



VOTE 39

RURAL DEVELOPMENT
AND LAND REFORM



BUDGET 2017

ESTIMATES
OF NATIONAL
EXPENDITURE



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA



Estimates of National Expenditure

2017

National Treasury

Republic of South Africa

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The Estimates of National Expenditure 2017 is 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 Estimates of National Expenditure publication, the e-publications for each vote contain more comprehensive coverage of all public entities. Also included are tables containing information on programme specific personnel expenditure, conditional grants to provinces and municipalities, public private partnerships and information on donor funding. Expenditure information at the level of site service delivery is included, where appropriate.

Foreword

The 2017 Budget is presented at a time when indications are that the global economy could grow moderately better than the last forecast. Global GDP is expected to grow at 3.4 per cent in 2017, 0.3 percentage points higher than 2016. But uncertainty persists. The trade policies that the United States of America will pursue are unclear. The exact nature of Britain's exit from the European Union and economic impact are unknown. There is also evidence that globalisation is losing favour in some parts of the world and protectionism is growing. The global economy could be very different in future, depending on how these trends evolve.

Given the uncertainty, we have revised down South Africa's GDP growth projections and expect that tax revenue will be lower over the MTEF period as a result. We have also reduced the expenditure ceiling by R10.3 billion in 2017/18 and R15.9 billion in 2018/19, in line with government's fiscal objective of reducing the deficit, achieving a primary surplus and stabilising debt. Since its introduction in 2012, the expenditure ceiling in each financial year has never been breached.

Government is committed to delivering on its priorities despite the lowered revenue forecast and expenditure ceiling. It is critical that we allocate our limited resources wisely and use them effectively. In the 2017 Budget process, measures were taken to free-up resources and baselines were reduced across all departments by R7.5 billion in 2017/18, R7 billion in 2018/19 and R6.7 billion in 2019/20. The contingency reserve was also drawn down, and provisionally reserved funds were reallocated. However, the bulk of the funds allocated to priority areas within and across functions were reprioritised from lower-priority budget areas.

To ensure that funding remains focused on frontline service delivery, efforts have been intensified to improve efficiency in expenditure. Budget limits on compensation of employees introduced in the 2016 Appropriation Act are carried over to 2017. Departments will manage personnel headcount and employee earnings in line with these budget allocations.

Overall non-interest expenditure is still set to grow by an annual average of 1.4 per cent in real terms, from R1.24 trillion in 2017/18 to R1.43 trillion in 2019/20. Proposals in the budget include net increases in funding for the Post-School Education and Training, Basic Education, Economic Affairs and Health functions. The Post-School Education and Training function is the fastest growing, at 9.4 per cent over the medium term. The funding is mainly for universities to subsidise fee increases and for the National Student Financial Aid Scheme.

The publication is a concrete expression of the collaborative effort of highly dedicated civil servants across government throughout the process to prepare the Budget. We are particularly appreciative of this, as well as the contributions from the Ministers' Committee on the Budget and the Directors-General in central government. We are also thankful to all National Treasury staff who, under the expert guidance and leadership of the Minister of Finance, Pravin Gordhan, and his Deputy, Mcebisi Jonas, worked tirelessly to produce this crucial document.

The wide-ranging coverage of the Estimates of National Expenditure provides a coherent and summarised account of the prioritisation, spending plans and service delivery commitments of all 40 national votes and of government agencies. These plans constitute an important mechanism through which Parliament and the public hold institutions, including the National Treasury and its entities, to account.

Within the current difficult fiscal context not everything we believe would be beneficial to do, can be done now. Thus it is imperative that activities planned on budget be done effectively and efficiently.



Lungisa Fuzile
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of National Expenditure (ENE) publications describe in detail government's expenditure plans over the next three financial years, also known as the medium-term expenditure framework (MTEF) period. The 2017 MTEF period is from 2017/18 to 2019/20.

The ENE publications contain information on: what government institutions aim to achieve over the medium term, and why; how they plan to spend their budget allocations in support of this; and what outputs and outcomes the spending is intended to produce. The publications also provide information on how institutions have spent their budgets in previous years, tables with performance data and targets, personnel data and detailed expenditure trends and estimates by programme, subprogramme and economic classification for each department and the entities that report to the vote's executive authority. Explanatory narratives detail the institution's mandate, purpose (and that of its programmes), together with programme-level objectives and descriptions of subprogrammes. Summary data tables at the end of each vote contain data on infrastructure, provincial and municipal conditional grants, departmental public private partnerships, donor funding, and expenditure at the level of site service delivery, where applicable.

A separate 2017 ENE Overview publication is also available on www.treasury.gov.za and summarises the ENE information across all votes. The 2017 ENE Overview contains a narrative explanation and budget-wide 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	2017/18				2018/19	2019/20
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	1 721.6	1 709.8	0.1	11.7	1 799.8	1 876.7
National Geomatics Management Services	672.1	632.2	35.0	5.0	701.5	754.1
Rural Development	1 914.9	355.9	1 554.5	4.6	1 951.2	2 069.0
Restitution	3 247.4	630.6	2 614.7	2.1	3 441.3	3 651.2
Land Reform	2 628.2	581.6	2 045.0	1.6	2 759.5	2 939.8
Total expenditure estimates	10 184.2	3 910.1	6 249.3	24.9	10 653.4	11 290.7

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 site 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 several acts:

- The Restitution of Land Rights Act (1994), which 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), which 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), which 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), which 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), which promotes the orderly physical development of South Africa, with 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), which provides for the administration of the land registration system and the registration of land rights.
- The Land Survey Act (1997), which provides for the regulation of the survey of land in South Africa.
- The Sectional Titles Act (1986), which provides for the division of buildings 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 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), which 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.
- In addition to overseeing land restitution, the department is also mandated with initiating, facilitating, coordinating, catalysing and implementing an integrated rural development programme, which is linked to outcome 7 (comprehensive rural development and land reform) 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		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of agricultural enterprises supported per year	Rural Development	Outcome 7: Comprehensive rural development and land reform	- ¹	- ¹	- ¹	132	127	135	143
Number of youth recruited through the national rural youth services corps per year	Rural Development		4 600	3 145	3 060	2 700	2 700	2 700	2 700
Number of infrastructure projects implemented per year ²	Rural Development		- ¹	- ¹	- ¹	252	230	220	220
Number of land claims finalised per year	Restitution		- ¹	372	373	371	1 001	1 151	1 179
Number of hectares acquired per year ³	Land Reform		153 586ha	354 802ha	242 556ha	180 000ha	96 165ha	90 000ha	95 000ha
Number of farms under recapitalisation and development per year	Land Reform		442	217	414	351	369	387	400

1. No historical data available.

2. The decrease in the number of infrastructure projects implemented per year from 2016/17 to 2019/20 was due to cost containment measures implemented on the programme.

3. The decrease in the number of hectares acquired per year from 2013/14 to 2019/20 was due to cost containment measures implemented on the programme.

Expenditure analysis

The Department of Rural Development and Land Reform has an ongoing commitment to build sustainable rural livelihoods. Over the medium term, the department will continue to focus on land distribution and agrarian transformation, and ensure the success of land distribution by supporting rural farmers, enterprises and industries. The department will do this through skills and capacity development, investing in rural social and economic infrastructure, and championing policy interventions that fortify and protect the rights of rural communities. The department's work aligns with outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium-term strategic framework.

The department's total allocation over the MTEF period is R32.1 billion, to fund activities related to rolling out agri-parks, accelerating land reform, recapitalising and developing redistributed farms, creating opportunities for rural youths, transforming land tenure, and settling land claims.

Growing rural economies through agri-parks

The agri-parks initiative supports rural enterprises, develops rural industries and facilitates the efficient movement of rural produce to markets. The initiative develops networked systems of agro-production, processing, logistics, marketing, training and extension services in district municipalities and developments on underused land. Each agri-park supports smallholder farmers by providing capacity building, mentorship, farm infrastructure, extension services, and production and mechanisation inputs. Smallholder farmers own 70 per cent of an agri-park, while the remainder is owned by government and commercial farmers.

Agri-parks are expected to contribute to government's targets of creating 1 million new jobs in rural economies by 2030, through the development of 300 000 new small-scale farmers and the creation of 145 000 agro-processing jobs by 2019. Since the inception of the initiative in 2015/16, approximately 10 566 smallholder farmers have been identified to benefit from agri-parks, and 69 692 hectares of land has already been

distributed. A total of R2 billion per year, over a 10-year period beginning in 2015/16, was allocated for the development of agri-parks in 44 districts. Over the medium term, R2.9 billion is allocated for the *Rural Infrastructure Development* subprogramme of the *Rural Development* programme, which constitutes 9.2 per cent of the department's budget.

Accelerating land reform

The *Land Reform* programme has been allocated R8.3 billion over the MTEF period for the acquisition of land and the creation of productive and profitable farms. The One Household, One Hectare initiative is the key mechanism used to provide the landless access to land and promote agrarian transformation. The objective of the initiative is to create smallholder producers for the agri-parks initiative, focusing on 44 of the poorest districts in the country and other sites in densely populated areas. The department projects that 16 500 households will participate in the One Household, One Hectare initiative over the MTEF period, at an estimated cost of R4.3 billion, budgeted for in the *Agricultural Land Holding Account* subprogramme.

Recapitalising and redeveloping redistributed farms

The recapitalisation and development programme ensures that redistributed land becomes productive and profitable by providing mechanised irrigation, farmer mentorship and farm inputs. Since the programme began in 2008/09, 1 496 farms have been created from more than 4.7 million hectares of land acquired. Over the medium term, the department aims to acquire approximately 281 165 hectares of strategically located land. The Office of the Valuer-General, which has been operational since 2015/16, ensures efficient acquisition and equitable valuation of land. The total allocation for this activity over the medium term is R187.7 million, funded through the *Office of the Valuer-General* subprogramme in the *Land Reform* programme.

Creating opportunities for rural youths

The national rural youth services corps is a skills development initiative, which forms part of the comprehensive rural development programme's job-creation model. The initiative recruits unemployed youth from rural areas between the ages of 18 and 25, who have passed grade 12 or have higher qualifications, and equips them with business and entrepreneurial skills. The initiative expects to increase the number of new participants by 2 700 each year over the medium term to reach a total of 8 100 by 2019/20. The *National Rural Youth Services Corps* subprogramme receives an allocation of R1.2 billion over the medium term. However, the allocation is set to decrease from R437.5 million in 2017/18 to R406.6 million in 2019/20 due to cost-containment measures, which will not affect output targets due to increased allocative efficiency.

Transforming land tenure

The Communal Property Associations Amendment Bill was published in the Government Gazette in April 2016. The amendment extends the application of the act to labour tenants who acquire land, provides for general plans for land administered by an association, and repeals the provisions relating to provisional associations. It also provides improved protection of the rights of communities, in respect of movable and immovable property administered by an association, and adds clarity on the content of annual reports expected from associations.

Over the medium term, the department will implement 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 and provide for obligations regarding alternative accommodation for evicted people. A total of R317 million was reprioritised within the *Land Reform* programme over the MTEF period for these activities.

Settling land claims

In 2016, the Constitutional Court ruled the Restitution of Land Rights Amendment Act (2014) invalid and contrary to the Constitution. The Commission on Restitution of Land Rights was tasked to re-submit the act within two years. In the same period, the commission plans to settle claims lodged before 1998. In terms of the judgment, should all claims emanating from original lodgement be processed before the two-year period lapses, the Commission may approach the Constitutional Court for a review of the judgment.

Consultants are extensively utilised as part of the pre-settlement of claims, and is a major cost driver in the *Restitution* programme. Over the MTEF period, R503.7 million will be spent on consultants conducting research

to confirm the validity of claims that have been launched. The total number of claims over the two-year period, from 2017/18 to 2018/19, is expected to be 2 152. A total of R10.3 billion is allocated for settling land restitution claims over the MTEF period, which constitutes 32 per cent of the department's total budget.

Operational capacity

Cabinet has approved reductions on compensation of employees of R78.6 million over the medium term as part of its decision to lower the national aggregate expenditure ceiling. Personnel numbers are expected to decrease from 4 359 in 2017/18, 4 313 in 2018/19 and 4 289 in 2019/20. Over the medium term, the budget for compensation of employees is R2.2 billion in 2017/18, R2.3 billion in 2018/19 and R2.5 billion in 2019/20. Reductions of R1.2 billion over the MTEF period have also been applied, of which, R522.9 million was from the agricultural land holding account. This will not impact negatively on service delivery because the department will prioritise critical service delivery units.

The Department of Rural Development and Land Reform, through the Department of Public Works, secured a site to construct a single campus for the department's national office in Pretoria, Gauteng. Over the MTEF period, R961.1 million has been set aside to finance the project, R478.7 million in 2017/18, R239.4 million in 2018/19 and R243 million in 2019/20.

