

Vote 27

Land Affairs

Adjusted budget summary

R thousand	2008/09			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	6 659 396	6 659 396	-	-
<i>of which:</i>				
Current payments	1 097 306	1 314 153	-	216 847
Transfers and subsidies	4 661 488	3 970 386	(691 102)	-
Payments for capital assets	900 602	1 374 857	-	474 255
Executive authority	Minister of Agriculture and Land Affairs			
Accounting officer	Director-General of Land Affairs			

Aim

The aim of the Department of Land Affairs is to create and maintain an equitable and sustainable land dispensation that results in social and economic development for all South Africans.

Mid-year performance status

Indicators	Annual performance	
	Projected for 2008/09 as published in the 2008 ENE	Achieved in the first six months of 2008/09 (April to September)
As published in the 2008 ENE		
Number of square kilometers of earth imagery of South Africa at 0.5m ground sample distance acquired	220 000	60 000
Number of square kilometers of updated topographical data captured for the integrated database of fundamental geo-spatial information	150 000	37 000
Number of maps of the national map series of South Africa produced	1 614	358
Percentage of approved cadastral documents able to be registered	98%	100%
Number of days for processing all requests for information	5	5
Number of provinces in which an operational surveyor-general's office is introduced	1	0
Number of land claims settled	3 485	104
Number of hectares of land redistributed to land reform beneficiaries	647 125	283 910
Number of Land Use Management Bill pilot projects implemented	2	0

The surveyor-general's office will be operational by the end of the year. The project team has been appointed and the action plan is in place.

Protracted negotiations and community disputes are some of the reasons for the delays in settling land claims.

The Land Use Management Bill pilot projects will be implemented by the end of the year. The project team has been appointed and the action plan is in place.

Adjusted Estimates of National Expenditure 2008

Table 27.1: Adjusted estimates

Programme	2008/09					
	Main appropriation	Additional appropriation				Total additional appropriation
Roll-overs		Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand						
1. Administration	434 582	-	-	2 067	(12 767)	423 882
2. Surveys and Mapping	88 189	-	-	-	3 226	91 415
3. Cadastral Surveys	105 334	-	-	-	9 541	114 875
4. Restitution	3 097 305	-	-	1 000	-	3 098 305
5. Land Reform	2 888 469	-	-	-	-	2 888 469
6. Spatial Planning and Information	32 286	-	-	-	-	32 286
7. Auxiliary and Associated Services	13 231	-	-	(3 067)	-	10 164
Departmental Total	6 659 396	-	-	-	-	6 659 396
Economic classification						
Current payments	1 097 306	-	-	198 535	18 312	1 314 153
Compensation of employees	640 656	-	-	91 280	-	731 936
Goods and services	456 650	-	-	107 255	18 312	582 217
Transfers and subsidies	4 661 488	-	-	(691 102)	-	3 970 386
Provinces and municipalities	-	-	-	4	-	4
Departmental agencies and accounts	2 494	-	-	-	-	2 494
Public corporations and private enterprises	1	-	-	-	-	1
Foreign governments and international organisations	-	-	-	1 200	-	1 200
Non-profit institutions	2 080	-	-	-	-	2 080
Households	4 656 913	-	-	(692 306)	-	3 964 607
Payments for capital assets	900 602	-	-	492 567	(18 312)	1 374 857
Buildings and other fixed structures	-	-	-	129	15	144
Machinery and equipment	34 263	-	-	11 514	(5 727)	40 050
Software and other intangible assets	13 666	-	-	292	(12 600)	1 358
Land and subsoil assets	852 673	-	-	480 632	-	1 333 305
Total	6 659 396	-	-	-	-	6 659 396

Details of adjustments to Estimates of National Expenditure 2008

Virements

Table 27.2: Virements

Programme / Economic classification	R thousand		Details and motivation
	From	To	
1. Administration	(21 000)	23 067	
Current payments	(21 000)	22 129	
Compensation of employees	(21 000)	-	Posts unfilled due to scarce skills: R20.062 million to goods and services in this programme R1 000 to provinces and municipalities in this programme R756 000 to machinery and equipment in this programme R181 000 to software and other intangible assets in this programme
Goods and services	-	22 129	R20.062 million from compensation of employees in this programme R2.067 million from machinery and equipment in programme 7 Mainly for consultants to investigate the department's 2007/08 audit qualification relating to the proactive land acquisition strategy (PLAS)
Transfers and Subsidies	-	1	
Provinces and municipalities	-	1	From compensation of employees in this programme for vehicle licensing fees
Payments for capital assets	-	937	
Machinery and equipment	-	756	From compensation of employees in this programme for security services equipment
Software and other intangible assets	-	181	From goods and services in this programme for replacing redundant software

Table 27.2: Virements (continued)

