

REPORT TO THE PARLIAMENT OF SOUTH AFRICA

PUBLIC HEARINGS ON CONDITIONAL GRANTS AND CAPITAL EXPENDITURE: 31 MARCH 2007

GAUTENG PROVINCIAL GOVERNMENT: DEPARTMENT OF SPORT, ARTS, CULTURE & RECREATION

1 DATA ON TREND ALLOCATIONS OVER A THREE YEAR PERIOD

	2003/2004			% of funds spent	2004/2005			% of funds spent	2005/2006			% of funds spent	2006/2007			% of funds spent
	Alloc	Transf	Actual		Alloc	Transf	Actual		Alloc	Transf	Actual		Alloc	Transf	Actual	
	R'000	R'000	R'000		R'000	R'000	R'000		R'000	R'000	R'000		R'000	R'000	R'000	
Conditional Grant:	-	-	-		1,000	-	705	70.5%	2,670	-	2,410	90,3%	16,820	-	13,111	78,%
• Mass Participation (recreation and school sport)	-	-	-		1,000	-	705	70.50%	2,670	-	2,410	90,3%	16,820	-	13,111	78,00
CAPEX / Infrastructure	43,043	41,537	36,598	88,1%	48,246	48,353	46,483	96,3%	47,400	32,931	32,931	69,5%	53,462	53,462	53,462	74,%
• Facilities	43,043	41,537	36,598	88,1%	48,246	48,353	46,483	96,3%	12,400	12,400	12,400	100%	11,400	11,400	11,400	100,%
• Competitive Sport	-	-	-		-	-	-		35,000	20,531	20,531	58,7%	42,062	42,062	42,062	70,%

## **1.1 EXPLANATORY COMMENTS ON SIGNIFICANT INCREASES/DECREASES IN DATA TRENDS ABOVE**

### **1.1.1 Facilities: Transfers to local Government**

Capital Expenditure funding is made available to Municipalities for the implementation of infrastructure projects. These projects are jointly identified by the Department and Municipalities. These funds are transferred to the Municipalities based on the conditions of the grant ranging from the submission of Costed Business Plans, Sustainability Plans, Service Level Agreements and Council Resolution. The difference in financial year of Province and Local Governments poses its own challenges in the implementing of the projects. Some projects are based on a multi year funding approach and deliverables from the first year is monitored before the funding for the subsequent years are transferred. The majority of projects are based on upgrading of existing facilities rather than new facilities being constructed. Sufficient funding for the maintenance of capital projects by Municipalities is still a challenge which impacts negatively once the project has been completed and Municipalities have further budgetary constraints.

### **1.1.2 Facilities: Competitive Sport**

The allocation with regards to competitive sport is used for the upgrade and development of legacy infrastructure for football within the province, linked with the overall objective of ensuring that the different Gauteng Teams playing in the Premier and First divisions play their matches in the province, as part of a broader initiative that will ensure that we contribute to the tourism and job creation initiatives. This would provide these teams with specific home grounds to play their games, and will also ensure regular usage and maintenance thereof. The consultative process to upgrade and develop these stadia included the Professional Soccer League (PSL) with specific reference to compliance standards, architectural minimum standards and generic requirements that would meet the staging of either regional, national or international competitions. Planning and implementation processes (guided by a Memorandum of Agreement) are done via coordination structures that include the Department of Public Transport, Road & Works (implementation agent), as well as representative of local government.

The development process, together with consultation processes with professional teams, started in 2005 with the identification of the following four facilities:

Sinaba Stadium: Ekurhuleni (Daveyton)	- Benoni Premier United
HM Pitje: Tshwane (Mamelodi)	- Mamelodi Sundowns
Rand Stadium: Johannesburg	- Jomo Cosmos
George Thabe Stadium: Sedibeng	- Mvela League.

The following developments were planned for the first phase of development in all the stadiums in line with the tender that was allocated:

1. Bulk services required to make the stadiums functional (these were to be done within the interior of the stadiums):



Gauteng a total of 121 schools were identified for this project. The codes to be played and focused on were also identified and they are six (football, netball, cricket, rugby, volleyball and athletics).

The grant money is utilized for the following items:

- Stipend payment of contract workers who are employed to implement recreational sporting codes in the hubs.
- Purchase of equipment that is utilized in the hub by communities.
- Coordinate recreational tournaments and festivals.
- Capacity building (workshops, training, seminars) for staff and contract workers.
- Funds are also used for marketing purposes.

The identified schools are spread throughout the province and they will also be involved in inter school and inter-district tournaments and festival in order to anchor the culture of school sport.

