

# Vote 26

## Agriculture, Forestry and Fisheries

### Adjusted budget summary

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>6 692 383</b>	<b>6 692 383</b>	-	-
<b>of which:</b>				
Current payments	2 555 310	2 509 285	(46 025)	-
Transfers and subsidies	4 035 434	4 047 654	-	12 220
Payments for capital assets	101 639	135 444	-	33 805
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 2014/15 as published in the 2014 ENE	Achieved in the first six months of 2014/15 (April to September)	Changed target for 2014/15
Number of livestock and plant improvement schemes monitored for effectiveness per year	Agricultural Production, Health and Food Safety	Outcome 7: Vibrant equitable and sustainable rural communities with food security for all	4	0	-
Number of surveillances on animal diseases conducted per year	Agricultural Production, Health and Food Safety		2	0	-
Number of surveillances on plant diseases conducted per year	Agricultural Production, Health and Food Safety		1	0	-
Number of veterinary clinics provided to improve animal health in rural areas per year	Agricultural Production, Health and Food Safety		32	16	-
Number of subsistence and smallholder producers supported per year	Food Security and Agrarian Reform		156 500	12 167	-
Number of hectares in underutilised areas cultivated for production per year	Food Security and Agrarian Reform		107 151ha	0	-
Number of smallholders linked to markets per year	Trade Promotion and Market access		18	0	-
Number of hectares of land restored through reforestation and land rehabilitation per year	Forestry	Outcome 10: Environment assets and natural resources that are well protected and continually enhanced	30 500ha	143.1ha <sup>1</sup>	-
Number of hectares of temporary unplanted areas per year	Forestry		2 300ha	155.7ha	-
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 inclusive economic growth	2 400	785	-
Number of LandCare jobs created per year	Forestry		900	252	-
Number of sectors allocated fishing rights to SMMEs per year	Fisheries	Outcome 10: Environment assets and natural resources that are well protected and continually enhanced	8	0	-

1. Data only available for the first quarter of 2014/15.

## Mid-year progress

In the first six months of 2014/15, smallholder producer enterprises received support in the form of advisory services, marketing and accessible financial support services. The producers also received training in crop and livestock production, and farm management. 12 167 producers received support in the first quarter of 2014/15 and it is expected that the annual target will be met.

Planting in underutilised areas on hectares to be cultivated for production will start in the rainy season in the third and fourth quarter of 2014/15. The planting on hectares of temporary unplanted areas is also planned to take place in the same period. In the first six months of 2014/15, 155 hectares were planted with 152 hectares planted in KwaZulu-Natal and 3 hectares in North West. It is expected that the annual target will be met once the planting season starts.

Before farmers are formally linked to marketing outlets, they need to be audited. While no producers were linked to markets in the period under review, pre-audits and audits were undertaken for 42 farms for the South African-Good Agriculture Practice certification scheme.

## Adjusted Estimates of National Expenditure 2014

Programme	2014/15							Adjusted appropriation	
	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Administration	694 570	-	-	24 333	-	-	-	24 333	718 903
Agricultural Production, Health and Food Safety	2 199 796	-	-	(12 695)	-	-	-	(12 695)	2 187 101
Food Security and Agrarian Reform	1 711 095	-	-	600	-	-	-	600	1 711 695
Trade Promotion and Market Access	294 223	-	-	4 030	-	-	-	4 030	298 253
Forestry	1 364 923	-	-	(16 268)	-	-	-	(16 268)	1 348 655
Fisheries	427 776	-	-	-	-	-	-	-	427 776
<b>Total</b>	<b>6 692 383</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 692 383</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>2 555 310</b>	<b>-</b>	<b>-</b>	<b>(46 025)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(46 025)</b>	<b>2 509 285</b>
Compensation of employees	1 697 911	-	-	498	-	-	-	498	1 698 409
Goods and services	856 230	-	-	(46 704)	-	-	-	(46 704)	809 526
Interest and rent on land	1 169	-	-	181	-	-	-	181	1 350
<b>Transfers and subsidies</b>	<b>4 035 434</b>	<b>-</b>	<b>-</b>	<b>12 220</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12 220</b>	<b>4 047 654</b>
Provinces and municipalities	2 390 078	-	-	22	-	-	-	22	2 390 100
Departmental agencies and accounts	1 354 597	-	-	1	-	-	-	1	1 354 598
Higher education institutions	7 072	-	-	(72)	-	-	-	(72)	7 000
Foreign governments and international organisations	34 700	-	-	4 030	-	-	-	4 030	38 730
Public corporations and private enterprises	220 177	-	-	1 800	-	-	-	1 800	221 977
Non-profit institutions	26 923	-	-	(100)	-	-	-	(100)	26 823
Households	1 887	-	-	6 539	-	-	-	6 539	8 426
<b>Payments for capital assets</b>	<b>101 639</b>	<b>-</b>	<b>-</b>	<b>33 805</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33 805</b>	<b>135 444</b>
Buildings and other fixed structures	42 701	-	-	(1 382)	-	-	-	(1 382)	41 319
Machinery and equipment	58 161	-	-	35 742	-	-	-	35 742	93 903
Biological assets	752	-	-	(580)	-	-	-	(580)	172
Software and other intangible assets	25	-	-	25	-	-	-	25	50
<b>Total</b>	<b>6 692 383</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 692 383</b>

