

Vote 26

Agriculture, Forestry and Fisheries

Adjusted budget summary

2013/14				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	6 177 987	6 182 282	-	4 295
<i>of which:</i>				
Current payments	2 421 410	2 395 814	(25 596)	-
Transfers and subsidies	3 658 083	3 639 349	(18 734)	-
Payments for capital assets	98 494	147 119	-	48 625
Executive authority	Minister of Agriculture, Forestry and Fisheries			
Accounting officer	Director-General of Agriculture, Forestry and Fisheries			
Website address	www.daff.gov.za			

Aim

Lead, support and promote agricultural, forestry and fisheries resources management through policies, strategies and programmes to enhance sustainable use and achieve economic growth, job creation, food security, rural development and transformation.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Number of new producers participating in animal improvement schemes per year	Agricultural Production, Health and Food Safety	Outcome 7: Vibrant, equitable and sustainable rural communities and food security for all	1 300	700	-
Number of planned surveillances on animal diseases and pests conducted per year	Agricultural Production, Health and Food Safety		2	0	-
Number of planned surveillances on plant diseases and pests conducted per year	Agricultural Production, Health and Food Safety		1	0	-
Number of subsistence farmers supported per year	Food Security and Agrarian Reform		140 000	792	-
Number of smallholder farmers supported per year	Food Security and Agrarian Reform		16 500	6 012	-
Total number of infrastructure anchor projects established	Food Security and Agrarian Reform		4	1	-
Number of agricultural colleges accredited by council on Higher Education per year	Food Security and Agrarian Reform		2	1	-
Number of beneficiaries accessing the comprehensive agricultural support programme per year	Food Security and Agrarian Reform		38 000	6 471	-

2013 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Number of farmers awarded production loans under the Micro Agricultural Financial Institutions of South Africa scheme per year	Food Security and Agrarian Reform	Outcome 7: Vibrant, equitable and sustainable rural communities and food security for all	5 000	726	–
Number of hectares for afforestation facilitated per year	Forestry		1 000ha	0	–
Number of hectares of temporary unplanted areas per year	Forestry	Outcome 10: Environmental assets and natural resources that are well protected and continually enhanced	1 780ha	20ha	–
Number of jobs created through refurbishment of category B and C plantations for expanded public works programme per year	Forestry	Outcome 4: Decent employment through economic growth	2 725	667	–
Number of LandCare jobs created per year (105 000 opportunities=454 full time equivalent)	Forestry		1 100	381	–
Number of fish farms (aquaculture) established per year	Fisheries	Outcome 10: Environmental assets and natural resources that are well protected and continually enhanced	5	0	–
Number of job opportunities created per year (Working for Fisheries programme)	Fisheries	Outcome 4: Decent employment through economic growth	1 000	839	–
Number of aquaculture research projects implemented per year	Fisheries	Outcome 10: Environmental assets and natural resources that are well protected and continually enhanced	2	1	–
Number of assessments conducted per year to determine the state of resources in the fisheries sector	Fisheries	Outcome 10: Environmental assets and natural resources that are well protected and continually enhanced	22	4	–

Mid-year progress

The department provided 6 471 beneficiaries with access to comprehensive agricultural support programmes. The performance is low due to delays in transferring funds to provinces. Provinces were required to review and reprioritise their conditional grants to focus 70 per cent of the comprehensive agricultural support programme towards food production and this led to delays in finalising funding agreements.

The under achievement relating to farmers awarded production loans under the Micro Agricultural Financial Institutions of South Africa was due to: the delays in the reappointment of accredited institutions and the process of accrediting new applicants (institutions); unaffordable enterprise insurance for the institutions' target market; lack of financial literacy; and a lower number of applications for loans due to more dry areas caused by climate change. Only 20 hectares of temporary unplanted areas were planted in the first half of the year against a target of 1 780 as the re-planting usually takes place during rainy months, in the second half of the year. The annual target, however, should be on track to being achieved by the end of 2013/14.

The department has decided not to establish fish farms (aquaculture). In relation to this indicator, the department is instead conducting aquaculture awareness workshops in partnership with the Department of Trade and Industry and the Food and Agriculture Organisation, to provide technical and financial support to fish farms. 9 workshops were conducted in 9 provinces (aquaculture) in the first six months of 2013/14.

While the performance for all other indicators in the period was slow, annual targets are expected to be met by March 2014.