Programme / Economic classification	R thousand		Details and motivation
	From	To	
2. Surveys and Mapping	(4 081)	4 081	
Current payments	(3 526)	-	
Goods and services	(3 526)	-	Savings on consultants: R3 000 to provinces and municipalities in this programme R1.2 million to foreign governments and international organisations in this programme R129 000 to buildings and other fixed structures in this programme R2.083 million to machinery and equipment in this programme R111 000 to software and other intangible assets in this programme
Transfers and Subsidies	(555)	1 203	
Provinces and municipalities	-	3	From goods and services in this programme for municipalities
Foreign governments and international organisations	-	1 200	From goods and services in this programme for membership fees for Surveys and Mapping International
Households	(555)	-	Savings on social benefits: To machinery and equipment in this programme
Payments for capital assets	-	2 878	
Buildings and other fixed structures	-	129	From goods and services in this programme
Machinery and equipment	-	2 638	R2.083 million from goods and services in this programme R555 000 from households in this programme For upgrading the existing digital data online storage facility
Software and other intangible assets	-	111	From goods and services in this programme for inflation related increases
4. Restitution	(169 691)	170 691	
Current payments	-	158 716	
Compensation of employees	-	100 488	From households in this programme for human capacity to improve delivery of restitution grants
Goods and services	-	58 228	R57.228 million from households in this programme R1 million from machinery and equipment in programme 7 For inflation on the costs of consultants for the restitution process
Transfers and Subsidies	(169 691)	-	
Households	(169 691)	-	Savings on restitution grants: R100.488 million to compensation of employees in this programme R57.228 million to goods and services in this programme R11.975 million to machinery and equipment in this programme
Payments for capital assets	-	11 975	
Machinery and equipment	-	8 975	R11.975 million from households in this programme for inflation on the costs of machinery
Land and subsoil assets	-	3 000	Savings on restitution grants: R3 million shifted to land and subsoil assets in this programme From machinery and equipment for inflation related increases
5. Land Reform	(522 060)	522 060	
Current payments	-	42 616	
Compensation of employees	-	19 292	From households in this programme for human capacity to improve on delivery of restitution grants
Goods and services	-	23 324	From households in this programme for consultants and valuers, and for inflation on other services
Transfers and Subsidies	(522 060)	-	
Households	(522 060)	-	Savings on restitution grants: R19.292 million to compensation of employees in this programme R23.324 million to goods and services in this programme R1.812 million to machinery and equipment in this programme R477 632 to land and subsoil assets in this programme
Payments for capital assets	-	479 444	
Machinery and equipment	-	1 812	From households in this programme for computer hardware
Land and subsoil assets	-	477 632	From households in this programme for PLAS for buying agricultural land for redistribution

Table 27.2: Virements (continued)

Programme / Economic classification	R thousand		Details and motivation
	From	To	
6. Spatial Planning and Information	(7 500)	7 500	
Current payments	(7 500)	7 100	
Compensation of employees	(7 500)	-	Vacancies due to scarce skills: R7.1 million to goods and services in this programme R400 000 to machinery and equipment in this programme
Goods and services	-	7 100	From compensation of employees in this programme for consultants with scarce skills
Payments for capital assets	-	400	
Machinery and equipment	-	400	From compensation of employees in this programme for consultants with scarce skills
7. Auxiliary and Associated Services	(3 067)	-	
Payments for capital assets	(3 067)	-	
Machinery and equipment	(3 067)	-	Savings on departmental pool cars: R1 million to goods and services in programme 4 R2.067 million to goods and services in programme 1
Total for Vote	(727 399)	727 399	

Expenditure 2007/08 and preliminary expenditure 2008/09**Table 27.3: Expenditure trends**

