

# Vote 24

## Agriculture, Forestry and Fisheries

### Adjusted budget summary

R thousand	2019/20			Adjusted appropriation
	Appropriation	Adjustments appropriation		
		Decrease	Increase	
<b>Amount to be appropriated</b>	<b>7 664 889</b>	<b>(101 947)</b>	<b>49 147</b>	<b>7 612 089</b>
<i>of which:</i>				
Current payments	3 250 833	–	20 832	3 271 665
Transfers and subsidies	4 283 450	(101 947)	–	4 181 503
Payments for capital assets	130 606	–	28 315	158 921
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.*

### 2019 National macro organisation of government

The agriculture function of the Department of Agriculture, Forestry and Fisheries has been merged with the Department of Rural Development and Land Reform to form the new Department of Agriculture, Land Reform and Rural Development. The forestry and fisheries functions will be transferred to the new Department of Environment, Forestry and Fisheries. The new departments will be fully merged with effect from 1 April 2020. Work to ensure proper governance structures is in progress. The new organisational and budget structures are expected to be completed during the current financial year after all approvals are obtained.

### Mid-year performance

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
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	2	–
Number of surveillances on plant diseases conducted per year	Agricultural Production, Health and Food Safety		1	1	–
Number of surveillances on animal diseases conducted per year	Agricultural Production, Health and Food Safety		2	1	–
Number of veterinary graduates deployed for the compulsory veterinary services programme per year	Agricultural Production, Health and Food Safety		189 <sup>1</sup>	166	–
Number of subsistence and smallholder producers supported per year	Food Security and Agrarian Reform		145 000	10 043 <sup>2</sup>	–

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of hectares cultivated in underutilised communal areas per year	Food Security and Agrarian Reform	Outcome 7: Comprehensive rural development and land reform	120 000	1 360 <sup>2</sup>	–
Number of agro-processing entrepreneurs trained on processing norms and standards per year	Trade Promotion and Market Access		60	0	–
Number of hectares of land restored through reforestation and land rehabilitation per year	Forestry and Natural Resources Management	Outcome 10: Protect and enhance our environmental assets and natural resources	16 300	4 162.2 <sup>2</sup>	–
Number of hectares of temporary unplanted areas planted per year	Forestry and Natural Resources Management		945	0	–

1. Target changed to align with the department's 2019/20 annual performance plan, which was finalised after the 2019 ENE had been published.
2. Only data for the first quarter was available at the time of publication.

### Mid-year progress

During the first half of 2019/20, 166 veterinary graduates were deployed for the compulsory veterinary services programme against an annual target of 189, following an increased number of veterinary science students enrolled at the University of Pretoria and foreign veterinarians willing to practice in South Africa.

During the first quarter of 2019/20, only 10 043 subsistence and smallholder producers were supported against an annual target of 145 000, only 1 360 hectares were planted in underutilised communal areas against an annual target of 120 000, and no temporary unplanted areas were planted. This slow performance is in line with the seasonal nature of agriculture and, as such, the department expects to achieve all its targets by the end of the financial year.

The training of agro-processing entrepreneurs on processing norms and standards is expected to commence in the third quarter following the allocation of the training schedule by the South African Bureau of Standards, which is responsible for the training. The department expects to achieve the target of training 60 agro-processing entrepreneurs by the end of the financial year.

## Adjusted estimates

Programme	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration	935 725	–	6 024	–	–	–	6 024	941 749
Agricultural Production, Health and Food Safety	2 642 479	4 900	(41 669)	–	–	–	(36 769)	2 605 710
Food Security and Agrarian Reform	2 237 026	–	36 577	–	(57 700)	–	(21 123)	2 215 903
Trade Promotion and Market Access	290 885	–	(196)	–	–	–	(196)	290 689
Forestry and Natural Resources Management	1 039 051	–	(736)	–	–	–	(736)	1 038 315
Fisheries	519 723	–	–	–	–	–	–	519 723
<b>Total</b>	<b>7 664 889</b>	<b>4 900</b>	<b>–</b>	<b>–</b>	<b>(57 700)</b>	<b>–</b>	<b>(52 800)</b>	<b>7 612 089</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>3 250 833</b>	<b>–</b>	<b>20 832</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>20 832</b>	<b>3 271 665</b>
Compensation of employees	2 351 230	–	–	–	–	–	–	2 351 230
Goods and services	898 107	–	20 882	–	–	–	20 882	918 989
Interest and rent on land	1 496	–	(50)	–	–	–	(50)	1 446