Adjusted Estimates of National Expenditure 2013

Programme	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Administration	663 949	-	-	6 931	-	-	6 931	670 880
Agricultural Production, Health and Food Safety	2 066 145	-	-	(29 626)	-	-	(29 626)	2 036 519
Food Security and Agrarian Reform	1 597 735	-	-	1 581	-	-	1 581	1 599 316
Trade Promotion and Market Access	231 648	-	-	26 560	-	-	26 560	258 208
Forestry	1 184 474	-	-	(5 146)	-	4 295	(851)	1 183 623
Fisheries	434 036	-	-	(300)	-	-	(300)	433 736
Total	6 177 987	-	-	-	-	4 295	4 295	6 182 282
Economic classification								
Current payments	2 421 410	-	-	(25 596)	-	-	(25 596)	2 395 814
Compensation of employees	1 655 977	-	-	(52 721)	-	-	(52 721)	1 603 256
Goods and services	763 373	-	-	28 024	-	-	28 024	791 397
Interest and rent on land	2 060	-	-	(899)	-	-	(899)	1 161
Transfers and subsidies	3 658 083	-	-	(23 029)	-	4 295	(18 734)	3 639 349
Provinces and municipalities	2 148 470	-	-	150	-	4 295	4 445	2 152 915
Departmental agencies and accounts	1 313 132	-	-	(43 515)	-	-	(43 515)	1 269 617
Higher education institutions	6 992	-	-	(1 184)	-	-	(1 184)	5 808
Foreign governments and international organisations	33 659	-	-	12 260	-	-	12 260	45 919
Public corporations and private enterprises	137 768	-	-	1 631	-	-	1 631	139 399
Non-profit institutions	16 237	-	-	4 081	-	-	4 081	20 318
Households	1 825	-	-	3 548	-	-	3 548	5 373
Payments for capital assets	98 494	-	-	48 625	-	-	48 625	147 119
Buildings and other fixed structures	38 432	-	-	(734)	-	-	(734)	37 698
Machinery and equipment	59 184	-	-	48 454	-	-	48 454	107 638
Biological assets	663	-	-	(159)	-	-	(159)	504
Software and other intangible assets	215	-	-	1 064	-	-	1 064	1 279
Total	6 177 987	-	-	-	-	4 295	4 295	6 182 282

Programme 1: Administration

Subprogramme	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Ministry	30 444	-	-	20	-	-	20	30 464
Department Management	22 756	-	-	(1 728)	-	-	(1 728)	21 028
Financial Administration	145 517	-	-	(1 511)	-	-	(1 511)	144 006
Internal Audit	8 257	-	-	-	-	-	-	8 257
Corporate Services	151 695	-	-	(26)	-	-	(26)	151 669
Stakeholder Relations, Communication and Legal Services	62 981	-	-	7 196	-	-	7 196	70 177
Policy, Planning, Monitoring and Evaluation	77 676	-	-	2 980	-	-	2 980	80 656
Office Accommodation	164 623	-	-	-	-	-	-	164 623
Total	663 949	-	-	6 931	-	-	6 931	670 880

Programme 1: Administration (continued)

R thousand	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
Economic classification								
Current payments	648 373	–	–	1 089	–	–	1 089	649 462
Compensation of employees	341 181	–	–	(14 329)	–	–	(14 329)	326 852
Goods and services	306 969	–	–	15 641	–	–	15 641	322 610
Interest and rent on land	223	–	–	(223)	–	–	(223)	–
Transfers and subsidies	8 723	–	–	60	–	–	60	8 783
Provinces and municipalities	51	–	–	5	–	–	5	56
Departmental agencies and accounts	8 672	–	–	–	–	–	–	8 672
Households	–	–	–	55	–	–	55	55
Payments for capital assets	6 853	–	–	5 782	–	–	5 782	12 635
Buildings and other fixed structures	5 000	–	–	–	–	–	–	5 000
Machinery and equipment	1 848	–	–	4 672	–	–	4 672	6 520
Software and other intangible assets	5	–	–	1 110	–	–	1 110	1 115
Total	663 949	–	–	6 931	–	–	6 931	670 880

Programme 2: Agricultural Production, Health and Food Safety

R thousand	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
Subprogramme								
Management	2 740	–	–	192	–	–	192	2 932
Inspection and Laboratory Services	303 152	–	–	(5 948)	–	–	(5 948)	297 204
Plant Production and Health	510 181	–	–	(2 576)	–	–	(2 576)	507 605
Animal Production and Health	299 818	–	–	(21 294)	–	–	(21 294)	278 524
Agricultural Research	950 254	–	–	–	–	–	–	950 254
Total	2 066 145	–	–	(29 626)	–	–	(29 626)	2 036 519
Economic classification								
Current payments	570 243	–	–	(61 302)	–	–	(61 302)	508 941
Compensation of employees	415 944	–	–	(28 656)	–	–	(28 656)	387 288
Goods and services	154 034	–	–	(32 381)	–	–	(32 381)	121 653
Interest and rent on land	265	–	–	(265)	–	–	(265)	–
Transfers and subsidies	1 493 906	–	–	653	–	–	653	1 494 559
Provinces and municipalities	438 478	–	–	102	–	–	102	438 580
Departmental agencies and accounts	950 254	–	–	–	–	–	–	950 254
Public corporations and private enterprises	97 500	–	–	–	–	–	–	97 500
Non-profit institutions	7 649	–	–	–	–	–	–	7 649
Households	25	–	–	551	–	–	551	576
Payments for capital assets	1 996	–	–	31 023	–	–	31 023	33 019
Machinery and equipment	1 986	–	–	30 920	–	–	30 920	32 906
Software and other intangible assets	10	–	–	103	–	–	103	113
Total	2 066 145	–	–	(29 626)	–	–	(29 626)	2 036 519

