

Vote 24

Agriculture, Forestry and Fisheries

Adjusted budget summary

R thousand	2015/16			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	6 383 007	6 408 750	-	25 743
of which:				
Current payments	2 586 297	2 536 868	(49 429)	-
Transfers and subsidies	3 700 507	3 694 945	(5 562)	-
Payments for capital assets	96 203	176 937	-	80 734
Executive authority	Minister of Agriculture, Forestry and Fisheries			
Accounting officer	Director-General of Agriculture, Forestry and Fisheries			
Website address	www.daff.gov.za			

Vote purpose

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 2015/16 as published in the 2015 ENE	Achieved in the first six months of 2015/16 (April to September)	Changed target for 2015/16
Number of animal and plant improvement schemes for prioritised value chain commodities monitored per year	Agricultural Production, Health and Food Safety	Outcome 7: Comprehensive rural development and land reform	4	4	-
Number of surveillances on animal diseases conducted per year	Agricultural Production, Health and Food Safety		2	2	-
Number of surveillances on plant diseases conducted per year	Agricultural Production, Health and Food Safety		1	1	-
Number of mobile veterinary clinics provided to improve animal health in rural areas per year	Agricultural Production, Health and Food Safety		18	5	-
Number of veterinary graduates deployed for the compulsory veterinary services programme per year	Agricultural Production, Health and Food Safety		140	0	-
Number of subsistence and smallholder producers supported per year	Food Security and Agrarian Reform		145 000	15 950	-
Number of hectares in underutilised areas cultivated in communal areas per year	Food Security and Agrarian Reform		120 000ha	4 700	-
Number of jobs created through the comprehensive agricultural support programme and Ilima/Letsema funded projects per year	Trade Promotion and Market Access		15 000	2 800	-

Indicator	Programme	Outcome	Annual performance		
			Projected for 2015/16 as published in the 2015 ENE	Achieved in the first six months of 2015/16 (April to September)	Changed target for 2015/16
Number of hectares of land restored through reforestation and land rehabilitation per year	Forestry and Natural Resources Management	Outcome 7: Comprehensive rural development and land reform	30 500ha	1 299	-
Number of hectares of temporary unplanted areas planted per year	Forestry and Natural Resources Management	Outcome 10: Protect and enhance our environmental assets and natural resources	2 300ha	749	-
Number of jobs created through refurbishment of category B and C plantations for the expanded public works programme per year	Forestry and Natural Resources Management	Outcome 4: Decent employment through inclusive economic growth	2 400	406	-
Number of full time equivalent LandCare jobs created per year	Forestry and Natural Resources Management		800	446	-
Number of job opportunities in the Working for Fisheries programme per year	Fisheries	Outcome 10: Protect and enhance our environmental assets and natural resources	535	300	-

Mid-year progress

There was 100 per cent achievement in the first three targets for monitoring and surveillance because the department had to conduct more surveillance and monitoring in the first six months of 2015/16 than planned. This was in order to detect early signs of disease to mitigate and prevent the spread of specific priority plant and animal diseases.

Veterinary graduates are to be deployed to work in mobile clinics. Due to the commencement of the veterinary services programme in January 2016, no veterinary graduates were deployed in the first six months of the financial year. The department does, however, expect to meet this target in the second half.

In the first six months of 2015/16, 15 950 smallholder producers were supported in the form of advisory services, marketing and accessible financial support services. While the figure is significantly below the annual target, this is expected to be met with the start of the planting season.

The department will not be able to achieve the annual targets set for the number of hectares planted in the forestry programme, due to the reprioritisation of the budget towards the hosting of the XIV World Forestry Congress, held in South Africa in September 2015.

134 hectares of woodlands forest and 1 165 hectares of agricultural land were rehabilitated through the reforestation and land rehabilitation project. The annual target has been revised downwards due to the freezing of some posts, the reprioritisation of funds towards the forestry congress, and reduction in the budget due to anticipated underspending.

Planting in underutilised areas on hectares to be cultivated for production will start in the rainy season, in the third and fourth quarters of 2015/16.