**Programme 1: Administration**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Ministry	31 887	-	-	2 506	-	-	-	2 506	34 393
Department Management	23 851	-	-	(18)	-	-	-	(18)	23 833
Financial Administration	150 341	-	-	19 198	-	-	-	19 198	169 539
Internal Audit	8 515	-	-	-	-	-	-	-	8 515
Corporate Services	159 000	-	-	(2 560)	-	-	-	(2 560)	156 440
Stakeholder Relations, Communication and Legal Services	74 779	-	-	1 055	-	-	-	1 055	75 834
Policy, Planning, Monitoring and Evaluation	79 503	-	-	3 660	-	-	-	3 660	83 163
Office Accommodation	166 694	-	-	492	-	-	-	492	167 186
<b>Total</b>	<b>694 570</b>	<b>-</b>	<b>-</b>	<b>24 333</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24 333</b>	<b>718 903</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>670 373</b>	<b>-</b>	<b>-</b>	<b>19 751</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19 751</b>	<b>690 124</b>
Compensation of employees	369 727	-	-	12 024	-	-	-	12 024	381 751
Goods and services	300 646	-	-	7 727	-	-	-	7 727	308 373
<b>Transfers and subsidies</b>	<b>16 795</b>	<b>-</b>	<b>-</b>	<b>191</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>191</b>	<b>16 986</b>
Provinces and municipalities	37	-	-	5	-	-	-	5	42
Departmental agencies and accounts	16 758	-	-	1	-	-	-	1	16 759
Households	-	-	-	185	-	-	-	185	185
<b>Payments for capital assets</b>	<b>7 402</b>	<b>-</b>	<b>-</b>	<b>4 391</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 391</b>	<b>11 793</b>
Buildings and other fixed structures	5 000	-	-	(2 500)	-	-	-	(2 500)	2 500
Machinery and equipment	2 402	-	-	6 891	-	-	-	6 891	9 293
<b>Total</b>	<b>694 570</b>	<b>-</b>	<b>-</b>	<b>24 333</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24 333</b>	<b>718 903</b>

**Programme 2: Agricultural Production, Health and Food Safety**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Management	2 866	-	-	-	-	-	-	-	2 866
Inspection and Laboratory Services	315 530	-	-	(695)	-	-	-	(695)	314 835
Plant Production and Health	541 047	-	-	2 567	-	-	-	2 567	543 614
Animal Production and Health	311 202	-	-	(14 567)	-	-	-	(14 567)	296 635
Agricultural Research	1 029 151	-	-	-	-	-	-	-	1 029 151
<b>Total</b>	<b>2 199 796</b>	<b>-</b>	<b>-</b>	<b>(12 695)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12 695)</b>	<b>2 187 101</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>564 113</b>	<b>-</b>	<b>-</b>	<b>(27 704)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27 704)</b>	<b>536 409</b>
Compensation of employees	409 126	-	-	(96)	-	-	-	(96)	409 030
Goods and services	154 987	-	-	(27 608)	-	-	-	(27 608)	127 379
<b>Transfers and subsidies</b>	<b>1 627 286</b>	<b>-</b>	<b>-</b>	<b>134</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>134</b>	<b>1 627 420</b>
Provinces and municipalities	460 635	-	-	38	-	-	-	38	460 673
Departmental agencies and accounts	1 029 151	-	-	-	-	-	-	-	1 029 151
Public corporations and private enterprises	127 500	-	-	-	-	-	-	-	127 500
Non-profit institutions	10 000	-	-	-	-	-	-	-	10 000
Households	-	-	-	96	-	-	-	96	96
<b>Payments for capital assets</b>	<b>8 397</b>	<b>-</b>	<b>-</b>	<b>14 875</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14 875</b>	<b>23 272</b>
Machinery and equipment	8 397	-	-	14 875	-	-	-	14 875	23 272
<b>Total</b>	<b>2 199 796</b>	<b>-</b>	<b>-</b>	<b>(12 695)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12 695)</b>	<b>2 187 101</b>

