

**Table 5.10(a): Payments and estimates by economic classification: Provincial Treasury**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08						
<b>Current payments</b>	<b>239,711</b>	<b>248,003</b>	<b>241,874</b>	<b>298,857</b>	<b>338,446</b>	<b>337,667</b>	<b>322,519</b>	<b>331,850</b>	<b>348,530</b>
Compensation of employees	82,001	87,762	101,930	125,312	124,332	120,982	135,938	145,218	153,348
Salaries and wages	74,384	77,539	91,427	112,015	114,893	109,629	121,963	130,407	137,668
Social contributions	7,617	10,223	10,503	13,297	9,439	11,353	13,975	14,811	15,680
Goods and services	157,710	160,241	139,944	173,545	214,114	216,685	180,081	180,132	188,682
of which									
Specify item									
Specify item									
Specify item									
Specify item									
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	6,500	6,500	6,500
<b>Transfers and subsidies to:</b>	<b>261</b>	<b>314</b>	<b>858</b>	<b>1,464</b>	<b>4,004</b>	<b>5,030</b>	<b>4,200</b>	<b>2,999</b>	<b>3,044</b>
Provinces and municipalities	261	314	-	-	-	-	-	-	-
Provinces <sup>2</sup>	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities <sup>3</sup>	261	314	-	-	-	-	-	-	-
Municipalities	261	314	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises <sup>6</sup>	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	858	1,464	4,004	5,030	4,200	2,999	3,044
Social benefits	-	-	858	639	3,942	4,829	3,287	1,889	1,470
Other transfers to households	-	-	-	825	62	201	913	1,110	1,574
<b>Payments for capital assets</b>	<b>2,615</b>	<b>8,907</b>	<b>3,575</b>	<b>4,876</b>	<b>10,901</b>	<b>10,654</b>	<b>2,825</b>	<b>4,057</b>	<b>4,872</b>
Buildings and other fixed structures	-	-	-	-	-	167	-	-	-
Buildings	-	-	-	-	-	167	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2,545	7,894	3,518	3,749	9,774	9,437	1,633	2,792	3,532
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	2,545	7,894	3,518	3,749	9,774	9,437	1,633	2,792	3,532
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	70	1,013	57	1,127	1,127	1,050	1,192	1,265	1,340
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Total economic classification</b>	<b>242,587</b>	<b>257,224</b>	<b>246,307</b>	<b>305,197</b>	<b>353,351</b>	<b>353,351</b>	<b>329,544</b>	<b>338,906</b>	<b>356,446</b>

## 4.2 Departmental own receipts collection

Table 6.1(b) gives a summary of the receipts collected and budgeted to be collected over the 2009/10 MTEF by the department. Details of departmental receipts are presented in Table 6.9 in the Annexures to Vote 6 – Economic Development, Environment and Tourism.

**Table 6.1(b): Departmental receipts: Economic Development, Environment and Tourism**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Tax receipts	15,840	20,309	24,230	25,061	27,014	27,014	29,221	32,294	36,317
Non-tax receipts	4,809	3,725	4,461	14,816	13,509	13,509	16,450	19,798	21,538
Sale of goods and services other than capital assets	2,712	3,677	4,400	14,745	11,633	11,633	14,519	17,631	19,177
Fines, penalties and forfeits	2,096	47	60	70	1,875	1,875	1,930	2,166	2,360
Interest, dividends and rent on land	1	1	1	1	1	1	1	1	1
Transfers received	-	-	-	-	-	-	-	-	-
Sale of capital assets	7	7	36	40	-	-	-	-	-
Financial transactions	848	2,431	1,573	1,398	792	792	816	914	996
Total departmental receipts	21,504	26,472	30,300	41,315	41,315	41,315	46,487	53,006	58,851

The main revenue source of the department comprises tax receipts, including casino, horse racing and liquor licences. The 12.5 per cent growth reflected in the 2009/10 MTEF is due to the envisaged implementation of the Business Registration Act, liquor licences and court fines, which are expected to increase over the period.

## 5. Payment summary

This section provides information pertaining to the Vote as a whole at an aggregated level, including payments and budget estimates in terms of programmes and economic classification. Further details are given in Tables 6.10(a) to 6.10(e) of the Annexures to Vote 6 – Economic Development, Environment and Tourism.

