

2016 BUDGET

ESTIMATES OF NATIONAL EXPENDITURE

RURAL DEVELOPMENT
AND LAND REFORM

VOTE 39



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Estimates of National Expenditure

2016

National Treasury

Republic of South Africa

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The 2016 Estimates of National Expenditure e-publications are compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision.

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za.

Compared to the abridged version of the 2016 ENE, the 2016 ENE e-publications contain more comprehensive coverage of goods and services, transfers and subsidies, and programme specific personnel expenditure. Budget information is also provided for the public entities that are not shown in detail in the abridged publication. The abridged version of the ENE contains one additional table at the end of a chapter that shows expenditure on infrastructure, whereas the vote ENE e-publications' additional tables also contain information on conditional grants to provinces and municipalities, public private partnerships and donor funding. Expenditure information at the level of service delivery is also included, where appropriate.

Foreword

The 2016 Budget is tabled at a time when both global and domestic economic conditions continue to be difficult. Government is unwavering in its commitment to stay the course of sound fiscal management in the face of this challenging environment. The approach of using the expenditure ceiling as a fiscal anchor, which was adopted in 2012, serves us well. To achieve the fiscal adjustment necessary, the expenditure level has been reduced and further revenue enhancement measures are introduced in the 2016 MTEF period.

Over the 2016 MTEF period expenditure is R3.73 trillion and will grow at an average annual rate of 7.5 per cent. Spending growth is slower than prior to 2008, but it still remains above the projected inflation rate. During consultations in the budget preparation process trade-offs in financing different policy objectives were carefully examined and culminated in recommendations on how institutional policies, practices and organisational arrangements would be adjusted in line with the national development plan and the 2014-2019 medium term strategic framework on the one hand, and in a manner consistent with fiscal consolidation, on the other hand.

For the 2016 MTEF period, budget amendments were effected through the reprioritisation of existing funding within the lowered expenditure ceiling, with movements away from areas of lower priority to key priorities. Labour-intensive departments received substantial funding for compensation of employees, owing to spending pressures related to the 2015 public sector wage agreement. In the case of departments which historically underspend on their wage bill, the budgets for compensation of employees have been reduced accordingly. A ceiling is put on compensation of employees budgets of national departments through the 2016 Appropriation Act. Resources cannot be diverted from frontline services for the wage bill.

Further reductions have been effected on goods and services budgets. In some cases departments have been asked to provide evidence of service delivery performance before funding can be appropriated to programmes under their specific votes. These provisional allocations, pending programme viability and verifiable record of good performance, total R17.8 billion in 2018/19. Given these measures, government service delivery will not be negatively affected even as spending growth is curtailed.

The financial information and key performance indicators in the institutional budget plans set out in the Estimates of National Expenditure, provide Parliament and the public with the information to hold government accountable against its 14 outcomes, set out in its medium term strategic framework.

The budget process is ably directed by the Ministers' Committee on the Budget, supported by a devoted Medium Term Expenditure Committee of Directors-General in central government departments. As the National Treasury team we are eternally grateful for their guidance and hard work. We are also indebted to the Budget Council, the Budget Forum and our national and provincial counterparts for making what is otherwise an impossible task, seem easier. The presentation of this budget is the product of all their collective efforts.



Lungisa Fuzile
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of National Expenditure (ENE) publications provide comprehensive information on how institutions have spent their budgets in previous years, and how institutions plan to spend the resources allocated to them over the upcoming three-year medium term expenditure framework (MTEF) period. Key performance indicators are included for each national government vote and entity reporting to the same executive authority, showing what institutions aim to achieve by spending their budget allocations in a particular manner. This information is based on government's 2014-2019 medium term strategic framework (MTSF), particularly as it is expressed in institutional strategic and annual performance plans, and in annual reports. Coupled with financial information, performance information provides Parliament and the public with the necessary facts to hold government accountable against the 14 outcomes set out in the 2014-2019 medium term strategic framework.

Each chapter in the abridged 2016 ENE publication relates to a specific budget vote. A separate, more detailed, e-publication is also available for each vote. These e-publications provide more detailed information than the relevant chapter in the abridged ENE, including on goods and services, transfers and subsidies, as well as on programme specific personnel expenditure. Budget information is also provided for the public entities that are not shown in detail in the abridged publication. Each chapter in the abridged ENE publication has a summary table showing expenditure on infrastructure, whereas the vote ENE e-publications' additional tables also contain summaries of expenditure on conditional grants to provinces and municipalities, departmental public private partnerships and information on donor funding. In some e-publications more detailed information at the level of site service delivery is also included.

In addition, a separate 2016 ENE Overview e-publication is also available summarising the ENE information across votes. The 2016 ENE Overview contains a narrative explanation and summary tables; a description of the budgeting approach; and it also has a write-up on how to interpret the information that is contained in each section of the publications.

Rural Development and Land Reform

**National Treasury
Republic of South Africa**



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Vote 39

Rural Development and Land Reform

Budget summary

R million	2016/17				2017/18	2018/19
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	1 462.1	1 455.7	0.4	5.9	1 547.7	1 644.1
National Geomatics Management Services	817.9	711.8	101.0	5.2	755.2	785.4
Rural Development	1 914.4	388.1	1 521.9	4.4	1 995.8	2 030.8
Restitution	3 168.2	647.6	2 518.2	2.5	3 346.0	3 545.2
Land Reform	2 761.8	619.6	2 140.7	1.5	2 904.7	3 073.3
Total expenditure estimates	10 124.3	3 822.7	6 282.2	19.4	10 549.5	11 078.8
Executive authority	Minister of Rural Development and Land Reform					
Accounting officer	Director General of Rural Development and Land Reform					
Website address	www.ruraldevelopment.gov.za					

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities and expenditure information at the level of service delivery, where appropriate.

Vote purpose

Create and maintain an equitable and sustainable land dispensation and act as a catalyst in rural development to ensure sustainable rural livelihoods, decent work and continued social and economic advancement for all South Africans.

Mandate

The Department of Rural Development and Land Reform executes its legislative mandate based on the following acts:

- The Restitution of Land Rights Act (1994) provides for the restitution of rights in land to persons or communities dispossessed of such rights after 19 June 1913. The act established a Commission on Restitution of Land Rights and a Land Claims Court. The minister is authorised to purchase, acquire and expropriate land or rights in land for the purpose of restitution awards.
- The Provision of Land and Assistance Act (1993) provides for the designation of certain land, the regulation of the subdivision of such land and the settlement of persons on it. It also provides for the acquisition, maintenance, planning, development, improvement and disposal of property and the provision of financial assistance for land reform purposes.
- The Communal Property Associations Act (1996) enables communities to form juristic persons, to be known as communal property associations, in order to acquire, hold and manage property on a basis agreed to by members of a community in terms of a written constitution.
- The Transformation of Certain Rural Areas Act (1998) provides for the transfer of certain land to municipalities and certain other legal entities, as well as for the removal of restrictions on the alienation of land.
- The Physical Planning Act (1991) promotes the orderly physical development of South Africa, and for that purpose, makes provisions for the division of the country into regions, and for the preparation of national development plans, regional development plans, regional structure plans and urban structure plans.
- The Deeds Registries Act (1997) provides for the administration of the land registration system and the registration of land rights.
- The Land Survey Act (1997) provides for the regulation of the survey of land in South Africa.
- The Sectional Titles Act (1986) provides for: the division of building into sections and common property; the acquisition of separate ownership in sections coupled with joint ownership in common property; the control of

certain incidents attached to separate ownership in sections and joint ownership in common property; the transfer of ownership of sections and the registration of sectional mortgage bonds over, and real rights in sections; the conferring and registration of rights in and the disposal of common property; the establishment of bodies corporate to control common property and for that purpose to apply rules; and the establishment of a sectional titles regulation board.

- The Spatial Planning and Land Use Management Act (2013) provides for national land use management and spatial planning systems; the development of government facilities such as hospitals, clinics and schools; and rural development plans, guidelines, and norms and standards.
- The department is also mandated to initiate, facilitate, coordinate, catalyse and implement an integrated rural development programme, which is linked to the need to create vibrant, equitable and sustainable rural communities (outcome 7 of government's 2014-2019 medium term strategic framework).

Selected performance indicators

Table 39.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Number of youth recruited through the national rural youth service corps per year ¹	Rural Development	Outcome 7: Comprehensive rural development and land reform	5 881	4 600	3 145	2 500	2 700	2 700	2 700
Number of agricultural enterprises supported per year	Rural Development		– ²	– ²	– ²	– ²	132	176	220
Number of infrastructure projects implemented per year	Rural Development		– ²	– ²	– ²	– ²	340	355	355
Number of land claims finalised per year	Restitution		– ²	– ²	372	373	371	389	459
Number of hectares acquired per year	Land Reform		157 556 ha	153 586 ha	354 802 ha	370 000 ha	180 000 ha	179 000 ha	1189 000 ha
Number of farms under recapitalisation and development per year	Land Reform		200	442	217	331	351	369	387

1. The decrease in the number of youth recruited through the national rural youth service corps per year from 2012/13 to 2015/16 was due to cost containment measures implemented on the programme. The target increases over the medium term due to funds being reprioritised towards the programme.

2. No historical data is available as these are new indicators.

Expenditure analysis

The Department of Rural Development and Land Reform has an ongoing commitment to building sustainable rural livelihoods, which aligns the department's work with chapter 6 of the national development plan (an inclusive rural economy) and outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium term strategic framework.

Over the medium term the department will focus on: recapitalising and redeveloping redistributed farms; establishing agri-parks; the One Household, One Hectare programme; socioeconomic and river valley catalytic, animal and veld management projects; extending the lodgement of land claims; the national rural youth service corps; security of tenure; the Land Rights Management Facility Act (2015); establishing the South African Geomatics Council and strengthening the relative rights of people working on the land.

The department's total allocation over the MTEF period is R31.7 billion. The largest share goes to the *Land Restitution* programme for speeding up the restitution of land rights. The programme is allocated R3.2 billion in 2016/17, which increases to R3.5 billion in 2018/19.

Cabinet has approved reductions of R828 million over the medium term on the compensation of employees budget as part of its decision to lower the national aggregate expenditure ceiling. The department will nevertheless employ more personnel over the medium term, within its compensation of employees budget of R6.7 billion. Reductions of R663 million on goods and services have also been made.

Recapitalising and redeveloping redistributed farms

The recapitalisation and development programme is responsible for making redistributed land productive and profitable by providing mechanised irrigation, farmer mentorship and farm inputs. Since the programme started in 2008/09, just over 4.5 million hectares of land have been acquired for redistribution and 1 496 farms have been created. Over the medium term, the department aims to acquire about 1.14 million hectares of strategically

located land and create 1 107 productive and profitable farms. The estimated cost over the period is R4.6 billion, which is budgeted for in the *Agricultural Land Holding Account* subprogramme in the *Land Reform* programme.

The programme will employ 61 more staff over the medium term (from 664 in 2016/17 to 725 in 2018/19) to spread the recapitalisation and development process country wide and speed it up. Compensation of employees spending decreases somewhat over the period due to cost containment measures such as reduced bonuses and bursaries.

The Office of the Valuer-General has been operational since 2014/15. The office makes it more efficient for the department to acquire land, and values the land equitably. Its total allocation over the medium term is R24 million in the *Office of the Valuer-General* subprogramme in the *Land Reform* programme.

Establishing agri-parks

An agri-park is a networked system of agro-production, processing, logistics, marketing, training and extension services, located in a district municipality. Agri-parks aim to grow rural economies by facilitating the efficient movement of rural produce to markets. They support smallholder farmers by providing capacity building, mentorship, farm infrastructure, extension services, and production and mechanisation inputs. Agri-parks are developed on underutilised land. Smallholder farmers will own 70 per cent of an agri-park, and 30 per cent will be owned by government and commercial farmers.

Since the inception of the agri-parks initiative in 2015/16, approximately 10 566 smallholder farmers have been identified to benefit from agri-parks, and 69 692 hectares of land have been distributed for agri-parks. R2 billion per year will be allocated from 2015/16 over a 10-year period for developing agri-parks in 44 rural districts. This industrialisation of the rural economy is expected to create vibrant, equitable and sustainable rural communities with food security, and to speed up rural development. Agri-parks are also expected to contribute to government's target of creating 1 million new jobs in rural economies by 2030. Linked to the agri-parks initiative, the One Household, One Hectare programme promotes food security and improves rural livelihoods by allocating land to selected beneficiaries for subsistence farming. R2.8 billion over the MTEF period is allocated for this programme in the *Rural Infrastructure Development* subprogramme of the *Rural Development* programme. This constitutes 9 per cent of the department's budget.

Socioeconomic and river valley catalytic projects

Socioeconomic and river valley catalytic and animal and veld management projects aim to improve rural development through providing irrigation infrastructure and equipment. R1.9 billion over the MTEF period is allocated in the *Rural Enterprise and Industrial Development* subprogramme in the *Rural Development* programme. This constitutes 6 per cent of the departmental budget.

Extending the lodgement of land claims

The Restitution of Land Rights Amendment Act (2014) extended the lodgement of land claims for 5 years, from 1 July 2014 to 30 June 2019. Since then, 101 843 new claims have been lodged through an electronic system in 14 lodgement service centres and in mobile lodgement offices. Consultants are part of the pre-settlement of claims, and major cost drivers in 2015/16 were consultants and travel and subsistence in the *Restitution Regional Offices* subprogramme of the *Restitution* programme. Over the MTEF period, R678 million will be spent on consultants and travel and subsistence. Research to confirm the validity of claims is allocated R150 million in the same subprogramme for 2016/17. This will cover expenses for travelling to interview claimants and hold workshops. The total number of claims over the 5-year period of the extension is expected to be 397 000.

R10 billion is allocated for settling land restitution claims over the MTEF period, which constitutes 31 per cent of the department's budget. Personnel numbers will increase from 794 in 2016/17 to 805 in 2018/19, and compensation of employees will increase from R337 million to R396 million.

National rural youth service corps

The national rural youth service corps supports youth working on several projects to promote sustainable rural livelihoods, including implementing the animal and veld management programme and the fencing scheme, and supporting agricultural enterprises. The corps receives an allocation of R1.3 billion over the medium term in the *National Rural Youth Services Corps* subprogramme, which constitutes 4 per cent of the department's budget over the medium term. The allocation grows from R426 million in 2016/17 to R451 million in 2017/18, but then

decreases to R395 million in 2018/19 due to cost containment measures. The corps expects to increase the number of new participants by 10 210 over the medium term to reach a total of 15 000.

The projected decrease in expenditure on goods and services in the *Rural Development* programme as a whole over the medium term is due to the establishment of Thaba-Nchu College in 2015/16. Less will be spent on travel and subsistence as recruits will be lodged at the college.

Security of tenure

R493.2 million was reprioritised within the *Land Reform* programme over the MTEF period for the implementation of the Extension of Security of Tenure Act (1997) and the complementary Land Rights Management Facility Act (2015). The 2015 Extension of Security Tenure Amendment Bill seeks to clarify the rights of occupiers as well as provide for obligations regarding alternative accommodation for evicted people.

Establishing the South African Geomatics Council

Increased funding of R12 million over the MTEF period has been reprioritised from the Registration of Deeds Trading Account to establish the South African Geomatics Council in terms of the Geomatics Profession Act (2013). The council acts as a juristic person and oversees the geomatics profession. The act also provides for the establishment of a disciplinary mechanism and an appeal board.