**Programme 3: Food Security and Agrarian Reform**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Management	2 796	-	-	-	-	-	-	-	2 796
Food Security	1 067 524	-	-	5 200	-	-	-	5 200	1 072 724
Sector Capacity Development	251 485	-	-	(4 600)	-	-	-	(4 600)	246 885
National Extension Support Services	389 290	-	-	-	-	-	-	-	389 290
<b>Total</b>	<b>1 711 095</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>1 711 695</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>274 335</b>	<b>-</b>	<b>-</b>	<b>(10 692)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10 692)</b>	<b>263 643</b>
Compensation of employees	125 078	-	-	4 393	-	-	-	4 393	129 471
Goods and services	149 257	-	-	(15 085)	-	-	-	(15 085)	134 172
<b>Transfers and subsidies</b>	<b>1 396 241</b>	<b>-</b>	<b>-</b>	<b>2 650</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 650</b>	<b>1 398 891</b>
Provinces and municipalities	1 367 061	-	-	15	-	-	-	15	1 367 076
Departmental agencies and accounts	16 527	-	-	-	-	-	-	-	16 527
Higher education institutions	4 750	-	-	(72)	-	-	-	(72)	4 678
Public corporations and private enterprises	3 621	-	-	1 800	-	-	-	1 800	5 421
Non-profit institutions	2 660	-	-	-	-	-	-	-	2 660
Households	1 622	-	-	907	-	-	-	907	2 529
<b>Payments for capital assets</b>	<b>40 519</b>	<b>-</b>	<b>-</b>	<b>8 642</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 642</b>	<b>49 161</b>
Buildings and other fixed structures	37 701	-	-	418	-	-	-	418	38 119
Machinery and equipment	2 818	-	-	8 199	-	-	-	8 199	11 017
Software and other intangible assets	-	-	-	25	-	-	-	25	25
<b>Total</b>	<b>1 711 095</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>600</b>	<b>1 711 695</b>

**Programme 4: Trade Promotion and Market Access**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Management	2 792	-	-	-	-	-	-	-	2 792
International Relations and Trade	117 156	-	-	4 930	-	-	-	4 930	122 086
Cooperatives and Rural Enterprise Development	118 014	-	-	(900)	-	-	-	(900)	117 114
Agro-processing and Marketing	56 261	-	-	-	-	-	-	-	56 261
<b>Total</b>	<b>294 223</b>	<b>-</b>	<b>-</b>	<b>4 030</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 030</b>	<b>298 253</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>132 235</b>	<b>-</b>	<b>-</b>	<b>(569)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(569)</b>	<b>131 666</b>
Compensation of employees	88 507	-	-	2 901	-	-	-	2 901	91 408
Goods and services	43 728	-	-	(3 470)	-	-	-	(3 470)	40 258
<b>Transfers and subsidies</b>	<b>161 606</b>	<b>-</b>	<b>-</b>	<b>4 416</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 416</b>	<b>166 022</b>
Provinces and municipalities	20	-	-	-	-	-	-	-	20
Departmental agencies and accounts	37 830	-	-	-	-	-	-	-	37 830
Foreign governments and international organisations	34 700	-	-	4 030	-	-	-	4 030	38 730
Public corporations and private enterprises	89 056	-	-	-	-	-	-	-	89 056
Households	-	-	-	386	-	-	-	386	386
<b>Payments for capital assets</b>	<b>382</b>	<b>-</b>	<b>-</b>	<b>183</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>183</b>	<b>565</b>
Machinery and equipment	357	-	-	183	-	-	-	183	540
Software and other intangible assets	25	-	-	-	-	-	-	-	25
<b>Total</b>	<b>294 223</b>	<b>-</b>	<b>-</b>	<b>4 030</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 030</b>	<b>298 253</b>

**Programme 5: Forestry**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Management	6 580	-	-	-	-	-	-	-	6 580
Forestry Operations	485 182	-	-	(16 770)	-	-	-	(16 770)	468 412
Forestry Oversight and Regulation	58 995	-	-	(2 500)	-	-	-	(2 500)	56 495
Natural Resources Management	814 166	-	-	3 002	-	-	-	3 002	817 168
<b>Total</b>	<b>1 364 923</b>	<b>-</b>	<b>-</b>	<b>(16 268)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(16 268)</b>	<b>1 348 655</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>737 809</b>	<b>-</b>	<b>-</b>	<b>(26 718)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(26 718)</b>	<b>711 091</b>
Compensation of employees	529 028	-	-	(18 631)	-	-	-	(18 631)	510 397
Goods and services	207 612	-	-	(8 268)	-	-	-	(8 268)	199 344
Interest and rent on land	1 169	-	-	181	-	-	-	181	1 350
<b>Transfers and subsidies</b>	<b>582 175</b>	<b>-</b>	<b>-</b>	<b>4 736</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 736</b>	<b>586 911</b>
Provinces and municipalities	562 325	-	-	(36)	-	-	-	(36)	562 289
Departmental agencies and accounts	3 000	-	-	-	-	-	-	-	3 000
Higher education institutions	2 322	-	-	-	-	-	-	-	2 322
Non-profit institutions	14 263	-	-	(100)	-	-	-	(100)	14 163
Households	265	-	-	4 872	-	-	-	4 872	5 137
<b>Payments for capital assets</b>	<b>44 939</b>	<b>-</b>	<b>-</b>	<b>5 714</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 714</b>	<b>50 653</b>
Buildings and other fixed structures	-	-	-	700	-	-	-	700	700
Machinery and equipment	44 187	-	-	5 594	-	-	-	5 594	49 781
Biological assets	752	-	-	(580)	-	-	-	(580)	172
<b>Total</b>	<b>1 364 923</b>	<b>-</b>	<b>-</b>	<b>(16 268)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(16 268)</b>	<b>1 348 655</b>