### 5.1 Key assumptions

The key assumptions underpinning the budget allocation are:

- Basic salary increases were budgeted for at 6.0 per cent, 6.0 per cent and 5.6 per cent in 2009/10, 2010/11 and 2011/12, respectively. A one per cent pay progression and 1.5 per cent of the salary bill were also factored into the personnel budget.
- CPIX indicators were taken into account where inflation-related items were calculated.

## 5.2 Summary by programme and economic classification

The departmental budget is made up of four programmes, in accordance with the generic structure of the economic sector. These programmes are Administration, Economic Development, Environmental Affairs and Tourism.

Tables 6.2(a) and 6.2(b) provide details of the Vote by programme and economic classification.

**Table 6.2(a): Summary of payments and estimates: Economic Development and Tourism**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2005/06	2006/07	2007/08	2008/09			2009/10	2010/11	2011/12
Programme 1: Administration	175,756	238,743	165,672	178,466	218,587	217,481	288,118	241,687	254,798
Programme2: Economic Development	203,838	160,868	147,409	267,219	273,130	270,997	248,645	305,516	318,948
Programme 3: Environmental Affairs	-	42,137	68,863	127,115	120,122	120,319	120,122	125,465	132,891
Programme 4: Tourism	-	9,666	45,448	81,245	85,020	84,203	87,020	94,294	99,695
Programme 5: Environment & Tourism	149,631	198,661	188,156	-	-	-	-	-	-
Total payments and estimates	529,225	650,075	615,548	654,045	696,859	693,000	743,905	766,962	806,332

**Table 5.10(b): Payments and estimates by economic classification: Programme 1: Administration**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08						
<b>Current payments</b>	<b>74,801</b>	<b>65,191</b>	<b>67,422</b>	<b>86,074</b>	<b>78,447</b>	<b>77,597</b>	<b>81,894</b>	<b>89,370</b>	<b>92,974</b>
Compensation of employees	40,488	30,005	36,341	45,242	45,242	42,337	47,517	51,484	54,368
Salaries and wages	37,611	24,478	31,908	37,230	41,735	38,830	39,144	42,612	45,248
Social contributions	2,877	5,527	4,433	8,012	3,507	3,507	8,373	8,872	9,120
Goods and services	34,313	35,186	31,081	40,832	33,205	35,260	32,638	36,147	36,867
of which									
Telephone services	8,000	4,147	8,000	8,055	7,032	6,032	8,619	9,136	9,684
GG Vehiclesrunning costs	3,800	1,724	3,800	4,240	3,240	4,240	4,537	4,809	5,098
Computer hardware	3,515	5,164	3,515	4,240	4,240	3,155	4,537	4,809	5,098
Subsistence allowance	6,600	1,146	6,600	7,420	6,420	5,234	7,939	8,415	8,920
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure							1,739	1,739	1,739
<b>Transfers and subsidies to:</b>	<b>144</b>	<b>131</b>	<b>215</b>	<b>1,464</b>	<b>3,062</b>	<b>3,912</b>	<b>4,200</b>	<b>2,999</b>	<b>3,044</b>
Provinces and municipalities	144	131	-	-	-	-	-	-	-
Provinces <sup>2</sup>	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities <sup>3</sup>	144	131	-	-	-	-	-	-	-
Municipalities	144	131	-	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Provide list of entities receiving transfers									
Universities and technikons									
Public corporations and private enterprises <sup>4</sup>									
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	215	1,464	3,062	3,912	4,200	2,999	3,044
Social benefits			215	639	3,000	3,711	3,287	1,889	1,470
Other transfers to households				825	62	201	913	1,110	1,574
<b>Payments for capital assets</b>	<b>1,534</b>	<b>5,005</b>	<b>2,074</b>	<b>2,949</b>	<b>8,978</b>	<b>8,978</b>	<b>2,050</b>	<b>2,391</b>	<b>2,612</b>
Buildings and other fixed structures	-	-	-	-	-	167	-	-	-
Buildings	-	-				167			
Other fixed structures									
Machinery and equipment	1,464	3,992	2,017	1,822	7,851	7,761	858	1,126	1,272
Transport equipment									
Other machinery and equipment	1,464	3,992	2,017	1,822	7,851	7,761	858	1,126	1,272
Cultivated assets									
Software and other intangible assets	70	1,013	57	1,127	1,127	1,050	1,192	1,265	1,340
Land and subsoil assets									
<b>Total economic classification</b>	<b>76,479</b>	<b>70,327</b>	<b>69,711</b>	<b>90,487</b>	<b>90,487</b>	<b>90,487</b>	<b>88,144</b>	<b>94,760</b>	<b>98,630</b>