Adjusted Estimates of National Expenditure 2015

Programme	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	729 947	–	–	9 471	–	–	9 471	739 418
Agricultural Production, Health and Food Safety	2 134 770	–	–	(5 174)	(4 055)	19 000	9 771	2 144 541
Food Security and Agrarian Reform	1 930 297	–	–	330	(11 226)	–	(10 896)	1 919 401
Trade Promotion and Market Access	238 162	–	–	(4 255)	–	–	(4 255)	233 907
Forestry and Natural Resources Management	906 564	–	–	(372)	(1 352)	1 376	(348)	906 216
Fisheries	443 267	–	–	–	–	22 000	22 000	465 267
Total	6 383 007	–	–	–	(16 633)	42 376	25 743	6 408 750
Economic classification								
Current payments	2 586 297	–	–	(91 805)	–	42 376	(49 429)	2 536 868
Compensation of employees	1 737 802	–	–	(17 173)	–	42 376	25 203	1 763 005
Goods and services	846 963	–	–	(74 632)	–	–	(74 632)	772 331
Interest and rent on land	1 532	–	–	–	–	–	–	1 532
Transfers and subsidies	3 700 507	–	–	11 071	(16 633)	–	(5 562)	3 694 945
Provinces and municipalities	2 189 165	–	–	108	(16 633)	–	(16 525)	2 172 640
Departmental agencies and accounts	1 132 521	–	–	5 570	–	–	5 570	1 138 091
Higher education institutions	7 812	–	–	(4 500)	–	–	(4 500)	3 312
Foreign governments and international organisations	29 534	–	–	2 845	–	–	2 845	32 379
Public corporations and private enterprises	312 915	–	–	1 800	–	–	1 800	314 715
Non-profit institutions	26 667	–	–	(781)	–	–	(781)	25 886
Households	1 893	–	–	6 029	–	–	6 029	7 922
Payments for capital assets	96 203	–	–	80 734	–	–	80 734	176 937
Buildings and other fixed structures	42 471	–	–	6 138	–	–	6 138	48 609
Machinery and equipment	53 192	–	–	74 968	–	–	74 968	128 160
Biological assets	540	–	–	(372)	–	–	(372)	168
Total	6 383 007	–	–	–	(16 633)	42 376	25 743	6 408 750

Programme 1: Administration

Subprogramme	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Ministry	33 798	–	–	1 600	–	–	1 600	35 398
Department Management	23 443	–	–	170	–	–	170	23 613
Financial Administration	170 668	–	–	(503)	–	–	(503)	170 165
Internal Audit	8 011	–	–	(1 000)	–	–	(1 000)	7 011
Corporate Services	163 811	–	–	(470)	–	–	(470)	163 341
Stakeholder Relations, Communication and Legal Services	72 750	–	–	3 805	–	–	3 805	76 555
Policy, Planning, Monitoring and Evaluation	78 460	–	–	5 203	–	–	5 203	83 663
Office Accommodation	179 006	–	–	666	–	–	666	179 672
Total	729 947	–	–	9 471	–	–	9 471	739 418
Economic classification								
Current payments	701 703	–	–	(4 492)	–	–	(4 492)	697 211
Compensation of employees	391 806	–	–	(6 136)	–	–	(6 136)	385 670
Goods and services	309 897	–	–	1 644	–	–	1 644	311 541

Programme 1: Administration (continued)

		2015/16						
		Adjustments appropriation						
					Declared	Other	Total	Adjusted
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	unspent funds	adjustments	adjustments appropriation	appropriation
Transfers and subsidies	17 281	–	–	5 962	–	–	5 962	23 243
Provinces and municipalities	43	–	–	14	–	–	14	57
Departmental agencies and accounts	17 235	–	–	5 370	–	–	5 370	22 605
Households	3	–	–	578	–	–	578	581
Payments for capital assets	10 963	–	–	8 001	–	–	8 001	18 964
Buildings and other fixed structures	7 000	–	–	3 500	–	–	3 500	10 500
Machinery and equipment	3 963	–	–	4 501	–	–	4 501	8 464
Total	729 947	–	–	9 471	–	–	9 471	739 418