Economic classification	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
R thousand								
<b>Transfers and subsidies</b>	<b>4 283 450</b>	–	<b>(44 247)</b>	–	<b>(57 700)</b>	–	<b>(101 947)</b>	<b>4 181 503</b>
Provinces and municipalities	2 205 169	–	(45 168)	–	–	–	(45 168)	2 160 001
Departmental agencies and accounts	1 545 367	–	–	–	–	–	–	1 545 367
Foreign governments and international organisations	39 715	–	–	–	–	–	–	39 715
Public corporations and private enterprises	466 409	–	–	–	(57 700)	–	(57 700)	408 709
Non-profit institutions	400	–	–	–	–	–	–	400
Households	26 390	–	921	–	–	–	921	27 311
<b>Payments for capital assets</b>	<b>130 606</b>	<b>4 900</b>	<b>23 415</b>	–	–	–	<b>28 315</b>	<b>158 921</b>
Buildings and other fixed structures	66 164	–	7 970	–	–	–	7 970	74 134
Machinery and equipment	64 417	4 900	14 166	–	–	–	19 066	83 483
Biological assets	25	–	–	–	–	–	–	25
Software and other intangible assets	–	–	1 279	–	–	–	1 279	1 279
<b>Total</b>	<b>7 664 889</b>	<b>4 900</b>	–	–	<b>(57 700)</b>	–	<b>(52 800)</b>	<b>7 612 089</b>

**Programme 1: Administration**

Subprogramme	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
R thousand								
Ministry	48 645	–	(101)	–	–	–	(101)	48 544
Department	31 206	–	829	–	–	–	829	32 035
Management								
Financial Administration	221 786	–	250	–	–	–	250	222 036
Internal Audit	11 250	–	(15)	–	–	–	(15)	11 235
Corporate Services	202 324	–	1 464	–	–	–	1 464	203 788
Stakeholder Relations, Communication and Legal Services	73 208	–	243	–	–	–	243	73 451
Policy, Planning, Monitoring and Evaluation	144 673	–	3 354	–	–	–	3 354	148 027
Office Accommodation	202 633	–	–	–	–	–	–	202 633
<b>Total</b>	<b>935 725</b>	–	<b>6 024</b>	–	–	–	<b>6 024</b>	<b>941 749</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>908 391</b>	–	<b>(85)</b>	–	–	–	<b>(85)</b>	<b>908 306</b>
Compensation of employees	501 704	–	(100)	–	–	–	(100)	501 604
Goods and services	406 687	–	15	–	–	–	15	406 702
<b>Transfers and subsidies</b>	<b>1 940</b>	–	<b>2</b>	–	–	–	<b>2</b>	<b>1 942</b>
Provinces and municipalities	50	–	2	–	–	–	2	52
Departmental agencies and accounts	1 890	–	–	–	–	–	–	1 890
<b>Payments for capital assets</b>	<b>25 394</b>	–	<b>6 107</b>	–	–	–	<b>6 107</b>	<b>31 501</b>
Buildings and other fixed structures	21 111	–	–	–	–	–	–	21 111
Machinery and equipment	4 283	–	4 828	–	–	–	4 828	9 111
Software and other intangible assets	–	–	1 279	–	–	–	1 279	1 279
<b>Total</b>	<b>935 725</b>	–	<b>6 024</b>	–	–	–	<b>6 024</b>	<b>941 749</b>

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

Subprogramme		2019/20						Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation	
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management	3 243	–	(6)	–	–	–	(6)	3 237
Inspection and Laboratory Services	472 573	4 900	(1 206)	–	–	–	3 694	476 267
Plant Production and Health	680 972	–	(45 331)	–	–	–	(45 331)	635 641
Animal Production and Health	261 985	–	4 874	–	–	–	4 874	266 859
Agriculture Research	1 223 706	–	–	–	–	–	–	1 223 706
<b>Total</b>	<b>2 642 479</b>	<b>4 900</b>	<b>(41 669)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(36 769)</b>	<b>2 605 710</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>812 922</b>	<b>–</b>	<b>(4 518)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(4 518)</b>	<b>808 404</b>
Compensation of employees	679 629	–	–	–	–	–	–	679 629
Goods and services	133 293	–	(4 518)	–	–	–	(4 518)	128 775
<b>Transfers and subsidies</b>	<b>1 807 404</b>	<b>–</b>	<b>(45 196)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(45 196)</b>	<b>1 762 208</b>
Provinces and municipalities	583 366	–	(45 196)	–	–	–	(45 196)	538 170
Departmental agencies and accounts	1 223 948	–	–	–	–	–	–	1 223 948
Households	90	–	–	–	–	–	–	90
<b>Payments for capital assets</b>	<b>22 153</b>	<b>4 900</b>	<b>8 045</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>12 945</b>	<b>35 098</b>
Buildings and other fixed structures	8 500	–	–	–	–	–	–	8 500
Machinery and equipment	13 653	4 900	8 045	–	–	–	12 945	26 598
<b>Total</b>	<b>2 642 479</b>	<b>4 900</b>	<b>(41 669)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(36 769)</b>	<b>2 605 710</b>