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			Average: Outcome/Annual budget (%)			Average: Outcome/Adjusted appropriation (%)		
R million	2013/14			2014/15			2015/16			2016/17			2013/14 - 2016/17			2013/14 - 2016/17																	
Programme 1	940.7	1 189.8	1 238.8	1 147.8	1 314.9	1 382.2	1 264.3	1 324.9	1 336.9	1 462.1	1 582.5	1 582.5	115.1%	102.4%																			
Programme 2	508.5	794.7	814.6	796.7	779.7	732.5	799.9	748.1	681.8	817.9	714.4	714.4	100.7%	96.9%																			
Programme 3	1 227.4	1 792.4	1 700.8	2 011.6	2 011.6	1 801.0	1 975.7	1 984.6	1 922.0	1 914.4	1 914.4	1 914.4	102.9%	95.3%																			
Programme 4	3 388.0	2 916.8	2 836.7	2 680.7	2 680.7	2 997.9	2 602.7	2 602.7	2 630.2	3 168.2	3 168.2	3 168.2	98.3%	102.3%																			
Programme 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	2 547.1	2 761.8	2 744.9	2 744.9	90.8%	99.3%																			
Total	9 459.7	9 459.7	9 454.1	9 455.3	9 455.3	9 395.8	9 379.7	9 197.4	9 118.0	10 124.3	10 124.3	10 124.3	99.1%	99.6%																			
Change to 2016 Budget estimate																																	
Economic classification																																	
Current payments	3 052.1	4 599.2	3 722.2	3 549.6	3 675.5	3 139.7	3 617.7	3 469.9	3 335.5	3 822.7	3 842.7	3 842.7	100.0%	90.1%																			
Compensation of employees	1 676.9	1 965.4	1 541.3	2 195.8	1 999.8	1 791.6	2 115.9	2 114.7	1 937.2	2 142.6	2 142.6	2 142.6	91.2%	90.2%																			
Goods and services	1 375.2	2 633.8	2 175.2	1 353.8	1 675.7	1 342.5	1 501.8	1 354.8	1 396.3	1 680.2	1 700.1	1 700.1	111.9%	89.8%																			
Interest and rent on land	-	-	5.8	-	-	5.7	-	0.3	2.1	-	-	-	-	4 514.0%																			
Transfers and subsidies	6 391.4	4 819.8	5 470.9	5 881.7	5 721.9	5 458.3	5 736.8	5 665.7	5 018.4	6 282.2	6 225.2	6 225.2	91.3%	98.8%																			
Provinces and municipalities	0.1	0.2	10.5	0.2	64.5	125.6	3.7	57.2	76.7	83.3	93.3	93.3	350.5%	142.3%																			
Departmental agencies and accounts	2 481.3	1 934.3	2 184.4	2 068.5	1 852.6	1 752.4	1 679.6	1 380.0	1 381.5	1 592.5	1 532.2	1 532.2	-	-																			
Foreign governments and international organisations	1.4	1.8	1.8	1.5	1.5	2.1	1.5	1.5	2.6	1.6	1.6	1.6	135.2%	127.2%																			
Public corporations and private enterprises	118.5	58.5	120.7	-	-	41.0	-	-	-	-	-	-	136.4%	276.1%																			
Non-profit institutions	2.8	2.8	6.4	3.0	3.0	3.8	3.2	3.2	3.2	3.3	3.3	3.3	135.0%	135.0%																			
Households	3 787.2	2 822.2	3 147.2	3 808.5	3 800.3	3 533.4	4 048.8	4 223.8	3 554.4	4 601.4	4 594.9	4 594.9	91.3%	96.0%																			

Table 39.2 Vote expenditure trends by programme and economic classification

	2013/14			2014/15			2015/16			2016/17			2013/14 - 2016/17	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
R million														
Payments for capital assets	16.3	40.8	254.5	24.0	58.0	793.4	25.1	61.8	758.9	19.4	56.4	56.4	2 194.9%	859.0%
Buildings and other fixed structures	-	1.0	154.8	-	6.2	401.1	-	-	601.2	-	7.1	7.1	-	8 145.1%
Machinery and equipment	14.8	38.1	41.2	22.6	50.2	165.6	23.3	61.5	67.2	18.3	44.9	44.9	403.2%	163.7%
Biological assets	-	-	0.3	-	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	58.2	-	-	226.7	-	-	90.6	-	4.4	4.4	-	8 621.2%
Software and other intangible assets	1.4	1.7	-	1.5	1.6	-	1.8	0.3	-	1.1	-	-	-	-
Payments for financial assets	-	-	6.5	-	-	4.4	-	-	5.2	-	-	-	-	-
Total	9 459.7	9 459.7	9 454.1	9 455.3	9 455.3	9 395.8	9 379.7	9 197.4	9 118.0	10 124.3	10 124.3	10 124.3	99.1%	99.6%

Expenditure estimates

Table 39.3 Vote expenditure estimates by programme and economic classification

Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
				2017/18	2018/19	2019/20		
R million	2016/17	2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
Programme 1	1 582.5	10.0%	14.5%	1 721.6	1 799.8	1 876.7	5.8%	16.5%
Programme 2	714.4	-3.5%	7.7%	672.1	701.5	754.1	1.8%	6.7%
Programme 3	1 914.4	2.2%	19.3%	1 914.9	1 951.2	2 069.0	2.6%	18.6%
Programme 4	3 168.2	2.8%	30.5%	3 247.4	3 441.3	3 651.2	4.8%	32.0%
Programme 5	2 744.9	-0.3%	27.9%	2 628.2	2 759.5	2 939.8	2.3%	26.2%
Total	10 124.3	2.3%	100.0%	10 184.2	10 653.4	11 290.7	3.7%	100.0%
Change to 2016 Budget estimate				(492.7)	(556.4)	(554.1)		
Economic classification								
Current payments	3 842.7	-5.8%	36.9%	3 910.1	4 105.7	4 377.9	4.4%	38.4%
Compensation of employees	2 142.6	2.9%	19.5%	2 194.6	2 325.6	2 502.9	5.3%	21.7%
Goods and services	1 700.1	-13.6%	17.4%	1 715.5	1 780.1	1 875.0	3.3%	16.7%
Transfers and subsidies	6 225.2	8.9%	58.2%	6 249.3	6 523.8	6 890.2	3.4%	61.3%
Provinces and municipalities	93.3	652.4%	0.8%	67.5	72.7	77.9	-5.8%	0.7%
Departmental agencies and accounts	1 532.2	-7.5%	18.0%	1 493.1	1 491.3	1 574.7	0.9%	14.4%
Foreign governments and international organisations	1.6	-3.9%	-	1.7	1.7	1.8	5.5%	-
Public corporations and private enterprises	-	-97.4%	0.4%	-	-	-	-	-
Non-profit institutions	3.3	5.3%	-	3.5	3.7	3.9	5.5%	-
Households	4 594.9	17.6%	38.9%	4 683.4	4 954.4	5 231.8	4.4%	46.1%
Payments for capital assets	56.4	11.4%	4.9%	24.9	23.9	22.7	-26.2%	0.3%
Buildings and other fixed structures	7.1	92.5%	3.1%	-	-	-	-100.0%	-
Machinery and equipment	44.9	5.6%	0.8%	24.0	23.8	22.5	-20.5%	0.3%
Land and sub-soil assets	4.4	-	1.0%	-	-	-	-100.0%	-
Software and other intangible assets	-	-100.0%	-	0.9	0.1	0.1	-	-
Total	10 124.3	2.3%	100.0%	10 184.2	10 653.4	11 290.7	3.7%	100.0%

Goods and services expenditure trends and estimates

Table 39.4 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)	
	2013/14	2014/15	2015/16		2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20			2016/17 - 2019/20
Administrative fees	61 447	27 070	20 116	25 231	-25.7%	2.0%	44 091	41 279	47 758	23.7%	2.2%	
Advertising	47 895	28 344	41 902	21 820	-23.1%	2.1%	33 395	33 750	38 561	20.9%	1.8%	
Minor assets	13 205	8 954	10 211	57 968	63.7%	1.4%	8 168	9 398	9 675	-44.9%	1.2%	
Audit costs: External	24 513	14 728	17 178	24 130	-0.5%	1.2%	17 690	22 679	20 818	-4.8%	1.2%	
Bursaries: Employees	3 604	4 419	3 479	5 142	12.6%	0.3%	4 492	4 810	4 991	-1.0%	0.3%	
Catering: Departmental activities	15 099	5 423	8 973	5 786	-27.4%	0.5%	5 600	6 115	6 481	3.9%	0.3%	
Communication	54 262	67 100	57 360	59 503	3.1%	3.6%	43 217	48 173	50 721	-5.2%	2.9%	
Computer services	96 570	105 944	156 164	200 277	27.5%	8.5%	174 638	189 835	200 102	-	10.8%	
Consultants: Business and advisory services	236 867	166 395	134 282	361 429	15.1%	13.6%	287 104	305 771	326 023	-3.4%	18.1%	
Infrastructure and planning services	12 628	4 071	766	3 088	-37.5%	0.3%	6 560	6 235	6 907	30.8%	0.3%	
Legal services	104 706	130 213	134 390	120 187	4.7%	7.4%	101 930	108 704	116 166	-1.1%	6.3%	
Science and technological services	-	-	29 129	-	-	0.4%	-	-	-	-	-	-
Contractors	53 619	22 093	32 143	41 229	-8.4%	2.3%	38 145	38 189	42 995	1.4%	2.3%	
Agency and support/outourced services	84 819	33 838	31 701	36 246	-24.7%	2.8%	36 526	30 847	35 193	-1.0%	2.0%	
Entertainment	8	4	-	2	-37.0%	-	12	12	12	81.7%	-	
Fleet services (including government motor transport)	16 999	11 170	22 910	16 416	-1.2%	1.0%	22 034	25 711	25 446	15.7%	1.3%	
Inventory: Clothing material and accessories	4 271	72	-	-	-100.0%	0.1%	-	-	-	-	-	
Inventory: Farming supplies	2 333	75	-	-	-100.0%	-	-	-	-	-	-	
Inventory: Learner and teacher support material	32	-	-	-	-100.0%	-	-	-	-	-	-	
Inventory: Materials and supplies	4 425	2 650	-	-	-100.0%	0.1%	-	-	-	-	-	
Inventory: Medical supplies	18	33	-	-	-100.0%	-	-	-	-	-	-	
Inventory: Medicine	4	-	-	-	-100.0%	-	-	-	-	-	-	
Consumable supplies	6 277	4 391	6 829	10 481	18.6%	0.4%	12 134	11 596	12 122	5.0%	0.7%	
Consumables: Stationery, printing and office supplies	25 562	23 682	27 600	38 516	14.6%	1.7%	36 145	39 698	42 883	3.6%	2.2%	
Operating leases	180 458	189 142	250 050	250 070	11.5%	13.1%	513 899	515 049	502 000	26.1%	25.2%	
Rental and hiring	10 267	6 791	3 376	5 758	-17.5%	0.4%	3 581	3 364	3 633	-14.2%	0.2%	
Property payments	93 658	105 610	115 773	135 026	13.0%	6.8%	147 235	147 372	151 556	3.9%	8.2%	
Transport provided: Departmental activity	3 223	7 428	2 406	1 989	-14.9%	0.2%	3 263	2 732	2 915	13.6%	0.2%	
Travel and subsistence	790 962	277 842	231 800	207 940	-35.9%	22.8%	113 042	119 938	154 426	-9.4%	8.4%	
Training and development	108 725	9 482	7 897	19 623	-43.5%	2.2%	22 278	24 646	25 534	9.2%	1.3%	
Operating payments	19 915	15 336	13 753	20 466	0.9%	1.1%	21 418	23 217	24 351	6.0%	1.3%	
Venues and facilities	98 782	70 164	36 077	31 793	-31.5%	3.6%	18 869	21 014	23 770	-9.2%	1.3%	
Total	2 175 153	1 342 464	1 396 265	1 700 116	-7.9%	100.0%	1 715 466	1 780 134	1 875 039	3.3%	100.0%	