Programme 2: Agricultural Production, Health and Food Safety

		2015/16						
		Adjustments appropriation						
					Declared	Other	Total	Adjusted
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	unspent funds	adjustments	adjustments appropriation	appropriation
Management	2 756	–	–	–	–	–	–	2 756
Inspection and Laboratory Services	321 630	–	–	(174)	–	4 110	3 936	325 566
Plant Production and Health	549 578	–	–	–	(4 055)	–	(4 055)	545 523
Animal Production and Health	456 873	–	–	(5 000)	–	14 890	9 890	466 763
Agriculture Research	803 933	–	–	–	–	–	–	803 933
Total	2 134 770	–	–	(5 174)	(4 055)	19 000	9 771	2 144 541
Economic classification								
Current payments	579 600	–	–	(59 334)	–	19 000	(40 334)	539 266
Compensation of employees	423 781	–	–	(5 487)	–	19 000	13 513	437 294
Goods and services	155 819	–	–	(53 847)	–	–	(53 847)	101 972
Transfers and subsidies	1 553 127	–	–	756	(4 055)	–	(3 299)	1 549 828
Provinces and municipalities	470 780	–	–	69	(4 055)	–	(3 986)	466 794
Departmental agencies and accounts	803 933	–	–	200	–	–	200	804 133
Public corporations and private enterprises	268 400	–	–	–	–	–	–	268 400
Non-profit institutions	10 000	–	–	–	–	–	–	10 000
Households	14	–	–	487	–	–	487	501
Payments for capital assets	2 043	–	–	53 404	–	–	53 404	55 447
Machinery and equipment	2 043	–	–	53 404	–	–	53 404	55 447
Total	2 134 770	–	–	(5 174)	(4 055)	19 000	9 771	2 144 541

Programme 3: Food Security and Agrarian Reform

		2015/16						
		Adjustments appropriation						
					Declared	Other	Total	Adjusted
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	unspent funds	adjustments	adjustments appropriation	appropriation
Management	2 781	–	–	1 000	–	–	1 000	3 781
Food Security	1 298 028	–	–	(3 820)	(11 226)	–	(15 046)	1 282 982
Sector Capacity Development	255 708	–	–	6 290	–	–	6 290	261 998
National Extension Support Services	373 780	–	–	(3 140)	–	–	(3 140)	370 640
Total	1 930 297	–	–	330	(11 226)	–	(10 896)	1 919 401
Economic classification								
Current payments	270 793	–	–	(14 296)	–	–	(14 296)	256 497
Compensation of employees	134 296	–	–	(1 039)	–	–	(1 039)	133 257
Goods and services	136 497	–	–	(13 257)	–	–	(13 257)	123 240

Programme 3: Food Security and Agrarian Reform (continued)

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Transfers and subsidies	1 620 392	–	–	(2 202)	(11 226)	–	(13 428)	1 606 964
Provinces and municipalities	1 592 593	–	–	9	(11 226)	–	(11 217)	1 581 376
Departmental agencies and accounts	15 095	–	–	–	–	–	–	15 095
Higher education institutions	5 250	–	–	(4 500)	–	–	(4 500)	750
Public corporations and private enterprises	3 823	–	–	1 800	–	–	1 800	5 623
Non-profit institutions	2 000	–	–	–	–	–	–	2 000
Households	1 631	–	–	489	–	–	489	2 120
Payments for capital assets	39 112	–	–	16 828	–	–	16 828	55 940
Buildings and other fixed structures	35 411	–	–	2 668	–	–	2 668	38 079
Machinery and equipment	3 701	–	–	14 160	–	–	14 160	17 861
Total	1 930 297	–	–	330	(11 226)	–	(10 896)	1 919 401

Programme 4: Trade Promotion and Market Access

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Subprogramme								
Management	2 732	–	–	500	–	–	500	3 232
International Relations and Trade	112 385	–	–	(6 238)	–	–	(6 238)	106 147
Cooperatives and Rural Enterprise Development	68 240	–	–	–	–	–	–	68 240
Agro-processing and Marketing	54 805	–	–	1 483	–	–	1 483	56 288
Total	238 162	–	–	(4 255)	–	–	(4 255)	233 907
Economic classification								
Current payments	131 745	–	–	(7 352)	–	–	(7 352)	124 393
Compensation of employees	91 186	–	–	1 575	–	–	1 575	92 761
Goods and services	40 559	–	–	(8 927)	–	–	(8 927)	31 632
Transfers and subsidies	105 968	–	–	2 870	–	–	2 870	108 838
Provinces and municipalities	21	–	–	–	–	–	–	21
Departmental agencies and accounts	34 635	–	–	–	–	–	–	34 635
Higher education institutions	100	–	–	–	–	–	–	100
Foreign governments and international organisations	29 534	–	–	2 845	–	–	2 845	32 379
Public corporations and private enterprises	40 692	–	–	–	–	–	–	40 692
Non-profit institutions	986	–	–	–	–	–	–	986
Households	–	–	–	25	–	–	25	25
Payments for capital assets	449	–	–	227	–	–	227	676
Machinery and equipment	449	–	–	227	–	–	227	676
Total	238 162	–	–	(4 255)	–	–	(4 255)	233 907

