



**VOTE  
39**

**RURAL DEVELOPMENT  
AND LAND REFORM**



**national treasury**

Department:  
National Treasury  
**REPUBLIC OF SOUTH AFRICA**





# **Estimates of National Expenditure**

## **2018**

**National Treasury**

**Republic of South Africa**



ISBN: 978-0-621-46019-3  
RP: 02/2018

The 2018 Estimates of National Expenditure 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](http://www.treasury.gov.za). Compared to this 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

When the Estimates of National Expenditure (ENE) publication was launched in 2001, we referred to it as “a significant step forward in national budget transparency”. Since then, even though the national budget has undergone many reforms, the ENE publications remain a key indicator and embodiment of the candour of the budgeting process.

The publications provide the media, civil society, the public, Parliament, departments, public entities and ministers with information about how taxpayers’ money is being spent: what it buys and for what purpose. Do not be concerned by the magnitude of this publication. Instead, let us use it as a reference to keep government institutions accountable and ensure that the expenditure of public funds achieves its intended policy outcomes to improve the welfare of citizens.

In the current economic climate, spending priorities and the sequencing of programme implementation are subject to a number of trade-offs. The focus of the 2018 Budget has solely been on the reprioritisation of existing baseline funding. The abridged ENE provides a coherent and summarised account of the priorities, spending plans and service delivery commitments of all 40 national votes and of government agencies. The e-publications for each vote contain more detail on, for example, goods and services, transfers and subsidies, donor funding, public entities, and lower-level spending information on service delivery.

The ENE’s presentation of the detailed expenditure estimates of departments are the result of a lengthy executive and administrative process involving wide-ranging intergovernmental consultation. This process is led by a committee of senior officials in central government departments, under the political guidance of the Ministers’ Committee on the Budget. A special word of thanks is due to all our colleagues from other departments for their contributions. I also wish to express my appreciation to the National Treasury team that worked tirelessly to produce a document of which we are rightly proud.

The independent Open Budget Survey assessment of budget transparency commenced in 2006. It is conducted every two years to measure the accessibility and comprehensiveness of key budget documents and information across the world. In 2010, South Africa was ranked first out of 94 countries surveyed, scoring 92 per cent. In the latest iteration of the survey, which measured 115 countries, South Africa was ranked first again, tied with New Zealand, with a score of 89 per cent. Our country is one of only 11 that publish comprehensive, timely information in all the required budget documents.

Budgets link the outcomes targeted by government with the services that are ultimately delivered. In addition to South African budgets having become more transparent, recent efforts to increase public participation in budgeting are gaining momentum. South Africans are invited to scrutinise budget information and provide opinions on government service delivery. We rely on this participation to strengthen our budgeting system and make it even more reliable.



**Dondo Mogajane**  
**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 2018 MTEF period is from 2018/19 to 2020/21.

The ENE publications contain information on how government institutions have spent their budgets in previous years. They explain how these institutions intend to use their allocations over the medium term to achieve their goals, and the outputs and outcomes their spending is expected to lead to. The publications include tables depicting non-financial performance indicators and targets, departmental receipts, personnel, significant as well as detailed expenditure trends and estimates by programme, subprogramme and economic classification for each department and for 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. A more in-depth narrative analyses the institution's expected expenditure over the MTEF period. Summary data tables at the end of each vote contain data on provincial and municipal conditional grants, public private partnerships, donor funding, infrastructure, and expenditure at the level of site service delivery, where applicable.

A separate 2018 ENE Overview publication is also available on [www.treasury.gov.za](http://www.treasury.gov.za) and summarises the ENE information across all votes. The 2018 ENE Overview contains a narrative explanation and budget-wide summary tables; 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**



# Contents

<b>Budget summary</b> .....	<b>1</b>
<b>Vote purpose</b> .....	<b>1</b>
<b>Mandate</b> .....	<b>1</b>
<b>Selected performance indicators</b> .....	<b>3</b>
<b>Expenditure analysis</b> .....	<b>3</b>
<b>Expenditure trends</b> .....	<b>5</b>
<b>Expenditure estimates</b> .....	<b>6</b>
<b>Expenditure trends and estimates for significant spending items</b> .....	<b>6</b>
<b>Goods and services expenditure trends and estimates</b> .....	<b>6</b>
<b>Transfers and subsidies expenditure trends and estimate</b> .....	<b>7</b>
<b>Personnel information</b> .....	<b>8</b>
<b>Departmental receipts</b> .....	<b>9</b>
<b>Programme 1: Administration</b> .....	<b>10</b>
<b>Programme 2: National Geomatics Management Services</b> .....	<b>11</b>
<b>Programme 3: Rural Development</b> .....	<b>13</b>
<b>Programme 4: Restitution</b> .....	<b>15</b>
<b>Programme 5: Land Reform</b> .....	<b>17</b>
<b>Entities</b> .....	<b>19</b>
<b>Additional tables</b> .....	<b>27</b>

# Vote 39

## Rural Development and Land Reform

### Budget summary

R million	2018/19				2019/20	2020/21
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
<b>MTEF allocation</b>						
Administration	1 825.4	1 814.9	0.2	10.3	1 869.2	1 992.9
National Geomatics Management Services	690.4	649.7	36.6	4.1	744.6	790.6
Rural Development	1 814.5	399.7	1 409.9	4.8	1 924.5	2 035.5
Restitution	3 371.0	599.5	2 769.2	2.3	3 603.6	3 810.7
Land Reform	2 723.9	597.5	2 123.0	3.4	2 907.9	3 076.1
<b>Total expenditure estimates</b>	<b>10 425.2</b>	<b>4 061.3</b>	<b>6 339.0</b>	<b>25.0</b>	<b>11 049.8</b>	<b>11 705.7</b>
Executive authority	Minister of Rural Development and Land Reform					
Accounting officer	Director General of Rural Development and Land Reform					
Website address	<a href="http://www.ruraldevelopment.gov.za">www.ruraldevelopment.gov.za</a>					

