated by additional funds of R2 million in each year allocated against this category in respect of the district champion of OSS/DDM responsibilities over the 2021/22 MTEF. The MTEF allocations provide for the clean audit programme the training of Municipal Councillors, community outreach programmes, forensic investigations undertaken, powers and functions project, as well as the appointment of municipal administrators, among others. The increase in 2021/22 is explained mainly by the funds which were reprioritised to this category in 2021/22 to cater for items such as the payment of the balance owing for the financial experts' clean audit programme, among others.

The *Transfers and subsidies to: Provinces and municipalities* budget was cut in the 2020/21 Main Appropriation and over the 2021/22 MTEF as the ward based plans transfer was not made in 2020/21 and will not be made over the MTEF to the various municipalities due to reprioritisation undertaken in response to the Covid-19 pandemic, non and/or slow spending by most municipalities that received funds and the national lockdown, which slowed down the implementation of various projects by municipalities, as well as budget cuts over the MTEF.

*Transfers and subsidies to: Households* caters for staff exit costs, as well as claims against the state.

*Machinery and equipment* caters for furniture and office and computer equipment for the filling of critical posts, as well as new and replacement vehicles. The MTEF allocations are in line with the department's

project plan and cater for the replacement of laptops and desktops and purchase of computer equipment for new staff. The budget cut of R118 000 in 2022/23 will only marginally affect the funding required for the procurement and upgrade of laptops and desktops for new employees, as well as existing employees.

### Service delivery measures: Local Governance

Table 11.17 illustrates the main service delivery measures pertaining to Programme 2. The performance indicators provided fully comply with the customised measures for the COGTA sector. The word “New” in the 2020/21 Estimated performance illustrates that the indicator did not exist in 2020/21 and that it is a new indicator from 2021/22 onward. The table includes both sector and non-sector measures, and the outputs have been updated to align with the department’s APP. The department has extensively reviewed their outputs over the MTEF, as such, new outputs were introduced as indicated in Table 11.17. The term “n/a” over the MTEF indicates that the target is no longer in use. The description for four outputs has changed from the 2020/21 Second Adjustments Estimate.

**Table 11.17 : Service delivery measures: Local Governance**

Outputs	Performance indicators	Estimated Performance	Medium-term targets			
		2020/21	2021/22	2022/23	2023/24	
<b>2.1</b>	<b>Municipal Governance and Administration</b>					
2.1.1	Municipal Administration support provided to municipalities	• No. of municipalities supported to comply with MSA Regulations on the appointment of Senior Managers	54	54	54	54
2.1.2	Oversight structures functional	• No. of municipalities supported to maintain functional oversight structures	54	54	54	54
2.1.3	Municipalities under intervention monitored in line with the municipal turnaround plans	• % of municipalities under intervention monitored in line with recovery plan	100%	100%	100%	100%
<b>2.2</b>	<b>Municipal Finance</b>					
2.2.1	Reduction of UIFW in municipalities	• No. of municipalities supported to reduce UIFW	10%	54	54	54
2.2.2	Municipalities achieving unqualified audit outcomes	• No. of municipalities supported to achieve unqualified audit outcomes	54	54	54	54
2.2.3	Reduction of Eskom debt owed by municipalities	• % reduction of Eskom Debt owed by municipalities	10%	15%	20%	20%
2.2.4	Reduction in consumer debt through active citizen participation (Masakhane Campaign)	• % reduction in consumer debt	10%	15%	20%	20%
2.2.5	Reduction in Government Debt	• No. of municipalities supported to reduce government debt	54	54	54	54
2.2.6	Section 131 reports of the MFMA submitted	• No. of reports submitted on state of municipal finance in terms of Section 131 of the MFMA	1	1	1	1
2.2.7	Municipalities guided to comply with MPRA	• No. of municipalities guided to comply with the MPRA	New	44	44	44
2.2.8	Municipalities monitored on the implementation of indigent policies	• No. of municipalities monitored on the implementation of indigent policies	New	53	53	53
<b>2.3</b>	<b>Public Participation</b>					
2.3.1	Ward committees functional	• No. of municipalities supported with functional ward committees	44	44	44	44
2.3.2	War rooms functional	• No. of War rooms with CDWs functional	320	320	320	320
2.3.3	Functional municipal RRTs functional	• No. of municipal RRTs functional	44	44	44	44
2.3.4	Municipalities monitored on the implementation of Gender Based Violence and Femicide (GBVF) responsive programmes	• No. of municipalities monitored on the implementation of GBVF responsive programmes	New	54	54	54
2.3.5	Municipalities supported to promote participation in community based local governance processes	• No. of municipalities supported to promote participation in community based local governance processes	New	54	54	54
2.3.6	Municipalities supported to respond community concerns	• No. of municipalities supported to respond to community concerns	New	44	44	44
<b>2.4</b>	<b>Capacity Building</b>					
2.4.1	Capacity building strategy developed and implemented	• No. of integrated capacity building strategy for local government implemented	1	1	1	1
2.4.2	Skills Audit conducted for councillors	• No. of skills audits conducted for councillors	1	1	1	1
2.4.3	Capacity Building interventions conducted in municipalities	• No. of capacity building interventions conducted in municipalities	New	16	16	16
2.4.4	Local government toolkit implemented	• No. of municipalities capacitated on the Local Government Toolkit	54	n/a	n/a	n/a
2.4.5	Capacity assessment conducted on district municipalities to implement DDM	• No. of districts assessed on capacity to implement the DDM	10	n/a	n/a	n/a

**Table 11.17 : Service delivery measures: Local Governance**

Outputs	Performance indicators	Estimated Performance		Medium-term targets		
		2020/21	2021/22	2022/23	2023/24	
<b>2.5</b>	<b>Municipal Performance Monitoring, Reporting and Evaluation</b>					
2.5.1	Municipalities supported with Performance Management Systems	• No. of municipalities supported to institutionalise Performance Management Systems	54	54	54	54
2.5.2	Municipal performance reports compiled	• No. of Section 47 reports compiled as prescribed by the MSA	1	1	1	1
2.5.3	Municipal evaluations conducted	• No. of evaluation studies conducted	1	2	3	3
2.5.4	Quarterly municipal performance assessments conducted in monitoring implementation of municipal IDPs and SDBIPs	• No. of assessments conducted on municipal performance	4	4	4	4

### 9.3 Programme 3: Development and Planning

The purpose of this programme is to promote informed integrated planning and development in the province. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector.

Tables 11.18 and 11.19 illustrate a summary of payments and estimates for 2017/18 to 2023/24. The department effected budget cuts against Programme 3. In this regard, Programme 3 shows a reduction of R50.678 million in 2021/22, and R38.602 million in 2022/23, with carry-through, against all sub-programmes, with the exception of Municipal Infrastructure, as explained. The cut in the outer year was to some extent mitigated by additional funds allocated to this programme against *Goods and services* in respect of an adjustment to the outer year.

**Table 11.18 : Summary of payments and estimates by sub-programme: Development and Planning**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
1. Spatial Planning	39 450	46 387	44 728	68 069	27 949	27 422	30 378	43 517	45 231
2. Land Use Management	19 801	21 566	30 252	35 878	28 271	26 534	32 443	30 673	30 979
3. Local Economic Development	200 069	144 104	179 204	183 741	89 019	88 408	159 362	162 756	188 769
4. Municipal Infrastructure	92 389	159 448	297 264	148 147	152 765	155 640	155 369	147 950	152 234
5. Disaster Management	49 314	48 892	48 126	50 887	17 917	17 917	51 275	38 971	38 720
<b>Total</b>	<b>401 023</b>	<b>420 397</b>	<b>599 574</b>	<b>486 722</b>	<b>315 921</b>	<b>315 921</b>	<b>428 827</b>	<b>423 867</b>	<b>455 933</b>

**Table 11.19 : Summary of payments and estimates by economic classification: Development and Planning**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
<b>Current payments</b>	<b>243 498</b>	<b>223 445</b>	<b>286 894</b>	<b>443 496</b>	<b>207 121</b>	<b>207 183</b>	<b>305 972</b>	<b>384 655</b>	<b>421 998</b>
Compensation of employees	106 224	106 184	114 798	183 641	139 782	136 974	164 655	173 785	173 785
Goods and services	137 274	117 244	172 096	259 855	67 339	70 209	141 317	210 870	248 213
Interest and rent on land	-	17	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>94 603</b>	<b>143 632</b>	<b>267 416</b>	<b>11 550</b>	<b>764</b>	<b>702</b>	<b>13 100</b>	<b>8 200</b>	<b>5 105</b>
Provinces and municipalities	91 600	141 451	217 270	11 500	-	-	-	-	-
Departmental agencies and accounts	-	60	20 000	-	-	-	13 000	8 100	5 000
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	29 000	-	-	-	-	-	-
Non-profit institutions	2 650	1 055	-	-	-	-	-	-	-
Households	353	1 066	1 146	50	764	702	100	100	105
<b>Payments for capital assets</b>	<b>62 922</b>	<b>53 320</b>	<b>45 264</b>	<b>31 676</b>	<b>108 036</b>	<b>108 036</b>	<b>109 755</b>	<b>31 012</b>	<b>28 830</b>
Buildings and other fixed structures	56 598	6 746	11 307	30 450	106 308	106 308	96 000	30 350	28 150
Machinery and equipment	6 324	46 574	33 925	1 061	1 728	1 728	13 755	662	680
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	32	165	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>401 023</b>	<b>420 397</b>	<b>599 574</b>	<b>486 722</b>	<b>315 921</b>	<b>315 921</b>	<b>428 827</b>	<b>423 867</b>	<b>455 933</b>



The sub-programme: Spatial Planning caters for Schemes Support (housing schemes in support of home-ownership) and SDF support in municipalities. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The growth over the MTEF is affected by the budget cuts of R31.760 million in 2021/22 and R18.143 million in 2022/23, with carry-through, mainly against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment, as well as the filling of posts, as explained, and this will result in the non-filling of posts such as Chief Town and Regional Planner (OSD), Town and Regional Planner (OSD), GIS Technician (OSD), among others. The cut against *Goods and services* will have a negative impact on the implementation of Spatial Equity Norms and Standards, among others. The budget cuts include a reduction of R11.500 million against *Transfers and subsidies to: Provinces and municipalities* in 2021/22 which will affect the SDF support. The department provides support to municipalities in ensuring that their SDFs are compliant with the provisions of the SPLUMA. As a result, there will be no transfers to municipalities over the MTEF. Further, amounts of R5.714 million in 2021/22 and R8.316 million in 2022/23 were reprioritised from this sub-programme to other programmes over the MTEF, against *Compensation of employees* and *Goods and services*. This will also affect the filling of posts and the implementation of Spatial Equity Norms and Standards, among others, as explained.

