

VOTE 3

Agriculture and Rural Development

Operational budget	R 2 168 822 423
MEC remuneration	R 1 821 577 ¹
Total amount to be appropriated	R 2 170 644 000
Responsible MEC	MEC for Agriculture and Rural Development
Administering department	Agriculture and Rural Development
Accounting officer	Head: Agriculture and Rural Development

1. Overview

Vision

The vision of the Department of Agriculture and Rural Development (DARD) is: *A united, sustainable and vibrant agricultural sector with thriving rural communities in balance with nature.*

Mission statement

The department's mission is: *To promote, through partnerships, sound agricultural practices that promote economic growth, food security and advancement of rural communities.*

Strategic objectives

Strategic policy direction: The department has taken into account the policy direction and priorities of national and provincial government, as well as its mandate in order to come up with its priority activities.

DARD's new approach to agrarian reform is built on the foundation of sound scientific agricultural technology, and the optimal use of resources as captured in the commodity approach. The next level in the reform is based on a sound business model that will support the development and running of the "farming business". To penetrate the value chain, an agro-processing building block is also advocated so that value is added to primary agricultural production for best value in the market place and to improve shelf life.

The department has set the following goals and strategic objectives in order to achieve this:

Rural development, agrarian reform and social and economic infrastructure development

- Provide technical support, extension, specialist advisory services and progressive training and mentorship to households and farmers.
- Provide and develop support systems and infrastructure for sustainable land use, agricultural development and comprehensive rural development.
- Ensure the prevention, control and/or eradication of animal diseases.
- Create and facilitate improved access to a stable and diversified food supply for improved nutritional well-being and improvement in household income.
- Undertake appropriate adaptive agricultural research and technology development and transfer, to advance agriculture.

Creation of decent work opportunities and ensuring economic growth and infrastructure development

- Create access to local and international markets for local agricultural products.

¹ At the time of going to print, the proclamation determining the 2015 salary adjustment relating to office bearers had not been signed by the Premier, hence this amount remains unchanged from the 2015/16 EPRE.

- Develop commercial farming entrepreneurs and agri-business.
- Enhance linkages with international entities, partners, stakeholders and all spheres of government.

Core functions

In order to achieve the above strategic objectives, the department is responsible for carrying out the following core functions:

- Crop production.
- Livestock production.
- Rural development.

Legislative mandate

The core functions are governed by various Acts and regulations, falling under the following categories:

Transversal legislation

- Constitution of the Republic of South Africa (Act No. 108 of 1996)
- Public Finance Management Act (Act No. 1 of 1999, as amended) and Treasury Regulations
- KZN Provincial SCM Policy Framework of 2006
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)
- Companies Act (Act No. 61 of 1973)
- Public Service Act (Act No. 109 of 1994, as amended) and Public Service Regulations of 2001
- Labour Relations Act (Act No. 66 of 1995)
- Basic Conditions of Employment Act (Act No. 75 of 1997)
- Skills Development Act (Act No. 97 of 1998)
- Promotion of Access to Information Act (Act No. 2 of 2000)
- Occupational Health and Safety Act (Act No. 85 of 1993)
- Compensation for Occupational Injuries and Diseases Act (Act No. 130 of 1993)
- Annual Division of Revenue Act
- Employment Equity Act (Act No. 55 of 1998)
- Public Service Commission Act (Act No. 65 of 1984)
- Promotion of Administrative Justice Act (Act No. 3 of 2000)

Agriculture legislation

- KwaZulu Animal Protection Act (Act No. 4 of 1987)
- Conservation of Agricultural Resources Act (Act No. 43 of 1983)
- Marketing of Agricultural Products Act (Act No. 47 of 1996)
- Control of Market in Rural Areas Ordinance (No. 38 of 1965)
- Subdivision of Agricultural Land Act (Act No. 10 of 1970)
- Plant Improvement Act (Act No. 53 of 1976)
- Agricultural Pests Act (Act No. 36 of 1983)
- Agriculture Law Extension Act (Act No. of 1996)
- KwaZulu General Law Amendment Act (Act No. 3 of 1987)
- KwaZulu General Law Amendment Act (Act No. 21 of 1988)
- National Veld and Forest Fire Act (Act No. 101 of 1998)
- Veterinary and Para-Veterinary Professions Act (Act No. 19 of 1982)
- Livestock Brands Act (Act No. 87 of 1962)
- Livestock Improvement Act (Act No. 25 of 1977)

- Meat Safety Act, 2000 (Act No. 40 of 2000) (Replacing Abattoir and Co-operation Act)
- South African Medicines and Medical Devices Regulatory Authority Act (Act No. 32 of 1998)
- International Animal Health Code of World Organisation for Animal Health (OIE-Office International des Epizooties)
- Animal Diseases Act (Act No. 35 of 1984)
- International Code for Laboratory Diagnostic Procedure for Animal Diseases of World Organisation for Animal Health
- The Sanitary and Phyto-sanitary Agreement of the World Trade Organisation (WTO)
- Water Services Act (Act No. 108 of 1997)
- Marketing of Agricultural Products Act (Act No. 47 of 1996)
- Agricultural Research Act (Act No. 86 1990)
- Agricultural Products Standards Act (Act No. 119 of 1990)
- Agricultural Produce Agents Act (Act No. 12 of 1992)
- Agricultural Development Fund Act (Act No. 175 of 1993)
- Perishable Product Export Control Act (Act No. 9 of 1983)
- Fertilizers, Farm Feeds, Agricultural Remedies and Stock Remedies Act (Act No. 36 of 1947)
- Agricultural Credit Act (Act No. 28 of 1966)
- Marketing Act (Act No. 59 of 1958)
- Plant Breeder's Right Act (Act No. 15 of 1976)
- Land Redistribution Policy for Agricultural Development
- Agricultural Debt Management Act (Act No. 45 of 2001)
- Soil User Planning Ordinance (Ordinance No. 15 of 1985)
- Generally Modified Organisms Act (Act No. 15 of 1997)
- Hazardous Substances Act (Act No. 63 of 1973)
- Environment Conservation Act (Act No. 73 of 1989)
- Agri-business Development Agency Bill.

Rural development legislation

- Deeds Registries Act (Act No. 47 of 1937)
- State Land Disposal Act (Act No. 48 of 1961)
- Physical Planning Act (Act No. 88 of 1967)
- Sectional Titles Act (Act No. 95 of 1986)
- Upgrading of Land Tenure Rights Act (Act No. 112 of 1991)
- Land Reform: Provision of Land and Assistance Act (Act No. 126 of 1993)
- Restitution of Land Rights Act (Act No. 22 of 1994)
- Land Reform (Labour Tenants) Act (Act No. 3 of 1996)
- Communal Property Associations Act (Act No. 28 of 1996)
- Land Survey Act (Act No. 8 of 1997)
- Extension of Security of Tenure Act (Act No. 62 of 1997)
- Planning Profession Act (Act No. 36 of 2002)
- Professional and Technical Surveyors Act (Act No. 40 of 1984)
- Spatial Data Infrastructure Act (Act No. 54 of 2003)
- Spatial Planning and Land Use Management Act (Act No. 16 of 2013)
- Data Infrastructure Act (Act No. 54 of 2003)
- Restitution of Land Rights Amendment Act (Act No. 48 of 2003)
- Removal of Restrictions Act (Act No. 84 of 1967)

- Physical Planning Act (Act No. 125 of 1991)
- Land Titles Adjustment Act (Act No. 111 of 1993)
- Communal Land Rights Act (Act No. 11 of 2004)
- Abolition of Certain Title Conditions Act (Act No. 43 of 1999)
- Transformation of Certain Rural Areas Act (Act No. 94 of 1998)
- Interim Protection of Informal Land Rights Act (Act No. 31 of 1996)

2. Review of the 2015/16 financial year

Section 2 provides a review of 2015/16, 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.

Revised strategy

The 2015/16 financial year was the first year of the revised strategy of the department. This strategy has a foundation that is focused on:

- Scientific research, technology development and renewed focus on the role of agricultural extension.
- Building close partnerships with critical commodity associations in areas of grains, red meat and poultry production, dairy, etc.
- Emphasising the need to ensure the department's projects are based on sound business principles.
- Encouraging agro-processing, as value-adding creates more income for farmers and more jobs than primary agriculture.
- The strategy has four pillars, namely Communal Estates, River Valley, Agri-villages and Land Reform.

Agriculture

The concept behind the Communal Estates pillar is the consolidation of adjacent parcels of land into viable farming units and the establishment of commercial farming operations by the land owners in partnership with government and possibly investors or neighbouring commercial farmers. During the year, 113 registered communal estates were established and the department distributed tractors and implements to enable them to plough and plant for themselves. As a support, the department provided funding for the operational costs, such as fuel and tractor drivers, by way of a transfer payment. The crop production activities under these communal estates were affected by the severe drought experienced during the planting season. To address these challenges, where possible, crop types were changed from maize to beans which have a longer planting season extending to January, rather than maize which has a planting season cut-off in December. The total number of hectares ploughed and planted was estimated at 14 000, which was lower than the target of 23 698 hectares.

The implementation of the commercial projects, where the department provides a 50:50 funding model, had limited success during the first year of implementation, as beneficiaries were required to raise their 50 per cent share of the project. The department, working with stakeholders, will continue assisting the beneficiaries to raise the 50 per cent moving forward. After a year of reviewing the strategy, the department will reconsider the criteria of this model, in an effort to provide easier access to assistance, particularly with regard to River Valley (irrigation) linked projects and projects funded through conditional grants.

Drought relief

The department responded to the drought situation in the province through the implementation of a drought relief scheme of R114 million, of which R45 million was reprioritised from the Comprehensive Agricultural Support Programme (CASP) grant and the Ilima/Letsema Projects grant, with approval from the National Department of Agriculture, Forestry and Fisheries (DAFF), and R69 million was reprioritised from the equitable share. The relief scheme was made up of the following phases:

- Procurement of inputs for livestock and water harvesting – R60 million.
- Aggressive deworming by veterinary services, as cattle lacking nutrients and in poor condition are more prone to worms – R9 million.

- Provision of boreholes and scooping of stock watering dams – R45 million.

This scheme was implemented from December 2015, following the declaration of a drought disaster in the province.

Rural development

The department's key rural development objective for 2015/16 was to establish provincial and district level mechanisms for improved co-ordination towards the development of vibrant, sustainable and food secure rural communities. The establishment of a provincial inter-departmental task team enabled the department to report on the province's achievements towards Outcome seven (i.e. Rural Development) across all relevant sectors. This also assisted in improving alignment between the national rural development outcomes and targets of the PGDP. The launch of the agri-park strategy, which is a catalyst towards rural economic transformation, also resulted in the department playing a key co-ordination role between all three spheres of government and across sector departments, in 10 districts in the province. The strategy aims to increase the extent of agricultural land under production, improve support to and the participation of smallholder farmers within the agricultural value chains, and transform the agri-business sector as a whole. To date, the achievement has been increasing alignment and co-ordination of funding towards prioritised agricultural commodities and related infrastructure and enterprises involved in the identified commodity value chains. In addition, co-ordinated identification and development of new production and agro-processing sites for smallholders, rural enterprises and industry development is now taking place in all 10 districts.

Mjindi Farming (Pty) Ltd (Mjindi)

Mjindi is a provincial government business enterprise, mandated to provide farming support to farmers in the Makhathini area. The productivity of the farmers in the area depends on the availability of services such as water, and therefore a proper functioning irrigation scheme is critical.

In 2015/16, in line with the recommendations of the Operation Phakisa report, the MEC for Agriculture and Rural Development instituted a mechanical review into the entity, which involves the strategic review and proposed restructuring of Mjindi, taking into account the roles, responsibilities and relations between Mjindi and DARD. A moratorium on the filling of posts was instituted by the MEC, while the mechanical review was underway. In addition, a significant portion of the farms supported by Mjindi were transferred to two new land owners through the land claims process by the National Department of Rural Development and Land Reform. This had a significant impact on the operations of the entity, as the fixed assets and fixtures on those portions of land, including the Mjindi office, staff houses, input store, water pipes, one pump station and a portion of the main canal, etc., were transferred with the land to the new owners. This created some uncertainty around the roles and responsibilities of the entity, which further impacted on its services and capacity in 2015/16.

The seedling nursery started operating in 2015/16. This nursery will save farmers crop production time and will shorten travelling distances to buy seedlings. The service provider appointed in 2015/16 failed to produce seedlings and run the nursery as a business, though. At present, Mjindi is preparing to operate the seedling nursery with its own personnel.

As mentioned above, the input store, which stocks farming supplies, tools, etc., was claimed as part of the land claim, and it is still uncertain how it will operate, as the new land owners have to decide if it will be leased to Mjindi or if they will operate it themselves.

The entity also engaged in farmer development initiatives, which included the training of farmers and introducing farmers to the commercialisation strategy, which encourages farmers to produce on a commercial basis by pooling their resources and producing in line with market demands. Four out of a total of 27 co-operatives participated in the commercialisation programme. The commercialisation strategy, which includes training and informative meetings, is ongoing, to keep farmers up to date and to encourage farmers to participate further. The programme will take some years before it becomes fully acceptable and commonly practised by farmers. The strategy is, however, at risk, due to the uncertainty regarding future operations of the entity, following the successful land claims.

Agri-business Development Agency (ADA)

In 2015/16, ADA underwent a number of changes due to the department's alignment process which started late in 2014/15. In terms of this process, the role of the department versus that of ADA was clarified and ADA was assigned the mandate of driving the growth of a strong, transformed, diversified, dynamic, competitive and sustainable agri-business industry in KZN, with particular focus on the agro-processing sector. ADA engaged on a rigorous strategic review process to chart the new path.

The year was therefore viewed as a transitional period for ADA. The project list for 2015/16 was accordingly designed to move ADA from the primary production to the agro-processing space. Although there are a number of projects in primary production, most of them are seen as setting the platform to move into the new trajectory. These projects, which included setting up piggeries, development of pastures, etc., were received late and required extensive technical support including Environmental Impact Assessments (EIAs), engineering services, business plans and feasibility studies, which impacted on the rate of service delivery. Furthermore, ADA also used this year to develop key pipeline projects for 2016/17, such as brand development programmes, establishment of agri-hubs to assist smallholder farmers with receipt and dispatching of produce, investments in agro-processing infrastructure, among others.

ADA also operated as an implementing agent for three Co-operative Governance and Traditional Affairs' (COGTA) projects. The entity introduced a project management fee between 5 and 10 per cent of the project fee, depending on the nature and complexity of the project. Furthermore, ADA raised R40 million over four years from the Jobs Fund (a National Treasury initiative aimed at addressing unemployment in South Africa), which is being implemented in collaboration with Technoserve, which is a private company that operates in developing countries to build comprehensive farms and grow strong markets that create income and jobs in poor communities. The funding will be used mainly to set up commercially viable ownership structures which incorporate smallholder farmers as owners in agri-hubs. The revision of the mandate has also led to the need to review the organogram of ADA. This process will be finalised before the end of 2015/16.

3. Outlook for the 2016/17 financial year

Section 3 looks at the key focus areas of 2016/17, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments.

With the 2016/17 budget allocation, the department will continue to improve agricultural production and food security, as well as focus on the development of rural communities.

Administration

The department's revised structure, which has fewer posts when compared to the previous structure, was formally approved during 2015/16. The migration to the new structure is a process that commenced in 2015/16 where posts were evaluated through the Job Evaluation process and the placement of existing staff was undertaken. The department will migrate to the new structure on PERSAL and BAS with effect from 1 April 2016, coinciding with the commencement of the 2016/17 financial year. The filling of vacant posts will be done according to the provincial cost-cutting measures, as well as taking into account the freezing of non-critical posts. The PERSAL system will be cleaned up to only reflect the budgeted posts and not the entire approved establishment, so that the vacancy rate is a true reflection against budgeted posts.

Agriculture

The department will continue implementing the agrarian transformation strategy in identifying, approving and implementing various programmes and projects to stimulate agricultural development in the province. The Communal Estate pillar will focus on crop production and the foundation built in 2015/16. Communal estates will be further developed to enable these estates to become self-sufficient and economically viable entities. The department will continue providing assistance through the allocation of tractors and implements to be used and managed by the communal estates. The River Valley pillar, which focuses on developing agricultural land along rivers that can be utilised for irrigation, should lead to the development of 34 irrigation schemes and rehabilitation of a further two schemes. The third pillar focuses on the

development of agri-villages, which will contribute to the upliftment of rural communities. The Land Reform pillar provides for continuous post-settlement support and recapitalisation of land reform farms.

Drought relief

There will be continued focus on providing infrastructure for the development and growth of the livestock industry, particularly in the communal areas. In this regard, the department is planning to construct 30 diptanks and rehabilitate 78 existing diptanks, and a further 80 boreholes and 77 stock watering dams will be established.

The department is also planning to rehabilitate two existing irrigation schemes and to develop a further 34 schemes to improve the agricultural productivity along the various river valleys within the province. Through the provision of irrigation, the farmers will be able to reduce the dependency on rain during the planting season, with a planned 2 500 hectares to be under irrigation for smallholder farmers.

Rural development

As the agri-park strategy has a 10-year horizon, the Rural Development branch will continue to co-ordinate the work taking place across the province and in the districts. The focus in the new year will be on commencing implementation of the infrastructure plans in the identified agro-processing hubs and in the farmer production support sites, engaging with the private sector and leveraging their support for the strategy through partnerships that can open up funding, new markets and off-take agreements. A key activity will be providing accessible and relevant support to rural co-operatives and enterprises who are struggling to engage in the agricultural value chains. There will also be a focus on the development of integrated rural development plans linked to the department's four pillars. In particular, implementation of planned infrastructure for identified agri-villages will commence. Support to land reform farms that currently lie fallow will also be escalated.

Mjindi Farming (Pty) Ltd (Mjindi)

The rehabilitation of the irrigation infrastructure will remain a priority for Mjindi to ensure that farmers receive an efficient, uninterrupted supply of water. Over the 2016/17 MTEF, Mjindi will continue to install bulk water meters to measure the actual water usage by the farmers. This will assist in negotiations with the Department of Water and Sanitation (DWS), to be charged only for water that is used by the farmers. Mjindi will continue to engage stakeholders to ensure that the 1 500 hectares of fallow lands are rehabilitated and reclaimed back to production.

Mjindi will commence with the automation of pump stations through the installation of variable speed drives. This will not only ensure efficient supply of water but will also save electricity costs paid to Eskom. Mjindi will also install the remaining in-field water meters. This will allow Mjindi to start charging farmers for actual water used, as opposed to the flat rate system being used currently. Mjindi will continue to issue the remaining irrigation pipes to the farmers, and this will be completed in 2016/17.

Mjindi continues to experience theft of irrigation infrastructure and therefore will continue to engage *Amakhosi*, farmers, SAPS, community leaders and DARD in fighting theft in the irrigation scheme. The entity will continue to employ the services of armed security at offices and pump stations.

The mechanical review has not yet been completed, and hence the moratorium on the filling of posts is still in place, and the future position of the entity is therefore not clear at this stage. This review will also take into account the impact of the land claims. This mechanical review is anticipated to be completed in the first quarter of 2016/17.

Agri-business Development Agency (ADA)

In 2016/17, ADA will fully take the new strategic path and projects, such as the establishment of agri-hubs, the planning of which started in 2015/16. Furthermore, the project list for ADA will focus more on projects in the agro-processing sector, e.g. processing of perishable goods such as vegetables and dairy, macadamia nuts, meat and hide processing, etc. The focus of ADA will not just be on infrastructure investment, but will traverse many areas of development that realise the transformation of the agri-business sector. These will include, among others, capacity building of youth and women entrepreneurs in the various agri-business areas mentioned above, policy advocacy aimed at unleashing agricultural potential to contribute substantially to job creation, as well as enterprise and value chain development and youth and women empowerment.

ADA will continue to establish working partnerships with training institutions and other organisations for capacity building and training in the sector, in order to realise maximum impact. Leveraging of funding is also very high on the agenda for 2016/17. ADA is establishing a helpdesk that will focus on youth and women. The entity also intends to establish a research unit that will assist in providing thought leadership and policy advocacy in order to create an enabling environment for the sector. It is planned that the ADA Bill will be promulgated in 2016/17.

4. Receipts and financing

4.1 Summary of receipts and financing

Table 3.1 indicates the sources of funding for Vote 3 for the period 2012/13 to 2018/19. The department will receive a budget of R2.171 billion for 2016/17, including conditional grants of R300.503 million made up of the Land Care Programme Grant: Poverty Relief and Infrastructure Development (henceforth called the Land Care) grant, the CASP grant, the Ilima/Letsema Projects grant and the EPWP Integrated Grant for Provinces, details of which are provided in Section 5.4 below. It is noted that the allocation for the EPWP Integrated Grant for Provinces does not go beyond 2016/17 at this stage, since this grant is allocated on an annual basis, dependent on the prior year's actual performance by the department.

Table 3.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
Equitable share	1 725 134	1 735 957	1 748 500	1 884 349	1 884 349	1 884 349	1 870 141	1 910 024	2 021 087
Conditional grants	262 968	287 036	319 760	308 525	308 525	308 525	300 503	314 398	332 751
CASP grant	183 726	202 522	212 632	226 161	226 161	226 161	222 155	235 712	249 472
Ilima/Letsema Projects grant	63 000	65 768	92 093	69 402	69 402	69 402	63 876	67 356	71 263
Land Care grant	16 242	18 746	10 854	10 666	10 666	10 666	10 632	11 330	12 016
EPWP Integrated Grant for Provinces	-	-	4 181	2 296	2 296	2 296	3 840	-	-
Total receipts	1 988 102	2 022 993	2 068 260	2 192 874	2 192 874	2 192 874	2 170 644	2 224 422	2 353 838
Total payments	2 109 591	2 005 528	2 003 044	2 203 074	2 292 480	2 292 480	2 170 644	2 224 422	2 353 838
Surplus/(Deficit) before financing	(121 489)	17 465	65 216	(10 200)	(99 606)	(99 606)	-	-	-
Financing									
of which									
Provincial roll-overs	5 610	-	31 800	-	50 506	50 506	-	-	-
Provincial cash resources	116 825	21 000	30 986	10 200	49 100	49 100	-	-	-
Surplus/(Deficit) after financing	946	38 465	128 002	-	-	-	-	-	-

The table shows that, from 2012/13 to 2014/15, the department under-spent its budget allocation by R946 000, R38.465 million and R128.002 million, respectively.

The unspent amounts in respect of the KZN Outreach programme and the Land Care grant were rolled over from 2011/12 to 2012/13, accounting for the roll-over of R5.610 million in 2012/13. The provincial cash resources of R116.825 million comprised additional funding allocated as follows:

- R18.426 million allocated for the higher than anticipated 2012 wage agreement.
- R20 million to assist with spending pressures resulting from the outbreak of rabies in the province.
- R30 million toward the further development of the Makhathini area in line with the Makhathini Integrated Master Development Plan (IMDP), to enable the department to accelerate the completion of projects in terms of the master plan, such as repairs to drainage canals, infield sub-surface drainage, electrical and mechanical repairs, etc.
- R25 million to enable the department to fast-track the provision of stock watering dams, which forms a crucial part of the department's livestock intervention programme.
- R23.399 million to assist Mjindi with repairs to the Mjindi irrigation scheme, such as the replacement of pumps and valves at pump stations, repairing of pump motors, etc.

The budget was slightly under-spent by R946 000 in 2012/13, mainly caused by under-spending on the Land Care grant, largely due to delays in the procurement of fencing for land care projects, and also the procurement of supplies for the nurseries which form part of the land care awareness programme. The

fencing material was delivered and paid for by 31 March 2013, but there was insufficient time to install the fencing. As such, the funding for the payment of stipends for the installation using the EPWP principles was not spent.