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

### Vote purpose

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

### Mandate

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

- the State Land Disposal Act (1961), which makes provision for the disposal of certain state land and prohibits the acquisition of state land by prescription
- the Sectional Titles Act (1986), which makes provision for the division of buildings into sections and common property and for the acquisition of separate ownership in sections coupled with joint ownership in common property. It further regulates the transfer of ownership of sections and the registration of sectional mortgage bonds, and real rights in such sections. It also makes provision for the establishment of body corporates to control common property
- 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 structural plans and urban structure plans
- the Upgrading of Land Tenure Rights Act (1991), which makes provision for the upgrading and conversion into ownership of certain rights graded in respect of land, and for the transfer of tribal land in full ownership to a tribe
- the Distribution and Transfer of Certain State Land Act (1993), which makes provision for the distribution and transfer of certain land belonging to the state and designated by the Minister of Rural Development and Land Reform as land to be dealt with in accordance with the provisions of the act
- the Land Titles Adjustment Act (1993), which regulates the allocation or devolution of certain land in respect of one or more persons who claim ownership, but do not have registered title deeds in respect thereof
- 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 Restitution of Land Rights Act (1994), which makes provision for the restitution of rights in land to persons or communities dispossessed of such rights after 19 June 1913 as a result of past racially discriminatory laws or practices. To administer this task, the act established a Commission on the Restitution of Land Rights and a land claims court. The Minister of the Department of Rural Development and Land Reform is authorised to purchase, acquire in any other manner or expropriate land or rights in land for the purpose of restitution awards
- the Land Administration Act (1995), which provides for the delegation of powers and the assignment of the administration of laws regarding land matters to provinces
- the Communal Property Associations Act (1996), which makes provision for communities, to form juristic persons, to be known as communal property associations, to acquire, hold and manage property on a basis agreed to by members of a community. This has to be done in terms of a written constitution
- the Interim Protection of Informal Land Rights Act (1996), which makes provision for temporary protection of certain rights to and interests in land that are not otherwise adequately protected by law
- the Land Reform (Labour Tenants) Act (1996), which makes provision for the security of tenure of labour tenants and those persons occupying or using land as a result of their association with labour tenants. It also makes provision for the acquisition of land and rights in land by labour tenants
- the Extension of Security of Tenure Act (1997), which makes provision for the facilitation of long-term security of land tenure to regulate the conditions of residence on certain land, and to regulate the conditions on and circumstances under which the right of persons to reside on land may be terminated
- the Land Survey Act (1997), which makes provision for the regulation of the survey of land in South Africa
- the Transformation of Certain Rural Areas Act (1998), which provides for the transfer of certain land to municipalities and certain other legal entities, and for the removal of restrictions on the alienation of land
- the Planning Profession Act (2002), which makes provision for the South African Council for Planners. The act makes provision for different categories of planners and the registration of planners, and authorises the identification of areas of work for planners. The act seeks to protect the public from unethical practices, and ensure a high standard of professional conduct and integrity
- the Spatial Data Infrastructure Act (2003), which makes provision for the establishment of South African spatial data infrastructure, the committee for spatial information and an electronic metadata catalogue; for the determination of standards and prescriptions with regard to the facilitation of the sharing of spatial information; and for the capture and publishing of metadata
- the Geomatics Profession Act (2013), which makes provision for the establishment of the South African Geomatics Council; for different categories of registered persons and branches in the geomatics profession; and for the identification of areas of work to be performed by the different categories of registered persons
- the Spatial Planning and Land Use Management Act (2013), which provides for a framework for spatial planning and land use management in South Africa
- the Property Valuation Act (2014), which provides for the establishment of the Office of the Valuer General for the regulation of the valuation of property that has been identified for land reform, and property that has been identified for acquisition or disposal by a department.

The department is also mandated to initiate, facilitate, coordinate, catalyse and implement an integrated rural development programme in line with chapter 6 of the National Development Plan (NDP), which details a vision for building an inclusive rural economy; and 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	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of new agricultural enterprises supported in the 44 districts aligned with agri-parks per year <sup>1</sup>	Rural Development	Outcome 7: comprehensive rural development and land reform	422	216	192	141	249	255	260
Number of skills development opportunities provided in rural development initiatives per year <sup>1</sup>	Rural Development		9 509	9 516	7 993	6 612	6 119	5 400	6 000
Number of infrastructure projects facilitated to support production per year <sup>2</sup>	Rural Development		362	589	269	120	80	100	120
Number of land claims finalised per year	Restitution		372	560	672	724	991	865	995
Number of hectares acquired per year	Land Reform		354 802 ha	242 556 ha	201 430 ha	96 165 ha	91 950 ha	96 998 ha	101 847 ha
Number of farms under recapitalisation and development per year	Land Reform		217	414	363	369	— <sup>3</sup>	— <sup>3</sup>	— <sup>3</sup>

1. Old indicator selected for publication in the Estimates of National Expenditure.

2. Indicator differs from indicator published in the 2017 Estimates of National Expenditure to focus on new infrastructure projects facilitated to make farms productive and ensure access to amenities.