The sub-programme: Land Use Management caters for projects such as the town settlement formalisation support, support to municipalities with the implementation of SPLUMA, development of provincial norms and standards, development planning legislation, as well as the remuneration of board members dealing with appeals, such as the Town Planning Appeals Board and the KZN PDA Tribunal Appeals Board. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The amounts over the MTEF relate to projects such as record keeping for municipalities for SPLUMA, SPLUMA processes and the Sustainable Development Goal (SDG) localisation framework. The lower than inflationary growth over the 2021/22 MTEF is due to the budget cuts of R6.999 million in 2021/22 and R8.269 million in 2022/23, with carry-through, mainly against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment, as explained, and this cut does not affect the filling of posts. These budget cuts were slightly offset by the reprioritisation to this sub-programme of R2.552 million in 2021/22 and R96 000 in 2022/23 mainly against *Transfers and subsidies to: Households and Machinery and equipment* for staff exit costs, as well as the purchase of office and computer equipment for existing and newly appointed staff, among others.

The sub-programme: Local Economic Development caters for transfers undertaken for the Small Town Rehabilitation programme such as taxi rank upgrades and pothole repairs, with regard to development initiatives, support to CSCs for effective functionality and provision of infrastructure for *Imizi Yezizwe*. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The 2021/22 MTEF caters for transfers to ADA for the construction of the KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained. The growth over the MTEF is affected by the budget cuts of R10.821 million in 2021/22 and R12.190 million in 2022/23, with carry-through, against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment, as explained, and this cut does not affect the filling of posts. Furthermore, amounts of R30.624 million in 2021/22 and R22.112 million in 2022/23 were reprioritised to other programmes mainly from *Goods and services*. The cuts against *Goods and services* will have a negative impact on projects such as Small Town Rehabilitation, among others. The department has embarked on a drive to place interns in all municipalities, as explained. Over the MTEF, 500 interns will be deployed to various municipalities in the province, as mentioned. These interns are in addition to the 250 learnership students under MISIP which seeks to bridge the youth skills gap identified. Also, an amount of R1.994 million was allocated to this sub-programme in 2021/22 in respect of the EPWP Integrated Grant for Provinces. Also, additional R7.189 million was allocated in 2023/24 in respect of an adjustment made to the outer year.

The sub-programme: Municipal Infrastructure supports municipalities in service delivery utilising various IGR fora, in improving delivery and maintenance of basic water services, production and maintenance of energy sources, etc. The increase in the 2020/21 Adjusted Appropriation and Revised Estimate relates to the roll-over of R24.182 million regarding the backlog study, as well as an additional allocation of R70 million toward the drilling and equipping of boreholes project, as explained, which completely offset

the budget cuts effected against this sub-programme toward the provincial response to the Covid-19 pandemic. The MTEF budget provides for operational and maintenance plans, increasing water connections to low income housing communities, etc. The MTEF shows an increasing trend from 2021/22 due to the budget cuts not being effected against this sub-programme over the 2021/22 MTEF. In addition, amounts of R28.086 million in 2021/22 and R22.027 million in 2022/23 were moved to this sub-programme during the reprioritisation process mainly against *Buildings and other fixed structures* in 2021/22 for the drilling and equipping of boreholes project and *Goods and services* in 2022/23 also for water intervention programmes. This sub-programme also houses the budget for the drilling and equipping of boreholes project in the various districts, namely uThukela, uMkhanyakude, Zululand, Harry Gwala, uMzinyathi and Amajuba, as explained.

The sub-programme: Disaster Management caters for Disaster Risk Management Planning, holding Provincial and Municipal Disaster Management Advisory Forums, among others. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The declining trend over the MTEF is because of the budget cut of R1.098 million in 2021/22 against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment, and will also result in the non-filling of five posts such as Administration Officer: Disaster Management, and call centre operators, among others. In addition, reprioritisation of R8.149 million in 2021/22 and R24.092 million in 2022/23 was undertaken from this sub-programme. As a result, projects such as support to disaster management centres will be negatively affected. The MTEF allocations provide for projects such as mapping of disaster incidents data, disaster mapping climate change interventions, among others. The 2021/22 budget caters for support to disaster management centres, as well as procurement of the integrated disaster communication system, among others.

*Compensation of employees* shows growth over the period and provides for the filling of posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. Budget cuts of R28.840 million in 2021/22 and R31.361 million in 2022/23, with carry-through, were effected against this category relating to the provision made for the cost-of-living adjustment and non-filling of posts. Despite the cuts, the department plans to fill 38 critical vacant posts in this programme in 2021/22, but 8 posts cannot be filled because of the budget cuts. The MTEF allocations show a reduction of 10.3 per cent from the 2020/21 Main Appropriation to 2021/22, an increase of 5.5 per cent in 2022/23 and remains constant from 2022/23 to 2023/24. However, there is an increase of 20.2 per cent from the 2020/21 Revised Estimate to 2021/22. These cuts will result in the non-filling of vacant posts, such as Chief Town and Regional Planner (OSD), Town and Regional Planner (OSD), GIS Technician (OSD), Administration Officer: Disaster Management, and call centre operators, among others. The department has also indicated that it will continue to fill posts such as EPWP posts, as well as Engineers and Project Managers in infrastructure, among others.

*Goods and services* relates to various projects undertaken. As mentioned, the department budgets for projects relating to the Nodal Plans, implementation of Spatial Equity Norms and Standards, the SDF support, Geospatial Land Register and Development Application Management System programmes, among others, against this category. The funds are then shifted to *Transfers and subsidies to: Provinces and municipalities* in-year after an annual exercise indicates that the municipalities have the necessary capacity to deliver on the particular projects themselves. The substantial decrease in the 2020/21 Adjusted Appropriation is due to the budget cuts toward funding the provincial response to the Covid-19 pandemic. The MTEF budget was cut by R9.978 million in 2021/22 and R7.052 million in 2022/23, with carry-through, and this will have a negative impact on projects such as the Geospatial Land Register and Development Application Management System, the implementation of Spatial Equity Norms and Standards, Nodal plans, and support to disaster management centres, among others, as explained. The cut in 2023/24 was to some extent mitigated by additional R7.189 million allocated in respect of an adjustment made to the outer year. The allocations over the MTEF cater for the 500 interns, 250 students under MISP, completion of the Provincial Water Master Plan under the water, sanitation and electricity backlog study and various projects relating to the Nodal Plans, implementation of Spatial Equity Norms and Standards, the SDF support, Geospatial Land Register and Development Application Management

System programmes, among others. At this stage, the department has not allocated any transfers to municipalities, and this will be reviewed in-year based on budget availability.

The once-off spending against *Interest and rent on land* in 2018/19 was in respect of penalties and interest paid by the department to SARS for amendments requested in respect of previous tax years, as mentioned.

*Transfers and subsidies to: Provinces and municipalities* caters for the Small Town Rehabilitation and Massification programmes which are originally budgeted for under *Goods and services*, as explained. The MTEF budget cuts include a reduction of R11.500 million against *Transfers and subsidies to: Provinces and municipalities* in 2021/22 which will affect the SDF support, as explained.

*Transfers and subsidies to: Departmental agencies and accounts* relates to once-off spending in 2018/19 to SALGA for support in respect of the KZN Climate Change seminar, as mentioned. The 2019/20 amount relates to a transfer to MISA to assist the AbaQulusi Local Municipality with support in respect of Section 139 of the Constitution for an intervention required for water and electricity. The MTEF allocations relate to the transfers to ADA for the construction of the KwaXolo greenhouse tunnel, as well as the construction of additional hydroponic tunnels and open field irrigation at a farm in Bulwer, as explained.

*Transfers and subsidies to: Public corporations and private enterprises* relates to transfers to the uMhlathuze Water Board for the provision of portable water delivery services to district municipalities, and the accelerated water project in the uMkhanyakude District Municipality, among others.

*Transfers and subsidies to: Non-profit institutions* relates to transfers to COEGA for the purchase and installation of solar panels and generators at TACs and *Imizi Yezizwe* in the previous years, as well as the traditional levies and trust account, as explained.

*Transfers and subsidies to: Households* caters mainly for staff exit costs.

*Buildings and other fixed structures* makes provision for the construction and rehabilitation of CSCs and houses for *Amakhosi*. The substantial decrease in 2018/19 was due to shifts undertaken to *Transfers and subsidies to: Provinces and municipalities* for the provision of CSC Infrastructure Support in municipalities, Nodal Plans for municipalities and a Building Plans Information Management system. The increase in the 2020/21 Adjusted Appropriation was due to the additional allocation of R70 million relating to the drilling and equipping of boreholes, which is part of the accelerated water intervention programme. The MTEF provides for the construction of CSCs and *Imizi Yezizwe*, such as Xaba, Zulu, and Hlomindleni CSCs, continuation of priority water service delivery interventions in line with the Water Master Plan which emanated from the backlog study, completion of the drilling and equipping of boreholes project, completion of electricity projects in AbaQulusi, Jozini, eNdumeni and uMvoti under the Massification programme, and Small Town Rehabilitation project in Mpofana, among others. The above-mentioned projects will largely be undertaken in 2021/22, hence the higher budget in that year.

*Machinery and equipment* caters for office and computer equipment. The increase in 2018/19 and 2019/20 relates to the purchase of equipment for municipalities under Operation Khawuleza. The 2021/22 MTEF allocations provide for the purchase of office and computer equipment for existing and newly appointed staff. The 2021/22 budget caters for the procurement of the integrated disaster communication system which will be used by the provincial disaster management centre and mapping of disaster incidents data, among others.

*Software and other intangible assets* caters for the maintenance and upgrade of existing software. The budget for 2020/21 and for the 2021/22 MTEF was cut and this will affect the GIS software upgrade. However, this will be reviewed in-year, and the software upgrade will be undertaken under Programme 1.

### **Service delivery measures: Development and Planning**

Table 11.20 gives the main service delivery measures pertaining to Programme 3. The performance indicators provided do not comply fully with the customised measures for the COGTA sector, and are currently being reviewed by the department. The table includes both sector and non-sector measures, and the outputs have been updated to align with the department's APP and SP.

*Estimates of Provincial Revenue and Expenditure*

The word “New” in the 2020/21 Estimated performance illustrates that the indicator did not exist in 2020/21 and that it is a new indicator from 2021/22 onward. The department extensively reviewed their outputs over the MTEF and, as such, there are new outputs. The term “n/a” over the MTEF indicates that the target is no longer in use. The description for six outputs has changed from the 2020/21 Second Adjustments Estimate.