In 2013/14, provincial cash resources of R21 million were allocated as follows:

- R20 million toward the further development of the Makhathini area, being the carry-through of the amounts allocated in 2012/13.
- R1 million to fund Operation Sukuma Sakhe (OSS) initiatives, as identified by the MEC. The funds were used at the MEC's discretion, aimed at improving the daily lives of the people of this province.

The under-expenditure of R38.465 million in 2013/14 relates mainly to:

- R23 million for the liming programme under the Ilima/Letsema Projects grant due to delays in the procurement and delivery of the lime and fertilizer required. However, orders were issued but delivery could not be finalised before 31 March 2014.
- R8.847 million for the provision of sheds for the mechanisation programme, as the department had not finalised the procurement process.
- R4.436 million relates to vehicles ordered but not delivered and paid for before year-end.
- R750 000 in respect of Zakhe Agricultural College. This transfer relates to a one-year partnership, whereby the department committed R1 million towards improving the facilities at the college. At the time of finalising the agreement, the department made provision for transfer of R1 million in 2013/14 as it was not certain at what rate the implementation would take place. However, Zakhe Agricultural College could only utilise R250 000 during the year, resulting in the under-spending of R750 000.

The roll-over of R31.800 million in 2014/15 comprised R23 million in respect of the liming programme under the Ilima/Letsema Projects grant, and R8.800 million for the provision of sheds, which were unspent in 2013/14, as mentioned above.

In 2014/15, provincial cash resources of R30.986 million were allocated for the following:

- R8.500 million to provide for sheds in various districts for the department's mechanisation equipment (tractors and implements). This amount was subsequently diverted, with Treasury approval towards rural development initiatives and provision of other infrastructure such as irrigation and fencing due to the decision to review the departments' mechanisation programme.
- R10.200 million for the livestock identification programme.
- R12.286 million to Mjindi for irrigation equipment for the Makhathini irrigation scheme.

The under-expenditure of R128.002 million in 2014/15 was largely as a result of late rains affecting the planting season, as well as procurement delays and SCM challenges including the following:

- R18.778 million relating to the Foot and Mouth Disease (FMD) barrier, irrigation, diptanks, boreholes, stock watering dams and repairs to quarantine camps. This was due to SCM delays, as well as invoices for work done in March not being received in time to process before 31 March 2015.
- R17.825 million in respect of seed scoops, seedlings, Jojo tanks, as well as food production packs.
- R15.739 million in respect of the infrastructure budget that was not spent by the Department of Public Works (DOPW), relating to various infrastructure projects in respect of the department's administration buildings.
- R10.712 million for the mechanisation and food security programmes.
- R6.377 million for the continuation of the project to replace the signage at all departmental offices since the offices are poorly marked and existing signage bears the outdated name of the department.
- R1.553 million in respect of the Exinda project (this software accelerates access to applications and transversal systems, such as BAS, PERSAL, Hardcat, Logis, etc.) on all official computers. There were delays with the service provider in implementing the project.

Of the under-spending of R128.002 million in 2014/15, R50.506 million was rolled over to 2015/16 as follows:

- R1.554 million to install Exinda software on all official computers, as mentioned above.
- R22.490 million in respect of the FMD barrier, irrigation projects in the Makhathini area in respect of irrigation at Ndumo, as well as KwaNgwanase abattoir and Jozini packer house, construction of diptanks, boreholes, stock watering dams and repairs to quarantine camps for the red-line fence, in response to FMD control and maintaining the current FMD free status in northern KZN.
- R26.462 million in respect of animal vaccines that were ordered in 2014/15 but only delivered and paid for in 2015/16, as well as production inputs for the food security programme, which were delayed as a result of late rains and procurement challenges.

In 2015/16, the department received once-off provincial cash resources of R10.200 million for assistance in the form of livestock fodder for the farmers affected by the veld fires disaster in 2014 in the Harry Gwala District. This funding was made available late in 2014/15, however, considering the procurement process, it was deemed financially prudent to only allocate the funding in 2015/16.

The increase from the 2015/16 Main to Adjusted Appropriation against provincial cash resources includes additional funding of R38.900 million which was suspended from the 2014/15 budget to 2015/16. This suspension was included in the 2014/15 Second Adjustments Estimate but was too late to be included in the 2015/16 Main Budget. Of this, R10.200 million related to the livestock identification programme, for which the tender process took longer than anticipated, hence the request for suspension. The remaining R28.700 million related to rural development initiatives.

The equitable share decrease in 2016/17 is due to data updates of the equitable share formula, a declining provincial own revenue, as well as cuts implemented by National Treasury as a result of the need to lower the expenditure ceiling across the country and to reprioritise to fund various national priorities that have recently arisen. Over the 2016/17 MTEF, the equitable share shows steady growth and includes R29.420 million, R31.546 million and R33.931 million in respect of the carry-through costs for the above-budget 2015 wage agreement, as well as R50 million once-off funding in 2016/17 in respect of scooping of stock water dams and buying animal feed for farmers that are affected by drought. It must be noted that conditional grants were also affected by the fiscal consolidation cuts in 2015/16 and 2016/17. Conditional grant funding shows a decrease in 2016/17 in respect of Land Care, Ilima/Letsema Projects grant and CASP. The commitment made by National Treasury to maintain the country's current expenditure ceiling requires that baseline allocations for provincial conditional grants be reduced, hence, CASP was further cut over the 2016/17 MTEF. The EPWP Integrated Grant for Provinces ends in 2016/17 since this grant is allocated on an annual basis, dependent on the prior year's actual performance by the department, as mentioned above.

4.2 Departmental receipts collection

The estimated departmental receipts for Vote 3 are reflected in Table 3.2 below. Further details are provided in *Annexure – Vote 3: Agriculture and Rural Development*.

Table 3.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	14 820	15 709	19 520	19 771	19 771	21 764	18 758	19 729	21 578
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	26	224	369	21	21	14	10	11	12
Sale of capital assets	2 730	138	10 594	3 000	3 000	3 000	3 976	4 187	4 430
Transactions in financial assets and liabilities	1 800	1 811	1 784	500	500	1 124	527	560	592
Total	19 376	17 882	32 267	23 292	23 292	25 902	23 271	24 487	26 612

The major source of revenue for the department is *Sale of goods and services other than capital assets*. This category comprises student fees in respect of the Cedara Agricultural College (Cedara) and Owen Sithole College of Agriculture (OSCA), soil and veterinary analytical services offered at the department's laboratories. The anticipated over-collection in 2015/16 can be attributed to the department's decision to sell some of its biological assets under the value of R5 000, which means that the department will reduce the number of animals on its research farms due to the drought faced by the province. Revenue collection normalises with inflationary increments over the MTEF.

Interest, dividends and rent on land mainly relates to interest charged on outstanding debts. The high revenue reflected in 2013/14 and 2014/15 includes the number of debts previously written-off, which resulted in additional interest being recognised as revenue. It is difficult to budget for this category, hence the department's projections are conservative over the MTEF.

Revenue collected against *Sale of capital assets* is derived from the sale of redundant assets such as the sale of farming equipment, vehicles, etc. The high collection in 2014/15 and low collection in 2013/14 is due to an auction which took place in March 2014, but revenue was only received in April 2014. The department is anticipating to fully collect its revenue budget for 2015/16. Also, the fluctuations relate to the nature of items auctioned, as well as demand at the time. The allocation over the MTEF provides a conservative estimate on the estimated number of assets that are likely to be ready for disposal.

Revenue collected against *Transactions in financial assets and liabilities* comprises staff debts recovered, such as breach of bursary contracts, salary and supplier over-payments, etc. Revenue from this source is difficult to project accurately as it depends on the ability of staff, in most instances, to pay off their debt. The anticipated over-collection as reflected in the 2015/16 Revised Estimate relates to recoverable revenue received from staff debts in respect of kilometres for subsidised vehicles and salary overpayments. The conservative budgeting over the MTEF is a reflection of the department's uncertainty of recovering debts.

4.3 Donor funding

Tables 3.3 and 3.4 below reflect information relating to donor funding that the department receives.

The department had agreements with the World Health Organisation (WHO). The WHO projects continued in 2015/16.

Table 3.3 : Details of donor funding receipts

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Donor funding	1 805	2 291	-	2 874	2 895	2 895	-	-	-
World Health Organisation (Rabies project)	1 805	2 291	-	2 874	2 895	2 895	-	-	-
Total	1 805	2 291	-	2 874	2 895	2 895	-	-	-

Table 3.4 : Details of payments and estimates of donor funding receipts

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Donor funding	2 701	1 059	1 410	2 874	2 895	2 895	-	-	-
World Health Organisation (Rabies project)	2 701	1 059	1 410	2 874	2 895	2 895	-	-	-
Total	2 701	1 059	1 410	2 874	2 895	2 895	-	-	-

The agreement with WHO provided funding over five years from 2009/10, aimed at human rabies prevention through dog rabies control and eventual elimination in KZN. This funding was made available by the Bill and Melinda Gates Foundation. The final transfer was received in the first quarter of 2015/16 and the programme ended in December 2015, hence there are no projections over the 2016/17 MTEF.

5. Payment summary

Section 5 reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 3: Agriculture and Rural Development*.

5.1 Key assumptions

The following general assumptions were made by the department in formulating the 2016/17 budget:

- All inflation related increases are based on CPI projections.
- Provision was made for an inflationary wage adjustment of 7.2, 6.8 and 6.8 per cent for each of the three years of the 2016/17 MTEF, respectively. Provision was also made for the 1.5 per cent pay progression.
- Provision was made for the carry-through costs of the above-budget 2015 wage agreement.
- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2015/16, will continue to be adhered to over the 2016/17 MTEF, in conjunction with National Treasury Instruction 01 of 2013/14: Cost-containment measures. In addition, as a result of the need to lower the expenditure ceiling across the country (as explained under Section 5.2 below), departments had to adhere to the following guidelines:
 - Expenditure on *Compensation of employees* was lowered by freezing all vacant non-OSD posts. This cut does not affect Education or Health as these are to be protected in this process. Both departments are required to review their vacant administration staff posts and to decrease the numbers in this area with the savings from this exercise to be redirected within the votes to service delivery spending.
 - Departments' equitable share funded *Goods and services* budgets were cut by 2 per cent.
 - Departments' and public entities' hosting of events budgets were cut over the MTEF.
 - Other baseline cuts were effected against the Office of the Premier (OTP) and the Department of Economic Development, Tourism and Environmental Affairs (DEDTEA) in line with a directive from national in this regard.
- Departments must not absorb the impact of these cuts against their capital budgets. Capital projects may be re-scheduled or slowed in instances where this is practical.
- The department was given the Rural Development function in 2015/16, which is an unfunded mandate, and the department will continue to reprioritise in-year within its baseline to fund this function.

5.2 Additional allocations for the 2014/15 to 2016/17 MTEF

Table 3.5 shows additional funding received by the department over the three MTEF periods: 2014/15, 2015/16 and 2016/17. Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of such a table is two-fold. Firstly, it shows the quantum of additional funding allocated to the department in the past and current MTEF periods. Secondly, it indicates the policies and purposes for which the additional funding was allocated.

The carry-through allocations for the 2014/15 and 2015/16 MTEF periods (i.e. for the financial year 2018/19) are based on the incremental percentage used in the 2016/17 MTEF.

In the 2014/15 MTEF, additional funds were allocated toward provision of sheds for the department's tractors in districts, livestock identification (Radio Frequency Identification or RFID), and irrigation equipment for the Makhathini irrigation scheme, for 2014/15 only. Also in the 2014/15 MTEF, additional funds with carry-through were allocated for the function shift of ADA from DEDTEA to the department, and carry-through costs of previous wage agreements. Offsetting this growth, was the centralisation of parts of the communications and external bursaries budgets under the OTP.

Table 3.5 : Summary of additional provincial allocations for the 2014/15 to 2016/17 MTEF

R thousand	2014/15	2015/16	2016/17	2017/18	2018/19
2014/15 MTEF period	61 135	36 710	40 001	42 001	44 437
Provision of sheds for dept's tractors in districts	8 500	-	-	-	-
Livestock identification (RFID)	10 200	-	-	-	-
Mjindi - irrigation equipment for Makhathini irrigation scheme	12 286	-	-	-	-
Function shift: ADA from DEDTEA	39 945	41 571	43 774	45 963	48 629
Carry-through of previous wage agreements - DARD	6 195	11 962	13 823	14 514	15 356
Centralisation of communications budget under OTP	(9 568)	(10 104)	(10 568)	(11 096)	(11 740)
Centralisation of external bursaries budget under OTP	(6 423)	(6 719)	(7 028)	(7 379)	(7 807)
2015/16 MTEF period		12 292	2 076	2 079	2 200
Correction of DARD communications budget		6 729	7 065	7 418	7 848
Correction of DARD bursaries budget		1 889	1 957	2 055	2 174
Disaster funding - Harry Gwala District veld fires in June 2014		10 200	-	-	-
Remainder of Environmental Affairs function shift to DEDTEA		(11 356)	(12 017)	(12 719)	(13 457)
Decentralisation of bursaries budget		4 830	5 071	5 325	5 634
2016/17 MTEF period			(115 159)	(174 440)	(184 276)
Above-budget 2015 wage agreement			29 420	31 546	33 931
Freezing all vacant non-OSD posts			(176 941)	(188 972)	(201 823)
Cutting events' budgets			(4 650)	(4 650)	(4 650)
2% Goods and services cut			(12 988)	(12 364)	(11 734)
Drought relief - scooping of dams and winter fodder			50 000	-	-
Total	61 135	49 002	(73 082)	(130 360)	(137 639)

Over the 2015/16 MTEF, there was a once-off allocation of R10.200 million for assistance in the form of livestock fodder for the farmers affected by the veld fires disaster in 2014 in the Harry Gwala District. In addition, the remainder of Environmental Affairs budget was moved to DEDTEA. The bulk of this happened in the *Explanatory Memorandum to the 2014/15 EPRE*. However, the administrative support for the Environmental Affairs function was only finalised after the *Explanatory Memorandum* and was effected in the 2014/15 Adjustments Estimate. The carry-through of this function shift was therefore undertaken over the 2015/16 MTEF. The 2015/16 MTEF period also included the decentralisation of external bursaries budget from OTP and correction of the amount previously suspended for the centralisation of the bursaries and parts of the communications budget.

With regard to the 2016/17 MTEF, due to data updates of the equitable share formula, a declining provincial own revenue, as well as cuts implemented by National Treasury as a result of the need to lower the expenditure ceiling across the country and to reprioritise to fund various national priorities that have recently arisen, the funding available to the province has been reduced or cut. Provinces were also instructed that the baseline of provincial Departments of Health be protected in view of the impact that the exchange rate has had on the affordability of medicines, which are largely imported. In order to effect these cuts in the province, expenditure on *Compensation of employees* was lowered by freezing all vacant non-critical posts, and the department's equitable share funded *Goods and services* budget was cut by 2 per cent over the MTEF. The impact of these cuts on DARD is commented on in Section 5.3 below.

Offsetting these cuts to some extent over the 2016/17 MTEF, is the fact that the department received additional funding for the carry-through of the above-budget 2015 wage agreement. Furthermore, additional funding was allocated to the department in respect of scooping of stock water dams and buying animal feed for farmers that are affected by drought.

5.3 Summary by programme and economic classification

The department's budget structure largely conforms to the uniform programme structure prescribed for the Agriculture and Rural Development sector, which was revised in 2014.

The department has opted to utilise three programmes, namely Administration, Agriculture and Rural Development. The latter was only activated from 2015/16 onwards and provides for rural development co-ordination and social facilitation in KZN. Administration comprises the support services budget and the two core functions are housed under Agriculture and Rural Development.

The bulk of the department's budget allocation is for Agriculture (crop production, livestock farming, natural resources use and management, extension, and land care and agricultural research), Veterinary Services (animal disease control, prevention of zoonotic diseases, inspection services, and primary health care services), as well as Rural Development (co-ordination and social facilitation).

The department also receives various conditional grants and makes transfers to its two public entities, ADA and Mjindi.

Programme 2: Agriculture provides the sector information by sub-programme and sub-sub-programme, due to the level of detail required by the sector in respect of Agriculture. The programme structure and the proposed organisational structure are closely aligned, which enhances financial controls within the programmes and the vote as a whole.

As mentioned, the department has finalised its restructuring process. The major impact on the budget structure is that the human resource and financial management services that were rendered in the regional offices within Programme 2 are now part of the sub-programmes: Corporate Services and Financial Management, respectively within Programme 1: Administration. The prior years and the Revised Estimate for 2015/16 have been adjusted accordingly in the tables for comparative purposes.

Tables 3.6 and 3.7 reflect a summary per programme and per economic classification for the vote, details of which are given in *Annexure – Vote 3: Agriculture and Rural Development*.

The noticeable decrease in 2016/17 relates to the previously mentioned equitable share cuts implemented by National Treasury, as well as the cut against CASP over the 2016/17 MTEF. Due to the extent of the equitable share cuts, which total R194.579 million, R205.986 million and R218.207 million over the MTEF, the department could not cut only against *Compensation of employees* and *Goods and services*. Therefore *Machinery and equipment* was also affected by the budget cuts to a minor extent. It should be noted that all three programmes were affected by the cuts.

Table 3.6 : Summary of payments and estimates by programme: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
1. Administration	456 651	444 299	419 222	407 830	383 090	496 422	486 144	521 971	557 897
2. Agriculture	1 652 940	1 561 229	1 583 822	1 776 283	1 907 395	1 794 063	1 673 278	1 689 993	1 782 111
3. Rural Development	-	-	-	18 961	1 995	1 995	11 222	12 458	13 830
Total	2 109 591	2 005 528	2 003 044	2 203 074	2 292 480	2 292 480	2 170 644	2 224 422	2 353 838

Table 3.7 : Summary of payments and estimates by economic classification: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	1 636 620	1 657 712	1 565 342	1 829 246	1 828 833	1 828 833	1 742 000	1 821 637	1 939 416
Compensation of employees	761 872	832 928	851 046	964 988	919 190	919 190	983 934	1 063 588	1 149 862
Goods and services	874 721	824 673	714 125	864 258	909 643	909 643	757 995	757 974	789 475
Interest and rent on land	27	111	171	-	-	-	71	75	79
Transfers and subsidies to:	234 383	167 945	219 116	185 514	229 125	229 125	249 496	247 025	249 148
Provinces and municipalities	1 207	869	1 237	1 260	1 273	1 273	1 466	1 586	1 713
Departmental agencies and accounts	140 734	101 152	108 351	123 119	102 309	102 309	131 350	138 140	146 226
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	71 008	55 243	91 962	54 809	100 453	100 453	83 792	88 172	92 595
Non-profit institutions	10 291	250	5 300	-	13 770	13 770	25 207	11 023	-
Households	11 143	10 431	12 266	6 326	11 320	11 320	7 681	8 104	8 614
Payments for capital assets	238 588	178 798	215 178	188 314	234 522	234 522	179 148	155 760	165 274
Buildings and other fixed structures	155 083	133 464	182 814	115 444	159 375	159 375	136 190	110 496	116 808
Machinery and equipment	73 308	44 817	32 180	72 029	75 105	75 105	42 267	44 536	47 694
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	9 542	474	145	606	42	42	636	668	707
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	655	43	39	235	-	-	55	60	65
Payments for financial assets	-	1 073	3 408	-	-	-	-	-	-
Total	2 109 591	2 005 528	2 003 044	2 203 074	2 292 480	2 292 480	2 170 644	2 224 422	2 353 838

With regard to Programme 1, the actual spending decreases between 2012/13 and 2014/15 due to the once-off expenditure focusing on acquiring additional vehicles in 2012/13 and upgrade of the telecommunication systems. The decrease from 2014/15 to the 2015/16 Main Appropriation is in respect of alignment to the new structure, and prior years were adjusted for comparative purposes. The decrease

from the 2015/16 Main to Adjusted Appropriation is as a result of the number of vacant posts that were not filled due to delays in finalising the revised organisational structure, as well as the moratorium on the filling of non-critical posts, imposed across the province. The increase from the 2015/16 Adjusted Appropriation to the Revised Estimate is in respect of the alignment to the new organisational structure where the human resource and financial management components in the previous regional offices, which were under Programme 2, now form part of Programme 1. The decrease from the Revised Estimate to 2016/17 is due to once-off expenditure of R24 million relating to a new main server and migration from Novell to Microsoft. Furthermore, the reduction in 2016/17 is attributable to the MTEF budget cuts of R8.815 million, R16.661 million and R32.522 million in respect of this programme. The growth thereafter is in respect of the carry-through costs of the above-budget 2015 wage agreement, as well as annual salary increments.

Programme 2: Agriculture shows fluctuations in spending up to 2015/16, whereafter there is steady growth over the outer years. The high expenditure in 2012/13 is due to once-off funding for the control of the outbreak of rabies, development of the Makhathini area, provision of stock watering facilities and irrigation equipment for Mjindi. The low spending in 2014/15 is due to procurement challenges, late rains, as well as SCM challenges which resulted in under-expenditure. The significant increase in the 2015/16 Adjusted Appropriation is in respect of:

- A roll-over of R48.952 million for diptanks, stock watering dams and quarantine camps in the FMD area, as well as animal vaccines and production inputs.
- Virement of R43.260 million from savings in Programmes 1 and 3 to fund operational costs such as fuel and tractor drivers for the Communal Estates, increased transfers in respect of the SA Sugarcane Research Institute, Ithala and agricultural school revitalisation programme, as well as to fund pressures in the Makhathini area in respect of irrigation at Ndumo, the KwaNgwane abattoir and Jozini packer house.
- A suspension of R38.900 million from 2014/15 to 2015/16, which was too late to be included in the 2015/16 Main Budget. Of this R38.900 million, R10.200 million related to the livestock identification programme and R28.700 million related to rural development initiatives, as mentioned previously.

The decrease in the 2015/16 Revised Estimate relates to the above-mentioned re-statement in line with the restructuring, whereby the human resource and financial management components now fall under Programme 1. Programme 2 shows a decrease in 2016/17 due to the once-off allocation of R10.200 million for the fire relief in 2015/16, as well as the roll-over of funds received in 2015/16. Furthermore, the decrease in 2016/17 relates to the above-mentioned cuts against the equitable share and conditional grants, whereby R153.203 million, R155.348 million and R150.009 million was cut under Programme 2 over the MTEF in respect of equitable share.

Programme 3: Rural Development is a new programme that commenced in 2015/16 and provides funding for *Compensation of employees* and related expenditure to perform the rural development co-ordination and social facilitation functions for the province. This function was transferred from the OTP in 2014 without funding or personnel. The department reprioritised funding and provided for 49 posts and running costs for the rural co-ordination and social facilitation components. The reduction in the 2015/16 Adjusted Appropriation is due to the delay in the implementation of the structure, coupled with the moratorium on the filling of non-critical posts. These funds were moved to Programme 2 in the 2015/16 Adjusted Appropriation to fund the pressures in the Makhathini area in respect of the construction of irrigation schemes at Ndumo, as well as KwaNgwanase abattoir and Jozini packer house. The decrease in 2016/17 is attributable to the equitable share budget cuts of R32.561 million, R33.977 million and R35.676 million over the MTEF in respect of this programme. The growth thereafter is in respect of the carry-through costs of the above-budget 2015 wage agreement.

Compensation of employees shows a steady but low increase between 2012/13 and 2014/15 which is mainly in respect of the annual wage adjustments and pay progressions rather than the appointment of additional staff. The increase in the 2015/16 Main Appropriation was to cater for new posts in anticipation of the implementation of the revised structure. There were unforeseen delays which resulted in the department not appointing at the rate anticipated, hence the reduction from the 2015/16 Main to Adjusted

Appropriation. Although this category was reduced by R104.904 million, R162.972 and R221.453 million over the MTEF in respect of the above-mentioned budget cuts, there is still visible growth relating to the carry-through costs of the above-budget 2015 wage agreement, as well as annual salary increments, and the filling of vacant critical posts. The department plans to review this in-year.