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

Subprogramme		2019/20						Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation	
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management	16 362	–	(18)	–	–	–	(18)	16 344
Food Security	1 593 895	–	35 408	–	(57 700)	–	(22 292)	1 571 603
Sector Capacity Development	225 155	–	6 727	–	–	–	6 727	231 882
National Extension Support Services	401 614	–	(5 540)	–	–	–	(5 540)	396 074
<b>Total</b>	<b>2 237 026</b>	<b>–</b>	<b>36 577</b>	<b>–</b>	<b>(57 700)</b>	<b>–</b>	<b>(21 123)</b>	<b>2 215 903</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>277 743</b>	<b>–</b>	<b>36 324</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>36 324</b>	<b>314 067</b>
Compensation of employees	184 631	–	100	–	–	–	100	184 731
Goods and services	93 111	–	36 224	–	–	–	36 224	129 335
Interest and rent on land	1	–	–	–	–	–	–	1
<b>Transfers and subsidies</b>	<b>1 921 760</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(57 700)</b>	<b>–</b>	<b>(57 700)</b>	<b>1 864 060</b>
Provinces and municipalities	1 478 309	–	–	–	–	–	–	1 478 309
Public corporations and private enterprises	417 720	–	–	–	(57 700)	–	(57 700)	360 020
Households	25 731	–	–	–	–	–	–	25 731
<b>Payments for capital assets</b>	<b>37 523</b>	<b>–</b>	<b>253</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>253</b>	<b>37 776</b>
Buildings and other fixed structures	33 553	–	621	–	–	–	621	34 174
Machinery and equipment	3 970	–	(368)	–	–	–	(368)	3 602
<b>Total</b>	<b>2 237 026</b>	<b>–</b>	<b>36 577</b>	<b>–</b>	<b>(57 700)</b>	<b>–</b>	<b>(21 123)</b>	<b>2 215 903</b>

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

Subprogramme		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management	5 652	–	(2 004)	–	–	–	(2 004)	3 648
International Relations and Trade	135 629	–	1 961	–	–	–	1 961	137 590
Cooperatives and Rural Enterprise Development	79 098	–	(69)	–	–	–	(69)	79 029
Agro-processing and Marketing	70 506	–	(84)	–	–	–	(84)	70 422
<b>Total</b>	<b>290 885</b>	<b>–</b>	<b>(196)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(196)</b>	<b>290 689</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>156 911</b>	<b>–</b>	<b>(323)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(323)</b>	<b>156 588</b>
Compensation of employees	118 308	–	–	–	–	–	–	118 308
Goods and services	38 603	–	(323)	–	–	–	(323)	38 280
<b>Transfers and subsidies</b>	<b>133 658</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>133 658</b>
Provinces and municipalities	3	–	–	–	–	–	–	3
Departmental agencies and accounts	45 251	–	–	–	–	–	–	45 251
Foreign governments and international organisations	39 715	–	–	–	–	–	–	39 715
Public corporations and private enterprises	48 689	–	–	–	–	–	–	48 689
<b>Payments for capital assets</b>	<b>316</b>	<b>–</b>	<b>127</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>127</b>	<b>443</b>
Machinery and equipment	316	–	127	–	–	–	127	443
<b>Total</b>	<b>290 885</b>	<b>–</b>	<b>(196)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(196)</b>	<b>290 689</b>