**Table 11.20 : Service delivery measures: Development and Planning**

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2020/21	2021/22	2022/23	2023/24	
<b>3.1</b>	<b>Spatial Planning</b>					
3.1.1	Provincial SDF developed	• No. of Provincial SDFs developed	1	1	1	1
3.1.2	Municipal SDFs comply with SPLUMA Provisions	• No. of municipal SDFs compliant with SPLUMA development principle provisions	54	54	54	54
3.1.3	Strengthened municipal enforcement of SPLUMA principles in Land Use Schemes	• No. of Land Use Schemes compliant with SPLUMA development principle provisions	17	17	44	44
		• No. of schemes for historical spatially segregated towns reviewed	5	n/a	n/a	n/a
3.1.4	District and Metro supported to develop One Plans	• No. of District and Metro supported to develop One Plans	11	11	11	11
<b>3.2</b>	<b>Development Information Services</b>					
3.2.1	Provincial Integrated Land Information System implemented	• No. of functional Integrated Land Information Systems implemented	1	1	1	1
3.2.2	Spatial Equity Monitoring and Planning Tool maintained	• No. of functional Spatial Equity Monitoring and Planning Tools maintained	1	1	1	1
3.2.3	Institutional GIS capacity strengthened	• No. of institutional GIS capacity strengthening programmes implemented	4	4	4	4
<b>3.3</b>	<b>Land Use Management</b>					
3.3.1	Co-ordinated awareness programmes on the importance and impact of land use management and planning	• No. of awareness programmes on the importance and impact of land use management and planning conducted	3	4	4	4
3.3.2	Municipal development applications monitored	• No. of municipalities monitored in terms of development applications	44	44	44	44
3.3.3	Norms and standards developed to regulate and guide land use management and planning on areas of provincial interest	• No. of provincial norms and standards developed	1	1	2	2
3.3.4	Municipalities supported towards Establishing functional Municipal Enforcement Units	• No. of municipalities supported towards establishing functional Municipal Enforcement Units	30	n/a	n/a	n/a
<b>3.4.1</b>	<b>Local Economic Development (Special initiatives)</b>					
3.4.1.1	Support functionality of DDAs	• No. of DDAs supported to achieve 80% functionality	7	10	10	10
		• No. of DDAs supported with establishment	3	n/a	n/a	n/a
3.4.1.2	Monitor implementation of municipal LED strategies	• No. of municipal LED strategies monitored for implementation	54	54	54	54
3.4.1.3	Implementation of Red Tape Reduction framework	• No. of municipalities monitored on the implementation of the Red Tape Reduction framework	41	41	41	41
3.4.1.4	Rehabilitated towns	• No. of small towns rehabilitated	2	1	1	1
3.4.1.5	Township/village economies – facilitate municipal implementation of the township/ village economy strategy	• No. of municipalities supported with alignment to the township/village economy strategy	44	44	44	44
<b>3.4.2</b>	<b>Local Economic Development (CSCs)</b>					
3.4.2.1	CSCs rehabilitated/ maintained	• No. of identified CSCs rehabilitated/ maintained	11	15	60	60
		• No. of CSCs constructed	2	4	1	1
3.4.2.2	<i>Imizi Yezizwe</i> rehabilitated/ maintained	• No. of <i>Imizi Yezizwe</i> rehabilitated	2	27	27	27
3.4.2.3	Municipalities and TCs supported with functionality	• No. of municipalities supported with Grade 1 CSCs functionality	22	22	21	21
		• No. of TCs supported with Grade 2 CSCs functionality	30	30	30	30
3.4.2.4	Municipalities supported with digitized service delivery	• No. of CSCs digitised	2	2	2	2

Table 11.20 : Service delivery measures: Development and Planning

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2020/21	2021/22	2022/23	2023/24	
<b>3.4.3</b>	<b>Local Economic Development (EPWP)</b>					
3.4.3.1	Increase participation in public employment programmes	• No. of EPWP work opportunities created	250	250	250	250
3.4.3.2	Utilisation of Yellow Plant monitored	• % of Yellow Plant fleet monitored on utilisation	100%	100%	100%	100%
3.4.3.3	Municipalities supported with Waste Management through EPWP	• No. of municipalities supported with Waste Management	44	44	44	44
<b>3.4.4</b>	<b>Local Economic Development (CWP)</b>					
3.4.4.1	Work Opportunities reported through CWP	• No. of work opportunities reported through CWP	40 500	44 000	44 000	44 000
3.4.4.2	Municipalities supported to implement the CPW	• No. of municipalities supported to implement the CWP	44	n/a	n/a	n/a
<b>3.5</b>	<b>Municipal Infrastructure</b>					
3.5.1	Infrastructure co-ordinating structures functional (water, sanitation task team, electricity task team, MIG forum)	• No. of infrastructure co-ordinating structures achieving 80% functionality	3	3	3	3
3.5.2	Water Service Authorities monitored on implementation of the operation and maintenance	• No. of Water Service Authorities monitored on implementation of operation and maintenance	14	14	14	14
3.5.3	Municipalities supported to increase yard water connections	• No. of municipalities supported with increasing yard water connections	13	13	13	13
3.5.4	Municipalities supported to increase provision of basic level of sanitation services	• % of sanitation projects monitored for implementation	100%	100%	100%	100%
3.5.5	Municipalities supported with the implementation of electrification programmes	• No. of municipalities supported with the implementation of electrification programmes	15	15	15	15
3.5.6	Gauging stations monitored for refurbishment	• % of gauging stations monitored for refurbishment	100%	100%	100%	100%
3.5.7	Reduction in delays in water use licences approval	• % of water use licence applications monitored for approval	100%	100%	100%	100%
3.5.8	Bulk water supply projects monitored for implementation	• % of regional bulk infrastructure projects monitored for implementation	10	100%	100%	100%
3.5.9	Alternative water resource supplies provided to municipalities	• No. of alternative water resource supply programmes implemented in municipalities	2	2	2	2
3.5.10	Districts monitored on the spending of National Grants	• No. of districts monitored on the spending of National Grants	10	10	10	10
3.5.11	Electricity Asset Management Framework Developed	• No. of Electricity Asset Management Frameworks developed	1	1	-	-
3.5.12	Municipalities monitored on the implementation of infrastructure delivery programmes	• No. of municipalities monitored on the implementation of infrastructure delivery programmes	New	53	53	53
3.5.13	Municipal Councils capacitated on the Water Master Plan	• No. of municipal councils capacitated on the Water Master Plan	New	13	-	-
3.5.14	Municipalities monitored on the review of Water Service Development Plans	• No. of municipalities monitored on the review of Water Service Development Plans	New	13	-	-
3.5.15	Electricity Master Plan Reviewed	• No. of Electricity Master Plans reviewed	New	1	-	-
3.5.16	Consolidated Provincial Water Master Plan	• No. of Provincial Water Master Plans developed	1	n/a	n/a	n/a
3.5.17	Maintenance and refurbishment of municipal electricity networks supported	• No. of Licenced electricity distributors assessed on state of electricity infrastructure	24	n/a	n/a	n/a
3.5.18	Households electrified through grid connection	• No. of households electrified through grid connections	450	n/a	n/a	n/a
3.5.19	Annual assessment of all WSAs	• No. of WSAs assessed on the state of water infrastructure	14	n/a	n/a	n/a
3.5.20	Districts supported with development of District Wide Infrastructure Plans	• No. of districts supported with the development of District Wide Infrastructure Plans	10	n/a	n/a	n/a

**Table 11.20 : Service delivery measures: Development and Planning**

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2020/21	2021/22	2022/23	2023/24	
<b>3.6</b>	<b>Disaster Management</b>					
3.6.1	Municipalities supported to maintain functional disaster management centres	• No. of municipalities supported to maintain functional disaster management centres	11	11	11	11
3.6.2	Disaster Management Advisory Forums held	• No. provincial disaster management advisory forums held	4	4	4	4
3.6.3	Municipalities supported on fire brigade services	• No. of municipalities supported on fire brigade services	11	11	11	11
3.6.4	Districts and Metro supported with the development of Disaster Management Policies	• No. of Districts and Metro supported with the development of Disaster Management Policies	11	11	11	11
3.6.5	Integrated Communications systems installed	• No. of integrated communication strategies installed	1	n/a	n/a	n/a

## 9.4 Programme 4: Traditional Institutional Management

The purpose of this programme is to support and enhance the capacity of TCs. This programme largely conforms to the uniform budget and programme structure for the Co-operative Governance and Traditional Affairs sector.

Tables 11.21 and 11.22 illustrate a summary of payments and estimates for 2017/18 to 2023/24 relating to Programme 4.

The department effected budget cuts against Programme 4 under all sub-programmes against *Compensation of employees* and *Goods and services*. In this regard, Programme 4 shows a reduction of R14.996 million in 2021/22 and R20.081 million in 2022/23 effected against *Compensation of employees*, as well as R4.450 million in 2022/23 effected against *Goods and services*.

**Table 11.21 : Summary of payments and estimates by sub-programme: Traditional Institutional Management**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
1. Traditional Institutional Administration	430 665	398 784	552 844	485 891	470 353	470 353	502 184	581 570	549 655
2. Traditional Resource Administration	83 431	76 948	75 974	94 260	73 283	73 283	84 265	84 890	86 443
<b>Total</b>	<b>514 096</b>	<b>475 732</b>	<b>628 818</b>	<b>580 151</b>	<b>543 636</b>	<b>543 636</b>	<b>586 449</b>	<b>666 460</b>	<b>636 098</b>

**Table 11.22 : Summary of payments and estimates by economic classification: Traditional Institutional Management**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
<b>Current payments</b>	<b>480 682</b>	<b>451 539</b>	<b>542 828</b>	<b>574 298</b>	<b>529 084</b>	<b>528 430</b>	<b>583 888</b>	<b>664 342</b>	<b>633 404</b>
Compensation of employees	160 638	158 230	151 244	182 425	158 174	157 812	182 079	182 079	182 079
Goods and services	320 044	293 309	391 584	391 873	370 910	370 618	401 809	482 263	451 325
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>32 788</b>	<b>24 100</b>	<b>85 349</b>	<b>1 300</b>	<b>771</b>	<b>1 237</b>	<b>750</b>	<b>825</b>	<b>836</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	29 676	23 313	84 343	200	-	-	200	200	209
Households	3 112	787	1 006	1 100	771	1 237	550	625	627
<b>Payments for capital assets</b>	<b>626</b>	<b>93</b>	<b>641</b>	<b>4 553</b>	<b>13 781</b>	<b>13 969</b>	<b>1 811</b>	<b>1 293</b>	<b>1 858</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	626	93	641	4 553	13 781	13 969	1 811	1 293	1 858
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>514 096</b>	<b>475 732</b>	<b>628 818</b>	<b>580 151</b>	<b>543 636</b>	<b>543 636</b>	<b>586 449</b>	<b>666 460</b>	<b>636 098</b>

The sub-programme: Traditional Institutional Administration provides for the remuneration of *Izinduna*, support to traditional institutions and the TC elections, installation and recognition of *Amakhosi*, dispute resolutions, among others. The increase in 2019/20 was due to the R47 million transfer to IEC for the TC elections, as well as savings reprioritised from other programmes to cover the shortfall incurred for the remuneration of *Izinduna* relating to stipend increases for 2017/18 and 2018/19. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The department paid 2 866 *Izinduna* in December 2020, and the number fluctuates as a result of deaths and resignations, etc. The department has budgeted to pay 3 463 *Izinduna* over the MTEF, based on the number of *Izigidodi*. The growth over the MTEF fluctuates partly due to the budget cuts of R6.474 million both in 2021/22 and 2022/23 effected, with carry-through, against *Compensation of employees* in respect of the provision made for the cost-of-living adjustment, as explained, and this cut will also result in the non-filling of some posts such as Driver: Provincial House and Administration Officer: Amajuba, among others. Deputy Director: Dispute Resolution and Conflict Management, among others. The increase in 2022/23 is due to R42.499 million reprioritised to this sub-programme under *Goods and services* which will cater for the TC elections which are now expected to take place in 2022/23, as well as legal fees pertaining to the commissions of enquiry to deal with disputes of *Amakhosi*, among others.