3. Indicator and target no longer measured by the department following the transfer of the recapitalisation function to the Department of Agriculture, Forestry and Fisheries.

## Expenditure analysis

Chapter 6 of the NDP details a vision for building an integrated and inclusive rural economy. Outcome 4 (decent employment through inclusive growth) and outcome 7 (comprehensive rural development and land reform) of government's 2014-2019 medium-term strategic framework support this vision. As the work of the Department of Rural Development and Land Reform is aligned with these outcomes, it is committed to building sustainable rural livelihoods. As such, over the MTEF period, the department intends focusing on: land restitution; agrarian and land tenure transformation; productive use of redistributed land; and the creation of increased opportunities through the national rural youth service corps initiative.

As part of government's efforts to lower aggregate expenditure, Cabinet has approved reductions to the department's budget amounting to R725.2 million over the MTEF period. Despite these reductions, the department expects to ensure service delivery through the reprioritisation of funds from non-core programmes to critical areas such as agri-parks, and intensify its implementation of cost containment measures on non-core services.

The department receives a total allocation of R33.2 billion over the medium term. Compensation of employees is the department's second largest cost driver, accounting for an estimated 22.4 per cent (R7.5 billion) of the total budget over the MTEF period. The number of personnel in the department is expected to decrease gradually over the medium term, from 4 718 in 2017/18 to 4 429 in 2020/21, as a result of terminating internship contracts.

Through the Department of Public Works, in 2009, the department secured a site for a single campus for its national office in Pretoria. R738.8 million is allocated over the MTEF period in the *Administration* programme to finance the project, which will be implemented through a public-private partnership.

### Land restitution

Land restitution remains a key government priority and the department intends to intensify its efforts in this

regard over the medium term. Following a Constitutional Court judgment in 2016 that ruled the Restitution of Land Rights Amendment Act (2014) as invalid and contrary to the Constitution, the Restitution of Land Rights Amendment Bill was resubmitted to Parliament as a private members bill in 2017. Once passed, the act will make provision for the effective and constitutional redistribution of land.

Over the medium term, the department intends to streamline the research process on outstanding claims by using consultants to verify claims and claimants, and perform land valuations. The department plans to settle 2 851 claims over the MTEF period. R10.8 billion is allocated over the period in the *Restitution* programme for settling claims, constituting 32.3 per cent of the department's total budget, while R331.6 million is allocated in the same programme for spending on consultants.

The Office of the Valuer General has been operational since August 2015, and is responsible for ensuring the efficient acquisition and equitable valuation of land, and that government acquires land for resettlement at fair and equitable prices. R151.3 million from the *Restitution* programme, R45 million from the *Land Redistribution and Development* subprogramme and R30.2 million from the *Land Tenure and Administration* subprogramme is reprioritised to the Office of Valuer General over the MTEF period for land valuations to be done on behalf of the department.

### ***Agrarian and land tenure transformation***

The One Household One Hectare initiative is the key mechanism used to promote agrarian transformation and provide landless people with access to land. As part of this initiative, the agri-parks programme aims to create smallholder producers in 44 of the country's poorest districts and other sites in densely populated areas. Each agri-park supports smallholder farmers by providing capacity, mentorship, farm infrastructure, extension services, and production and mechanisation inputs. These farmers own 70 per cent of agri-parks, while the remaining 30 per cent 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, and developing 300 000 new small-scale farmers and creating 145 000 agro-processing jobs by 2020. An estimated R5.8 billion is expected to be spent over the MTEF period through the *Rural Development* programme, of which R2.9 billion is allocated to the *Rural Infrastructure Development* subprogramme to carry out activities in the agri-parks programme.

The agricultural land holding account acquires land, and creates productive and profitable farms. As such, R4.2 billion is allocated over the medium term to the *Agricultural Land Holding Account* subprogramme for the department to acquire about 290 795 hectares of strategically located land and ensure that redistributed land becomes productive and profitable. R8.7 billion is allocated to the *Land Reform* programme over the MTEF period, constituting 26.2 per cent of the department's total budget over the same period. The remaining R4.6 billion is expected to be used for implementing the One Household One Hectare initiative, recapitalising existing projects, and valuing land earmarked for purposes of land reform.

Over the MTEF period, the department plans to implement the Extension of Security of Tenure Act (1997), as amended by the Security Tenure Amendment Bill, to clarify the rights of occupiers of land and provide for obligations regarding alternative accommodation for evicted people; and the complementary Land Rights Management Facility Act (2015). In this regard, R911 million is reprioritised over the medium term in the *Land Reform* programme, of which R569 million is expected to be used to acquire land for farm dwellers and labour tenants. The remaining funds are earmarked for the upgrading of tenure and the protection of informal land rights on communal land.

### ***Ensuring that redistributed land is used productively***

The department ensures that redistributed land becomes productive and profitable by providing mechanised irrigation systems, farmer mentorship programmes and other farm inputs such as machinery and equipment, livestock, seedlings, fertiliser and irrigation systems. Since this programme's inception in 2008/09, 1 787 farms have been created from more than 4.7 million hectares of redistributed land. R1.5 billion is allocated over the MTEF period to the *Land Reform* programme to carry out these and other related activities.

### Increasing opportunities through the national rural youth service corps initiative

The national rural youth service corps initiative aims to provide job opportunities and skills training to recruited unemployed rural persons between the ages of 18 and 25 who have passed grade 12 or have higher qualifications. Over the medium term, the number of job opportunities provided through the initiative, in areas such as administration, agriculture, construction, education, engineering, health and safety, hospitality, renewable energy and transport, is expected to decrease, from 6 119 in 2018/19 to 6 000 in 2020/2021. R1.2 billion (11.5 per cent of the department's total budget) is allocated over the medium term to the *National Rural Youth Service Corps* subprogramme for activities related to youth skills development and job creation.