Expenditure trends

Table 39.2 Vote expenditure trends by programme and economic classification

Programmes																																		
1. Administration																																		
2. National Geomatics Management Services																																		
3. Rural Development																																		
4. Restitution																																		
5. Land Reform																																		
Programme	Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Audited outcome			Revised estimate			Outcome/Annual budget Average (%)		Outcome/Adjusted appropriation Average (%)	
R million	2012/13			2013/14			2014/15			2015/16			2012/13 - 2015/16			2012/13 - 2015/16																		
Programme 1	1 096.7	1 091.3	1 076.7	940.7	1 189.8	1 238.8	1 147.8	1 314.9	1 382.2	1 264.3	1 324.9	1 314.9	112.7%	101.9%																				
Programme 2	561.9	595.9	575.1	508.5	794.7	814.6	796.7	779.7	732.5	799.9	748.1	748.1	107.6%	98.4%																				
Programme 3	934.8	1 041.2	1 075.6	1 227.4	1 792.4	1 700.8	2 011.6	2 011.6	1 801.0	1 975.7	1 984.6	1 984.6	106.7%	96.1%																				
Programme 4	3 000.0	2 961.5	2 865.7	3 388.0	2 916.8	2 836.7	2 680.7	2 680.7	2 997.9	2 602.7	2 602.7	2 602.7	96.8%	101.3%																				
Programme 5	3 284.2	3 284.2	3 326.5	3 395.1	2 766.0	2 863.2	2 818.4	2 668.4	2 482.1	2 737.1	2 537.1	2 537.1	91.6%	99.6%																				
Total	8 877.6	8 974.1	8 919.6	9 459.7	9 459.7	9 454.1	9 455.3	9 455.3	9 395.8	9 379.7	9 197.4	9 187.4	99.4%	99.7%																				
Change to 2015 Budget estimate													(182.3)																					
Economic classification																																		
Current payments	3 213.0	3 516.5	3 180.1	3 052.1	4 599.2	3 722.2	3 549.6	3 675.5	3 139.7	3 617.7	3 469.9	3 459.9	100.5%	88.5%																				
Compensation of employees	1 556.0	1 483.9	1 727.8	1 676.9	1 965.4	1 541.3	2 195.8	1 999.8	1 791.6	2 115.9	2 114.7	2 114.7	95.1%	94.9%																				
Goods and services	1 657.0	2 032.6	1 416.6	1 375.2	2 633.8	2 175.2	1 353.8	1 675.7	1 342.5	1 501.8	1 354.8	1 344.8	106.6%	81.6%																				
of which:																																		
Administrative fees	87.5	26.9	27.9	33.6	56.9	61.4	42.8	42.6	27.1	48.4	38.9	38.9	73.1%	93.9%																				
Advertising	23.7	38.3	39.2	14.6	44.8	47.9	38.4	68.6	28.3	38.5	34.6	34.6	130.2%	80.5%																				
Minor assets	36.8	41.3	9.8	35.5	42.3	13.2	41.1	105.3	9.0	53.8	52.3	52.3	50.4%	34.9%																				
Audit costs: External	14.4	14.3	15.1	17.2	36.1	24.5	16.4	16.4	14.7	16.3	16.5	16.5	110.3%	85.1%																				
Bursaries: Employees	2.0	1.6	3.5	3.1	3.9	3.6	4.1	4.6	4.4	4.1	4.1	4.1	118.3%	111.1%																				
Catering: Departmental activities	6.7	11.6	11.5	3.4	11.5	15.1	7.0	9.6	5.4	9.4	10.3	10.3	159.4%	98.3%																				

Table 39.2 Vote expenditure trends by programme and economic classification

Economic classification	2012/13			2013/14			2014/15			2015/16			2012/13 - 2015/16	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget Average (%)	Outcome/Adjusted appropriation Average (%)
R million														
Communication	35.4	45.4	47.4	32.2	49.4	54.3	44.0	46.4	67.1	47.2	46.3	46.3	135.4%	114.7%
Computer services	60.7	66.6	98.9	46.0	217.2	96.6	112.9	144.2	105.9	114.7	133.9	133.9	130.2%	77.5%
Consultants: Business and advisory services	345.8	438.6	233.5	309.7	953.3	236.9	252.3	206.9	166.4	232.5	180.7	180.7	71.7%	45.9%
Infrastructure and planning services	25.9	27.0	15.7	27.1	20.7	12.6	10.4	9.5	4.1	7.5	2.9	2.9	49.8%	58.8%
Legal services	20.6	23.9	81.1	18.4	45.0	104.7	39.6	43.3	130.2	37.9	39.1	39.1	304.7%	234.7%
Contractors	42.8	36.8	23.9	26.9	28.3	53.6	28.9	27.2	22.1	29.1	52.0	52.0	118.8%	105.0%
Agency and support/outsourced services	58.2	113.4	87.1	18.8	41.7	84.8	33.1	50.9	33.8	26.4	51.6	51.6	188.6%	99.9%
Entertainment	1.4	1.0	0.0	1.1	–	0.0	–	0.0	0.0	0.0	–	–	1.1%	2.9%
Fleet services (including government motor transport)	4.4	0.0	0.0	1.3	11.9	17.0	8.2	10.1	11.2	9.5	14.5	14.5	183.2%	117.0%
Inventory: Clothing material and accessories	–	–	–	–	11.5	4.3	6.2	6.4	0.1	5.0	0.7	0.7	45.5%	27.3%
Inventory: Farming supplies	–	–	–	–	1.0	2.3	–	0.6	0.1	–	0.0	0.0	–	147.4%
Inventory: Food and food supplies	1.2	2.0	0.9	1.7	0.1	–	–	0.1	–	–	–	–	31.7%	42.2%
Inventory: Fuel, oil and gas	0.1	0.1	0.1	0.1	–	–	–	0.6	–	–	–	–	55.0%	10.6%
Inventory: Learner and teacher support material	0.5	0.6	0.5	0.4	0.0	0.0	–	–	–	–	–	–	65.9%	98.9%
Inventory: Materials and supplies	1.7	2.2	2.4	1.8	2.5	4.4	1.9	5.1	2.7	1.9	2.4	2.4	162.4%	97.5%
Inventory: Medical supplies	0.1	0.1	0.0	0.2	0.1	0.0	–	0.0	0.0	–	–	–	23.9%	28.0%
Inventory: Other supplies	–	5.9	5.8	3.8	–	–	–	–	–	–	–	–	153.5%	98.6%
Consumable supplies	3.4	–	–	0.0	11.7	6.3	10.2	12.2	4.4	9.9	12.9	12.9	100.3%	64.0%
Consumables: Stationery, printing and office supplies	27.8	39.2	22.4	10.8	30.6	25.6	27.0	39.0	23.7	34.3	42.5	42.5	114.3%	75.4%
Operating leases	100.9	84.2	142.4	150.4	97.6	180.5	67.6	63.8	189.1	72.0	166.9	156.9	171.1%	162.1%
Rental and hiring	0.4	3.2	3.8	0.4	3.5	10.3	1.9	4.6	6.8	1.4	3.4	3.4	603.7%	164.9%
Property payments	160.5	286.8	84.5	38.2	129.1	93.7	83.2	206.4	105.6	177.2	125.7	125.7	89.2%	54.7%
Transport provided: Departmental activity	4.4	4.6	9.3	4.6	6.4	3.2	5.5	4.0	7.4	4.3	4.3	4.3	129.2%	125.5%
Travel and subsistence	127.3	228.2	321.2	76.3	491.4	791.0	282.8	420.2	277.8	335.8	241.2	241.2	198.4%	118.1%
Training and development	14.2	33.7	21.0	12.4	232.1	108.7	131.2	37.6	9.5	131.0	20.7	20.7	55.4%	49.4%
Operating payments	433.1	422.9	44.5	477.1	18.0	19.9	32.4	30.8	15.3	20.5	25.8	25.8	11.0%	21.2%
Venues and facilities	15.2	32.2	62.9	8.3	35.4	98.8	24.7	58.7	70.2	33.3	30.7	30.7	322.4%	167.3%
Interest and rent on land	–	–	35.7	–	–	5.8	–	–	5.7	–	0.3	0.3	–	15 803.7%
Transfers and subsidies	5 649.8	5 420.5	5 604.9	6 391.4	4 819.8	5 470.9	5 881.7	5 721.9	5 458.3	5 736.8	5 665.7	5 665.7	93.8%	102.6%
Provinces and municipalities	0.0	0.1	0.6	0.1	0.2	10.5	0.2	64.5	125.6	3.7	57.2	57.2	4 745.9%	159.0%
Departmental agencies and accounts	2 189.2	2 067.3	2 328.3	2 481.3	1 934.3	2 184.4	2 068.5	1 852.6	1 752.4	1 679.6	1 380.0	1 376.0	90.8%	105.6%
Foreign governments and international organisations	1.3	1.5	1.5	1.4	1.8	1.8	1.5	1.5	2.1	1.5	1.5	1.5	119.4%	108.5%
Public corporations and private enterprises	130.9	10.9	193.4	118.5	58.5	120.7	0.0	0.0	41.0	0.0	0.0	0.0	142.3%	511.0%
Non-profit institutions	2.7	2.7	5.1	2.8	2.8	6.4	3.0	3.0	3.8	3.2	3.2	7.2	191.1%	191.1%
Households	3 325.6	3 337.9	3 076.2	3 787.2	2 822.2	3 147.2	3 808.5	3 800.3	3 533.4	4 048.8	4 223.8	4 223.8	93.4%	98.6%
Payments for capital assets	14.7	37.1	124.2	16.3	40.8	254.5	24.0	58.0	793.4	25.1	61.8	61.8	1 538.7%	624.5%
Buildings and other fixed structures	–	–	61.1	–	1.0	154.8	–	6.2	401.1	–	–	–	–	8 618.5%
Machinery and equipment	13.1	36.2	41.5	14.8	38.1	41.2	22.6	50.2	165.6	23.3	61.5	61.5	419.8%	166.6%
Biological assets	–	–	–	–	–	0.3	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	21.6	–	–	58.2	–	–	226.7	–	–	–	–	–
Software and other intangible assets	1.7	0.9	–	1.4	1.7	–	1.5	1.6	–	1.8	0.3	0.3	4.0%	5.7%
Payments for financial assets	–	–	10.4	–	–	6.5	–	–	4.4	–	–	–	–	–
Total	8 877.6	8 974.1	8 919.6	9 459.7	9 459.7	9 454.1	9 455.3	9 455.3	9 395.8	9 379.7	9 197.4	9 187.4	99.4%	99.7%

Expenditure estimates

Table 39.3 Vote expenditure estimates by programme and economic classification

Programmes								
1. Administration								
2. National Geomatics Management Services								
3. Rural Development								
4. Restitution								
5. Land Reform								
Programme	Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
R million	2015/16	2012/13 - 2015/16		2016/17	2017/18	2018/19	2015/16 - 2018/19	
Programme 1	1 314.9	6.4%	13.6%	1 462.1	1 547.7	1 644.1	7.7%	14.6%
Programme 2	748.1	7.9%	7.8%	817.9	755.2	785.4	1.6%	7.6%
Programme 3	1 984.6	24.0%	17.8%	1 914.4	1 995.8	2 030.8	0.8%	19.4%
Programme 4	2 602.7	-4.2%	30.6%	3 168.2	3 346.0	3 545.2	10.9%	30.9%
Programme 5	2 537.1	-8.2%	30.3%	2 761.8	2 904.7	3 073.3	6.6%	27.5%
Total	9 187.4	0.8%	100.0%	10 124.3	10 549.5	11 078.8	6.4%	100.0%
Change to 2015	(192.3)			(267.7)	(339.2)	(356.9)		
Budget estimate								
Economic classification								
Current payments	3 459.9	-0.5%	36.5%	3 822.7	3 908.1	4 111.5	5.9%	37.4%
Compensation of employees	2 114.7	12.5%	19.4%	2 142.6	2 219.0	2 351.9	3.6%	21.6%
Goods and services	1 344.8	-12.9%	17.0%	1 680.2	1 689.1	1 759.6	9.4%	15.8%
<i>of which:</i>								
Administrative fees	38.9	13.0%	0.4%	43.3	34.5	34.5	-3.9%	0.4%
Advertising	34.6	-3.3%	0.4%	28.5	30.5	32.3	-2.3%	0.3%
Minor assets	52.3	8.1%	0.2%	52.4	40.0	41.0	-7.8%	0.5%
Audit costs: External	16.5	5.0%	0.2%	20.1	21.0	21.6	9.4%	0.2%
Bursaries: Employees	4.1	37.8%	0.0%	4.3	4.5	4.8	5.5%	0.0%
Catering: Departmental activities	10.3	-4.1%	0.1%	7.4	9.3	9.5	-2.6%	0.1%
Communication	46.3	0.6%	0.6%	40.0	46.9	49.4	2.2%	0.4%
Computer services	133.9	26.2%	1.2%	140.8	154.7	164.8	7.2%	1.5%
Consultants: Business and advisory services	180.7	-25.6%	2.2%	375.1	400.6	412.3	31.6%	3.3%
Infrastructure and planning services	2.9	-52.4%	0.1%	5.0	5.4	4.9	19.0%	0.0%
Legal services	39.1	17.8%	1.0%	107.1	100.6	105.2	39.1%	0.9%
Contractors	52.0	12.2%	0.4%	37.5	40.7	38.2	-9.8%	0.4%
Agency and support/outsourced services	51.6	-23.1%	0.7%	34.2	37.2	43.4	-5.6%	0.4%
Fleet services (including government motor transport)	14.5	1 327.4%	0.1%	34.9	33.2	33.8	32.5%	0.3%
Inventory: Clothing material and accessories	0.7	-	0.0%	-	-	-	-100.0%	0.0%
Inventory: Materials and supplies	2.4	2.4%	0.0%	-	-	-	-100.0%	0.0%
Consumable supplies	12.9	-	0.1%	11.1	12.2	12.7	-0.5%	0.1%
Consumables: Stationery, printing and office supplies	42.5	2.7%	0.3%	37.6	38.4	39.9	-2.1%	0.4%
Operating leases	156.9	23.0%	1.8%	261.7	236.2	248.8	16.6%	2.2%
Rental and hiring	3.4	2.1%	0.1%	4.2	3.3	3.5	0.7%	0.0%
Property payments	125.7	-24.0%	1.1%	139.6	155.7	167.5	10.0%	1.4%
Transport provided: Departmental activity	4.3	-2.5%	0.1%	3.8	4.0	4.1	-1.6%	0.0%
Travel and subsistence	241.2	1.9%	4.4%	216.7	200.3	203.1	-5.6%	2.1%
Training and development	20.7	-14.9%	0.4%	21.4	23.6	26.1	8.0%	0.2%
Operating payments	25.8	-60.6%	0.3%	25.0	26.1	27.8	2.5%	0.3%
Venues and facilities	30.7	-1.6%	0.7%	28.3	30.3	30.5	-0.1%	0.3%
Interest and rent on land	0.3	-	0.1%	-	-	-	-100.0%	0.0%
Transfers and subsidies	5 665.7	1.5%	60.1%	6 282.2	6 621.8	6 948.9	7.0%	62.3%
Provinces and municipalities	57.2	848.5%	0.5%	83.3	86.1	91.0	16.7%	0.8%
Departmental agencies and accounts	1 376.0	-12.7%	20.7%	1 592.5	1 640.0	1 740.9	8.2%	15.5%
Foreign governments and international organisations	1.5	-1.0%	0.0%	1.6	1.7	1.7	5.4%	0.0%
Non-profit institutions	7.2	38.4%	0.1%	3.3	3.5	3.7	-19.8%	0.0%
Households	4 223.8	8.2%	37.8%	4 601.4	4 890.5	5 111.6	6.6%	46.0%

Table 39.3 Vote expenditure estimates by programme and economic classification

Economic classification	Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
				2016/17	2017/18	2018/19		
R million	2015/16	2012/13 - 2015/16		2016/17	2017/18	2018/19	2015/16 - 2018/19	
Payments for capital assets	61.8	18.5%	3.3%	19.4	19.5	18.3	-33.3%	0.3%
Machinery and equipment	61.5	19.4%	0.8%	18.3	18.3	18.1	-33.6%	0.3%
Software and other intangible assets	0.3	-35.6%	0.0%	1.1	1.2	0.3	1.6%	0.0%
Total	9 187.4	0.8%	100.0%	10 124.3	10 549.5	11 078.8	6.4%	100.0%

Personnel information

Table 39.4 Vote personnel numbers and cost by salary level and programme¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

