

Vote 29

Land Affairs

	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	R3 881 513 000	R3 897 117 000		R15 604 000
Responsible minister	Minister of Agriculture and Land Affairs			
Administering department	Department of Land Affairs			
Accounting officer	Director-General of Land Affairs			

Aim

The aim of the Department of Land Affairs is to provide an equitable and sustainable land dispensation that promotes social and economical development

Changes to programme purposes and measurable objectives

There were no changes to programme purposes and measurable objectives.

Adjusted Estimates of National Expenditure 2005

Table 29.1: Land Affairs

Programme	2005/06						
	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
R thousand		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	214 523	-	-	70 254	3 478	73 732	288 255
2. Surveys and Mapping	75 256	745	-	8 500	-	9 245	84 501
3. Cadastral Surveys	86 043	-	-	(1 500)	-	(1 500)	84 543
4. Restitution	2 705 678	-	-	-	-	-	2 705 678
5. Land Reform	770 098	11 381	-	(76 780)	-	(65 399)	704 699
6. Spatial Planning and Information	19 222	-	-	-	-	-	19 222
7. Auxiliary and Associated Services	10 693	-	-	(474)	-	(474)	10 219
Total	3 881 513	12 126	-	-	3 478	15 604	3 897 117
Economic classification							
Current payments	787 380	745	-	37 900	3 434	42 079	829 459
Compensation of employees	464 488	-	-	(24 377)	2 197	(22 180)	442 308
Goods and services	322 892	745	-	61 077	1 237	63 059	385 951
Financial transactions in assets and liabilities	-	-	-	1 200	-	1 200	1 200
Transfers and subsidies to:	3 058 267	11 381	-	(77 804)	44	(66 379)	2 991 888
Provinces and municipalities	9 163	-	-	10	9	19	9 182
Departmental agencies and accounts	956	-	-	-	-	-	956
Public corporations and private enterprises	36	-	-	(35)	35	-	36
Non-profit institutions	1 000	-	-	-	-	-	1 000
Households	3 047 112	11 381	-	(77 779)	-	(66 398)	2 980 714
Payments for capital assets	35 866	-	-	39 904	-	39 904	75 770
Machinery and equipment	29 539	-	-	38 748	-	38 748	68 287
Software and other intangible assets	6 327	-	-	1 156	-	1 156	7 483
Total	3 881 513	12 126	-	-	3 478	15 604	3 897 117

Details of adjustments to Estimates of National Expenditure 2005

Roll-overs – R12,126 million

Programme 2: Surveys and Mapping

R745 000 has been rolled over for an analysis of project plan and initiation and system requirements delayed by approval processes.

Programme 5: Land Reform

Projects for 2004/05 that were delayed due to the deeds registration process and disputes between land owners, communities and the department resulted in savings of R11,381 million. This money has been rolled over for land reform grants.

Virements

Table 29.2: Land Affairs (Net effect of all virements)

To	R thousand	From	R thousand
Programme			
3 Cadastral Surveys	1 500	1 Administration	70 254
5 Land Reform	76 780	2 Surveys and Mapping	8 500
7 Auxiliary and Associated Services	474		
Economic classification item			
Compensation of employees	24 377	Goods and services	61 077
Transfers to public corporations and private enterprises	35	Financial transactions in assets and liabilities	1 200
Transfers to households	77 778	Transfers to provinces and municipalities	9
		Machinery and equipment	38 748
		Software and other intangible assets	1 156

Details of savings

Programme 3: Cadastral Surveys

Savings of R1,5 million are because capital assets were not purchased as anticipated.

Programme 5: Land Reform

Savings of R15,942 million are due mainly to delays in establishing district level delivery offices.

Savings of R60,838 million are due to difficulties in obtaining suitable land at realistic prices for the land reform process.

Programme 7: Auxiliary and Associated Services

Savings of R474 000 are because of delays in initiating the public private partnership (PPP) for accommodation.