Narysec College in Thaba 'Nchu (Free State) will be used to provide skills training as part of the national rural youth service corps initiative, at a cost of R708.4 million over the MTEF period, which is included in the amount allocated in the *National Rural Youth Service Corps* subprogramme.

The *Rural Infrastructure Development* and *Rural Enterprise and Industrial Development* subprogrammes are allocated R3 billion and R1.6 billion, respectively, over the medium term, representing 44.2 per cent of the department's total budget. These allocations are intended to support activities that facilitate improved access to social and economic infrastructure, and provide income generating opportunities through improved physical infrastructure in rural areas.

## 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	Annual budget	Adjusted appropriation	Revised estimate	Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
R million	2014/15			2015/16			2016/17			2017/18			2014/15	2017/18
Programme 1	1 147.8	1 314.9	1 348.5	1 264.3	1 324.9	1 336.9	1 462.1	1 582.5	1 607.5	1 721.6	1 735.8	1 761.8	108.2%	101.6%
Programme 2	796.7	779.7	766.2	799.9	748.1	681.8	817.9	714.4	668.6	672.1	661.3	653.3	89.7%	95.4%
Programme 3	2 011.6	2 011.6	1 801.0	1 975.7	1 984.6	1 922.0	1 914.4	1 914.4	1 814.8	1 914.9	1 907.5	1 896.7	95.1%	95.1%
Programme 4	2 680.7	2 680.7	2 997.9	2 602.7	2 602.7	2 630.2	3 168.2	3 168.2	3 331.1	3 247.4	3 239.5	3 234.9	104.2%	104.3%
Programme 5	2 818.4	2 668.4	2 482.1	2 737.1	2 537.1	2 547.1	2 761.8	2 744.9	2 645.1	2 628.2	2 640.2	2 637.5	94.2%	97.4%
<b>Total</b>	<b>9 455.3</b>	<b>9 455.3</b>	<b>9 395.8</b>	<b>9 379.7</b>	<b>9 197.4</b>	<b>9 118.0</b>	<b>10 124.3</b>	<b>10 124.3</b>	<b>10 067.0</b>	<b>10 184.2</b>	<b>10 184.2</b>	<b>10 184.2</b>	<b>99.0%</b>	<b>99.5%</b>
Change to 2017 Budget estimate														
Economic classification														
<b>Current payments</b>	<b>3 549.6</b>	<b>3 675.5</b>	<b>3 139.7</b>	<b>3 617.7</b>	<b>3 469.9</b>	<b>3 335.5</b>	<b>3 822.7</b>	<b>3 842.7</b>	<b>3 746.0</b>	<b>3 910.1</b>	<b>3 922.4</b>	<b>3 922.4</b>	<b>94.9%</b>	<b>94.9%</b>
Compensation of employees	2 195.8	1 999.8	1 791.6	2 115.9	2 114.7	1 937.2	2 142.6	2 142.6	2 065.3	2 194.6	2 194.6	2 194.6	92.4%	94.5%
Goods and services	1 353.8	1 675.7	1 342.5	1 501.8	1 354.8	1 396.3	1 680.2	1 700.1	1 679.9	1 715.5	1 727.9	1 727.9	98.3%	95.2%
Interest and rent on land	–	–	5.7	–	0.3	2.1	–	–	0.8	–	–	–	–	2 863.0%
<b>Transfers and subsidies</b>	<b>5 881.7</b>	<b>5 721.9</b>	<b>5 458.3</b>	<b>5 736.8</b>	<b>5 665.7</b>	<b>5 018.4</b>	<b>6 282.2</b>	<b>6 225.2</b>	<b>5 564.0</b>	<b>6 249.3</b>	<b>6 225.2</b>	<b>6 225.2</b>	<b>92.2%</b>	<b>93.4%</b>
Provinces and municipalities	0.2	64.5	125.6	3.7	57.2	76.7	83.3	93.3	115.3	67.5	95.0	95.0	266.7%	133.2%
Departmental agencies and accounts	2 068.5	1 852.6	1 752.4	1 679.6	1 380.0	1 381.5	1 592.5	1 532.2	1 539.2	1 493.1	1 436.9	1 436.9	–	–
Foreign governments and international organisations	1.5	1.5	2.1	1.5	1.5	2.6	1.6	1.6	2.3	1.7	1.7	1.7	140.1%	140.1%
Public corporations and private enterprises	0.0	0.0	7.3	0.0	0.0	–	0.0	0.0	–	0.0	0.0	0.0	183.0%	183.0%
Non-profit institutions	3.0	3.0	3.8	3.2	3.2	3.2	3.3	3.3	3.3	3.5	3.5	3.5	105.7%	105.7%
Households	3 808.5	3 800.3	3 567.1	4 048.8	4 223.8	3 554.4	4 601.4	4 594.9	3 903.8	4 683.4	4 688.2	4 688.2	91.7%	90.8%
<b>Payments for capital assets</b>	<b>24.0</b>	<b>58.0</b>	<b>793.4</b>	<b>25.1</b>	<b>61.8</b>	<b>758.9</b>	<b>19.4</b>	<b>56.4</b>	<b>732.3</b>	<b>24.9</b>	<b>36.6</b>	<b>36.6</b>	<b>2 481.3%</b>	<b>1 091.3%</b>
Buildings and other fixed structures	–	6.2	401.1	–	–	601.2	–	7.1	568.9	–	–	–	–	11 818.9%
Machinery and equipment	22.6	50.2	165.6	23.3	61.5	67.2	18.3	44.9	59.0	24.0	36.6	36.6	372.0%	170.0%
Land and sub-soil assets	–	–	226.7	–	–	90.6	–	4.4	104.4	–	–	–	–	9 569.7%
Software and other intangible assets	1.5	1.6	–	1.8	0.3	–	1.1	–	–	0.9	–	–	–	–
<b>Payments for financial assets</b>	<b>–</b>	<b>–</b>	<b>4.4</b>	<b>–</b>	<b>–</b>	<b>5.2</b>	<b>–</b>	<b>–</b>	<b>24.7</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total</b>	<b>9 455.3</b>	<b>9 455.3</b>	<b>9 395.8</b>	<b>9 379.7</b>	<b>9 197.4</b>	<b>9 118.0</b>	<b>10 124.3</b>	<b>10 124.3</b>	<b>10 067.0</b>	<b>10 184.2</b>	<b>10 184.2</b>	<b>10 184.2</b>	<b>99.0%</b>	<b>99.5%</b>