Programme 3: Food Security and Agrarian Reform

Subprogramme	2013/14								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
R thousand									
Management	2 666	-	-	-	-	-	-	2 666	
Food Security	1 015 932	-	-	3 325	-	-	3 325	1 019 257	
Sector Capacity Development	208 419	-	-	(1 438)	-	-	(1 438)	206 981	
National Extension Support Services	370 718	-	-	(306)	-	-	(306)	370 412	
Total	1 597 735	-	-	1 581	-	-	1 581	1 599 316	
Economic classification									
Current payments	191 246	-	-	36 978	-	-	36 978	228 224	
Compensation of employees	117 389	-	-	371	-	-	371	117 760	
Goods and services	73 800	-	-	36 664	-	-	36 664	110 464	
Interest and rent on land	57	-	-	(57)	-	-	(57)	-	
Transfers and subsidies	1 371 729	-	-	(38 414)	-	-	(38 414)	1 333 315	
Provinces and municipalities	1 301 323	-	-	16	-	-	16	1 301 339	
Departmental agencies and accounts	58 259	-	-	(39 932)	-	-	(39 932)	18 327	
Higher education institutions	4 800	-	-	(1 184)	-	-	(1 184)	3 616	
Public corporations and private enterprises	3 390	-	-	1 631	-	-	1 631	5 021	
Non-profit institutions	2 500	-	-	-	-	-	-	2 500	
Households	1 457	-	-	1 055	-	-	1 055	2 512	
Payments for capital assets	34 760	-	-	3 017	-	-	3 017	37 777	
Buildings and other fixed structures	33 432	-	-	(754)	-	-	(754)	32 678	
Machinery and equipment	1 228	-	-	3 863	-	-	3 863	5 091	
Software and other intangible assets	100	-	-	(92)	-	-	(92)	8	
Total	1 597 735	-	-	1 581	-	-	1 581	1 599 316	

Programme 4: Trade Promotion and Market Access

Subprogramme	2013/14								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
R thousand									
Management	2 672	-	-	-	-	-	-	2 672	
International Relations and Trade	106 353	-	-	17 503	-	-	17 503	123 856	
Cooperatives and Rural Enterprise Development	72 418	-	-	(9 282)	-	-	(9 282)	63 136	
Agro-processing and Marketing	50 205	-	-	18 339	-	-	18 339	68 544	
Total	231 648	-	-	26 560	-	-	26 560	258 208	
Economic classification									
Current payments	124 924	-	-	13 853	-	-	13 853	138 777	
Compensation of employees	80 992	-	-	(2)	-	-	(2)	80 990	
Goods and services	43 848	-	-	13 939	-	-	13 939	57 787	
Interest and rent on land	84	-	-	(84)	-	-	(84)	-	
Transfers and subsidies	106 356	-	-	12 272	-	-	12 272	118 628	
Provinces and municipalities	-	-	-	10	-	-	10	10	
Departmental agencies and accounts	35 819	-	-	-	-	-	-	35 819	
Foreign governments and international organisations	33 659	-	-	12 260	-	-	12 260	45 919	

Programme 4: Trade Promotion and Market Access (continued)

R thousand	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
Public corporations and private enterprises	36 878	-	-	-	-	-	-	36 878
Households	-	-	-	2	-	-	2	2
Payments for capital assets	368	-	-	435	-	-	435	803
Machinery and equipment	303	-	-	470	-	-	470	773
Biological assets	5	-	-	-	-	-	-	5
Software and other intangible assets	60	-	-	(35)	-	-	(35)	25
Total	231 648	-	-	26 560	-	-	26 560	258 208