Transfers and subsidies expenditure trends and estimates

Table 39.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16		2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20		
Provinces and municipalities											
Municipal bank accounts											
Current	10 477	125 617	76 741	93 281	107.3%	1.4%	67 542	72 668	77 903	-5.8%	1.2%
Vehicle licences	48	17 426	19 089	7 233	432.1%	0.2%	5 665	5 979	6 312	-4.4%	0.1%
Municipal rates and taxes	7 582	4 577	-	-	-100.0%	0.1%	-	-	-	-	-
Rates and taxes	2 847	103 614	57 652	86 048	211.5%	1.1%	61 877	66 689	71 591	-5.9%	1.1%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	2 184 385	1 752 447	1 381 512	1 532 205	-11.1%	30.9%	1 493 134	1 491 250	1 574 726	0.9%	23.5%
Development Bank of Southern Africa	20 668	-	-	-	-100.0%	0.1%	-	-	-	-	-
Public Sector Education and Training Authority	2 377	3 518	-	-	-100.0%	-	-	-	-	-	-
Council for Scientific and Industrial Research	3 482	1 903	-	-	-100.0%	-	-	-	-	-	-
Communications	24	5	3	-	-100.0%	-	-	-	-	-	-
Registration of deeds trading account	241 741	113 194	15 929	-	-100.0%	1.7%	-	-	-	-	-
South African Local Government Association national member assembly	-	3 000	-	-	-	-	-	-	-	-	-

Table 39.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
South African Geomatics Council	-	-	-	4 000	-	-	4 000	4 000	4 212	1.7%	0.1%
Agricultural Research Council	174 315	-	-	-	-100.0%	0.8%	-	-	-	-	-
Agricultural Business Development Agency	7 550	-	-	-	-100.0%	-	-	-	-	-	-
National Agricultural Marketing Council	9 500	-	-	-	-100.0%	-	-	-	-	-	-
National Wool Growers Association of South Africa	11 944	-	-	-	-100.0%	0.1%	-	-	-	-	-
Mpumalanga Regional Training Trust	1 163	-	-	-	-100.0%	-	-	-	-	-	-
South African Broadcasting Corporation	2	4	-	-	-100.0%	-	-	-	-	-	-
KwaZulu-Natal Ingonyama Trust Board	14 500	17 294	18 069	18 788	9.0%	0.3%	19 727	20 871	22 040	5.5%	0.3%
Agricultural land holding account	1 697 119	1 613 529	1 342 027	1 495 117	-4.1%	27.7%	1 419 601	1 396 271	1 480 734	-0.3%	22.4%
Office of the Valuer-General	-	-	5 484	14 300	-	0.1%	49 806	70 108	67 740	67.9%	0.8%
Foreign governments and international organisations											
Current	1 772	2 063	2 596	1 574	-3.9%	-	1 653	1 749	1 847	5.5%	-
Regional centre for mapping of resources for development	1 772	2 063	2 596	1 574	-3.9%	-	1 653	1 749	1 847	5.5%	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	68 782	6 526	-	1	-97.6%	0.3%	1	1	1	-	-
Independent Development Trust	31 476	6 526	-	-	-100.0%	0.2%	-	-	-	-	-
Council for Scientific and Industrial Research	37 306	-	-	-	-100.0%	0.2%	-	-	-	-	-
Land reform empowerment facility	-	-	-	1	-	-	1	1	1	-	-
Public corporations and private enterprises											
Subsidies on products and production (pe)											
Current	-	794	-	-	-	-	-	-	-	-	-
Independent Development Trust	-	794	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises											
Other transfers to private enterprises											
Current	51 869	33 675	-	-	-100.0%	0.4%	-	-	-	-	-
Coega	51 869	33 675	-	-	-100.0%	0.4%	-	-	-	-	-
Non-profit institutions											
Current	6 433	3 755	3 159	3 326	-19.7%	0.1%	3 492	3 695	3 902	5.5%	0.1%
South African Council for Planners	2 849	3 020	3 159	3 326	5.3%	0.1%	3 492	3 695	3 902	5.5%	0.1%
Goedgedacht Trust	1 591	-	-	-	-100.0%	-	-	-	-	-	-
Ikageng Self-Help Association for the Blind	1 000	735	-	-	-100.0%	-	-	-	-	-	-
Ikemiseng Association for the Blind	993	-	-	-	-100.0%	-	-	-	-	-	-
Households											
Social benefits											
Current	3 031	4 159	2 824	2 824	-2.3%	0.1%	2 988	3 200	1 037	-28.4%	-
Employee social benefits	3 031	4 159	2 824	2 824	-2.3%	0.1%	2 988	3 200	1 037	-28.4%	-
Households											
Other transfers to households											
Current	866 095	1 268 339	1 532 367	2 083 397	34.0%	25.9%	2 071 673	2 188 362	2 311 034	3.5%	33.4%
Employee social benefits	-	31	415	-	-	-	-	-	-	-	-
Bursaries for non-employees	28 684	212	20 424	24 048	-5.7%	0.3%	25 354	26 825	28 327	5.6%	0.4%
Rural Infrastructure Development	-	193 834	136 119	794 172	-	5.1%	814 432	864 569	915 464	4.9%	13.1%
Rural Enterprise and Industrial Development	-	246 830	529 902	395 799	-	5.3%	384 000	410 000	428 000	2.6%	6.2%
National Rural Youth Services Corps	174 998	531 945	274 273	337 252	24.4%	5.9%	356 025	294 044	310 507	-2.7%	5.0%
Claims against state	669	-	-	-	-100.0%	-	-	-	-	-	-
Land reform grants	661 744	295 487	571 234	532 126	-7.0%	9.3%	491 862	592 924	628 736	5.7%	8.7%
Capital	2 278 048	2 260 900	2 019 224	2 508 629	3.3%	40.9%	2 608 774	2 762 864	2 919 712	5.2%	41.7%
Restitution grants	2 278 048	2 260 900	2 019 224	2 508 629	3.3%	40.9%	2 608 774	2 762 864	2 919 712	5.2%	41.7%
Total	5 470 892	5 458 275	5 018 423	6 225 237	4.4%	100.0%	6 249 257	6 523 789	6 890 162	3.4%	100.0%

Personnel information

Table 39.6 Vote personnel numbers and cost by salary level and programme¹

Programmes		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 (%)	Average: Salary level/Total (%)					
		2015/16		2016/17			2017/18		2018/19		2019/20				2016/17 - 2019/20				
		Number	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost				Number	Cost	Unit cost	
Rural Development and Land Reform																			
Salary level	4 039	399	4 501	1 937.2	0.4	4 483	2 142.6	0.5	4 359	2 194.6	0.5	4 313	2 325.6	0.5	4 289	2 502.9	0.6	-1.5%	100.0%
1 – 6	1 028	133	1 175	250.8	0.2	1 175	282.9	0.2	1 120	285.2	0.3	1 116	308.5	0.3	1 109	333.6	0.3	-1.9%	25.9%
7 – 10	2 137	180	2 351	947.1	0.4	2 340	1 061.4	0.5	2 285	1 077.0	0.5	2 270	1 153.3	0.5	2 265	1 249.6	0.6	-1.1%	52.5%
11 – 12	628	84	722	493.7	0.7	707	532.9	0.8	695	549.5	0.8	672	565.3	0.8	665	606.5	0.9	-2.0%	15.7%
13 – 16	246	2	253	245.5	1.0	261	265.3	1.0	259	282.9	1.1	255	298.5	1.2	250	313.2	1.3	-1.4%	5.9%
Programme	4 039	399	4 501	1 937.2	0.4	4 483	2 142.6	0.5	4 359	2 194.6	0.5	4 313	2 325.6	0.5	4 289	2 502.9	0.6	-1.5%	100.0%
Programme 1	1 480	45	1 629	649.2	0.4	1 631	718.2	0.4	1 596	736.7	0.5	1 595	780.6	0.5	1 588	840.2	0.5	-0.9%	36.7%
Programme 2	788	324	1 114	449.0	0.4	1 076	485.0	0.5	997	491.4	0.5	956	520.7	0.5	943	560.4	0.6	-4.3%	22.8%
Programme 3	449	16	384	255.0	0.7	395	282.5	0.7	386	293.7	0.8	384	311.3	0.8	383	335.0	0.9	-1.0%	8.9%
Programme 4	707	6	745	304.7	0.4	746	336.6	0.5	746	339.8	0.5	745	360.1	0.5	744	387.6	0.5	-0.1%	17.1%
Programme 5	615	8	629	279.2	0.4	635	320.3	0.5	634	333.0	0.5	633	352.8	0.6	631	379.7	0.6	-0.2%	14.5%

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

Departmental receipts

Table 39.7 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2013/14	2014/15	2015/16					2016/17	2017/18	2018/19		
	2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20							
Departmental receipts	104 622	87 439	54 643	95 812	58 116	-17.8%	100.0%	61 022	64 073	67 279	5.0%	100.0%
Sales of goods and services produced by department	21 213	21 534	23 695	25 460	22 378	1.8%	29.1%	23 497	24 672	25 907	5.0%	38.5%
Sales by market establishments	1 019	1 023	743	1 148	784	-8.4%	1.2%	823	865	909	5.1%	1.3%
of which:												
Market establishment: Non-residential building	1 018	1 022	732	1 085	717	-11.0%	1.1%	753	791	831	5.0%	1.2%
Market establishment: Parking: Covered and open	1	1	11	63	67	306.2%	-	70	74	78	5.2%	0.1%
Administrative fees	16 658	16 722	18 065	20 796	18 137	2.9%	22.8%	19 044	19 996	20 996	5.0%	31.2%
of which:												
Servitude rights	969	292	1 012	1 433	2 697	40.7%	1.6%	2 832	2 974	3 123	5.0%	4.6%
Surveyor inspection fees	15 687	16 427	17 049	19 361	15 437	-0.5%	21.2%	16 209	17 019	17 870	5.0%	26.6%
Request information: Promotion of Access to Information Act (2000)	2	3	4	2	3	14.5%	-	3	3	3	-	-
Other sales	3 536	3 789	4 887	3 516	3 457	-0.8%	5.1%	3 630	3 811	4 002	5.0%	5.9%
of which:												
Services rendered: Commission on insurance and gamishees	697	824	912	543	997	12.7%	1.1%	1 047	1 099	1 154	5.0%	1.7%
Services rendered: Management fees	1	1	5	39	5	71.0%	-	5	5	5	-	-
Sales: Tender documents	355	665	1 262	487	418	5.6%	0.9%	439	461	484	5.0%	0.7%
Sales: Maps	2 168	1 889	2 400	2 077	1 738	-7.1%	2.7%	1 825	1 916	2 012	5.0%	3.0%
Plan sales: Charts/posters	315	410	308	370	299	-1.7%	0.4%	314	330	347	5.1%	0.5%
Sales of scrap, waste, arms and other used current goods	5	5	2	82	5	-	-	5	5	5	-	-
of which:												
Sales: Scrap	4	4	1	15	4	-	-	4	4	4	-	-
Sales: Waste paper	1	1	1	67	1	-	-	1	1	1	-	-
Transfers received	-	-	-	244	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	21 469	13 503	20 946	16 853	27 689	8.9%	27.4%	29 074	30 527	32 054	5.0%	47.6%
Interest	18 862	12 043	15 756	12 686	21 036	3.7%	22.2%	22 088	23 192	24 352	5.0%	36.2%
Rent on land	2 607	1 460	5 190	4 167	6 653	36.7%	5.2%	6 986	7 335	7 702	5.0%	11.4%
Sales of capital assets	147	523	790	123	185	8.0%	0.5%	194	204	214	5.0%	0.3%
Transactions in financial assets and liabilities	61 788	51 874	9 210	53 050	7 859	-49.7%	42.9%	8 252	8 665	9 099	5.0%	13.5%
Total	104 622	87 439	54 643	95 812	58 116	-17.8%	100.0%	61 022	64 073	67 279	5.0%	100.0%