Programmes		Number and cost ³ of personnel posts filled / planned for on funded establishment															Number			
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate			Medium-term expenditure estimate			Average growth rate (%)	Salary level/total: Average (%)					
		2014/15	2015/16	2016/17	2017/18	2018/19	2016/17	2017/18	2018/19	2016/17	2017/18	2018/19	2015/16 - 2018/19							
Rural Development and Land Reform		5 376	398	4 563	1 791.6	0.4	5 077	2 114.7	0.4	4 790	2 142.6	0.4	4 869	2 369.9	0.5	4 940	2 620.6	0.5	-0.9%	100.0%
Salary level		5 376	398	4 563	1 791.6	0.4	5 077	2 114.7	0.4	4 790	2 142.6	0.4	4 869	2 369.9	0.5	4 940	2 620.6	0.5	-0.9%	100.0%
1 – 6		1 337	184	1 227	252.6	0.2	1 230	258.9	0.2	1 207	295.3	0.2	1 211	320.8	0.3	1 222	349.7	0.3	-0.2%	24.8%
7 – 10		2 742	143	2 367	834.6	0.4	2 686	1 007.5	0.4	2 559	1 043.5	0.4	2 595	1 149.2	0.4	2 619	1 254.4	0.5	-0.8%	53.2%
11 – 12		977	70	728	445.7	0.6	842	535.5	0.6	767	522.7	0.7	792	581.8	0.7	799	638.4	0.8	-1.7%	16.3%
13 – 16		320	1	241	258.7	1.1	319	312.9	1.0	257	281.1	1.1	271	318.2	1.2	300	378.0	1.3	-2.0%	5.8%
Programme		5 376	398	4 563	1 791.6	0.4	5 077	2 114.7	0.4	4 790	2 142.6	0.4	4 869	2 369.9	0.5	4 940	2 620.6	0.5	-0.9%	100.0%
Programme 1		1 575	16	1 577	635.5	0.4	1 733	697.2	0.4	1 610	696.4	0.4	1 654	773.8	0.5	1 675	859.7	0.5	-1.1%	33.9%
Programme 2		1 257	259	1 159	411.6	0.4	1 230	480.0	0.4	1 196	504.9	0.4	1 205	551.6	0.5	1 209	601.8	0.5	-0.6%	24.6%
Programme 3		519	9	531	249.6	0.5	545	269.1	0.5	526	282.5	0.5	523	307.5	0.6	526	334.8	0.6	-1.2%	10.8%
Programme 4		1 244	–	718	255.3	0.4	790	312.3	0.4	794	336.6	0.4	784	371.8	0.5	805	409.3	0.5	0.6%	16.1%
Programme 5		781	114	578	239.5	0.4	779	356.2	0.5	664	322.2	0.5	703	365.3	0.5	725	414.9	0.6	-2.4%	14.6%
Reduction		–	–	–	–	–	–	–	–	–	–	–	–	(150.9)	–	–	(268.6)	–	–	–
Total		5 376	398	4 563	1 791.6	0.4	5 077	2 114.7	0.4	4 790	2 142.6	0.4	–	(150.9)	–	–	(268.6)	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. The department's compensation of employees budget has been reduced by R419.6 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Departmental receipts

Table 39.5 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Receipt item/ Total: Average (%)	Medium-term receipts estimate			Average growth rate (%)	Receipt item/ Total: Average (%)
	2012/13	2013/14	2014/15					2015/16	2012/13 - 2015/16	2016/17		
Departmental receipts	79 624	104 622	87 439	91 431	72 075	-3.3%	100.0%	93 173	97 830	99 341	11.3%	100.0%
Sales of goods and services produced by department	20 140	21 213	21 534	24 121	23 589	5.4%	25.2%	23 494	24 667	24 914	1.8%	26.7%
Sales by market establishments	881	1 019	1 023	1 034	745	-5.4%	1.1%	1 148	1 206	1 218	17.8%	1.2%
of which:												
Market establishment: Non-residential building	877	1 018	1 022	1 034	745	-5.3%	1.1%	1 085	1 140	1 151	15.6%	1.1%

Table 39.5 Departmental receipts by economic classification

Departmental receipts	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Receipt item/ Total: Average (%)	Medium-term receipts estimate			Average growth rate (%)	Receipt item/ Total: Average (%)
	2012/13	2013/14	2014/15					2015/16	2012/13 - 2015/16	2016/17		
R thousand												
Market establishment: Parking: Covered and open	4	1	1	-	-	-100.0%	-	63	66	67	-	0.1%
Administrative fees of which:	16 325	16 658	16 722	18 854	18 061	3.4%	19.7%	18 830	19 771	19 969	3.4%	21.1%
Servitude rights	976	969	292	1 359	1 413	13.1%	1.1%	468	491	496	-29.5%	0.8%
Surveyor inspection fees	15 348	15 687	16 427	17 486	16 640	2.7%	18.6%	18 361	19 279	19 472	5.4%	20.3%
Request information: Promotion of Access to Information Act (2000)	1	2	3	9	8	100.0%	-	1	1	1	-50.0%	-
Other sales of which:	2 934	3 536	3 789	4 233	4 783	17.7%	4.4%	3 516	3 690	3 727	-8.0%	4.3%
Services rendered: Commission on insurance and garnishees	569	697	824	633	906	16.8%	0.9%	543	570	576	-14.0%	0.7%
Services rendered: Management fees	1	1	1	52	4	58.7%	-	39	41	41	117.2%	-
Sales: Tender documents	229	355	665	1 218	1 326	79.6%	0.7%	487	511	516	-27.0%	0.8%
Sales: Maps	1 949	2 168	1 889	1 978	1 900	-0.8%	2.3%	2 077	2 180	2 202	5.0%	2.3%
Plan sales: Charts/posters	186	315	410	352	647	51.5%	0.5%	370	388	392	-15.4%	0.5%
Sales of scrap, waste, arms and other used current goods of which:	2	5	5	15	8	58.7%	-	16	17	17	28.6%	-
Sales: Scrap	2	4	4	14	7	51.8%	-	15	16	16	31.7%	-
Sales: Waste paper	-	1	1	1	1	-	-	1	1	1	-	-
Transfers received	-	-	-	244	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	31 507	21 469	13 503	16 051	16 285	-19.7%	24.1%	16 853	17 695	18 405	4.2%	19.1%
Interest	22 558	18 862	12 043	12 082	14 454	-13.8%	19.8%	12 686	13 320	13 986	-1.1%	15.0%
Rent on land	8 949	2 607	1 460	3 969	1 831	-41.1%	4.3%	4 167	4 375	4 419	34.1%	4.1%
Sales of capital assets	205	147	523	700	700	50.6%	0.5%	-	-	-	-100.0%	0.2%
Transactions in financial assets and liabilities	27 770	61 788	51 874	50 300	31 493	4.3%	50.3%	52 810	55 451	56 005	21.2%	54.0%
Total	79 624	104 622	87 439	91 431	72 075	-3.3%	100.0%	93 173	97 830	99 341	11.3%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 39.6 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)	
	2012/13	2013/14	2014/15				2015/16	2012/13 - 2015/16	2016/17			2017/18
R thousand												
Ministry	24 281	34 943	41 210	41 018	19.1%	2.8%	38 646	38 348	41 638	0.5%	2.7%	
Management	80 126	114 238	133 840	151 511	23.7%	9.6%	153 321	171 941	183 637	6.6%	11.0%	
Internal Audit	48 292	32 787	40 953	51 836	2.4%	3.5%	47 771	52 196	55 517	2.3%	3.5%	
Corporate Services	340 780	433 107	498 996	387 600	4.4%	33.1%	406 039	444 951	470 916	6.7%	28.6%	
Financial Services	127 556	144 137	168 209	183 383	12.9%	12.4%	227 153	242 928	253 651	11.4%	15.2%	
Provincial Coordination	273 124	277 882	294 516	318 483	5.3%	23.2%	334 066	365 044	388 154	6.8%	23.5%	
Office Accommodation	182 523	201 705	204 473	191 113	1.5%	15.5%	255 062	232 292	250 566	9.4%	15.5%	
Total	1 076 682	1 238 799	1 382 197	1 324 944	7.2%	100.0%	1 462 058	1 547 700	1 644 079	7.5%	100.0%	
Change to 2015 Budget estimate				60 679			143 702	158 569	174 379			

Table 39.6 Administration expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%) 2012/13 - 2015/16	Expenditure/ Total: Average (%) 2015/16	Medium-term expenditure estimate			Average growth rate (%) 2015/16 - 2018/19	Expenditure/ Total: Average (%) 2015/16 - 2018/19
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19		
R thousand											
Current payments	1 014 722	1 161 783	1 222 044	1 291 310	8.4%	93.4%	1 455 685	1 541 135	1 637 629	8.2%	99.1%
Compensation of employees	430 641	531 233	635 546	697 185	17.4%	45.7%	696 352	769 376	815 166	5.3%	49.8%
Goods and services	584 081	630 517	586 498	594 125	0.6%	47.7%	759 333	771 759	822 463	11.4%	49.3%
of which:											
Administrative fees	4 856	8 639	8 294	8 145	18.8%	0.6%	10 668	11 454	12 091	14.1%	0.7%
Advertising	33 915	38 597	20 049	17 934	-19.1%	2.2%	22 732	22 749	24 037	10.3%	1.5%
Minor assets	4 090	2 268	2 231	14 623	52.9%	0.5%	7 638	11 444	12 656	-4.7%	0.8%
Audit costs: External	15 059	15 675	14 629	16 381	2.8%	1.2%	20 101	20 994	21 634	9.7%	1.3%
Bursaries: Employees	3 540	3 604	4 419	4 031	4.4%	0.3%	4 278	4 492	4 753	5.6%	0.3%
Catering: Departmental activities	3 020	2 720	996	1 686	-17.7%	0.2%	1 125	1 317	1 306	-8.2%	0.1%
Communication	13 165	18 653	25 488	11 376	-4.8%	1.4%	19 758	20 893	22 132	24.8%	1.2%
Computer services	77 335	84 375	89 194	117 487	15.0%	7.3%	128 702	142 593	153 696	9.4%	9.1%
Consultants: Business and advisory services	34 754	44 574	34 291	27 873	-7.1%	2.8%	28 094	30 257	30 758	3.3%	2.0%
Infrastructure and planning services	52	-	-	-	-100.0%	-	-	-	-	-	-
Legal services	8 750	5 269	10 425	2 161	-37.3%	0.5%	9 248	9 690	10 336	68.5%	0.5%
Contractors	3 277	2 289	4 287	18 970	79.6%	0.6%	4 766	5 157	5 458	-34.0%	0.6%
Agency and support/outsourced services	40 257	13 818	11 254	14 580	-28.7%	1.6%	11 916	12 623	13 406	-2.8%	0.9%
Entertainment	6	4	1	-	-100.0%	-	2	-	-	-	-
Fleet services (including government motor transport)	2	6 900	4 216	2 889	1030.4%	0.3%	9 356	9 963	10 285	52.7%	0.5%
Inventory: Clothing material and accessories	-	470	31	82	-	-	-	-	-	-100.0%	-
Inventory: Food and food supplies	211	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Fuel, oil and gas	38	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Learner and teacher support material	218	32	-	-	-100.0%	-	-	-	-	-	-
Inventory: Materials and supplies	440	321	478	1 222	40.6%	-	-	-	-	-100.0%	-
Inventory: Other supplies	890	-	-	-	-100.0%	-	-	-	-	-	-
Consumable supplies	-	1 534	1 509	3 901	-	0.1%	3 405	3 445	3 771	-1.1%	0.2%
Consumables: Stationery, printing and office supplies	9 063	10 098	7 446	10 465	4.9%	0.7%	11 503	11 063	11 778	4.0%	0.7%
Operating leases	141 430	172 123	174 050	147 403	1.4%	12.6%	247 493	220 283	233 251	16.5%	14.2%
Rental and hiring	680	2 507	18	82	-50.6%	0.1%	224	149	159	24.7%	-
Property payments	68 521	73 470	87 070	95 792	11.8%	6.5%	120 791	132 747	144 694	14.7%	8.3%
Transport provided: Departmental activity	196	191	85	-	-100.0%	-	-	-	-	-	-
Travel and subsistence	67 561	85 546	65 705	53 940	-7.2%	5.4%	55 521	55 268	57 318	2.0%	3.7%
Training and development	15 264	16 374	5 906	8 670	-17.2%	0.9%	21 407	23 639	26 143	44.5%	1.3%
Operating payments	19 454	6 256	5 852	6 912	-29.2%	0.8%	12 530	13 487	14 320	27.5%	0.8%
Venues and facilities	18 037	14 210	8 574	7 520	-25.3%	1.0%	8 075	8 052	8 481	4.1%	0.5%
Interest and rent on land	-	33	-	-	-	-	-	-	-	-	-
Transfers and subsidies	37 645	57 975	39 301	188	-82.9%	2.7%	435	91	182	-1.1%	-
Provinces and municipalities	17	15	20	4	-38.3%	-	11	11	11	40.1%	-
Departmental agencies and accounts	5 000	5 416	3 523	4	-90.7%	0.3%	-	-	-	-100.0%	-
Public corporations and private enterprises	32 275	51 869	33 675	-	-100.0%	2.3%	-	-	-	-	-
Households	353	675	2 083	180	-20.1%	0.1%	424	80	171	-1.7%	-
Payments for capital assets	22 439	17 806	119 413	33 446	14.2%	3.8%	5 938	6 474	6 268	-42.8%	0.9%
Buildings and other fixed structures	7 842	2 509	7 671	-	-100.0%	0.4%	-	-	-	-	-
Machinery and equipment	14 597	15 297	111 742	33 350	31.7%	3.5%	5 938	6 474	6 268	-42.7%	0.9%
Software and other intangible assets	-	-	-	96	-	-	-	-	-	-100.0%	-
Payments for financial assets	1 876	1 235	1 439	-	-100.0%	0.1%	-	-	-	-	-
Total	1 076 682	1 238 799	1 382 197	1 324 944	7.2%	100.0%	1 462 058	1 547 700	1 644 079	7.5%	100.0%
Proportion of total programme expenditure to vote expenditure	12.1%	13.1%	14.7%	14.4%	-	-	14.4%	14.7%	14.8%	-	-
Details of transfers and subsidies											
Households											
Other transfers to households											
Current	-	-	31	-	-	-	-	-	-	-	-
Employee social benefits	-	-	31	-	-	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	5 000	5 416	3 523	4	-90.7%	0.3%	-	-	-	-100.0%	-
Public Service Sector Education and Training Authority	-	2 377	3 518	-	-	0.1%	-	-	-	-	-
Human Sciences Resource Council	5 000	-	-	-	-100.0%	0.1%	-	-	-	-	-
Council for Scientific and Industrial Research	-	3 015	-	-	-	0.1%	-	-	-	-	-
Communications	-	24	5	4	-	-	-	-	-	-100.0%	-

Table 39.6 Administration expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)		
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18			2018/19	2015/16 - 2018/19
	R thousand												
Provinces and municipalities													
Municipalities													
Municipal bank accounts													
Current	17	15	20	4	-38.3%	-	11	11	11	40.1%	-		
Vehicle licences	17	15	20	4	-38.3%	-	11	11	11	40.1%	-		
Households													
Social benefits													
Current	353	675	2 052	180	-20.1%	0.1%	424	80	171	-1.7%	-		
Employee social benefits	344	675	2 052	180	-19.4%	0.1%	424	80	171	-1.7%	-		
Transfers to households	9	-	-	-	-100.0%	-	-	-	-	-	-		
Public corporations and private enterprises													
Private enterprises													
Other transfers to private enterprises													
Current	-	51 869	33 675	-	-	1.7%	-	-	-	-	-		
Coega	-	51 869	33 675	-	-	1.7%	-	-	-	-	-		
Public corporations and private enterprises													
Public corporations													
Other transfers to public corporations													
Current	32 275	-	-	-	-100.0%	0.6%	-	-	-	-	-		
Coega	32 275	-	-	-	-100.0%	0.6%	-	-	-	-	-		

Personnel information

Table 39.7 Administration personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

	Number of posts estimated for 31 March 2016		Number and cost ³ of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2014/15			2015/16			2016/17		2017/18		2018/19				2015/16 - 2018/19		
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost					
Administration	1 575	16	1 577	635.5	0.4	1 733	697.2	0.4	1 610	696.4	0.4	1 654	773.8	0.5	1 675	859.7	0.5	-1.1%	100.0%
Salary level	1 575	16	1 577	635.5	0.4	1 733	697.2	0.4	1 610	696.4	0.4	1 654	773.8	0.5	1 675	859.7	0.5	-1.1%	100.0%
1 – 6	496	10	491	101.8	0.2	506	104.4	0.2	492	112.9	0.2	501	124.0	0.2	501	134.2	0.3	-0.3%	30.0%
7 – 10	783	5	791	286.5	0.4	874	319.3	0.4	812	326.0	0.4	839	365.4	0.4	841	396.8	0.5	-1.3%	50.4%
11 – 12	210	1	208	134.5	0.6	234	154.6	0.7	213	153.6	0.7	220	171.2	0.8	223	187.4	0.8	-1.6%	13.3%
13 – 16	86	-	87	112.8	1.3	119	118.9	1.0	93	103.8	1.1	94	113.2	1.2	110	141.3	1.3	-2.6%	6.2%
Reduction	-	-	-	-	-	-	-	-	-	-	-	-	(4.4)	-	-	(44.6)	-	-	-
Total	1 575	16	1 577	635.5	0.4	1 733	697.2	0.4	1 610	696.4	0.4	-	769.4	-	-	815.2	-	-	-

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. This programme's compensation of employees budget has been reduced by R48.9 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Programme 2: National Geomatics Management Services

Programme purpose

Provide geospatial information, cadastral surveys, deeds registration, spatial planning and other technical services in support of sustainable land development.