The sub-programme: Traditional Resource Administration caters for the implementation of financial controls in municipalities and capacity building programmes for *Amakhosi*. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The MTEF allocations provide for initiatives including a knowledge sharing seminar between Traditional Leaders and experts in various fields, research and capacity building programmes, among others. The budget cuts effected against this sub-programme were R8.522 million in 2021/22 and R18.057 million in 2022/23, with carry-through, mainly against *Compensation of employees* in respect of the provision for the cost-of-living adjustment, as explained, and it will also result in the non-filling of some vacant posts such as Deputy Director: Dispute Resolution and Conflict Management, among others.

*Compensation of employees* caters for the filling of posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The budget cuts of R14.996 million in 2021/22 and R20.081 million in 2022/23, with carry-through over the 2021/22 MTEF were effected against this category against both sub-programmes in respect of the provision made for the cost-of-living adjustment, as explained. The department plans to fill 10 critical vacant posts in this programme in 2021/22, such as Director: Provincial Secretariat, Assistant Director: Provincial House, Assistant Director: Provincial Secretariat, Assistant Director: Zululand, Assistant Director: Harry Gwala, among others. The department has indicated that it will no longer be filling 25 vacant posts under Programme 4 due to the effected budget cuts. Posts affected include Driver: Provincial House, Administration Officer: Amajuba, Deputy Director: Dispute Resolution and Conflict Management, among others. The MTEF allocations show a slight reduction of 0.2 per cent in 2021/22 and thereafter remain constant in the two outer years. However, there is an increase of 15.4 per cent from the 2020/21 Revised Estimate to 2021/22.

*Goods and services* relates to the sitting allowance of TC members, dispute resolutions, capacity building programmes, installation and recognition of *Amakhosi*, among others. The increase in 2019/20 was due to savings reprioritised from other programmes to cover the shortfall incurred for the remuneration of *Izinduna* relating to stipend increases for 2017/18 and 2018/19. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic. The trend over the MTEF fluctuates, partly due to the budget cuts of R4.450 million in 2022/23, with carry-through, in respect of consultants' costs and travel and subsistence. The department will hold meetings and so forth virtually where possible. The budget in 2022/23 caters for the TC elections which are now expected to take place in that year, as well as legal fees pertaining to the commissions of enquiry to deal with disputes of *Amakhosi*, among others. The MTEF allocations also cater for the remuneration of 3 426 *Izinduna*, support to traditional institutions, installation and recognition of *Amakhosi*, TC elections, and dispute resolutions.

*Transfers and subsidies to: Non-profit institutions* relates to expenditure for the traditional levies and trust account moved from the various economic categories within Programme 4, as explained. There is no budget allocated in 2020/21 and over the MTEF as the amount for the traditional levies and trust account is only determined at the end of the year, when expenditure has been incurred. The transfers in 2019/20 relate to the traditional levies and trust account, as well as the donations to the Tembe Trust Account in support of the Umthayi Amarula Festival. The 2019/20 transfers relating to the traditional levies and trust account include the R47 million transferred to the IEC in January 2020, as explained. The budget allocation in the 2020/21 Adjusted Appropriation and over the MTEF are in respect of a transfer to the Tembe Trust Account in support of the Umthayi Amarula Festival. The purpose of the event is to celebrate the first fruits with respect to the marula fruits, as explained.

*Transfers and subsidies to: Households* caters for staff exit costs.

*Machinery and equipment* caters for the purchase of office and computer equipment, etc. The substantial increase in the 2020/21 Adjusted Appropriation and Revised Estimate is due to the purchase of office furniture and computers for all TCs according to their needs to ensure a conducive working environment. The allocations over the MTEF are for the purchase of new and replacement office and computer equipment for the department and TCs.

### Service delivery measures: Traditional Institutional Management

Table 11.23 illustrates the main service delivery measures pertaining to Programme 4. The table includes sector and non-sector measures, and the outputs have been updated to align with the department's APP. The word "New" in the 2020/21 Estimated performance illustrates that the indicator did not exist in 2020/21 and that it is a new indicator from 2021/22 onward. The department has reviewed their outputs over the MTEF and, as such, introduced new outputs as indicated in Table 11.23. The term "n/a" over the MTEF indicates that the target is no longer in use. The description for the "Resolution of succession claims/ disputes" performance indicator has changed from the 2020/21 Second Adjustments Estimate.

**Table 11.23 : Service delivery measures: Traditional Institutional Management**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2020/21	2021/22	2022/23	2023/24	
<b>4.1. Traditional Institutional Administration</b>						
4.1.1	Implementation of guidelines by institutions of traditional leadership monitored	• No. of guidelines monitored for implementation	New	5	5	5
4.1.2	Resolution of succession claims/disputes	• % of Traditional Leadership succession claims/disputes received and processed	100%	100%	100%	100%
4.1.3	Commissions on enquiry supported	• % of Commissions of enquiry supported	New	100%	100%	100%
4.1.4	<i>Amakhosi</i> recognised	• % recognition of <i>Amakhosi</i> concluded within 18 months of becoming vacant	100%	100%	100%	100%
4.1.5	Family trees updated	• % of recognised <i>Amakhosi</i> with updated family trees	100%	100%	100%	100%
4.1.6	Traditional Affairs Turnaround strategy implemented	• No. of Traditional Affairs Turnaround Strategies implemented	1	1	1	1
4.1.7	Regulations to strengthen the regulatory environment within the traditional leadership institution developed	• No. of regulations/guidelines/policies developed	16	n/a	n/a	n/a
4.1.8	Performance management system developed	• No. of performance management system developed	1	n/a	n/a	n/a
<b>4.2. Traditional Resource Administration</b>						
4.2.1	Functionality of the Provincial and Local House(s) and its sub-committees monitored	• No. of Provincial Houses monitored for functionality • No. of Local Houses monitored for functionality	1 11	1 11	1 11	11 11
4.2.2	Maintained consolidated data base of support given to <i>Amakhosi</i> (Provincial House)	• No. of databases of co-ordinated government support maintained	1	1	1	1
4.2.3	Maintained database of <i>Izinduna</i>	• No. of <i>Izinduna</i> databases maintained	1	1	1	1
4.2.4	Participation of <i>Amakhosi</i> in municipal councils supported	• % of <i>Amakhosi</i> supported to participate in municipal councils	100%	100%	100%	100%
4.2.5	Anti GBVF Intervention/campaigns for traditional leadership	• No. of Anti GBVF interventions/campaigns for traditional leadership	New	2	2	2
4.2.6	Traditional Councils supported to perform their functions	• No. of Traditional Councils supported to perform their functions	New	307	307	307



## 10. Other programme information

### 10.1 Personnel numbers and costs

Table 11.24 provides detail of the department's approved establishment and personnel numbers, per level and programme. This category includes the payment of CDWs, over the MTEF. The table also gives a breakdown of employees' dispensation classification. Details are provided in the paragraphs below.

Table 11.24 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF 2020/21 - 2023/24		
	2017/18		2018/19		2019/20		2020/21		2021/22		2022/23		2023/24		Pers. growth rate	Costs growth rate	% Costs of Total		
	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Filled posts	Addit. posts	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs					
<b>R thousands</b>																			
<b>Salary level</b>																			
1 – 7	937	235 375	892	237 544	804	200 930	814	3	817	267 531	876	283 104	878	285 931	878	290 320	2.4%	2.8%	36.4%
8 – 10	487	225 514	481	221 868	211	230 264	214	17	231	125 586	289	142 484	289	146 584	289	148 302	7.8%	5.7%	18.2%
11 – 12	148	101 548	138	106 548	142	106 548	141	13	154	139 771	194	160 219	203	171 852	203	172 369	9.6%	7.2%	20.9%
13 – 16	60	70 217	57	73 329	59	73 329	60	2	62	72 258	70	79 683	70	80 558	70	80 889	4.1%	3.8%	10.1%
Other	92	16 948	38	17 948	711	81 994	573	262	835	100 634	843	121 531	843	120 485	843	113 530	0.3%	4.1%	14.4%
<b>Total</b>	<b>1 724</b>	<b>649 602</b>	<b>1 606</b>	<b>657 237</b>	<b>1 927</b>	<b>693 065</b>	<b>1 802</b>	<b>297</b>	<b>2 099</b>	<b>705 780</b>	<b>2 272</b>	<b>787 021</b>	<b>2 283</b>	<b>805 410</b>	<b>2 283</b>	<b>805 410</b>	<b>2.8%</b>	<b>4.5%</b>	<b>100%</b>
<b>Programme</b>																			
1. Administration	483	174 299	413	177 022	413	182 303	437	26	463	171 636	544	181 419	544	188 678	544	188 678	5.5%	3.2%	23.7%
2. Local Governance	559	208 441	545	215 801	537	244 720	539	4	543	239 358	577	258 868	577	260 868	577	260 868	2.0%	2.9%	32.9%
3. Development and Planning	199	106 224	178	106 184	555	114 798	659	7	666	136 974	713	164 655	724	173 785	724	173 785	2.8%	8.3%	20.9%
4. Traditional Institutional Management	483	160 638	470	158 230	422	151 244	167	260	427	157 812	438	182 079	438	182 079	438	182 079	0.9%	4.9%	22.5%
<b>Total</b>	<b>1 724</b>	<b>649 602</b>	<b>1 606</b>	<b>657 237</b>	<b>1 927</b>	<b>693 065</b>	<b>1 802</b>	<b>297</b>	<b>2 099</b>	<b>705 780</b>	<b>2 272</b>	<b>787 021</b>	<b>2 283</b>	<b>805 410</b>	<b>2 283</b>	<b>805 410</b>	<b>2.8%</b>	<b>4.5%</b>	<b>100%</b>
<b>Employee dispensation classification</b>																			
Public Service Act appointees not covered by	1 590	605 159	1 534	616 855	1 191	588 414	1 204	35	1 239	579 407	1 396	630 703	1 407	650 138	1 407	657 093	4.3%	4.3%	81.4%
Professional Nurses, Staff Nurses and Nursing	1	499	1	585	1	620	1	-	1	620	1	620	1	620	1	620	-	-	0.1%
Legal Professionals	4	2 817	4	3 983	4	4 171	4	-	4	4 748	4	5 071	4	5 071	4	5 071	-	2.2%	0.6%
Social Services Professions	8	5 131	-	-	-	-	-	-	-	-	28	29 096	28	29 096	28	29 096	-	-	2.5%
Engineering Professions and related occupations	29	19 048	29	17 866	20	17 866	20	-	20	20 371	-	-	-	-	-	-	(100%)	(100%)	0.9%
Others such as interns, EPWP, learnerships, etc	92	16 948	38	17 948	711	81 994	573	262	835	100 634	843	121 531	843	120 485	843	113 530	0.3%	4.1%	14.4%
<b>Total</b>	<b>1 724</b>	<b>649 602</b>	<b>1 606</b>	<b>657 237</b>	<b>1 927</b>	<b>693 065</b>	<b>1 802</b>	<b>297</b>	<b>2 099</b>	<b>705 780</b>	<b>2 272</b>	<b>787 021</b>	<b>2 283</b>	<b>805 410</b>	<b>2 283</b>	<b>805 410</b>	<b>2.8%</b>	<b>4.5%</b>	<b>100%</b>

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

Compensation of employees reflects slight growth from 2020/21 to 2022/23, and stays constant from 2022/23 to 2023/24. The MTEF caters for the filling of 147 vacant posts, among others. The department has indicated that it did not provide for performance bonuses and pay progression due to budget cuts. This category shows a reduction of 10.7 per cent from 2020/21 to 2021/22 and a slight growth of 2.3 per cent from 2021/22 to 2022/23, despite the budget cuts and despite reprioritisation from this category over the MTEF. However, there is an increase of 11.5 per cent from the 2020/21 Revised Estimate to 2021/22. The budget cuts of R120.321 million in 2021/22, R172.531 million in 2022/23, and R212.784 million in 2023/24 were effected against this category over the MTEF in respect of the wage freeze and fiscal consolidation, as explained. The budget cuts will result in 33 vacant posts not being filled in 2021/22, as explained at programme level. The department made provision for the filling of 147 critical vacant posts in 2021/22. It is highly unlikely, though, that the department will be able to fill 147 posts in one year due to lengthy recruitment processes. The department will review this in-year, based on the progress with the filling of posts affected by lengthy recruitment processes, resignations and retirements.