## Expenditure estimates

**Table 39.3 Vote expenditure estimates by programme and economic classification**

Programmes									
1. Administration									
2. National Geomatics Management Services									
3. Rural Development									
4. Restitution									
5. Land Reform									
Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
R million	2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21		
Programme 1	1 761.8	10.2%	15.6%	1 825.4	1 869.2	1 992.9	4.2%	17.2%	
Programme 2	653.3	-5.7%	7.1%	690.4	744.6	790.6	6.6%	6.6%	
Programme 3	1 896.7	-1.9%	19.2%	1 814.5	1 924.5	2 035.5	2.4%	17.7%	
Programme 4	3 234.9	6.5%	31.5%	3 371.0	3 603.6	3 810.7	5.6%	32.3%	
Programme 5	2 637.5	-0.4%	26.6%	2 723.9	2 907.9	3 076.1	5.3%	26.2%	
<b>Total</b>	<b>10 184.2</b>	<b>2.5%</b>	<b>100.0%</b>	<b>10 425.2</b>	<b>11 049.8</b>	<b>11 705.7</b>	<b>4.8%</b>	<b>100.0%</b>	
Change to 2017				(228.2)	(240.9)	(256.1)			
Budget estimate									
Economic classification									
<b>Current payments</b>	<b>3 922.4</b>	<b>2.2%</b>	<b>36.5%</b>	<b>4 061.3</b>	<b>4 306.9</b>	<b>4 595.4</b>	<b>5.4%</b>	<b>38.9%</b>	
Compensation of employees	2 194.6	3.1%	20.6%	2 325.6	2 502.9	2 690.6	7.0%	22.4%	
Goods and services	1 727.9	1.0%	15.9%	1 735.7	1 804.1	1 904.8	3.3%	16.5%	
<b>Transfers and subsidies</b>	<b>6 225.2</b>	<b>2.9%</b>	<b>57.4%</b>	<b>6 339.0</b>	<b>6 719.0</b>	<b>7 085.1</b>	<b>4.4%</b>	<b>60.8%</b>	
Provinces and municipalities	95.0	13.8%	1.1%	72.8	78.0	82.3	-4.7%	0.8%	
Departmental agencies and accounts	1 436.9	-8.1%	15.8%	1 491.8	1 574.4	1 658.7	4.9%	14.2%	
Foreign governments and international organisations	1.7	4.5%	0.0%	1.7	1.8	1.9	5.6%	0.0%	
Non-profit institutions	3.5	5.0%	0.0%	3.7	3.9	4.1	5.6%	0.0%	
Households	4 688.2	7.2%	40.5%	4 768.9	5 060.8	5 338.1	4.4%	45.8%	
<b>Payments for capital assets</b>	<b>36.6</b>	<b>-14.2%</b>	<b>6.0%</b>	<b>25.0</b>	<b>23.9</b>	<b>25.1</b>	<b>-11.7%</b>	<b>0.3%</b>	
Machinery and equipment	36.6	-10.1%	0.8%	25.0	23.9	25.1	-11.7%	0.3%	
Software and other intangible assets	-	-100.0%	-	-	-	-	-	-	
<b>Total</b>	<b>10 184.2</b>	<b>2.5%</b>	<b>100.0%</b>	<b>10 425.2</b>	<b>11 049.8</b>	<b>11 705.7</b>	<b>4.8%</b>	<b>100.0%</b>	

## Expenditure trends and estimates for significant spending items

**Table 39.4 Expenditure trends and estimates for significant spending items**

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Average: Expenditure/ Total Vote (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total Vote (%)
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21		
Land Reform	2 482 096	2 547 063	2 645 052	2 640 240	2.1%	26.6%	2 723 851	2 907 931	3 076 052	5.2%	26.2%	
Land Claims	2 997 937	2 630 239	3 331 114	3 239 450	2.6%	31.5%	3 371 024	3 603 590	3 810 703	5.6%	32.3%	
Rural Development	1 800 988	1 921 995	1 814 769	1 907 482	1.9%	19.2%	1 814 515	1 924 483	2 035 460	2.2%	17.7%	
<b>Total</b>	<b>7 281 021</b>	<b>7 099 297</b>	<b>7 790 935</b>	<b>7 787 172</b>	<b>6.6%</b>	<b>77.3%</b>	<b>7 909 390</b>	<b>8 436 004</b>	<b>8 922 215</b>	<b>13.0%</b>	<b>76.2%</b>	