Programme	2007/08 Expenditure outcome					2008/09 Preliminary expenditure		
	Adjusted appropriation	Apr 2007 - Sep 2007	Apr 07 - Sep 07 % of adjusted appropriation	Apr 2007 - Mar 2008	Apr 07 - Mar 08 % of adjusted appropriation	Adjusted appropriation	Apr 2008 - Sep 2008	Apr 08 - Sep 08 % of adjusted appropriation
R thousand								
1. Administration	433 720	164 585	37.9	424 994	98.0	423 882	192 060	45.3
2. Surveys and Mapping	105 621	28 219	26.7	97 257	92.1	91 415	30 760	33.6
3. Cadastral Surveys	141 352	56 653	40.1	137 616	97.4	114 875	55 300	48.1
4. Restitution	3 577 095	1 976 253	55.2	3 638 465	101.7	3 098 305	1 771 154	57.2
5. Land Reform	1 635 682	544 316	33.3	1 571 073	96.1	2 888 469	1 451 607	50.3
6. Spatial Planning and Information	22 206	7 367	33.2	21 836	98.3	32 286	16 548	51.3
7. Auxiliary and Associated Services	12 593	2 876	22.8	6 256	49.7	10 164	622	6.1
Total	5 928 269	2 780 269	46.9	5 897 497	99.5	6 659 396	3 518 051	52.8
Economic classification								
Current payments	1 244 408	467 001	37.5	1 148 312	92.3	1 314 153	572 886	43.6
Compensation of employees	574 408	222 355	38.7	476 092	82.9	731 936	288 413	39.4
Goods and services	670 000	244 080	36.4	668 388	99.8	582 217	284 048	48.8
Financial transactions in assets and liabilities	-	566	-	3 832	-	-	425	-
Transfers and subsidies	3 763 982	2 010 241	53.4	3 832 849	101.8	3 970 386	2 070 741	52.2
Provinces and municipalities	54	56	103.7	77	142.6	4	24	600.0
Departmental agencies and accounts	2 353	1 718	73.0	2 351	99.9	2 494	1 961	78.6
Public corporations and private enterprises	44	-	-	50	113.6	1	-	-
Foreign governments and international organisations	1 100	-	-	1 026	93.3	1 200	-	-
Non-profit institutions	-	-	-	-	-	2 080	850	40.9
Households	3 760 431	2 008 467	53.4	3 829 345	101.8	3 964 607	2 067 906	52.2
Payments for capital assets	919 879	303 027	32.9	916 336	99.6	1 374 857	874 424	63.6
Buildings and other fixed structures	-	-	-	2 442	-	144	-	-
Machinery and equipment	49 831	10 224	20.5	63 137	126.7	40 050	9 717	24.3
Biological and cultivated assets	-	-	-	9 491	-	-	-	-
Software and other intangible assets	20 986	388	1.8	8 433	40.2	1 358	-	-
Land and subsoil assets	849 062	292 415	34.4	832 833	98.1	1 333 305	864 707	64.9
Total	5 928 269	2 780 269	46.9	5 897 497	99.5	6 659 396	3 518 051	52.8

Selected expenditure trends for the first half of 2008/09

Expenditure in the first six months of 2008/09 was R3.518 billion, or 52.8 per cent of the adjusted appropriation of R6.659 billion for the year as a whole. Expenditure in the first six months of 2008/09 increased by R738 million, or 26.5 per cent compared to spending in the first six months of 2007/08 which amounted to R2.78 billion, or 46.9 per cent of the 2007/08 adjusted appropriation.

The main increases compared to 2007/08 relate to the acquisition of land through the Pro-active Land Acquisition Strategy for the purpose of land reform.

Expenditure for 2007/08 was 99.5 per cent of the adjusted appropriation for that year.

Departmental receipts

Table 27.4: Receipts

R thousand	2008/09			
	Budget estimate	Adjusted estimate	Actual receipts Apr 08 - Sep 08	% of Adjusted estimate
Departmental receipts				
Sales of goods and services other than capital assets	24 790	18 402	10 296	56.0
Interest, dividends and rent on land	159 000	175 793	16 342	9.3
<i>Of which:</i>				
Dividends	140 000	140 000	–	–
Sales of capital assets	–	209	209	100.0
Financial transactions in assets and liabilities	6 800	10 000	9 818	98.2
Total	190 590	204 404	36 665	17.9

Actual departmental revenue collections for the first six months of 2008/09 were R36.7 million or 17.9 per cent of the adjusted estimate of R204.4 million.

Changes to transfers and subsidies, and conditional grants

Table 27.5: Summary of changes to transfers and subsidies per programme

R thousands	Main appropriation	2008/09 Additional Appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virements	Other adjustments		
1. Administration	115	-	-	1	-	1	116
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	-	-	-	1	-	1	1
Vehicle licences	-	-	-	1	-	1	1
2. Surveys and Mapping	1 498	-	-	648	-	648	2 146
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	-	-	-	3	-	3	3
Vehicle licences	-	-	-	3	-	3	3
Foreign governments and international organisations							
Current	-	-	-	1 200	-	1 200	1 200
Subscription fees	-	-	-	1 200	-	1 200	1 200
Households							
Social benefits							
Current	1 498	-	-	(555)	-	(555)	943
Leave gratuity	58	-	-	(3)	-	(3)	55
Employer social benefit	1 440	-	-	(552)	-	(552)	888

Table 27.5: Summary of changes to transfers and subsidies per programme (continued)

R thousands	2008/09						Adjusted appropriation
	Main appropriation	Additional Appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virements	Other adjustments		
4. Restitution	2 891 635	-	-	(169 691)	-	(169 691)	2 721 944
Households							
Other transfers							
Capital	2 891 635	-	-	(169 691)	-	(169 691)	2 721 944
Restitution Grants	2 891 635	-	-	(169 691)	-	(169 691)	2 721 944
5. Land Reform	1 766 133	-	-	(522 060)	-	(522 060)	1 244 073
Households							
Other transfers							
Capital	1 763 640	-	-	(522 060)	-	(522 060)	1 241 580
Land Reform Grants	1 763 640	-	-	(522 060)	-	(522 060)	1 241 580