Objectives

- Facilitate an integrated spatial planning and land use management system in all provinces through the application of relevant legislation by 2020.
- Develop and implement the national spatial development framework to appropriately direct government investment in order to yield results with maximum impact by 2020.

- Support all municipalities in implementing the Spatial Land Use Management Act (2013) and stimulating development in areas of poverty, as well as reducing spatial inequalities, by holding 9 workshops on the implementation of the act by 2020.
- Improve the management efficiency of cadastral surveys by reducing the turnaround time for the approval of cadastral documents from 21 days in 2012/13 to 14 days by 2020.
- Ensure an integrated and comprehensive land administration system by constructing a cadastre modernisation programme that will result in a secure, accessible, integrated, scalable, cost effective and self-sustainable solution that provides accurate, reliable and secure land administration and information by 2020.

Subprogrammes

- *National Geomatics Management Services* is responsible for: examining and approving all surveys of land and real rights that are intended to be registered in the deeds office; maintaining records; compiling, maintaining and revising maps of property boundaries; providing cadastral advisory services to other government institutions; promoting and controlling all matters related to geodetic and topographical surveying; establishing and maintaining a network of national geo-referencing stations; facilitating state surveys related to land reform; and providing cadastral and geospatial information services, including South African spatial data infrastructure.
- *Spatial Planning and Land Use Management* provides for national land use management and spatial planning systems; the development of the national spatial development framework and rural development plans, guidelines, and norms and standards; and ensuring compliance with the Spatial Land Use Management Act (2013). This subprogramme also provides support to the South African Council for Planners and technical assistance to other spheres of government by providing spatial development frameworks and land use schemes, and establishing functional municipal land use tribunals.
- *Registration of Deeds Trading Account* provides a deeds registration system in which secure titles are registered, and accurate information is provided.
- *South African Council for Planners* transfers funds on an annual basis to the South African Council for Planners, a non-profit organisation dealing with the registration and other activities of the planning profession.
- *South African Geomatics Council* regulates and promotes the transformation of the geomatics profession.

Expenditure trends and estimates

Table 39.8 National Geomatics Management Services expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18		
R thousand											
National Geomatics Management Services	472 230	446 100	434 497	513 201	2.8%	65.0%	565 010	444 995	458 252	-3.7%	63.8%
Spatial Planning and Land Use Management	89 048	123 863	181 826	211 774	33.5%	21.1%	177 938	174 443	183 545	-4.7%	24.1%
Registration of Deeds Trading Account	11 129	241 741	113 194	15 929	12.7%	13.3%	67 639	128 241	135 911	104.3%	11.2%
South African Council for Planners	2 700	2 849	3 020	3 159	5.4%	0.4%	3 326	3 492	3 695	5.4%	0.4%
South African Geomatics Council	-	-	-	4 000	-	0.1%	4 000	4 000	4 000	-	0.5%
Total	575 107	814 553	732 537	748 063	9.2%	100.0%	817 913	755 171	785 403	1.6%	100.0%
Change to 2015 Budget estimate				(51 840)			(12 470)	(120 050)	(140 581)		
Economic classification											
Current payments	517 027	527 988	601 973	686 552	9.9%	81.3%	711 769	588 029	610 299	-3.8%	83.6%
Compensation of employees	321 167	357 424	411 572	479 978	14.3%	54.7%	504 884	420 828	444 442	-2.5%	59.6%
Goods and services	195 852	170 558	190 324	206 574	1.8%	26.6%	206 885	167 201	165 857	-7.1%	24.0%
of which:											
Administrative fees	3 813	2 721	1 378	1 198	-32.0%	0.3%	2 930	3 011	3 252	39.5%	0.3%
Advertising	1 400	684	1 303	2 082	14.1%	0.2%	655	1 378	1 458	-11.2%	0.2%
Minor assets	1 333	1 509	548	3 174	33.5%	0.2%	19 911	2 627	1 957	-14.9%	0.9%
Catering: Departmental activities	640	284	213	486	-8.8%	0.1%	863	913	932	24.2%	0.1%
Communication	6 493	6 513	7 126	3 566	-18.1%	0.8%	1 847	1 929	2 046	-16.9%	0.3%
Computer services	17 144	9 169	15 205	11 649	-12.1%	1.9%	10 465	10 087	9 010	-8.2%	1.3%
Consultants: Business and advisory services	31 615	52 290	86 403	96 674	45.1%	9.3%	72 859	76 798	82 201	-5.3%	10.6%

Table 39.8 National Geomatics Management Services expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2012/13	2013/14	2014/15		2012/13	2015/16	2016/17	2017/18	2018/19	2015/16	2018/19
R thousand											
<i>Infrastructure and planning services</i>	8 750	6 371	3 107	890	-53.3%	0.7%	2 298	2 332	1 828	27.1%	0.2%
<i>Legal services</i>	661	–	–	–	-100.0%	–	–	–	–	–	–
<i>Contractors</i>	16 798	22 223	15 463	20 626	7.1%	2.6%	22 841	24 246	20 900	0.4%	2.9%
<i>Agency and support/outsourced services</i>	18 157	16 711	13 078	24 073	9.9%	2.5%	–	–	–	-100.0%	0.8%
<i>Entertainment</i>	2	–	–	–	-100.0%	–	–	–	–	–	–
<i>Fleet services (including government motor transport)</i>	5	4 108	1 484	959	476.7%	0.2%	7 562	4 063	3 692	56.7%	0.5%
<i>Inventory: Clothing material and accessories</i>	–	79	36	89	–	–	–	–	–	-100.0%	–
<i>Inventory: Food and food supplies</i>	144	–	–	–	-100.0%	–	–	–	–	–	–
<i>Inventory: Fuel, oil and gas</i>	27	–	–	–	-100.0%	–	–	–	–	–	–
<i>Inventory: Learner and teacher support material</i>	307	–	–	–	-100.0%	–	–	–	–	–	–
<i>Inventory: Materials and supplies</i>	326	226	1 124	112	-30.0%	0.1%	–	–	–	-100.0%	–
<i>Inventory: Medical supplies</i>	–	–	8	–	–	–	–	–	–	–	–
<i>Inventory: Other supplies</i>	203	–	–	–	-100.0%	–	–	–	–	–	–
<i>Consumable supplies</i>	–	440	556	1 227	–	0.1%	1 066	1 501	1 445	5.6%	0.2%
<i>Consumables: Stationery, printing and office supplies</i>	5 094	4 838	4 876	4 896	-1.3%	0.7%	5 496	5 982	5 902	6.4%	0.7%
<i>Operating leases</i>	398	745	2 779	3 871	113.5%	0.3%	2 618	2 925	2 211	-17.0%	0.4%
<i>Rental and hiring</i>	–	–	302	–	–	–	50	–	–	–	–
<i>Property payments</i>	4 614	3 982	5 336	6 784	13.7%	0.7%	3 192	3 406	3 341	-21.0%	0.5%
<i>Travel and subsistence</i>	70 731	29 751	20 844	18 508	-36.0%	4.9%	48 275	21 582	21 412	5.0%	3.5%
<i>Training and development</i>	1 447	796	1 640	1 797	7.5%	0.2%	–	–	–	-100.0%	0.1%
<i>Operating payments</i>	1 120	1 134	1 780	1 727	15.5%	0.2%	911	1 014	1 016	-16.2%	0.2%
<i>Venues and facilities</i>	4 630	5 984	5 735	2 186	-22.1%	0.6%	3 046	3 407	3 254	14.2%	0.4%
<i>Interest and rent on land</i>	8	6	77	–	-100.0%	–	–	–	–	–	–
Transfers and subsidies	43 581	277 554	124 616	51 631	5.8%	17.3%	100 974	162 941	172 394	49.5%	15.7%
Provinces and municipalities	3	3	2	21	91.3%	–	21	19	20	-1.6%	–
Departmental agencies and accounts	11 129	242 208	118 097	19 929	21.4%	13.6%	71 639	132 241	139 911	91.5%	11.7%
Foreign governments and international organisations	1 459	1 772	2 063	1 495	0.8%	0.2%	1 574	1 653	1 749	5.4%	0.2%
Non-profit institutions	2 700	2 849	3 020	3 159	5.4%	0.4%	3 326	3 492	3 695	5.4%	0.4%
Households	28 290	30 722	1 434	27 027	-1.5%	3.0%	24 414	25 536	27 019	–	3.3%
Payments for capital assets	13 642	6 994	4 820	9 880	-10.2%	1.2%	5 170	4 201	2 710	-35.0%	0.7%
Machinery and equipment	13 642	6 994	4 820	9 724	-10.7%	1.2%	4 070	2 984	2 446	-36.9%	0.6%
Software and other intangible assets	–	–	–	156	–	–	1 100	1 217	264	19.2%	0.1%
Payments for financial assets	857	2 017	1 128	–	-100.0%	0.1%	–	–	–	–	–
Total	575 107	814 553	732 537	748 063	9.2%	100.0%	817 913	755 171	785 403	1.6%	100.0%
Proportion of total programme expenditure to vote expenditure	6.4%	8.6%	7.8%	8.1%	–	–	8.1%	7.2%	7.1%	–	–
Details of transfers and subsidies											
Households											
Other transfers to households											
Current	26 761	28 684	212	26 933	0.2%	2.9%	24 148	25 354	26 825	-0.1%	3.3%
Employee social benefits	18	–	–	–	-100.0%	–	–	–	–	–	–
Bursaries for non-employees	26 743	28 684	212	26 933	0.2%	2.9%	24 148	25 354	26 825	-0.1%	3.3%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	11 129	242 208	118 097	19 929	21.4%	13.6%	71 639	132 241	139 911	91.5%	11.7%
Council for Scientific and Industrial Research	–	467	1 903	–	–	0.1%	–	–	–	–	–
Registration of deeds trading account	11 129	241 741	113 194	15 929	12.7%	13.3%	67 639	128 241	135 911	104.3%	11.2%
South African Local Government Association national member assembly	–	–	3 000	–	–	0.1%	–	–	–	–	–
South African Geomatics Council	–	–	–	4 000	–	0.1%	4 000	4 000	4 000	–	0.5%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	3	3	2	21	91.3%	–	21	19	20	-1.6%	–
Vehicle licences	3	3	2	21	91.3%	–	21	19	20	-1.6%	–

Table 39.8 National Geomatics Management Services expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%) 2012/13 - 2015/16	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2015/16 - 2018/19	Expenditure/ Total: Average (%)
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19		
R thousand											
Households											
Social benefits											
Current	1 529	2 038	1 222	94	-60.5%	0.2%	266	182	194	27.3%	-
Employee social benefits	1 529	2 038	1 222	94	-60.5%	0.2%	266	182	194	27.3%	-
Non-profit institutions											
Current	2 700	2 849	3 020	3 159	5.4%	0.4%	3 326	3 492	3 695	5.4%	0.4%
South African Council for Planners	2 700	2 849	3 020	3 159	5.4%	0.4%	3 326	3 492	3 695	5.4%	0.4%
Foreign governments and international organisations											
Current	1 459	1 772	2 063	1 495	0.8%	0.2%	1 574	1 653	1 749	5.4%	0.2%
Regional centre for mapping of resources for development	1 459	1 772	2 063	1 495	0.8%	0.2%	1 574	1 653	1 749	5.4%	0.2%

Personnel information

Table 39.9 National Geomatics Management Services personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

National Geomatics Management Services	Number of posts estimated for 31 March 2016		Number and cost ³ of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2014/15		2015/16		2016/17		2017/18		2018/19		2015/16 - 2018/19						
			Number	Unit Cost	Number	Unit Cost	Number	Unit Cost	Number	Unit Cost	Number	Unit Cost	Number	Unit Cost					
Salary level	1 257	259	1 159	411.6	0.4	1 230	480.0	0.4	1 196	504.9	0.4	1 205	551.6	0.5	1 209	601.8	0.5	-0.6%	100.0%
1 – 6	315	140	404	80.2	0.2	350	73.9	0.2	343	93.7	0.3	346	102.5	0.3	346	111.0	0.3	-0.4%	28.6%
7 – 10	463	54	457	154.4	0.3	564	203.2	0.4	559	216.7	0.4	561	235.8	0.4	562	255.9	0.5	-0.1%	46.4%
11 – 12	396	64	247	139.5	0.6	260	148.3	0.6	249	145.4	0.6	249	156.6	0.6	249	169.4	0.7	-1.4%	20.8%
13 – 16	83	1	51	37.4	0.7	56	54.7	1.0	45	49.1	1.1	49	56.7	1.2	52	65.5	1.3	-2.4%	4.2%
Reduction	-	-	-	-	-	-	-	-	-	-	-	(130.7)	-	(157.4)	-	-	-	-	-
Total	1 257	259	1 159	411.6	0.4	1 230	480.0	0.4	1 196	504.9	0.4	-	420.8	-	-	444.4	-	-	-

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. This programme's compensation of employees budget has been reduced by R288.1 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Programme 3: Rural Development

Programme purpose

Catalyse, initiate, facilitate and coordinate the implementation of a comprehensive rural development programme, leading to sustainable and vibrant rural communities.

Objectives

- Facilitate the development of 235 sustainable rural enterprises and industries in areas with economic development potential and opportunities by providing entrepreneurial skills training by 2020.
- Facilitate infrastructure development to support rural economic transformation by 2020.
- Increase job opportunities through the comprehensive rural development programme and land reform initiatives by 2020.
- Ensure skills development opportunities are created through the national rural youth service corps, and rural development and land reform initiatives by 2020.

Subprogrammes

- *Rural Infrastructure Development* facilitates improved access to social and economic infrastructure, and provides income generating opportunities through improved physical infrastructure in rural areas.
- *Rural Enterprise and Industrial Development* is responsible for the creation of an enabling institutional environment for sustainable rural development, and provides for social and economic development and

sustainable livelihoods in rural communities. Its functions are based on the social mobilisation of communities to ensure that rural communities: take ownership of rural development projects and programmes; establish rural development forums and partnerships; increase food security; promote youth development and social organisation; create jobs through the creation of cooperatives; and develop rural enterprises and industries.

- *National Rural Youth Services Corps* is responsible for training rural youth in a variety of skills such as building and farming, or skills to match the needs of communities from which they are recruited.