## Goods and services expenditure trends and estimates

**Table 39.5 Vote goods and services expenditure 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 (%)
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21		
Administrative fees	27 070	20 116	31 094	29 298	2.7%	1.8%	39 050	41 042	43 047	13.7%	2.1%	
Advertising	28 344	41 902	16 839	15 914	-17.5%	1.7%	11 730	14 195	17 119	2.5%	0.8%	
Minor assets	8 954	10 211	10 484	26 019	42.7%	0.9%	4 681	4 441	4 870	-42.8%	0.6%	
Audit costs: External	14 728	17 178	18 815	21 420	13.3%	1.2%	22 679	23 978	25 286	5.7%	1.3%	
Bursaries: Employees	4 419	3 479	4 149	4 536	0.9%	0.3%	4 753	4 991	5 266	5.1%	0.3%	
Catering: Departmental activities	5 423	8 973	5 001	6 307	5.2%	0.4%	5 690	6 335	6 909	3.1%	0.4%	
Communication	67 100	57 360	63 614	50 017	-9.3%	3.9%	49 262	52 250	54 305	2.8%	2.9%	



Table 39.5 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18	2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21
Computer services	105 944	156 164	227 313	178 779	19.1%	10.9%	207 983	203 944	214 490	6.3%	11.2%
Consultants: Business and advisory services	166 395	134 282	188 702	601 258	53.5%	17.7%	461 053	516 430	550 981	-2.9%	29.7%
Infrastructure and planning services	4 071	766	707	4 063	-0.1%	0.2%	5 876	5 750	6 171	14.9%	0.3%
Legal services	130 213	134 390	26 701	105 632	-6.7%	6.5%	105 536	113 443	119 848	4.3%	6.2%
Science and technological services	-	29 129	167 014	-	-	3.2%	-	-	-	-	-
Contractors	22 093	32 143	30 656	26 543	6.3%	1.8%	37 886	42 351	44 472	18.8%	2.1%
Agency and support/outsourced services	33 838	31 701	27 341	29 052	-5.0%	2.0%	34 577	40 029	41 095	12.3%	2.0%
Entertainment	4	-	-	17	62.0%	-	12	12	13	-8.6%	-
Fleet services (including government motor transport)	11 170	22 910	17 733	23 393	27.9%	1.2%	23 658	24 329	25 175	2.5%	1.3%
Inventory: Clothing material and accessories	72	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Farming supplies	75	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Materials and supplies	2 650	-	-	-	-100.0%	-	-	-	-	-	-
Inventory: Medical supplies	33	-	-	-	-100.0%	-	-	-	-	-	-
Consumable supplies	4 391	6 829	7 071	12 480	41.7%	0.5%	11 693	12 049	12 607	0.3%	0.7%
Consumables: Stationery, printing and office supplies	23 682	27 600	29 903	41 175	20.2%	2.0%	37 393	40 137	39 185	-1.6%	2.2%
Operating leases	189 142	250 050	263 687	165 535	-4.3%	14.1%	271 864	255 344	270 561	17.8%	13.4%
Rental and hiring	6 791	3 376	17 480	5 542	-6.6%	0.5%	3 353	3 394	3 817	-11.7%	0.2%
Property payments	105 610	115 773	124 836	140 222	9.9%	7.9%	185 448	154 656	162 843	5.1%	9.0%
Transport provided: Departmental activity	7 428	2 406	107 393	3 805	-20.0%	2.0%	2 971	3 325	3 652	-1.4%	0.2%
Travel and subsistence	277 842	231 800	193 373	158 958	-17.0%	14.0%	135 434	166 364	173 122	2.9%	8.8%
Training and development	9 482	7 897	17 193	16 686	20.7%	0.8%	24 037	24 640	25 981	15.9%	1.3%
Operating payments	15 336	13 753	32 166	19 601	8.5%	1.3%	24 855	22 698	23 717	6.6%	1.3%
Venues and facilities	70 164	36 077	50 677	41 606	-16.0%	3.2%	24 194	27 936	30 299	-10.0%	1.7%
<b>Total</b>	<b>1 342 464</b>	<b>1 396 265</b>	<b>1 679 942</b>	<b>1 727 858</b>	<b>8.8%</b>	<b>100.0%</b>	<b>1 735 668</b>	<b>1 804 063</b>	<b>1 904 831</b>	<b>3.3%</b>	<b>100.0%</b>