Programme 1: Administration

Programme purpose

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

Expenditure trends and estimates

Table 39.8 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16		2013/14	2016/17	2017/18	2018/19	2019/20		
R thousand											
Ministry	34 943	41 210	44 547	40 478	5.0%	2.9%	37 829	40 079	43 291	2.3%	2.3%
Management	114 238	133 840	146 392	158 839	11.6%	10.0%	163 918	174 551	187 555	5.7%	9.8%
Internal Audit	32 787	40 953	43 226	47 821	13.4%	3.0%	39 207	41 629	45 127	-1.9%	2.5%
Corporate Services	433 107	498 996	381 528	449 003	1.2%	31.8%	420 917	451 856	483 011	2.5%	25.9%
Financial Services	144 137	168 209	166 876	292 739	26.6%	13.9%	190 103	202 200	217 246	-9.5%	12.9%
Provincial Coordination	277 882	294 516	315 141	336 629	6.6%	22.1%	337 656	358 147	387 194	4.8%	20.3%
Office Accommodation	201 705	204 473	239 197	257 032	8.4%	16.3%	531 990	531 386	513 243	25.9%	26.3%
Total	1 238 799	1 382 197	1 336 907	1 582 541	8.5%	100.0%	1 721 620	1 799 848	1 876 667	5.8%	100.0%
Change to 2016 Budget estimate				120 483			173 920	155 769	124 216		
Economic classification											
Current payments	1 161 783	1 222 044	1 294 781	1 562 052	10.4%	94.6%	1 709 788	1 789 195	1 866 491	6.1%	99.2%
Compensation of employees	531 233	635 546	649 240	718 196	10.6%	45.7%	736 666	780 644	840 162	5.4%	44.1%
Goods and services ¹	630 517	586 498	645 512	843 856	10.2%	48.8%	973 122	1 008 551	1 026 329	6.7%	55.2%
of which:											
Audit costs: External	15 675	14 629	16 771	22 003	12.0%	1.2%	17 580	22 563	20 696	-2.0%	1.2%
Computer services	84 375	89 194	137 505	172 206	26.8%	8.7%	156 227	171 196	180 763	1.6%	9.7%
Operating leases	172 123	174 050	220 027	230 512	10.2%	14.4%	498 859	498 869	484 916	28.1%	24.5%
Property payments	73 470	87 070	94 537	103 038	11.9%	6.5%	120 257	120 316	121 250	5.6%	6.7%
Travel and subsistence	85 546	65 705	59 080	54 847	-13.8%	4.8%	27 970	28 355	37 801	-11.7%	2.1%
Training and development	16 374	5 906	4 477	15 825	-1.1%	0.8%	22 058	24 516	25 399	17.1%	1.3%
Interest and rent on land	33	-	29	-	-100.0%	-	-	-	-	-	-
Transfers and subsidies¹	57 975	39 301	1 137	1 050	-73.7%	1.8%	137	182	193	-43.1%	-
Provinces and municipalities	15	20	16	31	27.4%	-	31	36	38	7.0%	-
Departmental agencies and accounts	5 416	3 523	3	-	-100.0%	0.2%	-	-	-	-	-
Public corporations and private enterprises	51 869	33 675	-	-	-100.0%	1.5%	-	-	-	-	-
Households	675	2 083	1 118	1 019	14.7%	0.1%	106	146	155	-46.6%	-
Payments for capital assets	17 806	119 413	40 337	19 439	3.0%	3.6%	11 695	10 471	9 983	-19.9%	0.7%
Buildings and other fixed structures	2 509	7 671	5 107	7 135	41.7%	0.4%	-	-	-	-100.0%	0.1%
Machinery and equipment	15 297	111 742	35 230	12 304	-7.0%	3.2%	11 695	10 471	9 983	-6.7%	0.6%
Payments for financial assets	1 235	1 439	652	-	-100.0%	0.1%	-	-	-	-	-
Total	1 238 799	1 382 197	1 336 907	1 582 541	8.5%	100.0%	1 721 620	1 799 848	1 876 667	5.8%	100.0%
Proportion of total programme expenditure to vote expenditure	13.1%	14.7%	14.7%	15.6%	-	-	16.9%	16.9%	16.6%	-	-
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	5 416	3 523	3	-	-100.0%	0.2%	-	-	-	-	-
Public Sector Education and Training Authority	2 377	3 518	-	-	-100.0%	0.1%	-	-	-	-	-
Council for Scientific and Industrial Research	3 015	-	-	-	-100.0%	0.1%	-	-	-	-	-
Communications	24	5	3	-	-100.0%	-	-	-	-	-	-
Households											
Social benefits											
Current	675	2 052	1 113	1 019	14.7%	0.1%	106	146	155	-46.6%	-
Employee social benefits	675	2 052	1 113	1 019	14.7%	0.1%	106	146	155	-46.6%	-

Table 39.8 Administration expenditure trends and estimates by subprogramme and economic classification

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Households											
Other transfers to households											
Current	-	31	5	-	-	-	-	-	-	-	-
Employee social benefits	-	31	5	-	-	-	-	-	-	-	-
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	15	20	16	31	27.4%	-	31	36	38	7.0%	-
Vehicle licences	15	20	16	31	27.4%	-	31	36	38	7.0%	-
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	51 869	33 675	-	-	-100.0%	1.5%	-	-	-	-	-
Coega	51 869	33 675	-	-	-100.0%	1.5%	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 39.9 Administration personnel numbers and cost by salary level¹

Administration	Number of posts estimated for 31 March 2017		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 (%) 2016/17 - 2019/20	Average: Salary level/Total (%)			
			2015/16			2016/17			2017/18		2018/19		2019/20						
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			Number	Cost	Unit cost
Salary level	1 480	45	1 629	649.2	0.4	1 631	718.2	0.4	1 596	736.7	0.5	1 595	780.6	0.5	1 588	840.2	0.5	-0.9%	100.0%
1 – 6	448	6	471	103.1	0.2	471	114.7	0.2	471	118.6	0.3	470	125.1	0.3	467	134.7	0.3	-0.3%	29.3%
7 – 10	735	36	817	295.3	0.4	818	329.5	0.4	783	330.2	0.4	783	349.1	0.4	781	377.0	0.5	-1.5%	49.4%
11 – 12	202	2	235	147.6	0.6	235	164.8	0.7	235	170.5	0.7	235	180.3	0.8	234	194.3	0.8	-0.1%	14.6%
13 – 16	95	1	106	103.3	1.0	107	109.2	1.0	107	117.4	1.1	107	126.2	1.2	106	134.2	1.3	-0.3%	6.7%

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

2. 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 by advising affected stakeholders to adhere to the Spatial Planning and Land Use Management Act (2013) in their development planning by 2020.
- Develop and implement the national spatial development framework through the enactment of the Spatial Planning and Land Use Management Act (2013), to appropriately direct government investment in order to yield results with maximum impact by 2020.
- Support all municipalities with the implementation of the Spatial Planning and Land Use Management Act (2013), thereby stimulating development in poor areas and reducing spatial inequalities, by holding workshops on its implementation by 2020.
- Improve the efficiency of cadastral surveys management 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; develops the national spatial development framework and rural development plans, guidelines, norms and standards; and ensures compliance with the Spatial Land Use Management Act (2013). This subprogramme also provides support to the South African Council for Planners, provides technical assistance to other spheres of government by providing spatial development frameworks and land use schemes, and establishes 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 39.10 National Geomatics Management Services expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2013/14	2014/15	2015/16		2013/14	2016/17	2017/18	2018/19	2019/20	2016/17	2019/20
R thousand											
National Geomatics Management Services	446 100	434 497	486 652	537 589	6.4%	64.7%	496 536	515 411	554 701	1.0%	74.0%
Spatial Planning and Land Use Management	123 863	181 826	176 103	169 456	11.0%	22.1%	168 089	178 425	191 284	4.1%	24.9%
Registration of Deeds Trading Account	241 741	113 194	15 929	–	-100.0%	12.6%	–	–	–	–	–
South African Council for Planners	2 849	3 020	3 159	3 326	5.3%	0.4%	3 492	3 695	3 902	5.5%	0.5%
South African Geomatics Council	–	–	–	4 000	–	0.1%	4 000	4 000	4 212	1.7%	0.6%
Total	814 553	732 537	681 843	714 371	-4.3%	100.0%	672 117	701 531	754 099	1.8%	100.0%
Change to 2016 Budget estimate				(103 542)			(83 054)	(83 872)	(84 175)		

Table 39.10 National Geomatics Management Services expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R thousand											
Current payments	527 988	601 973	625 049	672 604	8.4%	82.5%	632 198	661 181	711 534	1.9%	94.2%
Compensation of employees	357 424	411 572	449 045	484 981	10.7%	57.9%	491 403	520 740	560 434	4.9%	72.4%
Goods and services ¹	170 558	190 324	176 004	187 623	3.2%	24.6%	140 795	140 441	151 100	-7.0%	21.8%
of which:											
Computer services	9 169	15 205	12 682	22 625	35.1%	2.0%	13 998	13 787	14 560	-13.7%	2.3%
Consultants: Business and advisory services	52 290	86 403	75 187	66 405	8.3%	9.5%	75 402	81 363	86 210	9.1%	10.9%
Contractors	22 223	15 463	19 266	18 077	-6.7%	2.5%	18 432	13 613	14 370	-7.4%	2.3%
Consumables: Stationery, printing and office supplies	4 838	4 876	4 255	5 453	4.1%	0.7%	3 888	4 437	4 793	-4.2%	0.7%
Property payments	3 982	5 336	6 688	9 481	33.5%	0.9%	5 903	5 682	6 002	-14.1%	1.0%
Travel and subsistence	29 751	20 844	20 213	23 364	-7.7%	3.2%	7 757	7 818	10 764	-22.8%	1.7%
Interest and rent on land	6	77	-	-	-100.0%	-	-	-	-	-	-
Transfers and subsidies¹	277 554	124 616	42 717	34 269	-50.2%	16.3%	34 964	36 707	38 751	4.2%	5.1%
Provinces and municipalities	3	2	2	15	71.0%	-	13	14	14	-2.3%	-
Departmental agencies and accounts	242 208	118 097	15 929	4 000	-74.5%	12.9%	4 000	4 000	4 212	1.7%	0.6%
Foreign governments and international organisations	1 772	2 063	2 596	1 574	-3.9%	0.3%	1 653	1 749	1 847	5.5%	0.2%
Non-profit institutions	2 849	3 020	3 159	3 326	5.3%	0.4%	3 492	3 695	3 902	5.5%	0.5%
Households	30 722	1 434	21 031	25 354	-6.2%	2.7%	25 806	27 249	28 776	4.3%	3.8%
Payments for capital assets	6 994	4 820	12 035	7 498	2.3%	1.1%	4 955	3 643	3 814	-20.2%	0.7%
Machinery and equipment	6 994	4 820	12 035	7 498	2.3%	1.1%	4 026	3 537	3 702	-21.0%	0.7%
Software and other intangible assets	-	-	-	-	-	-	929	106	112	-	-
Payments for financial assets	2 017	1 128	2 042	-	-100.0%	0.2%	-	-	-	-	-
Total	814 553	732 537	681 843	714 371	-4.3%	100.0%	672 117	701 531	754 099	1.8%	100.0%
Proportion of total programme expenditure to vote expenditure	8.6%	7.8%	7.5%	7.1%	-	-	6.6%	6.6%	6.7%	-	-
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	242 208	118 097	15 929	4 000	-74.5%	12.9%	4 000	4 000	4 212	1.7%	0.6%
Council for Scientific and Industrial Research	467	1 903	-	-	-100.0%	0.1%	-	-	-	-	-
Registration of deeds trading account	241 741	113 194	15 929	-	-100.0%	12.6%	-	-	-	-	-
South African Local Government Association national member assembly	-	3 000	-	-	-	0.1%	-	-	-	-	-
South African Geomatics Council	-	-	-	4 000	-	0.1%	4 000	4 000	4 212	1.7%	0.6%
Foreign governments and international organisations	1 772	2 063	2 596	1 574	-3.9%	0.3%	1 653	1 749	1 847	5.5%	0.2%
Regional centre for mapping of resources for development	1 772	2 063	2 596	1 574	-3.9%	0.3%	1 653	1 749	1 847	5.5%	0.2%
Non-profit institutions	2 849	3 020	3 159	3 326	5.3%	0.4%	3 492	3 695	3 902	5.5%	0.5%
South African Council for Planners	2 849	3 020	3 159	3 326	5.3%	0.4%	3 492	3 695	3 902	5.5%	0.5%
Households	30 722	1 434	21 031	25 354	-6.2%	2.7%	25 806	27 249	28 776	4.3%	3.8%
Social benefits	2 038	1 222	607	1 306	-13.8%	0.2%	452	424	449	-29.9%	0.1%
Employee social benefits	2 038	1 222	607	1 306	-13.8%	0.2%	452	424	449	-29.9%	0.1%
Households	28 684	212	20 424	24 048	-5.7%	2.5%	25 354	26 825	28 327	5.6%	3.7%
Other transfers to households	28 684	212	20 424	24 048	-5.7%	2.5%	25 354	26 825	28 327	5.6%	3.7%
Bursaries for non-employees	28 684	212	20 424	24 048	-5.7%	2.5%	25 354	26 825	28 327	5.6%	3.7%
Provinces and municipalities	3	2	2	15	71.0%	-	13	14	14	-2.3%	-
Municipalities	3	2	2	15	71.0%	-	13	14	14	-2.3%	-
Municipal bank accounts	3	2	2	15	71.0%	-	13	14	14	-2.3%	-
Current	3	2	2	15	71.0%	-	13	14	14	-2.3%	-
Vehicle licences	3	2	2	15	71.0%	-	13	14	14	-2.3%	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 39.11 National Geomatics Management Services personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2017		Number and cost ² of personnel posts filled / planned for on funded establishment															Number				
		Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Average: Salary level/Total (%)			
Number of funded posts	Number of posts additional to the establishment	2015/16			2016/17			2017/18			2018/19			2019/20			2016/17 - 2019/20				
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
National Geomatics Management Services		788	324		1 114	449.0	0.4	1 076	485.0	0.5	997	491.4	0.5	956	520.7	0.5	943	560.4	0.6	-4.3%	100.0%
Salary level																					
1 – 6	259	120		379	70.8	0.2	379	82.9	0.2	324	80.2	0.2	321	91.8	0.3	318	100.5	0.3	-5.7%	33.8%	
7 – 10	330	134		464	189.7	0.4	452	216.0	0.5	433	218.0	0.5	420	243.8	0.6	418	267.3	0.6	-2.6%	43.4%	
11 – 12	156	70		228	140.5	0.6	202	135.8	0.7	199	141.5	0.7	176	132.4	0.8	170	138.9	0.8	-5.6%	18.8%	
13 – 16	43	–		43	48.1	1.1	43	50.4	1.2	41	51.7	1.3	39	52.8	1.4	37	53.7	1.5	-4.9%	4.0%	

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

2. 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 building infrastructure in rural areas in collaboration with other parts of government by 2020.
- Increase job opportunities through the comprehensive rural development programme and land reform initiatives by skilling youth through training and equipping them for the job market by 2020.
- Create skills development opportunities through the national rural youth services corps and rural development and land reform initiatives by skilling youth through training and equipping them for the job market by 2020.