Programme 5: Forestry and Natural Resources Management

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Subprogramme								
Management	6 516	–	–	35 246	–	–	35 246	41 762
Forestry Operations	469 531	–	–	(20 198)	–	1 376	(18 822)	450 709
Forestry Oversight and Regulation	55 092	–	–	1 500	–	–	1 500	56 592
Natural Resources Management	375 425	–	–	(16 920)	(1 352)	–	(18 272)	357 153
Total	906 564	–	–	(372)	(1 352)	1 376	(348)	906 216

Programme 5: Forestry and Natural Resources Management (continued)

Economic classification	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Current payments	717 812	-	-	(6 331)	-	1 376	(4 955)	712 857
Compensation of employees	512 089	-	-	(6 086)	-	1 376	(4 710)	507 379
Goods and services	204 191	-	-	(245)	-	-	(245)	203 946
Interest and rent on land	1 532	-	-	-	-	-	-	1 532
Transfers and subsidies	145 116	-	-	3 685	(1 352)	-	2 333	147 449
Provinces and municipalities	125 728	-	-	16	(1 352)	-	(1 336)	124 392
Departmental agencies and accounts	3 000	-	-	-	-	-	-	3 000
Higher education institutions	2 462	-	-	-	-	-	-	2 462
Non-profit institutions	13 681	-	-	(781)	-	-	(781)	12 900
Households	245	-	-	4 450	-	-	4 450	4 695
Payments for capital assets	43 636	-	-	2 274	-	-	2 274	45 910
Buildings and other fixed structures	60	-	-	(30)	-	-	(30)	30
Machinery and equipment	43 036	-	-	2 676	-	-	2 676	45 712
Biological assets	540	-	-	(372)	-	-	(372)	168
Total	906 564	-	-	(372)	(1 352)	1 376	(348)	906 216

Programme 6: Fisheries

Subprogramme	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Management	2 168	-	-	-	-	-	-	2 168
Aquaculture	32 298	-	-	-	-	500	500	32 798
Monitoring Control and Surveillance	72 950	-	-	-	-	15 000	15 000	87 950
Marine Resources Management	19 653	-	-	-	-	700	700	20 353
Fisheries Research and Development	57 575	-	-	-	-	5 800	5 800	63 375
Marine Living Resources Fund	258 623	-	-	-	-	-	-	258 623
Total	443 267	-	-	-	-	22 000	22 000	465 267
Economic classification								
Current payments	184 644	-	-	-	-	22 000	22 000	206 644
Compensation of employees	184 644	-	-	-	-	22 000	22 000	206 644
Transfers and subsidies	258 623	-	-	-	-	-	-	258 623
Departmental agencies and accounts	258 623	-	-	-	-	-	-	258 623
Total	443 267	-	-	-	-	22 000	22 000	465 267

Details of adjustments to the Estimates of National Expenditure 2015

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 and Natural Resources Management
6. Fisheries

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(13 021)	Programme 1		13 021
Goods and services	Reduction in spending on communication, property payments, venues and facilities, travel and subsistence and business and advisory services	(3 001)	Machinery and equipment	Operational expenditure on leasing of photocopiers, computers and office furniture; office equipment; laptops and security equipment	3 001
	Reduction in spending on communication, entertainment, property payments, and travel and subsistence	(14)	Provinces and municipalities	Vehicle licences	14
	Reduction in spending on property payments	(3 000)	Buildings and other fixed structures	Upgrading of buildings	3 000
	Reduction in spending on communication ¹	(370)	Departmental agencies and accounts	Transfer to the Public Sector Education and Training Authority ¹	370
Compensation of employees	Vacant posts	(2 000)	Machinery and equipment	Electrical wire and power distribution, gardening equipment, kitchen appliances, office equipment, office furniture, computers, printers and the leasing of photocopiers	2 000
	Vacant posts	(578)	Households	Leave gratuities	578
	Vacant posts	(3 558)	Goods and services	Shortfall in operational budget	3 558
Machinery and equipment	Reduction in spending on fixed air conditioners	(500)	Buildings and other fixed structures	Upgrading of buildings	500
Shifts within the programme as a percentage of the programme budget		1.8%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(64 334)	Programme 1		5 174
Goods and services	Reduction in minor assets	(174)	Goods and services	Renewal of lease agreement for office buildings	174
	Reduction in minor assets ¹	(5 000)	Departmental agencies and accounts	Transfer to the National Research Foundation ¹	5 000
	Reallocation of funds due to reduction in minor assets, travel and subsistence, and consultants	(53 404)	Programme 2		59 160
			Machinery and equipment	Operational expenditure on laptops, office furniture and equipment, veterinary mobile clinics and firefighting equipment	53 404