**Programme 6: Fisheries**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Management	2 065	-	-	-	-	-	-	-	2 065
Aquaculture	32 373	-	-	(1 538)	-	-	-	(1 538)	30 835
Monitoring Control and Surveillance	69 772	-	-	(477)	-	-	-	(477)	69 295
Marine Resources Management	18 648	-	-	489	-	-	-	489	19 137
Fisheries Research and Development	53 587	-	-	1 526	-	-	-	1 526	55 113
Marine Living Resources Fund	251 331	-	-	-	-	-	-	-	251 331
<b>Total</b>	<b>427 776</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>427 776</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>176 445</b>	<b>-</b>	<b>-</b>	<b>(93)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(93)</b>	<b>176 352</b>
Compensation of employees	176 445	-	-	(93)	-	-	-	(93)	176 352
<b>Transfers and subsidies</b>	<b>251 331</b>	<b>-</b>	<b>-</b>	<b>93</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>93</b>	<b>251 424</b>
Departmental agencies and accounts	251 331	-	-	-	-	-	-	-	251 331
Households	-	-	-	93	-	-	-	93	93
<b>Total</b>	<b>427 776</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>427 776</b>

## Details of adjustments to the Estimates of National Expenditure 2014

### 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
<b>Programme 1</b>		<b>(8 866)</b>	<b>Programme 1</b>		<b>4 391</b>
Goods and services	Reduction in spending on travel and subsistence; agency and outsourced services; venues and facilities; IT services; fleet services; communication; operating payments; catering; consumable supplies; advertising; business and advisory services, and administrative fees	(4 385)	Machinery and equipment	Computers and laptops, office equipment, lease of photocopiers and audio visual equipment, mobile clinics, air conditioners, and advertising boards	4 385
	Reduction in spending on printing <sup>1</sup>	(1)	Departmental agencies and accounts	Transfer to the Fibre Processing and Manufacturing Sector Education and Training Authority <sup>1</sup>	1
	Reduction in spending on IT services, communication, and operating payments	(5)	Provinces and municipalities	Vehicle licences	5
	Reduction in spending on business and advisory services <sup>1</sup>	(240)	<b>Programme 4</b>		<b>240</b>
			Foreign governments and international organisations	International membership fees <sup>1</sup>	240
Compensation of employees	Reduction in spending on salaries and wages	(185)	<b>Programme 1</b>		<b>4 235</b>
			Households	Leave gratuities	185
	Reduction in spending on salaries and wages	(1 550)	Goods and services	Business and advisory services, fleet services, lease of photocopiers, office equipment, and contractors	1 550
Buildings and other fixed structures	Reduction in spending on building upgrades <sup>1</sup>	(2 500)	Goods and services	Insufficient funds for property management <sup>1</sup>	2 500
Shifts within the programme as a percentage of the programme budget		1.2%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.0%</b>			
<b>Programme 2</b>		<b>(27 704)</b>	<b>Programme 1</b>		<b>8 299</b>
Goods and services	Reduction in spending on assets worth less than the capitalisation threshold, IT services, and consumables <sup>1</sup>	(5 793)	Goods and services	Cleaning services; printing; business and advisory services, and security services for regional offices <sup>1</sup>	5 793
	Reduction in spending on assets worth less than capitalisation threshold <sup>1</sup>	(2 506)	Machinery and equipment	Vehicles <sup>1</sup>	2 506
	Reduction in spending on training and development; IT services; business and advisory services; entertainment, assets less than capitalisation threshold; venues and facilities; stationery, and operating payments	(14 875)	<b>Programme 2</b>		<b>14 913</b>
			Machinery and equipment	Computers and laptops; motor vehicles; kitchen appliances; computers; printers and laptops; lease of photocopiers; farm and agricultural equipment; pump and plumbing equipment; mobile clinics, and laboratory equipment	14 875