## Transfers and subsidies expenditure trends and estimate

Table 39.6 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18	2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21
<b>Households</b>											
<b>Social benefits</b>											
<b>Current</b>	<b>4 190</b>	<b>2 829</b>	<b>7 008</b>	<b>1 937</b>	<b>-22.7%</b>	<b>0.1%</b>	<b>1 000</b>	<b>1 037</b>	<b>1 094</b>	<b>-17.3%</b>	<b>-</b>
Employee social benefits	4 190	2 829	7 008	1 937	-22.7%	0.1%	1 000	1 037	1 094	-17.3%	-
<b>Departmental agencies and accounts</b>											
<b>Departmental agencies (non-business entities)</b>											
<b>Current</b>	<b>1 752 447</b>	<b>1 381 512</b>	<b>1 539 207</b>	<b>1 436 930</b>	<b>-6.4%</b>	<b>27.4%</b>	<b>1 491 833</b>	<b>1 574 421</b>	<b>1 658 660</b>	<b>4.9%</b>	<b>23.4%</b>
Public Service Sector Education and Training Authority	3 518	-	-	-	-100.0%	-	-	-	-	-	-
Council for Scientific and Industrial Research	1 903	-	-	-	-100.0%	-	-	-	-	-	-
Communication	5	3	-	-	-100.0%	-	-	-	-	-	-
Registration of deeds trading account	113 194	15 929	-	-	-100.0%	0.6%	1	1	1	-	-
South African Local Government Association national member assembly	3 000	-	-	-	-100.0%	-	-	-	-	-	-
South African Geomatics Council	-	-	4 000	4 000	-	-	3 900	4 107	4 333	2.7%	0.1%
South African Broadcasting Corporation	4	-	2	-	-100.0%	-	-	-	-	-	-
KwaZulu-Natal Ingonyama Trust Board	17 294	18 069	18 788	19 727	4.5%	0.3%	20 349	21 489	22 671	4.7%	0.3%
Agricultural land holding account	1 613 529	1 342 027	1 502 117	1 348 397	-5.8%	26.1%	1 326 457	1 406 697	1 484 174	3.2%	21.1%
Office of the Valuer General	-	5 484	14 300	64 806	-	0.4%	141 126	142 127	147 481	31.5%	1.9%

**Table 39.6 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 (%)		
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20			2020/21	2017/18 - 2020/21
<b>Households</b>													
<b>Other transfers to households</b>													
<b>Current</b>	<b>1 006 496</b>	<b>961 128</b>	<b>837 954</b>	<b>1 539 375</b>	<b>15.2%</b>	<b>19.5%</b>	<b>1 436 743</b>	<b>1 536 501</b>	<b>1 618 880</b>	<b>1.7%</b>	<b>23.3%</b>		
Employee social benefits	—	410	191	—	—	—	—	—	—	—	—	—	
Bursaries for non-employees	33 887	20 424	19 500	25 354	-9.2%	0.4%	26 824	28 326	29 884	5.6%	0.4%	—	
Rural Infrastructure Development	193 834	136 119	93 879	795 187	60.1%	5.5%	823 069	871 435	918 579	4.9%	12.9%	—	
National Rural Youth Services Corps	531 945	274 273	349 423	355 025	-12.6%	6.8%	273 044	310 507	327 587	-2.6%	4.8%	—	
Rural Enterprise and Industrial Development	246 830	529 902	374 961	363 809	13.8%	6.8%	313 806	326 233	342 830	-2.0%	5.1%	—	
<b>Capital</b>	<b>2 556 387</b>	<b>2 590 458</b>	<b>3 058 811</b>	<b>3 146 852</b>	<b>7.2%</b>	<b>51.0%</b>	<b>3 331 160</b>	<b>3 523 268</b>	<b>3 718 145</b>	<b>5.7%</b>	<b>52.0%</b>		
Restitution grants	2 260 900	2 019 224	2 677 395	2 608 774	4.9%	43.0%	2 762 864	2 919 712	3 080 296	5.7%	43.1%	—	
Land reform grants: Land redistribution payments	—	—	380 171	46 216	—	1.9%	472 007	498 785	527 043	125.1%	5.9%	—	
Land reform grants: Land tenure payments	295 487	571 234	1 245	491 862	18.5%	6.1%	96 289	104 771	110 806	-39.2%	3.0%	—	
<b>Non-profit institutions</b>													
<b>Current</b>	<b>3 755</b>	<b>3 159</b>	<b>3 326</b>	<b>3 492</b>	<b>-2.4%</b>	<b>0.1%</b>	<b>3 695</b>	<b>3 902</b>	<b>4 117</b>	<b>5.6%</b>	<b>0.1%</b>		
South African Council for Planners	3 020	3 159	3 326	3 492	5.0%	0.1%	3 695	3 902	4 117	5.6%	0.1%	—	
Ikageng Self-Help Association for the Blind	735	—	—	—	-100.0%	—	—	—	—	—	—	—	
<b>Foreign governments and international organisations</b>													
<b>Current</b>	<b>2 063</b>	<b>2 596</b>	<b>2 333</b>	<b>1 653</b>	<b>-7.1%</b>	<b>—</b>	<b>1 749</b>	<b>1 847</b>	<b>1 949</b>	<b>5.6%</b>	<b>—</b>		
Regional centre for mapping of resources for development	2 063	2 596	2 333	1 653	-7.1%	—	1 749	1 847	1 949	5.6%	—	—	
<b>Provinces and municipalities</b>													
<b>Municipal bank accounts</b>													
<b>Current</b>	<b>125 617</b>	<b>76 741</b>	<b>115 330</b>	<b>94 999</b>	<b>-8.9%</b>	<b>1.9%</b>	<b>72 788</b>	<b>78 013</b>	<b>82 288</b>	<b>-4.7%</b>	<b>1.2%</b>		
Vehicle licences	17 426	19 089	9 590	550	-68.4%	0.2%	294	304	315	-17.0%	—	—	
Municipal rates and taxes	4 577	—	—	9 923	29.4%	0.1%	5 785	6 108	6 444	-13.4%	0.1%	—	
Rates and taxes	103 614	57 652	105 740	84 526	-6.6%	1.6%	66 709	71 601	75 529	-3.7%	1.1%	—	
<b>Public corporations and private enterprises</b>													
<b>Other transfers to public corporations</b>													
<b>Current</b>	<b>7 320</b>	<b>—</b>	<b>—</b>	<b>1</b>	<b>-94.8%</b>	<b>—</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>—</b>	<b>—</b>		
Independent Development Trust	7 320	—	—	—	-100.0%	—	—	—	—	—	—	—	
Land reform empowerment facility	—	—	—	1	—	—	1	1	1	—	—	—	
<b>Total</b>	<b>5 458 275</b>	<b>5 018 423</b>	<b>5 563 969</b>	<b>6 225 239</b>	<b>4.5%</b>	<b>100.0%</b>	<b>6 338 969</b>	<b>6 718 990</b>	<b>7 085 134</b>	<b>4.4%</b>	<b>100.0%</b>		