2015 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2			Programme 2		
	Reduction in minor assets, and reduction in spending on travel and subsistence	(69)	Provinces and municipalities	Vehicle licences	69
	Reduction in minor assets ¹	(200)	Departmental agencies and accounts	Annual national beef cattle improvement scheme awards ¹	200
Compensation of employees	Vacant posts	(487)	Households	Leave gratuities	487
	Vacant posts	(5 000)	Goods and services	Shortfall in operational budget	5 000
Shifts within the programme as a percentage of the programme budget		2.8%			
Virements to other programmes as a percentage of the programme budget		0.2%			
Programme 3		(23 813)	Programme 1		
Goods and services	Reduction in spending on infrastructure planning	(120)	Goods and services	Renewal of lease agreement for office buildings	120
	Reduction in spending on travel and subsistence, training and development, operating payments, and infrastructure planning	(15 385)	Programme 3		
	Reduction in spending on infrastructure planning	(9)	Machinery and equipment	Operational expenditure on laboratory equipment; agricultural equipment and computer servers	15 385
	Reduction in spending on infrastructure planning	(1 443)	Provinces and municipalities	Vehicle licences	9
Compensation of employees	Vacant posts	(39)	Buildings and other fixed structures	Border fence capital project for the prevention of foot and mouth disease	1 443
	Vacant posts	(1 000)	Households	Leave gratuities	39
Machinery and equipment	Reduction in spending on vehicles and computers	(1 271)	Goods and services	Shortfall in operational budget	1 000
Buildings and other fixed structures	Reduction in spending on the upgrading of buildings	(46)	Buildings and other fixed structures	Border fence capital project for the prevention of foot and mouth disease	1 271
Higher education institutions	Reduced transfer payment to the University of Fort Hare ¹	(2 700)	Machinery and equipment	Agricultural equipment and computers	46
	Reduced transfer payment to the University of Fort Hare ¹	(1 800)	Goods and services	Maintenance and upgrade agricultural extension suite online system ¹	2 700
			Public corporations and private enterprises	Shortfall in operational budget shortfall for Ncera Farms (Pty) Ltd ¹	1 800
Shifts within the programme as a percentage of the programme budget		1.2%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 4		(8 952)	Programme 1		
Goods and services	Reduction in spending on infrastructure and planning	(3 805)	Goods and services	Shortfall in operational budget	3 805
	Reduction in spending on travel and subsistence	(450)	Programme 3		
	Reduction in spending on training and development operating leases travel and subsistence administration fees, infrastructure planning	(227)	Households	Prize money for Female Farmer of the Year awards ¹	450
			Programme 4		
			Machinery and equipment	Lease of photocopiers, office furniture; audio visual equipment laptops; computers; training equipment; conditioners; soft furnishing	227