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
	Reduction in spending on training and development; IT services; assets; venues and facilities; and stationery	(38)	Provinces and municipalities	Vehicle licences	38
	Reduction in spending on assets worth less than the capitalisation threshold <sup>1</sup>	(600)	<b>Programme 3</b>		<b>600</b>
	Reduction in spending on assets worth less than the capitalisation threshold <sup>1</sup>	(3 790)	Households	Prize money for Female Farmer of the Year awards <sup>1</sup>	600
	Reduction in spending on travel and subsistence <sup>1</sup>	(6)	<b>Programme 4</b>		<b>3 790</b>
	Reduction in spending on salaries and wages	(96)	Foreign governments and international organisations	International membership fees <sup>1</sup>	3 790
Compensation of employees			<b>Programme 5</b>		<b>6</b>
			Goods and services	Insufficient funds for shared regional offices <sup>1</sup>	6
			<b>Programme 2</b>		<b>96</b>
			Households	Leave gratuities	96
Shifts within the programme as a percentage of the programme budget		0.7%			
Virements to other programmes as a percentage of the programme budget		0.6%			
<b>Programme 3</b>		<b>(16 021)</b>	<b>Programme 3</b>		<b>16 021</b>
Goods and services	Reduction in spending on agency and outsourced services and business and advisory services <sup>1</sup>	(5 000)	Compensation of employees	Internships <sup>1</sup>	5 000
	Reduction in spending on assets less than capitalisation threshold	(7 714)	Machinery and equipment	Kitchen appliances; office equipment and office furniture; lease of photocopiers; computers, laptops and tablets; motor vehicles; audiovisual equipment; farm and agricultural equipment; laboratory equipment; security equipment, and air conditioners	7 714
	Reduction in spending on travel and subsistence; IT services; assets worth less than the capitalisation threshold; and infrastructure and planning	(15)	Provinces and municipalities	Vehicle licences	15
	Reduction in spending on assets worth less than the capitalisation threshold	(603)	Buildings and other fixed structures	Capital projects; border fencing to contain foot-and-mouth disease, and the drilling of boreholes	603
	Reduction in spending on IT services	(25)	Software and other intangible assets	Software	25
	Reduction in spending on travel and subsistence <sup>1</sup>	(1 800)	Public corporations and private enterprises	Shortfall in the operational budget <sup>1</sup>	1 800
Compensation of employees	Reduction in spending on salaries and wages	(307)	Households	Leave gratuities	307
	Reduction in spending on salaries and wages	(300)	Machinery and equipment	Office furniture	300
Buildings and other fixed structures	Reduction in spending on capital projects for the drilling of boreholes	(185)	Machinery and equipment	Farm and agricultural equipment	185
Higher education institutions	Reduction in spending on transfer payment to the University of KwaZulu-Natal <sup>1</sup>	(72)	Goods and services	Travel and subsistence <sup>1</sup>	72
Shifts within the programme as a percentage of the programme budget		0.9%			
Virements to other programmes as a percentage of the programme budget		0.0%			

2014 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 4</b>			<b>Programme 4</b>		
Goods and services	Reclassification of funds due to changes in the standard chart of accounts <sup>1</sup>	(3 287)	Compensation of employees	Allowances paid to foreign agriculture attaches <sup>1</sup>	3 287
	Reduction in spending on agency and outsourced services; advertising; administrative fees; infrastructure and planning; and stationery	(183)	Machinery and equipment	Lease of photocopiers; linen and soft furnishing; learn/train equipment; desktop printing; equipment and laptops; printers, and audio visual equipment	183
Compensation of employees	Reduction in spending on salaries and wages	(386)	Households	Leave gratuities	386
Shifts within the programme as a percentage of the programme budget			1.3%		
<b>Virements to other programmes as a percentage of the programme budget</b>			<b>0.0%</b>		
<b>Programme 5</b>			<b>Programme 1</b>		
Goods and services	Reduction in spending on administrative fees; communication; and travel and subsistence related to the restructuring of the forestry support division <sup>1</sup>	(2 515)	Goods and services	Restructuring of the forestry support division <sup>1</sup>	2 515
	Reduction in spending on travel and subsistence; consumable supplies; advertising; business; advisory services, and assets worth less than the capitalisation threshold	(4 959)	<b>Programme 5</b>		
	Reduction in spending on consumable supplies; business and advisory services, and minor assets	(63)	Machinery and equipment	Computers; photocopiers leases; trucks and trailers; printers; motor vehicles and accessories; firefighting equipment, and vehicle leases	6 072
	Reduction in spending on assets worth less than the capitalisation threshold	(650)	Provinces and municipalities	Vehicle licences	63
	Reduction in spending on travel and subsistence <sup>1</sup>	(100)	Buildings and other fixed structures	New office buildings	650
	Reduction in spending on consumable supplies and on assets worth less than the capitalisation threshold	(300)	Non-profit institutions	Sixth forest science symposium <sup>1</sup>	100
			Interest and rent on land	Land rent	300
Compensation of employees	Restructuring in spending in forestry support division <sup>1</sup>	(13 759)	<b>Programme 1</b>		
	Reduction in spending on salaries and wages	(4 872)	Compensation of employees	Restructuring of forestry support division <sup>1</sup>	13 759
Biological assets	Reduction in spending on budget for fruit trees	(580)	<b>Programme 5</b>		
Interest and rent on land	Reduction in spending on land rent	(13)	Households	Leave gratuities	4 872
	Reduction in spending on land rent	(55)	Machinery and equipment	Firefighting equipment and vehicle leases	580
	Reduction in spending on land rent	(1)	Goods and services	Consumables	13
	Reduction in spending on land rent	(50)	Machinery and equipment	Firefighting equipment; and vehicle leases	55
Non-profit institutions	Reduction in spending on transfer payment to Food and Trees for Africa <sup>1</sup>	(200)	Provinces and municipalities	Vehicle licences	1
			Buildings and other fixed structures	New office buildings	50
			Goods and services	Business and advisory services <sup>1</sup>	200



FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Provinces and municipalities	Reduction in spending on transfer payment to municipalities for annual competition to promote greening in municipal areas	(100)	Goods and services	Business and advisory services <sup>1</sup>	100
Shifts within the programme as a percentage of the programme budget		0.9%			
Virements to other programmes as a percentage of the programme budget		1.2%			
<b>Programme 6</b>		<b>(93)</b>	<b>Programme 6</b>		<b>93</b>
Compensation of employees	Reduction in spending on salaries and wages	(93)	Households	Leave gratuities	93
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
<b>Total</b>		<b>(84 757)</b>			<b>84 757</b>

1. National Treasury approval has been obtained.

## Expenditure outcome for 2013/14 and actual expenditure for 2014/15

Programme	2013/14					2014/15				
	Audited outcome					Actual expenditure				
R thousand	Adjusted appropriation	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation	
Administration	670 880	292 960	43.7	681 583	101.6	718 903	10.7	341 481	47.5	
Agricultural Production, Health and Food Safety	2 036 519	1 092 264	53.6	2 000 946	98.3	2 187 101	32.7	1 182 662	54.1	
Food Security and Agrarian Reform	1 599 316	735 237	46.0	1 590 101	99.4	1 711 695	25.6	821 098	48.0	
Trade Promotion and Market Access	258 208	153 355	59.4	256 334	99.3	298 253	4.5	161 649	54.2	
Forestry	1 183 623	407 532	34.4	1 144 699	96.7	1 348 655	20.2	712 638	52.8	
Fisheries	433 736	220 152	50.8	437 650	100.9	427 776	6.4	221 239	51.7	
<b>Total</b>	<b>6 182 282</b>	<b>2 901 500</b>	<b>46.9</b>	<b>6 111 313</b>	<b>98.9</b>	<b>6 692 383</b>	<b>100.0</b>	<b>3 440 767</b>	<b>51.4</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>2 395 814</b>	<b>1 017 091</b>	<b>42.5</b>	<b>2 271 803</b>	<b>94.8</b>	<b>2 509 285</b>	<b>37.5</b>	<b>1 108 641</b>	<b>44.2</b>	
Compensation of employees	1 603 256	745 131	46.5	1 525 024	95.1	1 698 409	25.4	806 479	47.5	
Goods and services	791 397	271 879	34.4	746 426	94.3	809 526	12.1	302 162	37.3	
Interest and rent on land	1 161	81	7.0	353	30.4	1 350	0.0	-	0.0	
<b>Transfers and subsidies</b>	<b>3 639 349</b>	<b>1 819 127</b>	<b>50.0</b>	<b>3 637 949</b>	<b>100.0</b>	<b>4 047 654</b>	<b>60.5</b>	<b>2 272 282</b>	<b>56.1</b>	
Provinces and municipalities	2 152 915	858 008	39.9	2 149 701	99.9	2 390 100	35.7	1 212 610	50.7	
Departmental agencies and accounts	1 269 617	881 122	69.4	1 266 644	99.8	1 354 598	20.2	894 848	66.1	
Higher education institutions	5 808	2 807	48.3	2 807	48.3	7 000	0.1	3 000	42.9	
Foreign governments and international organisations	45 919	29 091	63.4	46 445	101.1	38 730	0.6	29 179	75.3	
Public corporations and private enterprises	139 399	36 189	26.0	140 111	100.5	221 977	3.3	101 027	45.5	
Non-profit institutions	20 318	6 673	32.8	19 026	93.6	26 823	0.4	19 921	74.3	
Households	5 373	5 237	97.5	13 215	246.0	8 426	0.1	11 697	138.8	
<b>Payments for capital assets</b>	<b>147 119</b>	<b>64 110</b>	<b>43.6</b>	<b>200 206</b>	<b>136.1</b>	<b>135 444</b>	<b>2.0</b>	<b>59 742</b>	<b>44.1</b>	
Buildings and other fixed structures	37 698	15 940	42.3	55 694	147.7	41 319	0.6	20 311	49.2	
Machinery and equipment	107 638	46 904	43.6	143 017	132.9	93 903	1.4	39 431	42.0	
Biological assets	504	180	35.7	76	15.1	172	0.0	-	0.0	
Software and other intangible assets	1 279	1 086	84.9	1 419	110.9	50	0.0	-	0.0	
<b>Payments for financial assets</b>	<b>-</b>	<b>1 172</b>	<b>0.0</b>	<b>1 355</b>	<b>0.0</b>	<b>-</b>	<b>0.0</b>	<b>102</b>	<b>0.0</b>	
<b>Total</b>	<b>6 182 282</b>	<b>2 901 500</b>	<b>46.9</b>	<b>6 111 313</b>	<b>98.9</b>	<b>6 692 383</b>	<b>100.0</b>	<b>3 440 767</b>	<b>51.4</b>	