**Programme 5: Forestry and Natural Resources Management**

Subprogramme		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management	9 648	–	871	–	–	–	871	10 519
Forestry Operations	536 466	–	(143)	–	–	–	(143)	536 323
Forestry Oversight and Regulation	63 120	–	(478)	–	–	–	(478)	62 642
Natural Resources Management	429 817	–	(986)	–	–	–	(986)	428 831
<b>Total</b>	<b>1 039 051</b>	<b>–</b>	<b>(736)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(736)</b>	<b>1 038 315</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>849 421</b>	<b>–</b>	<b>(10 566)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(10 566)</b>	<b>838 855</b>
Compensation of employees	621 513	–	–	–	–	–	–	621 513
Goods and services	226 413	–	(10 516)	–	–	–	(10 516)	215 897
Interest and rent on land	1 495	–	(50)	–	–	–	(50)	1 445
<b>Transfers and subsidies</b>	<b>144 410</b>	<b>–</b>	<b>947</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>947</b>	<b>145 357</b>
Provinces and municipalities	143 441	–	26	–	–	–	26	143 467
Non-profit institutions	400	–	–	–	–	–	–	400
Households	569	–	921	–	–	–	921	1 490
<b>Payments for capital assets</b>	<b>45 220</b>	<b>–</b>	<b>8 883</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>8 883</b>	<b>54 103</b>
Buildings and other fixed structures	3 000	–	7 349	–	–	–	7 349	10 349
Machinery and equipment	42 195	–	1 534	–	–	–	1 534	43 729
Biological assets	25	–	–	–	–	–	–	25
<b>Total</b>	<b>1 039 051</b>	<b>–</b>	<b>(736)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(736)</b>	<b>1 038 315</b>

## Details of adjustments to the 2019 Estimates of National Expenditure

### Roll-overs – R4.9 million

Programme 2: Agriculture Production, Health and Food Safety

R4.9 million has been rolled over for upgrading laboratory infrastructure and equipment.

### Virements and shifts within the vote

<b>Programmes</b>					
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					
<b>From:</b>			<b>To:</b>		
<b>Programme by economic classification</b>	<b>Motivation</b>	<b>R thousand</b>	<b>Programme by economic classification</b>	<b>Motivation</b>	<b>R thousand</b>
<b>Programme 1</b>		<b>(3 674)</b>	<b>Programme 3</b>		<b>100</b>
Compensation of employees	Internship	(100)	Compensation of employees	Internship	100
			<b>Programme 1</b>		<b>3 574</b>
Goods and services	Operating leases, and travel and subsistence	(2)	Provinces and municipalities	Vehicle licences	2
	Advertising, agency and support/outsourced services, communication, minor assets, operating leases, stationery, printing and office supplies, and travel and subsistence	(2 115)	Machinery and equipment	Advertising, computers, finance leases, ICT equipment, office equipment, and operating leases	2 115
	Agency and support/outsourced services, communication, and travel and subsistence	(1 368)	Software and other intangible assets	Software	1 368
Software and other intangible assets	Software	(89)	Machinery and equipment	Office equipment	89
Shifts within the programme as a percentage of the programme budget		0.4%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.0%</b>			
<b>Programme 2</b>		<b>(67 020)</b>	<b>Programme 1</b>		<b>1 379</b>
Goods and services	Travel and subsistence	(1 379)	Machinery and equipment	Finance leases	1 379
	Communication, inventory, and travel and subsistence	(72)	<b>Programme 2</b>		<b>8 145</b>
	Communication, fleet services, inventory, and travel and subsistence	(8 073)	Provinces and municipalities	Vehicle licences	72
			Machinery and equipment	Computers, mobile fridges and trailers, motor vehicles, and office equipment	8 073
			<b>Programme 1</b>		<b>28</b>
Machinery and equipment	Finance leases	(28)	Machinery and equipment	Finance leases	28
			<b>Programme 3</b>		<b>45 268</b>
Provinces and municipalities	Ilima/Letsema projects grant <sup>2</sup>	(45 268)	Goods and services	Ilima/Letsema projects indirect grant for the national food and nutrition security survey <sup>2</sup>	45 268
			<b>Programme 2</b>		<b>12 200</b>
Departmental agencies and accounts	Agricultural Research Council (current)	(12 200)	Departmental agencies and accounts	Agricultural Research Council (capital)	12 200
Shifts within the programme as a percentage of the programme budget		0.8%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>1.8%</b>			