The decrease from 2012/13 to 2013/14 and the further decrease to 2014/15 against *Goods and services* is in respect of various once-off amounts, as well as low spending as a result of procurement delays and SCM challenges experienced in 2014/15, as mentioned under Programme 2 above. The increase from the 2015/16 Main to Adjusted Appropriation is in respect of the roll-over of funds, virements and re-allocation of previously suspended amounts, as mentioned above. The decrease in 2016/17 relates to the above-mentioned budget cuts of R119.731 million, R75.397 million and R30.768 million in 2016/17 and 2017/18, respectively, as well as the fact that the department has reprioritised funds from this category back to *Compensation of employees*. These funds were previously realised as savings under this category due to the organisational structure not being finalised and were moved to fund pressures under *Goods and services*. There is low but steady growth in 2017/18 and 2018/19.

Transfers and subsidies to: Provinces and municipalities relates to the payment of motor vehicle licences, and the increase over the MTEF is aligned to the anticipated number of vehicles and tractors in the department.

The growth in *Transfers and subsidies to: Departmental agencies and accounts* relates mainly to the transfers made to ADA, as well as some transfers to the Skills Development Levy. The value of projects allocated to ADA was highest in 2012/13. The funding for ADA is for the operational costs and project implementation by the entity in line with its mandate to improve the secondary agriculture sector in the province. The decrease from the 2015/16 Main to Adjusted Appropriation is due to the review of ADA to ensure that there is no duplication of functions between the department and the entity. This led to delays in the implementation of projects. The category shows steady growth over the MTEF.

Transfers and subsidies to: Public corporations and private enterprises comprise transfers to several entities, the main one being Mjindi. The fluctuations between 2012/13 to 2014/15 are largely due to once-off allocations to Mjindi for repairs to the irrigation scheme and acquisition of farming equipment. During 2013/14, the department provided funding of R6 million for People's Bio Oil (Pty) Ltd in respect of the Moringa Project, which was introduced during the year, and completed in 2014/15 with a further transfer of R2 million. The increase in 2014/15 is due to a once-off amount of R12.286 million for the irrigation scheme at Mjindi. Also, the department transferred R14 million to the SA Sugar Association to assist identified sugar cane farmers. The increase in the 2015/16 Adjusted Appropriation is in respect of the transfer of R25 million to the Communal Estates to fund various operational costs, such as fuel and tractor drivers in respect of the tractors and implements. In addition, a transfer of R12.193 million was also made to Ntingwe Tea Estate *via* Ithala to meet its payroll obligations during the off-season. From 2016/17, this category provides for increased transfers to Mjindi, as well as transfers for the soil conservation subsidy, agricultural show societies, Communal Estates and the SA Sugarcane Research Institute.

The increase under *Transfers and subsidies to: Non-profit institutions* in the 2015/16 Adjusted Appropriation is in respect of the agricultural schools revitalisation programme. The department is providing R50 million between 2015/16 to 2017/18 to improve the facilities for agricultural education at five agricultural schools, namely Zakhe Agricultural School, Weston Agricultural College, Vryheid Landbou High School, James Nxumalo Agricultural High School and Shakaskraal Secondary School in the province. It should be noted that Zakhe Agricultural School is a private college, unlike the other four government colleges, but is benefitting from the programme and is therefore shown separately in the tables. This allocation is made based on approved business plans and is done in collaboration with the Department of Education (DOE). The prior year expenditure is largely in respect of the KZN Outreach programme where the department had a partnership with the Pmb SPCA, commencing in 2011/12 and continuing in 2012/13. This partnership ended in 2013/14 after all funds transferred were exhausted. The department entered into a similar partnership with the Animal Anti-Cruelty League (AACL) in 2014/15. The R250 000 transferred in 2013/14 relates to funding to the Zakhe Agricultural College, to assist in improving the training facilities for the students, as mentioned previously, with this allocation continuing through to 2017/18.

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

Buildings and other fixed structures shows a fluctuating trend between 2012/13 and 2015/16, with the high in 2012/13 due to the once-off amounts of R20 million for the development of the Makhathini area and R25 million for the stock-watering dams in districts. The peak in 2014/15 is due to the good progress made in the development of the Makhathini area with projects such as the packer house, abattoir and irrigation scheme. The increase from the 2015/16 Main to the Adjusted Appropriation relates to pressures in the Makhathini area in respect of the construction of the irrigation schemes at Ndumo. The allocation in 2016/17 decreases as a result of a reprioritisation exercise that was done to fund pressures under *Compensation of employees*. The allocations for 2017/18 and 2018/19 show steady increases, and provide for agricultural infrastructure such as irrigation schemes, diptanks, fencing, poultry houses etc. throughout the province.

Machinery and equipment shows a steady decrease up to 2014/15 due to the department not acquiring additional tractors and implements in line with a decision taken by the department to take stock of the existing mechanisation fleet, to ensure optimal utilisation thereof before further purchases are made. In 2012/13, the department acquired additional departmental vehicles in an effort to improve its fleet, as well as tractors and implements for the mechanisation programme. The increase in the 2015/16 Main Appropriation is in respect of replacing the aging main server at Cedara, which was estimated at R10 million. Furthermore, the increase from the 2015/16 Main to Adjusted Appropriation was to offset the shortfall for departmental vehicles required to enhance service delivery. This once-off expenditure explains the slight decline in 2016/17 before increasing steadily thereafter. Also contributing to the decrease, are the above-mentioned budget cuts of R10.789 million, R10.592 million and R10.630 million over the MTEF against this category. The amounts cut were in respect of the purchase of furniture and office equipment for staff which does not affect service delivery.

Biological assets is high in 2012/13, to make provision for the department's Nguni breeding initiative, aimed at revitalising the Nguni breed in KZN. This explains the comparatively low amounts in 2013/14, 2014/15 and the 2015/16 Adjusted Appropriation and over the 2016/17 MTEF, where the allocation is mainly for the purchased animals for research and training at the agricultural colleges.

Software and other intangible assets spending fluctuates as it makes provision for software upgrades as and when required.

Payments for financial assets reflects expenditure in 2013/14 and 2014/15 only, and this relates to approved write-off of thefts and losses.

5.4 Summary of conditional grant payments and estimates

Tables 3.8 and 3.9 illustrate conditional grant payments and estimates from 2012/13 to 2018/19.

Further details are given in *Annexure – Vote 3: Agriculture and Rural Development*.

Note that the conditional grant figures reflected in Table 3.1 for the period 2012/13 to 2018/19 indicate the actual receipts for each grant, as well as other technical adjustments, and therefore should not be compared to the figures reflected in Table 3.8 below, which show the actual expenditure and estimates.

Table 3.8 : Summary of conditional grants payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
CASP grant	183 726	202 522	212 632	226 161	226 161	226 161	222 155	235 712	249 472
Ilima/Letsema Projects grant	63 000	42 768	92 093	69 402	69 402	69 402	63 876	67 356	71 263
Land Care grant	16 046	18 746	10 854	10 666	10 666	10 666	10 632	11 330	12 016
EPWP Integrated Grant for Provinces	9 708	550	4 181	2 296	2 296	2 296	3 840	-	-
Total	272 480	264 586	319 760	308 525	308 525	308 525	300 503	314 398	332 751

Table 3.9 : Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation	Estimate	2016/17	2017/18	2018/19
Current payments	142 781	150 450	185 702	210 829	252 396	252 396	245 500	256 573	273 070
Compensation of employees	-	10 745	17 013	16 000	18 000	18 000	17 893	19 109	20 409
Goods and services	142 781	139 705	168 689	194 829	234 396	234 396	227 607	237 464	252 661
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	65 760	63 000	66 465	81 548	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	65 760	63 000	66 465	81 548	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payments for capital assets	63 939	51 136	67 593	16 148	56 129	56 129	55 003	57 825	59 681
Buildings and other fixed structures	50 289	41 795	59 907	6 729	46 710	46 710	47 492	49 867	51 723
Machinery and equipment	13 563	9 257	7 541	9 419	9 419	9 419	7 511	7 958	7 958
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	87	84	145	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	272 480	264 586	319 760	308 525	308 525	308 525	300 503	314 398	332 751

The department is responsible for the following four national conditional grants:

- The CASP grant is aimed at enhancing the capacity of the Agriculture sector by providing support to beneficiaries of land and agrarian reform programmes. This programme also focuses on the revival of agricultural extension services. This grant increases steadily from 2012/13 onward, continuing to 2015/16. It must be noted that, with effect from 2010/11, the department commenced transferring a portion of CASP funding to ADA, who assists the department to implement land reform projects. Also, as from 2013/14, the grant framework required that 70 per cent of the grant funding be allocated toward grain production. This change of grant utilisation was to ensure that there is an increase in food production throughout the country. In KZN, the funds were utilised for the mechanisation programme, where the department provided production inputs (mainly maize and beans), as well as mechanisation services. It is noted that CASP funding is no longer transferred to ADA with effect from 2015/16 Adjusted Appropriation due to the department being of the view that it wants to be accountable for all conditional grant funding and not to restrict the entity with conditions attached to conditional grants, and this accounts for the reduction in *Transfers and subsidies to: Departmental agencies and accounts* in the Adjusted Appropriation. The reduction resulted from a review of the entity's mandate and alignment to the department's strategy, in terms of which ADA will be focussing on secondary agriculture, as well as industrial crops, while the department will focus on primary agriculture. Previously, the entity was funded under CASP, but now it is funded from the equitable share. The commitment made by National Treasury to maintain the country's current expenditure ceiling requires that baseline allocations for provincial conditional grants be reduced, hence, CASP was further cut over the 2016/17 MTEF, as mentioned previously.
- The Ilima/Letsema Projects grant, which falls under the Ilima/Letsema campaign driven by the DAFF, is aimed at unlocking the potential of currently 'dead' land and other assets, particularly in communal areas. In KZN, this grant is utilised for various projects, including the food security and mechanisation programme and the Makhathini development project. The low expenditure in 2013/14 is due to the liming programme that was delayed by prolonged procurement processes and resulted in R23 million not being spent. However, this amount was rolled over to 2014/15, hence the increase in that year and the drop in 2015/16. Apart from this fluctuation and a decrease in 2015/16, the grant fluctuates over the seven-year period and was not affected by conditional grant cuts over the 2016/17 MTEF. As with the CASP grant, 70 per cent of the grant has to be allocated toward grain production from 2013/14 onward.
- The Land Care grant is aimed at optimising the sustainable use of natural resources to ensure greater productivity, food security, job creation, and a better quality of life for all. The 2012/13 amount

includes a roll-over of R705 000 from 2011/12. The supplier was unable to deliver fencing supplies before year-end. The increase in 2013/14 is in respect of additional funding for fencing, hence the drop in 2014/15. The allocation decreases slightly in 2015/16 and 2016/17, due to the fiscal consolidation cuts implemented in 2015/16, before increasing slightly in 2017/18 and 2018/19. There were only fairly minimal cuts effected against this grant over the 2016/17 MTEF.

- The department receives R2.296 million and R3.840 million in 2015/16 and 2016/17, respectively in respect of EPWP Integrated Grant for Provinces. The grant allocation is based on the number of EPWP jobs created in the previous year and therefore allocations are for one year only and not over the MTEF period, hence there is no allocation in 2017/18 and 2018/19. This grant is used to fund additional projects in the department's land care programme, and therefore includes costs for material and wages.

The increase in *Compensation of employees* from 2012/13 to 2013/14 and over the MTEF is in respect of the extension officers funded from the Extension Recovery Plan (ERP) pillar of CASP.

The decrease in *Goods and services* from 2012/13 to 2013/14 relates to R23 million for inputs in respect of the liming programme that was not spent in 2013/14 but rolled over to 2014/15, accounting for the increase in 2014/15. The increase from the 2015/16 Main to Adjusted Appropriation is in respect of a change of the funding source for ADA. Previously, the entity was funded under CASP, but now it is funded from the equitable share, which means that the CASP funding is now allocated against *Goods and services* for the department to undertake these projects. This also accounts for the increase from the 2015/16 Main Budget and over 2016/17 MTEF.

The spending against *Transfers and subsidies to: Departmental agencies and accounts* in 2012/13 to the 2015/16 Main Appropriation relates to transfers made to ADA to implement projects funded from the CASP grant. The decrease from the 2015/16 Main to Adjusted Appropriation and over the 2016/17 MTEF is due to the decision that all projects implemented by ADA will be funded from the equitable share and not via a conditional grant allocation. As such, these funds are moved from *Transfers and subsidies to: Departmental agencies and accounts* to *Goods and services* over the MTEF.

Buildings and other fixed structures is mainly related to agricultural infrastructure such as poultry houses, fencing, irrigation schemes, etc. The fluctuating trend from 2012/13 to 2014/15 is as a result of the rate at which this infrastructure is provided. The increase from the 2015/16 Main to Adjusted Appropriation is to fund the additional projects such as fencing, implemented by DARD instead of ADA, following the review of its mandate and alignment to the department's strategy. The allocation in 2016/17 decreases due to budget cuts in respect of the conditional grants, as mentioned above. The allocations in 2017/18 and 2018/19 show steady increases and provide for agricultural infrastructure such as irrigation schemes, diptanks, fencing, and poultry houses throughout the province.

Machinery and equipment relates to various agricultural equipment, as well as computers and vehicles acquired under the Extension Recovery Programme pillar of CASP. The high 2012/13 amount relates to additional vehicles acquired in 2012/13 to supplement the ailing departmental fleet. The allocation in 2016/17 decreases due to budget cuts in respect of the conditional grants, as mentioned above.

5.5 Summary of infrastructure payments and estimates

Table 3.10 below illustrates infrastructure payments and estimates for the period 2012/13 to 2018/19.

Further details of the department's infrastructure payments and estimates are presented in *Annexure – Vote 3: Agriculture and Rural Development*.

The department's infrastructure budget shows a decreasing trend from 2012/13 to 2014/15, with the high amount in 2012/13 attributed to the focus of providing a platform for provision of poultry houses and piggeries throughout the province reflected against *New infrastructure assets: Capital*.

Table 3.10 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Existing infrastructure assets	81 617	88 101	54 418	100 725	87 775	87 775	108 005	80 972	85 149
Maintenance and repair: Current	21 639	22 829	24 199	25 312	25 312	25 312	26 654	28 067	29 696
Upgrades and additions: Capital	-	-	3 228	-	6 487	6 487	-	-	-
Refurbishment and rehabilitation: Capital	59 978	65 272	26 991	75 413	55 976	55 976	81 351	52 905	55 453
New infrastructure assets: Capital	95 105	68 192	152 595	40 031	96 912	96 912	54 839	57 591	61 355
Infrastructure transfers	-	6 000	2 000	-	-	-	-	-	-
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	-	6 000	2 000	-	-	-	-	-	-
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	-	-	-	-	-	-	-	-	-
Total	176 722	162 293	209 013	140 756	184 687	184 687	162 844	138 563	146 504
<i>Capital infrastructure</i>	<i>155 083</i>	<i>139 464</i>	<i>184 814</i>	<i>115 444</i>	<i>159 375</i>	<i>159 375</i>	<i>136 190</i>	<i>110 496</i>	<i>116 808</i>
<i>Current infrastructure</i>	<i>21 639</i>	<i>22 829</i>	<i>24 199</i>	<i>25 312</i>	<i>25 312</i>	<i>25 312</i>	<i>26 654</i>	<i>28 067</i>	<i>29 696</i>

Maintenance and repair: Current increases at a generally steady rate over the seven-year period and is in respect of maintenance of all the department's buildings, which is mostly outsourced to DOPW and forms part of the department's asset management plan.

Upgrades and additions: Capital in the 2015/16 Adjusted Appropriation was a shift undertaken to correct the classification of the agricultural projects at communal level, as these are predominantly new and not refurbishments or rehabilitation.

Refurbishment and rehabilitation: Capital, increases steadily from 2012/13 to the 2015/16 Main Appropriation. The decrease from the 2015/16 Main to Adjusted Appropriation is in respect of a shift from this category to correct the classification of the agricultural projects at communal level, as mentioned above. The increase in 2016/17 relates to the once-off funding for scoping of stock water dams in respect of drought.

New infrastructure assets: Capital decreases from 2012/13 to 2014/15 partly due to the once-off additional funding received for Makhathini development and stock watering dams, as well as the high expenditure for creating platforms for poultry and piggery structures in 2012/13. The increase from the 2015/16 Main to Adjusted Appropriation is in respect of continued good progress in the construction of the packer house and abattoir in the Makhathini area, as well as a shift to this category to correct the classification of the agricultural projects at communal level, as these are predominantly new and not refurbishments or rehabilitation. The decrease in 2016/17 is in respect of the above-mentioned reprioritisation to fund pressures under *Compensation of employees*.

The category *Infrastructure transfers: Capital* is for infrastructure requirements in respect of the Moringa project undertaken by People's Bio Oil (Pty) Ltd, as previously mentioned.

5.6 Summary of Public Private Partnerships – Nil

5.7 Transfers to public entities listed in terms of Schedule 3 of the PFMA

Table 3.11 shows transfers made by the department to public entities that are listed in terms of Schedule 3 of the PFMA. The financial summaries received from ADA and Mjindi are provided in *Annexure – Vote 3: Agriculture and Rural Development*.

Table 3.11 : Summary of departmental transfers to public entities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Agri-business Development Agency	140 734	101 152	106 410	123 119	99 500	99 500	128 397	134 948	142 775
Ithala Development Finance Corporation	-	-	11 080	-	12 193	12 193	-	-	-
Mjindi Farming (Pty) Ltd	68 399	46 607	60 816	50 506	50 506	50 506	53 183	56 001	58 801
Total	209 133	147 759	178 306	173 625	162 199	162 199	181 580	190 949	201 576

Agri-business Development Agency (ADA)

As from 2013/14, the oversight of the entity was shifted from DEDTEA to DARD in respect of the ADA Bill (historical figures have been adjusted for comparative purposes). The 2016/17 MTEF allocation is for projects to be implemented by ADA, as well as the operational costs for the entity. The decrease in the 2015/16 Adjusted Appropriation is due to the review of the entity's mandate to ensure that there is no duplication of functions with the department. The entity will, from now on, focus on secondary agriculture with particular focus on the agro-processing sector and the department on primary agriculture aligned to the department's agrarian transformation strategy.

Ithala Development Finance Corporation (Ithala)

The 2014/15 and 2015/16 amounts relating to Ithala cater for a shortfall in salaries of Ntingwe Tea Estate during the off-season. DARD is the main shareholder in the Ntingwe Tea Estate through the significant funding that was provided for the establishment thereof in 2003. Ithala is a lesser shareholder, and provides the management oversight of the entity and has been providing additional funding over the last few years to assist the estate to meet its operational costs. The department uses Ithala as the vehicle to channel the funding to Ntingwe Tea Estate. The provincial government is considering the current funding proposal that has been requested by Ntingwe Tea Estate to turn-around the estate into a profitable entity. Pending a final decision in this regard, the department provided funding in 2014/15 and 2015/16 to cater for the shortfall in wages. The department is awaiting guidance from Cabinet regarding the proposed turn-around strategy presented by Ithala, which required approximately R70 million for Ntingwe Tea Estate to become a viable business entity.

Mjindi Farming (Pty) Ltd (Mjindi)

The fluctuation in expenditure between 2012/13 and 2014/15 is due to various once-off allocations provided for the acquisition of irrigation material and farming equipment. The allocation from 2015/16 onwards provides for the operational costs and maintenance of existing infrastructure over the MTEF. The department is currently undertaking a mechanical review of the entity which may affect its future operations and mandate. The mechanical review has not yet been completed and the moratorium on the filling of posts is still in place, hence the future position of the entity is therefore not clear at this stage. This review will also take into account the impact of the land claims, as mentioned previously.

5.8 Transfers to other entities

Table 3.12 below indicates departmental transfers to other entities. The transfers fluctuate markedly over the seven years, as explained below the table.

Table 3.12 : Summary of departmental transfers to other entities

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Soil conservation subsidy	2.1. Sust. Resource	1 121	1 431	1 269	1 500	1 500	1 500	1 605	1 717	1 817
Agricultural Show Societies	2.2. Farmer Supp.	19	-	-	1 256	-	-	100	105	110
SA Sugarcane Research Institute	2.2. Farmer Supp.	1 439	1 197	918	1 547	2 557	2 557	2 242	2 354	2 472
SA Sugar Association	2.2. Farmer Supp.	-	-	14 604	-	-	-	-	-	-
Lungisisa Indlela Village (LIV)	2.2. Farmer Supp.	-	-	1 200	-	-	-	-	-	-
Nyonende Hatchery	2.2. Farmer Supp.	-	-	-	-	8 300	8 300	-	-	-
Communal Estates	2.2. Farmer Supp.	-	-	-	-	25 392	25 392	26 662	27 995	29 395
People's Bio Oil	2.2. Farmer Supp.	-	6 000	2 000	-	-	-	-	-	-
Pmb SPCA	2.3. Vet. Services	10 291	-	-	-	-	-	-	-	-
Animal Anti-Cruelty League (AACL)	2.3. Vet. Services	-	-	5 300	-	-	-	-	-	-
Zakhe Agricultural College	2.6. Struc. Agric. Edu. and Train.	-	250	-	-	3 089	3 089	3 446	2 540	-
Agricultural Schools	2.6. Struc. Agric. Edu. and Train.	-	-	-	-	10 681	10 681	21 761	8 483	-
Total		12 870	8 878	25 291	4 303	51 519	51 519	55 816	43 194	33 794

The soil conservation subsidy is a provision to business and farming enterprises for sub-surface drainage works, and is a national initiative in response to the Conservation of Agricultural Resources Act (CARA). The allocation over the 2016/17 MTEF is based on past trends in claims received and approved.

The department makes provision for contributions to various agricultural show societies, which are aimed at showcasing the latest developments in agriculture. The expenditure is demand based and the department only makes a transfer if a funding request with required supporting documentation is received.

The partnership with the SA Sugarcane Research Institute, which was formed in 2010/11, continues and grows steadily over the three years of the 2016/17 MTEF. This partnership ensures the provision of specialist extension services to assist small-scale extension farmers. The decrease in 2014/15 and subsequent peak in the 2015/16 Adjusted Appropriation is due to an unforeseen delay in the submitting and processing of the invoice for the final quarter of 2014/15. Also, a new agreement was signed in 2015/16 which has increased the activities of the institute, meaning there will be increased research undertaken by South African Sugarcane Research Institute and, hence, an increased financial contribution by the department.

The two-year partnership with the Pmb SPCA, relating to the KZN Outreach programme, commenced in 2011/12 and was completed in 2012/13. The department entered into a one-year partnership with the AACL in 2014/15 for the same KZN Outreach programme.

The transfer to People's Bio Oil is in respect of a two-year agreement, whereby the department provided funding for the infrastructure development relating to the Moringa Project.

The transfer to Zakhe Agricultural College is in line with a partnership with the department, aimed at improving the facilities at the college to enhance agricultural education at the institution, as mentioned previously. This allocation continues through to 2017/18. Zakhe Agricultural College is one of the five agricultural schools to be improved, but is shown separately due to the fact that it is a private college, unlike the other four which are government colleges, which are mentioned below.

In 2014/15, the department also entered into agreement with the SA Sugar Association to implement specifically approved sugar cane projects to the value of R14.604 million, as well as R1.200 million transferred to Lungisisa Indlela Village (LIV) in respect of a hydroponics projects at this institution supporting orphans.

In 2015/16, the department funded the Nyonende Hatchery to the amount of R8.300 million to enable the hatchery to become economically viable.

The allocation to Communal Estates is for the operational costs such as fuel and tractor drivers in respect of the tractors and implements that the department has transferred to them, in line with its agricultural transformation strategy. This allocation continues over the MTEF.