**Table 5.10(c): Payments and estimates by economic classification: Programme 2: Sustainable Resource Management**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08						
				2008/09					
<b>Current payments</b>	<b>31,769</b>	<b>32,789</b>	<b>28,044</b>	<b>46,006</b>	<b>38,963</b>	<b>32,776</b>	<b>37,208</b>	<b>39,575</b>	<b>41,790</b>
Compensation of employees	23,175	17,128	20,471	25,895	25,067	24,140	30,243	32,065	33,859
Salaries and wages	20,763	15,812	17,936	24,415	23,704	23,066	28,674	30,401	31,969
Social contributions	2,412	1,316	2,535	1,480	1,363	1,074	1,569	1,664	1,890
Goods and services	8,594	15,661	7,573	20,111	13,896	8,636	6,221	6,766	7,187
of which									
Water and electricity	1,336	1,699	1,500	1,590	1,345	2,456	1,701	1,803	-
Capital remuneration	580	500	650	689	789	1,234	737	781	-
Contractor services	610	1,377	700	742	345	545	794	842	-
Building materials	9,698	2,888	1,000	10,600	11,417	2,291	11,342	12,023	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure							744	744	744
<b>Transfers and subsidies to:</b>	<b>81</b>	<b>70</b>	<b>-</b>	<b>-</b>	<b>315</b>	<b>478</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	81	70	-	-	-	-	-	-	-
Provinces <sup>2</sup>	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities <sup>3</sup>	81	70	-	-	-	-	-	-	-
Municipalities	81	70	-	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Provide list of entities receiving transfers									
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises <sup>4</sup>	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers				-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	-	-	315	478	-	-	-
Social benefits	-	-	-	-	315	478	-	-	-
Other transfers to households									
<b>Payments for capital assets</b>	<b>946</b>	<b>1,264</b>	<b>430</b>	<b>577</b>	<b>305</b>	<b>225</b>	<b>511</b>	<b>425</b>	<b>656</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	946	1,264	430	577	305	225	511	425	656
Transport equipment									
Other machinery and equipment	946	1,264	430	577	305	225	511	425	656
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets	-								
<b>Total economic classification</b>	<b>32,796</b>	<b>34,123</b>	<b>28,474</b>	<b>46,583</b>	<b>39,583</b>	<b>33,479</b>	<b>37,719</b>	<b>40,000</b>	<b>42,446</b>

**Table 5.10(d): Payments and estimates by economic classification: Programme 3: Asset, Liability and Supply Chain Management**

R thousand	Outcome			Main	Adjusted	Revised	Medium-term estimates		
	Audited	Audited	Audited	appropriation	appropriatio	estimate	2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>19,524</b>	<b>29,831</b>	<b>28,206</b>	<b>103,090</b>	<b>149,687</b>	<b>149,674</b>	<b>123,294</b>	<b>125,582</b>	<b>129,878</b>
Compensation of employees	10,796	18,668	20,786	34,068	35,343	35,343	35,268	37,384	39,477
Salaries and wages	9,463	16,865	19,026	32,035	32,688	30,170	33,113	35,100	36,937
Social contributions	1,333	1,803	1,760	2,033	2,655	5,173	2,155	2,284	2,540
Goods and services	8,728	11,163	7,420	69,022	114,344	114,331	85,589	85,761	87,964
of which							-		
Equipment repairs	3,250	4,760	3,100	3,250	100,000	100,000	3,478	3,686	-
Fuel: heavy machines	4,880	496	1,670	4,880	4,000	3,000	5,222	5,535	-
Spares: heavy machines	3,562	1,659	3,360	3,562	10,344	10,599	3,811	4,040	-
Provincial infrastructure reserve	22,870							-	
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure							2,437	2,437	2,437
<b>Transfers and subsidies to:</b>	<b>20</b>	<b>14</b>	<b>351</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	20	14	-	-	-	-	-	-	-
Provinces <sup>2</sup>	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities <sup>3</sup>	20	14	-	-	-	-	-	-	-
Municipalities	20	14	-	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Provide list of entities receiving transfers									
Universities and technikons									
Public corporations and private enterprises <sup>4</sup>	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	351	-	-	13	-	-	-
Social benefits			351	-	0	13	-	-	-
Other transfers to households									
<b>Payments for capital assets</b>	<b>-443</b>	<b>1,658</b>	<b>289</b>	<b>743</b>	<b>943</b>	<b>943</b>	<b>264</b>	<b>584</b>	<b>908</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	(443)	1,658	289	743	943	943	264	584	908
Transport equipment									
Other machinery and equipment	(443)	1,658	289	743	943	943	264	584	908
Cultivated assets							-		
Software and other intangible assets									
Land and subsoil assets									
<b>Total economic classification</b>	<b>19,101</b>	<b>31,503</b>	<b>28,846</b>	<b>103,833</b>	<b>150,630</b>	<b>150,630</b>	<b>123,558</b>	<b>126,166</b>	<b>130,786</b>