## **2 ASSESSMENT OF DEPARTMENTAL MONITORING AND EVALUATION CAPACITY**

*The Department is cognizant of the strategic importance of measuring the impact, return on investment and value for money of all its activities, interventions and resource allocation.*

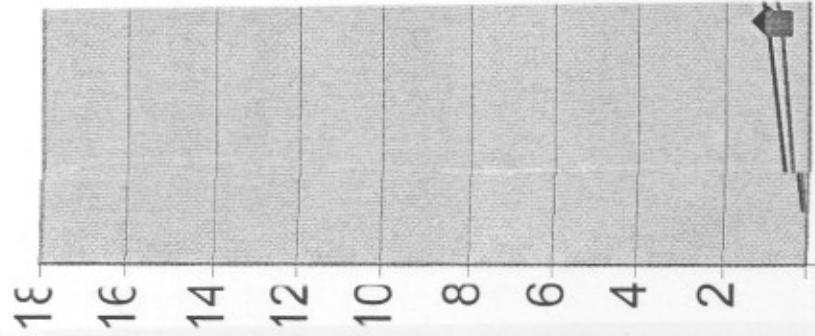
*To give effect to such strategic importance, the following interventions are in process:*

- 1 *a minor departmental restructuring which will give focused attention to M&E (in process);*
- 2 *commissioning of research on Departmental KPI's as well as its broader impact (in process);*
- 3 *development of a contract management implementation strategy (completed); and*
- 4 *practical contract management workshops for both internal staff and external service providers (reflected in the 06/07 Departmental business plan).*

## **3 RECEIPT OF MONTHLY REPORTS FROM RECEIVING MUNICIPALITIES RECEIVING CONDITIONAL GRANTS (FACILITIES)**

As part of the Service Level Agreements signed between the Department and Local Municipalities, monthly reports are a prerequisite which assists the Department in monitoring and evaluating the successful implementation of the capital projects. A project file is opened for each capital project which tracks the project from start to finish. Other reporting templates include the project implementation plan based on key milestones reached.