The department also entered into a funding agreement with the DOE whereby R50 million was made available over the three-years commencing in 2015/16 for the improvement of agricultural facilities as it will enable the practical teaching and learning of agriculture at school level at five agricultural schools in the province, namely Zakhe Agricultural School (a private college, as mentioned above), Weston Agricultural College, Vryheid Landbou High School, James Nxumalo Agricultural High School and Shakaskraal Secondary School, as mentioned previously.

5.9 Transfers to local government

The department does not transfer any funds to local government. It is noted that, although the payment of motor vehicle licences falls under *Transfers and subsidies to: Provinces and municipalities*, these funds are not transferred to any municipality, and so are excluded from the tables.

5.10 Transfers and subsidies

Table 3.13 gives a summary of *Transfers and subsidies* by programme and main category, as explained briefly above and below the table.

Programme 1's *Transfers and subsidies* fluctuate, largely due to the nature of transfers made as follows:

- *Provinces and municipalities* caters for motor vehicle licences. The high expenditure in 2012/13 is due to the additional number of vehicles acquired, while the decrease in 2013/14 is due to some vehicles ordered not being delivered and licensed in that year. The payments against this category are dependent on the number of vehicles registered and are affected by new acquisitions and disposal of vehicles. The provision over the MTEF is based on the planned number of vehicles to be licensed.

- *Departmental agencies and accounts* caters for the Skills Development Levy. The expenditure in 2014/15 relates to the restatement of funds in respect of the Skills Development Levy and the increase in the 2015/16 Adjusted Appropriation is to correct the allocation for the skills development levy. This was previously incorrectly allocated under *Goods and services*.
- *Public corporations and private enterprises* caters for a once-off sponsorship in respect of the SA National Committee on Irrigation and Drainage symposium that was held in the province in 2012/13 and a registration fee paid as a sponsorship for an emerging farmer to attend the World Soya Bean Research Conference. The R5 000 transferred in 2015/16 is in respect of a donation toward the gala dinner for the Edendale Lay Ecumenical Centre centenary celebration, where the National Minister of Finance addressed the guests.
- *Households* caters for staff exits, which are difficult to predict, hence the fluctuating trend.

Table 3.13 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
1. Administration	2 648	1 806	5 142	980	4 079	4 610	4 192	4 581	4 995
Provinces and municipalities	719	471	619	980	980	980	770	850	935
Motor vehicle licences	719	471	619	980	980	980	770	850	935
Departmental agencies and accounts	-	-	1 938	-	2 800	2 800	2 952	3 191	3 450
Skills Development Levy	-	-	1 938	-	2 800	2 800	2 952	3 191	3 450
Public corporations and private enterprises	30	8	-	-	5	5	-	-	-
SA Nat. Comm on Irrigation and Drainage	30	-	-	-	-	-	-	-	-
Sponsorship to Emerging Farmers	-	8	-	-	-	-	-	-	-
Edendale Lay Ecumenical Centre	-	-	-	-	5	5	-	-	-
Households	1 899	1 327	2 585	-	294	825	470	540	610
Social benefits	1 899	1 327	2 585	-	294	825	470	540	610
2. Agriculture	231 735	166 139	213 974	184 534	225 046	224 515	245 304	242 444	244 153
Provinces and municipalities	488	398	618	280	293	293	696	736	778
Motor vehicle licences	488	398	584	280	280	280	658	696	736
Municipal agencies and funds	-	-	34	-	13	13	38	40	42
Departmental agencies and accounts	140 734	101 152	106 413	123 119	99 509	99 509	128 398	134 949	142 776
Agri-Business Development Agency	140 734	101 152	106 410	123 119	99 500	99 500	128 397	134 948	142 775
TV and radio licences	-	-	3	-	9	9	1	1	1
Public corporations and private enterprises	70 978	55 235	91 962	54 809	100 448	100 448	83 792	88 172	92 595
Agricultural Show Societies	19	-	-	1 256	-	-	100	105	110
Mjindi	68 399	46 607	60 816	50 506	50 506	50 506	53 183	56 001	58 801
SA Sugarcane Research Institute	1 439	1 197	918	1 547	2 557	2 557	2 242	2 354	2 472
Soil Conservation Subsidy	1 121	1 431	1 269	1 500	1 500	1 500	1 605	1 717	1 817
Ithala Finance Corporation	-	-	11 080	-	12 193	12 193	-	-	-
People's Bio Oil	-	6 000	2 000	-	-	-	-	-	-
SA Sugar Association	-	-	14 604	-	-	-	-	-	-
Lungisisa Indlela Village NPC	-	-	1 200	-	-	-	-	-	-
Donations & Gifts Private Enterprise	-	-	75	-	-	-	-	-	-
Nyonende Hatchery	-	-	-	-	8 300	8 300	-	-	-
Communal Estates	-	-	-	-	25 392	25 392	26 662	27 995	29 395
Non-profit institutions	10 291	250	5 300	-	13 770	13 770	25 207	11 023	-
Pmb SPCA	10 291	-	-	-	-	-	-	-	-
Zakhe Agricultural College	-	250	-	-	3 089	3 089	3 446	2 540	-
Animal Anti-Cruelty League	-	-	5 300	-	-	-	-	-	-
Agricultural Schools	-	-	-	-	10 681	10 681	21 761	8 483	-
Households	9 244	9 104	9 681	6 326	11 026	10 495	7 211	7 564	8 004
Social benefits	9 244	9 104	9 681	6 326	11 026	10 495	7 211	7 564	8 004
Total	234 383	167 945	219 116	185 514	229 125	229 125	249 496	247 025	249 148

Transfers and subsidies under Programme 2 also fluctuates markedly over the seven years, as follows:

- *Provinces and municipalities* provides for the payment of motor vehicle licences. The increase from 2016/17 onward is in line with the planned number of vehicles to be licensed. Municipal agencies and funds are in respect of rates paid for OSCA, which the department is providing for until this function has been moved to DOPW, pending a review of the situation.
- *Departmental agencies and accounts* reflects the transfers made to ADA from 2012/13 onward. The fluctuations take into account the operational costs and projects undertaken by ADA. The decrease from the 2015/16 Main to Adjusted Appropriation is in respect of a reduction in the value of projects to be implemented by ADA following the review of its mandate and alignment to the department's strategy. This was a once-off reduction, hence the increase in 2016/17 and steady growth over the MTEF period.

- *Public corporations and private enterprises* relates mainly to transfers made by the department to Mjindi, as explained in more detail in Section 5.7 above. This category also includes transfers to various other entities, as detailed in Section 5.8. For instance, there is a grant funding agreement with People's Bio Oil for a two-year period, whereby the department provided specific funding toward the establishment of the entity's infrastructure requirements. In 2014/15, the department also transferred R1.200 million to the LIV orphanage in respect of a hydroponics projects at this institution, as mentioned previously. From 2016/17 onward, this category provides for increased transfers to Mjindi, as well as transfers for the soil conservation subsidy, agricultural show societies, Communal Estates and the SA Sugarcane Research Institute.
- The funding for *Non-profit institutions* is dependent on partnerships/agreements that may be in place at any given point in time. For example, the department had a two-year partnership with the Pmb SPCA for the KZN Outreach programme in 2012/13, and then formed a partnership with the AACL for the same project in 2014/15. The 2013/14 transfer of R250 000 to Zakhe Agricultural College in Richmond provides funding to improve the facilities at the college as mentioned previously, this allocation continues through to 2017/18. The transfer in the 2015/16 Adjusted Appropriation against agricultural schools is in respect of the agricultural school revitalisation programme, whereby the department, in partnership with the DOE, is providing funding to improve the agricultural infrastructure at the agricultural schools in the province (including Zakhe Agricultural College) and this allocation continues through to 2017/18.
- *Households* caters for staff exit costs, which are difficult to predict, hence the fluctuating trend.

6. Programme description

The services rendered by the department are categorised under three programmes, which largely conform to the uniform budget and programme structure of the Agriculture and Rural Development sector, as explained previously. At the moment, Programme 2 provides the sector information by sub-programme and sub-sub-programme, because of the level of detail required by the sector. The department will review this use of sub-sub-programmes going forward, though.

6.1 Programme 1: Administration

The primary role of Programme 1 is to support the line function components of the department in achieving their goals. Tables 3.14 and 3.15 summarise payments and estimates relating to Programme 1 for the period 2012/13 to 2018/19.

Programme 1 fluctuates throughout the seven-year period. The high expenditure in 2012/13 is mainly due to the replacement and purchase of new vehicles against *Machinery and equipment* and their associated licence fees against *Provinces and municipalities*, as well as renovations of offices at head office against *Buildings and other fixed structures* and the sub-programme: Financial Management. The increase from the 2015/16 Adjusted Appropriation to the Revised Estimate is due to the alignment of the organisational structure where the human resource and financial management components in the previous regional offices, which were under Programme 2, now form part of Programme 1. The prior year actual expenditure has been adjusted accordingly for comparative purposes. The slight decline from the 2015/16 Revised Estimate to 2016/17 is due to the once-off allocation for the migration from Novell to Microsoft under the sub-programme: Corporate Services, as well as the equitable share budget cuts. The MTEF budget cuts were implemented against *Compensation of employees* and *Machinery and equipment*.

Table 3.14 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19
1. Office of the MEC	26 938	27 738	17 968	21 902	16 941	16 941	12 920	13 698	14 538
2. Senior Management	27 188	34 035	27 492	58 012	30 402	30 402	38 301	40 694	43 435
3. Corporate Services	190 939	188 799	196 499	206 096	221 753	251 563	213 771	236 252	251 895
4. Financial Management	179 440	157 459	153 110	88 208	82 675	166 197	190 386	202 759	217 535
5. Communication Services	32 146	36 268	24 153	33 612	31 319	31 319	30 766	28 568	30 494
Total	456 651	444 299	419 222	407 830	383 090	496 422	486 144	521 971	557 897

Table 3.15 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	376 655	405 069	388 012	355 977	325 651	438 093	433 010	467 741	500 550
Compensation of employees	168 099	165 517	173 138	170 652	141 572	193 353	201 857	217 704	234 932
Goods and services	208 529	239 469	214 797	185 325	184 079	244 740	231 153	250 037	265 618
Interest and rent on land	27	83	77	-	-	-	-	-	-
Transfers and subsidies to:	2 648	1 806	5 142	980	4 079	4 610	4 192	4 581	4 995
Provinces and municipalities	719	471	619	980	980	980	770	850	935
Departmental agencies and accounts	-	-	1 938	-	2 800	2 800	2 952	3 191	3 450
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	30	8	-	-	5	5	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 899	1 327	2 585	-	294	825	470	540	610
Payments for capital assets	77 348	36 351	22 660	50 873	53 360	53 719	48 942	49 649	52 352
Buildings and other fixed structures	40 861	17 913	6 140	17 229	15 657	15 684	26 775	26 759	27 789
Machinery and equipment	36 012	18 438	16 520	33 644	37 703	38 035	22 167	22 890	24 563
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	475	-	-	-	-	-	-	-	-
Payments for financial assets	-	1 073	3 408	-	-	-	-	-	-
Total	456 651	444 299	419 222	407 830	383 090	496 422	486 144	521 971	557 897

The sub-programme: Office of the MEC decreases significantly from 2013/14 to 2014/15, with a further decline in 2015/16 and 2016/17, as a result of the functions of the Ministry being aligned to the guidelines for providing support to the Office of the MEC as outlined in the Ministerial handbook. The decrease from the 2015/16 Main to Adjusted Appropriation is due to delays in the filling of vacant budgeted posts. These savings were moved to other areas of spending pressure. The decrease in 2016/17 relates to the above-mentioned budget cuts. The allocation in 2017/18 and 2018/19 shows steady growth.

The fluctuations from 2012/13 to 2015/16 against the sub-programme: Senior Management can be ascribed to the high vacancy rate at senior management level in the department, as well as the once-off expenditure in respect of the forensic investigation. The decrease from the 2015/16 Main to Adjusted Appropriation relates to delays in the filling of vacant posts. The growth from 2016/17 is largely in respect of the carry-through costs of the above-budget 2015 wage agreement, as well as annual salary increments.

The Corporate Support Services sub-programme, which includes Human Resource Management and Development, Legal Services, Security Services, Facilities, etc., fluctuates, with the high expenditure in 2012/13 attributed to the increase in the number of bursaries offered for the 2012 academic year being processed after April 2012. The increase from the 2015/16 Main to Adjusted Appropriation is in respect of a roll-over relating to a project to instal Exinda software on all official computers, as mentioned previously. The peak in the 2015/16 Revised Estimate is as a result of the baseline being corrected in terms of providing adequately for the number of critical vacant posts, increasing costs of water and electricity, as well as the cost for SITA and the once-off allocation for the migration from Novell to Microsoft. The subsequent drop in 2016/17 relates to the previously mentioned budget cuts, as well as the once-off allocation for the migration from Novell to Microsoft. The budget grows steadily thereafter.

The sub-programme: Financial Management shows fluctuations, with the high amount in 2012/13 due to the purchase of additional vehicles for the departmental fleet under Programme 1 through reprioritisation, as well as positive progress on infrastructure related projects during that year. This is also reflective against *Machinery and equipment* and *Buildings and other fixed structures* and explains the decrease in 2013/14. The sub-programme shows a steady increase from the 2015/16 Revised Estimate to 2018/19.

The significant drop in 2014/15 against the sub-programme: Communication Services is largely due to the incorrect amount being suspended in respect of the centralisation of part of the communication function to OTP, which was corrected during 2015/16. The minimal decrease between 2015/16 and 2016/17 is due to the 2015/16 Adjusted Appropriation including once-off funding to replace the outdated signage of the department's offices.

Compensation of employees fluctuates from 2012/13 to 2014/15. The decrease from the 2015/16 Main to Adjusted Appropriation is in respect of funds moved to other areas with spending pressure, as a result of the high vacancy rate, as the department was finalising its organisational structure, as well as the moratorium on filling of posts during this period. The 2015/16 Revised Estimate increases when compared to the Adjusted Appropriation and this is attributable to the fact that the department has provided funding to fill posts in the revised structure. Although this category was reduced in respect of the above-mentioned budget cuts, there is still visible growth over the 2016/17 MTEF, largely relating to the carry-through costs of the above-budget 2015 wage agreement, as well as annual salary increments. The department plans to review the budget allocation for this category in-year.

Goods and services fluctuates over the seven-year period, with a peak in 2013/14 relating to the installation of a new telephonic system, revised SITA costs that are aligned to the number of users, as well as the forensic audit conducted in that year. A further peak in 2015/16 is due to the provision for migration from Novell to Microsoft, as well as correcting the baseline to adequately provide for SITA services, water, electricity, and security services. The MTEF shows steady growth, despite the MTEF budget cuts.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* relates to the payment of motor vehicle licence fees. The high expenditure in 2012/13 can be ascribed to increased motor vehicle licence costs relating to the increase in the department's vehicle fleet in that year. The reduction in 2013/14 is due to new vehicles ordered not being received and licensed during that year. The provision over the 2016/17 MTEF is aligned to the planned number of vehicles to be licensed. These payments are also affected by the timing of the sale of redundant vehicles, that is, whether the disposal takes place before or after the annual licence renewal.
- Expenditure against *Departmental agencies and accounts* from 2014/15 onward is in respect of the Skills Development Levy payable to the Agriculture SETA.
- *Public corporations and private enterprises* caters for a once-off payment in respect of the SA National Committee on Irrigation and Drainage symposium that was held in KZN in 2012/13 and a sponsorship for an emerging farmer to attend the World Soya Bean Conference in 2013/14. The R5 000 transferred in 2015/16 relates to a donation toward the gala dinner for the Edendale Lay Ecumenical Centre centenary celebration, where the National Minister of Finance addressed the guests.
- *Households* caters for staff exit costs, which are difficult to predict, hence the fluctuating trend.

Buildings and other fixed structures comprises mainly renovations of office buildings at the head office, as well as district offices, and the prior year fluctuations relate to the nature of the work undertaken. The low amount in 2014/15 is due to the slow progress made by the DOPW in respect of the rehabilitation and upgrades of departmental office buildings. This trend is again evident in the reduction from the 2015/16 Main to Adjusted Appropriation. The category shows steady growth over the 2016/17 MTEF.

Machinery and equipment shows a high amount in 2012/13 due to the additional new and replacement vehicles purchased in that particular year which also accounts for the decrease in 2013/14. The increase from the 2015/16 Main to the Adjusted Appropriation is in respect of departmental vehicles bought to enhance service delivery. The high expenditure in the 2015/16 Revised Estimate is in respect of the once-off acquisition of a new IT server. The decrease in 2016/17 relates to the above-mentioned budget cuts. The amounts over the 2016/17 MTEF relate to the purchase of office furniture and equipment, as well as departmental vehicles.

The high expenditure in 2012/13 in respect of *Software and other intangible assets* is a result of 2011/12 software licence fees only being paid for in 2012/13 due to administrative delays. The software licences are now managed through SITA and are provided for under *Goods and services*, hence there is no provision for these over the MTEF.

Payments for financial assets provides for the approved write-off of thefts and losses in 2013/14 and 2014/15 in line with the departmental write-off policy. Due to the nature of these transactions, no provision is made over the MTEF period.

6.2 Programme 2: Agriculture

Programme 2 has two main core functions, namely Agriculture and Veterinary Services. Agriculture encompasses crop production, livestock farming, land use and land reform (a national priority run by DARD at provincial level). Veterinary Services entails animal disease control, prevention of zoonotic diseases, and ensuring safety of food products of animal origin.

Tables 3.16 and 3.17 give information relating to Programme 2, providing detail at sub-programme level, conforming to the uniform budget and programme structure for the sector, as mentioned earlier.

Table 3.16 : Summary of payments and estimates by sub-programme: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
1. Sustainable Resource Management	90 794	112 361	77 460	101 557	86 461	86 461	88 808	91 247	97 409
Engineering Services	47 162	48 222	37 981	62 852	47 880	47 880	34 337	37 378	38 976
Land Care	43 632	64 139	39 479	38 705	38 581	38 581	37 832	35 865	38 954
Land Use Management	-	-	-	-	-	-	13 202	14 281	15 449
Disaster Risk Management	-	-	-	-	-	-	3 437	3 723	4 030
2. Farmer Support and Development	1 130 938	1 021 490	1 049 913	1 223 217	1 314 231	1 200 899	1 154 348	1 149 664	1 211 085
Farmer-settlement and Development	195 474	214 833	234 899	124 116	232 025	232 025	488 319	538 049	542 248
Extension and Advisory Services	889 309	713 482	789 487	1 042 809	1 039 798	926 466	617 129	560 381	615 129
Food Security	46 155	93 175	25 527	56 292	42 408	42 408	48 900	51 234	53 708
3. Veterinary Services	154 386	135 812	182 517	149 111	185 389	185 389	145 959	157 585	170 136
Animal Health	132 481	109 104	155 354	149 111	185 389	150 802	108 935	117 642	127 219
Veterinary Public Health	5 604	7 094	7 400	-	-	8 150	8 752	9 380	10 090
Veterinary Laboratory Services	16 301	19 614	19 763	-	-	26 437	28 272	30 563	32 827
4. Research and Technology Development Services	155 249	163 704	169 990	188 841	204 807	204 807	159 058	172 333	186 851
Research	122 458	121 888	124 758	188 841	204 807	139 623	100 376	110 165	119 988
Infrastructure Support Services	32 791	41 816	45 232	-	-	65 184	58 682	62 168	66 863
5. Agricultural Economic Services	2 231	5 641	6 262	6 900	6 397	6 397	7 492	8 063	8 676
Agri-Business Support and Development	2 231	5 641	6 262	6 900	6 397	6 397	7 492	8 063	8 676
6. Structured Agricultural Education and Training	119 342	122 221	97 680	106 657	110 110	110 110	117 613	111 101	107 954
Higher Education and Training	119 342	122 221	97 680	106 657	110 110	110 110	100 799	87 079	88 944
Further Education and Training (FET)	-	-	-	-	-	-	16 814	24 022	19 010
Total	1 652 940	1 561 229	1 583 822	1 776 283	1 907 395	1 794 063	1 673 278	1 689 993	1 782 111

Table 3.17 : Summary of payments and estimates by economic classification: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	1 259 965	1 252 643	1 177 330	1 455 291	1 501 187	1 388 745	1 298 068	1 341 792	1 425 499
Compensation of employees	593 773	667 411	677 908	777 848	775 870	724 089	775 610	838 938	907 470
Goods and services	666 192	585 204	499 328	677 443	725 317	664 656	522 387	502 779	517 950
Interest and rent on land	-	28	94	-	-	-	71	75	79
Transfers and subsidies to:	231 735	166 139	213 974	184 534	225 046	224 515	245 304	242 444	244 153
Provinces and municipalities	488	398	618	280	293	293	696	736	778
Departmental agencies and accounts	140 734	101 152	106 413	123 119	99 509	99 509	128 398	134 949	142 776
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	70 978	55 235	91 962	54 809	100 448	100 448	83 792	88 172	92 595
Non-profit institutions	10 291	250	5 300	-	13 770	13 770	25 207	11 023	-
Households	9 244	9 104	9 681	6 326	11 026	10 495	7 211	7 564	8 004
Payments for capital assets	161 240	142 447	192 518	136 458	181 162	180 803	129 906	105 757	112 459
Buildings and other fixed structures	114 222	115 551	176 674	98 215	143 718	143 691	109 415	83 737	89 019
Machinery and equipment	37 296	26 379	15 660	37 402	37 402	37 070	19 800	21 292	22 668
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	9 542	474	145	606	42	42	636	668	707
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	180	43	39	235	-	-	55	60	65
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 652 940	1 561 229	1 583 822	1 776 283	1 907 395	1 794 063	1 673 278	1 689 993	1 782 111

Programme 2 as a whole shows some fluctuations between 2012/13 to 2015/16, followed by a decrease in 2016/17 whereafter there is a steady increase to 2018/19. In 2012/13, the department received substantial additional funding for the rabies campaign, stock watering dams, further development of the Makhathini area, and to assist Mjindi with repairs to the irrigation scheme. The decrease in 2013/14 is also due to some under-expenditure on the liming programme funded by the Ilima/Letsema Projects grant and

establishing mechanisation sheds at districts amounting to some R32 million. The decrease in 2016/17 is as a result of the previously mentioned budget cuts against *Compensation of employees, Goods and services* and *Machinery and equipment*.

The Sustainable Resource Management sub-programme, which includes the Engineering Services and Land Care sub-sub-programmes, shows a peak in 2013/14 due to once-off funding being prioritised to 32 land care projects, such as alien weed clearing, bush encroachment, de-stumping, conservation works, etc., within the Ilembe, Umzinyathi and uThungulu District Municipalities. This once-off funding, as well as the decrease in the Land Care grant, due to the fencing component of the grant allocation being phased out, accounts for the reduction in the Land Care sub-sub-programme in 2014/15, before increasing again in the 2015/16 Main Appropriation. The decrease from the 2015/16 Main to Adjusted Appropriation is in respect of delays in the filling of vacant budgeted posts. Fiscal consolidation cuts have impacted on the conditional grant, but it is not that visible due to the extent of equitable share funding in respect of this sub-programme. The decrease in 2016/17 relates to the previously mentioned budget cuts.

The Farmer Support and Development sub-programme houses the bulk of the conditional grants, additional provincial funding for the Makhathini development project, extension services, as well as the fencing and irrigation scheme programmes. It is noted that the Farmer-settlement and Development sub-sub-programme includes ADA's subsidy. Additional funding of R10.200 million in 2015/16 for the 2014 veld fires disaster in the Harry Gwala District was also allocated under this sub-sub-programme. However, this was offset by a reduction in line with fiscal consolidation cuts affected on the 2015/16 MTEF, in respect of conditional grants. The slight decrease in 2016/17 is in respect of the above-mentioned MTEF budget cuts, despite the above-mentioned once-off additional funding in respect of drought relief.