Table 5.10(e): Payments and estimates by economic classification: Programme 4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08						
<b>Current payments</b>	<b>113,617</b>	<b>120,192</b>	<b>118,203</b>	<b>63,687</b>	<b>71,349</b>	<b>77,620</b>	<b>80,123</b>	<b>77,323</b>	<b>83,888</b>
Compensation of employees	7,542	21,961	24,332	20,107	18,680	19,162	22,910	24,285	25,644
Salaries and wages	6,547	20,384	22,676	18,335	16,766	17,563	21,032	22,294	23,514
Social contributions	995	1,577	1,656	1,772	1,914	1,599	1,878	1,991	2,130
Goods and services	106,075	98,231	93,871	43,580	52,669	58,458	55,633	51,458	56,664
of which									
Audit Fees			30,000	31,800	50,900	51,000	55,000	49,790	54,342
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure							1,580	1,580	1,580
<b>Transfers and subsidies to<sup>1</sup>:</b>	<b>16</b>	<b>99</b>	<b>292</b>	<b>-</b>	<b>627</b>	<b>627</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	16	99	-	-	-	-	-	-	-
Provinces <sup>2</sup>	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities <sup>3</sup>	16	99	-	-	-	-	-	-	-
Municipalities	16	99	-	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Provide list of entities receiving transfers <sup>4</sup>									
Universities and technikons									
Public corporations and private enterprises <sup>5</sup>									
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	292	-	627	627	-	-	-
Social benefits			292	-	627	627	-	-	-
Other transfers to households									
<b>Payments for capital assets</b>	<b>578</b>	<b>980</b>	<b>782</b>	<b>607</b>	<b>675</b>	<b>508</b>	<b>-</b>	<b>657</b>	<b>696</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	578	980	782	607	675	508	-	657	696
Transport equipment									
Other machinery and equipment	578	980	782	607	675	508	-	657	696
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total economic classification</b>	<b>114,211</b>	<b>121,271</b>	<b>119,277</b>	<b>64,294</b>	<b>72,651</b>	<b>78,755</b>	<b>80,123</b>	<b>77,980</b>	<b>84,584</b>
<i>Of which: Capitalised compensation<sup>6</sup></i>	-	-	-	-	-	-	-	-	-

**Table 5.11: Transfers to local government by transfer/grant type, category and municipality: Provincial Treasury**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Regional services council levy									
Category C	66	261	314	-	-	-	-	-	-
Capricorn	66	261	314	-	-	-			
Waterberg									
Mopani									
Vhembe									
Sekhukhune									
Total departmental transfers	66	261	314	-	-	-	-	-	-

# Vote 6

## ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM

To be appropriated	R 743 905 000
Statutory Amount	R 1 327 560
Amount to be voted	R 743 905 000

  

Responsible MEC	MEC for Economic Development, Environment and Tourism
Administering Department	Economic Development, Environment and Tourism
Accounting Officer	Senior General Manager

### 1. Overview

#### 1.1 Vision

To be a major contributor to innovations and solutions for sustainable economic growth.

#### 1.2 Mission

To stimulate and maintain an enabling environment conducive to sustainable economic growth, environmental justice and an improved quality of life for all.

#### 1.3 Core functions and responsibilities

The department's core functions can be summarised as follows:

- To drive the economic development strategies of the Province.
- To facilitate strategies to enhance competitiveness of priority sectors of the economy, in line with the industrial development strategy.  
To promote the development of small businesses and social enterprises.
- To promote and facilitate economic empowerment programmes.
- To manage the small, medium and micro-sized enterprise (SMME), Co-operative and Growth Funds.
- To provide an effective and efficient consumer protection service.
- To ensure effective and prudent business regulation in the Province.