Utilisation of savings

Programme 1: Administration

R70,254 million has been used as follows:

- R14 million for internal audit to carry out various investigations within the scope of the revised audit plan for 2005/06 to 2007/08
- R12 million for monitoring and evaluation of the quality of life survey, the assessment of settled land restitution claims, and the baseline study for the Communal Land Rights Act
- R11 million for human capital and organisational development for organisational design and human resource planning, the performance management development system, and a skills audit

- R1,2 million for the Modderklip court settlement
- R4 million for the department's 50 per cent contribution to the Land Summit, jointly hosted with the Department of Agriculture
- R27,58 million for major IT projects, including making different systems compatible
- R474 000 for a project manager for the PPP for accommodation.

Programme 2: Surveys and Mapping

R8,5 million has been used to replace and upgrade TrigNet equipment to provide real time services in extensive areas of Eastern Cape, KwaZulu-Natal, Mpumalanga and Limpopo, and to support the Gautrain project and housing projects in other provinces.

Funds shifted within a programme

Programme 4: Restitution

R17 million, for restitution grants which could not be paid as there was a dispute between the beneficiaries and the landowner, has been shifted from transfers to households to goods and services to fund the unanticipated legal costs of the Richtersveld Land Claim.

Other adjustments – R3,478 million

Shifting of funds between votes

R3,478 million will be transferred from the Department of Agriculture for the operational costs of the office of the deputy minister for the 2005/06 financial year, as a result of the shift of this function to the Department of Land Affairs.

Expenditure 2004/05 and preliminary expenditure 2005/06

Table 29.3: Land Affairs

Programme	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
1.Administration	213 548	73 114	192 019	89,9	288 255	88 598	21,2
2.Surveys and Mapping	73 617	24 926	65 596	89,1	84 501	28 382	13,9
3.Cadastral Surveys	80 886	34 397	79 044	97,7	84 543	36 200	5,2
4.Restitution	1 134 831	698 228	1 182 780	104,2	2 705 678	728 310	4,3
5.Land Reform	501 514	158 279	453 656	90,5	704 699	183 515	15,9
6.Spatial Planning and Information	19 262	5 602	15 180	78,8	19 222	8 254	47,3
7.Auxiliary and Associated Services	8 224	169	2 624	31,9	10 219	2 302	1262,1
Total	2 031 882	994 715	1 990 899	98,0	3 897 117	1 075 561	8,1

R thousand	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
Current payments	665 249	248 862	602 251	90,5	829 459	325 864	30,9
Compensation of employees	370 953	147 858	320 085	86,3	442 308	181 872	23,0
Goods and services	294 296	100 973	281 585	95,7	385 951	142 999	41,6
Interest and rent on land	-	(3)	-	-	-	(4)	33,3
Financial transactions in assets and liabilities	-	34	581	-	1 200	997	2832,4
Transfers and subsidies to:	1 329 980	735 525	1 347 667	101,3	2 991 888	742 083	0,9
Provinces and municipalities	7 176	437	7 206	100,4	9 182	549	25,6
Departmental agencies and accounts	909	225	285	31,4	956	417	85,3
Universities and technikons	-	100	100	-	-	-	-
Public corporations and private enterprises	13	20	13	100,0	36	1	(95,0)
Non-profit institutions	-	-	-	-	1 000	-	-
Households	1 321 882	734 743	1 340 063	101,4	2 980 714	741 116	0,9
Payments for capital assets	36 653	10 328	40 981	111,8	75 770	7 614	(26,3)
Machinery and equipment	26 835	10 328	36 977	137,8	68 287	6 807	(34,1)
Software and other intangible assets	9 818	-	4 004	40,8	7 483	807	-
Total	2 031 882	994 715	1 990 899	98,0	3 897 117	1 075 561	8,1

Selected expenditure trends for first half of 2005/06 financial year

Expenditure in the first six months of 2005/06 was R1,075 billion, or 27,5 per cent of the adjusted appropriation of R3,897 billion for the whole year. The low spending level is mainly due to delays in the restitution programme.