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
	Reduction in spending on infrastructure planning	(2 845)	Foreign governments and international organisations	Shortfall in funding for international members fees	2 845
	Reduction in spending on infrastructure planning	(1 600)	Compensation of employees	Increase in personnel remuneration	1 600
Compensation of employees	Vacant post	25	Households	Leave gratuities	25
Shifts within the programme as a percentage of the programme budget		2.0%			
Virements to other programmes as a percentage of the programme budget		1.8%			
Programme 5		(9 931)	Programme1		372
Goods and services	Reduction in spending on property payments and farming supplies	(372)	Goods and services	Renewal of lease agreement for office buildings	372
	Reduction in spending on travel and subsistence, farming supplies, contractors and property payments	(2 274)	Programme 5		9 559
	Reduction in spending on farming supplies, travel subsistence and contractors	(16)	Machinery and equipment	Operational expenditure on office furniture, computer, survey equipment computers, lease of photocopy machines, office equipment; audio visual equipment, electric wire and power distribution and construction equipment	2 274
Compensation of employees	Vacant posts	(4 450)	Provinces and municipalities	Vehicle licences	16
	Vacant posts	(1 636)	Households	Leave gratuities	4 450
Buildings and other fixed structures	Reduction in spending on the upgrading of buildings	(30)	Goods and services	Shortfall in operational budget	1 636
Biological assets	Reduction in spending on forest plantation, plants (product and seeds), and fruit trees	(372)	Machinery and equipment	Emergency vehicles	30
Non-profit institutions	Reduced transfer payments to the Lima Rural Development Foundation ¹	(781)	Machinery and equipment	Firefighting, irrigation, office equipment, computers and laptops	372
Goods and services			Goods and services	Shortfall in operational budget ¹	781
Shifts within the programme as a percentage of the programme budget		1.1%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(120 051)			120 051

1. National Treasury approval has been obtained.

Declared unspent funds – R16.633 million

R16.633 million in unspent funds has been declared, due to the historical spending performance in the following areas:

Programme 2: Agricultural Production, Health and Food Safety

R4.055 million on the Ilima/Letsema conditional grant

Programme 3: Food Security and Agrarian Reform

R11.226 million on the comprehensive agricultural support programme conditional grant

Programme 5: Forestry and Natural Resources Management

R1.352 million on the land care programme conditional grant

Other adjustments – R42.376 million

Adjustments due to significant and unforeseeable economic and financial events – R42.376 million

An additional R42.376 million has been allocated to cover costs related to increases in compensation of employees that were higher than provided for in the main Budget, as follows:

Programme 2: Agricultural Production, Health and Food Safety
R19 million

Programme 5: Forestry and Natural Resources Management
R1.376 million

Programme 6: Fisheries
R22 million

Gifts, donations and sponsorships – R200 000

Programme 2: Agricultural Production, Health and Food Safety

The department will make a donation of R200 000 to the Agricultural Research Council for the annual national beef cattle improvement schemes awards.

Expenditure outcome for 2014/15 and actual expenditure for 2015/16

Programme	2014/15 Audited outcome					2015/16 Actual expenditure				
	Adjusted appropriation	Apr 14 - Sep 14	adjusted appropriation % of	Apr 14 - Mar 15	adjusted appropriation % of	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 15 - Sep 15	adjusted appropriation % of	
R thousand										
Administration	718 903	341 481	47.5	738 441	102.7	739 418	11.5	436 437	59.0	
Agricultural Production, Health and Food Safety	2 187 101	1 182 662	54.1	2 183 702	99.8	2 144 541	33.5	1 216 417	56.7	
Food Security and Agrarian Reform	1 711 695	821 098	48.0	1 656 320	96.8	1 919 401	29.9	946 797	49.3	
Trade Promotion and Market Access	298 253	161 649	54.2	307 000	102.9	233 907	3.6	147 044	62.9	
Forestry and Natural Resources Management	1 348 655	712 638	52.8	1 303 645	96.7	906 216	14.1	486 452	53.7	
Fisheries	427 776	221 239	51.7	439 765	102.8	465 267	7.3	233 822	50.3	
Total	6 692 383	3 440 767	51.4	6 628 873	99.1	6 408 750	100.0	3 466 969	54.1	
Economic classification										
Current payments	2 509 285	1 108 641	44.2	2 393 978	95.4	2 536 868	39.6	1 265 134	49.9	
Compensation of employees	1 698 409	806 479	47.5	1 661 596	97.8	1 763 005	27.5	852 963	48.4	
Goods and services	809 526	302 162	37.3	732 095	90.4	772 331	12.1	412 171	53.4	
Interest and rent on land	1 350	–	–	287	21.3	1 532	–	–	–	
Transfers and subsidies	4 047 654	2 272 282	56.1	4 028 678	99.5	3 694 945	57.7	2 088 046	56.5	
Provinces and municipalities	2 390 100	1 212 610	50.7	2 363 349	98.9	2 172 640	33.9	1 120 396	51.6	
Departmental agencies and accounts	1 354 598	894 848	66.1	1 354 212	100.0	1 138 091	17.8	746 430	65.6	
Higher education institutions	7 000	3 000	42.9	3 000	42.9	3 312	0.1	3 307	99.8	
Foreign governments and international organisations	38 730	29 179	75.3	38 784	100.1	32 379	0.5	20 445	63.1	
Public corporations and private enterprises	221 977	101 027	45.5	222 298	100.1	314 715	4.9	172 882	54.9	
Non-profit institutions	26 823	19 921	74.3	25 150	93.8	25 886	0.4	15 116	58.4	
Households	8 426	11 697	138.8	21 885	259.7	7 922	0.1	9 470	119.5	