Others (interns, EPWP, learnerships) includes the CDWs appointed to bridge the gap between government and the community, and strengthen integration and co-ordination of services provided by government and access to these services by communities. These officials are included against the respective salary levels (mainly level 6).

### 10.2 Training

Table 11.25 gives a summary of departmental spending and information on training per programme over the seven-year period from 2017/18 to 2023/24.

The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training, to cater for human resource development. The reduction in the 2020/21 Adjusted Appropriation was due to the budget cuts effected toward the provincial response to the Covid-19 pandemic, hence this requirement is not achieved. Furthermore, an amount of R500 000 was reprioritised from this item in 2021/22, and R500 000 was cut in 2022/23. This will result in some training sessions being postponed.

**Table 11.25 : Information on training: Co-operative Governance and Traditional Affairs**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Number of staff	1 724	1 606	1 927	2 307	2 099	2 099	2 272	2 283	2 283
Number of personnel trained	1 666	1 717	1 620	1 709	-	-	1 709	1 709	1 709
of which									
Male	796	831	645	685	-	-	685	690	700
Female	870	886	975	1 024	-	-	1 024	1 019	1 009
Number of training opportunities	80	39	101	95	-	-	95	107	116
of which									
Tertiary	7	14	11	9	-	-	9	12	15
Workshops	28	4	23	20	-	-	20	24	27
Seminars	13	4	16	15	-	-	15	17	20
Other	32	17	51	51	-	-	51	54	54
Number of bursaries offered	35	35	84	120	-	-	90	90	90
Number of interns appointed	67	55	100	120	72	72	72	72	72
Number of learnerships appointed	-	-	-	-	-	-	-	-	-
Number of days spent on training	81	60	158	140	-	-	140	147	155
<b>Payments on training by programme</b>									
1. Administration	1 142	419	962	2 120	51	51	1 732	1 839	1 944
2. Local Governance	15	-	-	-	-	-	-	-	-
3. Development and Planning	-	-	-	-	-	-	-	-	-
4. Traditional Institutional Management	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1 157</b>	<b>419</b>	<b>962</b>	<b>2 120</b>	<b>51</b>	<b>51</b>	<b>1 732</b>	<b>1 839</b>	<b>1 944</b>

The training budget is centralised under Programme 1 against the sub-programme: Corporate Services, Directorate: Human Capital Development, which aims to facilitate the management of all training undertaken in the department and ensuring that training is obtained from accredited training institutions. Expenditure on training fluctuates, and is based on the training needs of staff during a particular period. The department reviews the staff training needs on an annual basis.

## ANNEXURE – VOTE 11: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS

Table 11.A : Details of departmental receipts: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
<b>Sale of goods and services other than capital assets</b>	<b>1 603</b>	<b>1 540</b>	<b>1 554</b>	<b>2 107</b>	<b>2 107</b>	<b>1 557</b>	<b>2 229</b>	<b>2 336</b>	<b>2 438</b>
Sale of goods and services produced by department (excluding capital assets)	1 603	1 540	1 544	2 107	2 107	1 557	2 229	2 336	2 438
Sale by market establishments	837	708	754	1 277	1 277	727	1 351	1 416	1 478
Administrative fees	-	-	-	-	-	-	-	-	-
Other sales	766	832	790	830	830	830	878	920	960
<i>Of which</i>									
<i>Commission</i>	459	529	530	562	562	562	594	623	650
<i>Tender documents</i>	303	226	240	254	254	254	269	282	294
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	10	-	-	-	-	-	-
<b>Transfers received from:</b>	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
<b>Fines, penalties and forfeits</b>	-	-	-	-	-	-	-	-	-
<b>Interest, dividends and rent on land</b>	<b>64</b>	<b>72</b>	<b>80</b>	<b>57</b>	<b>57</b>	<b>97</b>	<b>60</b>	<b>63</b>	<b>66</b>
Interest	64	72	80	57	57	97	60	63	66
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Sale of capital assets</b>	<b>20</b>	<b>2 748</b>	<b>-</b>	<b>2 050</b>	<b>2 050</b>	<b>1 506</b>	<b>1 500</b>	<b>1 500</b>	<b>1 500</b>
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	20	2 748	-	2 050	2 050	1 506	1 500	1 500	1 500
<b>Transactions in financial assets and liabilities</b>	<b>3 385</b>	<b>5 468</b>	<b>3 146</b>	<b>1 263</b>	<b>1 263</b>	<b>31 199</b>	<b>1 336</b>	<b>1 400</b>	<b>1 462</b>
<b>Total</b>	<b>5 072</b>	<b>9 828</b>	<b>4 780</b>	<b>5 477</b>	<b>5 477</b>	<b>34 359</b>	<b>5 125</b>	<b>5 299</b>	<b>5 466</b>

Table 11.B : Payments and estimates by economic classification: Co-operative Governance and Traditional Affairs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>1 319 109</b>	<b>1 304 378</b>	<b>1 522 213</b>	<b>1 809 154</b>	<b>1 347 382</b>	<b>1 346 318</b>	<b>1 639 595</b>	<b>1 759 636</b>	<b>1 778 084</b>
Compensation of employees	649 602	657 237	693 065	881 157	709 341	705 780	787 021	805 410	805 410
Salaries and wages	575 139	579 813	612 405	780 643	628 486	625 769	693 628	710 709	710 709
Social contributions	74 463	77 424	80 660	100 514	80 855	80 011	93 393	94 701	94 701
Goods and services	669 507	647 055	829 063	927 997	638 040	640 535	852 574	954 226	972 674
Administrative fees	2 165	2 807	2 143	3 622	1 175	1 079	3 260	3 505	3 342
Advertising	19 551	17 228	23 745	16 395	4 990	5 921	14 872	14 254	15 161
Minor assets	5 559	631	966	1 121	208	407	736	440	745
Audit cost: External	8 257	8 113	8 695	8 598	7 149	6 696	8 779	9 218	9 633
Bursaries: Employees	752	283	152	490	190	126	516	541	565
Catering: Departmental activities	1 628	2 220	2 508	5 210	1 911	1 310	4 743	5 221	5 424
Communication (G&S)	13 261	12 408	14 844	12 304	10 027	9 228	12 115	12 780	13 256
Computer services	34 965	39 760	32 128	47 256	42 000	39 058	64 353	38 420	40 150
Cons & prof sev: Business and advisory services	114 451	60 866	127 506	245 741	82 007	92 235	158 805	253 555	230 510
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	5 028	6 428	11 069	7 726	5 517	8 184	11 423	13 406	13 805
Contractors	20 215	36 253	47 385	43 095	2 884	3 034	28 421	38 006	39 619
Agency and support / outsourced services	1 696	3 779	7 101	3 200	10 342	7 573	4 150	4 150	5 150
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	16 538	14 381	18 552	16 870	15 966	16 014	17 591	18 478	19 315
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	790	500	-	1 000	1 000	1 000
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	2 402	2 636	-	1 896	1 093	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	1 205	1 682	4 618	1 984	484	2 500	1 924	2 019
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	34 458	27 612	7 640	7 185	7 647	10 600	5 727	6 547
Consumable supplies	5 005	2 381	2 961	3 739	1 725	2 951	5 050	4 184	4 392
Consumable: Stationery, printing and office supplies	5 341	15 009	12 903	10 756	5 602	5 653	9 514	9 915	10 471
Operating leases	27 759	21 324	19 468	28 069	15 469	16 958	28 003	28 429	29 936
Property payments	32 023	33 517	41 591	46 387	32 885	30 665	45 592	41 034	43 362
Transport provided: Departmental activity	-	-	55	-	-	-	-	-	-
Travel and subsistence	38 322	43 740	36 878	54 876	20 060	19 504	40 694	48 696	57 788
Training and development	1 157	419	962	2 120	51	51	1 732	1 839	1 944
Operating payments	315 511	287 436	385 331	356 278	361 417	360 825	372 890	398 582	417 695
Venues and facilities	313	-	-	760	-	-	100	782	700
Rental and hiring	10	7	190	336	4 900	3 839	5 135	140	145
Interest and rent on land	-	86	85	-	1	3	-	-	-
Interest	-	86	85	-	1	3	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>139 776</b>	<b>187 275</b>	<b>369 436</b>	<b>24 883</b>	<b>10 181</b>	<b>10 595</b>	<b>23 325</b>	<b>18 932</b>	<b>16 373</b>
Provinces and municipalities	93 300	150 612	222 819	14 704	554	554	570	599	626
Provinces	450	511	1 199	554	554	554	570	599	626
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	450	511	1 199	554	554	554	570	599	626
Municipalities	92 850	150 101	221 620	14 150	-	-	-	-	-
Municipalities	92 850	150 101	218 620	14 150	-	-	-	-	-
Municipal agencies and funds	-	-	3 000	-	-	-	-	-	-
Departmental agencies and accounts	-	60	20 000	-	-	-	13 000	8 100	5 000
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	60	20 000	-	-	-	13 000	8 100	5 000
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	29 000	-	-	-	-	-	-
Public corporations	-	-	29 000	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	29 000	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	32 326	24 368	84 343	200	-	-	200	200	209
Households	14 150	12 235	13 274	9 979	9 627	10 041	9 555	10 033	10 538
Social benefits	8 209	6 211	8 524	3 954	6 603	7 604	4 842	4 959	5 168
Other transfers to households	5 941	6 024	4 750	6 025	3 024	2 437	4 713	5 074	5 370
<b>Payments for capital assets</b>	<b>72 624</b>	<b>73 132</b>	<b>75 150</b>	<b>45 109</b>	<b>156 361</b>	<b>157 011</b>	<b>118 631</b>	<b>39 472</b>	<b>38 697</b>
Buildings and other fixed structures	56 598	6 746	11 455	30 450	106 308	106 308	96 000	30 350	28 150
Buildings	39 243	6 746	11 455	30 450	18 683	18 683	32 000	30 350	28 150
Other fixed structures	17 355	-	-	-	87 625	87 625	64 000	-	-
Machinery and equipment	15 939	66 386	63 663	14 494	50 053	50 703	22 631	9 122	10 547
Transport equipment	5 898	11 016	45 462	3 700	1 238	1 238	4 055	6 000	6 270
Other machinery and equipment	10 041	55 370	18 201	10 794	48 815	49 465	18 576	3 122	4 277
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	87	-	32	165	-	-	-	-	-
<b>Payments for financial assets</b>	<b>1 648</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 533 157</b>	<b>1 564 785</b>	<b>1 966 799</b>	<b>1 879 146</b>	<b>1 513 924</b>	<b>1 513 924</b>	<b>1 781 551</b>	<b>1 818 040</b>	<b>1 833 154</b>