Summary of transfers and subsidies and conditional grants

Table 29.4 Summary of transfers and subsidies per programme

Table 29.5 Summary of conditional grants to provinces

Table 29.4: Summary of transfers and subsidies per programme

R thousand	2005/06						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1.Administration	579	-	-	(32)	44	12	591
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	275	-	-	8	9	17	292
Regional Services Council levies	275	-	-	8	9	17	292
Public corporations and private enterprises							
Private enterprises							
Subsidies on production							
Current	35	-	-	(35)	35	-	35
Non life insurance premiums	35	-	-	(35)	35	-	35
Households							
Social benefits							
Current	269	-	-	(5)	-	(5)	264
Leave Gratuity	269	-	-	(5)	-	(5)	264

R thousand	2005/06						Adjusted appropriation
	Main Appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
2.Surveys and Mapping	2 158	-	-	64	-	64	2 222
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	86	-	-	-	-	-	86
Regional Services Council levies	86	-	-	-	-	-	86
Households							
Other transfers							
Current	2 072	-	-	64	-	64	2 136
Employer social benefit	2 072	-	-	64	-	64	2 136
3.Cadastral Surveys	181	-	-	2	-	2	183
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	181	-	-	2	-	2	183
Regional Services Council levies	181	-	-	2	-	2	183
4.Restitution	2 489 367	-	-	(17 000)	-	(17 000)	2 472 367
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	369	-	-	-	-	-	369
Regional Services Council levies	369	-	-	-	-	-	369
Households							
Other transfers							
Capital	2 488 998	-	-	(17 000)	-	(17 000)	2 471 998
Restitution grants	2 488 998	-	-	(17 000)	-	(17 000)	2 471 998
5.Land Reform	564 952	11 381	-	(60 838)	-	(49 457)	515 495
Provinces and municipalities							
Provinces							
Provincial revenue funds							
Capital	8 000	-	-	-	-	-	8 000
Land Distribution: Alexandra Urban Renewal Project Grant	8 000	-	-	-	-	-	8 000
Municipalities							
Municipal bank accounts							
Current	224	-	-	-	-	-	224
Regional Services Council levies	224	-	-	-	-	-	224
Departmental agencies and accounts							
Public entities							
Current	954	-	-	-	-	-	954
KwaZulu-Natal Ingonyama Trust Board	954	-	-	-	-	-	954
Public corporations and private enterprises							
Public corporations							
Other transfers							
Capital	1	-	-	-	-	-	1
Khula Land Reform Credit Facility	1	-	-	-	-	-	1
Households							
Social benefits							
Current	-	-	-	10	-	10	10
Leave Gratuity	-	-	-	10	-	10	10
Other transfers							
Capital	555 773	11 381	-	(60 848)	-	(49 467)	506 306
Land Reform Grant	555 773	11 381	-	(60 848)	-	(49 467)	506 306

R thousand	2005/06						Adjusted appropriation
	Main Appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
6.Spatial Planning and Information	1 028	-	-	-	-	-	1 028
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	28	-	-	-	-	-	28
Regional Services Council levies	28	-	-	-	-	-	28
Non-profit institutions							
Current	1 000	-	-	-	-	-	1 000
South African Council for Planners	1 000	-	-	-	-	-	1 000
7.Auxiliary and Associated Services	2	-	-	-	-	-	2
Departmental agencies and accounts							
Public entities							
Current	2	-	-	-	-	-	2
Public Sector Education and Training Authority	1	-	-	-	-	-	1
Registration of Deeds Trading Account	1	-	-	-	-	-	1
Total	3 058 267	11 381	-	(77 804)	44	(66 379)	2 991 888

Table 29.5: Summary of conditional grants to provinces ¹

R thousand	2005/06						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
5.Land Reform							
Land Reform Grants							
Land Distribution: Alexandra Urban Renewal Project Grant	8 000	-	-	-	-	-	8 000
Total	8 000	-	-	-	-	-	8 000

¹ Main appropriation detail provided in the Division of Revenue Act, 2005