## **1.4 Main services**

The mandate of the department is to develop the Provincial economy, and promote and manage environmental and tourism activities. To carry out this mandate, the department pursues the following six strategic goals:

- Job creation through a sustainable environment.
- Ensuring healthy and fair trade.
- Making Limpopo a preferred eco-tourism destination.
- Sustainable environmental management.
- Increase in productive investment.
- Thriving enterprises in all sectors.

## **1.5 Acts, rules and regulations**

The Department of Economic Development, Environment and Tourism performs its functions and responsibilities according to the following legislative and other mandates:

- Medium-Term Strategic Framework .
- National Spatial Development Perspective.
- Provincial Growth and Development Strategy .
- State of the Nation Address (SONA).
- State of the Province Address (SOPA)
- National Macro-Economic Strategy.
- Executive Council Resolutions.
- Broad-Based Black Economic Empowerment.
- Inter-Governmental Relations Act.
- National Small Business Act.
- Limpopo Business Registration Act.
- Liquor Act.
- New Credit Agreement Act.
- Sales and Services Matters Act.
- Harmful Business Act.
- Preferential Procurement Policy Framework Act .
- Job Summit Resolutions.
- Mining Summit Resolutions.
- Tourism Second Amendment Act.
- White Paper on the Development and Promotion of Tourism in South Africa.
- Tourism Growth Strategy for Limpopo .
- Southern African Development Community (SADC) Protocol on Tourism.

- National Environmental Management Act (NEMA).
- Community-Based Natural Resource Management.
- Public Finance Management Act.
- Treasury Regulations.
- Intergovernmental Fiscal Relations Act.
- Auditor-General's Act.
- Appropriation Act.
- Provincial Revenue Process Act.
- Basic Conditions of Employment Act.
- Batho Pele White Paper.
- Employment Equity Act.
- HIV/Aids Strategy Plan for South Africa.
- Labour Relations Act.
- Public Service Act.
- Public Service Regulations.
- Skills Development Act.
- Skills Development and Levies Act.
- National Skills Development Strategy for South Africa.
- Affirmative Action in the Public Service.
- New Employment Policy for the Public Service.
- Public Service Training and Education.
- Transformation of the Public Service.
- Occupational Health and Safety Act.
- Limpopo Environmental Management Act.
- Environmental Impact Assessment Regulations.
- NEMA Protected Areas Act.
- Environmental Conservation Management Act.
- Integrated Pollution and Waste Management Policy.
- NEMA Air Quality Act.
- NEMA Biodiversity Act.
- Waste Management Bill.
- SADC Protocol on Wildlife Management.
- International Agreements, Protocols, Conventions and Treaties.
- Division of Revenue Act (DoRA).

## **2. Review of the current financial year (2008/09)**

### **2.1 Organisational structure**

One of the critical and long-outstanding issues the department had to finalise during the current financial year was a review of the organisational structure. The departmental organisational structure was approved after incorporating inputs from the Department of Public Service and Administration (DPSA). So far, all managers' and deputy managers' posts have been evaluated and 201 posts have been advertised, of which 55 have been filled. More than 90 further posts will be advertised by the second quarter of 2008/09 financial year. Most of the Senior Management Services (SMS) posts, especially at level 13, have been evaluated and graded.

### **2.2 Information management**

In the area of information management, the department has successfully implemented local area network (LAN) cabling at 15 regional offices. This is in addition to the almost 100% LAN installation at head office. The intranet service commenced in 2007, recorded 95% uptime and is still doing well. The departmental website will be up and running soon.

### **2.3 Audit matters**

An Audit Steering Committee has been appointed and meets regularly to discuss the implementation of an Action Plan which addresses all audit matters. A progress report is presented on a monthly basis, detailing progress on how the audit queries are addressed.

### **2.4 Policy development**

Since policy development was a weakness in the past, the department has ensured that policies are appropriately developed and adopted by management. So far, 62 policies have been adopted by management and are ready for implementation. Amongst these are policies such as Records Management, which led to the department receiving an unqualified audit opinion by the Auditor General.