	2014/15					2015/16			
	Audited outcome					Actual expenditure			
R thousand	Adjusted appropriation	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation	Apr 14 - Mar 15	Apr 14 - Mar 15 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 15 - Sep 15	Apr 15 - Sep 15 % of adjusted appropriation
Payments for capital assets	135 444	59 742	44.1	205 970	152.1	176 937	2.8	113 401	64.1
Buildings and other fixed structures	41 319	20 311	49.2	48 048	116.3	48 609	0.8	23 628	48.6
Machinery and equipment	93 903	39 431	42.0	157 499	167.7	128 160	2.0	89 773	70.0
Biological assets	172	–	–	–	–	168	–	–	–
Software and other intangible assets	50	–	–	423	846.0	–	–	–	–
Payments for financial assets	–	102	–	247	–	–	–	388	–
Total	6 692 383	3 440 767	51.4	6 628 873	99.1	6 408 750	100.0	3 466 969	54.1

Expenditure trends for the first half of 2015/16

Total expenditure in 2014/15 was 99.1 per cent of the 2014/15 adjusted appropriation. Expenditure in the first six months of 2015/16 was R3.5 billion or 54.1 per cent of the adjusted appropriation of R6.4 billion for the year. In comparison, mid-year expenditure in 2014/15 was R3.4 billion, or 51.4 per cent of the 2014/15 adjusted appropriation. In comparison to the first six months of 2014/15, expenditure over the same period in 2015/16 increased by R26.2 million, or 0.8 per cent. This was mainly due to the increase in payments for office accommodation and the increase in personnel remuneration emanating from the 2015 public sector wage agreement.

Departmental receipts

	2014/15					2015/16				
	Audited outcome					Actual receipts				
R thousand	Adjusted estimate	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted estimate	Apr 14 - Mar 15	Apr 14 - Mar 15 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 15 - Sep 15	Apr 15 - Sep 15 % of adjusted estimate
Departmental receipts	186 116	96 013	51.6	191 652	103.0	198 398	206 326	100.0	111 509	54.0
Sales of goods and services produced by department	150 670	88 987	59.1	163 186	108.3	160 613	164 632	79.8	98 519	59.8
Sales of scrap, waste, arms and other used current goods	9	3	33.3	44	488.9	10	50	–	29	58.0
Transfers received	127	119	93.7	727	572.4	135	400	–	226	56.5
Fines, penalties and forfeits	29	14	48.3	33	113.8	31	29	–	25	86.2
Interest, dividends and rent on land	16 538	3 500	21.2	6 727	40.7	17 629	17 629	8.5	2 146	12.2
Sales of capital assets	1 103	–	–	1 034	93.7	1 176	1 176	0.6	831	70.7
Transactions in financial assets and liabilities	17 640	3 390	19.2	19 901	112.8	18 804	22 410	10.9	9 733	43.4
Total	186 116	96 013	51.6	191 652	103.0	198 398	206 326	100.0	111 509	54.0