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 3</b>		<b>(9 716)</b>	<b>Programme 1</b>		<b>3 751</b>
Goods and services	Travel and subsistence	(3 500)	Goods and services	Monitoring and evaluation	3 500
	Travel and subsistence	(251)	Machinery and equipment	Finance leases	251
	Training and development	(5 000)	<b>Programme 2</b>		<b>5 000</b>
	Communication, training, and travel and subsistence	(264)	Goods and services	Foot and mouth disease outbreak in Limpopo	5 000
	Communication	(29)	<b>Programme 3</b>		<b>925</b>
Machinery and equipment	Motor vehicles	(632)	Machinery and equipment	Computers and office equipment	264
Buildings and other fixed structures	Foot and mouth disease border fence, and borehole drilling projects	(40)	Buildings and other fixed structures	Fences	29
			Buildings and other fixed structures	Fences	632
			<b>Programme 1</b>		<b>40</b>
			Machinery and equipment	Finance leases	40
Shifts within the programme as a percentage of the programme budget		0.0%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.4%</b>			
<b>Programme 4</b>		<b>(389)</b>	<b>Programme 1</b>		<b>130</b>
Goods and services	Travel and subsistence	(130)	Machinery and equipment	Finance leases	130
	Advertising, agency and support/outsourced services, communication, and travel and subsistence	(193)	<b>Programme 4</b>		<b>193</b>
			Machinery and equipment	Office equipment	193
Machinery and equipment	Finance leases	(66)	<b>Programme 1</b>		<b>66</b>
			Machinery and equipment	Finance leases	66
Shifts within the programme as a percentage of the programme budget		0.1%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.1%</b>			
<b>Programme 5</b>		<b>(10 616)</b>	<b>Programme 1</b>		<b>730</b>
Goods and services	Travel and subsistence	(730)	Machinery and equipment	Finance leases	730
	Operating payments	(6)	<b>Programme 2</b>		<b>6</b>
	Property payments (firefighting/protection services) <sup>1</sup>	(921)	Goods and services	Rental and hiring	6
	Agency and support/outsourced services, and property payments	(26)	<b>Programme 5</b>		<b>9 880</b>
	Agency and support/outsourced services, and property payments	(1 534)	Households	Kamastone community for losses and damages caused by a fire that started in the Sulenkama plantation <sup>1</sup>	921
	Agency and support/outsourced services	(7 349)	Provinces and municipalities	Vehicle licences	26
Interest and rent on land	Rent on land	(50)	Machinery and equipment	Computers, construction equipment, farm equipment, gardening equipment, security equipment, signboards, and survey equipment	1 534
			Buildings and other fixed structures	Borehole drilling	7 349
Shifts within the programme as a percentage of the programme budget		1.0%	Goods and services	Contractors	50
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.1%</b>			
<b>Total</b>		<b>(91 415)</b>			<b>91 415</b>

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement.

**Declared unspent funds – R57.7 million**

Programme 3: Food Security and Agrarian Reform

R57.7 million in unspent funds has been declared on transfers and subsidies to the Land and Agricultural Development Bank of South Africa.