Expenditure trends and estimates

Table 39.10 Rural Development expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2012/13	2013/14	2014/15		2012/13	2015/16	2016/17	2017/18	2018/19	2015/16	2018/19
R thousand											
Rural Infrastructure Development	252 498	362 515	712 406	926 700	54.3%	34.4%	906 544	922 545	977 214	1.8%	47.1%
Rural Enterprise and Industrial Development	287 323	517 123	459 339	725 936	36.2%	30.3%	581 840	621 819	658 434	-3.2%	32.7%
National Rural Youth Services Corps	535 766	821 159	629 243	331 941	-14.7%	35.3%	425 983	451 454	395 119	6.0%	20.2%
Total	1 075 587	1 700 797	1 800 988	1 984 577	22.7%	100.0%	1 914 367	1 995 818	2 030 767	0.8%	100.0%
Change to 2015 Budget estimate				8 838			(273 105)	(268 044)	(279 759)		
Economic classification											
Current payments	918 208	1 064 264	417 088	425 311	-22.6%	43.0%	388 094	403 271	417 288	-0.6%	20.6%
Compensation of employees	610 149	200 409	249 613	269 057	-23.9%	20.3%	282 506	297 020	314 845	5.4%	14.7%
Goods and services	308 059	863 855	167 475	156 254	-20.2%	22.8%	105 588	106 251	102 443	-13.1%	5.9%
of which:											
Administrative fees	10 233	36 580	6 405	7 768	-8.8%	0.9%	8 607	7 640	6 239	-7.0%	0.4%
Advertising	1 194	2 389	2 152	3 277	40.0%	0.1%	291	381	404	-50.2%	0.1%
Minor assets	1 267	6 768	1 216	10 741	103.9%	0.3%	8 159	5 075	5 287	-21.0%	0.4%
Bursaries: Employees	-	-	-	22	-	-	-	-	-	-100.0%	-
Catering: Departmental activities	3 783	5 495	2 211	1 908	-20.4%	0.2%	1 277	1 310	1 321	-11.5%	0.1%
Communication	1 793	2 977	5 576	3 958	30.2%	0.2%	4 331	4 569	4 819	6.8%	0.2%
Computer services	1 273	850	149	121	-54.4%	-	100	100	106	-4.3%	-
Consultants: Business and advisory services	143 977	76 595	25 950	5 531	-66.3%	3.8%	17 443	16 933	16 556	44.1%	0.7%
Infrastructure and planning services	6 795	5 393	-	-	-100.0%	0.2%	-	-	-	-	-
Contractors	268	6 140	482	432	17.3%	0.1%	607	569	602	11.7%	-
Agency and support/outsource services	1 233	1 619	1 621	2 123	19.9%	0.1%	871	651	1 197	-17.4%	0.1%
Entertainment	4	2	2	-	-100.0%	-	-	-	-	-	-
Fleet services (including government motor transport)	-	347	394	1 747	-	-	5 339	5 040	5 141	43.3%	0.2%
Inventory: Clothing material and accessories	-	3 662	5	219	-	0.1%	-	-	-	-100.0%	-
Inventory: Farming supplies	-	2 332	75	16	-	-	-	-	-	-100.0%	-
Inventory: Food and food supplies	121	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Fuel, oil and gas	6	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Materials and supplies	1 552	3 344	747	269	-44.2%	0.1%	-	-	-	-100.0%	-
Inventory: Medical supplies	1	-	1	-	-100.0%	-	-	-	-	-	-
Inventory: Medicine	-	4	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	4 313	-	-	-	-100.0%	0.1%	-	-	-	-	-
Consumable supplies	-	2 641	716	2 159	-	0.1%	1 809	1 695	1 696	-7.7%	0.1%
Consumables: Stationery, printing and office supplies	1 834	3 384	3 449	8 433	66.3%	0.3%	7 640	7 089	7 197	-5.1%	0.4%
Operating leases	2	364	665	3 152	1063.7%	0.1%	905	954	997	-31.9%	0.1%
Rental and hiring	1 097	2 320	2 429	1 304	5.9%	0.1%	270	175	178	-48.5%	-
Property payments	592	6 136	774	5 366	108.5%	0.2%	1 666	1 455	1 514	-34.4%	0.1%
Transport provided: Departmental activity	6 909	393	448	110	-74.8%	0.1%	188	197	208	23.7%	-
Travel and subsistence	79 898	556 420	90 290	80 746	0.4%	12.3%	37 124	44 719	41 429	-19.9%	2.6%
Training and development	2 833	89 943	1 095	4 523	16.9%	1.5%	-	-	-	-100.0%	0.1%
Operating payments	20 169	9 301	2 453	4 968	-37.3%	0.6%	2 548	2 027	2 025	-25.9%	0.1%
Venues and facilities	16 912	38 456	18 170	7 361	-24.2%	1.2%	6 413	5 672	5 527	-9.1%	0.3%
Transfers and subsidies	100 813	479 794	985 537	1 553 154	148.8%	47.5%	1 521 909	1 587 935	1 608 599	1.2%	79.1%
Provinces and municipalities	-	7 111	4 577	-	-	0.2%	-	-	-	-	-
Departmental agencies and accounts	90 838	225 140	-	-	-100.0%	4.8%	-	-	-	-	-
Public corporations and private enterprises	7 528	68 782	7 320	-	-100.0%	1.3%	-	-	-	-	-
Non-profit institutions	2 361	3 584	735	-	-100.0%	0.1%	-	-	-	-	-
Households	86	175 177	972 905	1 553 154	2523.6%	41.2%	1 521 909	1 587 935	1 608 599	1.2%	79.1%
Payments for capital assets	56 347	156 152	398 081	6 112	-52.3%	9.4%	4 364	4 612	4 880	-7.2%	0.3%
Buildings and other fixed structures	52 839	150 302	393 474	-	-100.0%	9.1%	-	-	-	-	-
Machinery and equipment	3 508	5 594	4 607	6 112	20.3%	0.3%	4 364	4 612	4 880	-7.2%	0.3%
Biological assets	-	256	-	-	-	-	-	-	-	-	-
Payments for financial assets	219	587	282	-	-100.0%	-	-	-	-	-	-
Total	1 075 587	1 700 797	1 800 988	1 984 577	22.7%	100.0%	1 914 367	1 995 818	2 030 767	0.8%	100.0%
Proportion of total programme expenditure to vote expenditure	12.1%	18.0%	19.2%	21.6%	-	-	18.9%	18.9%	18.3%	-	-

Table 39.10 Rural Development expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies		Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
		2012/13	2013/14	2014/15				2015/16	2016/17	2017/18		
R thousand												
Households												
Other transfers to households												
Current		-	174 998	972 609	1 553 140	-	41.2%	1 521 909	1 587 935	1 608 599	1.2%	79.1%
Rural Infrastructure Development		-	-	193 834	801 684	-	15.2%	794 172	814 432	864 569	2.5%	41.3%
Rural Enterprise and Industrial Development		-	-	246 830	517 359	-	11.6%	390 628	417 478	449 986	-4.5%	22.4%
National Rural Youth Services Corps		-	174 998	531 945	234 097	-	14.3%	337 109	356 025	294 044	7.9%	15.4%
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current		90 838	225 140	-	-	-100.0%	4.8%	-	-	-	-	-
Agricultural Research Council		72 248	174 315	-	-	-100.0%	3.8%	-	-	-	-	-
Agricultural Business Development Agency		17 353	7 550	-	-	-100.0%	0.4%	-	-	-	-	-
Provincial Agricultural and Rural Development Corporation		1 237	-	-	-	-100.0%	-	-	-	-	-	-
Development Bank of Southern Africa		-	20 668	-	-	-	0.3%	-	-	-	-	-
National Agricultural Marketing Council		-	9 500	-	-	-	0.1%	-	-	-	-	-
National Woolgrowers' Association		-	11 944	-	-	-	0.2%	-	-	-	-	-
Mpumalanga Regional Training Trust		-	1 163	-	-	-	-	-	-	-	-	-
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current		-	7 111	4 577	-	-	0.2%	-	-	-	-	-
Municipal rates and taxes		-	7 111	4 577	-	-	0.2%	-	-	-	-	-
Households												
Social benefits												
Current		86	179	296	14	-45.4%	-	-	-	-	-100.0%	-
Employee social benefits		86	179	296	14	-45.4%	-	-	-	-	-100.0%	-
Non-profit institutions												
Current		2 361	3 584	735	-	-100.0%	0.1%	-	-	-	-	-
Goedgedacht Trust		2 361	1 591	-	-	-100.0%	0.1%	-	-	-	-	-
Ikageng self-help association for the blind		-	1 000	735	-	-	-	-	-	-	-	-
Ikemiseng Association for the Blind		-	993	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises												
Public corporations												
Other transfers to public corporations												
Current		7 528	68 782	6 526	-	-100.0%	1.3%	-	-	-	-	-
Independent Development Trust		7 528	31 476	6 526	-	-100.0%	0.7%	-	-	-	-	-
Council for Scientific and Industrial Research		-	37 306	-	-	-	0.6%	-	-	-	-	-
Public corporations and private enterprises												
Private enterprises												
Private enterprises - subsidies on products and production												
Current		-	-	794	-	-	-	-	-	-	-	-
Independent Development Trust		-	-	794	-	-	-	-	-	-	-	-

Personnel information

Table 39.11 Rural Development personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

Number of posts estimated for 31 March 2016		Number and cost ² of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)	
		2014/15		2015/16		2016/17			2017/18			2018/19			2015/16 - 2018/19				
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Rural Development																			
Salary level	519	9	531	249.6	0.5	545	269.1	0.5	526	282.5	0.5	523	307.5	0.6	526	334.8	0.6	-1.2%	100.0%
1 - 6	50	1	50	11.1	0.2	52	11.3	0.2	52	12.5	0.2	51	13.4	0.3	52	14.6	0.3	-	9.8%
7 - 10	300	3	297	99.9	0.3	297	114.4	0.4	292	123.3	0.4	287	131.5	0.5	287	142.4	0.5	-1.1%	54.9%

Table 39.11 Rural Development personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

Number of posts estimated for 31 March 2016		Number and cost ³ of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2014/15			2015/16			2016/17		2017/18		2018/19				2015/16 - 2018/19			
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost				Number	Cost	Unit Cost
Rural Development																			
11 – 12	122	5	138	87.4	0.6	145	93.8	0.6	136	97.5	0.7	135	104.8	0.8	137	115.3	0.8	-1.9%	26.1%
13 – 16	47	–	46	51.2	1.1	51	49.6	1.0	46	49.2	1.1	50	57.8	1.2	50	62.5	1.3	-0.7%	9.3%
Reduction	–	–	–	–	–	–	–	–	–	–	–	–	(10.5)	–	–	(20.0)	–	–	–
Total	519	9	531	249.6	0.5	545	269.1	0.5	526	282.5	0.5	–	297.0	–	–	314.8	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. This programme's compensation of employees budget has been reduced by R30.4 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Programme 4: Restitution

Programme purpose

Settle land restitution claims under the Restitution of Land Rights Act (1994) and provide settlement support to beneficiaries.

Objectives

- Facilitate the restoration of land rights and alternative forms of equitable redress by 2019 through:
 - the finalisation of 1 302 land claims
 - the settling of 2 070 new land claims
 - the approval of 255 phased projects
 - the researching of 4 619 new land claims.
- Reopen the lodgement of land restitution claims for those who did not meet the 1998 deadline by soliciting and receiving new land claims by 2019.

Subprogrammes

- Restitution National Office* provides administrative and professional support to the Commission on the Restitution of Land Rights for processing and investigating restitution claims, develops and coordinates restitution policy, and oversees court cases.
- Restitution Regional Offices* is responsible for the research, validation, verification and negotiation of settlements, and provides administrative support services for the settlement of claims.
- Restitution Grants* pays grants to redress restitution claims by restoring land or providing alternative land, provides financial compensation and alternative relief, offers settlement planning and facilitation assistance, and contributes funds to the resettlement of communities.

Expenditure trends and estimates

Table 39.12 Restitution expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)	
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18			2018/19
	R thousand							2015/16 - 2018/19				
Restitution National Office	38 786	160 048	126 909	59 303	15.2%	3.4%	217 546	233 467	239 254	59.2%	5.9%	
Restitution Regional Offices	356 416	388 073	610 128	427 356	6.2%	15.8%	437 740	490 006	522 577	6.9%	14.8%	
Restitution Grants	2 470 532	2 288 581	2 260 900	2 116 010	-5.0%	80.8%	2 512 922	2 622 562	2 783 371	9.6%	79.3%	
Total	2 865 734	2 836 702	2 997 937	2 602 669	-3.2%	100.0%	3 168 208	3 346 035	3 545 202	10.9%	100.0%	
Change to 2015 Budget estimate				–			(13 149)	5 078	10 470			

Table 39.12 Restitution expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%) 2012/13 - 2015/16	Expenditure/ Total: Average (%) 2015/16	Medium-term expenditure estimate			Average growth rate (%) 2015/16 - 2018/19	Expenditure/ Total: Average (%) 2015/16 - 2018/19
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19		
R thousand											
Current payments	361 046	493 060	453 347	472 115	9.4%	15.7%	647 564	716 347	754 292	16.9%	20.5%
Compensation of employees	177 806	216 914	255 323	312 321	20.7%	8.5%	336 637	369 315	395 835	8.2%	11.2%
Goods and services	147 570	270 768	192 660	159 494	2.6%	6.8%	310 927	347 032	358 457	31.0%	9.3%
of which:											
Administrative fees	5 587	10 943	8 317	3 489	-14.5%	0.3%	4 110	5 214	5 517	16.5%	0.1%
Advertising	1 627	4 277	4 059	9 057	77.2%	0.2%	3 546	4 560	4 824	-18.9%	0.2%
Minor assets	1 420	1 028	2 515	8 613	82.4%	0.1%	5 683	8 785	9 295	2.6%	0.3%
Audit costs: External	-	-	99	130	-	-	-	-	-	-100.0%	-
Catering: Departmental activities	1 409	3 455	573	3 362	33.6%	0.1%	2 255	3 108	3 288	-0.7%	0.1%
Communication	12 792	12 165	12 159	11 752	-2.8%	0.4%	9 252	13 943	14 435	7.1%	0.4%
Computer services	658	116	846	1 305	25.6%	-	711	1 096	1 159	-3.9%	-
Consultants: Business and advisory services	12 187	57 684	17 903	12 801	1.7%	0.9%	180 156	187 706	189 365	145.5%	4.5%
Infrastructure and planning services	-	86	73	-	-	-	82	102	108	-	-
Legal services	29 054	20 271	32 443	14 407	-20.8%	0.9%	15 255	20 479	20 397	12.3%	0.6%
Contractors	2 981	21 890	1 641	8 069	39.4%	0.3%	6 277	7 453	7 885	-0.8%	0.2%
Agency and support/outourced services	12 686	14 356	6 991	9 016	-10.8%	0.4%	10 594	12 318	16 220	21.6%	0.4%
Entertainment	1	-	-	-	-100.0%	-	-	-	-	-	-
Fleet services (including government motor transport)	-	2 202	1 999	4 286	-	0.1%	4 881	5 819	6 157	12.8%	0.2%
Inventory: Clothing material and accessories	-	6	-	192	-	-	-	-	-	-100.0%	-
Inventory: Food and food supplies	297	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Materials and supplies	39	340	119	356	109.0%	-	-	-	-	-100.0%	-
Inventory: Medical supplies	5	-	24	-	-100.0%	-	-	-	-	-	-
Inventory: Other supplies	163	-	-	-	-100.0%	-	-	-	-	-	-
Consumable supplies	-	1 087	788	1 730	-	-	1 374	1 860	1 856	2.4%	0.1%
Consumables: Stationery, printing and office supplies	3 143	2 705	3 990	7 660	34.6%	0.2%	4 688	5 585	5 909	-8.3%	0.2%
Operating leases	149	2 813	3 480	4 552	212.6%	0.1%	4 322	5 032	5 324	5.4%	0.2%
Rental and hiring	1 633	4 013	2 955	1 597	-0.7%	0.1%	3 664	2 685	2 838	21.1%	0.1%
Property payments	5 181	4 600	5 792	9 283	21.5%	0.2%	6 617	8 447	7 879	-5.3%	0.3%
Transport provided: Departmental activity	779	2 386	5 003	2 706	51.4%	0.1%	2 068	1 986	1 995	-9.7%	0.1%
Travel and subsistence	44 592	69 800	46 775	33 519	-9.1%	1.7%	36 940	40 580	42 774	8.5%	1.2%
Training and development	783	728	443	1 336	19.5%	-	-	-	-	-100.0%	-
Operating payments	1 744	1 598	3 048	4 436	36.5%	0.1%	3 669	4 100	4 699	1.9%	0.1%
Venues and facilities	8 660	32 219	30 625	5 840	-12.3%	0.7%	4 783	6 174	6 533	3.8%	0.2%
Interest and rent on land	35 670	5 378	5 364	300	-79.7%	0.4%	-	-	-	-100.0%	-
Transfers and subsidies	2 470 568	2 278 600	2 278 729	2 124 827	-4.9%	81.0%	2 518 185	2 627 112	2 788 185	9.5%	79.4%
Provinces and municipalities	5	474	17 404	8 363	1087.0%	0.2%	4 954	4 226	4 471	-18.8%	0.2%
Households	2 470 563	2 278 126	2 261 325	2 116 464	-5.0%	80.7%	2 513 231	2 622 886	2 783 714	9.6%	79.3%
Payments for capital assets	27 183	62 967	264 843	5 727	-40.5%	3.2%	2 459	2 576	2 725	-21.9%	0.1%
Machinery and equipment	5 585	4 759	38 161	5 727	0.8%	0.5%	2 459	2 576	2 725	-21.9%	0.1%
Land and sub-soil assets	21 598	58 208	226 682	-	-100.0%	2.7%	-	-	-	-	-
Payments for financial assets	6 937	2 075	1 018	-	-100.0%	0.1%	-	-	-	-	-
Total	2 865 734	2 836 702	2 997 937	2 602 669	-3.2%	100.0%	3 168 208	3 346 035	3 545 202	10.9%	100.0%
Proportion of total programme expenditure to vote expenditure	32.1%	30.0%	31.9%	28.3%	-	-	31.3%	31.7%	32.0%	-	-
Details of transfers and subsidies											
Households											
Other transfers to households											
Capital	2 470 532	2 278 048	2 260 900	2 116 010	-5.0%	80.7%	2 512 922	2 622 562	2 783 371	9.6%	79.3%
Restitution grants	2 470 532	2 278 048	2 260 900	2 116 010	-5.0%	80.7%	2 512 922	2 622 562	2 783 371	9.6%	79.3%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	5	474	17 404	8 363	1087.0%	0.2%	4 954	4 226	4 471	-18.8%	0.2%
Vehicle licences	5	3	17 404	8 363	1087.0%	0.2%	4 954	4 226	4 471	-18.8%	0.2%
Municipal rates and taxes	-	471	-	-	-	-	-	-	-	-	-
Households											
Social benefits											
Current	31	78	425	454	144.7%	-	309	324	343	-8.9%	-
Employee social benefits	31	78	425	454	144.7%	-	309	324	343	-8.9%	-