Veterinary Services fluctuates over the seven-year period, except for the high 2012/13 amount, which is due to the substantial once-off additional funding of R20 million for the rabies awareness campaign and vaccination drive, as well as the roll-over of R4.905 million in respect of the KZN Outreach programme, accounting for the dip in 2013/14. The substantial increase in the 2015/16 Adjusted Appropriation is in respect of the roll-over in respect of diptanks and boreholes as part of the redline barrier to control FMD, as well as a virement of funds relating to the construction and rehabilitation of diptanks which was erroneously allocated to this sub-programme instead of Farmer-settlement and Development and this resulted in the reduction in 2016/17, compounded by the above-mentioned budget cuts. There is steady growth thereafter.

The sub-programme: Research and Technology Development Services increases steadily up to 2015/16, despite some challenges in the construction of the main mushroom building at Cedara and its various satellite bases during 2012/13 to 2014/15. The cost of the satellite bases has increased, which will mean that, with the current funding envelope, the department will only be able to build one satellite base per annum instead of the planned two per annum. The budget cuts implemented over the MTEF, as mentioned previously, resulted in the visible decrease in 2016/17. The allocation grows steadily thereafter.

The purpose of the Agricultural Economic Services sub-programme is to market information and facilitate marketing and provide agricultural economic services to clients. This sub-programme was not fully capacitated in 2012/13, and the increased level of spending from 2013/14 coincides with the increased capacity that was obtained to provide a more effective service. It is expected that the activities of this sub-programme will play a leading role in stimulating agri-business and related activities in the rural areas of KZN. As such, this sub-programme increases steadily over the seven-year period.

The Structured Agricultural Education and Training sub-programme houses the department's Cedara and OSCA agricultural colleges. The two colleges provide an accredited three-year diploma in agriculture courses, and various FET short courses. Cedara is also accredited with the University of KZN and provides a three-year B. Agric degree. Funding for improving infrastructure at these colleges is received from the CASP conditional grant and this contributes to the increased level of spending from 2012/13. The assistant extension officers' programme that ended in 2014/15 was funded under this sub-programme, thus explaining the decrease in 2014/15. The reduction over the MTEF is due to the agricultural school revitalisation programme, in respect of which funding commenced in 2015/16 and ends in 2017/18.

Compensation of employees shows steady growth over the seven-year period which is reflective of the annual wage adjustments and the filling of critical vacant posts within the department. The decrease from the 2015/16 Main to Adjusted Appropriation is in respect of delays in the filling of vacant budgeted posts. The growth over the 2016/17 MTEF, despite the budget cuts is in respect of the carry-through costs of the above-budget 2015 wage agreement and filling of critical vacant posts. The department plans to review the allocation to this category in-year.

Goods and services includes the bulk of the conditional grant funding, as well as portion of the Makhathini funding. The high spending in 2012/13 relates to substantial additional funding for the rabies awareness campaign, stock watering dams and the further development of the Makhathini area. This was largely once-off, accounting for the dip in 2013/14. The further decrease in 2014/15 is as a result of procurement challenges which resulted in under-expenditure of R69.400 million in respect of various food security and mechanisation projects. The increase from the 2015/16 Main to Adjusted Appropriation relates to animal vaccines that were ordered in 2014/15 but only delivered and paid for in 2015/16, as well as production inputs for the food security programme, which were delayed as a result of late rains and procurement challenges, and this was rolled over into 2015/16, as well as additional funding of R38.900 million which was suspended from the 2014/15 budget to 2015/16, as mentioned above. In addition, the decrease in 2016/17 emanates from the budgets cuts, as mentioned.

With regard to *Transfers and subsidies*:

- The amounts under *Provinces and municipalities* relates to motor vehicle licences and are dependent on the actual number of vehicles in the departmental fleet.
- *Departmental agencies and accounts* comprises transfers made to ADA, which are dependent on operational costs and the projects to be undertaken by the entity each year and hence the fluctuations. The decrease from the 2015/16 Main to Adjusted Appropriation is as a result of the review of the entity's mandate to ensure that there is no duplication between the department and its entity. The entity will focus on secondary agriculture from 2015/16 onward, and the department on primary agriculture. The MTEF allocations increase steadily, as the reduction was once-off in 2015/16.
- *Public corporations and private enterprises* relates mainly to transfers to Mjindi, but also includes transfers to various other entities, as detailed in Section 5.10. The increase in 2012/13 is due to once-off additional funding for Mjindi for irrigation and farming equipment. This category includes the transfer of R6 million in 2013/14 and R2 million in 2014/15 to People's Bio Oil to provide for infrastructure requirements in respect of the Moringa project. A further once-off allocation in 2014/15 to Mjindi was to provide for the purchase of irrigation equipment for the Makhathini irrigation scheme and this accounts for the decrease in 2015/16. In 2014/15 and the 2015/16 Revised Estimate, provision was made for transfer to Ithala to assist Ntingwe Tea Estate in meeting their operational costs during the tea off-crop season, as well as transfer to SA Sugar Association to assist small scale farmers. Furthermore, a new transfer payment was introduced in 2015/16 in respect of the operational costs (fuel, tractor drivers and minor repairs) of the tractors and implements transferred to the Communal Estates supported by the department. This category also provides for transfers for the soil conservation subsidy, agricultural show societies, and the SA Sugarcane Research Institute over the 2016/17 MTEF. The decrease in 2016/17 is due to the once-off allocation in 2015/16 to Nyonende Hatchery, as well as a transfer to Ithala to assist Ntingwe Tea Estate in meeting their operational costs during the tea off-crop season which is not carried over the MTEF.
- *Non-profit institutions* provides for the transfer to the Pmb SPCA for the KZN Outreach programme in 2012/13, as mentioned previously. The transfer to Zakhe Agricultural College in 2013/14 was to improve its agricultural facilities which will enhance the quality of practicals being done by learners. The department also entered into a partnership with the AACL in 2014/15 to continue with the KZN Outreach programme which was previously done together with the Pmb SPCA. The increase from the 2015/16 Main to Adjusted Appropriation is in respect of the agricultural school revitalisation programme whereby the department, in partnership with DOE, is providing funding to improve the agricultural infrastructure at the agricultural schools in the province, as mentioned above. This continues until 2017/18.
- *Households* caters for staff exit costs, which are difficult to predict, hence the fluctuating trend.

Buildings and other fixed structures shows a steady increase between 2012/13 and 2014/15. The peak in 2014/15 is in respect of the good progress made on the infrastructure projects in the Makhathini area such as the Ndumo irrigation scheme, KwaNganase abattoir and the Jozini packer house. The increase from the 2015/16 Main to Adjusted Appropriation relates to the FMD barrier, irrigation projects in the Makhathini area, construction of diptanks, boreholes, stock watering dams and repairs to quarantine camps for the red-line fence, in response to FMD control and maintaining the FMD free status in the northern parts of the province. The funds were not spent in 2014/15 due to SCM delays, as well as invoices for work done in March not being received in time to process before 31 March 2015 and, hence, were rolled over to 2015/16. The decrease in 2016/17 is the effect of the implementation of the new departmental structure where the department had to reprioritise funding to *Compensation of employees*, as well as the impact of conditional grant cuts, as mentioned earlier.

The expenditure against *Machinery and equipment* fluctuates between 2012/13 to 2015/16 due to the department reviewing the mechanisation programme resulting in no additional tractors and implements being acquired during this period. The noticeable decrease in 2016/17 relates to the above-mentioned budget cuts. The steady increase from 2017/18 provides for farming equipment at the research farms and colleges, as well as office furniture and equipment at the various district and regional agricultural offices.

The high expenditure against *Biological assets* in 2012/13 was in respect of the department's Nguni breeding initiative, which is aimed at revitalising the Nguni breed in KZN. This accounts for the significant drop from 2013/14 onward, where the provision is for acquiring animals for research and educational purposes only.

Software and other intangible assets fluctuates over the period, as this category is dependent on the need for updated software.

Service delivery measures – Programme 2: Agriculture

Table 3.18 shows service delivery measures pertaining to Programme 2, which are largely aligned to the customised measures prescribed for the Agriculture sector. In addition, the department reports on several measures which are not prescribed by the sector.

Table 3.18 : Service delivery measures – Programme 2: Agriculture

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2015/16	2016/17	2017/18	2018/19
1. Sustainable Resource Management					
1.1 Engineering services	<ul style="list-style-type: none"> No. of agricultural engineering advisory reports prepared No. of designs with specification for agricultural engineering solutions provided No. of agricultural infrastructure established 	12 250 100	180 250 337	180 250 350	180 250 350
1.2 Infrastructure	<ul style="list-style-type: none"> No. of dip tanks constructed No. of dip tanks rehabilitated No. of boreholes established No. of irrigation schemes rehabilitated No. of irrigation schemes developed No. of km of fencing erected No. of dams established No. of projects of animal houses implemented (piggery, poultry, etc) No. of agro-processing facilities established 	- 102 42 1 32 329 - - -	30 78 80 2 34 450 77 26 12	35 115 48 3 36 380 76 26 14	40 115 48 3 36 380 76 27 16
1.3 Land use	<ul style="list-style-type: none"> No. of ha of agricultural land protected through guiding subdivision / rezoning / change of agricultural land use No. of natural resource assessments completed No. of soil profiles described (NRS) No. of ha of vegetation sites surveyed e.g. veld condition assessment 	5 000 16 5 000 12 500	4 000 16 5 000 5 000	5 500 20 5 000 5 000	5 500 20 5 000 5 000
1.4 Disaster risk management	<ul style="list-style-type: none"> No. of disaster relief schemes managed No. of disaster risk reduction programmes managed 	3 4	1 1	3 4	3 4
1.5 Land care	<ul style="list-style-type: none"> No. of green jobs created through land care No. of ha protected/rehabilitated to improve agricultural production 	1 000 8 000	2 000 6 500	3 000 6 500	3 000 6 500

Table 3.18 : Service delivery measures – Programme 2: Agriculture

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2015/16	2016/17	2017/18	2018/19	
2. Farmer Support and Development						
2.1	Farmer-settlement and development	• No. of smallholder producers receiving support	22 253	3 150	4 000	4 500
		• No. of commercial farmers supported	2 073	275	300	350
2.2	Specialist agricultural advisory services	• No. of scientific evaluation reports on commodity based projects	90	90	90	90
		• No. of scientific value adding reports on diversified agricultural products	70	22	75	80
		• No. of agricultural business plans assessed	130	330	150	150
2.3	Mentorship	• No. of projects mentored	45	50	55	55
2.4	Extension and advisory services	• No. of smallholder producers supported with agricultural advice	8 500	15 000	9 000	9 000
		• No. of ha under irrigation used by smallholder farmers	10 000	2 500	10 000	10 000
		• No of jobs created	2 200	1 000	3 124	3 000
		• No. of communal estates established	113	74	168	201
2.5	Crop production	• No. of ha of maize established	19 374	15 500	21 800	21 800
		• No. of ha of beans established	4 324	5 800	4 860	4 860
		• No. of ha of vegetables established	22 884	700	1 000	1 000
		• No. of ha of soya bean established	40	1 600	1 500	50
		• No. of ha of cotton established	-	1 000	1 000	1 000
		• No. of ha of sugarcane established	-	1 445	1 500	1 500
		• No. of ha of groundnuts rehabilitated	700	665	800	800
		• No. of ha of banana established	-	13	20	30
		• No. of ha of macadamia established	-	150	160	170
		• No. of ha of citrus fruits established	-	105	110	115
		• No. of ha of pineapple established	-	25	30	35
		2.6	Food security	• No. of households benefitting from agricultural food security initiatives	120 021	2 130
• No. of hectares cultivated for food production in communal areas and land reform projects	27 100			25 865	33 800	33 800
• No. of community gardens established	100			170	110	110
• No. of household gardens established	1 100			1 370	2 000	2 600
• No. of institutional gardens supported	200			190	200	200
• No. of food security livestock projects established (goats, layers & indigenous chickens)	-			-	500	500
• No. of food security tunnels established	20			198	200	210
• No. of food security mushroom projects resuscitated	-			60	80	80
3. Veterinary Services						
3.1	Animal health	• No. of epidemiological units visited for veterinary interventions	15 000	20 000	25 000	26 000
		• Animals vaccinated control / notifiable diseases	1 593 895	1 500 000	1 500 000	1 500 000
		• No. of animals surveyed for diseases (TB, CA, rabies, AI, NCD, nagana, BSE)	67 938	68 000	69 000	69 500
3.2	Export control	• No. of clients serviced for animal and animal products export control	5 352	500	500	500
3.3	Veterinary public health	• % level of abattoir compliance to meat safety legislation	60%	100%	100%	100%
		• No. of inspections to facilities processing animal product and by-products	832	705	705	705
		• No. of inspections to further processing facilities	148	600	650	650
3.4	Veterinary laboratory services	• No. of veterinary laboratory quality control tests which meets ISO 17025 standards	62 400	65 000	64 500	64 500
		• No. of tests performed	120 000	150 000	150 000	150 000
4. Research and Technology Development Services						
4.1	Research and technical development	• No. of research and technology development projects implemented to improve agricultural production	90	96	100	150
		• No. of samples analysed	34 200	35 000	35 000	36 000
4.2	Infrastructure and support services	• No. of research infrastructure managed	11	11	11	11
4.3	Technology transfer services	• No. of scientific papers published (nationally or internationally)	7	11	12	12
		• No. of presentations made at scientific events (nationally or internationally)	95	101	110	120
5. Agricultural Economic Services						
5.1	Agri-business support and development	• No. of agri-businesses supported with agricultural economics services toward accessing markets	30	40	50	50
		• No. of clients benefitted from agricultural economic advice provided	2 000	1 000	2 000	2 000
		• No. of functional agro-processing facilities established	2	6	8	10
5.2	Macro-economic support	• No. of agricultural economic information responses provided	1 500	800	1 000	100
		• No. of economic reports compiled	4	5	5	5

Table 3.18 : Service delivery measures – Programme 2: Agriculture

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2015/16	2016/17	2017/18	2018/19
6. Structured Agricultural Education and Training					
6.1 Higher education and training (HET)	• No. of agricultural HET graduates	90	500	550	550
6.2 Further education and training (FET)	• No. of participants trained in agricultural skills development programmes	5 000	2 400	3 200	3 200
	• No. of intervention in revitalisation of agricultural schools	8	5	8	8
	• No. of interventions in schools programmes	4	4	4	4

6.3 Programme 3: Rural Development

This is a new programme from 2015/16, following the function shift from OTP. The programme aims to:

- Initiate, plan and monitor development in specific rural areas (comprehensive rural development project sites) across the three spheres of government.
- Facilitate rural development initiatives by engaging communities on priorities and to institutionalise and support community organisational structures.

The department did not receive additional funding for this function and has reprioritised some funds from within its budget to at least partially fund this function. The cost of the entire staff complement has been calculated at R43.783 million, R46.435 million and R49.506 million over the MTEF, but the department has allocated less than this over the MTEF due to budget constraints, and taking into account the freezing of all non-OSD posts.

Tables 3.19 and 3.20 summarise payments and estimates for Programme 3, which conforms to the uniform budget structure of the Agriculture and Rural Development sector. The MTEF allocation is for the co-ordination and facilitation function only. The proposed organisational structure also provides for rural development enterprise which is not included in this programme. Part of this function will be provided within the Agriculture programme in as far as it relates to agricultural enterprises.

The Rural Development programme has six main priorities which respond directly to the intended outcome of the mandate, which seeks to achieve “vibrant, equitable, sustainable rural communities contributing toward food security for all.” These six main priorities are:

- Improved land administration and spatial planning for integrated development in rural areas.
- Sustainable land reform (agrarian transformation).
- Improved food security.
- Smallholder farmer development and support (technical, financial, infrastructure) for agrarian transformation.
- Increased access to quality basic infrastructure and services, particularly in education, healthcare and public transport in rural areas.
- Growth of sustainable rural enterprises and industries characterised by strong rural-urban linkages, increased investment in agro-processing, trade development and access to markets and financial services, resulting in rural job creation.

The decrease from the 2015/16 Main to Adjusted Appropriation is due to delays in finalising the structure and the filling of the posts. The decrease over the 2016/17 MTEF totals R35.561 million, R33.977 million and R35.676 million and is in respect of the above-mentioned budget cuts against *Compensation of employees, Goods and services* and *Machinery and equipment*.

Table 3.19 : Summary of payments and estimates by sub-programme: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
1. Rural Development Co-ordination	-	-	-	8 763	1 190	1 190	4 492	4 848	5 183
2. Social Facilitation	-	-	-	10 198	805	805	6 730	7 610	8 647
Total	-	-	-	18 961	1 995	1 995	11 222	12 458	13 830

Table 3.20 : Summary of payments and estimates by economic classification: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	-	-	-	17 978	1 995	1 995	10 922	12 104	13 367
Compensation of employees	-	-	-	16 488	1 748	1 748	6 467	6 946	7 460
Goods and services	-	-	-	1 490	247	247	4 455	5 158	5 907
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	983	-	-	300	354	463
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	983	-	-	300	354	463
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	18 961	1 995	1 995	11 222	12 458	13 830

The decrease in the 2015/16 Adjusted Appropriation against *Compensation of employees*, relates to delays in the filling of vacant posts. Although this category was reduced over the MTEF in respect of the above-mentioned budget cuts, there is still visible growth relating to the carry-through costs of the above-budget 2015 wage agreement, as well as annual salary increments. The department plans to review this category in-year, in view of the freezing of all vacant non-OSD posts.

The decrease against *Goods and services* from the 2015/16 Main to Adjusted Appropriation relates to costs associated with the filling of vacant posts not being required, as these posts were not filled and funds were moved to other areas of spending pressure. There is visible growth over the 2016/17 MTEF despite the above-mentioned budget cuts being implemented against this category.

The allocation under *Machinery and equipment* provides for computer equipment and vehicles for the newly appointed staff, however, the decrease from the 2015/16 Main to Adjusted Appropriation relates to costs associated with the filling of vacant posts not being required, as these posts were not filled. The provision over the MTEF period is in respect of office furniture and equipment. The visible decrease however, is in respect of budget cuts, as mentioned above.

Service delivery measures – Programme 3: Rural Development

Table 3.21 shows service delivery pertaining to Programme 3.

The information reflected largely complies with the customised measures prescribed for the Agriculture and Rural Development sector.

It is noted that the department reports on only those customised measures that are relevant and quantifiable, as well as on several measures, which are not prescribed by the sector.

Table 3.21 : Service delivery measures – Programme 3: Rural Development

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2015/16	2016/17	2017/18	2018/19
1. Rural Development Co-ordination					
1.1 Effective Rural Development monitoring and evaluation	<ul style="list-style-type: none"> Develop a provincial policy on Rural Development Develop a KZN programme of action aligned to Outcome 7 Establish a rural infrastructure development database No. of KZN Interdepartmental task team meetings convened to track rural development implementation District rural development plans integrated into IDP's No. of youth, women and people with disabilities who participate in rural development projects Develop outcome 7 performance reports for the province No. of reported sub-outcomes verified No. of impact assessments completed No. of statistical review reports produced 	1 1 1 4 11 1 550 4 2 2 2	- - - 4 11 2 000 4 2 2 2	- - - 4 11 2 000 4 2 2 2	- - - 4 11 2 000 4 2 2 2
2. Social Facilitation					
2.1 Sustainable enterprises and industries promoted in areas with economic potential	<ul style="list-style-type: none"> Develop a Provincial Rural Enterprise and Industrial Development Strategy for increased participation in the value chain of prioritised commodities Develop rural development plans for each of the 4 pillars – River catalytic, Agri-villages, Communal estates and Land Reform No. of agri-businesses supported with business entity advice Develop a youth in agribusiness empowerment model No. of business entities (incl co-ops) equipped with rural enterprise development skills No. of projects mentored No. of agricultural graduates deployed in rural projects No. of reports on implementation of the agri-park strategy for each district Develop the credit and finance model for rural enterprises No. of partnerships brokered promoting rural development No. of women owned enterprises supported to participate in agricultural value chain 	1 4 65 1 110 50 50 4 1 5 11	- 4 65 1 110 50 50 4 - 5 11	- 4 65 1 110 50 50 4 - 5 11	- 4 65 1 110 50 50 4 - 5 11

7. Other programme information

7.1 Personnel numbers and costs

Tables 3.22 and 3.23 below illustrate personnel estimates for the department by programme as at 31 March 2013 to 31 March 2019.

The department reviewed its organisational structure following the new mandate of the department, whereby the functions of environmental affairs and conservation were removed, and rural development was added. This revised structure makes provision for 3 719 posts as opposed to the current approved establishment of 3 796 posts, a reduction of 77 posts. This proposed structure includes the provision of the rural development function, which was not previously catered for.

As is evident in the tables, the number of filled posts between 2012/13 and 2014/15 is far below the approved establishment of 3 796 posts for a number of reasons, including the moratorium on filling posts, restructuring and change of management.

Table 3.22 : Personnel numbers and costs by programme

Personnel numbers	As at	As at	As at	As at	As at	As at	As at
	31 March 2013	31 March 2014	31 March 2015	31 March 2016	31 March 2017	31 March 2018	31 March 2019
1. Administration	408	336	377	544	552	552	552
2. Agriculture	3 041	3 034	2 722	2 374	2 394	2 394	2 394
Of which:							
Assistant extension officers	448	686	727	-	-	-	-
3. Rural Development	-	-	-	4	11	11	11
Total	3 897	4 056	3 826	2 922	2 957	2 957	2 957
Total provincial personnel cost (R thousand)	761 872	832 928	851 046	919 190	983 934	1 063 588	1 149 862
Unit cost (R thousand)	196	205	222	315	333	360	389

Table 3.23 : Summary of departmental personnel numbers and costs by component

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Total for the department									
Personnel numbers (head count)	3 897	4 056	3 826	3 719	2 922	2 922	2 957	2 957	2 957
Personnel cost (R thousands)	761 872	832 928	851 046	964 988	919 190	919 190	983 934	1 063 588	1 149 862
Human resources component									
Personnel numbers (head count)	149	180	150	159	159	159	159	159	159
Personnel cost (R thousands)	28 259	38 429	32 596	53 123	53 123	53 123	56 513	61 097	66 055
Head count as % of total for department	3.82	4.44	3.92	4.28	5.44	5.44	5.38	5.38	5.38
Personnel cost as % of total for department	3.71	4.61	3.83	5.51	5.78	5.78	5.74	5.74	5.74
Finance component									
Personnel numbers (head count)	124	119	120	198	198	198	199	199	199
Personnel cost (R thousands)	22 925	23 226	24 829	61 146	61 146	61 146	66 170	71 525	77 317
Head count as % of total for department	3.18	2.93	3.14	5.32	6.78	6.78	6.73	6.73	6.73
Personnel cost as % of total for department	3.01	2.79	2.92	6.34	6.65	6.65	6.73	6.72	6.72
Full time workers									
Personnel numbers (head count)	3 809	3 927	3 725	3 618	2 821	2 821	2 856	2 856	2 856
Personnel cost (R thousands)	732 804	799 392	824 731	938 673	892 875	892 875	957 619	1 037 273	1 123 547
Head count as % of total for department	97.74	96.82	97.36	97.28	96.54	96.54	96.58	96.58	96.58
Personnel cost as % of total for department	96.18	95.97	96.91	97.27	97.14	97.14	97.33	97.53	97.71
Part-time workers									
Personnel numbers (head count)	-	-	-	-	-	-	-	-	-
Personnel cost (R thousands)	-	-	-	-	-	-	-	-	-
Head count as % of total for department	-	-	-	-	-	-	-	-	-
Personnel cost as % of total for department	-	-	-	-	-	-	-	-	-
Contract workers									
Personnel numbers (head count)	88	129	101	101	101	101	101	101	101
Personnel cost (R thousands)	29 068	33 536	26 315	26 315	26 315	26 315	26 315	26 315	26 315
Head count as % of total for department	2.26	3.18	2.64	2.72	3.46	3.46	3.42	3.42	3.42
Personnel cost as % of total for department	3.82	4.03	3.09	2.73	2.86	2.86	2.67	2.47	2.29

Also affecting the personnel numbers is the assistant extension officer programme between 2012/13 and 2014/15, accounting for the significant increase in personnel numbers under Programme 2 in the same period. This programme was aimed at employing graduates with agricultural diplomas on a contract basis during which they would be provided with experience and an opportunity to upgrade their qualifications from a diploma to an agricultural degree. Government norms and standards for agricultural extension officers require a three-year degree as the minimum entry level. This programme, therefore, provided a means for graduates with diplomas to, at least, reach the minimum qualification that would enable them to apply for extension officer posts in the government sector. The last group of graduates finished their contract in September 2014. Therefore, no provision has been made 2015/16 and over the 2016/17 MTEF for assistant extension officers, as the department is currently reviewing the programme.