**Expenditure outcome for 2018/19 and actual expenditure for 2019/20**

Programme	2018/19					2019/20				
	Adjusted appropriation	Outcome		Apr 18 - Mar 19	% of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure		
Apr 18 - Sep 18		% of adjusted appropriation	Apr 19 - Sep 19					% of adjusted appropriation		
R thousand										
Administration	951 663	548 734	57.7	1 030 070	108.2	941 749	12.4	560 907	59.6	
Agricultural Production, Health and Food Safety	2 364 479	1 292 458	54.7	2 377 705	100.6	2 605 710	34.2	1 488 083	57.1	
Food Security and Agrarian Reform	2 037 796	891 061	43.7	1 992 067	97.8	2 215 903	29.1	816 938	36.9	
Trade Promotion and Market Access	273 919	141 023	51.5	266 106	97.1	290 689	3.8	138 753	47.7	
Forestry and Natural Resources Management	1 617 135	546 581	33.8	1 417 884	87.7	1 038 315	13.6	524 664	50.5	
Fisheries	487 811	334 193	68.5	490 257	100.5	519 723	6.8	349 593	67.3	
<b>Total</b>	<b>7 732 803</b>	<b>3 754 050</b>	<b>48.5</b>	<b>7 574 089</b>	<b>97.9</b>	<b>7 612 089</b>	<b>100.0</b>	<b>3 878 938</b>	<b>51.0</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>3 124 371</b>	<b>1 493 241</b>	<b>47.8</b>	<b>2 947 643</b>	<b>94.3</b>	<b>3 271 665</b>	<b>43.0</b>	<b>1 592 317</b>	<b>48.7</b>	
Compensation of employees	2 176 064	1 037 705	47.7	2 133 312	98.0	2 351 230	30.9	1 072 097	45.6	
Goods and services	946 875	455 177	48.1	813 964	86.0	918 989	12.1	516 826	56.2	
Interest and rent on land	1 432	359	25.1	367	25.6	1 446	0.0	3 394	234.7	
<b>Transfers and subsidies</b>	<b>4 471 499</b>	<b>2 215 875</b>	<b>49.6</b>	<b>4 457 914</b>	<b>99.7</b>	<b>4 181 503</b>	<b>54.9</b>	<b>2 192 073</b>	<b>52.4</b>	
Provinces and municipalities	2 850 238	1 061 095	37.2	2 847 401	99.9	2 160 001	28.4	1 049 596	48.6	
Departmental agencies and accounts	1 357 252	963 554	71.0	1 338 598	98.6	1 545 367	20.3	1 081 440	70.0	
Foreign governments and international organisations	38 466	24 227	63.0	35 385	92.0	39 715	0.5	27 830	70.1	
Public corporations and private enterprises	173 777	131 280	75.5	173 776	100.0	408 709	5.4	–	–	
Non-profit institutions	20 206	5 246	26.0	19 706	97.5	400	0.0	–	–	
Households	31 560	30 473	96.6	43 048	136.4	27 311	0.4	33 207	121.6	
<b>Payments for capital assets</b>	<b>136 933</b>	<b>44 716</b>	<b>32.7</b>	<b>168 080</b>	<b>122.7</b>	<b>158 921</b>	<b>2.1</b>	<b>94 375</b>	<b>59.4</b>	
Buildings and other fixed structures	54 557	23 026	42.2	58 186	106.7	74 134	1.0	26 031	35.1	
Machinery and equipment	82 311	21 674	26.3	98 527	119.7	83 483	1.1	67 820	81.2	
Biological assets	15	–	–	314	2 093.3	25	0.0	–	–	
Software and other intangible assets	50	16	32.0	11 053	22 106.0	1 279	0.0	524	41.0	
<b>Payments for financial assets</b>	<b>–</b>	<b>218</b>	<b>–</b>	<b>452</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>173</b>	<b>–</b>	
<b>Total</b>	<b>7 732 803</b>	<b>3 754 050</b>	<b>48.5</b>	<b>7 574 089</b>	<b>97.9</b>	<b>7 612 089</b>	<b>100.0</b>	<b>3 878 938</b>	<b>51.0</b>	



## Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R7.6 billion, 97.9 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R3.8 billion, 48.5 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R3.9 billion, 51 per cent of the adjusted appropriation of R7.6 billion for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by R124.9 million, 3.3 per cent. This was mainly driven by accommodation charges in arrears for state-owned buildings, salary adjustments, drought relief projects, and a payment to the Agricultural Research Council for the Kaonafatso ya Dikgomo animal improvement scheme.

## Departmental receipts

R thousand	2018/19					2019/20				
	Adjusted estimate	Outcome		Apr 18 - Mar 19	Apr 18 - Mar 19 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 18 - Sep 18	Apr 18 - Sep 18 % of adjusted estimate						Apr 19 - Sep 19	Apr 19 - Sep 19 % of adjusted estimate
<b>Departmental receipts</b>	<b>251 092</b>	<b>109 467</b>	<b>43.6</b>	<b>209 425</b>	<b>83.4</b>	<b>262 140</b>	<b>216 117</b>	<b>100.0</b>	<b>108 856</b>	<b>50.4</b>
Sales of goods and services produced by department	229 641	105 921	46.1	201 478	87.7	239 751	199 753	92.4	101 403	50.8
Sales of scrap, waste, arms and other used current goods	748	5	0.7	4	0.5	781	759	0.4	2	0.3
Transfers received	468	119	25.4	417	89.1	489	487	0.2	242	49.7
Fines, penalties and forfeits	52	–	–	12	23.1	48	46	0.0	12	26.1
Interest, dividends and rent on land	5 172	1 893	36.6	2 835	54.8	5 400	2 870	1.3	1 445	50.3
Sales of capital assets	1 505	–	–	202	13.4	1 571	1 571	0.7	25	1.6
Transactions in financial assets and liabilities	13 506	1 529	11.3	4 477	33.1	14 100	10 631	4.9	5 727	53.9
<b>Total</b>	<b>251 092</b>	<b>109 467</b>	<b>43.6</b>	<b>209 425</b>	<b>83.4</b>	<b>262 140</b>	<b>216 117</b>	<b>100.0</b>	<b>108 856</b>	<b>50.4</b>