Personnel information

Table 39.13 Restitution personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

Number of posts estimated for 31 March 2016		Number and cost ³ of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2014/15			2015/16			2016/17		2017/18		2018/19				2015/16 - 2018/19			
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost		Unit Cost		
Restitution																			
Salary level	1 244	–	718	255.3	0.4	790	312.3	0.4	794	336.6	0.4	784	371.8	0.5	805	409.3	0.5	0.6%	100.0%
1 – 6	403	–	208	43.3	0.2	249	54.5	0.2	255	61.7	0.2	243	63.9	0.3	253	71.6	0.3	0.5%	31.5%
7 – 10	677	–	422	149.9	0.4	432	171.9	0.4	438	187.2	0.4	424	198.6	0.5	435	219.5	0.5	0.2%	54.5%
11 – 12	109	–	58	35.0	0.6	72	49.4	0.7	67	50.7	0.8	80	66.0	0.8	80	71.4	0.9	3.6%	9.4%
13 – 16	55	–	30	27.0	0.9	37	36.4	1.0	34	37.1	1.1	37	43.4	1.2	37	46.9	1.3	–	4.6%
Reduction	–	–	–	–	–	–	–	–	–	–	–	–	(2.5)	–	–	(13.5)	–	–	–
Total	1 244	–	718	255.3	0.4	790	312.3	0.4	794	336.6	0.4	–	369.3	–	–	395.8	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. This programme's compensation of employees budget has been reduced by R16 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Programme 5: Land Reform

Programme purpose

Provide sustainable land reform programmes in South Africa.

Objectives

- Facilitate the accelerated rollout of the land redistribution programme by acquiring 2 million hectares of strategically located land for equitable redistribution and agricultural development, in line with national economic job drivers, by 2020.
- Provide comprehensive farm development support through the recapitalisation and development programme by 2019.
- Enable agrarian reform in all provinces by 2020 through functional systems and institutional arrangements for tenure and land administration by:
 - confirming the vesting of state land parcels in communal areas
 - supporting the transfer of rural areas to communities
 - supporting communal property associations to be compliant with legislation
 - supporting farm dwellers with secure tenure rights and ensuring 100 per cent completeness of the immovable asset register.

Subprogrammes

- *Land Reform National Office* develops and coordinates land reform projects; facilitates the implementation of land reform programmes and projects; provides support services to provincial offices; provides state land administration services; provides information, risk and compliance management in the land reform branch; provides strategic land reform intervention support through recapitalisation and development services to align land reform strategic institutional partnerships, and land acquisition and land warehouse services; and is responsible for the land reform empowerment facility, which provides for transfers to Khula Enterprise Finance, the revolving credit loan facility that was established to finance land acquisition and equity in commercial farming ventures.
- *Land Reform Provincial Offices* implements land reform programmes and projects, and administers state land in each province. Provincial offices have also been developed for recapitalising and developing distressed land reform projects, and strengthening the security of tenure of farm dwellers and labour tenants by providing legal support.

- *Land Reform Grants* provides funding for project and programme planning, land acquisition and settlement; and allows the department to maintain, plan, develop or improve property.
- *KwaZulu-Natal Ingonyama Trust Board* provides quarterly transfers for administering land owned by the Ingonyama Trust.
- *Agricultural Land Holding Account* is responsible for buying and holding land until suitable beneficiaries are identified in terms of the Provisions of Land and Assistance Act (1993). This subprogramme's total budget is also used for recapitalisation, development and land acquisition.
- *Office of the Valuer-General* is responsible for providing land valuations of land earmarked for land reform and land restitution purposes.

Expenditure trends and estimates

Table 39.14 Land Reform expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18		
R thousand											
Land Reform National Office	128 991	204 499	170 262	166 160	8.8%	6.0%	242 678	249 996	260 959	16.2%	8.2%
Land Reform Provincial Offices	245 983	285 343	385 524	480 497	25.0%	12.5%	451 790	486 566	512 967	2.2%	17.1%
Land Reform Grants	634 332	661 744	295 487	524 871	-6.1%	18.9%	539 426	651 984	689 799	9.5%	21.3%
KwaZulu-Natal Ingonyama Trust Board	18 816	14 500	17 294	18 069	-1.3%	0.6%	18 788	19 727	20 871	4.9%	0.7%
Agricultural Land Holding Account	2 298 335	1 697 119	1 613 529	1 342 027	-16.4%	62.0%	1 502 117	1 488 011	1 580 116	5.6%	52.4%
Office of Valuer-General	-	-	-	5 484	-	-	7 000	8 442	8 587	16.1%	0.3%
Total	3 326 457	2 863 205	2 482 096	2 537 108	-8.6%	100.0%	2 761 799	2 904 726	3 073 299	6.6%	100.0%
Change to 2015				(200 000)			(112 641)	(114 801)	(121 360)		
Budget estimate											
Economic classification	369 049	475 078	445 245	594 573	17.2%	16.8%	619 633	659 347	692 011	5.2%	22.8%
Current payments											
Compensation of employees	188 060	235 281	239 505	356 188	23.7%	9.1%	322 214	362 453	381 659	2.3%	12.6%
Goods and services	180 989	239 455	205 507	238 385	9.6%	7.7%	297 419	296 894	310 352	9.2%	10.1%
of which:											
Administrative fees	3 375	2 564	2 676	18 271	75.6%	0.2%	17 020	7 143	7 369	-26.1%	0.4%
Advertising	1 082	1 948	781	2 269	28.0%	0.1%	1 304	1 437	1 544	-12.0%	0.1%
Minor assets	1 728	1 632	2 444	15 114	106.0%	0.2%	11 028	12 090	11 829	-7.8%	0.4%
Audit costs: External	75	8 838	-	-	-100.0%	0.1%	-	-	-	-	-
Catering: Departmental activities	2 623	3 145	1 430	2 842	2.7%	0.1%	1 918	2 679	2 650	-2.3%	0.1%
Communication	13 141	13 954	16 751	15 641	6.0%	0.5%	4 779	5 600	5 943	-27.6%	0.3%
Computer services	2 539	2 060	550	3 354	9.7%	0.1%	789	846	878	-36.0%	0.1%
Consultants: Business and advisory services	10 965	5 724	1 848	37 834	51.1%	0.5%	76 557	88 905	93 392	35.1%	2.6%
Infrastructure and planning services	150	778	891	2 015	137.7%	-	2 572	2 979	2 963	13.7%	0.1%
Legal services	42 665	79 166	87 345	22 537	-19.2%	2.1%	82 623	70 431	74 510	49.0%	2.2%
Contractors	574	1 077	220	3 890	89.2%	0.1%	3 055	3 303	3 327	-5.1%	0.1%
Agency and support/outsourced services	14 720	38 315	894	1 762	-50.7%	0.5%	10 845	11 571	12 537	92.3%	0.3%
Entertainment	4	2	1	-	-100.0%	-	-	-	-	-	-
Fleet services (including government motor transport)	1	3 442	3 077	4 661	1570.4%	0.1%	7 759	8 283	8 516	22.3%	0.3%
Inventory: Clothing material and accessories	-	54	-	148	-	-	-	-	-	-100.0%	-
Inventory: Farming supplies	-	1	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	131	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Fuel, oil and gas	1	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Materials and supplies	65	194	182	396	82.6%	-	-	-	-	-100.0%	-
Inventory: Medical supplies	12	18	-	-	-100.0%	-	-	-	-	-	-
Inventory: Other supplies	233	-	-	-	-100.0%	-	-	-	-	-	-
Consumable supplies	-	575	822	3 850	-	-	3 409	3 657	3 893	0.4%	0.1%
Consumables: Stationery, printing and office supplies	3 246	4 537	3 921	11 064	50.5%	0.2%	8 223	8 641	9 130	-6.2%	0.3%
Operating leases	411	4 413	8 168	7 927	168.2%	0.2%	6 384	6 965	6 993	-4.1%	0.3%
Rental and hiring	386	1 427	1 087	427	3.4%	-	-	301	312	-9.9%	-
Property payments	5 568	5 470	6 638	8 449	14.9%	0.2%	7 381	9 692	10 036	5.9%	0.3%
Transport provided: Departmental activity	1 465	253	1 892	1 458	-0.2%	-	1 553	1 769	1 863	8.5%	0.1%
Travel and subsistence	58 459	49 445	54 228	54 524	-2.3%	1.9%	38 863	38 127	40 156	-9.7%	1.5%
Training and development	665	884	398	4 421	88.0%	0.1%	-	-	-	-100.0%	-
Operating payments	2 045	1 626	2 203	7 784	56.1%	0.1%	5 341	5 495	5 782	-9.4%	0.2%
Venues and facilities	14 660	7 913	7 060	7 747	-19.2%	0.3%	6 016	6 980	6 729	-4.6%	0.2%
Interest and rent on land	-	342	233	-	-	-	-	-	-	-	-

Table 39.14 Land Reform expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2015/16	Average growth rate (%) 2012/13 - 2015/16	Expenditure/Total: Average (%) 2015/16	Medium-term expenditure estimate			Average growth rate (%) 2015/16 - 2018/19	Expenditure/Total: Average (%) 2015/16 - 2018/19
	2012/13	2013/14	2014/15				2016/17	2017/18	2018/19		
R thousand											
Transfers and subsidies	2 952 328	2 376 969	2 030 092	1 935 906	-13.1%	82.9%	2 140 650	2 243 736	2 379 550	7.1%	77.1%
Provinces and municipalities	532	2 874	103 614	48 785	350.9%	1.4%	78 318	81 887	86 456	21.0%	2.6%
Departmental agencies and accounts	2 221 313	1 711 621	1 630 827	1 360 096	-15.1%	61.8%	1 520 905	1 507 738	1 600 987	5.6%	53.1%
Public corporations and private enterprises	153 558	-	-	1	-98.1%	1.4%	1	1	1	-	-
Households	576 925	662 474	295 651	527 024	-3.0%	18.4%	541 426	654 110	692 106	9.5%	21.4%
Payments for capital assets	4 582	10 544	6 265	6 629	13.1%	0.2%	1 516	1 643	1 738	-36.0%	0.1%
Buildings and other fixed structures	386	1 973	-	-	-100.0%	-	-	-	-	-	-
Machinery and equipment	4 196	8 571	6 265	6 629	16.5%	0.2%	1 516	1 643	1 738	-36.0%	0.1%
Payments for financial assets	498	614	494	-	-100.0%	-	-	-	-	-	-
Total	3 326 457	2 863 205	2 482 096	2 537 108	-8.6%	100.0%	2 761 799	2 904 726	3 073 299	6.6%	100.0%
Proportion of total programme expenditure to vote expenditure	37.3%	30.3%	26.4%	27.6%	-	-	27.3%	27.5%	27.7%	-	-
Details of transfers and subsidies											
Households											
Other transfers to households											
Current	-	669	-	-	-	-	-	-	-	-	-
Claims against state	-	669	-	-	-	-	-	-	-	-	-
Capital	576 612	661 744	295 487	524 871	-3.1%	18.4%	539 426	651 984	689 799	9.5%	21.3%
Land reform grants	576 612	661 744	295 487	524 871	-3.1%	18.4%	539 426	651 984	689 799	9.5%	21.3%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	2 221 313	1 711 621	1 630 827	1 360 096	-15.1%	61.8%	1 520 905	1 507 738	1 600 987	5.6%	53.1%
KwaZulu-Natal Ingonyama Trust Board	18 816	14 500	17 294	18 069	-1.3%	0.6%	18 788	19 727	20 871	4.9%	0.7%
Agricultural land holding account	2 202 497	1 697 119	1 613 529	1 342 027	-15.2%	61.2%	1 502 117	1 488 011	1 580 116	5.6%	52.4%
South African Broadcasting Corporation	-	2	4	-	-	-	-	-	-	-	-
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	532	2 874	103 614	48 785	350.9%	1.4%	78 318	81 887	86 456	21.0%	2.6%
Vehicle licences	14	27	103 614	48 785	1416.1%	1.4%	3 219	3 952	4 181	-55.9%	0.5%
Rates and taxes	518	2 847	-	-	-100.0%	-	75 099	77 935	82 275	-	2.1%
Households											
Social benefits											
Current	313	61	164	2 153	90.2%	-	2 000	2 126	2 307	2.3%	0.1%
Employee social benefits	313	61	164	2 153	90.2%	-	2 000	2 126	2 307	2.3%	0.1%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	95 838	-	-	-	-100.0%	0.9%	-	-	-	-	-
Agricultural land holding account	95 838	-	-	-	-100.0%	0.9%	-	-	-	-	-
Capital	57 720	-	-	-	-100.0%	0.5%	-	-	-	-	-
Independent Development Trust	57 720	-	-	-	-100.0%	0.5%	-	-	-	-	-
Public corporations and private enterprises											
Public corporations											
Public corporations - subsidies on products and production											
Current	-	-	-	1	-	-	1	1	1	-	-
Land reform empowerment facility	-	-	-	1	-	-	1	1	1	-	-

Personnel information

Table 39.15 Land Reform personnel numbers and cost by salary level¹ prior to Cabinet approved reduction, effective from 2017/18²; budget reductions and aggregate baseline total

Number of posts estimated for 31 March 2016		Number and cost ³ of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)	
		2014/15		Unit Cost	2015/16		Unit Cost	2016/17			2017/18			2018/19					2015/16 - 2018/19
Land Reform		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Salary level	781	114	578	239.5	0.4	779	356.2	0.5	664	322.2	0.5	703	365.3	0.5	725	414.9	0.6	-2.4%	100.0%
1 – 6	73	33	74	16.1	0.2	73	14.7	0.2	65	14.5	0.2	70	16.9	0.2	70	18.3	0.3	-1.4%	9.7%
7 – 10	519	81	400	143.8	0.4	519	198.7	0.4	458	190.2	0.4	484	217.8	0.5	494	239.9	0.5	-1.6%	68.1%
11 – 12	140	–	77	49.2	0.6	131	89.4	0.7	102	75.6	0.7	108	83.3	0.8	110	95.0	0.9	-5.7%	15.7%
13 – 16	49	–	27	30.3	1.1	56	53.3	1.0	39	41.9	1.1	41	47.2	1.2	51	61.7	1.2	-3.1%	6.5%
Reduction	–	–	–	–	–	–	–	–	–	–	–	–	(2.8)	–	–	(33.3)	–	–	–
Total	781	114	578	239.5	0.4	779	356.2	0.5	664	322.2	0.5	–	362.5	–	–	381.7	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. This programme's compensation of employees budget has been reduced by R36.1 million for 2017/18 and 2018/19. After consultation with the Department of Public Service and Administration and National Treasury, the department will finalise, develop and implement a plan to manage its personnel expenditure within this reduced expenditure ceiling.