As a result of the agricultural research functions at the department's research farms, DARD is fairly labour intensive, with levels 2 to 5 comprising 41 per cent of the total number of posts in the department. These levels include laboratory assistants, farm assistants, etc. This accounts for the fairly low unit cost when compared to other provincial departments.

7.2 Training

Tables 3.24 and 3.25 give a summary of departmental spending and information on training per programme over the seven-year period.

The amounts reflected pertain to capacitating and improving the skills of the staff of the department. As required by the Skills Development Act, the department budgets at least 1 per cent of its salary expense for staff training. This requirement gives credence to government policy on human resource development.

It is noted that information for Programme 3 is not included in these tables as this is a new function and the development requirements will be established once this branch is fully implemented and appointments made. Any training needs will be catered for from existing budget allocations.

Table 3.24 : Payments on training by programme

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
1. Administration	5 005	4 737	3 511	7 073	3 882	3 884	4 920	5 318	5 750
Travel and subsistence	-	-	-	-	-	-	-	-	-
Payments on tuition	-	-	-	-	-	-	-	-	-
Other	5 005	4 737	3 511	7 073	3 882	3 884	4 920	5 318	5 750
2. Agriculture	6 934	5 693	4 529	7 669	7 318	7 318	5 031	5 323	5 631
Travel and subsistence	-	-	-	-	-	-	-	-	-
Payments on tuition	-	-	-	-	-	-	-	-	-
Other	6 934	5 693	4 529	7 669	7 318	7 318	5 031	5 323	5 631
3. Rural Development	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	-	-	-	-	-	-
Payments on tuition	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	11 939	10 430	8 040	14 742	11 200	11 202	9 951	10 641	11 381

Table 3.25 illustrates the number of staff affected by the various training programmes and initiatives. It also includes a gender breakdown, an indication of the types of training, as well as details of the number of bursaries and learnerships. The department will continue to enhance the skills and development of its human capital.

Table 3.25 : Information on training: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
Number of staff	3 897	4 056	3 826	3 719	2 922	2 922	2 957	2 957	2 957
Number of personnel trained	3 300	3 340	2 080	2 750	2 750	2 600	2 000	1 500	2 500
of which									
Male	1 550	1 560	1 000	1 100	1 100	1 100	800	600	1 000
Female	1 750	1 780	1 080	1 650	1 650	1 500	1 200	900	1 500
Number of training opportunities	2 714	2 739	1 859	2 590	2 590	2 731	2 000	1 500	1 500
of which									
Tertiary	200	210	40	190	190	127	150	150	130
Workshops	2 500	2 510	1 800	2 376	2 376	2 500	1 746	1 226	1 266
Seminars	10	15	15	20	20	100	100	120	100
Other	4	4	4	4	4	4	4	4	4
Number of bursaries offered	200	200	40	190	190	127	195	195	206
Number of interns appointed	175	175	128	180	180	149	148	190	201
Number of learnerships appointed	-	-	-	10	10	20	20	20	11
Number of days spent on training	6 820	6 900	5 000	6 875	6 875	5 000	3 700	2 700	2 740

ANNEXURE – VOTE 3: AGRICULTURE AND RURAL DEVELOPMENT

Table 3.A : Details of departmental receipts: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	14 820	15 709	19 520	19 771	19 771	21 764	20 207	21 529	22 778
Sale of goods and services produced by department (excluding capital assets)	14 820	15 708	19 518	19 769	19 769	21 760	20 207	21 529	22 778
Sale by market establishments	2 857	3 511	3 324	3 412	3 412	3 301	3 428	3 445	3 645
Administrative fees	1 530	5	5	11	11	12	11	12	13
Other sales	10 433	12 192	16 189	16 346	16 346	18 447	16 768	18 072	19 120
Of which									
Academic services	2 973	4 686	8 017	8 823	8 823	8 740	7 763	8 057	9 347
Lab services (Soil, plant, feed)	2 050	2 731	2 434	3 088	3 088	3 088	3 370	3 606	3 815
Lab services: Veterinary	1 430	1 483	1 575	1 864	1 864	1 864	1 994	2 133	2 257
Serv rend: Commission, insurance, garnishee	818	886	923	1 000	1 000	1 000	1 050	1 108	1 172
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	-	1	2	2	2	4	-	-	-
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	26	224	369	21	21	14	10	11	12
Interest	18	224	369	21	21	14	10	11	12
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	8	-	-	-	-	-	-	-	-
Sale of capital assets	2 730	138	10 594	3 000	3 000	3 000	3 976	4 187	4 430
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	2 730	138	10 594	3 000	3 000	3 000	3 976	4 187	4 430
Transactions in financial assets and liabilities	1 800	1 811	1 784	500	500	1 124	527	560	592
Total	19 376	17 882	32 267	23 292	23 292	25 902	24 720	26 287	27 812

Table 3.B : Payments and estimates by economic classification: Agriculture and Rural Development

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation	Estimate	2016/17	2017/18	2018/19
Current payments	1 636 620	1 657 712	1 565 342	1 829 246	1 828 833	1 828 833	1 742 000	1 821 637	1 939 416
Compensation of employees	761 872	832 928	851 046	964 988	919 190	919 190	983 934	1 063 588	1 149 862
Salaries and wages	659 391	721 705	734 304	843 030	789 848	789 848	839 933	907 858	981 304
Social contributions	102 481	111 223	116 742	121 958	129 342	129 342	144 001	155 730	168 558
Goods and services	874 721	824 673	714 125	864 258	909 643	909 643	757 995	757 974	789 475
Administrative fees	71	304	77	572	1 959	1 959	1 562	1 641	1 722
Advertising	21 755	20 639	9 440	11 031	6 992	6 992	6 450	6 837	7 176
Assets less than capitalisation threshold	5 431	9 406	4 348	15 304	12 097	12 097	8 095	8 633	9 216
Audit cost: External	4 295	14 013	5 324	4 719	6 833	6 833	6 004	6 352	6 720
Bursaries: Employees	12 369	6 086	793	7 323	7 011	7 011	5 622	5 903	6 169
Catering: Departmental activities	8 365	8 629	2 990	3 396	2 450	2 450	2 439	2 638	2 852
Communication (G&S)	30 604	42 973	40 538	38 050	30 623	30 623	29 766	32 256	35 065
Computer services	18 672	32 166	40 996	40 928	66 552	66 552	42 513	38 513	40 634
Cons & prof serv: Business and advisory services	479	93	1 789	3 844	1 390	1 390	637	674	712
Cons & prof serv: Infrastructure and planning	125 030	148 215	74 731	104 687	38 843	38 843	92 918	79 681	89 374
Cons & prof serv: Laboratory services	5	-	54	977	250	250	445	471	499
Cons & prof serv: Scientific and technological services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	4 410	4 184	1 986	5 253	2 071	2 071	2 473	2 673	2 886
Contractors	57 840	74 576	47 843	68 946	58 762	58 762	43 837	46 436	49 188
Agency and support / outsourced services	17 849	9 998	25 975	41 656	11 673	11 673	14 683	15 530	16 430
Entertainment	-	-	-	99	-	-	-	-	-
Fleet services (including government motor transport)	29 227	35 813	35 506	41 555	34 041	34 041	41 721	44 141	46 700
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	5 813	4 872	1 439	8 488	8 488	5 521	5 841	6 163
Inventory: Farming supplies	-	143 060	139 717	145 897	304 636	304 636	167 543	148 716	134 207
Inventory: Food and food supplies	297	8	-	566	-	-	-	-	-
Inventory: Fuel, oil and gas	8 722	10 338	6 068	12 587	3 098	3 098	3 199	3 610	4 045
Inventory: Learner and teacher support material	1 150	920	1 619	1 915	2 031	2 031	1 323	1 423	1 528
Inventory: Materials and supplies	7 812	5 551	5 500	7 699	22 015	22 015	11 232	7 661	8 112
Inventory: Medical supplies	327	592	523	8 711	1 306	1 306	518	548	579
Inventory: Medicine	42 122	17 315	17 859	12 263	9 952	9 952	17 142	18 310	19 546
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	219	2 861	3 599	27	4 803	4 803	4 059	4 295	4 545
Consumable supplies	281 092	23 294	44 875	58 374	64 381	64 381	27 143	28 939	30 842
Consumable: Stationery, printing and office supplies	9 535	10 962	8 120	13 602	9 250	9 250	9 688	10 248	10 842
Operating leases	25 325	25 104	25 647	29 947	25 605	25 605	30 848	33 697	36 813
Property payments	48 698	58 369	61 046	63 313	65 193	65 193	79 402	94 152	100 991
Transport provided: Departmental activity	1 120	1 044	282	660	450	450	302	320	339
Travel and subsistence	84 208	92 029	78 054	93 636	80 002	80 002	79 676	85 136	91 237
Training and development	11 939	10 430	8 040	14 742	11 200	11 202	9 951	10 641	11 381
Operating payments	7 023	6 752	8 874	7 062	12 848	12 846	9 586	10 196	10 923
Venues and facilities	7 021	3 079	6 686	3 478	2 758	2 758	1 697	1 862	2 039
Rental and hiring	1 709	57	354	-	80	80	-	-	-
Interest and rent on land	27	111	171	-	-	-	71	75	79
Interest	27	37	108	-	-	-	-	-	-
Rent on land	-	74	63	-	-	-	71	75	79
Transfers and subsidies	234 383	167 945	219 116	185 514	229 125	229 125	249 496	247 025	249 148
Provinces and municipalities	1 207	869	1 237	1 260	1 273	1 273	1 466	1 586	1 713
Provinces	1 207	869	1 203	1 260	1 260	1 260	1 428	1 546	1 671
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 207	869	1 203	1 260	1 260	1 260	1 428	1 546	1 671
Municipalities	-	-	34	-	13	13	38	40	42
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	34	-	13	13	38	40	42
Departmental agencies and accounts	140 734	101 152	108 351	123 119	102 309	102 309	131 350	138 140	146 226
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	140 734	101 152	108 351	123 119	102 309	102 309	131 350	138 140	146 226
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	71 008	55 243	91 962	54 809	100 453	100 453	83 792	88 172	92 595
Public corporations	69 569	49 243	73 165	54 809	54 563	54 563	57 130	60 177	63 200
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	69 569	49 243	73 165	54 809	54 563	54 563	57 130	60 177	63 200
Private enterprises	1 439	6 000	18 797	-	45 890	45 890	26 662	27 995	29 395
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 439	6 000	18 797	-	45 890	45 890	26 662	27 995	29 395
Non-profit institutions	10 291	250	5 300	-	13 770	13 770	25 207	11 023	-
Households	11 143	10 431	12 266	6 326	11 320	11 320	7 681	8 104	8 614
Social benefits	10 469	10 426	12 206	6 326	11 309	11 309	7 681	8 104	8 614
Other transfers to households	674	5	60	-	11	11	-	-	-
Payments for capital assets	238 588	178 798	215 178	188 314	234 522	234 522	179 148	155 760	165 274
Buildings and other fixed structures	155 083	133 464	182 814	115 444	159 375	159 375	136 190	110 496	116 808
Buildings	21 466	5 727	3 654	15 230	15 657	15 657	26 775	26 759	27 789
Other fixed structures	133 617	127 737	179 160	100 214	143 718	143 718	109 415	83 737	89 019
Machinery and equipment	73 308	44 817	32 180	72 029	75 105	75 105	42 267	44 536	47 694
Transport equipment	38 944	16 253	20 481	17 437	25 985	25 985	18 028	18 938	19 889
Other machinery and equipment	34 364	28 564	11 699	54 592	49 120	49 120	24 239	25 598	27 805
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	9 542	474	145	606	42	42	636	668	707
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	655	43	39	235	-	-	55	60	65
Payments for financial assets	-	1 073	3 408	-	-	-	-	-	-
Total	2 109 591	2 005 528	2 003 044	2 203 074	2 292 480	2 292 480	2 170 644	2 224 422	2 353 838

Table 3.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	376 655	405 069	388 012	355 977	325 651	438 093	433 010	467 741	500 550
Compensation of employees	168 099	165 517	173 138	170 652	141 572	193 353	201 857	217 704	234 932
Salaries and wages	146 067	143 331	149 946	154 175	121 827	165 079	172 921	186 490	201 137
Social contributions	22 032	22 186	23 192	16 477	19 745	28 274	28 936	31 214	33 795
Goods and services	208 529	239 469	214 797	185 325	184 079	244 740	231 153	250 037	265 618
Administrative fees	-	7	1	14	854	945	553	583	613
Advertising	20 502	20 525	9 440	9 517	6 786	6 861	6 185	6 557	6 880
Assets less than capitalisation threshold	772	1 156	1 579	1 456	2 048	2 320	1 669	1 754	1 855
Audit cost: External	4 295	14 013	5 324	4 719	6 833	6 833	6 004	6 352	6 720
Bursaries: Employees	9 973	305	204	6 719	6 451	6 451	5 071	5 324	5 590
Catering: Departmental activities	2 194	895	778	927	526	646	796	842	894
Communication (G&S)	22 593	33 333	26 766	12 415	14 025	19 930	17 145	18 386	19 792
Computer services	18 077	29 580	39 951	38 882	63 269	63 269	33 240	35 168	37 208
Cons & prof serv: Business and advisory services	436	1	1 789	3 844	1 093	1 113	637	674	712
Cons & prof serv: Infrastructure and planning	553	165	744	2 000	602	602	764	817	882
Cons & prof serv: Laboratory services	5	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and technological services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	4 410	4 184	1 986	5 253	2 071	2 071	2 473	2 673	2 886
Contractors	15 390	10 063	11 024	9 640	9 019	9 621	9 757	10 322	10 920
Agency and support / outsourced services	353	91	442	11 658	-	-	280	293	310
Entertainment	-	-	-	99	-	-	-	-	-
Fleet services (including government motor transport)	25 692	33 021	32 502	10 335	5 363	31 087	37 913	40 112	42 438
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	70	430	12	558	589	3 456	3 658	3 870
Inventory: Farming supplies	-	1	-	-	-	-	-	-	-
Inventory: Food and food supplies	147	4	-	399	-	-	-	-	-
Inventory: Fuel, oil and gas	84	-	2	50	17	18	25	26	28
Inventory: Learner and teacher support material	9	146	172	-	80	80	-	-	-
Inventory: Materials and supplies	87	184	504	238	5 323	5 323	4 593	628	665
Inventory: Medical supplies	13	9	78	2	-	-	2	2	2
Inventory: Medicine	67	85	-	-	-	-	-	-	-
Meddas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	219	-	-	12	-	-	-	-	-
Consumable supplies	741	973	1 969	979	1 925	2 126	1 358	1 436	1 519
Consumable: Stationery, printing and office supplies	5 797	6 200	5 209	6 191	3 497	4 349	5 775	6 109	6 463
Operating leases	20 953	22 283	21 804	2 445	1 590	21 715	26 354	28 921	31 741
Property payments	23 625	30 550	29 322	25 816	26 921	30 964	42 455	53 182	55 558
Transport provided: Departmental activity	594	372	15	660	-	-	-	-	-
Travel and subsistence	23 152	24 413	16 617	22 688	16 303	18 626	18 063	19 088	20 351
Training and development	5 005	4 737	3 511	7 073	3 882	3 884	4 920	5 318	5 750
Operating payments	1 129	1 306	1 837	669	3 472	3 736	1 205	1 327	1 458
Venues and facilities	1 662	797	457	613	1 571	1 571	460	485	513
Rental and hiring	-	-	340	-	-	10	-	-	-
Interest and rent on land	27	83	77	-	-	-	-	-	-
Interest	27	9	77	-	-	-	-	-	-
Rent on land	-	74	-	-	-	-	-	-	-
Transfers and subsidies	2 648	1 806	5 142	980	4 079	4 610	4 192	4 581	4 995
Provinces and municipalities	719	471	619	980	980	980	770	850	935
Provinces	719	471	619	980	980	980	770	850	935
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	719	471	619	980	980	980	770	850	935
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	1 938	-	2 800	2 800	2 952	3 191	3 450
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	1 938	-	2 800	2 800	2 952	3 191	3 450
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	30	8	-	-	5	5	-	-	-
Public corporations	30	8	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	30	8	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	5	5	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	5	5	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 899	1 327	2 585	-	294	825	470	540	610
Social benefits	1 225	1 322	2 585	-	283	814	470	540	610
Other transfers to households	674	5	-	-	11	11	-	-	-
Payments for capital assets	77 348	36 351	22 660	50 873	53 360	53 719	48 942	49 649	52 352
Buildings and other fixed structures	40 861	17 913	6 140	17 229	15 657	15 684	26 775	26 759	27 789
Buildings	21 466	5 727	3 654	15 230	15 657	15 657	26 775	26 759	27 789
Other fixed structures	19 395	12 186	2 486	1 999	-	27	-	-	-
Machinery and equipment	36 012	18 438	16 520	33 644	37 703	38 035	22 167	22 890	24 563
Transport equipment	22 202	14 311	13 228	14 958	18 981	18 981	15 618	16 400	17 351
Other machinery and equipment	13 810	4 127	3 292	18 686	18 722	19 054	6 549	6 490	7 212
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	475	-	-	-	-	-	-	-	-
Payments for financial assets	-	1 073	3 408	-	-	-	-	-	-
Total	456 651	444 299	419 222	407 830	383 090	496 422	486 144	521 971	557 897

Table 3.D : Payments and estimates by economic classification: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16			2016/17	2017/18	2018/19
Current payments	1 259 965	1 252 643	1 177 330	1 455 291	1 501 187	1 388 745	1 298 068	1 341 792	1 425 499
Compensation of employees	593 773	667 411	677 908	777 848	775 870	724 089	775 610	838 938	907 470
Salaries and wages	513 324	578 374	584 358	675 413	666 568	623 316	661 319	715 255	773 604
Social contributions	80 449	89 037	93 550	102 435	109 302	100 773	114 291	123 683	133 866
Goods and services	666 192	585 204	499 328	677 443	725 317	664 656	522 387	502 779	517 950
Administrative fees	71	297	76	558	1 105	1 014	956	1 002	1 050
Advertising	1 253	114	-	1 514	206	131	265	280	296
Assets less than capitalisation threshold	4 659	8 250	2 769	13 678	10 049	9 777	6 240	6 683	7 151
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	2 396	5 781	589	604	560	560	551	579	579
Catering: Departmental activities	6 171	7 734	2 212	2 469	1 924	1 804	1 176	1 244	1 316
Communication (G&S)	8 011	9 640	13 772	25 520	16 571	10 666	12 467	13 708	15 102
Computer services	595	2 586	1 045	2 046	3 283	3 283	9 273	3 345	3 426
Cons & prof serv: Business and advisory services	43	92	-	-	297	277	-	-	-
Cons & prof serv: Infrastructure and planning	124 477	148 050	73 987	102 687	38 241	38 241	90 154	76 364	85 492
Cons & prof serv: Laboratory services	-	-	54	977	250	250	445	471	499
Cons & prof serv: Scientific and technological services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	42 450	64 513	36 819	59 306	49 743	49 141	34 080	36 114	38 268
Agency and support / outsourced services	17 496	9 907	25 533	29 998	11 673	11 673	14 403	15 237	16 120
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	3 535	2 792	3 004	31 081	28 678	2 954	3 598	3 807	4 028
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	5 743	4 442	1 427	7 930	7 899	2 065	2 183	2 293
Inventory: Farming supplies	-	143 059	139 717	145 897	304 636	304 636	167 543	148 716	134 207
Inventory: Food and food supplies	150	4	-	167	-	-	-	-	-
Inventory: Fuel, oil and gas	8 638	10 338	6 066	12 537	3 081	3 080	3 174	3 584	4 017
Inventory: Learner and teacher support material	1 141	774	1 447	1 915	1 951	1 951	1 323	1 423	1 528
Inventory: Materials and supplies	7 725	5 367	4 996	7 461	16 692	16 692	6 639	7 033	7 447
Inventory: Medical supplies	314	583	445	8 709	1 306	1 306	516	546	577
Inventory: Medicine	42 055	17 230	17 859	12 263	9 952	9 952	17 142	18 310	19 546
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	2 861	3 599	15	4 803	4 803	4 059	4 295	4 545
Consumable supplies	280 351	22 321	42 906	57 395	62 456	62 255	25 785	27 503	29 323
Consumable: Stationery, printing and office supplies	3 738	4 762	2 911	7 315	5 753	4 901	3 810	4 031	4 265
Operating leases	4 372	2 821	3 843	27 429	24 015	3 890	4 397	4 664	4 946
Property payments	25 073	27 819	31 724	37 497	38 272	34 229	36 947	40 970	45 433
Transport provided: Departmental activity	526	672	267	-	450	450	302	320	339
Travel and subsistence	61 056	67 616	61 437	70 051	63 479	61 156	60 658	65 042	69 795
Training and development	6 934	5 693	4 529	7 669	7 318	7 318	5 031	5 323	5 631
Operating payments	5 894	5 446	7 037	6 393	9 376	9 110	8 334	8 818	9 409
Venues and facilities	5 359	2 282	6 229	2 865	1 187	1 187	1 054	1 184	1 322
Rental and hiring	1 709	57	14	-	80	70	-	-	-
Interest and rent on land	-	28	94	-	-	-	71	75	79
Interest	-	28	31	-	-	-	-	-	-
Rent on land	-	-	63	-	-	-	71	75	79
Transfers and subsidies	231 735	166 139	213 974	184 534	225 046	224 515	245 304	242 444	244 153
Provinces and municipalities	488	398	618	280	293	293	696	736	778
Provinces	488	398	584	280	280	280	658	696	736
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	488	398	584	280	280	280	658	696	736
Municipalities	-	-	34	-	13	13	38	40	42
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	34	-	13	13	38	40	42
Departmental agencies and accounts	140 734	101 152	106 413	123 119	99 509	99 509	128 398	134 949	142 776
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	140 734	101 152	106 413	123 119	99 509	99 509	128 398	134 949	142 776
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	70 978	55 235	91 962	54 809	100 448	100 448	83 792	88 172	92 595
Public corporations	69 539	49 235	73 165	54 809	54 563	54 563	57 130	60 177	63 200
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	69 539	49 235	73 165	54 809	54 563	54 563	57 130	60 177	63 200
Private enterprises	1 439	6 000	18 797	-	45 885	45 885	26 662	27 995	29 395
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 439	6 000	18 797	-	45 885	45 885	26 662	27 995	29 395
Non-profit institutions	10 291	250	5 300	-	13 770	13 770	25 207	11 023	-
Households	9 244	9 104	9 681	6 326	11 026	10 495	7 211	7 564	8 004
Social benefits	9 244	9 104	9 621	6 326	11 026	10 495	7 211	7 564	8 004
Other transfers to households	-	-	60	-	-	-	-	-	-
Payments for capital assets	161 240	142 447	192 518	136 458	181 162	180 803	129 906	105 757	112 459
Buildings and other fixed structures	114 222	115 551	176 674	98 215	143 718	143 691	109 415	83 737	89 019
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	114 222	115 551	176 674	98 215	143 718	143 691	109 415	83 737	89 019
Machinery and equipment	37 296	26 379	15 660	37 402	37 402	37 070	19 800	21 292	22 668
Transport equipment	16 742	1 942	7 253	2 479	7 004	7 004	2 410	2 538	2 538
Other machinery and equipment	20 554	24 437	8 407	34 923	30 398	30 066	17 390	18 754	20 130
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	9 542	474	145	606	42	42	636	668	707
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	180	43	39	235	-	-	55	60	65
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 652 940	1 561 229	1 583 822	1 776 283	1 907 395	1 794 063	1 673 278	1 689 993	1 782 111