Subprogrammes

- *Rural Infrastructure Development* facilitates access to social and economic infrastructure and provides income generating opportunities through improved physical infrastructure in rural areas.
- *Rural Enterprise and Industrial Development* creates an enabling institutional environment for sustainable rural development and provides for social, economic and sustainable livelihoods development 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 cooperatives; and develop rural enterprises and industries.
- *National Rural Youth Services Corps* trains rural youth in various skills sectors, which include administration, agriculture, construction, education, engineering, health and safety, hospitality, renewable energy, and transport, to match the economic priorities of the communities and provinces from where the youth were recruited from.

Expenditure trends and estimates

Table 39.12 Rural Development expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
R thousand											
Rural Infrastructure Development	362 515	712 406	861 746	906 544	35.7%	38.7%	924 325	981 083	1 041 939	4.7%	49.1%
Rural Enterprise and Industrial Development	517 123	459 339	707 532	581 840	4.0%	30.9%	553 051	587 928	620 511	2.2%	29.9%
National Rural Youth Services Corps	821 159	629 243	352 717	425 983	-19.6%	30.4%	437 520	382 229	406 556	-1.5%	21.0%
Total	1 700 797	1 800 988	1 921 995	1 914 367	4.0%	100.0%	1 914 896	1 951 240	2 069 006	2.6%	100.0%
Change to 2016 Budget estimate							(80 922)	(79 527)	(81 781)		
Economic classification											
Current payments	1 064 264	417 088	380 794	378 870	-29.1%	30.5%	355 867	377 793	411 501	2.8%	19.4%
Compensation of employees	200 409	249 613	254 983	282 506	12.1%	13.5%	293 732	311 261	334 989	5.8%	15.6%
Goods and services ¹	863 855	167 475	125 447	96 364	-51.9%	17.1%	62 135	66 532	76 512	-7.4%	3.8%
of which:											
Administrative fees	36 580	6 405	3 173	2 987	-56.6%	0.7%	3 947	3 826	4 024	10.4%	0.2%
Communication	2 977	5 576	5 489	5 293	21.1%	0.3%	4 476	5 568	5 879	3.6%	0.3%
Consultants: Business and advisory services	76 595	25 950	19 550	1 722	-71.8%	1.7%	2 820	3 431	3 577	27.6%	0.1%
Fleet services (including government motor transport)	347	394	1 151	2 304	88.0%	0.1%	3 724	3 982	4 206	22.2%	0.2%
Consumables: Stationery, printing and office supplies	3 384	3 449	3 637	5 748	19.3%	0.2%	5 448	6 289	6 780	5.7%	0.3%
Travel and subsistence	556 420	90 290	65 366	47 268	-56.0%	10.3%	25 539	25 638	31 489	-12.7%	1.7%
Interest and rent on land	-	-	364	-	-	-	-	-	-	-	-
Transfers and subsidies¹	479 794	985 537	940 415	1 527 223	47.1%	53.6%	1 554 457	1 568 613	1 653 971	2.7%	80.3%
Provinces and municipalities	7 111	4 577	-	-	-100.0%	0.2%	-	-	-	-	-
Departmental agencies and accounts	225 140	-	-	-	-100.0%	3.1%	-	-	-	-	-
Public corporations and private enterprises	68 782	7 320	-	-	-100.0%	1.0%	-	-	-	-	-
Non-profit institutions	3 584	735	-	-	-100.0%	0.1%	-	-	-	-	-
Households	175 177	972 905	940 415	1 527 223	105.8%	49.3%	1 554 457	1 568 613	1 653 971	2.7%	80.3%
Payments for capital assets	156 152	398 081	599 762	8 274	-62.4%	15.8%	4 572	4 834	3 534	-24.7%	0.3%
Buildings and other fixed structures	150 302	393 474	596 000	-	-100.0%	15.5%	-	-	-	-	-
Machinery and equipment	5 594	4 607	3 762	8 274	13.9%	0.3%	4 572	4 834	3 534	-24.7%	0.3%
Biological assets	256	-	-	-	-100.0%	-	-	-	-	-	-
Payments for financial assets	587	282	1 024	-	-100.0%	-	-	-	-	-	-
Total	1 700 797	1 800 988	1 921 995	1 914 367	4.0%	100.0%	1 914 896	1 951 240	2 069 006	2.6%	100.0%
Proportion of total programme expenditure to vote expenditure	18.0%	19.2%	21.1%	18.9%	-	-	18.8%	18.3%	18.3%	-	-
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	225 140	-	-	-	-100.0%	3.1%	-	-	-	-	-
Development Bank of Southern Africa	20 668	-	-	-	-100.0%	0.3%	-	-	-	-	-
Agricultural Research Council	174 315	-	-	-	-100.0%	2.4%	-	-	-	-	-
Agricultural Business Development Agency	7 550	-	-	-	-100.0%	0.1%	-	-	-	-	-
National Agricultural Marketing Council	9 500	-	-	-	-100.0%	0.1%	-	-	-	-	-
National Wool Growers Association of South Africa	11 944	-	-	-	-100.0%	0.2%	-	-	-	-	-
Mpumalanga Regional Training Trust	1 163	-	-	-	-100.0%	-	-	-	-	-	-
Non-profit institutions	3 584	735	-	-	-100.0%	0.1%	-	-	-	-	-
Current	1 591	-	-	-	-100.0%	-	-	-	-	-	-
Goedgedacht Trust	1 591	-	-	-	-100.0%	-	-	-	-	-	-
Ikageng Self-Help Association for the Blind	1 000	735	-	-	-100.0%	-	-	-	-	-	-
Ikemiseng Association for the Blind	993	-	-	-	-100.0%	-	-	-	-	-	-
Households	179	296	121	-	-100.0%	-	-	-	-	-	-
Current	179	296	121	-	-100.0%	-	-	-	-	-	-
Employee social benefits	179	296	121	-	-100.0%	-	-	-	-	-	-

Table 39.12 Rural Development expenditure trends and estimates by subprogramme and economic classification

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Households											
Other transfers to households											
Current	174 998	972 609	940 294	1 527 223	105.9%	49.3%	1 554 457	1 568 613	1 653 971	2.7%	80.3%
Rural Infrastructure Development	–	193 834	136 119	794 172	–	15.3%	814 432	864 569	915 464	4.9%	43.2%
Rural Enterprise and Industrial Development	–	246 830	529 902	395 799	–	16.0%	384 000	410 000	428 000	2.6%	20.6%
National Rural Youth Services Corps	174 998	531 945	274 273	337 252	24.4%	18.0%	356 025	294 044	310 507	-2.7%	16.5%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	68 782	6 526	–	–	-100.0%	1.0%	–	–	–	–	–
Independent Development Trust	31 476	6 526	–	–	-100.0%	0.5%	–	–	–	–	–
Council for Scientific and Industrial Research	37 306	–	–	–	-100.0%	0.5%	–	–	–	–	–
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	7 111	4 577	–	–	-100.0%	0.2%	–	–	–	–	–
Municipal rates and taxes	7 111	4 577	–	–	-100.0%	0.2%	–	–	–	–	–
Public corporations and private enterprises											
Private enterprises											
Private enterprises (subsidies on products and production)											
Current	–	794	–	–	–	–	–	–	–	–	–
Independent Development Trust	–	794	–	–	–	–	–	–	–	–	–

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 39.13 Rural Development personnel numbers and cost by salary level¹

Rural Development	Number of posts estimated for 31 March 2017		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 (%) 2016/17 - 2019/20	Average: Salary level/Total (%)						
			2015/16		2016/17		2017/18		2018/19		2019/20								
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			Number	Cost	Unit cost			
Salary level	449	16	384	255.0	0.7	395	282.5	0.7	386	293.7	0.8	384	311.3	0.8	383	335.0	0.9	-1.0%	100.0%
1 – 6	42	1	26	9.8	0.4	26	10.8	0.4	26	11.2	0.4	26	12.0	0.5	26	12.9	0.5	–	6.7%
7 – 10	255	2	229	120.4	0.5	229	132.5	0.6	229	138.3	0.6	228	146.5	0.6	228	158.4	0.7	-0.1%	59.0%
11 – 12	111	12	96	91.9	1.0	106	103.8	1.0	97	106.1	1.1	97	112.9	1.2	97	122.2	1.3	-2.9%	25.6%
13 – 16	41	1	33	32.9	1.0	34	35.5	1.0	34	38.1	1.1	33	39.8	1.2	32	41.4	1.3	-2.0%	8.6%

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

2. 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 2020 by finalising 1 269 land claims, settling 2 052 new claims, approving 250 phased projects, and researching 4 500 new claims.
- Reopen the lodgement of restitution land claims for those who did not meet the 1998 deadline by soliciting and receiving new claims by 2019 in order to provide redress to those who were unfairly dispossessed of their land.

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* redresses 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 39.14 Restitution expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R thousand					2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
Restitution National Office	160 048	126 909	88 037	217 546	10.8%	5.1%	210 745	222 355	237 418	3.0%	6.6%
Restitution Regional Offices	388 073	610 128	522 978	442 033	4.4%	16.9%	427 865	456 081	494 024	3.8%	13.5%
Restitution Grants	2 288 581	2 260 900	2 019 224	2 508 629	3.1%	78.0%	2 608 774	2 762 864	2 919 712	5.2%	80.0%
Total	2 836 702	2 997 937	2 630 239	3 168 208	3.8%	100.0%	3 247 384	3 441 300	3 651 154	4.8%	100.0%
Change to 2016							(98 651)	(103 902)	(100 496)		
Budget estimate											
Economic classification											
Current payments	493 060	453 347	491 912	639 592	9.1%	17.9%	630 608	669 976	722 512	4.1%	19.7%
Compensation of employees	216 914	255 323	304 738	336 637	15.8%	9.6%	339 818	360 103	387 553	4.8%	10.5%
Goods and services ¹	270 768	192 660	185 959	302 955	3.8%	8.2%	290 790	309 873	334 959	3.4%	9.2%
of which:											
Communication	12 165	12 159	11 062	11 281	-2.5%	0.4%	10 625	12 158	12 460	3.4%	0.3%
Consultants: Business and advisory services	57 684	17 903	12 654	151 148	37.9%	2.1%	157 005	168 658	178 021	5.6%	4.8%
Legal services	20 271	32 443	–	16 939	-5.8%	0.6%	20 353	21 668	22 883	10.5%	0.6%
Agency and support/outourced services	14 356	6 991	7 880	12 381	-4.8%	0.4%	13 737	12 582	15 512	7.8%	0.4%
Property payments	4 600	5 792	5 963	8 759	23.9%	0.2%	10 616	11 194	11 822	10.5%	0.3%
Travel and subsistence	69 800	46 775	43 228	40 710	-16.4%	1.7%	17 249	22 084	29 475	-10.2%	0.8%
Interest and rent on land	5 378	5 364	1 215	–	-100.0%	0.1%	–	–	–	–	–
Transfers and subsidies¹	2 278 600	2 278 729	2 039 371	2 516 080	3.4%	78.3%	2 614 699	2 769 116	2 926 313	5.2%	80.1%
Provinces and municipalities	474	17 404	19 071	7 170	147.3%	0.4%	5 621	5 929	6 260	-4.4%	0.2%
Households	2 278 126	2 261 325	2 020 300	2 508 910	3.3%	78.0%	2 609 078	2 763 187	2 920 053	5.2%	80.0%
Payments for capital assets	62 967	264 843	97 869	12 536	-41.6%	3.8%	2 077	2 208	2 329	-42.9%	0.1%
Machinery and equipment	4 759	38 161	7 314	8 130	19.5%	0.5%	2 077	2 208	2 329	-34.1%	0.1%
Land and sub-soil assets	58 208	226 682	90 555	4 406	-57.7%	3.3%	–	–	–	-100.0%	–
Payments for financial assets	2 075	1 018	1 087	–	-100.0%	–	–	–	–	–	–
Total	2 836 702	2 997 937	2 630 239	3 168 208	3.8%	100.0%	3 247 384	3 441 300	3 651 154	4.8%	100.0%
Proportion of total programme expenditure to vote expenditure	30.0%	31.9%	28.8%	31.3%	–	–	31.9%	32.3%	32.3%	–	–
Details of transfers and subsidies											
Households											
Social benefits											
Current	78	425	666	281	53.3%	–	304	323	341	6.7%	–
Employee social benefits	78	425	666	281	53.3%	–	304	323	341	6.7%	–
Households											
Other transfers to households											
Current	–	–	410	–	–	–	–	–	–	–	–
Employee social benefits	–	–	410	–	–	–	–	–	–	–	–
Capital	2 278 048	2 260 900	2 019 224	2 508 629	3.3%	77.9%	2 608 774	2 762 864	2 919 712	5.2%	80.0%
Restitution grants	2 278 048	2 260 900	2 019 224	2 508 629	3.3%	77.9%	2 608 774	2 762 864	2 919 712	5.2%	80.0%