### **2.5 Investment promotion**

Based on the Investment Tracking System, Trade and Investment Limpopo has recorded an investment flow to the Province of R12.10 billion, mainly in the mining (R10.25 billion), retail (R40 million) and utilities (R1.814 billionn) sectors.

### **2.6 Business regulation and governance**

The Business Regulation and Governance unit has recorded a higher than 80 per cent success rate in the resolution of consumer complaints. Similarly, by stipulating that the Liquor Board meets regularly, the department has ensured that all liquor licence applications are concluded within the required time frame. Over 900 business premises were inspected for compliance.

The department has ensured that the Limpopo Business Registration Act passes through the legislative process. The regulations have been advertised in the Provincial Gazette and newspapers for public comment and the legislative process commenced in April 2008.

## **2.7 Enterprise development**

The department continues to provide both financial and non-financial support to small enterprises.

## **2.8 Economic research**

The Economic Research unit has started five research projects to direct key economic programmes, ensuring that departmental projects remain targeted and specific to meeting basic economic needs.

## **2.9 Environmental management**

Given its success rate in issuing Convention on International Trade in Endangered Species (CITES) permits and Environmental Impact Assessments (EIAs) last year, the department continues to fulfil this legislative mandate.

## **2.10 Tourism**

- The Environmental Integrated Development Planning (IDP) Toolkit has been developed and is ready for implementation by municipalities.
- Management plans for the K2C and Waterberg Biosphere Reserves are being developed.
- The department commenced with a study to determine tourism's contribution to the Provincial gross geographical product (GGP).
- Ongoing registration of tour guides takes place.
- The implementation of the Tourism Growth Strategy is progressing well.

## **3. Outlook for 2009/10**

The Department of Economic Development, Environment and Tourism drives economic development initiatives in the Province by providing an environment that enables trade activities, SMMEs and cooperatives to thrive, is conducive to investment generation, ensures an equitable business and fair trade environment, and promotes tourism and the sustainable use of the environment.

A business process re-engineering project was concluded in the financial year 2007/08 and the department is currently implementing the recommendations. Project implementation will continue during the next few years, including the realignment of the organisational structure as mentioned earlier.

Over the past year, the department has focused on implementing monitoring and evaluation (M&E) mechanisms, which enable the department to identify areas of non-performance and make corrective measures timeously.

The Strategic and Performance Plans have been revised to reposition the department, enabling it to deliver services more effectively to communities and stakeholders. The revised plans will facilitate a continuation of the implementation of most of the key strategic priorities that have been set, including:

- Opening export market access for enterprises through initiatives such as the establishment of a fresh produce market.
- Strengthening support for SMMEs and cooperatives, both financial and non-financial.
- Promoting SMME development through procurement opportunities.
- Supporting mining development initiatives and promoting beneficiation.
- Promoting agro-processing and value-adding manufacturing initiatives.
- Developing new tourism products and enhancing the transformation of the tourism sector.
- Promoting environmental management through the 'Greening Limpopo' Programme and the 'Cleanest Town' competition.
- Strengthening the department's capacity to promote healthy and fair trade and business registrations.
- Tightening liquor trade regulation and mitigating the social impact.
- Implementing the Limpopo Business Registration Act.
- Determining the socio-economic impact of the gambling industry in the Province.
- Improving international economic cooperation to attract trade and investment.
- Supporting initiatives around the 2010 FIFA Soccer World Cup.
- Monitoring implementation of the restructured state-owned enterprises.
- Improving on the department's service delivery capacity.
- Strengthening skills development interventions, especially in terms of scarce skills.

## 4. Receipts and financing

### 4.1 Summary of receipts and financing

Table 6.1(a) shows the sources of funding for the Department of Economic Development over the seven-year period 2005/06 to 2011/12. The table also compares actual and budgeted receipts against payments.

**Table 6.1(a): Summary of receipts: Economic Development, Environment and tourism**

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Equitable share	507,721	623,603	585,248	612,730	655,544	651,685	697,418	713,956	747,481
Conditional grants	-	-	-	-	-	-	-	-	-
Departmental receipts	21,504	26,472	30,300	41,315	41,315	41,315	46,487	53,006	58,851
<b>Total receipts</b>	<b>529,225</b>	<b>650,075</b>	<b>615,548</b>	<b>654,045</b>	<b>696,859</b>	<b>693,000</b>	<b>743,905</b>	<b>766,962</b>	<b>806,332</b>