Programme 5: Forestry

Subprogramme	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
Management	3 007	-	-	-	-	-	-	3 007
Forestry Operations	466 324	-	-	(886)	-	-	(886)	465 438
Forestry Oversight and Regulation	56 094	-	-	(736)	-	-	(736)	55 358
Natural Resources Management	659 049	-	-	(3 524)	-	4 295	771	659 820
Total	1 184 474	-	-	(5 146)	-	4 295	(851)	1 183 623
Economic classification								
Current payments	709 716	-	-	(19 477)	-	-	(19 477)	690 239
Compensation of employees	523 563	-	-	(13 368)	-	-	(13 368)	510 195
Goods and services	184 722	-	-	(5 839)	-	-	(5 839)	178 883
Interest and rent on land	1 431	-	-	(270)	-	-	(270)	1 161
Transfers and subsidies	420 241	-	-	5 963	-	4 295	10 258	430 499
Provinces and municipalities	408 618	-	-	17	-	4 295	4 312	412 930
Departmental agencies and accounts	3 000	-	-	-	-	-	-	3 000
Higher education institutions	2 192	-	-	-	-	-	-	2 192
Non-profit institutions	6 088	-	-	4 081	-	-	4 081	10 169
Households	343	-	-	1 865	-	-	1 865	2 208
Payments for capital assets	54 517	-	-	8 368	-	-	8 368	62 885
Buildings and other fixed structures	-	-	-	20	-	-	20	20
Machinery and equipment	53 819	-	-	8 529	-	-	8 529	62 348
Biological assets	658	-	-	(159)	-	-	(159)	499
Software and other intangible assets	40	-	-	(22)	-	-	(22)	18
Total	1 184 474	-	-	(5 146)	-	4 295	(851)	1 183 623

Programme 6: Fisheries

Subprogramme	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Management	1 967	–	–	(360)	–	–	(360)	1 607
Aquaculture	29 387	–	–	360	–	–	360	29 747
Monitoring Control and Surveillance	73 597	–	–	–	–	–	–	73 597
Marine Resources Management	17 634	–	–	–	–	–	–	17 634
Fisheries Research and Development	54 323	–	–	3 283	–	–	3 283	57 606
Marine Living Resources Fund	257 128	–	–	(3 583)	–	–	(3 583)	253 545
Total	434 036	–	–	(300)	–	–	(300)	433 736
Economic classification								
Current payments	176 908	–	–	3 263	–	–	3 263	180 171
Compensation of employees	176 908	–	–	3 263	–	–	3 263	180 171
Transfers and subsidies	257 128	–	–	(3 563)	–	–	(3 563)	253 565
Departmental agencies and accounts	257 128	–	–	(3 583)	–	–	(3 583)	253 545
Households	–	–	–	20	–	–	20	20
Total	434 036	–	–	(300)	–	–	(300)	433 736

Details of adjustments to the Estimates of National Expenditure 2013**Virements and shifts****Programmes**

1. Administration
2. Agricultural Production, Health and Food Safety
3. Food Security and Agrarian Reform
4. Trade Promotion and Market Access
5. Forestry
6. Fisheries

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(20 116)	Programme 1		14 724
Goods and services	Reduction on agencies and outsourced services	(4 449)	Machinery and equipment	Purchase of motor vehicles, office furniture, and computers	4 449
	Reduction on travel and subsistence	(5)	Provinces and municipalities	Vehicle licences	5
	Reduction on travel and subsistence, business and advisory services, agencies and outsourced services	(1 110)	Software and other intangible assets	Purchase of software	1 110
Compensation of employees	Vacant posts	(9 105)	Goods and services	Computer services and property payments	9 105
	Reduction on salaries and wages (due to vacancies)	(55)	Households	Leave gratuities	55
	Reduction on salaries and wages (due to vacancies) ¹	(1 050)	Programme 3		1 050
			Households	Female farmer prize money	1 050

2013 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
			Programme 4		4 119
	Reduction on salaries and wages (due to vacancies) ¹	(4 119)	Foreign governments and international organisations	Pledge to the Food and Agriculture Organisation and a contribution for South Africa's hosting of the World Forestry Congress	4 119
			Programme 1		223
Interest and rent on land	Reclassification of interest on financing leases	(223)	Machinery and equipment	Leasing of photocopiers	223
Shifts within the programme as a percentage of the programme budget		2.3%			
Virements to other programmes as a percentage of the programme budget		0.8%			
Programme 2		(80 169)	Programme 1		5 400
Goods and services	Reduction on assets less than R5 000	(5 400)	Goods and services	Insufficient funds and for the national Female Entrepreneur Awards	5 400
			Programme 2		30 845
	Reduction on contractors, inventory and consumables	(30 637)	Machinery and equipment	Computers, mobile clinics, leasing of photocopiers, and laboratory equipment	30 637
	Reduction on computer services	(102)	Provinces and municipalities	Vehicle licences	102
	Reduction on assets less than R5 000	(103)	Software and other intangible assets	Purchase of software	103
	Reclassification due to funds incorrectly classified in the 2013 ENE	(3)	Departmental agencies and accounts	Television licences	3
			Programme 4		15 000
	Reduction on contractors, inventory and consumables	(15 000)	Goods and services	Services provided by the National Agricultural Marketing Council for the strategic infrastructure project	15 000
			Programme 1		235
Compensation of employees	Vacant posts	(235)	Goods and services	Micro Agricultural Finance Institution of South Africa and the impact evaluation of the comprehensive agricultural support programme	235
			Programme 2		19 430
	Vacant posts	(18)	Machinery and equipment	Computers	18
	Vacant posts	(18 861)	Goods and services	Consumable supplies	18 861
	Vacant posts	(551)	Households	Leave gratuities	551
			Programme 3		1 631
	Vacant posts	(1 631)	Public corporations and private enterprises	Ncera farms operations	1 631