Table 39.14 Restitution expenditure trends and estimates by subprogramme and economic classification

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16		2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20		
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	474	17 404	19 071	7 170	147.3%	0.4%	5 621	5 929	6 260	-4.4%	0.2%
Vehicle licences	3	17 404	19 071	7 170	1237.0%	0.4%	5 621	5 929	6 260	-4.4%	0.2%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 39.15 Restitution personnel numbers and cost by salary level¹

Restitution Salary level	Number of posts estimated for 31 March 2017		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 2015/16			Revised estimate 2016/17			Medium-term expenditure estimate						Average growth rate (%)	Average Salary level/Total (%)			
			Number	Cost	Unit cost	Number	Cost	Unit cost	2017/18		2018/19		2019/20				2016/17 - 2019/20		
	707	6	745	304.7	0.4	746	336.6	0.5	746	339.8	0.5	745	360.1	0.5	744	387.6	0.5	-0.1%	100.0%
1 – 6	221	2	236	54.7	0.2	236	60.4	0.3	236	60.5	0.3	236	64.1	0.3	235	68.6	0.3	-0.1%	31.6%
7 – 10	394	4	411	169.8	0.4	411	188.0	0.5	411	188.4	0.5	410	199.0	0.5	410	214.6	0.5	-0.1%	55.1%
11 – 12	59	–	63	48.2	0.8	63	53.5	0.8	63	53.6	0.9	63	56.8	0.9	63	61.3	1.0	–	8.5%
13 – 16	33	–	35	32.1	0.9	36	34.7	1.0	36	37.4	1.0	36	40.1	1.1	36	43.1	1.2	–	4.8%

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

2. Rand million.

Programme 5: Land Reform

Programme purpose

Provide sustainable land reform programmes in South Africa.

Objectives

- Acquire strategically located land for equitable redistribution and agricultural development in line with national economic job drivers through the purchase of land by 2020.
- Provide comprehensive farm development support to small-scale household producers and land reform beneficiaries for agrarian transformation through the provision of land and farming equipment, such as tractors, and seeds by 2020.
- 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 with compliancy to legislation
 - supporting farm dwellers with secure tenure rights and ensuring the completeness of the immovable asset register.

Subprogrammes

- *Land Redistribution and Development* is responsible for: the implementation of the One Household, One Hectare initiative; the recapitalisation and development of existing projects; and the proactive land acquisition strategy of the department.
- *Land Tenure and Administration* provides functional systems and institutional arrangements for tenure and land administration to enable agrarian reform in all provinces.

- *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 valuations of land earmarked for land reform and land restitution purposes.

Expenditure trends and estimates

Table 39.16 Land Reform expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R thousand											
Land Redistribution and Development	320 646	223 844	363 723	259 058	-6.9%	11.0%	266 632	277 265	308 970	6.0%	10.0%
Land Tenure and Administration	169 196	331 942	246 526	425 469	36.0%	11.0%	380 595	402 071	431 584	0.5%	14.8%
Land Reform Grants	661 744	295 487	571 234	532 126	-7.0%	19.4%	491 862	592 924	628 736	5.7%	20.3%
KwaZulu-Natal Ingonyama Trust Board	14 500	17 294	18 069	18 788	9.0%	0.6%	19 727	20 871	22 040	5.5%	0.7%
Agricultural Land Holding Account	1 697 119	1 613 529	1 342 027	1 495 117	-4.1%	57.8%	1 419 601	1 396 271	1 480 734	-0.3%	52.3%
Office of Valuer-General	-	-	5 484	14 300	-	0.2%	49 806	70 108	67 740	67.9%	1.8%
Total	2 863 205	2 482 096	2 547 063	2 744 858	-1.4%	100.0%	2 628 223	2 759 510	2 939 804	2.3%	100.0%
Change to 2016				(16 941)			(276 503)	(313 789)	(313 233)		
Budget estimate											
Economic classification											
Current payments	475 078	445 245	542 997	589 591	7.5%	19.3%	581 589	607 579	665 880	4.1%	22.1%
Compensation of employees	235 281	239 505	279 153	320 273	10.8%	10.1%	332 965	352 842	379 741	5.8%	12.5%
Goods and services ¹	239 455	205 507	263 343	269 318	4.0%	9.2%	248 624	254 737	286 139	2.0%	9.6%
of which:											
Administrative fees	2 564	2 676	6 906	10 075	57.8%	0.2%	22 306	23 365	25 855	36.9%	0.7%
Communication	13 954	16 751	15 807	17 827	8.5%	0.6%	11 031	11 825	12 988	-10.0%	0.5%
Consultants: Business and advisory services	5 724	1 848	11 522	26 573	66.8%	0.4%	36 278	36 605	41 568	16.1%	1.3%
Legal services	79 166	87 345	124 007	93 376	5.7%	3.6%	73 160	77 257	82 794	-3.9%	2.9%
Consumables: Stationery, printing and office supplies	4 537	3 921	5 147	10 151	30.8%	0.2%	12 449	12 327	13 432	9.8%	0.4%
Travel and subsistence	49 445	54 228	43 913	41 751	-5.5%	1.8%	34 527	36 043	44 897	2.5%	1.4%
Interest and rent on land	342	233	501	-	-100.0%	-	-	-	-	-	-
Transfers and subsidies¹	2 376 969	2 030 092	1 994 783	2 146 615	-3.3%	80.4%	2 045 000	2 149 171	2 270 934	1.9%	77.8%
Provinces and municipalities	2 874	103 614	57 652	86 065	210.5%	2.4%	61 877	66 689	71 591	-6.0%	2.6%
Departmental agencies and accounts	1 711 621	1 630 827	1 365 580	1 528 205	-3.7%	58.6%	1 489 134	1 487 250	1 570 514	0.9%	54.9%
Public corporations and private enterprises	-	-	-	1	-	-	1	1	1	-	-
Households	662 474	295 651	571 551	532 344	-7.0%	19.4%	493 988	595 231	628 828	5.7%	20.3%
Payments for capital assets	10 544	6 265	8 929	8 652	-6.4%	0.3%	1 634	2 760	2 990	-29.8%	0.1%
Buildings and other fixed structures	1 973	-	92	-	-100.0%	-	-	-	-	-	-
Machinery and equipment	8 571	6 265	8 837	8 652	0.3%	0.3%	1 634	2 760	2 990	-29.8%	0.1%
Payments for financial assets	614	494	354	-	-100.0%	-	-	-	-	-	-
Total	2 863 205	2 482 096	2 547 063	2 744 858	-1.4%	100.0%	2 628 223	2 759 510	2 939 804	2.3%	100.0%
Proportion of total programme expenditure to vote expenditure	30.3%	26.4%	27.9%	27.1%	-	-	25.8%	25.9%	26.0%	-	-

Table 39.16 Land Reform expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
Audited outcome						2016/17	2013/14 - 2016/17	2017/18			2018/19
R thousand	2013/14	2014/15	2015/16								
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 711 621	1 630 827	1 365 580	1 528 205	-3.7%	58.6%	1 489 134	1 487 250	1 570 514	0.9%	54.9%
South African Broadcasting Corporation	2	4	-	-	-100.0%	-	-	-	-	-	-
KwaZulu-Natal Ingonyama Trust Board	14 500	17 294	18 069	18 788	9.0%	0.6%	19 727	20 871	22 040	5.5%	0.7%
Agricultural land holding account	1 697 119	1 613 529	1 342 027	1 495 117	-4.1%	57.8%	1 419 601	1 396 271	1 480 734	-0.3%	52.3%
Office of the Valuer-General	-	-	5 484	14 300	-	0.2%	49 806	70 108	67 740	67.9%	1.8%
Households											
Social benefits											
Current	61	164	317	218	52.9%	-	2 126	2 307	92	-25.0%	-
Employee social benefits	61	164	317	218	52.9%	-	2 126	2 307	92	-25.0%	-
Households											
Other transfers to households											
Current	662 413	295 487	571 234	532 126	-7.0%	19.4%	491 862	592 924	628 736	5.7%	20.3%
Claims against state	669	-	-	-	-100.0%	-	-	-	-	-	-
Land reform grants	661 744	295 487	571 234	532 126	-7.0%	19.4%	491 862	592 924	628 736	5.7%	20.3%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	-	-	-	1	-	-	1	1	1	-	-
Land reform empowerment facility	-	-	-	1	-	-	1	1	1	-	-
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	2 874	103 614	57 652	86 065	210.5%	2.4%	61 877	66 689	71 591	-6.0%	2.6%
Vehicle licences	27	-	-	17	-14.3%	-	-	-	-	-100.0%	-
Rates and taxes	2 847	103 614	57 652	86 048	211.5%	2.4%	61 877	66 689	71 591	-5.9%	2.6%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 39.17 Land Reform personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2017			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 (%)	Average: Salary level/Total (%)				
			2015/16	2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20											
Land Reform			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
	615	8	629	279.2	0.4	635	320.3	0.5	634	333.0	0.5	633	352.8	0.6	631	379.7	0.6	-0.2%	100.0%
1 - 6	58	4	63	12.4	0.2	63	14.1	0.2	63	14.6	0.2	63	15.5	0.2	63	16.8	0.3	-	9.9%
7 - 10	423	4	430	172.0	0.4	430	195.5	0.5	429	202.2	0.5	429	214.9	0.5	428	232.3	0.5	-0.2%	67.7%
11 - 12	100	-	100	65.6	0.7	101	75.1	0.7	101	77.9	0.8	101	82.8	0.8	101	89.8	0.9	-	15.9%
13 - 16	34	-	36	29.2	0.8	41	35.6	0.9	41	38.2	0.9	40	39.6	1.0	39	40.9	1.0	-1.7%	6.4%

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

2. Rand million.

Entities¹

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 in order to enable the department to accelerate the land redistribution process, acquire land in nodal areas 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 strategic objective over the medium term is to promote equitable land redistribution and agricultural development by acquiring strategically located land by 2020.

¹ This section has been compiled with the latest available information from the entities concerned.

Selected performance indicators

Table 39.18 Agricultural land holding account performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of hectares acquired per year	Increased access to productive use of land	Outcome 7: Comprehensive rural development and land reform	153 586	354 802	242 556	83 074	85 200	90 000	95 000
Number of farms under the recapitalisation and development programme per year	Increased access to productive use of land		442	217	414	351	369	387	400

Expenditure analysis

The agricultural land holding account focuses on developing producers and supporting agrarian transformation through the One Household, One Hectare initiative. This is in line with the National Development Plan's vision of an inclusive rural economy and outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium-term strategic framework.

Approximately 281 165 hectares of strategically located land is to be acquired for redistribution and development. Over the medium term, the entity has identified 54 farm enterprises across the country to roll out the policy framework of strengthening the relative rights of people working on the land. The account is to receive R1.4 billion in 2017/18, R1.4 billion in 2018/19 and R1.5 billion in 2019/20, which will be paid to farmers in the form of transfers and subsidies. This constitutes 13.3 per cent of the total budget allocation.

Agrarian transformation through the One Household, One Hectare initiative will be done by enlisting 16 500 households living on farms. Between 2013/14 and 2015/16, the account acquired 750 944 hectares of land and placed 1 073 farms under the recapitalisation and development programme at a cost of R1.9 billion. The account plans to place 1 156 farms under the recapitalisation and development programme over the medium term.

