



Strategic Goal 7 Transformation

Strategic Objectives	Outputs
Contribute towards empowerment, poverty alleviation and job creation	Implement EPWP programmes
	Youth Development Strategy finalised
	BBBEE Plan implemented
	Implement gender equality support programmes

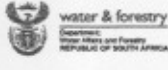


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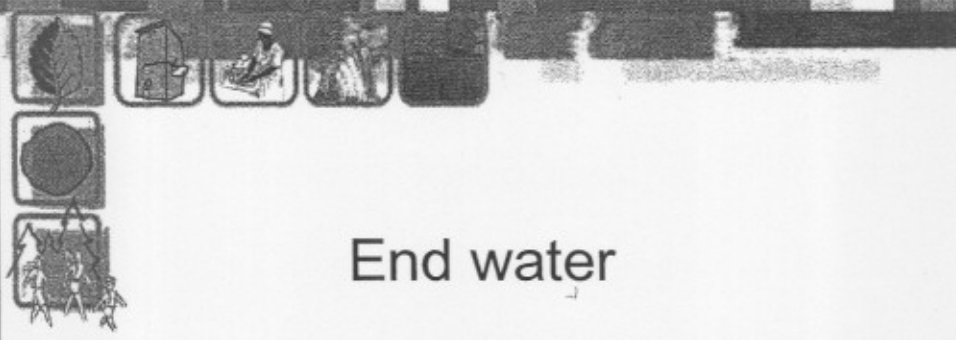


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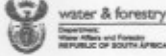


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End water

BEGINNING FORESTRY



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The Forestry Branch

- Activities of the branch contribute to the following Strategic priorities of Government:
 - Speeding up growth and transforming the economy to create decent work and sustainable livelihoods.
 - Comprehensive development strategy linked to land and agrarian reform and food security.
 - Strengthen skills and human resource base.
 - Pursuing Africa advancement and enhanced international cooperation.
 - Sustainable resource management and use




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The Forestry Branch

Strategic Goal	Strategic objectives
Sustainably managed plantations, indigenous forests and woodlands that provides optimal social, environmental and economic benefits	To ensure the sustainable management of all natural forests, woodlands and plantations through the implementation of the National Forests Act, 1998
	To reduce incidents of veld, forest and mountain fires through the implementation of the National Veld and Forest Fire Act, 1998
	To improve the contribution of the Forest sector to skills development in order to address development and growth of the sector
	To enhance awareness raising and information sharing to raise the profile of the forestry sector
	To accelerate the transformation and growth of the forestry sector in line with the targets of the Forestry sector BBBEE Charter
	To increase the contribution of greening, participatory forest management and community forestry in improving livelihoods and addressing poverty eradication




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Budget and Finance Overview

- Expenditure trends in the last five years
- Budget comparisons: 2009-10 vs 2008-09
 - Changes to 2009 MTEF baseline
 - Explanatory notes to 2009 MTEF
 - Donor funding
- WTE Revenue Vs Expenditure




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Expenditure trends

Year	Actual R'000	Budget R'000	% Expend
2004/05	3,776,946	3,823,112	99
2005/06	3,717,088	3,935,636	94
2006/07	4,305,650	4,660,303	92
2007/08	5,385,461	5,862,513	92
2008/09	6,511,300	7,036,616	93


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Current Budget (2009/10) vs. Previous Year Budget (2008/09)

Programme	2009/10 Budget R'000	2008/09 Budget R'000	Change
Administration	795 353	591 686	203 667
Water resource management	3 895 794	3 528 112	367 682
Water Services	2 717 039	2 423 844	293 195
Forestry	485 641	492 974	(7 333)
Total	7 893 827	7 036 616	1 363 256


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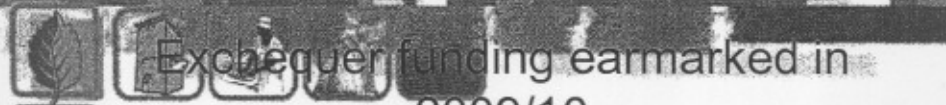