3. Rand million.

Entities

Agricultural land holding account

Mandate

The agricultural land holding account was established in 2009 under the Provision of Land and Assistance Act (1993). The act authorises the Minister of Rural Development and Land Reform to: purchase land to further the aims of land reform in order to enable the department to accelerate the land redistribution process; acquire land in nodal areas, identify agricultural sectors and other areas of high agricultural potential; improve the process of identifying and selecting beneficiaries, and the planning of land on which people could be settled; and ensure the maximum productive use of land acquired. The entity's main strategic objective over the medium term is to promote equitable land redistribution and agricultural development by acquiring strategically located land by 2020.

Selected performance indicators

Table 39.16 Agricultural land holding account performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	Outcome	Past			Current	Projections		
			2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Number of hectares acquired per year	Increased access to productive use of land	Outcome 7: Comprehensive rural development and land reform	157 556 ha	153 586 ha	354 802 ha	370 000 ha	180 595 ha	179 017 ha	189 338 ha
Number of farms under the recapitalisation and development programme per year	Increased access to productive use of land		200	442	217	331	351	369	387

Expenditure analysis

The agricultural land holding account's focus on land redistribution and rural development is in line with the national development plan's vision, which sets out the priorities of improving land administration and spatial planning for integrated development, with a focus on rural areas, sustainable land reform, small farmer development, support for agricultural transformation, increased access to quality basic infrastructure and services, and the development of sustainable rural enterprises and industries. This is also in line with outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium term strategic framework.

The account's focus over the medium term will be on providing smallholder farm development and support for agrarian transformation through its recapitalisation and development programme, which aims to make redistributed land productive and profitable by providing mechanised irrigation, mentorship to farmers, and

inputs such as seeds and fertilisers to improve production on farms. R3.2 billion has been spent on the recapitalisation and development programme since its inception in 2008/09. The account will continue to implement the recapitalisation and development programme in 44 priority district municipalities, which comprise some of the poorest areas in the country. To do this, the account receives an allocation of R4.6 billion over the medium term: R1.5 billion in 2016/17, R1.5 billion in 2017/18, and R1.6 billion in 2018/19. The allocation will be disbursed to farmers in transfers and subsidies.

Between 2012/13 and 2014/15, the account acquired 665 944 hectares of land and placed 859 farms in the recapitalisation and development programme at a cost of R1.9 billion. To date, 1 496 farms have been recapitalised and developed since the inception of the recapitalisation and development programme in 2008/09, and 4.5 million hectares of land have been acquired. This constitutes significant progress in promoting equitable land redistribution for agricultural development. The account hopes to acquire 1.1 million hectares of strategically located land over the medium term for redistribution and development, and place 1 107 farms in the recapitalisation and development programme.

The account is administered by the Department of Rural Development and Land Reform, and does not have any personnel.

Programmes/objectives/activities

Table 39.17 Agricultural land holding account expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2012/13	2013/14	2014/15				2015/16	2016/17	2017/18		
Administration	–	1 052 344	415 259	890 107	–	75.0%	585 289	860 719	880 232	-0.4%	100.0%
Increased access to productive use of land	436 877	–	–	–	-100.0%	25.0%	–	–	–	–	–
Total	436 877	1 052 344	415 259	890 107	26.8%	100.0%	585 289	860 719	880 232	-0.4%	100.0%

Statements of historical financial performance and position

Table 39.18 Agricultural land holding account statements of historical financial performance and position

Statement of financial performance									
R thousand	Audited outcome		Audited outcome		Audited outcome		Revised estimate		Outcome/ Budget Average (%)
	Budget	2012/13	Budget	2013/14	Budget	2014/15	Budget estimate	2015/16	
Revenue									
Non-tax revenue	70 969	119 293	86 849	123 661	120 419	71 218	130 067	407 004	176.6%
Other non-tax revenue	70 969	119 293	86 849	123 661	120 419	71 218	130 067	407 004	176.6%
Transfers received	2 755 741	2 298 335	2 311 139	1 697 119	1 934 628	1 613 529	1 542 026	1 342 027	81.4%
Total revenue	2 826 710	2 417 628	2 397 988	1 820 780	2 055 047	1 684 747	1 672 093	1 749 031	85.7%
Expenses									
Current expenses	458 099	436 877	402 544	1 052 344	301 433	415 259	283 946	214 988	146.6%
Goods and services	458 099	436 856	402 544	1 052 295	301 433	415 259	283 946	167 916	143.3%
Depreciation	–	–	–	–	–	–	–	47 072	–
Interest, dividends and rent on land	–	21	–	49	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–	675 119	–
Total expenses	458 099	436 877	402 544	1 052 344	301 433	415 259	283 946	890 107	193.3%
Surplus/(Deficit)	2 368 611	1 980 751	1 995 444	768 436	1 753 614	1 269 488	1 388 147	858 924	
Statement of financial position									
Carrying value of assets	–	7 896 519	10 398 621	9 171 624	12 377 514	10 301 622	12 057 003	11 158 098	110.6%
<i>of which:</i>									
Acquisition of assets	–	(1 502 039)	(1 091 140)	(1 336 743)	(2 771 007)	(1 203 023)	(1 388 148)	(1 388 148)	103.4%
Investments	–	228 668	–	236 689	252 106	250 178	263 905	265 336	190.1%
Inventory	8 509 536	–	–	–	–	–	–	–	–
Receivables and prepayments	368 788	537 125	423 711	233 419	405 253	193 901	253 652	605 386	108.2%
Cash and cash equivalents	205 335	318 802	122 361	91 849	305 496	279 048	56 020	291 587	142.4%
Total assets	9 083 659	8 981 114	10 944 693	9 733 581	13 340 369	11 024 749	12 630 580	12 320 407	91.4%
Accumulated surplus/(deficit)	9 019 983	8 934 100	10 926 235	9 692 291	13 320 804	10 960 300	12 579 987	12 258 706	91.3%
Trade and other payables	63 676	23 959	18 458	14 581	19 565	33 102	20 738	61 701	108.9%
Derivatives financial instruments	–	23 055	–	26 709	–	31 347	29 855	–	271.7%
Total equity and liabilities	9 083 659	8 981 114	10 944 693	9 733 581	13 340 369	11 024 749	12 630 580	12 320 407	91.4%

Statements of estimates of financial performance and position

Table 39.19 Agricultural land holding account statements of estimates of financial performance and position

Statement of financial performance		Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/ Total: Average (%)	
Revised estimate	2015/16			2012/13 - 2015/16	2016/17	2017/18			2018/19
R thousand									
Revenue									
Non-tax revenue		407 004	50.5%	9.8%	72 763	68 209	71 919	-43.9%	9.2%
Other non-tax revenue		407 004	50.5%	9.8%	72 763	68 209	71 919	-43.9%	9.2%
Transfers received		1 342 027	-16.4%	90.2%	1 502 117	1 488 011	1 580 116	5.6%	90.8%
Total revenue		1 749 031	-10.2%	100.0%	1 574 880	1 556 220	1 652 035	-1.9%	100.0%
Expenses									
Current expenses		214 988	-21.1%	81.0%	184 789	146 444	144 529	-12.4%	-
Goods and services		167 916	-27.3%	79.7%	130 920	84 796	73 979	-23.9%	14.9%
Depreciation		47 072	-	1.3%	53 869	61 648	70 550	14.4%	7.4%
Transfers and subsidies		675 119	-	19.0%	400 500	714 275	735 703	2.9%	77.7%
Total expenses		890 107	26.8%	100.0%	585 289	860 719	880 232	-0.4%	-
Surplus/(Deficit)		858 924	-	-	989 591	695 501	771 803	-3.5%	-
Statement of financial position									
Carrying value of assets		11 158 098	12.2%	91.5%	12 072 385	12 934 077	13 845 749	7.5%	94.0%
of which:									
Acquisition of assets		(1 388 148)	-2.6%	-13.2%	(1 088 905)	(761 962)	(811 672)	-16.4%	-7.7%
Investments		265 336	5.1%	2.4%	281 923	289 867	304 678	4.7%	2.1%
Receivables and prepayments		605 386	4.1%	3.8%	313 494	295 358	285 042	-22.2%	2.9%
Cash and cash equivalents		291 587	-2.9%	2.3%	152 932	43 017	25 379	-55.7%	1.0%
Total assets		12 320 407	11.1%	100.0%	12 820 734	13 562 319	14 460 848	5.5%	100.0%
Accumulated surplus/(deficit)		12 258 706	11.1%	99.5%	12 798 752	13 539 019	14 436 197	5.6%	99.7%
Trade and other payables		61 701	37.1%	0.3%	21 982	23 300	24 651	-26.3%	0.3%
Total equity and liabilities		12 320 407	11.1%	100.0%	12 820 734	13 562 319	14 460 848	-20.7%	100.0%

KwaZulu-Natal Ingonyama Trust Board

Mandate

The KwaZulu-Natal Ingonyama Trust Act (1994) makes provision for the 2.8 million hectares of land spread across KwaZulu-Natal to be held in trust and managed on behalf of communities. The affairs of the trust are administered by the KwaZulu-Natal Ingonyama Trust Board, which was established in terms of this act.

Selected performance indicators

Table 39.20 KwaZulu-Natal Ingonyama Trust Board performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	Outcome	Past			Current	Projections		
			2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Number of land tenure rights to be captured on the land tenure system per year	Development rights agreements, lease agreements and servitudes	Outcome 7: Comprehensive rural development and land reform	859	1 200	1 100	1 300	1 350	1 400	1 450

Expenditure analysis

The work of the KwaZulu-Natal Ingonyama Trust Board is in line with the national development plan's vision of improving land administration and spatial planning for integrated development, and outcome 7 (comprehensive rural development and land reform) of government's 2014-19 medium term strategic framework.

The board's revenue comes mostly from self-generated lease income, accounting for R264 million over the MTEF period, and transfers of R59 million from the Department of Rural Development and Land Reform, mainly to fund salaries and operational expenses.

The board is responsible for providing land tenure rights to approximately 4.5 million people living on 2.8 million hectares of land, under the jurisdiction of 241 traditional councils. The board's focus over the medium term will be on optimal land management. This will involve providing land tenure, while optimal land use involves using the land to produce the highest yields. From 2012/13 to 2014/15, 3 159 land tenure rights were

captured on the land tenure system at a cost of R79 million. 4 200 land tenure rights are expected to be captured on the system over the MTEF period, at a cost of R133 million. To facilitate the registration of more properties and servitudes, spending on goods and services is expected to increase from R65 million in 2015/16 to R77.6 million in 2018/19.

The board employs 60 people, including contract workers. Although this number is expected to remain constant over the medium term, the operational organogram is being reviewed to build adequate capacity to provide core services to the board's beneficiaries, namely the people living on the trust's land. In the future, more people may be employed by the board. Expenditure on compensation of employees is expected to increase at an average annual rate of 8.9 per cent, from R19.1 million in 2015/16 to R24.7 million in 2018/19, due to annual cost of living adjustments.

Programmes/objectives/activities

Table 39.21 KwaZulu-Natal Ingonyama Trust Board expenditure trends and estimates by programme/objective/activity

	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	2016/17	2017/18	2018/19	2015/16 - 2018/19		
R thousand											
Administration	70 059	45 579	54 341	59 289	-5.4%	67.3%	73 206	57 076	59 541	0.1%	60.8%
Asset register	382	296	538	2 586	89.2%	1.1%	2 687	2 821	2 963	4.6%	2.7%
Land identification for special projects	22	-	-	-	-100.0%	0.0%	9 000	9 270	9 455	-	6.5%
Community benefit projects	19 680	28 835	29 116	25 767	9.4%	31.0%	30 771	32 343	33 984	9.7%	30.0%
Stakeholder relationships and community liaison	1 976	315	-	-	-100.0%	0.6%	-	-	-	-	-
Total	92 119	75 025	83 995	87 642	-1.6%	100.0%	115 664	101 510	105 943	6.5%	100.0%

Statements of historical financial performance and position

Table 39.22 KwaZulu-Natal Ingonyama Trust Board statements of historical financial performance and position

Statement of financial performance									
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	Outcome/Budget Average (%)
R thousand	2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16				
Revenue									
Non-tax revenue	43 670	53 102	89 782	89 997	47 379	83 788	65 195	70 348	120.8%
Other non-tax revenue	43 670	53 102	89 782	89 997	47 379	83 788	65 195	70 348	120.8%
Transfers received	16 237	18 816	7 500	14 500	7 950	17 294	18 069	17 294	136.5%
Total revenue	59 907	71 918	97 282	104 497	55 329	101 082	83 264	87 642	123.4%
Expenses									
Current expenses	59 907	92 119	97 282	75 025	55 329	83 995	87 642	87 642	112.9%
Compensation of employees	10 432	11 156	50 054	14 620	14 637	17 118	19 107	19 107	65.8%
Goods and services	48 993	79 145	43 461	57 402	37 637	63 888	65 021	65 021	136.1%
Depreciation	482	1 818	3 767	3 003	3 055	2 989	3 514	3 514	104.7%
Total expenses	59 907	92 119	97 282	75 025	55 329	83 995	87 642	87 642	112.9%
Surplus/(Deficit)	-	(20 201)	-	29 472	-	17 087	(4 378)	-	
Statement of financial position									
Carrying value of assets	48 663	40 866	57 829	44 164	40 201	45 821	55 214	55 214	92.2%
of which:									
Acquisition of assets	(8 000)	(13 118)	(1 091 140)	(6 777)	(2 771 007)	(5 000)	(17 500)	(17 500)	1.1%
Receivables and prepayments	4 000	87 560	7 000	147 269	87 000	205 995	82 650	82 650	289.8%
Cash and cash equivalents	193 366	172 086	213 273	179 334	169 401	184 939	178 336	178 336	94.7%
Non-current assets held for sale	9	-	-	-	-	-	-	-	-
Total assets	246 038	300 512	278 102	370 767	296 602	436 755	316 200	316 200	125.3%
Accumulated surplus/(deficit)	97 038	79 033	99 102	108 825	99 102	127 911	108 825	108 825	105.1%
Trade and other payables	4 000	13 060	4 000	12 914	12 500	16 206	13 125	13 125	164.5%
Provisions	145 000	208 419	175 000	249 028	185 000	292 638	194 250	194 250	135.0%
Total equity and liabilities	246 038	300 512	278 102	370 767	296 602	436 755	316 200	316 200	125.3%

Statements of estimates of financial performance and position

Table 39.23 KwaZulu-Natal Ingonyama Trust Board statements of estimates of financial performance and position