Revenue trends for the first half of 2015/16

Revenue in the first six months of 2015/16 was R111.5 million, or 54 per cent of the adjusted revenue estimate of R206.3 million for the year. In comparison, mid-year revenue in 2014/15 was R96 million, or 51.6 per cent of the 2014/15 adjusted estimate. In comparison to the first six months of 2014/15, revenue in 2015/16 increased by R15.5 million, or 16.1 per cent. This was mainly due to tariff adjustments on the sales of goods and services produced by the department, the sales of scrap at auctions, the collection of interest on financial assets and liabilities from the previous year, and transfers received in cash from local donations.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	43	-	-	14	-	-	14	57
Vehicle licences	43	-	-	14	-	-	14	57
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	15 841	-	-	5 370	-	-	5 370	21 211
National Research Foundation	15 841	-	-	5 000	-	-	5 000	20 841
Public Service Sector Education and Training Authority	-	-	-	370	-	-	370	370
Households								
Social benefits								
Current	3	-	-	578	-	-	578	581
Employee social benefits	3	-	-	578	-	-	578	581
Agricultural Production, Health and Food Safety								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	470 768	-	-	-	(4 055)	-	(4 055)	466 713
Ilima/Letsema projects grant	470 768	-	-	-	(4 055)	-	(4 055)	466 713
Municipalities								
Municipal bank accounts								
Current	12	-	-	69	-	-	69	81
Vehicle licences	12	-	-	69	-	-	69	81
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	-	-	-	200	-	-	200	200
Annual National Beef Cattle Improvement Scheme Awards	-	-	-	200	-	-	200	200
Households								
Social benefits								
Current	14	-	-	487	-	-	487	501
Employee social benefits	14	-	-	487	-	-	487	501
Food Security and Agrarian Reform								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	1 179 005	-	-	-	(11 226)	-	(11 226)	1 167 779
Comprehensive agricultural support programme grant: Infrastructure	1 179 005	-	-	-	(11 226)	-	(11 226)	1 167 779

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

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	242	-	-	9	-	-	9	251
Vehicle licences	242	-	-	9	-	-	9	251
Higher education institutions								
Current	4 500	-	-	(4 500)	-	-	(4 500)	-
University of Fort Hare	4 500	-	-	(4 500)	-	-	(4 500)	-
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	3 822	-	-	1 800	-	-	1 800	5 622
Ncera Farms (Pty) Limited	3 822	-	-	1 800	-	-	1 800	5 622
Households								
Social benefits								
Current	140	-	-	39	-	-	39	179
Employee social benefits	140	-	-	39	-	-	39	179
Households								
Other transfers to households								
Current	100	-	-	450	-	-	450	550
Female entrepreneur of the year awards	100	-	-	450	-	-	450	550
Trade Promotion and Market Access								
Foreign governments and international organisations								
Current	26 998	-	-	2 845	-	-	2 845	29 843
Consultative Group on International Agricultural Research	5 000	-	-	1 375	-	-	1 375	6 375
International Union for the Protection of New Varieties of Plants	640	-	-	37	-	-	37	677
Commonwealth Agricultural Bureau International	260	-	-	16	-	-	16	276
Food and Agriculture Organisation of the United Nations	20 000	-	-	1 219	-	-	1 219	21 219
International Cotton Advisory Council	240	-	-	50	-	-	50	290
International Grains Council	200	-	-	16	-	-	16	216
International Organisation of Vine and Wine	658	-	-	132	-	-	132	790
Households								
Social benefits								
Current	-	-	-	25	-	-	25	25
Employee social benefits	-	-	-	25	-	-	25	25
Forestry and Natural Resources Management								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	66 363	-	-	-	(1 352)	-	(1 352)	65 011
Land Care programme grant: Poverty relief and infrastructure development	66 363	-	-	-	(1 352)	-	(1 352)	65 011

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

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	164	-	-	16	-	-	16	180
Vehicle licences	164	-	-	16	-	-	16	180
Non-profit institutions								
Current	8 862	-	-	(781)	-	-	(781)	8 081
Lima Rural Development Foundation	8 862	-	-	(781)	-	-	(781)	8 081
Households								
Social benefits								
Current	245	-	-	4 450	-	-	4 450	4 695
Employee social benefits	245	-	-	4 450	-	-	4 450	4 695

Summary of changes to conditional grants: Provinces

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Agricultural Production, Health and Food Safety	470 768	-	-	-	(4 055)	-	(4 055)	466 713
Ilima/Letsema projects grant	470 768	-	-	-	(4 055)	-	(4 055)	466 713
Food Security and Agrarian Reform	1 592 351	-	-	-	(11 226)	-	(11 226)	1 581 125
Comprehensive agricultural support programme grant: Infrastructure	1 179 005	-	-	-	(11 226)	-	(11 226)	1 167 779
Forestry and Natural Resources Management	124 964	-	-	-	(1 352)	-	(1 352)	123 612
LandCare programme grant: Poverty relief and infrastructure development	66 363	-	-	-	(1 352)	-	(1 352)	65 011