Programmes/objectives/activities

Table 39.19 Agricultural land holding account expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
Administration	1 052 344	387 864	432 405	916 875	-4.5%	100.0%	741 661	712 652	717 512	-7.8%	100.0%
Total	1 052 344	387 864	432 405	916 875	-4.5%	100.0%	741 661	712 652	717 512	-7.8%	100.0%

Statements of historical financial performance and position

Table 39.20 Agricultural land holding account statements of historical financial performance and position

Statement of financial performance									
R thousand	2013/14		2014/15		2015/16		2016/17		Average: Outcome/Budget (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
Revenue									
Non-tax revenue	86 849	123 661	120 419	70 969	407 004	82 421	72 763	372 900	94.6%
Other non-tax revenue	86 849	123 661	120 419	70 969	407 004	82 421	72 763	372 900	94.6%
Transfers received	2 311 139	1 697 119	1 934 628	1 613 529	1 342 027	1 342 027	1 502 117	1 502 117	86.8%
Total revenue	2 397 988	1 820 780	2 055 047	1 684 498	1 749 031	1 424 448	1 574 880	1 875 017	87.5%
Expenses									
Current expenses	402 544	1 052 344	301 433	387 864	214 988	432 405	184 789	496 875	214.7%
Goods and services	402 544	1 052 295	301 433	348 918	167 916	389 066	130 920	448 861	223.3%
Depreciation	-	-	-	38 097	47 072	42 797	53 869	48 014	127.7%
Interest, dividends and rent on land	-	49	-	849	-	542	-	-	-
Transfers and subsidies	-	-	-	-	675 119	-	400 500	420 000	39.0%
Total expenses	402 544	1 052 344	301 433	387 864	890 107	432 405	585 289	916 875	128.0%
Surplus/(Deficit)	1 995 444	768 436	1 753 614	1 296 634	858 924	992 043	989 591	958 142	

Table 39.20 Agricultural land holding account statements of historical financial performance and position

Statement of financial position									Average: Outcome/ Budget (%)
R thousand	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	2013/14 - 2016/17
	2013/14	2013/14	2014/15	2014/15	2015/16	2015/16	2016/17	2016/17	
Carrying value of assets	10 398 621	9 171 624	12 377 514	10 300 267	11 158 098	11 218 589	12 072 385	13 061 684	95.1%
<i>of which:</i>									
Acquisition of assets	(1 995 444)	(1 336 743)	(1 753 614)	(1 203 021)	(850 765)	(990 072)	(1 088 905)	(664 117)	73.7%
Investments	–	236 689	252 106	250 178	265 336	265 424	281 923	284 229	129.7%
Receivables and prepayments	423 711	233 419	405 253	164 955	605 386	339 554	313 494	884 733	92.8%
Cash and cash equivalents	122 361	91 849	305 496	279 048	291 587	181 248	152 932	(86 915)	53.3%
Total assets	10 944 693	9 733 581	13 340 369	10 994 448	12 320 407	12 004 815	12 820 734	14 143 731	94.8%
Accumulated surplus/(deficit)	10 926 235	9 692 291	13 320 804	10 916 727	12 258 706	11 897 567	12 798 752	14 121 749	94.6%
Trade and other payables	18 458	14 581	19 565	46 314	61 701	107 184	21 982	21 982	156.2%
Derivatives financial instruments	–	26 709	–	31 407	–	64	–	–	–
Total equity and liabilities	10 944 693	9 733 581	13 340 369	10 994 448	12 320 407	12 004 815	12 820 734	14 143 731	94.8%

Statements of estimates of financial performance and position

Table 39.21 Agricultural land holding account statements of estimates of financial performance and position

Statement of financial performance								
R thousand	Revised estimate	Average growth rate (%)	Average: Expen- diture/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expen- diture/ Total (%)
	2016/17	2013/14 - 2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20	2016/17 - 2019/20
Revenue								
Non-tax revenue	372 900	44.5%	9.2%	77 228	79 998	81 842	-39.7%	8.9%
Other non-tax revenue	372 900	44.5%	9.2%	77 228	79 998	81 842	-39.7%	8.9%
Transfers received	1 502 117	-4.0%	90.8%	1 419 601	1 396 271	1 480 734	-0.5%	91.1%
Total revenue	1 875 017	1.0%	100.0%	1 496 829	1 476 269	1 562 576	-5.9%	100.0%
Expenses								
Current expenses	496 875	-22.1%	88.5%	413 779	395 655	339 039	-12.0%	88.2%
Goods and services	448 861	-24.7%	82.2%	363 364	341 711	280 241	-14.5%	46.2%
Depreciation	48 014	–	6.2%	50 415	53 944	58 798	7.0%	6.9%
Transfers and subsidies	420 000	–	11.5%	327 882	316 997	378 473	-3.4%	46.8%
Total expenses	916 875	-4.5%	100.0%	741 661	712 652	717 512	-7.8%	100.0%
Surplus/(Deficit)	958 142	–	–	755 168	763 617	845 064	-4.1%	–
Statement of financial position								
Carrying value of assets	13 061 684	12.5%	93.4%	14 009 555	14 941 631	15 925 842	6.8%	95.3%
<i>of which:</i>								
Acquisition of assets	(664 117)	-20.8%	-9.4%	(422 871)	(380 576)	(405 211)	-15.2%	-3.1%
Investments	284 229	6.3%	2.2%	306 181	328 969	353 452	7.5%	2.1%
Receivables and prepayments	884 733	55.9%	3.2%	313 115	71 917	79 766	-55.2%	2.3%
Cash and cash equivalents	(86 915)	-198.2%	1.1%	78 390	81 420	86 394	-199.8%	0.2%
Total assets	14 143 731	13.3%	100.0%	14 707 241	15 423 937	16 445 454	5.2%	100.0%
Accumulated surplus/(deficit)	14 121 749	13.4%	99.5%	14 683 941	15 399 286	16 419 324	5.2%	99.8%
Trade and other payables	21 982	14.7%	0.4%	23 300	24 651	26 130	5.9%	0.2%
Total equity and liabilities	14 143 731	13.3%	100.0%	14 707 241	15 423 937	16 445 454	11.1%	100.0%

Personnel information (This entity have no personnel. It is administered by the department)

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

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
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	1 200	1 100	610	1 350	1 400	1 450	1 500

Expenditure analysis

Over the medium term the KwaZulu-Natal Ingonyama Trust Board will focus on improving land administration and spatial planning for integrated development, in line with outcome 7 (comprehensive rural development and land reform) of government's 2014-19 medium-term strategic framework.

The board is responsible for providing land tenure rights to an estimated 4.5 million people, living on 2.8 million hectares of land, under the jurisdiction of 241 traditional councils. Over the medium term, the board will focus on optimal land management. This involves the provision of land tenure and using land to produce the highest yields. From 2013/14 to 2015/16, 2 910 land tenure rights were captured on the land tenure system at a cost of R232 million. Over the MTEF period, 4 350 land tenure rights are expected to be captured on the system at a cost of R400 million. To support the registration of more properties and servitudes, spending on goods and services is expected to increase from R90 million in 2016/17 to R103.6 million in 2019/20.

The board employs 57 people, including contract workers, and is reviewing the personnel organogram to improve the quality of services delivered to beneficiaries. The number of employees is expected to increase to 64 in 2019/20 and expenditure on compensation of employees is expected to increase, from R22 million in 2016/17 to R31 million in 2019/20.

The board's main source of revenue is lease income amounting to R341 million over the MTEF period. Transfer payments of R18 million is received from the Department of Rural Development and Land Reform over the medium term, mainly to fund salaries and operational expenses.

Programmes/objectives/activities

Table 39.23 KwaZulu-Natal Ingonyama Trust Board expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
										2016/17 - 2019/20	
Administration	45 579	54 341	35 961	73 206	17.1%	59.5%	65 518	63 618	66 503	-3.2%	52.5%
Land management	296	538	1 409	2 687	108.6%	1.3%	13 815	14 919	15 907	80.9%	8.9%
Rural development	-	-	1 785	9 000	-	2.6%	11 271	11 609	11 963	10.0%	8.5%
Traditional council support	28 835	29 116	33 768	30 771	2.2%	36.5%	39 612	41 697	43 807	12.5%	30.1%
Stakeholder relationships and community liaison	315	-	-	-	-100.0%	0.1%	-	-	-	-	-
Total	75 025	83 995	72 923	115 664	15.5%	100.0%	130 216	131 843	138 180	6.1%	100.0%

Statements of historical financial performance and position

Table 39.24 KwaZulu-Natal Ingonyama Trust Board statements of historical financial performance and position

Statement of financial performance									
R thousand	Audited outcome		Audited outcome		Audited outcome		Budget estimate	Revised estimate	Average: Outcome/ Budget (%)
	Budget	2013/14	Budget	2014/15	Budget	2015/16			
									2013/14 - 2016/17
Revenue									
Non-tax revenue	89 782	89 997	47 379	83 788	70 348	110 093	96 876	96 876	125.1%
Other non-tax revenue	89 782	89 997	47 379	83 788	70 348	110 093	96 876	96 876	125.1%
Transfers received	7 500	14 500	7 950	17 294	17 294	18 069	18 788	18 788	133.2%
Total revenue	97 282	104 497	55 329	101 082	87 642	128 162	115 664	115 664	126.3%
Expenses									
Current expenses	97 282	75 025	55 329	83 995	87 642	72 923	115 664	115 664	97.7%
Compensation of employees	50 054	14 620	14 637	17 118	19 107	19 107	21 548	21 548	68.7%
Goods and services	43 461	57 402	37 637	63 888	65 021	50 647	90 427	90 427	110.9%
Depreciation	3 767	3 003	3 055	2 989	3 514	3 169	3 689	3 689	91.6%
Total expenses	97 282	75 025	55 329	83 995	87 642	72 923	115 664	115 664	97.7%
Surplus/(Deficit)	-	29 472	-	17 087	-	55 239	-	-	-
Statement of financial position									
Carrying value of assets	57 829	44 164	40 201	45 821	55 214	50 498	57 975	57 975	94.0%
of which:									
Acquisition of assets	-	(6 777)	-	(5 000)	(4 733)	(5 498)	(20 000)	(20 000)	150.7%
Receivables and prepayments	7 000	147 269	87 000	205 995	82 650	300 289	100 426	100 426	272.1%
Cash and cash equivalents	213 273	179 334	169 401	184 939	178 336	191 444	187 253	187 253	99.3%
Total assets	278 102	370 767	296 602	436 755	316 200	542 231	345 654	345 654	137.1%
Accumulated surplus/(deficit)	99 102	108 825	99 102	127 911	108 825	301 228	127 911	127 911	153.1%
Trade and other payables	4 000	12 914	12 500	16 206	13 125	16 837	13 781	13 781	137.6%
Provisions	175 000	249 028	185 000	292 638	194 250	224 166	203 962	203 962	127.9%
Total equity and liabilities	278 102	370 767	296 602	436 755	316 200	542 231	345 654	345 654	137.1%

Statements of estimates of financial performance and position

Table 39.25 KwaZulu-Natal Ingonyama Trust Board statements of estimates of financial performance and position

Statement of financial performance	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
				2016/17	2013/14 - 2016/17	2017/18		
R thousand								
Revenue								
Non-tax revenue	96 876	2.5%	84.7%	110 862	112 372	117 736	6.7%	84.4%
Other non-tax revenue	96 876	2.5%	84.7%	110 862	112 372	117 736	6.7%	84.4%
Transfers received	18 788	9.0%	15.3%	19 727	20 713	21 749	5.0%	15.6%
Total revenue	115 664	3.4%	100.0%	130 589	133 085	139 485	6.4%	100.0%
Expenses								
Current expenses	115 664	15.5%	100.0%	130 216	131 843	138 180	6.1%	153.5%
Compensation of employees	21 548	13.8%	21.2%	26 825	28 701	30 711	12.5%	20.8%
Goods and services	90 427	16.4%	75.1%	99 702	99 453	103 573	4.6%	76.3%
Depreciation	3 689	7.1%	3.8%	3 689	3 689	3 896	1.8%	2.9%
Total expenses	115 664	15.5%	100.0%	130 216	131 843	138 180	6.1%	100.0%
Surplus/(Deficit)	-	(1)	-	373	1 242	1 305	-	-
Statement of financial position								
Carrying value of assets of which:	57 975	9.5%	12.1%	60 873	63 917	63 917	3.3%	17.1%
Acquisition of assets	(20 000)	43.4%	-2.4%	(2 000)	(1 000)	(19 100)	-1.5%	-3.0%
Receivables and prepayments	100 426	-12.0%	42.8%	99 053	97 610	97 610	-0.9%	27.5%
Cash and cash equivalents	187 253	1.5%	45.0%	196 615	206 446	206 446	3.3%	55.4%
Total assets	345 654	-2.3%	100.0%	356 541	367 973	367 973	2.1%	100.0%
Accumulated surplus/(deficit)	127 911	5.5%	37.8%	127 911	127 911	127 911	-	35.6%
Trade and other payables	13 781	2.2%	3.6%	14 470	15 194	15 194	3.3%	4.1%
Provisions	203 962	-6.4%	58.6%	214 160	224 868	224 868	3.3%	60.3%
Total equity and liabilities	345 654	-2.3%	100.0%	356 541	367 973	367 973	6.6%	100.0%