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
			Programme 4		7 360
	Vacant posts	(7 360)	Foreign governments and international organisations	Contribution for the hosting of the World Forestry Congress	7 360
			Programme 2		268
Interest and rent on land	Reclassification of finance leases, which were incorrectly classified in the 2013 ENE	(265)	Machinery and equipment	Leasing of photocopiers	265
Departmental agencies and accounts	Reversal of funds shifted from goods and services	(3)	Goods and services	Television licences	3
Shifts within the programme as a percentage of the programme budget		2.4%			
Virements to other programmes as a percentage of the programme budget		1.4%			
Programme 3		(52 447)	Programme 1		2 000
Goods and services	Reduction on venues and facilities	(2 000)	Goods and services	World Food Day	2 000
			Programme 3		3 592
	Reduction on venues and facilities	(2 960)	Machinery and equipment	Capital assets	2 960
	Reduction on advertising costs	(16)	Provinces and municipalities	Vehicle licences	16
	Reduction on agencies and outsourced services	(616)	Departmental agencies and accounts	Water Research Commission	616
			Programme 1		2 731
Compensation of employees	Vacant posts	(2 731)	Goods and services	Micro Agricultural Finance Institution of South Africa and the impact evaluation of the comprehensive agricultural support programme	2 731
			Programme 3		44 124
	Vacant posts	(5)	Households	Leave gratuities	5
Interest and rent on land	Reclassification of finance leases, which were incorrectly classified in the 2013 ENE	(57)	Machinery and equipment	Purchase of capital assets	57
Departmental agencies and accounts	Reclassification of funds	(42 000)	Goods and services	Reclassification of the economic competitiveness support package: Provincial and rural agricultural colleges	42 000
	Reduction on payment to the Perishable Products Export Control Board ¹	(32)	Goods and services	Shortfall in funds for goods and services	32
Buildings and other fixed structures	Reduction on buildings and other fixed structures	(754)	Machinery and equipment	Purchase of agricultural equipment	754
Software and other intangible assets	Reduction on software and other intangible assets	(92)	Machinery and equipment	Purchase of agricultural equipment	92
Higher education institutions	Reduction on transfers	(1 184)	Departmental agencies and accounts	Water Research Commission	1 184
Shifts within the programme as a percentage of the programme budget		3.0%			
Virements to other programmes as a percentage of the programme budget		0.3%			

2013 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 4			Programme 1		
Goods and services	Reduction on computer services	(700)	Goods and services	Purchase of consumables	700
			Programme 4		
	Reduction on consultants and business and advisory services	(329)	Machinery and equipment	Purchase of computers	329
	Reduction on business and advisory services	(10)	Provinces and municipalities	Vehicle licences	10
	Reduction on business and advisory services	(22)	Software and other intangible assets	Purchase of software	22
Compensation of employees	Vacant posts	(2)	Households	Leave gratuities	2
Interest and rent on land	Reclassification of finance leases, which were incorrectly classified in the 2013 ENE	(84)	Machinery and equipment	Leasing of photocopiers	84
Software and other intangible assets	Reduction on intangible assets	(57)	Machinery and equipment	Purchase of computers	57
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.3%			
Programme 5			Programme 3		
(20 447)			224		
Goods and services	Reduction on travel and accommodation	(224)	Goods and services	Shortfall in goods and services	224
			Programme 5		
	Reduction on agencies and outsourced services	(5 313)	Machinery and equipment	Purchase of motor vehicles	5 313
	Reduction on administrative fees	(16)	Provinces and municipalities	Vehicle licences	16
	Reduction on administrative fees	(300)	Biological assets	Purchase of plants	300
	Reduction on administrative fees	(159)	Interest and rent on land	Rent on land	159
	Reduction on administrative fees	(20)	Buildings and other fixed structures	Capital assets	20
			Programme 1		
Compensation of employees	Vacant posts	(1 034)	Goods and services	Shortfall in goods and services	1 034
			Programme 3		
	Vacant posts	(3 107)	Compensation of employees	Shortfall in goods and services	3 107
	Vacant posts		Programme 4		
	Vacant posts	(781)	Foreign governments and international organisations	African Solidarity Trust Fund	781
			Programme 5		
	Vacant posts	(2 500)	Machinery and equipment	Purchase of vehicles and computers	2 500
	Reduction on salaries and wages (due to vacancies)	(1 865)	Households	Leave gratuities	1 865
	Vacant posts	(4 081)	Non-profit institutions	Contribution to the Lima Rural Development Foundation	4 081