Table 11.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
<b>Current payments</b>	<b>353 890</b>	<b>363 781</b>	<b>382 574</b>	<b>427 574</b>	<b>318 584</b>	<b>318 126</b>	<b>406 562</b>	<b>372 984</b>	<b>381 781</b>
Compensation of employees	174 299	177 022	182 303	224 367	171 796	171 636	181 419	188 678	188 678
Salaries and wages	154 787	156 888	161 752	198 375	151 681	151 666	158 744	165 606	165 606
Social contributions	19 512	20 134	20 551	25 992	20 115	19 970	22 675	23 072	23 072
Goods and services	179 591	186 690	200 186	203 207	146 787	146 487	225 143	184 306	193 103
Administrative fees	953	1 360	1 089	886	233	237	879	912	625
Advertising	18 976	16 452	23 300	15 595	4 779	5 711	14 422	13 354	14 181
Minor assets	311	257	199	108	23	181	77	-	-
Audit cost: External	8 257	8 113	8 695	8 598	7 149	6 696	8 779	9 218	9 633
Bursaries: Employees	752	283	152	490	190	126	516	541	565
Catering: Departmental activities	344	169	469	383	27	40	200	202	202
Communication (G&S)	6 912	8 280	7 443	6 576	4 819	4 153	6 222	6 498	6 779
Computer services	34 954	39 760	32 128	47 256	42 000	39 058	64 353	38 420	40 150
Cons & prof sev: Business and advisory services	3 994	3 370	3 179	3 959	4 178	6 877	14 970	1 589	1 605
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	5 028	6 428	11 069	6 277	5 429	8 096	5 682	6 014	6 327
Contractors	3 280	4 416	7 830	4 613	1 131	1 227	3 495	3 533	3 677
Agency and support / outsourced services	131	278	481	200	930	1 303	150	150	150
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt. motor transport)	16 538	14 381	18 552	16 870	15 966	16 014	17 591	18 478	19 315
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	11	-	1 000	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 510	1 973	2 169	2 558	1 638	1 715	2 760	2 880	3 006
Consumable: Stationery, printing and office supplies	4 657	13 927	11 030	8 444	5 136	5 038	7 003	7 422	7 845
Operating leases	25 520	19 508	17 910	22 570	13 899	15 481	23 212	23 164	24 169
Property payments	31 380	32 136	40 895	42 457	32 864	30 664	45 321	40 249	42 567
Transport provided: Departmental activity	-	-	55	-	-	-	-	-	-
Travel and subsistence	14 205	14 902	12 402	11 889	5 056	3 739	7 272	9 314	9 809
Training and development	1 142	419	962	2 120	51	51	1 732	1 839	1 944
Operating payments	737	278	79	922	289	80	422	439	459
Venues and facilities	-	-	-	100	-	-	-	-	-
Rental and hiring	10	-	87	336	-	-	85	90	95
Interest and rent on land	-	69	85	-	1	3	-	-	-
Interest	-	69	85	-	1	3	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>10 669</b>	<b>10 381</b>	<b>9 960</b>	<b>9 208</b>	<b>7 821</b>	<b>7 821</b>	<b>9 325</b>	<b>9 727</b>	<b>10 232</b>
Provinces and municipalities	450	511	1 199	554	554	554	570	599	626
Provinces	450	511	1 199	554	554	554	570	599	626
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	450	511	1 199	554	554	554	570	599	626
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	10 219	9 870	8 761	8 654	7 267	7 267	8 755	9 128	9 606
Social benefits	4 308	3 846	4 011	2 629	4 243	4 830	4 042	4 054	4 236
Other transfers to households	5 911	6 024	4 750	6 025	3 024	2 437	4 713	5 074	5 370
<b>Payments for capital assets</b>	<b>8 450</b>	<b>9 540</b>	<b>28 444</b>	<b>7 394</b>	<b>33 472</b>	<b>33 930</b>	<b>5 065</b>	<b>6 870</b>	<b>7 179</b>
Buildings and other fixed structures	-	-	148	-	-	-	-	-	-
Buildings	-	-	148	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	8 363	9 540	28 296	7 394	33 472	33 930	5 065	6 870	7 179
Transport equipment	5 898	7 470	26 311	3 700	1 238	1 238	4 055	6 000	6 270
Other machinery and equipment	2 465	2 070	1 985	3 694	32 234	32 692	1 010	870	909
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	87	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>1 648</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>374 657</b>	<b>383 702</b>	<b>420 978</b>	<b>444 176</b>	<b>359 877</b>	<b>359 877</b>	<b>420 952</b>	<b>389 581</b>	<b>399 192</b>

Estimates of Provincial Revenue and Expenditure

Table 11.D : Payments and estimates by economic classification: Local Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>241 039</b>	<b>265 613</b>	<b>309 917</b>	<b>363 786</b>	<b>292 593</b>	<b>292 579</b>	<b>343 173</b>	<b>337 655</b>	<b>340 901</b>
Compensation of employees	208 441	215 801	244 720	290 724	239 589	239 358	258 868	260 868	260 868
Salaries and wages	177 370	182 700	208 553	251 824	203 192	203 208	220 022	222 022	222 022
Social contributions	31 071	33 101	36 167	38 900	36 397	36 150	38 846	38 846	38 846
Goods and services	32 598	49 812	65 197	73 062	53 004	53 221	84 305	76 787	80 033
Administrative fees	418	754	680	503	274	231	593	634	688
Advertising	385	426	348	600	38	37	250	300	350
Minor assets	44	110	91	400	110	135	220	-	275
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	467	1 489	1 645	1 573	397	461	1 591	1 669	1 709
Communication (G&S)	5 659	3 771	6 668	3 673	3 813	3 683	4 058	4 058	4 149
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof sev: Business and advisory services	5 468	10 129	15 342	28 689	31 944	34 973	42 753	29 649	26 700
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	6 766	16 823	20 441	19 813	1 350	1 355	17 400	21 184	21 420
Agency and support / outsourced services	1 565	3 501	6 620	3 000	9 412	6 270	4 000	4 000	5 000
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medgas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	265	123	169	80	6	6	92	89	113
Consumable: Stationery, printing and office supplies	556	639	1 173	1 164	344	385	1 269	1 203	1 206
Operating leases	1 127	1 005	593	1 434	287	314	1 254	1 325	1 365
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	9 048	10 796	10 768	10 187	4 369	4 711	10 119	11 347	15 740
Training and development	15	-	-	-	-	-	-	-	-
Operating payments	815	239	659	1 286	660	660	556	587	568
Venues and facilities	-	-	-	660	-	-	100	692	700
Rental and hiring	-	7	-	-	-	-	50	50	50
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>1 716</b>	<b>9 162</b>	<b>6 711</b>	<b>2 825</b>	<b>825</b>	<b>835</b>	<b>150</b>	<b>180</b>	<b>200</b>
Provinces and municipalities	1 250	8 650	4 350	2 650	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	1 250	8 650	4 350	2 650	-	-	-	-	-
Municipalities	1 250	8 650	4 350	2 650	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	466	512	2 361	175	825	835	150	180	200
Social benefits	436	512	2 361	175	825	835	150	180	200
Other transfers to households	30	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>626</b>	<b>10 179</b>	<b>801</b>	<b>1 486</b>	<b>1 072</b>	<b>1 076</b>	<b>2 000</b>	<b>297</b>	<b>830</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	626	10 179	801	1 486	1 072	1 076	2 000	297	830
Transport equipment	-	3 546	-	-	-	-	-	-	-
Other machinery and equipment	626	6 633	801	1 486	1 072	1 076	2 000	297	830
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>243 381</b>	<b>284 954</b>	<b>317 429</b>	<b>368 097</b>	<b>294 490</b>	<b>294 490</b>	<b>345 323</b>	<b>338 132</b>	<b>341 931</b>

Table 11.E : Payments and estimates by economic classification: Development and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>243 498</b>	<b>223 445</b>	<b>286 894</b>	<b>443 496</b>	<b>207 121</b>	<b>207 183</b>	<b>305 972</b>	<b>384 655</b>	<b>421 998</b>
Compensation of employees	106 224	106 184	114 798	183 641	139 782	136 974	164 655	173 785	173 785
Salaries and wages	94 861	94 681	103 144	165 892	127 340	124 622	150 809	159 028	159 028
Social contributions	11 363	11 503	11 654	17 749	12 442	12 352	13 846	14 757	14 757
Goods and services	137 274	117 244	172 096	259 855	67 339	70 209	141 317	210 870	248 213
Administrative fees	794	693	374	880	199	142	863	981	1 004
Advertising	190	350	97	200	173	173	200	600	630
Minor assets	5 089	252	580	206	41	52	105	220	229
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	817	562	394	1 032	216	136	608	856	899
Communication (G&S)	690	357	733	1 340	666	712	1 074	1 447	1 511
Computer services	11	-	-	-	-	-	-	-	-
Cons. & prof sev: Business and advisory services	104 989	47 367	108 985	210 058	45 885	50 371	101 082	169 125	202 205
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	6 588	13 323	16 129	9 746	55	55	1 520	7 020	8 021
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	790	500	-	1 000	1 000	1 000
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	2 402	2 636	-	1 896	1 093	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Leamer and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	1 205	1 671	4 618	984	484	2 500	1 924	2 019
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	34 458	27 612	7 640	7 185	7 647	10 600	5 727	6 547
Consumable supplies	3 230	285	623	630	9	1 137	1 683	693	725
Consumable: Stationery, printing and office supplies	128	443	700	778	17	125	837	868	966
Operating leases	1 112	811	965	2 194	818	767	2 053	2 419	2 547
Property payments	643	1 381	696	3 930	20	-	271	785	795
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	12 243	12 422	9 019	15 176	3 216	3 021	11 044	16 222	18 148
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	437	933	779	637	559	455	877	893	967
Venues and facilities	313	-	-	-	-	-	-	90	-
Rental and hiring	-	-	103	-	4 900	3 839	5 000	-	-
Interest and rent on land	-	17	-	-	-	-	-	-	-
Interest	-	17	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>94 603</b>	<b>143 632</b>	<b>267 416</b>	<b>11 550</b>	<b>764</b>	<b>702</b>	<b>13 100</b>	<b>8 200</b>	<b>5 105</b>
Provinces and municipalities	91 600	141 451	217 270	11 500	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	91 600	141 451	217 270	11 500	-	-	-	-	-
Municipalities	91 600	141 451	214 270	11 500	-	-	-	-	-
Municipal agencies and funds	-	-	3 000	-	-	-	-	-	-
Departmental agencies and accounts	-	60	20 000	-	-	-	13 000	8 100	5 000
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	60	20 000	-	-	-	13 000	8 100	5 000
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	29 000	-	-	-	-	-	-
Public corporations	-	-	29 000	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	29 000	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	2 650	1 055	-	-	-	-	-	-	-
Households	353	1 066	1 146	50	764	702	100	100	105
Social benefits	353	1 066	1 146	50	764	702	100	100	105
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>62 922</b>	<b>53 320</b>	<b>45 264</b>	<b>31 676</b>	<b>108 036</b>	<b>108 036</b>	<b>109 755</b>	<b>31 012</b>	<b>28 830</b>
Buildings and other fixed structures	56 598	6 746	11 307	30 450	106 308	106 308	96 000	30 350	28 150
Buildings	39 243	6 746	11 307	30 450	18 683	18 683	32 000	30 350	28 150
Other fixed structures	17 355	-	-	-	87 625	87 625	64 000	-	-
Machinery and equipment	6 324	46 574	33 925	1 061	1 728	1 728	13 755	662	680
Transport equipment	-	-	19 151	-	-	-	-	-	-
Other machinery and equipment	6 324	46 574	14 774	1 061	1 728	1 728	13 755	662	680
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	32	165	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>401 023</b>	<b>420 397</b>	<b>599 574</b>	<b>486 722</b>	<b>315 921</b>	<b>315 921</b>	<b>428 827</b>	<b>423 867</b>	<b>455 933</b>