Table 3.E : Details of payments and estimates by economic classification - Sub-programme: Sustainable Resource Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	88 890	106 138	70 594	97 076	82 771	82 771	85 639	87 899	93 884
Compensation of employees	24 183	24 153	24 503	26 094	29 085	29 085	43 200	46 737	50 566
Salaries and wages	21 062	21 061	21 500	24 387	26 034	26 034	37 730	40 815	44 154
Social contributions	3 121	3 092	3 003	1 707	3 051	3 051	5 470	5 922	6 412
Goods and services	64 707	81 985	46 091	70 982	53 686	53 686	42 439	41 162	43 318
Administrative fees	-	-	-	52	104	104	105	108	111
Advertising	-	10	-	42	85	85	-	-	-
Assets less than capitalisation threshold	62	228	41	622	350	350	448	474	501
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	157	-	-	-	-	-
Catering: Departmental activities	208	253	219	246	310	310	261	276	292
Communication (G&S)	394	279	275	587	477	477	372	394	417
Computer services	358	405	941	551	1 000	1 000	1 061	1 123	1 189
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infras and planning	44 185	59 844	23 057	42 466	37 250	37 250	25 480	23 031	23 943
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	111	139	1 417	699	-	-	1 598	1 691	1 789
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	-	-	1	-	16	16	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	4 283	1 587	-	1 302	1 302	1 789	1 893	2 003
Inventory: Farming supplies	-	2 766	2 399	-	951	951	1 706	1 763	1 829
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	1	1 603	333	90	3 750	3 750	1 076	1 148	1 221
Inventory: Medical supplies	-	-	-	17	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	12 931	5 993	5 942	19 344	854	854	1 801	2 128	2 477
Consumable: Stationery, printing and office supplies	74	130	112	425	268	268	212	224	237
Operating leases	8	56	89	82	68	68	106	112	118
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	5 930	5 480	5 175	4 803	6 287	6 287	5 837	6 176	6 534
Training and development	69	323	136	485	267	267	153	162	171
Operating payments	213	193	230	157	347	347	269	285	302
Venues and facilities	163	-	4 137	157	-	-	165	174	184
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	1 510	1 485	1 702	1 947	2 260	2 260	2 076	2 213	2 342
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	1 121	1 431	1 269	1 500	1 500	1 500	1 605	1 717	1 817
Public corporations	1 121	1 431	1 269	1 500	1 500	1 500	1 605	1 717	1 817
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 121	1 431	1 269	1 500	1 500	1 500	1 605	1 717	1 817
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	389	54	433	447	760	760	471	496	525
Social benefits	389	54	433	447	760	760	471	496	525
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	394	4 738	5 164	2 534	1 430	1 430	1 093	1 135	1 183
Buildings and other fixed structures	-	2 268	3 968	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	2 268	3 968	-	-	-	-	-	-
Machinery and equipment	394	2 443	1 196	2 463	1 430	1 430	1 093	1 135	1 183
Transport equipment	93	54	-	-	-	-	-	-	-
Other machinery and equipment	301	2 389	1 196	2 463	1 430	1 430	1 093	1 135	1 183
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	27	-	71	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	90 794	112 361	77 460	101 557	86 461	86 461	88 808	91 247	97 409

Table 3.F : Details of payments and estimates by economic classification - Sub-programme: Farmer Support and Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	790 340	753 256	682 429	943 401	992 832	880 390	835 977	847 061	891 770
Compensation of employees	315 528	352 782	368 104	461 922	448 878	397 097	462 155	499 810	540 555
Salaries and wages	269 118	302 071	315 508	394 668	384 899	341 647	393 725	425 768	460 428
Social contributions	46 410	50 711	52 596	67 254	63 979	55 450	68 430	74 042	80 127
Goods and services	474 812	400 454	314 300	481 479	543 954	483 293	373 822	347 251	351 215
Administrative fees	10	192	-	50	373	282	266	281	297
Advertising	1 248	104	-	1 100	75	-	265	280	296
Assets less than capitalisation threshold	2 713	4 209	1 364	9 570	8 007	7 735	3 714	3 987	4 276
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	2 396	5 781	589	447	300	300	551	579	579
Catering: Departmental activities	5 815	6 276	1 836	1 800	852	732	685	725	767
Communication (G&S)	6 090	7 959	12 066	23 097	14 601	8 696	10 194	11 288	12 528
Computer services	27	1 969	-	1 100	2 000	2 000	8 000	1 998	2 000
Cons & prof serv: Business and advisory services	43	92	-	-	297	277	-	-	-
Cons & prof serv: Infras and planning	72 220	88 206	50 451	59 928	991	991	64 674	53 333	61 549
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	33 774	59 963	28 835	52 355	42 945	42 343	26 074	27 586	29 186
Agency and support / outsourced services	6 139	1 676	16 844	9 800	405	405	4 129	4 368	4 621
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	1 588	452	660	29 690	26 337	613	908	961	1 017
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	459	1 258	-	4 137	4 106	276	290	290
Inventory: Farming supplies	-	119 688	85 369	135 837	286 373	286 373	156 028	136 567	121 389
Inventory: Food and food supplies	130	4	-	140	-	-	-	-	-
Inventory: Fuel, oil and gas	6 123	7 921	4 330	8 900	289	288	894	1 178	1 477
Inventory: Learner and teacher support material	15	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	6 728	2 014	2 593	4 500	10 014	10 014	2 927	3 097	3 277
Inventory: Medical supplies	42	-	-	-	45	45	-	-	-
Inventory: Medicine	23 047	13 110	12 711	11 500	322	322	11 336	12 167	13 047
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	237 502	13 817	34 689	24 500	54 106	53 905	20 501	21 690	22 948
Consumable: Stationery, printing and office supplies	2 067	2 827	1 132	3 865	3 246	2 394	1 512	1 600	1 693
Operating leases	2 619	1 616	2 443	24 859	22 406	2 281	2 620	2 772	2 933
Property payments	14 773	14 981	19 293	25 371	22 659	18 616	21 039	23 046	25 229
Transport provided: Departmental activity	526	672	267	-	450	450	302	320	339
Travel and subsistence	31 928	35 673	27 768	42 800	32 005	29 682	27 130	28 704	30 369
Training and development	6 786	4 915	3 561	3 440	3 120	3 120	3 816	4 037	4 271
Operating payments	4 111	3 596	4 407	4 990	6 402	6 136	5 092	5 387	5 699
Venues and facilities	4 759	2 282	1 834	1 840	1 187	1 187	889	1 010	1 138
Rental and hiring	1 593	-	-	-	10	-	-	-	-
Interest and rent on land	-	20	25	-	-	-	-	-	-
Interest	-	20	25	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	217 466	160 915	204 975	182 028	205 593	205 062	216 844	227 998	240 530
Provinces and municipalities	400	398	584	280	280	280	658	696	736
Provinces	400	398	584	280	280	280	658	696	736
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	400	398	584	280	280	280	658	696	736
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	140 734	101 152	106 412	123 119	99 500	99 500	128 397	134 948	142 775
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	140 734	101 152	106 412	123 119	99 500	99 500	128 397	134 948	142 775
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	69 857	53 804	90 693	53 309	98 948	98 948	82 187	86 455	90 778
Public corporations	68 418	47 804	71 896	53 309	53 063	53 063	55 525	58 460	61 383
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	68 418	47 804	71 896	53 309	53 063	53 063	55 525	58 460	61 383
Private enterprises	1 439	6 000	18 797	-	45 885	45 885	26 662	27 995	29 395
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 439	6 000	18 797	-	45 885	45 885	26 662	27 995	29 395
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 475	5 561	7 286	5 320	6 865	6 334	5 602	5 899	6 241
Social benefits	6 475	5 561	7 286	5 320	6 865	6 334	5 602	5 899	6 241
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	123 132	107 319	162 509	97 788	115 806	115 447	101 527	74 605	78 785
Buildings and other fixed structures	85 406	93 784	155 612	83 494	97 383	97 356	92 121	64 666	68 417
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	85 406	93 784	155 612	83 494	97 383	97 356	92 121	64 666	68 417
Machinery and equipment	28 332	13 451	6 752	14 251	18 423	18 091	9 379	9 911	10 338
Transport equipment	14 639	1 888	4 460	2 479	7 004	7 004	2 410	2 538	2 538
Other machinery and equipment	13 693	11 563	2 292	11 772	11 419	11 087	6 969	7 373	7 800
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	9 394	84	145	26	-	-	27	28	30
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	17	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 130 938	1 021 490	1 049 913	1 223 217	1 314 231	1 200 899	1 154 348	1 149 664	1 211 085

Table 3.G : Details of payments and estimates by economic classification - Sub-programme: Veterinary Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation 2015/16	Estimate	2016/17	2017/18	2018/19
Current payments	142 311	131 438	170 367	145 862	152 234	152 234	144 586	156 030	168 456
Compensation of employees	85 725	94 869	101 537	107 130	112 347	112 347	117 773	127 418	137 860
Salaries and wages	73 578	81 678	87 553	95 622	96 412	96 412	100 732	108 984	117 914
Social contributions	12 147	13 191	13 984	11 508	15 935	15 935	17 041	18 434	19 946
Goods and services	56 586	36 569	68 830	38 732	39 887	39 887	26 813	28 612	30 596
Administrative fees	21	20	21	380	225	225	297	314	332
Advertising	-	-	-	215	13	13	-	-	-
Assets less than capitalisation threshold	145	633	124	1 056	617	617	591	626	663
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	260	260	-	-	-
Catering: Departmental activities	29	33	34	78	23	23	38	40	42
Communication (G&S)	484	511	389	593	425	425	530	567	606
Computer services	6	9	7	123	18	18	53	56	59
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infras and planning	4 603	-	-	28	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	-	558	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	2 922	375	485	434	1 238	1 238	547	579	614
Agency and support / outsourced services	689	380	541	4 537	1 558	1 558	610	645	683
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	167	10	-	513	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	152	422	-	883	883	-	-	-
Inventory: Farming supplies	-	13 146	43 260	-	6 281	6 281	-	-	-
Inventory: Food and food supplies	16	-	-	27	-	-	-	-	-
Inventory: Fuel, oil and gas	457	166	189	721	292	292	265	280	297
Inventory: Learner and teacher support material	10	5	9	277	23	23	106	112	118
Inventory: Materials and supplies	224	242	85	319	139	139	265	280	296
Inventory: Medical supplies	256	577	436	8 669	1 171	1 171	492	521	551
Inventory: Medicine	18 451	3 719	4 570	-	9 086	9 086	5 154	5 453	5 769
Medas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	1 828	2 118	-	3 811	3 811	2 388	2 527	2 674
Consumable supplies	14 196	181	128	8 096	405	405	1 062	1 124	1 189
Consumable: Stationery, printing and office supplies	498	830	448	1 200	951	951	637	674	713
Operating leases	145	127	144	294	133	133	212	230	249
Property payments	406	88	88	458	216	216	212	224	237
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	11 970	12 520	13 781	8 124	10 471	10 471	11 542	12 443	13 397
Training and development	-	-	-	1 313	-	-	-	-	-
Operating payments	865	1 017	1 551	324	1 648	1 648	1 812	1 917	2 107
Venues and facilities	26	-	-	395	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	11 476	1 938	5 865	306	1 192	1 192	323	340	360
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	1	-	9	9	1	1	1
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	1	-	9	9	1	1	1
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	10 291	-	5 300	-	-	-	-	-	-
Households	1 185	1 938	564	306	1 183	1 183	322	339	359
Social benefits	1 185	1 938	564	306	1 183	1 183	322	339	359
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	599	2 436	6 285	2 943	31 963	31 963	1 050	1 215	1 320
Buildings and other fixed structures	-	-	5 277	-	28 954	28 954	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	5 277	-	28 954	28 954	-	-	-
Machinery and equipment	599	2 436	1 008	2 943	3 009	3 009	1 050	1 215	1 320
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	599	2 436	1 008	2 943	3 009	3 009	1 050	1 215	1 320
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	154 386	135 812	182 517	149 111	185 389	185 389	145 959	157 585	170 136

Table 3.H : Details of payments and estimates by economic classification - Sub-programme: Research and Technology Development Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation	Estimate	2016/17	2017/18	2018/19
Current payments	131 804	149 800	163 619	166 604	182 391	182 391	144 323	156 603	170 034
Compensation of employees	99 586	117 596	124 665	126 019	134 604	134 604	101 719	110 064	119 099
Salaries and wages	85 860	101 664	107 631	110 905	115 669	115 669	86 087	93 134	100 761
Social contributions	13 726	15 932	17 034	15 114	18 935	18 935	15 632	16 930	18 338
Goods and services	32 218	32 204	38 890	40 585	47 787	47 787	42 533	46 464	50 856
Administrative fees	1	1	2	2	73	73	106	112	118
Advertising	-	-	-	-	-	-	-	-	-
Assets less than capitalisation threshold	298	270	472	1 427	751	751	984	1 041	1 101
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	87	83	123	90	89	89	139	147	156
Communication (G&S)	318	248	377	423	353	353	622	667	714
Computer services	59	23	97	272	265	265	159	168	178
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infras and planning	-	-	-	-	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	54	419	250	250	445	471	499
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	3 025	2 567	3 202	3 297	3 890	3 890	3 612	3 821	4 043
Agency and support / outsourced services	67	136	63	293	840	840	106	112	118
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	344	410	430	306	427	427	532	563	596
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	716	1 019	1 181	1 340	1 340	-	-	-
Inventory: Farming supplies	-	4 135	5 764	7 122	8 257	8 257	6 501	6 878	7 277
Inventory: Food and food supplies	3	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	1 783	2 094	1 496	2 341	2 263	2 263	1 858	1 966	2 080
Inventory: Learner and teacher support material	-	-	4	-	-	-	-	-	-
Inventory: Materials and supplies	598	1 291	1 766	2 261	2 688	2 688	2 124	2 247	2 377
Inventory: Medical supplies	9	-	9	23	90	90	24	25	26
Inventory: Medicine	286	246	287	343	355	355	324	343	363
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	1 033	1 481	-	957	957	1 671	1 768	1 871
Consumable supplies	9 726	1 210	1 506	4 282	5 988	5 988	1 698	1 796	1 900
Consumable: Stationery, printing and office supplies	512	230	287	780	461	461	398	421	445
Operating leases	627	260	355	574	385	385	450	482	516
Property payments	6 892	7 631	9 498	7 937	7 579	7 579	9 096	10 440	11 981
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	7 007	9 033	9 996	6 617	9 831	9 831	10 828	12 090	13 538
Training and development	11	13	-	25	-	-	-	-	-
Operating payments	463	517	588	570	585	585	856	906	959
Venues and facilities	2	-	-	-	-	-	-	-	-
Rental and hiring	100	57	14	-	70	70	-	-	-
Interest and rent on land	-	-	64	-	-	-	71	75	79
Interest	-	-	1	-	-	-	-	-	-
Rent on land	-	-	63	-	-	-	71	75	79
Transfers and subsidies to	602	1 404	1 010	73	1 759	1 759	576	580	614
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	602	1 404	1 010	73	1 759	1 759	576	580	614
Social benefits	602	1 404	1 010	73	1 759	1 759	576	580	614
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	22 843	12 500	5 361	22 164	20 657	20 657	14 159	15 150	16 203
Buildings and other fixed structures	20 626	5 528	2 144	7 748	6 400	6 400	6 104	6 458	6 833
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	20 626	5 528	2 144	7 748	6 400	6 400	6 104	6 458	6 833
Machinery and equipment	2 051	6 566	3 217	13 910	14 215	14 215	7 524	8 134	8 780
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	2 051	6 566	3 217	13 910	14 215	14 215	7 524	8 134	8 780
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	148	390	-	506	42	42	531	558	590
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	18	16	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	155 249	163 704	169 990	188 841	204 807	204 807	159 058	172 333	186 851

Table 3.1 : Details of payments and estimates by economic classification - Sub-programme: Agricultural Economic Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation 2015/16	Estimate	2016/17	2017/18	2018/19
Current payments	2 182	5 641	6 262	6 840	6 357	6 357	7 454	8 022	8 633
Compensation of employees		4 998	5 491	5 947	5 613	5 613	6 582	7 100	7 657
Salaries and wages	1 987	4 419	4 818	5 471	5 000	5 000	5 846	6 305	6 800
Social contributions	222	579	673	476	613	613	736	795	857
Goods and services	195	643	771	893	744	744	872	922	976
Administrative fees	-	-	-	-	-	-	3	3	3
Advertising	-	-	-	-	-	-	-	-	-
Assets less than capitalisation threshold	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	8	8	10	48	48	8	8	8
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infrast and planning	-	-	-	-	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
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: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	21	-	70	50	46	46	79	84	89
Operating leases	-	-	-	-	2	2	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	174	635	692	833	648	648	781	826	875
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	1	-	-	-	1	1	1
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Payments for capital assets	49	-	-	60	40	40	38	41	43
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	49	-	-	60	40	40	38	41	43
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	49	-	-	60	40	40	38	41	43
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	2 231	5 641	6 262	6 900	6 397	6 397	7 492	8 063	8 676

Table 3.J : Details of payments and estimates by economic classification - Sub-programme: Structured Agricultural Education and Training

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	104 438	106 370	84 059	95 508	84 602	84 602	80 089	86 177	92 722
Compensation of employees	66 764	73 013	53 608	50 736	45 343	45 343	44 181	47 809	51 733
Salaries and wages	61 941	67 481	47 348	44 360	38 554	38 554	37 199	40 249	43 547
Social contributions	4 823	5 532	6 260	6 376	6 789	6 789	6 982	7 560	8 186
Goods and services	37 674	33 349	30 446	44 772	39 259	39 259	35 908	38 368	40 989
Administrative fees	39	84	53	74	330	330	179	184	189
Advertising	5	-	-	157	33	33	-	-	-
Assets less than capitalisation threshold	1 441	2 910	768	1 003	324	324	503	555	610
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	32	1 089	-	255	650	650	53	56	59
Communication (G&S)	725	635	657	810	667	667	741	784	829
Computer services	145	180	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infras and planning	3 469	-	479	265	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	2 618	1 469	2 880	2 521	1 670	1 670	2 249	2 437	2 636
Agency and support / outsourced services	10 601	7 715	8 085	15 368	8 870	8 870	9 558	10 112	10 698
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	1 436	1 920	1 913	572	1 898	1 898	2 158	2 283	2 415
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	133	156	246	268	268	-	-	-
Inventory: Farming supplies	-	3 324	2 925	2 938	2 774	2 774	3 308	3 508	3 712
Inventory: Food and food supplies	1	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	275	157	51	575	237	237	157	160	163
Inventory: Learner and teacher support material	1 116	769	1 434	1 638	1 928	1 928	1 217	1 311	1 410
Inventory: Materials and supplies	174	217	219	291	101	101	247	261	276
Inventory: Medical supplies	7	6	-	-	-	-	-	-	-
Inventory: Medicine	271	155	291	420	189	189	328	347	367
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	15	35	35	-	-	-
Consumable supplies	5 996	1 120	641	1 173	1 103	1 103	723	765	809
Consumable: Stationery, printing and office supplies	566	745	862	995	781	781	972	1 028	1 088
Operating leases	973	762	812	1 620	1 021	1 021	1 009	1 068	1 130
Property payments	3 002	5 119	2 845	3 731	7 818	7 818	6 600	7 260	7 986
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	4 047	4 275	4 025	6 874	4 237	4 237	4 540	4 803	5 082
Training and development	68	442	832	2 406	3 931	3 931	1 062	1 124	1 189
Operating payments	242	123	260	352	394	394	304	322	341
Venues and facilities	409	-	258	473	-	-	-	-	-
Rental and hiring	16	-	-	-	-	-	-	-	-
Interest and rent on land	-	8	5	-	-	-	-	-	-
Interest	-	8	5	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	681	397	422	180	14 242	14 242	25 485	11 313	307
Provinces and municipalities	88	-	34	-	13	13	38	40	42
Provinces	88	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	88	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	34	-	13	13	38	40	42
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	-	250	-	-	13 770	13 770	25 207	11 023	-
Households	593	147	388	180	459	459	240	250	265
Social benefits	593	147	328	180	459	459	240	250	265
Other transfers to households	-	-	60	-	-	-	-	-	-
Payments for capital assets	14 223	15 454	13 199	10 969	11 266	11 266	12 039	13 611	14 925
Buildings and other fixed structures	8 190	13 971	9 673	6 973	10 981	10 981	11 190	12 613	13 769
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	8 190	13 971	9 673	6 973	10 981	10 981	11 190	12 613	13 769
Machinery and equipment	5 871	1 483	3 487	3 775	285	285	716	856	1 004
Transport equipment	2 010	-	2 793	-	-	-	-	-	-
Other machinery and equipment	3 861	1 483	694	3 775	285	285	716	856	1 004
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	74	-	-	78	82	87
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	162	-	39	147	-	-	55	60	65
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	119 342	122 221	97 680	106 657	110 110	110 110	117 613	111 101	107 954

Table 3.K : Payments and estimates by economic classification: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	-	-	-	17 978	1 995	1 995	10 922	12 104	13 367
Compensation of employees	-	-	-	16 488	1 748	1 748	6 467	6 946	7 460
Salaries and wages	-	-	-	13 442	1 453	1 453	5 693	6 113	6 563
Social contributions	-	-	-	3 046	295	295	774	833	897
Goods and services	-	-	-	1 490	247	247	4 455	5 158	5 907
Administrative fees	-	-	-	-	-	-	53	56	59
Advertising	-	-	-	-	-	-	-	-	-
Assets less than capitalisation threshold	-	-	-	170	-	-	186	196	210
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	467	552	642
Communication (G&S)	-	-	-	115	27	27	154	162	171
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Infrastructure and planning	-	-	-	-	-	-	2 000	2 500	3 000
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and technological services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	139	-	-	210	222	234
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	96	-	-	103	108	114
Operating leases	-	-	-	73	-	-	97	112	126
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	897	220	220	955	1 006	1 091
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	47	51	56
Venues and facilities	-	-	-	-	-	-	183	193	204
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Provide list of 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	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	983	-	-	300	354	463
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	983	-	-	300	354	463
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	983	-	-	300	354	463
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	18 961	1 995	1 995	11 222	12 458	13 830