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Interest and rent on land	Reclassification of interest on finance leases	(372)	Machinery and equipment	Leasing of photocopiers	372
	Reduction on interest and rental of land	(1)	Provinces and municipalities	Vehicle licences	1
	Reclassification of interest on financial leases	(56)	Goods and services	Fleet services	56
Software and other intangible assets	Reduction on software and intangible assets	(22)	Machinery and equipment	Purchase of computers	22
Biological assets	Reduction on budget for fruit trees	(459)	Machinery and equipment	Purchase of computers	459
Machinery and equipment	Reduction on finance leases	(137)	Goods and services	Payment of operating leases (reclassification of funds incorrectly allocated to capital assets)	137
Shifts within the programme as a percentage of the programme budget		1.3%			
Virements to other programmes as a percentage of the programme budget		0.4%			
Programme 6		(3 603)	Programme 6		20
Compensation of employees	Vacant post	(20)	Households	Leave gratuities	20
Departmental agencies and accounts	Reduction on transfers and subsidies ¹	(300)	Programme 3		300
	Reduction on transfers and subsidies ¹	(3 283)	Departmental agencies and accounts	National Student Financial Aid Scheme	300
			Programme 6		3 283
			Compensation of employees	Contract employment for maritime personnel for the fisheries protection vessel	3 283
Shifts within the programme as percentage of programme budget		0.8%			
Virements to other programmes as a percentage of the programme budget		0.1%			
Total		(177 986)			177 986

1. National Treasury approval has been obtained.

Other adjustments – R4.295 million

Appropriation of expenditure earmarked in the 2013 Budget speech for future allocation

Programme 5: Forestry

An additional R4.295 million has been allocated for the disaster relief component of the comprehensive agricultural support programme grant.

Gifts, donations and sponsorships – R2 million

Programme 4: Trade Promotion and Market Access

The department made a donation of R2 million to the African Solidarity Trust Fund of the Food and Agriculture Organisation of the United Nations. The fund will raise resources on the continent mainly to eradicate hunger, food insecurity and malnutrition.

Expenditure for 2012/13 and preliminary expenditure for 2013/14

Programme	2012/13					2013/14			
	Adjusted appropriation	Expenditure outcome			Preliminary expenditure				
Apr 12 - Sep 12		Apr 12 - Sep 12	Apr 12 - Sep 12	Apr 12 - Mar 13	Apr 12 - Mar 13	Adjusted appropriation	Adjusted appropriation/total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13
R thousand			% of adjusted appropriation		% of adjusted appropriation				% of adjusted appropriation
Administration	626 995	306 846	48.9	647 240	103.2	670 880	10.9	292 960	43.7
Agricultural Production, Health and Food Safety	1 889 874	1 026 625	54.3	1 874 832	99.2	2 036 519	32.9	1 092 264	53.6
Food Security and Agrarian Reform	1 410 855	679 785	48.2	1 402 877	99.4	1 599 316	25.9	735 237	46.0
Trade Promotion and Market Access	209 429	121 024	57.8	212 169	101.3	258 208	4.2	153 355	59.4
Forestry	1 242 696	636 433	51.2	1 191 785	95.9	1 183 623	19.1	407 532	34.4
Fisheries	489 078	197 020	40.3	484 330	99.0	433 736	7.0	220 152	50.8
Total	5 868 927	2 967 733	50.6	5 813 233	99.1	6 182 282	100.0	2 901 500	46.9
Economic classification									
Current payments	2 234 252	1 016 164	45.5	2 150 129	96.2	2 395 814	38.8	1 017 091	42.5
Compensation of employees	1 473 784	713 100	48.4	1 419 116	96.3	1 603 256	25.9	745 131	46.5
Goods and services	758 991	302 374	39.8	729 591	96.1	791 397	12.8	271 879	34.4
Interest and rent on land	1 477	690	46.7	1 422	96.3	1 161	0.0	81	7.0
Transfers and subsidies	3 488 938	1 895 051	54.3	3 492 952	100.1	3 639 349	58.9	1 819 127	50.0
Provinces and municipalities	2 066 970	1 043 507	50.5	2 062 818	99.8	2 152 915	34.8	858 008	39.9
Departmental agencies and accounts	1 311 717	792 248	60.4	1 310 004	99.9	1 269 617	20.5	832 872	65.6
Higher education institutions	4 960	660	13.3	4 677	94.3	5 808	0.1	2 807	48.3
Foreign governments and international organisations	23 440	10 611	45.3	32 001	136.5	45 919	0.7	29 091	63.4
Public corporations and private enterprises	39 663	32 784	82.7	40 024	100.9	139 399	2.3	84 439	60.6
Non-profit institutions	13 251	7 529	56.8	11 227	84.7	20 318	0.3	6 673	32.8
Households	28 937	7 712	26.7	32 201	111.3	5 373	0.1	5 237	97.5
Payments for capital assets	145 737	55 538	38.1	168 897	115.9	147 119	2.4	64 110	43.6
Buildings and other fixed structures	40 445	12 111	29.9	57 779	142.9	37 698	0.6	15 940	42.3
Machinery and equipment	104 927	43 427	41.4	110 735	105.5	107 638	1.7	46 904	43.6
Biological assets	327	–	0.0	–	0.0	504	0.0	180	35.7
Software and other intangible assets	38	–	0.0	383	1007.9	1 279	0.0	1 086	84.9
Payments for financial assets	–	980	–	1 255	–	–	0.0	1 172	0.0
Total	5 868 927	2 967 733	50.6	5 813 233	99.1	6 182 282	100.0	2 901 500	46.9