Table 11.F : Payments and estimates by economic classification: Traditional Institutional Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>480 682</b>	<b>451 539</b>	<b>542 828</b>	<b>574 298</b>	<b>529 084</b>	<b>528 430</b>	<b>583 888</b>	<b>664 342</b>	<b>633 404</b>
Compensation of employees	160 638	158 230	151 244	182 425	158 174	157 812	182 079	182 079	182 079
Salaries and wages	148 121	145 544	138 956	164 552	146 273	146 273	164 053	164 053	164 053
Social contributions	12 517	12 686	12 288	17 873	11 901	11 539	18 026	18 026	18 026
Goods and services	320 044	293 309	391 584	391 873	370 910	370 618	401 809	482 263	451 325
Administrative fees	-	-	-	1 353	469	469	925	978	1 025
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	115	12	96	407	34	39	334	220	241
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	2 222	1 271	673	2 344	2 494	2 614
Communication (G&S)	-	-	-	715	729	680	761	777	817
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof sev: Business and advisory services	-	-	-	3 035	-	14	-	53 192	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	1 449	88	88	5 741	7 392	7 478
Contractors	3 581	1 691	2 985	8 923	348	397	6 006	6 269	6 501
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medcas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	471	72	93	515	522	548
Consumable: Stationery, printing and office supplies	-	-	-	370	105	105	405	422	454
Operating leases	-	-	-	1 871	465	396	1 484	1 521	1 855
Property payments	-	-	-	-	1	1	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	2 826	5 620	4 689	17 624	7 419	8 033	12 259	11 813	14 091
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	313 522	285 986	383 814	353 433	359 909	359 630	371 035	396 663	415 701
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>32 788</b>	<b>24 100</b>	<b>85 349</b>	<b>1 300</b>	<b>771</b>	<b>1 237</b>	<b>750</b>	<b>825</b>	<b>836</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	29 676	23 313	84 343	200	-	-	200	200	209
Households	3 112	787	1 006	1 100	771	1 237	550	625	627
Social benefits	3 112	787	1 006	1 100	771	1 237	550	625	627
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>626</b>	<b>93</b>	<b>641</b>	<b>4 553</b>	<b>13 781</b>	<b>13 969</b>	<b>1 811</b>	<b>1 293</b>	<b>1 858</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	626	93	641	4 553	13 781	13 969	1 811	1 293	1 858
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	626	93	641	4 553	13 781	13 969	1 811	1 293	1 858
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>514 096</b>	<b>475 732</b>	<b>628 818</b>	<b>580 151</b>	<b>543 636</b>	<b>543 636</b>	<b>586 449</b>	<b>666 460</b>	<b>636 098</b>



Table 11.G : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>3 338</b>	<b>4 552</b>	<b>3 858</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-	-	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof serv: Business and advisory services	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	-	-	-	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	<b>713</b>	<b>288</b>	-	-	-	-	-	-
Buildings and other fixed structures	-	713	288	-	-	-	-	-	-
Buildings	-	713	288	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3 338</b>	<b>5 265</b>	<b>4 146</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-

Table 11.H : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces (Prog 3: Development and Planning)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	<b>3 338</b>	<b>4 552</b>	<b>3 858</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
<i>Cons &amp; prof sev: Business and advisory services</i>	3 338	4 552	3 858	2 777	2 777	2 777	1 994	-	-
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3 338</b>	<b>4 552</b>	<b>3 858</b>	<b>2 777</b>	<b>2 777</b>	<b>2 777</b>	<b>1 994</b>	-	-

Table 11.I : Payments and estimates by economic classification: Provincial Disaster Recovery grant (Prog 3: Development and Planning)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	713	288	-	-	-	-	-	-
Buildings and other fixed structures	-	713	288	-	-	-	-	-	-
Buildings	-	713	288	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>713</b>	<b>288</b>	-	-	-	-	-	-

Table 11.J : Summary of transfers to local government

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	1 000	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	<b>4 700</b>	<b>2 400</b>	<b>29 385</b>	<b>1 000</b>	-	-	-	-	-
B KZN212 uMdoni	-	1 000	750	-	-	-	-	-	-
B KZN213 uMzumbane	-	-	10 000	-	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	1 000	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	3 700	1 400	18 635	1 000	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>19 150</b>	<b>18 701</b>	<b>15 550</b>	<b>1 500</b>	-	-	-	-	-
B KZN221 uMshwathi	1 400	-	-	-	-	-	-	-	-
B KZN222 uMngeni	13 450	7 901	-	-	-	-	-	-	-
B KZN223 Mpofana	-	7 000	-	-	-	-	-	-	-
B KZN224 iMpendle	-	-	1 000	-	-	-	-	-	-
B KZN225 Msunduzi	1 000	-	-	1 500	-	-	-	-	-
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZN227 Richmond	-	2 000	10 500	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	3 300	1 800	4 050	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>11 850</b>	<b>26 200</b>	<b>43 550</b>	<b>1 500</b>	-	-	-	-	-
B KZN235 Okhahlamba	9 000	2 500	10 500	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	1 300	3 400	-	-	-	-	-	-	-
B KZN238 Alfred Duma	1 000	2 000	15 500	-	-	-	-	-	-
C DC23 uThukela District Municipality	550	18 300	17 550	1 500	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>11 850</b>	<b>14 450</b>	<b>7 225</b>	-	-	-	-	-	-
B KZN241 eNdameni	750	9 000	-	-	-	-	-	-	-
B KZN242 Nquthu	-	-	-	-	-	-	-	-	-
B KZN244 uMsinga	-	-	2 325	-	-	-	-	-	-
B KZN245 uMvoti	10 500	5 000	800	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	600	450	4 100	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>12 700</b>	<b>900</b>	<b>24 460</b>	<b>3 000</b>	-	-	-	-	-
B KZN252 Newcastle	11 000	-	20 000	1 500	-	-	-	-	-
B KZN253 eMadlangeni	1 000	500	-	-	-	-	-	-	-
B KZN254 Dannhauser	400	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	300	400	4 460	1 500	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>11 800</b>	<b>3 300</b>	<b>22 950</b>	<b>1 000</b>	-	-	-	-	-
B KZN261 eDumbe	7 000	2 000	19 500	-	-	-	-	-	-
B KZN262 uPhongolo	4 500	500	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZN265 Nongoma	-	-	-	500	-	-	-	-	-
B KZN266 Ulundi	-	500	-	500	-	-	-	-	-
C DC26 Zululand District Municipality	300	300	3 450	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>1 000</b>	<b>32 600</b>	<b>14 000</b>	<b>2 650</b>	-	-	-	-	-
B KZN271 uMhlabyalingana	1 000	13 000	-	650	-	-	-	-	-
B KZN272 Jozini	-	1 300	-	500	-	-	-	-	-
B KZN275 Mtubatuba	-	11 750	14 000	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	6 550	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	1 500	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>4 700</b>	<b>4 550</b>	<b>2 050</b>	<b>500</b>	-	-	-	-	-
B KZN281 uMfolozi	2 000	1 250	-	500	-	-	-	-	-
B KZN282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZN284 uMlalazi	500	1 000	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	500	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	2 200	2 300	1 550	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>800</b>	<b>35 000</b>	<b>21 950</b>	<b>1 500</b>	-	-	-	-	-
B KZN291 Mandeni	500	-	750	-	-	-	-	-	-
B KZN292 KwaDukuza	-	5 000	5 000	-	-	-	-	-	-
B KZN293 Ndwedwe	-	3 000	-	500	-	-	-	-	-
B KZN294 Maphumulo	-	5 000	7 000	1 000	-	-	-	-	-
C DC29 iLembe District Municipality	300	22 000	9 200	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>14 300</b>	<b>11 000</b>	<b>37 500</b>	<b>1 500</b>	-	-	-	-	-
B KZN433 Greater Kokstad	11 000	5 000	15 500	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	5 000	6 500	-	-	-	-	-	-
B KZN435 uMzimkhulu	-	500	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	500	500	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	3 300	-	15 000	1 500	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>92 850</b>	<b>150 101</b>	<b>218 620</b>	<b>14 150</b>	-	-	-	-	-

**Table 11.K : Transfers to local government - Massification programme (Including electrification projects)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	<b>28 085</b>	-	-	-	-	-	-
B KZN213 uMzombe	-	-	10 000	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	18 085	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	<b>7 000</b>	-	-	-	-	-	-	-
B KZN223 Mpofana	-	7 000	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	<b>15 500</b>	<b>15 000</b>	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	1 500	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	14 000	15 000	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>10 500</b>	<b>7 500</b>	<b>4 375</b>	-	-	-	-	-	-
B KZN241 eNdumeni	-	7 500	-	-	-	-	-	-	-
B KZN244 uMsinga	-	-	1 575	-	-	-	-	-	-
B KZN245 uMvoti	10 500	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	2 800	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>11 000</b>	-	<b>22 310</b>	-	-	-	-	-	-
B KZN252 Newcastle	11 000	-	20 000	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	2 310	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>3 000</b>	-	<b>1 900</b>	-	-	-	-	-	-
B KZN261 eDumbe	3 000	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	1 900	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	<b>21 800</b>	-	-	-	-	-	-	-
B KZN271 uMhlabyalingana	-	5 000	-	-	-	-	-	-	-
B KZN275 Mtubatuba	-	11 000	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	5 800	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>1 500</b>	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	1 500	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	<b>6 000</b>	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	6 000	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	<b>5 000</b>	<b>15 000</b>	-	-	-	-	-	-
B KZN433 Greater Kokstad	-	5 000	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	15 000	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>26 000</b>	<b>62 800</b>	<b>86 670</b>	-	-	-	-	-	-