Table 3.L : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2015/16	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19
Current payments	142 781	150 450	185 702	210 829	252 396	252 396	245 500	256 573	273 070
Compensation of employees	-	10 745	17 013	16 000	18 000	18 000	17 893	19 109	20 409
Salaries and wages	-	10 745	17 013	16 000	18 000	18 000	17 893	19 109	20 409
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	142 781	139 705	168 689	194 829	234 396	234 396	227 607	237 464	252 661
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	70	-	-	-	85	85	-	-	-
Assets less than capitalisation threshold	35	406	-	898	4 454	4 454	943	990	990
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	2 396	5 772	507	525	300	300	551	579	579
Catering: Departmental activities	521	1 746	176	2 073	1 022	1 022	745	775	801
Communication (G&S)	62	2 619	6 907	6 379	4 176	4 176	6 698	7 033	7 033
Computer services	27	1 969	-	-	2 000	2 000	8 000	2 000	2 000
Cons and prof serv: Business & advisory services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Infrastructure and planning	24 826	37 141	42 045	71 897	37 908	37 908	60 913	59 853	67 240
Cons and prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	354	1 104	7 711	2 520	7 567	7 567	8 913	9 358	9 958
Agency & support/outourced services	13 861	1 965	16 793	10 066	166	166	3 000	3 150	3 300
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. GMT)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	3 006	1 309	553	2 924	2 924	576	592	592
Inventory: Farming supplies	-	69 111	76 730	81 562	165 906	165 906	126 940	141 729	148 529
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	68	4 323	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Material and supplies	558	388	210	550	850	850	1 001	1 100	1 100
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	66 064	-	-	-	-	-	-	-	-
Consumable supplies	21 429	5 074	1 789	1 547	625	625	1 123	1 167	1 167
Consumable: Stationery, printing and office supplies	175	830	25	53	60	60	56	58	58
Operating leases	10	-	28	210	169	169	221	232	232
Property payments	127	-	180	1 116	-	-	-	-	-
Transport provided: Departmental activity	-	247	-	-	-	-	-	-	-
Travel and subsistence	5 178	5 822	2 322	3 893	1 522	1 522	4 064	4 547	4 547
Training and development	5 499	1 389	4 109	6 222	4 320	4 320	3 713	4 136	4 370
Operating payments	-	-	600	3 045	-	-	-	-	-
Venues and facilities	1 099	1 048	2 925	1 720	342	342	150	165	165
Rental and hiring	490	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	65 760	63 000	66 465	81 548	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	65 760	63 000	66 465	81 548	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	65 760	63 000	66 465	81 548	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Payments for capital assets	63 939	51 136	67 593	16 148	56 129	56 129	55 003	57 825	59 681
Buildings and other fixed structures	50 289	41 795	59 907	6 729	46 710	46 710	47 492	49 867	51 723
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	50 289	41 795	59 907	6 729	46 710	46 710	47 492	49 867	51 723
Machinery and equipment	13 563	9 257	7 541	9 419	9 419	9 419	7 511	7 958	7 958
Transport equipment	7 087	1 889	7 252	3 645	7 004	7 004	2 410	2 538	2 538
Other machinery and equipment	6 476	7 368	289	5 774	2 415	2 415	5 101	5 420	5 420
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	87	84	145	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	272 480	264 586	319 760	308 525	308 525	308 525	300 503	314 398	332 751

Table 3.M : Payments and estimates by economic classification: CASP grant (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation	Estimate	2016/17	2017/18	2018/19
Current payments	87 038	107 027	102 067	128 535	191 102	191 102	182 226	193 711	205 765
Compensation of employees	-	10 745	17 013	16 000	18 000	18 000	17 893	19 109	20 409
Salaries and wages	-	10 745	17 013	16 000	18 000	18 000	17 893	19 109	20 409
Goods and services	87 038	96 282	85 054	112 535	173 102	173 102	164 333	174 602	185 356
Advertising	70	-	-	-	-	-	-	-	-
Assets less than capitalisation threshold	35	406	-	898	4 454	4 454	943	990	990
Bursaries: Employees	2 396	5 772	507	525	300	300	551	579	579
Catering: Departmental activities	314	1 502	37	1 838	576	576	500	525	551
Communication (G&S)	62	2 619	6 907	6 379	4 176	4 176	6 698	7 033	7 033
Computer services	27	1 969	-	-	2 000	2 000	8 000	2 000	2 000
Cons and prof serv: Infrastructure and planning	2 038	26 266	33 124	39 416	28 584	28 584	50 746	53 333	60 034
Contractors	49	-	5 607	2 520	1 598	1 598	2 646	2 778	2 778
Agency & support/outourced services	4 153	1 415	1 394	7 770	166	166	3 000	3 150	3 300
Inventory: Clothing material and accessories	-	-	250	263	2 672	2 672	276	290	290
Inventory: Farming supplies	-	47 214	27 109	37 036	122 532	122 532	83 131	95 453	99 096
Inventory: Fuel, oil and gas	-	68	2 696	-	-	-	-	-	-
Inventory: Material and supplies	558	388	-	-	-	-	-	-	-
Inventory: Other supplies	66 064	-	-	-	-	-	-	-	-
Consumable supplies	-	265	520	546	200	200	573	602	602
Consumable: Stationery, printing and office supplies	175	830	25	53	60	60	56	58	58
Operating leases	10	-	28	210	169	169	221	232	232
Property payments	127	-	180	1 116	-	-	-	-	-
Travel and subsistence	4 076	5 131	1 619	3 213	993	993	3 374	3 542	3 542
Training and development	5 450	1 389	4 026	6 132	4 280	4 280	3 618	4 037	4 271
Operating payments	-	-	600	3 045	-	-	-	-	-
Venues and facilities	944	1 048	425	1 575	342	342	-	-	-
Rental and hiring	490	-	-	-	-	-	-	-	-
Transfers and subsidies	65 760	63 000	66 465	81 548	-	-	-	-	-
Departmental agencies and accounts	65 760	63 000	66 465	81 548	-	-	-	-	-
Entities receiving funds	65 760	63 000	66 465	81 548	-	-	-	-	-
Payments for capital assets	30 928	32 495	44 100	16 078	35 059	35 059	39 929	42 001	43 707
Buildings and other fixed structures	17 332	23 154	36 414	6 729	25 710	25 710	32 492	34 117	35 823
Other fixed structures	17 332	23 154	36 414	6 729	25 710	25 710	32 492	34 117	35 823
Machinery and equipment	13 509	9 257	7 541	9 349	9 349	9 349	7 437	7 884	7 884
Transport equipment	7 087	1 889	7 252	3 645	7 004	7 004	2 410	2 538	2 538
Other machinery and equipment	6 422	7 368	289	5 704	2 345	2 345	5 027	5 346	5 346
Biological assets	87	84	145	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	183 726	202 522	212 632	226 161	226 161	226 161	222 155	235 712	249 472

Table 3.N : Payments and estimates by economic classification: Ilima/Letsema Projects grant (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2012/13	2013/14	2014/15	Appropriation	Appropriation	Estimate	2016/17	2017/18	2018/19
Current payments	30 043	24 127	68 600	69 402	48 402	48 402	48 876	51 606	55 363
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	30 043	24 127	68 600	69 402	48 402	48 402	48 876	51 606	55 363
Cons and prof serv: Infrastructure and planning	16 538	3 414	1 122	25 976	-	-	-	-	-
Contractors	305	1 104	2 104	-	5 969	5 969	6 267	6 580	7 180
Agency & support/outourced services	-	-	15 399	-	-	-	-	-	-
Inventory: Farming supplies	-	19 609	48 348	43 426	42 433	42 433	42 609	45 026	48 183
Inventory: Fuel, oil and gas	-	-	1 627	-	-	-	-	-	-
Consumable supplies	13 200	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	32 957	18 641	23 493	-	21 000	21 000	15 000	15 750	15 900
Buildings and other fixed structures	32 957	18 641	23 493	-	21 000	21 000	15 000	15 750	15 900
Other fixed structures	32 957	18 641	23 493	-	21 000	21 000	15 000	15 750	15 900
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	63 000	42 768	92 093	69 402	69 402	69 402	63 876	67 356	71 263

Table 3.0 : Payments and estimates by economic classification: Land Care grant (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	15 992	18 746	10 854	10 596	10 596	10 596	10 558	11 256	11 942
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	15 992	18 746	10 854	10 596	10 596	10 596	10 558	11 256	11 942
Advertising	-	-	-	-	85	85	-	-	-
Catering: Departmental activities	207	244	139	235	446	446	245	250	250
Cons and prof serv: Infrastructure and planning	6 250	7 461	4 461	6 505	7 074	7 074	6 327	6 520	7 206
Inventory: Clothing material and accessories	-	3 006	745	290	206	206	300	302	302
Inventory: Farming supplies	-	2 288	980	1 100	941	941	1 200	1 250	1 250
Inventory: Material and supplies	-	-	210	550	850	850	1 001	1 100	1 100
Consumable supplies	8 229	4 809	1 055	1 001	425	425	550	565	565
Transport provided: Departmental activity	-	247	-	-	-	-	-	-	-
Travel and subsistence	1 102	691	681	680	529	529	690	1 005	1 005
Training and development	49	-	83	90	40	40	95	99	99
Venues and facilities	155	-	2 500	145	-	-	150	165	165
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	54	-	-	70	70	70	74	74	74
Machinery and equipment	54	-	-	70	70	70	74	74	74
Other machinery and equipment	54	-	-	70	70	70	74	74	74
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	16 046	18 746	10 854	10 666	10 666	10 666	10 632	11 330	12 016

Table 3.P : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18
Current payments	9 708	550	4 181	2 296	2 296	2 296	3 840	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	9 708	550	4 181	2 296	2 296	2 296	3 840	-	-
Cons and prof serv: Infrastructure and planning	-	-	3 338	-	2 250	2 250	3 840	-	-
Agency & support/outourced services	9 708	550	-	2 296	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	314	-	46	46	-	-	-
Inventory: Farming supplies	-	-	293	-	-	-	-	-	-
Consumable supplies	-	-	214	-	-	-	-	-	-
Travel and subsistence	-	-	22	-	-	-	-	-	-
Transfers and subsidies to	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	9 708	550	4 181	2 296	2 296	2 296	3 840	-	-

Table 3.R : Financial summary for Agri-business Development Agency (ADA)

R thousand	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Revenue							
Tax revenue	-	-	-	-	-	-	-
Non-tax revenue	674	5 683	2 742	1 035	1 119	1 187	1 258
Interest, dividends and rent on land	642	5 646	2 691	1 000	1 065	1 129	1 197
Other non-tax revenue	32	37	51	35	54	58	61
Transfers received*	136 008	106 909	125 260	105 650	128 397	134 948	142 775
DARD	60 034	88 154	106 410	99 500	128 397	134 948	142 775
COGTA	-	-	18 850	6 150	-	-	-
DRDLR	1 000	-	-	-	-	-	-
DEDTEA	74 974	18 755	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Total revenue	136 682	112 592	128 002	106 685	129 516	136 135	144 033
Expenses							
Current expense	126 853	126 991	171 626	106 685	129 516	136 135	144 033
Compensation of employees	13 958	17 413	21 339	24 812	26 971	29 209	31 634
Project expenditure	100 181	93 561	129 937	60 571	84 539	88 896	94 422
Use of goods and services	12 293	15 233	19 195	21 302	18 004	18 012	17 977
Depreciation	421	782	1 137	-	-	-	-
Interest, dividends and rent on land	-	2	18	-	2	18	-
Transfers and subsidies	-	-	-	-	-	-	-
Total expenses	126 853	126 991	171 626	106 685	129 516	136 135	144 033
Surplus / (Deficit)	9 829	(14 399)	(43 624)	-	-	-	-
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	1 046	(706)	3 790	1 320	1 620	1 920	2 220
Adjustments for:							
Depreciation	421	782	1 137	1 320	1 620	1 920	2 220
Other	625	(1 488)	2 653	-	-	-	-
Operating surplus / (deficit) before changes in working capital	10 875	(15 105)	(39 834)	1 320	1 620	1 920	2 220
Changes in working capital	15 576	(5 690)	(10 465)	-	-	-	-
(Decrease) / increase in accounts payable	15 626	(5 694)	(10 493)	-	-	-	-
Decrease / (increase) in accounts receivable	(50)	4	28	-	-	-	-
(Decrease) / increase in provisions	-	-	-	-	-	-	-
Cash flow from operating activities	26 451	(20 795)	(50 299)	1 320	1 620	1 920	2 220
Transfers from government	136 008	106 909	125 260	125 200	-	-	-
Of which:							
Capital	-	-	-	-	-	-	-
Current	136 008	106 909	125 260	125 200	-	-	-
Cash flow from investing activities	(1 489)	(3 837)	(3 182)	(2 966)	(300)	(300)	(300)
Acquisition of assets	(1 489)	(3 837)	(3 182)	(2 966)	(300)	(300)	(300)
Computer equipment	(879)	(981)	(534)	(300)	(200)	(200)	(200)
Furniture and office equipment	(149)	(66)	(412)	(500)	(100)	(100)	(100)
Other machinery and equipment	-	(124)	(156)	-	-	-	-
Transport assets	-	(729)	-	-	-	-	-
Computer software	(461)	(1 937)	(2 080)	(2 166)	-	-	-
Other flows from investing activities	-	-	-	-	-	-	-
Cash flow from financing activities	-	138	(88)	8	-	-	-
Net increase / (decrease) in cash and cash equivalents	24 962	(24 494)	(53 569)	(1 638)	1 320	1 620	1 920
Balance sheet data							
Carrying value of assets	3 231	5 150	7 377	7 586	7 361	7 722	7 597
Computer equipment	916	1 547	1 439	1 881	2 081	2 281	2 481
Furniture and office equipment	475	387	892	700	800	900	1 000
Other machinery and equipment	31	97	187	95	75	45	25
Transport assets	417	928	643	359	59	400	200
Computer software	1 392	2 191	4 216	4 551	4 346	4 096	3 891
Investments	-	-	-	-	-	-	-
Cash and cash equivalents	97 283	72 788	19 219	30 000	-	-	-
Receivables and prepayments	67	62	34	27	27	27	27
Trade receivables	40	35	7	-	-	-	-
Prepaid expenses	27	27	27	27	27	27	27
Inventory	-	-	-	-	-	-	-
Total assets	100 581	78 000	26 630	37 613	7 388	7 749	7 624
Capital and reserves	2 694	5 245	7 179	7 179	7 179	7 179	7 179
Share capital and premium	5	5	5	5	5	5	5
Accumulated reserves	1 948	2 694	5 240	7 174	7 174	7 174	7 174
Surplus / (Deficit)	741	2 546	1 934	-	-	-	-
Borrowings	-	-	-	-	-	-	-
Post retirement benefits	-	-	-	-	-	-	-
Trade and other payables	11 338	3 179	2 172	-	-	-	-
Trade payables	159	26	26	-	-	-	-
Other	11 179	3 153	2 146	-	-	-	-
Deferred income	-	-	-	-	-	-	-
Provisions	-	305	799	650	-	-	-
Funds managed (e.g. Poverty alleviation fund)	-	-	-	-	-	-	-
Contingent liabilities	86 549	69 271	16 480	29 784	209	570	445
Unspent conditional grant	85 955	69 001	14 728	27 476	209	570	445
Finance lease obligation	-	139	73	-	-	-	-
Operating lease liability	594	131	1 679	2 308	-	-	-
Total equity and liabilities	100 581	78 000	26 630	37 613	7 388	7 749	7 624

*Note: Some Transfers received do not equal amounts in Table 3.11, as portion of the transfer is reflected against other items in the statement of financial position.

Table 3.S : Financial summary for Mjindi Farming (Pty) Ltd (Mjindi)

R thousand	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Revenue							
Tax revenue	-	-	-	-	-	-	-
Non-tax revenue	3 964	5 024	6 256	5 302	6 238	7 348	8 666
Sale of goods and services other than capital assets	3 112	4 019	4 729	4 054	4 865	5 838	7 005
Interest, dividends and rent on land	852	1 005	1 527	1 248	1 373	1 510	1 661
Transfers received*	46 681	46 607	60 816	50 506	53 183	56 001	58 801
Sale of capital assets	-	-	-	-	-	-	-
Total revenue	50 645	51 631	67 072	55 808	59 421	63 349	67 467
Expenses							
Current expense	48 049	41 227	54 320	55 808	59 421	63 349	67 467
Compensation of employees	12 354	12 949	15 269	19 955	23 129	24 482	25 500
Use of goods and services	35 695	28 278	39 051	35 853	36 292	38 867	41 967
Depreciation	1 548	2 324	3 114	4 289	6 090	7 891	9 692
Interest, dividends and rent on land	-	40	39	59	59	59	59
Transfers and subsidies	-	-	-	-	-	-	-
Total expenses	48 049	41 227	54 320	55 808	59 421	63 349	67 467
Surplus / (Deficit)	2 596	10 404	12 752	-	-	-	-
Cash flow summary							
Adjust surplus / (deficit) for accrual transactions	697	(3 382)	(13 486)	5 628	7 484	9 362	11 314
Adjustments for:							
Depreciation	1 548	2 324	3 114	4 289	6 090	7 891	9 692
Interest	(852)	(1 488)	(965)	1 189	1 314	1 451	1 602
Net (profit) / loss on disposal of fixed assets	1	(4 219)	(15 763)	150	80	20	20
Other lease payments	-	1	128	-	-	-	-
Operating surplus / (deficit) before changes in working capital	3 293	7 022	(734)	5 628	7 484	9 362	11 314
Changes in working capital	33 831	17 834	26 531	(6 705)	(3 767)	(3 517)	(4 119)
(Decrease) / increase in accounts payable	196	2 496	(290)	(103)	(1 911)	(248)	603
Decrease / (increase) in accounts receivable	(1 557)	821	14 236	(9 742)	(1 276)	(1 746)	(739)
(Decrease) / increase in provisions	35 192	14 517	12 585	3 140	(580)	(1 523)	(3 983)
Cash flow from operating activities	37 124	24 856	25 797	(1 077)	3 717	5 845	7 195
Transfers from government	63 323	45 446	70 083	55 808	59 421	63 349	67 467
Capital	6 798	4 219	15 763	-	750	-	-
Current	56 525	41 227	54 320	55 808	58 671	63 349	67 467
Cash flow from investing activities	(6 798)	(4 218)	(15 979)	-	(750)	-	-
Acquisition of assets	(6 798)	(4 218)	(15 979)	-	(750)	-	-
Dwellings	(2 432)	(173)	(100)	-	(250)	-	-
Computer equipment	(1 240)	(2)	-	-	-	-	-
Furniture and office equipment	(85)	-	(46)	-	-	-	-
Other machinery and equipment	(3 026)	(719)	(4 784)	-	(500)	-	-
Transport assets	(15)	(3 324)	(11 049)	-	-	-	-
Other flows from investing activities	-	-	-	-	-	-	-
Cash flow from financing activities	-	-	-	-	-	-	-
Net increase / (decrease) in cash and cash equivalents	30 326	20 638	9 818	(1 077)	2 967	5 845	7 195
Balance sheet data							
Carrying value of assets	47 686	49 312	61 891	48 734	41 696	40 502	39 158
Dwellings	26 613	26 184	25 467	22 958	20 886	20 214	19 888
Investment property	8 300	7 874	7 718	1 000	980	960	941
Computer equipment	1 352	1 068	745	661	600	545	435
Furniture and office equipment	1 050	1 046	969	902	830	748	686
Other machinery and equipment	8 414	8 264	11 758	10 974	8 560	8 276	9 356
Transport assets	1 630	4 559	14 927	11 942	9 553	9 481	7 585
Other intangibles	327	317	307	297	287	277	267
Investments	-	-	-	-	-	-	-
Cash and cash equivalents	36 921	43 120	24 797	6 705	3 017	3 517	4 017
Bank	36 919	43 117	24 794	6 700	3 012	3 512	4 012
Cash on hand	2	3	3	5	5	5	5
Receivables and prepayments	3 442	2 621	11 616	1 873	2 649	3 395	5 134
Trade receivables	1 800	1 473	7 242	1 485	1 623	1 166	2 683
Other receivables	1 641	1 146	4 372	387	1 025	2 228	2 450
Prepaid expenses	1	2	2	1	1	1	1
Inventory	364	738	1 591	439	838	1 038	1 246
Total assets	88 413	95 791	99 895	57 751	48 200	48 452	49 555
Capital and reserves	41 931	46 652	63 182	51 211	41 219	41 219	41 219
Accumulated reserves	2 346	(4 703)	(117)	4 442	4 442	4 442	4 442
Surplus / (Deficit)	-	4 559	16 530	-	-	-	-
Other	39 585	46 796	46 769	46 769	36 777	36 777	36 777
Borrowings	-	-	-	-	-	-	-
Post retirement benefits	-	-	-	-	-	-	-
Trade and other payables	3 566	6 062	5 772	5 835	3 964	3 716	4 319
Trade payables	2 524	2 607	4 732	4 575	2 704	2 204	2 504
Other	1 042	3 455	1 040	1 260	1 260	1 512	1 815
Deferred income	-	-	-	-	-	-	-
Provisions	42 916	43 077	30 941	705	3 017	3 517	4 017
Non-current provision	6 000	6 000	6 000	(6 000)	-	-	-
Transfer and subsidies	36 916	37 077	24 941	6 705	3 017	3 517	4 017
Contingent liabilities	-	-	-	-	-	-	-
Total equity and liabilities	88 413	95 791	99 895	57 751	48 200	48 452	49 555

*Note: Some Transfers received do not equal amounts in Table 3.11, as portion of the transfer is reflected against other items in the statement of financial position.

Table 3.T : Personnel summary for ADA

	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
A. Permanent and full-time-contract employees							
Personnel cost (R thousand)	13 958	17 413	20 737	23 912	25 651	29 209	31 634
Personnel numbers (head count)	30	32	39	37	38	46	46
Unit cost	465	544	532	646	675	635	688
B. Part-time and temporary contract employees							
Personnel cost (R thousand)	-	-	182	900	900	-	-
Personnel numbers (head count)	-	-	1	5	5	-	-
Unit cost	-	-	182	180	180	-	-
C. Interns							
Personnel cost (R thousand)	-	-	420	-	420	-	-
Personnel numbers (head count)	-	-	5	-	5	-	-
Unit cost	-	-	84	-	84	-	-
Total for entity							
Personnel cost (R thousand)	13 958	17 413	21 339	24 812	26 971	29 209	31 634
Personnel numbers (head count)	30	32	45	42	48	46	46
Unit cost	465	544	474	591	562	635	688
D. Learnerships							
Personnel cost (R thousand)	-	-	-	-	-	-	-
Personnel numbers (head count)	-	-	-	-	-	-	-
Unit cost	-	-	-	-	-	-	-

Details of personnel numbers according to salary level

Salary level	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Board Members	6	9	9	8	7	7	7
Executive Management	5	5	5	5	5	5	5
Senior Management	3	3	3	3	3	3	3
Middle Management	12	11	11	12	12	12	12
Professionals	5	7	10	9	10	12	12
Semi-skilled	5	6	11	13	13	14	14
Very low skilled	-	-	5	-	5	-	-
Total	36	41	54	50	55	53	53

Table 3.U : Personnel summary for Mjindi

	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
A. Permanent and full-time-contract employees							
Personnel cost (R thousand)	12 127	13 943	15 170	19 548	22 579	23 908	25 827
Personnel numbers (head count)	50	53	64	65	75	75	75
Unit cost	243	263	237	301	301	319	344
B. Part-time and temporary contract employees							
Personnel cost (R thousand)	238	127	266	287	310	334	361
Personnel numbers (head count)	13	3	4	7	4	4	4
Unit cost	18	42	67	41	78	84	90
C. Interns							
Personnel cost (R thousand)	-	-	-	120	240	240	240
Personnel numbers (head count)	-	-	-	2	4	4	4
Unit cost	-	-	-	60	60	60	60
Total for entity							
Personnel cost (R thousand)	12 365	14 070	15 436	19 955	23 129	24 482	26 428
Personnel numbers (head count)	63	56	68	74	83	83	83
Unit cost	196	251	227	270	279	295	318
D. Learnerships							
Personnel cost (R thousand)	-	-	-	-	-	-	-
Personnel numbers (head count)	-	-	-	-	-	-	-
Unit cost	-	-	-	-	-	-	-

Details of personnel numbers according to salary level

Salary level	Audited outcome			Revised Estimate	Medium-term Estimates		
	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Board Members	8	8	8	8	8	8	8
Executive Management	2	1	1	1	1	1	1
Senior Management	2	3	3	3	3	3	3
Middle Management	1	1	5	5	5	5	5
Professionals	5	4	6	6	6	6	6
Semi-skilled	13	12	39	42	50	50	50
Very low skilled	40	35	14	17	18	18	18
Total	71	64	76	82	91	91	91