Expenditure trends for the first half of 2013/14

Total expenditure in 2012/13 was 99.1 per cent of the 2012/13 adjusted appropriation. Expenditure in the first six months of 2013/14 was R2.902 billion, or 46.9 per cent of the adjusted appropriation of R6.182 billion for the year. In comparison, mid-year expenditure in 2012/13 was R2.968 billion, or 248

50.6 per cent of the 2012/13 adjusted appropriation. Compared to the first six months of 2012/13, expenditure over the same period in 2013/14 decreased by R66.233 million or 2.2 per cent. This was mainly due to the transfer payment for disaster relief for floods, which is being withheld.

Departmental receipts

R thousand	2012/13					2013/14				
	Adjusted estimate	Audited outcome			Actual receipts					
		Apr 12 - Sep 12	Apr 12 - Sep 13 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
Departmental receipts	145 051	84 397	58.2	198 029	136.5	152 303	383 835	100.0	314 299	81.9
Sales of goods and services produced by department	112 900	76 323	67.6	153 648	136.1	118 545	126 914	33.1	82 315	64.9
Sales of scrap, waste, arms and other used current goods	9	3	33.3	41	455.6	9	9	0.0	2	22.2
Transfers received	115	114	99.1	169	147.0	121	121	0.0	47	38.8
Fines, penalties and forfeits	27	26	96.3	44	163.0	28	50	0.0	23	46.0
Interest, dividends and rent on land	15 000	2 954	19.7	8 871	59.1	15 750	14 695	3.8	3 542	24.1
Sales of capital assets	1 000	–	–	7 018	701.8	1 050	–	–	–	–
Transactions in financial assets and liabilities	16 000	4 977	31.1	28 238	176.5	16 800	242 046	63.1	228 370	94.3
Total	145 051	84 397	58.2	198 029	136.5	152 303	383 835	100.0	314 299	81.9

Revenue trends for the first half of 2013/14

Revenue in the first six months of 2013/14 was R314.299 million, or 81.9 per cent of the adjusted revenue estimate of R383.835 million for the year. In comparison, mid-year revenue in 2012/13 was R84.397 million, or 58.2 per cent of the 2012/13 adjusted estimate. Compared to the first six months of 2012/13, revenue over the same period in 2013/14 increased by R229.902 million, or 272.4 per cent. This was mainly due to the Northern Cape provincial government's R131.934 million refund for unspent conditional grants, and the Land Bank's refund of R91.953 million for unspent funds from the flood disaster relief scheme of 2000.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2013/14						Adjusted appropriation
		Adjustments appropriation						
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	51	–	–	5	–	–	5	56
Vehicle licence fees	51	–	–	5	–	–	5	56
Households								
Social benefits								
Current	–	–	–	55	–	–	55	55
Employee social benefits	–	–	–	55	–	–	55	55

Summary of changes to transfers and subsidies per programme (continued)