Personnel information

Table 39.26 KwaZulu-Natal Ingonyama Trust Board personnel numbers and cost by salary level

KwaZulu-Natal Ingonyama Trust Board	Number of posts estimated for 31 March 2017			Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts on approved establishment	Unit cost	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average Salary level/Total (%)			
				2015/16		2016/17	2016/17		2017/18		2018/19		2019/20		2016/17 - 2019/20					
Salary level	57	57		56	19.1	0.3	57	21.5	0.4	64	26.8	0.4	64	28.7	0.4	64	30.7	0.5	12.5%	100.0%
1 - 6	2	2		2	0.3	0.2	2	0.3	0.2	2	0.3	0.2	2	0.4	0.2	2	0.4	0.2	7.8%	3.2%
7 - 10	47	47		47	13.4	0.3	47	14.3	0.3	53	17.5	0.3	53	18.7	0.4	53	20.0	0.4	11.8%	82.7%
11 - 12	6	6		6	4.1	0.7	6	4.3	0.7	6	4.7	0.8	6	5.1	0.8	6	5.4	0.9	7.8%	9.7%
13 - 16	2	2		1	1.3	1.3	2	2.6	1.2	3	4.3	1.4	3	4.6	1.5	3	4.9	1.6	23.4%	4.4%

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 the 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 39.27 Registration of deeds trading account performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			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	569 120	961 518	994 566	982 241	996 975	1 011 929	1 026 663

Expenditure analysis

The work of the registration of deeds trading account supports the realisation of outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium-term strategic framework, and the

National Development Plan's intention for sustainable land reform in rural areas. Over the medium term, the account is expected to implement an integrated deeds registration management system, which will help rural development initiatives to diversify stakeholders and clients. This system is expected to: improve efficiency in the registration process; improve deeds registry data integrity and security; enhance confidence in the country's land registration database; and contribute to effective land planning, administration and implementation of the Deeds Registries Amendment Bill.

The account generates its revenue mainly from selling deeds information and from registering properties. Revenue is expected to increase at an annual rate of 4 per cent, from R749 million in 2016/17 to R844 million in 2019/20. This increase is expected to remain constant over the medium term as the market stabilises and more property is acquired.

The number of personnel is expected to remain constant at 1 396 over the MTEF period. Expenditure on compensation of employees is expected to increase from R521.7 million in 2016/17 to R619 million in 2019/20, accounting for 72.3 per cent of total expenditure.

Programmes/objectives/activities

Table 39.28 Registration of deeds trading account expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
					2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
Administration	167 059	248 374	207 657	261 221	16.1%	35.8%	257 540	273 769	292 357	3.8%	34.6%
Registration of title deeds	330 986	366 038	398 419	487 912	13.8%	64.2%	491 694	515 375	551 354	4.2%	65.4%
Total	498 045	614 412	606 076	749 133	14.6%	100.0%	749 234	789 144	843 711	4.0%	100.0%

Statements of historical financial performance and position

Table 39.29 Registration of deeds trading account statements of historical financial performance and position

Statement of financial performance									
R thousand	Budget		Audited outcome		Budget		Audited outcome		Average: Outcome/ Budget (%)
	2013/14	2014/15	2014/15	2015/16	2015/16	2016/17	2016/17		
Revenue									
Non-tax revenue	545 954	522 800	613 800	536 728	703 957	604 811	690 260	749 133	94.5%
Sale of goods and services other than capital assets	540 087	515 045	602 434	521 549	691 488	586 020	683 897	643 770	90.0%
<i>of which:</i>									
Administrative fees	540 087	515 045	602 434	521 549	691 488	586 020	683 897	643 770	90.0%
Other non-tax revenue	5 867	7 755	11 366	15 179	12 469	18 791	6 363	105 363	407.8%
Transfers received	13 741	80 565	113 194	185 272	15 929	50 589	67 639	-	150.3%
Total revenue	559 695	603 365	726 994	722 000	719 886	655 400	757 899	749 133	98.7%
Expenses									
Current expenses	559 695	498 045	726 994	614 412	719 886	606 076	757 899	749 133	89.3%
Compensation of employees	353 969	349 243	463 970	411 717	496 912	428 800	521 696	521 696	93.2%
Goods and services	177 668	123 902	233 808	182 153	203 131	140 248	215 589	187 142	76.3%
Depreciation	27 752	24 770	28 892	20 365	19 500	36 890	20 246	40 295	126.9%
Interest, dividends and rent on land	306	130	324	177	343	138	368	-	33.2%
Total expenses	559 695	498 045	726 994	614 412	719 886	606 076	757 899	749 133	89.3%
Surplus/(Deficit)	-	105 320	-	107 588	-	49 324	-	-	-
Statement of financial position									
Carrying value of assets	102 898	189 039	108 557	311 476	40 281	302 158	25 800	39 958	303.6%
<i>of which:</i>									
Acquisition of assets	(198 946)	(56 771)	(26 925)	(124 449)	(40 012)	(18 992)	(59 500)	(39 958)	73.8%
Inventory	2 040	3 006	2 152	3 283	2 271	3 971	3 373	8 176	187.4%
Receivables and prepayments	82 421	98 854	84 954	58 997	85 737	55 252	55 200	78 864	94.7%
Cash and cash equivalents	47 873	279 698	50 506	289 819	129 785	333 183	197 300	350 026	294.4%
Total assets	235 232	570 597	246 169	663 575	258 074	694 564	281 673	477 024	235.6%
Accumulated surplus/(deficit)	165 808	356 779	165 808	483 339	95 561	532 666	211 099	399 334	277.6%
Capital reserve fund	-	164 000	-	91 922	-	63 027	-	-	-
Finance lease	1 489	1 446	1 571	1 910	1 657	1 321	2 115	1 713	93.5%
Deferred income	3 617	-	3 816	-	81 527	-	-	-	-
Trade and other payables	51 726	33 847	61 689	71 669	65 314	79 571	68 459	59 777	99.1%
Provisions	12 592	14 525	13 285	14 735	14 015	17 979	-	16 200	159.0%
Total equity and liabilities	235 232	570 597	246 169	663 575	258 074	694 564	281 673	477 024	235.6%

Statements of estimates of financial performance and position

Table 39.30 Registration of deeds trading account statements of estimates of financial performance and position

Statement of financial performance		Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	Revised estimate	2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
R thousand								
Revenue								
Non-tax revenue	749 133	12.7%	88.3%	749 234	789 144	843 711	4.0%	100.0%
Sale of goods and services other than capital assets	643 770	7.7%	83.2%	685 901	723 762	776 283	6.4%	90.3%
<i>of which:</i>								
Administrative fees	643 770	7.7%	83.2%	685 901	723 762	776 283	6.4%	90.3%
Other non-tax revenue	105 363	138.6%	5.1%	63 333	65 382	67 428	-13.8%	9.7%
Total revenue	749 133	7.5%	100.0%	749 234	789 144	843 711	4.0%	100.0%
Expenses								
Current expenses	749 133	14.6%	100.0%	749 234	789 144	843 711	4.0%	126.2%
Compensation of employees	521 696	14.3%	69.4%	548 298	576 359	619 010	5.9%	72.3%
Goods and services	187 142	14.7%	25.7%	158 142	167 466	176 844	-1.9%	22.1%
Depreciation	40 295	17.6%	4.9%	42 794	45 319	47 857	5.9%	5.6%
Total expenses	749 133	14.6%	100.0%	749 234	789 144	843 711	4.0%	100.0%
Surplus/(Deficit)	-	(1)	-	-	-	-	-	-
Statement of financial position								
Carrying value of assets	39 958	-40.4%	33.0%	32 000	40 600	42 874	2.4%	11.1%
<i>of which:</i>								
Acquisition of assets	(39 958)	-11.0%	-10.0%	(22 436)	(23 760)	(25 090)	-14.4%	-7.7%
Inventory	8 176	39.6%	0.8%	3 479	3 520	3 717	-23.1%	1.3%
Receivables and prepayments	78 864	-7.3%	12.7%	55 800	56 100	59 241	-9.1%	17.5%
Cash and cash equivalents	350 026	7.8%	53.5%	208 743	220 851	233 219	-12.7%	70.1%
Total assets	477 024	-5.8%	100.0%	300 022	321 071	339 051	-10.8%	100.0%
Accumulated surplus/(deficit)	399 334	3.8%	73.9%	225 870	246 241	260 030	-13.3%	78.1%
Finance lease	1 713	5.8%	0.3%	2 270	2 330	2 461	12.8%	0.6%
Trade and other payables	59 777	20.9%	10.2%	71 882	72 500	76 560	8.6%	20.4%
Provisions	16 200	3.7%	2.7%	-	-	-	-100.0%	0.8%
Total equity and liabilities	477 024	-5.8%	100.0%	300 022	321 071	339 051	-91.9%	100.0%

Personnel information

Table 39.31 Registration of deeds trading account personnel numbers and cost by salary level

Number of posts estimated for 31 March 2017		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 (%)	Average: Salary level/Total (%)				
		2015/16		Unit cost	2016/17		Unit cost	2017/18		2018/19		2019/20				2016/17 - 2019/20			
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	1 396	2 078	1 244	428.8	0.3	1 396	521.7	0.4	1 396	548.3	0.4	1 396	576.4	0.4	1 396	619.0	0.4	5.9%	100.0%
1 - 6	516	811	462	94.9	0.2	516	115.6	0.2	516	124.1	0.2	516	133.2	0.3	516	143.1	0.3	7.4%	37.0%
7 - 10	701	1 008	619	200.0	0.3	701	194.1	0.2	701	207.8	0.3	701	223.7	0.3	701	240.3	0.3	7.4%	50.2%
11 - 12	131	211	125	93.8	0.8	131	158.1	1.2	131	158.5	1.2	131	157.2	1.2	131	168.8	1.3	2.2%	9.4%
13 - 16	48	48	38	40.0	1.1	48	54.0	1.1	48	57.9	1.2	48	62.2	1.3	48	66.8	1.4	7.4%	3.4%

1. Rand million.

Additional tables

Table 39.A Summary of expenditure on infrastructure

Project name R thousand	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation 2016/17	Medium-term expenditure estimate		
				2013/14	2014/15	2015/16		2017/18	2018/19	2019/20
Departmental infrastructure										
Small projects (total project cost of less than R250 million over the project lifecycle)										
Deeds office (Bloemfontein): Upgrading of sewerage system	Upgrading	Tender	1 770	-	128	-	-	729	-	-
Deeds office (Bloemfontein): Maintenance of fire protection system	Maintenance	Tender	2 122	-	167	364	-	175	-	-
49 Beacon Street, Ladysmith (KwaZulu-Natal): Upgrading of accommodation	Upgrading	Various	6 450	-	2 059	-	-	100	-	-
Kimberley Deeds Office upgrading and alterations	Upgrading	Identification	914	-	-	-	-	822	-	-
Kimberley assessment of fire detection and compression systems	Assessment of fire detection	Identification	2 000	-	-	-	-	-	-	-
King Williams Town: assessment of fire detection and compression systems	Assessment of fire detection	Identification	2 000	-	-	-	-	-	-	-
Deeds office and surveyor general office (Pletersmaritzburg): Upgrading of air conditioning and fire detection systems	Assessment of fire detection	Identification	13 087	-	-	-	-	-	-	-
Old Cooperation Building (Pretoria): Heritage and South Block upgrading	Upgrading	Design	26 322	-	1 306	21	-	-	-	-
Total			54 665	-	3 660	385	-	1 826	-	-

Table 39.B Summary of donor funding

Donor	Project	Programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome			Estimate 2016/17	Medium-term expenditure estimate			
							2013/14	2014/15	2015/16		2017/18	2018/19	2019/20	
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	3 346	4 500	18 412	54 509	-	-	-	-
Total				65 855			3 346	4 500	18 412	54 509	-	-	-	-

BUDGET 2017

ESTIMATES OF NATIONAL EXPENDITURE

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