### Expenditure trends for the first half of 2014/15

Total expenditure in 2013/14 was 98.9 per cent of the 2013/14 adjusted appropriation. Expenditure in the first six months of 2014/15 was R3.441 billion or 51.4 per cent of the adjusted appropriation of R6.692 billion for the year. In comparison, mid-year expenditure in 2013/14 was R2.902 billion, or 46.9 per cent of the 2013/14 adjusted appropriation. Compared to the first six months of 2013/14, expenditure over the same period in 2014/15 increased by R539.267 million, or 18.6 per cent. This was mainly due to increases in compensation of employees, office accommodation payments, the comprehensive agricultural support programme, and transfer payments to the Agricultural Research Council and the Onderstepoort Biological Products.

### Departmental receipts

R thousand	2013/14					2014/15				
	Adjusted estimate	Audited outcome			Actual receipts					
		Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted estimate
<b>Departmental receipts</b>	<b>383 835</b>	<b>314 299</b>	<b>81.9</b>	<b>809 584</b>	<b>210.9</b>	<b>159 918</b>	<b>186 116</b>	<b>100.0</b>	<b>96 013</b>	<b>51.6</b>
Sales of goods and services produced by department	126 914	82 315	64.9	153 690	121.1	124 472	150 670	81.0	88 987	59.1
Sales of scrap, waste, arms and other used current goods	9	2	22.2	28	311.1	9	9	0.0	3	33.3
Transfers received	121	47	38.8	173	143.0	127	127	0.0	119	93.7
Fines, penalties and forfeits	50	23	46.0	49	98.0	29	29	0.0	14	48.3
Interest, dividends and rent on land	14 695	3 542	24.1	8 236	56.0	16 538	16 538	8.9	3 500	21.2
Sales of capital assets	–	–	0.0	757	0.0	1 103	1 103	0.6	–	0.0
Transactions in financial assets and liabilities	242 046	228 370	94.3	646 651	267.2	17 640	17 640	9.5	3 390	19.2
<b>Total</b>	<b>383 835</b>	<b>314 299</b>	<b>81.9</b>	<b>809 584</b>	<b>210.9</b>	<b>159 918</b>	<b>186 116</b>	<b>100.0</b>	<b>96 013</b>	<b>51.6</b>

### Revenue trends for the first half of 2014/15

Revenue in the first six months of 2014/15 was R96.013 million, or 51.6 per cent of the adjusted revenue estimate of R186.116 million for the year. In comparison, mid-year revenue in 2013/14 was R314.299 million, or 81.9 per cent of the 2013/14 adjusted estimate. Compared to the first six months of 2013/14, revenue over the same period in 2014/15 decreased by R218.286 million, or 69.5 per cent. This was mainly due to refunds of an unspent R637.208 million for conditional grants from provincial departments, the Land Bank flood relief scheme, and the Micro-Agricultural Finance Institution of South Africa funds.

### Changes to transfers and subsidies, including conditional grants

#### Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2014/15 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Administration									
Provinces and municipalities									
Municipalities									
Municipal bank accounts									
Current	37	–	–	5	–	–	–	5	42
Vehicle licences	37	–	–	5	–	–	–	5	42