Statement of financial performance		Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
					2015/16	2012/13 - 2015/16	2016/17		
R thousand									
Revenue									
Non-tax revenue		70 348	9.8%	80.8%	96 876	81 783	85 230	6.6%	81.3%
Other non-tax revenue		70 348	9.8%	80.8%	96 876	81 783	85 230	6.6%	81.3%
Transfers received		17 294	-2.8%	19.2%	18 788	19 727	20 713	6.2%	18.7%
Total revenue		87 642	6.8%	100.0%	115 664	101 510	105 943	6.5%	100.0%
Expenses									
Current expenses		87 642	-1.6%	100.0%	115 664	101 510	105 943	6.5%	-
Compensation of employees		19 107	19.6%	18.4%	21 548	23 056	24 671	8.9%	21.6%
Goods and services		65 021	-6.3%	78.2%	90 427	74 765	77 583	6.1%	74.8%
Depreciation		3 514	24.6%	3.4%	3 689	3 689	3 689	1.6%	3.6%
Total expenses		87 642	-1.6%	100.0%	115 664	101 510	105 943	6.5%	-
Surplus/(Deficit)		-	(1)		-	-	-	-	
Statement of financial position									
Carrying value of assets		55 214	10.6%	13.4%	57 975	60 873	63 917	5.0%	17.2%
of which:									
Acquisition of assets		(17 500)	10.1%	-3.2%	(20 000)	(2 000)	(1 000)	-61.5%	-3.0%
Receivables and prepayments		82 650	-1.9%	35.5%	100 426	99 053	97 610	5.7%	27.4%
Cash and cash equivalents		178 336	1.2%	51.1%	187 253	196 615	206 446	5.0%	55.5%
Total assets		316 200	1.7%	100.0%	345 654	356 541	367 973	5.2%	100.0%
Accumulated surplus/(deficit)		108 825	11.3%	29.8%	127 911	127 911	127 911	5.5%	35.5%
Trade and other payables		13 125	0.2%	3.9%	13 781	14 470	15 194	5.0%	4.1%
Provisions		194 250	-2.3%	66.2%	203 962	214 160	224 868	5.0%	60.4%
Total equity and liabilities		316 200	1.7%	100.0%	345 654	356 541	367 973	15.5%	100.0%

Personnel information

Table 39.24 KwaZulu-Natal Ingonyama Trust Board personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2016			Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number				
Number of funded posts	Number of posts on approved establishment	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2014/15			2015/16			2016/17		2017/18		2018/19				2015/16 - 2018/19		
KwaZulu-Natal Ingonyama Trust Board			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	1 236	55	58	17.1	0.3	60	19.1	0.3	60	21.5	0.4	60	23.1	0.4	60	24.7	0.4	8.9%	100.0%
1 – 6	1 183	2	7	1.3	0.2	7	1.4	0.2	7	1.5	0.2	7	1.6	0.2	7	1.7	0.2	7.0%	11.7%
7 – 10	43	43	42	10.8	0.3	43	12.0	0.3	43	12.8	0.3	43	13.7	0.3	43	14.7	0.3	7.0%	71.7%
11 – 12	9	9	9	5.0	0.6	9	4.8	0.5	9	6.3	0.7	9	6.7	0.7	9	7.2	0.8	14.1%	15.0%
13 – 16	1	1	-	-	-	1	0.9	0.9	1	0.9	0.9	1	1.0	1.0	1	1.1	1.1	7.0%	1.7%

1. Rand million.

Registration of deeds trading account

Mandate

The Deeds Registries Act (1937) makes provision for the administration of the land registration system and the registration of rights in land. It requires that deeds and documents are prepared and lodged in a deeds registry by a conveyancer or public notary, and are scrutinised for accuracy and compliance with common law, case law and statutory law. The main goal of the trading account is to contribute to effective land planning, administration and property registration.

Selected performance indicators

Table 39.25 Registration of deeds trading account performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	Outcome	Past			Current	Projections		
			2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
Number of properties registered per year	Registration of title deeds	Outcome 7: Comprehensive rural development and land reform	498 210	569 120	961 518	967 725	982 241	996 975	1 011 929

Expenditure analysis

The registration of deeds trading account's work supports outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium term strategic framework, and the need for sustainable land reform in rural areas captured in the national development plan.

Over the medium term, the account will implement an electronic register system. The electronic register system will improve the property registration process and the turnaround time for registering a property, and increase stakeholder confidence in the account's services. It will also contribute to effective land planning and administration. For this the account receives an allocation of R331.8 million (R67.6 million in 2016/17, R128.2 million in 2017/18 and R136 million in 2018/19) from the Department of Rural Development and Land Reform. This accounts for 13 per cent of the account's total allocation.

The account generates revenue mainly from selling deeds information and registering properties. Revenue is expected to increase at an average annual rate of 8 per cent, from R720 million in 2015/16 to R859 million in 2017/18. This increase is expected to be maintained over the medium term as the market stabilises and more property is acquired. More land being registered will result in more revenue, as it will enable the account to employ more people to process claims on the electronic register system. The number of personnel is thus set to increase from 1 189 in 2015/16 to 1 337 in 2018/19, and expenditure on compensation of employees from R497 million in 2015/16 to R595 million in 2018/19.

Programmes/objectives/activities

Table 39.26 Registration of deeds trading account expenditure trends and estimates by programme/objective/activity

	Audited outcome				Revised estimate	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2012/13	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R thousand												
Administration	130 713	167 059	245 401	264 242	26.4%	34.8%	251 197	276 484	286 919	2.8%	33.4%	
Registration of title deeds	319 693	330 986	366 163	455 644	12.5%	65.2%	506 702	582 052	620 290	10.8%	66.6%	
Total	450 406	498 045	611 564	719 886	16.9%	100.0%	757 899	858 536	907 209	8.0%	100.0%	

Statements of historical financial performance

Table 39.27 Registration of deeds trading account statements of historical financial performance

Statement of financial performance									
	Budget		Audited outcome		Budget		Audited outcome		Outcome/Budget Average (%)
	2012/13	2013/14	2013/14	2014/15	2014/15	2015/16	2015/16		
R thousand									
Revenue									
Non-tax revenue	635 069	428 601	545 954	522 800	613 800	536 728	719 673	703 957	87.2%
Sale of goods and services other than capital assets	629 508	418 680	540 087	515 045	602 434	521 549	713 730	691 488	86.4%
<i>of which:</i>									
Administrative fees	629 508	418 680	540 087	515 045	602 434	521 549	713 730	691 488	86.4%
Other non-tax revenue	5 561	9 921	5 867	7 755	11 366	15 179	5 943	12 469	157.7%
Transfers received	11 129	23 815	13 741	80 565	113 194	185 272	119 537	15 929	118.6%
Total revenue	646 198	452 416	559 695	603 365	726 994	722 000	839 210	719 886	90.1%
Expenses									
Current expenses	646 198	450 406	559 695	498 045	726 994	611 564	839 210	719 886	82.2%
Compensation of employees	296 560	309 624	353 969	349 243	463 970	411 717	496 912	496 912	97.3%
Goods and services	323 211	112 700	177 668	123 902	233 808	179 180	322 455	203 131	58.5%
Depreciation	26 201	27 912	27 752	24 770	28 892	20 490	19 500	19 500	90.5%
Interest, dividends and rent on land	226	170	306	130	324	177	343	343	68.4%
Total expenses	646 198	450 406	559 695	498 045	726 994	611 564	839 210	719 886	82.2%
Surplus/(Deficit)	-	2 010	-	105 320	-	110 436	-	-	

Table 39.27 Registration of deeds trading account statements of historical of financial performance

Statement of financial position	Audited outcome		Audited outcome		Audited outcome		Revised estimate		Outcome/ Budget Average (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
R thousand	2012/13		2013/14		2014/15		2015/16		2012/13 - 2015/16
Carrying value of assets	89 068	155 017	102 898	189 039	108 557	292 376	110 528	40 281	164.6%
<i>of which:</i>									
Acquisition of assets	(18 445)	(95 642)	(1 091 140)	(56 771)	(2 771 007)	(124 449)	(95 437)	(95 437)	9.4%
Inventory	3 495	2 352	2 040	3 006	2 152	3 283	2 271	2 271	109.6%
Receivables and prepayments	52 219	93 314	82 421	98 854	84 954	61 970	85 737	85 737	111.3%
Cash and cash equivalents	95 362	95 452	47 873	279 698	50 506	289 819	52 284	129 785	323.0%
Total assets	240 144	346 135	235 232	570 597	246 169	647 448	250 820	258 074	187.4%
Accumulated surplus/(deficit)	160 777	251 458	165 808	356 779	165 808	467 212	165 808	95 561	177.9%
Capital reserve fund	-	-	-	164 000	-	91 922	-	-	-
Finance lease	768	1 683	1 489	1 446	1 571	1 910	1 657	1 657	122.1%
Deferred income	-	-	3 617	-	3 816	-	4 026	81 527	711.5%
Trade and other payables	45 700	78 968	51 726	33 847	61 689	71 669	65 314	65 314	111.3%
Provisions	24 213	14 026	12 592	14 525	13 285	14 735	14 015	14 015	89.4%
Total equity and liabilities	240 144	346 135	235 232	570 597	246 169	647 448	250 820	258 074	187.4%

Statements of estimates of financial performance and position

Table 39.28 Registration of deeds trading account statements of estimates of financial performance and position

Statement of financial performance	Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
				2015/16	2012/13 - 2015/16	2016/17		
R thousand	2015/16	2012/13 - 2015/16	2016/17	2017/18	2018/19	2015/16 - 2018/19	2015/16 - 2018/19	
Revenue								
Non-tax revenue	703 957	18.0%	88.4%	690 260	730 295	771 298	3.1%	89.7%
Sale of goods and services other than capital assets	691 488	18.2%	86.5%	683 897	723 563	764 175	3.4%	88.7%
<i>of which:</i>								
Administrative fees	691 488	18.2%	86.5%	683 897	723 563	764 175	3.4%	88.7%
Other non-tax revenue	12 469	7.9%	1.8%	6 363	6 732	7 123	-17.0%	1.0%
Transfers received	15 929	-12.5%	11.6%	67 639	128 241	135 911	104.3%	10.3%
Total revenue	719 886	16.7%	100.0%	757 899	858 536	907 209	8.0%	100.0%
Expenses								
Current expenses	719 886	16.9%	100.0%	757 899	858 536	907 209	8.0%	-
Compensation of employees	496 912	17.1%	68.8%	521 696	566 256	594 967	6.2%	67.3%
Goods and services	203 131	21.7%	26.9%	215 589	270 433	289 149	12.5%	30.0%
Depreciation	19 500	-11.3%	4.3%	20 246	21 461	22 706	5.2%	2.6%
Interest, dividends and rent on land	343	26.4%	0.0%	368	386	387	4.1%	0.0%
Total expenses	719 886	16.9%	100.0%	757 899	858 536	907 209	8.0%	-
Surplus/(Deficit)	-	(1)		-	-	-	-	-
Statement of financial position								
Carrying value of assets	40 281	-36.2%	34.7%	25 800	32 000	40 600	0.3%	12.0%
<i>of which:</i>								
Acquisition of assets	(95 437)	-0.1%	-23.4%	(59 500)	(62 000)	(68 600)	-10.4%	-25.0%
Inventory	2 271	-1.2%	0.6%	3 373	3 479	3 520	15.7%	1.1%
Receivables and prepayments	85 737	-2.8%	21.8%	55 200	55 800	56 100	-13.2%	22.2%
Cash and cash equivalents	129 785	10.8%	42.9%	197 300	208 743	220 851	19.4%	64.7%
Total assets	258 074	-9.3%	100.0%	281 673	300 022	321 071	7.6%	100.0%
Accumulated surplus/(deficit)	95 561	-27.6%	61.1%	211 099	225 870	246 241	37.1%	66.0%
Finance lease	1 657	-0.5%	0.4%	2 115	2 270	2 330	12.0%	0.7%
Deferred income	81 527	-	7.9%	-	-	-	-100.0%	7.9%
Trade and other payables	65 314	-6.1%	16.3%	68 459	71 882	72 500	3.5%	24.0%
Provisions	14 015	-0.0%	3.6%	-	-	-	-100.0%	1.4%
Total equity and liabilities	258 074	-9.3%	100.0%	281 673	300 022	321 071	-147.3%	100.0%

Personnel information

Table 39.29 Registration of deeds trading account personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2016			Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number				
Number of funded posts	Number of posts on approved establishment		Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level: Average (%)			
			2014/15			2015/16			2016/17		2017/18		2018/19				2015/16 - 2018/19		
Registration of deeds trading account			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	1 337	1 998	1 380	411.7	0.3	1 189	496.9	0.4	1 217	521.7	0.4	1 269	566.3	0.4	1 337	595.0	0.4	6.2%	100.0%
1 – 6	510	750	613	116.8	0.2	457	136.3	0.3	460	118.1	0.3	486	137.2	0.3	510	155.4	0.3	4.5%	38.2%
7 – 10	640	1 027	599	181.4	0.3	567	242.5	0.4	591	263.4	0.4	611	280.0	0.5	640	286.7	0.4	5.7%	48.1%
11 – 12	144	174	127	76.7	0.6	122	79.4	0.7	123	98.8	0.8	129	104.3	0.8	144	105.8	0.7	10.1%	10.3%
13 – 16	43	47	41	36.9	0.9	43	38.8	0.9	43	41.3	1.0	43	44.8	1.0	43	47.0	1.1	6.7%	3.4%

1. Rand million.

Additional tables

Table 39.A Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome		Adjusted appropriation	Medium-term expenditure estimate	
				2012/13	2013/14		2014/15	2016/17
R thousand								
Departmental infrastructure								
Small projects (total project cost of less than R250 million over the project life cycle)								
Van Der Sterr building (Cape Town): Upgrading and installation of backup generator	Upgrading	Handed over	16 954	613	-	-	-	-
Surveyor general, Plain Street (Cape Town): Upgrading of kitchen and toilet	Upgrading	Handed over	2 933	2 689	-	-	-	-
Deeds office and surveyor general office (Pleiermaritzburg): Upgrading, repairs and renovations	Upgrading, repairs and renovations	Identification	70 057	-	2 245	-	-	-
Old Cooperation Building (Pretoria): Upgrading of power supply and reticulation	Upgrading	Tender	9 527	1 441	-	-	-	-
Deeds office (Bloemfontein): Upgrading of sewerage system	Upgrading	Tender	1 770	-	128	1 370	-	-
Deeds office (Bloemfontein): Maintenance of fire protection system	Maintenance	Tender	2 122	-	167	188	364	-
Surveyor General building, 90 Plain Street (Cape Town): Upgrading of kitchen and toilet facilities	Upgrading	Construction	1 598	-	-	75	-	-
Land claims office, Van Der Sterr building (Cape Town): Refurbishment	Refurbishment	Finalization	544	-	793	-	-	-
Deeds office (Cape Town): Renovation and alteration	Renovation and alteration	Identification	24 108	-	466	15 550	4 096	-
49 Beacon Street, Ladysmith (KwaZulu-Natal): Upgrading of accommodation	Upgrading	Identification	6 450	-	2 059	3 450	-	-
Old Cooperation Building (Pretoria): Replacement of lifts	Replacement	Finalization	3 612	-	-	255	-	-
Old Cooperation Building (Pretoria): Heritage and south block upgrading	Upgrading	Identification	26 322	-	1 306	2 631	21	-
Total			165 997	4 743	2 245	23 519	4 481	-

Table 39.B Summary of donor funding

Donor	Project	Programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome		Estimate	Medium-term expenditure estimate		
							2012/13	2013/14		2014/15	2016/17	2017/18
R thousand Foreign In cash												
Belgium	Post-settlement and development support to restitution beneficiaries	Restitution	2 years (extended)	65 855	Goods and services	Purchase of 37 computers and related equipment	869	3 346	4 500	-	-	-
European Union	Establishment of 3 large blueberry out growers at Keiskammahoek as part of phase 2 of Eastern Cape berry corridor	Rural Development	2 years	21 182	Goods and services	Establishment of 3 large blueberry out growers at Keiskammahoek	3 000	-	-	-	-	-
Total				87 037			3 869	3 346	4 500	-	-	-

2016 BUDGET

ESTIMATES OF NATIONAL EXPENDITURE

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REPUBLIC OF SOUTH AFRICA