## Revenue trends for the first half of 2019/20

Revenue in the first half of 2018/19 was R109.5 million, 43.6 per cent of the 2018/19 adjusted estimate, whereas mid-year revenue in 2019/20 was R108.9 million, 50.4 per cent of the adjusted estimate of R216.1 million for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 decreased by R611 000, mainly due to a decrease in the collection of administration fees; fewer applications for renewals for agriculture input controls; and fewer fines, penalties and forfeits.

## Changes to transfers and subsidies, including conditional grants

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

R thousand	Appropriation	2019/20					Adjusted appropriation	
		Adjustments appropriation						
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		Total adjustments appropriation
<b>Administration</b>								
<b>Provinces and municipalities</b>								
<b>Municipalities</b>								
<b>Municipal bank accounts</b>								
<b>Current</b>	50	–	2	–	–	–	2	52
Vehicle licences	50	–	2	–	–	–	2	52
<b>Agricultural Production, Health and Food Safety</b>								
<b>Provinces and municipalities</b>								
<b>Provinces</b>								
<b>Provincial Revenue Funds</b>								
<b>Current</b>	583 359	–	(45 268)	–	–	–	(45 268)	538 091
Ilima/Letsema projects grant	583 359	–	(45 268)	–	–	–	(45 268)	538 091

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

		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
<b>Provinces and municipalities</b>								
<b>Municipalities</b>								
<b>Municipal bank accounts</b>								
<b>Current</b>	7	–	72	–	–	–	72	79
Vehicle licences	7	–	72	–	–	–	72	79
<b>Departmental agencies and accounts</b>								
<b>Departmental agencies (non-business entities)</b>								
<b>Current</b>	954 793	–	(12 200)	–	–	–	(12 200)	942 593
Agricultural Research Council	954 793	–	(12 200)	–	–	–	(12 200)	942 593
<b>Capital</b>	269 155	–	12 200	–	–	–	12 200	281 355
Agricultural Research Council	269 155	–	12 200	–	–	–	12 200	281 355
<b>Food Security and Agrarian Reform</b>								
<b>Public corporations and private enterprises</b>								
<b>Public corporations</b>								
<b>Other transfers</b>								
<b>Current</b>	417 719	–	–	–	(57 700)	–	(57 700)	360 019
Land and Agricultural Development Bank of South Africa	417 719	–	–	–	(57 700)	–	(57 700)	360 019
<b>Trade Promotion and Market Access</b>								
<b>Foreign governments and international organisations</b>								
<b>Current</b>	29 252	–	–	–	–	–	–	29 252
Commonwealth Agricultural Bureaus International	300	–	20	–	–	–	20	320
International Commission of Agricultural Engineering Food and Agriculture Organisation of the United Nations	20	–	1	–	–	–	1	21
International Cotton Advisory Council	25 500	–	(585)	–	–	–	(585)	24 915
International Organisation of Vine and Wine	300	–	90	–	–	–	90	390
World Organisation for Animal Health	830	–	124	–	–	–	124	954
Organisation for Economic Cooperation and Development	1 852	–	250	–	–	–	250	2 102
Forestry and Natural Resources Management	450	–	100	–	–	–	100	550
<b>Provinces and municipalities</b>								
<b>Municipalities</b>								
<b>Municipal bank accounts</b>								
<b>Current</b>	258	–	26	–	–	–	26	284
Vehicle licences	258	–	26	–	–	–	26	284
<b>Households</b>								
<b>Other transfers to households</b>								
<b>Current</b>	–	–	921	–	–	–	921	921
Kamastone Community	–	–	921	–	–	–	921	921

## Summary of changes to conditional grants: Provinces

		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
<b>Agricultural Production, Health and Food Safety</b>								
<b>Ilima/Letsema projects grant</b>	583 359	–	(45 268)	–	–	–	(45 268)	538 091
Ilima/Letsema projects grant	583 359	–	(45 268)	–	–	–	(45 268)	538 091