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

R thousand	2014/15							Total adjustments appropriation	Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Departmental agencies and accounts</b>									
<b>Departmental agencies (non-business entities)</b>									
<b>Current</b>	<b>1 716</b>	-	-	<b>1</b>	-	-	-	<b>1</b>	<b>1 717</b>
Primary Agriculture Sector Education and Training Authority	1 716	-	-	(815)	-	-	-	(815)	901
Public Service Sector Education and Training Authority	-	-	-	370	-	-	-	370	370
Fibre Processing and Manufacturing Sector Education and Training Authority	-	-	-	446	-	-	-	446	446
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	-	-	-	<b>185</b>	-	-	-	<b>185</b>	<b>185</b>
Employee social benefits	-	-	-	185	-	-	-	185	185
<b>Agricultural Production, Health and Food Safety</b>									
<b>Provinces and municipalities</b>									
<b>Municipalities</b>									
<b>Municipal bank accounts</b>									
<b>Current</b>	<b>10</b>	-	-	<b>38</b>	-	-	-	<b>38</b>	<b>48</b>
Vehicle licences	10	-	-	38	-	-	-	38	48
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	-	-	-	<b>96</b>	-	-	-	<b>96</b>	<b>96</b>
Employee social benefits	-	-	-	96	-	-	-	96	96
<b>Food Security and Agrarian Reform</b>									
<b>Provinces and municipalities</b>									
<b>Municipalities</b>									
<b>Municipal bank accounts</b>									
<b>Current</b>	<b>214</b>	-	-	<b>15</b>	-	-	-	<b>15</b>	<b>229</b>
Vehicle licences	214	-	-	15	-	-	-	15	229
<b>Higher education institutions</b>									
<b>Current</b>	<b>750</b>	-	-	<b>(72)</b>	-	-	-	<b>(72)</b>	<b>678</b>
University of KwaZulu-Natal	750	-	-	(72)	-	-	-	(72)	678
<b>Public corporations and private enterprises</b>									
<b>Public corporations</b>									
<b>Other transfers</b>									
<b>Current</b>	<b>3 620</b>	-	-	<b>1 800</b>	-	-	-	<b>1 800</b>	<b>5 420</b>
Ncera Farms (Pty) Limited	3 620	-	-	1 800	-	-	-	1 800	5 420
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	<b>131</b>	-	-	<b>307</b>	-	-	-	<b>307</b>	<b>438</b>
Employee social benefits	131	-	-	307	-	-	-	307	438
<b>Households</b>									
<b>Other transfers to households</b>									
<b>Current</b>	<b>100</b>	-	-	<b>600</b>	-	-	-	<b>600</b>	<b>700</b>
Female Farmer of the Year awards	100	-	-	600	-	-	-	600	700

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

R thousand	2014/15							Adjusted appropriation	
	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Trade Promotion and Market Access</b>									
<b>Foreign governments and international organisations</b>									
<b>Current</b>	<b>31 952</b>	-	-	<b>4 030</b>	-	-	-	<b>4 030</b>	<b>35 982</b>
Consultative Group on International Agricultural Research	6 380	-	-	1 300	-	-	-	1 300	7 680
International Union for the Protection of New Varieties of Plants	530	-	-	109	-	-	-	109	639
Commonwealth Agricultural Bureau International	210	-	-	53	-	-	-	53	263
Food and Agriculture Organisation of the United Nations	22 426	-	-	1 380	-	-	-	1 380	23 806
International Cotton Advisory Council	210	-	-	530	-	-	-	530	740
International Grains Council	185	-	-	15	-	-	-	15	200
International Seed Testing Association	80	-	-	15	-	-	-	15	95
International Organisation of Vine and Wine	645	-	-	163	-	-	-	163	808
World Organisation for Animal Health	1 221	-	-	129	-	-	-	129	1 350
Organisation for Economic Cooperation and Development	65	-	-	336	-	-	-	336	401
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	-	-	-	<b>386</b>	-	-	-	<b>386</b>	<b>386</b>
Employee social benefits	-	-	-	386	-	-	-	386	386
<b>Forestry</b>									
<b>Provinces and municipalities</b>									
<b>Municipalities</b>									
<b>Municipal bank accounts</b>									
<b>Current</b>	<b>727</b>	-	-	<b>(36)</b>	-	-	-	<b>(36)</b>	<b>691</b>
Vehicle licences	127	-	-	64	-	-	-	64	191
Forestry Arbor City Awards	600	-	-	(100)	-	-	-	(100)	500
<b>Non-profit institutions</b>									
<b>Current</b>	<b>400</b>	-	-	<b>(100)</b>	-	-	-	<b>(100)</b>	<b>300</b>
Food and Trees for Africa	400	-	-	(200)	-	-	-	(200)	200
Centre for International Forestry Research	-	-	-	100	-	-	-	100	100
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	<b>265</b>	-	-	<b>4 872</b>	-	-	-	<b>4 872</b>	<b>5 137</b>
Employee social benefits	265	-	-	4 872	-	-	-	4 872	5 137
<b>Fisheries</b>									
<b>Households</b>									
<b>Social benefits</b>									
<b>Current</b>	-	-	-	<b>93</b>	-	-	-	<b>93</b>	<b>93</b>
Employee social benefits	-	-	-	93	-	-	-	93	93