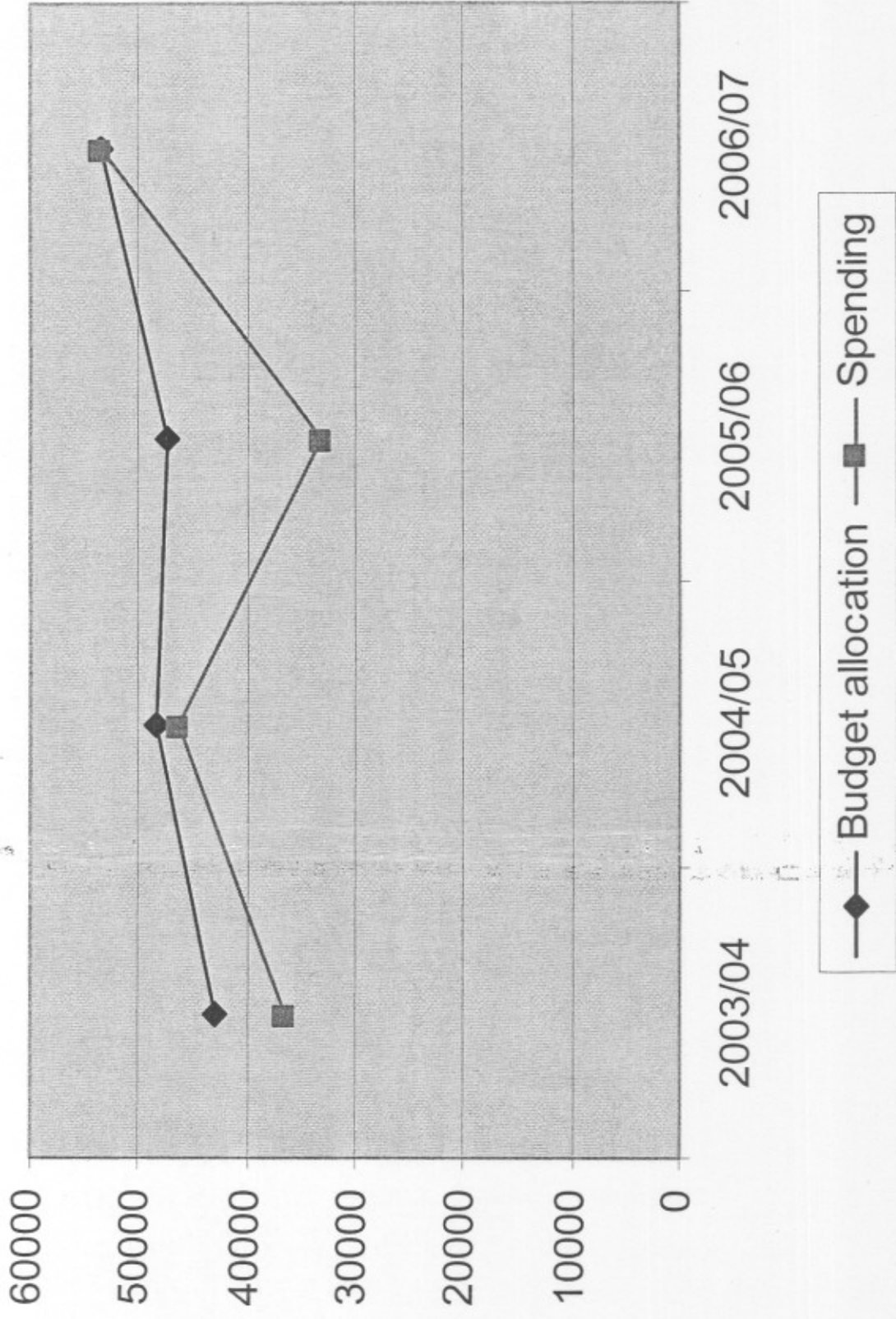
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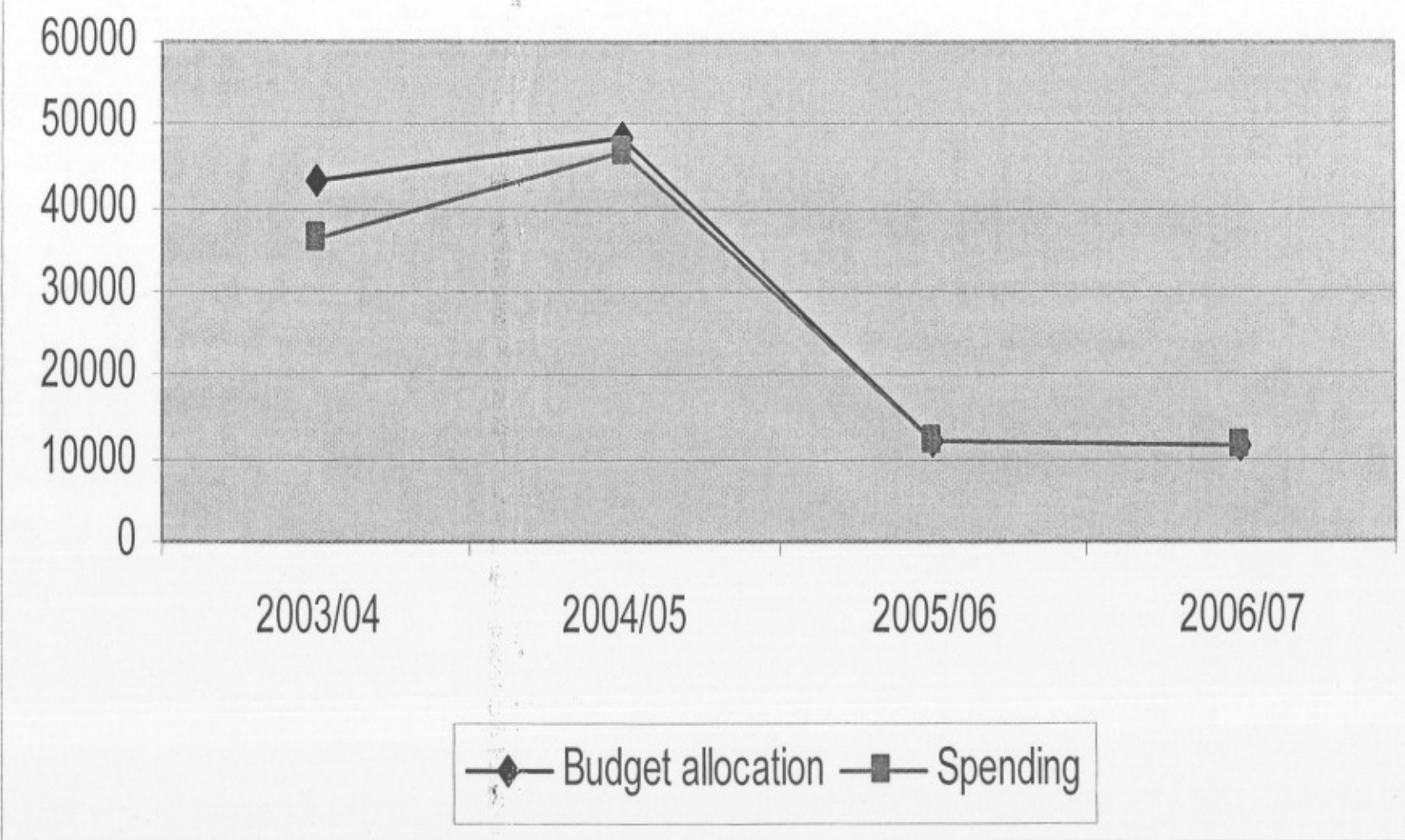
2004 2004

- Budget

# Spending trends on Capex projects



## Arts, Culture, Heritage and Recreation facilities



# Competitive Sport Stadia