2009/10: Earmarked Vs Unearmarked

Programme	COE R'000	Goods and services	Interest on land R'000	Transfers R'000	Capital payments R'000	Total R'000
		R'000				
Total allocation	1 327 863	2 074 825	782	3 337 704	1 152 653	7 893 827
Minus: Funds earmarked	86 077	667 586	-	1 455 000	961 500	3 170 163
Funds not earmarked	1 241 786	1 407 239	782	1 882 704	191 153	4 723 664

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Exchequer funding earmarked in 2009/10


Thus the total amount earmarked for the 2009/10 financial year for the Department amounts to R3 170 163 000 for the following purposes:

Rent of buildings	138 331 000
Working for Water	455 724 000
Working on Fire	123 608 000
Refurbishment of water scheme	30 000 000
• De Hoop Dam (Phases 2B to 2G)	600 000 000
• Additional capacity: Internal Audit and Finance	6 000 000
• Sanitation at school and clinics	350 000 000
• Regional Bulk infrastructure	611 500 000
• Operating subsidy (Water Services)	<u>855 000 000</u>
• Total earmarked funding	<u>3 170 163 000</u>

Earmarked funding


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Changes on 2009 MTEF Baseline

	2009/10 R'000	2010/11 R'000	2011/12 R'000
Building of Capacity of the State		25 000	30 000
Growing the Forestry Sector: Support projects			30 000
Jobs for growth: Working on fire		50 000	100 000
Jobs for Growth: Working for water		100 000	300 000
Regional bulk Infrastructure programme	-	200 000	800 000


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MAIN ACCOUNT: 2009 MTEF ALLOCATIONS

Economic Classification	2008/9 Adjusted Appropriation R'000	MTEF Estimate		
		2009/10 R'000	2010/11 R'000	2011/12 R'000
CoE	1 326 483	1 327 863	1 314 086	1 399 588
Goods and Services	1 906 884	2 113 255	2 902 964	3 318 860
Capital assets	464 609	1 114 223	972 685	1 623 420
Total	6 466 716	7 893 827	8 292 925	9 463 127


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Explanatory note to 2009 MTEF changes

- Departmental expenditure is expected to increase from R7 billion in 2008/09 to R9.5 billion in 2011/12 at an average annual rate of 10.4 per cent due to additional allocations for:
 - Working for Water (2010/11:R100m and 2011/12:R300m)
 - Working on Fire programmes (2010/11:R50m and 2011/12: R100m)
 - Continued development of bulk infrastructure (R200 million in 2010/11 and R800 million in 2011/12)
 - Inflation related adjustments (R139.6 million in 2009/10, R234.7 million in 2010/11, R291.7 million in 2011/12)
 - Capacity building (R25 million in 2010/11 and R30 million in 2011/12)
 - Support to forestry sector projects and enterprise(R30 million in 2011/12).
 - Funding for previous unfunded administrative services



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Donor funding (R'000)

Project	2009/10	2010/11	2011/12
Water and sanitation services	108 229	429 440	-
Water and sanitation programme	52 460	52 460	52 460
Upgrading of hydrometric equipment in Lesotho	1 470	-	-
Community water supply and sanitation	12	7	-
Twinning arrangements with Dutch water boards	2 080	-	-
TOTAL	164 251	481 907	52 460


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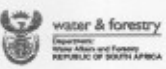
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WTE: Revenue Vs Expenditure

R'000'

Revenue	2,122,091.00	2,302,762.00	2,720,568.00
Bulk water sales	1,748,524.00	1,956,195.00	2,240,922.00
Transfers received	337,567.00	310,567.00	443,646.00
Other WTE revenue	36,000.00	36,000.00	36,000.00
Expenditure:	2,122,091.00	2,303,762.00	2,720,568.00
Current expenditure			
Compensation of employees	627,457.00	658,202.00	688,276.00
Goods and services, excluding depreciation	1,019,576.00	1,109,608.00	1,170,392.00
Capital payments			
Refurbishment and betterment programme	475,058.00	535,952.00	861,900.00

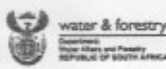


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THANK YOU

QUESTIONS AND COMMENTS



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