**Table 11.L : Transfers to local government - Construction of TSCs and CSCs**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>7 500</b>	-	<b>10 000</b>	-	-	-	-	-	-
B KZN235 Okhahlamba	7 500	-	10 000	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	<b>5 000</b>	<b>7 000</b>	-	-	-	-	-	-
B KZN294 Maphumulo	-	5 000	7 000	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>7 500</b>	<b>5 000</b>	<b>17 000</b>	-	-	-	-	-	-

Table 11.M : Transfers to local government - Small Town Rehabilitation programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	2 000	10 000	-	-	-	-	-	-
B KZN227 Richmond	-	2 000	10 000	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	1 500	2 400	3 000	-	-	-	-	-	-
B KZN235 Okhahlamba	1 500	2 000	-	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	400	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	-	3 000	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	750	5 000	-	-	-	-	-	-	-
B KZN241 eNdumeni	750	-	-	-	-	-	-	-	-
B KZN245 uMvoti	-	5 000	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	1 000	-	-	-	-	-	-	-	-
B KZN253 eMadlangeni	1 000	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	7 500	2 000	19 500	-	-	-	-	-	-
B KZN261 eDumbe	3 000	2 000	19 500	-	-	-	-	-	-
B KZN262 uPhongolo	4 500	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	6 000	14 000	-	-	-	-	-	-
B KZN271 uMhlabyalingana	-	6 000	-	-	-	-	-	-	-
B KZN275 Mtubatuba	-	-	14 000	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	2 000	-	-	-	-	-	-	-	-
B KZN281 uMfolozi	2 000	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	5 000	5 000	-	-	-	-	-	-
B KZN292 KwaDukuza	-	5 000	5 000	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	5 000	2 000	15 000	-	-	-	-	-	-
B KZN433 Greater Kokstad	5 000	-	15 000	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	2 000	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	17 750	24 400	66 500	-	-	-	-	-	-

Table 11.N : Transfers to local government - Disaster Management programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	-	14 000	-	-	-	-	-	-
B KZN238 Alfred Duma	-	-	12 000	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	-	2 000	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	2 000	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	2 000	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	6 000	3 000	6 000	-	-	-	-	-	-
B KZN433 Greater Kokstad	6 000	-	-	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	3 000	6 000	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	6 000	3 000	22 000	-	-	-	-	-	-

Table 11.O : Transfers to local government - Corridor Development programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekwini	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	13 450	1 200	-	-	-	-	-	-	-
B KZN222 uMngeni	13 450	1 200	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	1 000	-	-	-	-	-	-	-
B KZN271 uMhlabyalingana	-	1 000	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	11 000	5 000	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	11 000	5 000	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	13 450	13 200	5 000	-	-	-	-	-	-

**Table 11.P : Transfers to local government - Schemes Support programme**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	<b>1 000</b>	-	<b>750</b>	-	-	-	-	-	-
B KZN212 uMdoni	-	-	750	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	1 000	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>2 000</b>	<b>500</b>	<b>2 500</b>	-	-	-	-	-	-
B KZN221 uMshwathi	1 000	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	500	-	-	-	-	-	-	-
B KZN224 iMpindle	-	-	1 000	-	-	-	-	-	-
B KZN225 Msunduzi	1 000	-	-	-	-	-	-	-	-
B KZN227 Richmond	-	-	500	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	1 000	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>2 000</b>	-	-	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	1 000	-	-	-	-	-	-	-	-
B KZN238 Alfred Duma	1 000	-	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	<b>1 550</b>	-	-	-	-	-	-
B KZN244 uMsinga	-	-	750	-	-	-	-	-	-
B KZN245 uMvoti	-	-	800	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	<b>500</b>	-	-	-	-	-	-	-
B KZN253 eMadlangeni	-	500	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>1 000</b>	<b>1 000</b>	-	-	-	-	-	-	-
B KZN261 eDumbe	1 000	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	500	-	-	-	-	-	-	-
B KZN266 Ulundi	-	500	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>1 000</b>	<b>2 000</b>	-	-	-	-	-	-	-
B KZN271 uMhlabuyalingana	1 000	-	-	-	-	-	-	-	-
B KZN272 Jozini	-	500	-	-	-	-	-	-	-
B KZN275 Mtubatuba	-	750	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	750	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	<b>500</b>	<b>500</b>	-	-	-	-	-	-
B KZN281 uMfolozi	-	500	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	500	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	<b>750</b>	<b>1 500</b>	-	-	-	-	-
B KZN291 Mandeni	-	-	750	-	-	-	-	-	-
B KZN293 Ndwedwe	-	-	-	500	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	1 000	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>7 000</b>	<b>4 500</b>	<b>6 050</b>	<b>1 500</b>	-	-	-	-	-

**Table 11.Q : Transfers to local government - Development Planning and Shared Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	<b>400</b>	<b>550</b>	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	400	550	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	<b>500</b>	<b>550</b>	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	500	550	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>550</b>	<b>300</b>	<b>550</b>	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	300	-	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	250	300	550	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>300</b>	<b>450</b>	<b>500</b>	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	300	450	500	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	<b>400</b>	<b>550</b>	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	400	550	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	<b>300</b>	<b>550</b>	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	300	550	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>400</b>	<b>300</b>	<b>550</b>	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	400	300	550	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	<b>550</b>	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	550	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1 250</b>	<b>2 650</b>	<b>4 350</b>	-	-	-	-	-	-

Table 11.R : Transfers to local government- District Growth and Development Summit

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>-</b>	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	300	-	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>300</b>	-	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	300	-	-	-	-	-	-	-	-
<b>Unallocated</b>	<b>-</b>	-	-	-	-	-	-	-	-
<b>Total</b>	<b>2 700</b>	-	-	-	-	-	-	-	-

Table 11.S : Transfers to local government - Spatial Development Framework Support

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	<b>400</b>	<b>1 000</b>	-	<b>1 000</b>	-	-	-	-	-
B KZN212 uMdoni	-	1 000	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	400	-	-	1 000	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>400</b>	-	<b>1 000</b>	<b>1 500</b>	-	-	-	-	-
B KZN221 uMshwathi	400	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	-	-	-	1 500	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	1 000	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>-</b>	<b>2 000</b>	-	<b>1 500</b>	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	1 000	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	1 000	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	-	-	1 500	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>-</b>	<b>1 000</b>	<b>800</b>	-	-	-	-	-	-
B KZN241 eNdumeni	-	1 000	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	800	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>400</b>	-	-	<b>3 000</b>	-	-	-	-	-
B KZN252 Newcastle	-	-	-	1 500	-	-	-	-	-
B KZN254 Dannhauser	400	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	1 500	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>-</b>	<b>-</b>	<b>1 000</b>	<b>-</b>	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	1 000	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>-</b>	-	-	<b>1 500</b>	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	1 500	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>-</b>	<b>1 000</b>	<b>1 000</b>	<b>-</b>	-	-	-	-	-
B KZN284 uMlalazi	-	1 000	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	1 000	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>-</b>	<b>-</b>	<b>650</b>	<b>-</b>	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	650	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>-</b>	-	-	<b>1 500</b>	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	1 500	-	-	-	-	-
<b>Unallocated</b>	<b>-</b>	-	-	<b>-</b>	-	-	-	-	-
<b>Total</b>	<b>1 200</b>	<b>5 000</b>	<b>4 450</b>	<b>10 000</b>	-	-	-	-	-

Table 11.T : Transfers to local government - GIS precinct support

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	500	-	-	-	-	-	-	-	-
B KZN284 uMlalazi	500	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	500	-	-	-	-	-	-	-	-
B KZN291 Mandeni	500	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Table 11.U : Transfers to local government - Integrated Youth Development Summit

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	1 000	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>1 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Table 11.V : Transfers to local government - Nodal Plans

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	1 000	-	-	-	-	-	-	-
B KZN222 uMngeni	-	1 000	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	2 000	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	1 000	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	1 000	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
B KZN252 Newcastle	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	1 000	-	-	-	-	-	-	-
B KZN271 uMhlabuyalingana	-	1 000	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	1 000	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	1 000	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
B KZN291 Mandeni	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>5 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



Table 11.W : Transfers to local government - Building Information Management Systems

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	500	1 000	-	-	-	-	-	-
B KZN235 Okhahlamba	-	-	500	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	500	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	-	500	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	500	-	-	-	-	-	-	-
B KZN241 eNdameni	-	500	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	500	-	-	-	-	-	-	-
B KZN272 Jozini	-	500	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	500	1 500	-	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	500	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	-	500	-	-	-	-	-	-
B KZN435 uMzimkhulu	-	500	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	-	500	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	2 000	2 500	-	-	-	-	-	-

Table 11.X : Transfers to local government - Geospatial Database Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	800	1 500	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	800	1 500	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	800	1 500	-	-	-	-	-	-

Table 11.Y : Transfers to local government - RASET

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
<b>Total: Ugu Municipalities</b>	3 000	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	3 000	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	3 000	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	3 000	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	3 000	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	3 000	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	5 000	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	5 000	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	3 000	-	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	3 000	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	9 000	8 000	-	-	-	-	-	-	-

Table 11.Z : Transfers to local government - GIS Functionality

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	500	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	500	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	1 600	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	1 600	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	1 000	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	1 000	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>500</b>	<b>2 600</b>	-	-	-	-	-	-

Table 11.AA : Transfers to local government - Nelson Mandela Exhibition Centre

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	5 201	-	-	-	-	-	-	-
B KZN222 uMngeni	-	5 201	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>5 201</b>	-	-	-	-	-	-	-

Table 11.AB : Transfers to local government - Indigent Register

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	3 000	-	-	-	-	-	-	-
B KZN293 Ndwedwe	-	3 000	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>3 000</b>	-	-	-	-	-	-	-

Table 11.AC : Transfers to local government - Operational Support CSCs

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	500	-	-	-	-	-	-	-
B KZN235 Okhahlamba	-	500	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	300	-	-	-	-	-	-	-
B KZN272 Jozini	-	300	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	750	-	-	-	-	-	-	-
B KZN281 uMfolozi	-	750	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	500	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	500	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>2 050</b>	-	-	-	-	-	-	-

Table 11.AD : Transfers to local government - Ward Based Plan

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	1 000	-	-	-	-	-
B KZN265 Nongoma	-	-	-	500	-	-	-	-	-
B KZN266 Ulundi	-	-	-	500	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	1 150	-	-	-	-	-
B KZN271 uMhlabuyalingana	-	-	-	650	-	-	-	-	-
B KZN272 Jozini	-	-	-	500	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	-	500	-	-	-	-	-
B KZN281 uMfolozi	-	-	-	500	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	<b>2 650</b>	-	-	-	-	-

Table 11.AE : Transfers to local government - Shared Legal Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	-	-	-	-	-	-	-	-	-
Total: Ugu Municipalities	-	1 000	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	1 000	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	1 000	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	1 000	-	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	<b>2 000</b>	-	-	-	-	-	-	-