		2013/14						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Agricultural Production, Health and Food Safety Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	22	-	-	102	-	-	102	124
Vehicle licence fees	22	-	-	102	-	-	102	124
Households								
Social benefits								
Current	25	-	-	551	-	-	551	576
Employee social benefits	25	-	-	551	-	-	551	576
Food Security and Agrarian Reform								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	262	-	-	16	-	-	16	278
Vehicle licence fees	262	-	-	16	-	-	16	278
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	58 259	-	-	(39 932)	-	-	(39 932)	18 327
Water Research Commission	1 200	-	-	1 800	-	-	1 800	3 000
National Student Financial Aid Scheme	14 427	-	-	300	-	-	300	14 727
Perishable Products Export Control Board	632	-	-	(32)	-	-	(32)	600
Provincial and rural agricultural colleges	42 000	-	-	(42 000)	-	-	(42 000)	-
Higher education institutions								
Current	1 800	-	-	(1 184)	-	-	(1 184)	616
University of KwaZulu-Natal	1 000	-	-	(384)	-	-	(384)	616
University of Pretoria	800	-	-	(800)	-	-	(800)	-
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	3 389	-	-	1 631	-	-	1 631	5 020
Ncera Farms	3 389	-	-	1 631	-	-	1 631	5 020
Households								
Social benefits								
Current	132	-	-	5	-	-	5	137
Employee social benefits	132	-	-	5	-	-	5	137
Households								
Other transfers to households								
Current	-	-	-	1 050	-	-	1 050	1 050
Female Entrepreneur	-	-	-	1 050	-	-	1 050	1 050
Trade Promotion and Market Access								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	-	-	-	10	-	-	10	10
Vehicle licence fees	-	-	-	10	-	-	10	10

Summary of changes to transfers and subsidies per programme (continued)

		2013/14							
		Adjustments appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation	
Foreign governments and international organisations									
Current	27 597	-	-	12 260	-	-	12 260	39 857	
Commonwealth Agricultural Bureau International	150	-	-	264	-	-	264	414	
Food and Agriculture Organisation of the United Nations	20 400	-	-	(317)	-	-	(317)	20 083	
International Fund for Agricultural Development	3 600	-	-	(600)	-	-	(600)	3 000	
International Cotton Advisory Council	170	-	-	249	-	-	249	419	
International Seed Testing Association	170	-	-	(93)	-	-	(93)	77	
International Organisation of Vine and Wine	500	-	-	66	-	-	66	566	
Organisation for Economic Cooperation and Development	80	-	-	(21)	-	-	(21)	59	
International Union of Forestry Research Organisations	27	-	-	(6)	-	-	(6)	21	
Centre for coordination of Agricultural Research and Development of Southern Africa	2 500	-	-	458	-	-	458	2 958	
Food and Agriculture Organisation of the United Nations - African Solidarity Trust Fund	-	-	-	2 000	-	-	2 000	2 000	
Food and Agriculture Organisation of the United Nations - World Forest Congress	-	-	-	10 260	-	-	10 260	10 260	
Households									
Social benefits									
Current	-	-	-	2	-	-	2	2	
Employee social benefits	-	-	-	2	-	-	2	2	
Forestry									
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Current	298 959	-	-	-	-	4 295	4 295	303 254	
Comprehensive agricultural support programme grant: Disasters: Flood damaged infrastructure	298 959	-	-	-	-	4 295	4 295	303 254	
Provinces and municipalities									
Municipalities									
Municipal bank accounts									
Current	62	-	-	17	-	-	17	79	
Vehicle licence fees	62	-	-	17	-	-	17	79	
Non-profit institutions									
Current	-	-	-	4 081	-	-	4 081	4 081	
Lima Rural Development Foundation	-	-	-	4 081	-	-	4 081	4 081	

Summary of changes to transfers and subsidies per programme (continued)

		2013/14							
		Adjustments appropriation					Total	Adjusted	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	adjustments appropriation		
Households									
Social benefits									
Current	343	-	-	1 865	-	-	1 865	2 208	
Employee social benefits	343	-	-	1 865	-	-	1 865	2 208	
Fisheries									
Departmental agencies and accounts									
Departmental agencies (non-business entities)									
Current	257 128	-	-	(3 583)	-	-	(3 583)	253 545	
Marine Living Resources Fund	257 128	-	-	(3 583)	-	-	(3 583)	253 545	
Households									
Social benefits									
Current	-	-	-	20	-	-	20	20	
Employee social benefits	-	-	-	20	-	-	20	20	

Summary of changes to conditional grants: Provinces

		2013/14							
		Adjustments appropriation					Total	Adjusted	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	adjustments appropriation		
Forestry									
	298 959					4 295	4 295	303 254	
Comprehensive agricultural support programme grant: Disasters: Flood damaged infrastructure	298 959	-	-	-	-	4 295	4 295	303 254	