## Personnel information

**Table 39.7 Vote personnel numbers and cost by salary level and programme<sup>1</sup>**

Programmes																			
1. Administration																			
2. National Geomatics Management Services																			
3. Rural Development																			
4. Restitution																			
5. Land Reform																			
	Number of posts estimated for 31 March 2018		Number and cost <sup>2</sup> 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 (%)						
			2016/17		2017/18		2018/19		2019/20		2020/21								
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			Number	Cost	Unit cost			
<b>Rural Development and Land Reform</b>	<b>3 917</b>	<b>333</b>	<b>4 358</b>	<b>2 065.3</b>	<b>0.5</b>	<b>4 718</b>	<b>2 194.6</b>	<b>0.5</b>	<b>4 467</b>	<b>2 325.6</b>	<b>0.5</b>	<b>4 454</b>	<b>2 502.9</b>	<b>0.6</b>	<b>4 429</b>	<b>2 690.6</b>	<b>0.6</b>	<b>-2.1%</b>	<b>100.0%</b>
Salary level	3 917	333	4 358	2 065.3	0.5	4 718	2 194.6	0.5	4 467	2 325.6	0.5	4 454	2 502.9	0.6	4 429	2 690.6	0.6	-2.1%	100.0%
1 – 6	995	70	1 141	262.9	0.2	1 157	315.1	0.3	1 152	338.6	0.3	1 141	362.3	0.3	1 116	382.9	0.3	-1.2%	25.3%
7 – 10	2 077	116	2 286	968.8	0.4	2 346	1 033.2	0.4	2 298	1 091.5	0.5	2 298	1 178.8	0.5	2 298	1 272.9	0.6	-0.7%	51.1%
11 – 12	606	65	684	494.9	0.7	706	506.9	0.7	703	544.5	0.8	701	586.3	0.8	701	633.2	0.9	-0.2%	15.6%
13 – 16	236	4	243	253.9	1.0	305	320.7	1.1	305	342.7	1.1	305	366.6	1.2	305	392.2	1.3	—	6.8%
Other	3	78	4	84.8	21.2	204	18.7	0.1	9	8.3	0.9	9	8.9	1.0	9	9.5	1.1	-64.7%	1.3%
<b>Programme</b>	<b>3 917</b>	<b>333</b>	<b>4 358</b>	<b>2 065.3</b>	<b>0.5</b>	<b>4 718</b>	<b>2 194.6</b>	<b>0.5</b>	<b>4 467</b>	<b>2 325.6</b>	<b>0.5</b>	<b>4 454</b>	<b>2 502.9</b>	<b>0.6</b>	<b>4 429</b>	<b>2 690.6</b>	<b>0.6</b>	<b>-2.1%</b>	<b>100.0%</b>
Programme 1	1 391	50	1 467	700.2	0.5	1 772	765.2	0.4	1 521	785.5	0.5	1 519	845.0	0.6	1 519	910.9	0.6	-5.0%	35.0%
Programme 2	758	231	1 057	465.7	0.4	1 072	479.1	0.4	1 072	516.4	0.5	1 061	553.8	0.5	1 036	589.1	0.6	-1.1%	23.5%
Programme 3	453	29	482	265.0	0.5	496	275.6	0.6	496	296.6	0.6	496	319.9	0.6	496	344.7	0.7	—	11.0%
Programme 4	718	14	735	325.5	0.4	745	342.4	0.5	745	369.0	0.5	745	398.0	0.5	745	429.4	0.6	—	16.5%
Programme 5	597	9	617	308.9	0.5	633	332.3	0.5	633	358.0	0.6	633	386.2	0.6	633	416.5	0.7	—	14.0%

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

2. Rand million.

## Departmental receipts

Table 39.8 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 (%)
	2014/15	2015/16	2016/17					2017/18	2018/19	2019/20		
<b>Departmental receipts</b>	<b>87 439</b>	<b>54 643</b>	<b>89 761</b>	<b>98 619</b>	<b>98 619</b>	<b>4.1%</b>	<b>100.0%</b>	<b>103 550</b>	<b>108 644</b>	<b>114 076</b>	<b>5.0%</b>	<b>100.0%</b>
<b>Sales of goods and services produced by department</b>	<b>21 534</b>	<b>23 695</b>	<b>21 649</b>	<b>34 572</b>	<b>34 572</b>	<b>17.1%</b>	<b>30.7%</b>	<b>36 301</b>	<b>38 116</b>	<b>40 022</b>	<b>5.0%</b>	<b>35.1%</b>
Sales by market establishments	1 023	743	799	1 224	1 224	6.2%	1.1%	1 285	1 349	1 417	5.0%	1.2%
of which:												
Market establishment: Non-residential building	1 022	732	729	1 139	1 139	3.7%	1.1%	1 196	1 255	1 319	5.0%	1.2%
Market establishment: Parking: Covered and open	1	11	70	85	85	339.7%	0.1%	89	94	98	4.9%	0.1%
Administrative fees	16 722	18 065	17 240	27 108	27 108	17.5%	23.9%	28 463	29 887	31 381	5.0%	27.5%
of which:												
Servitude rights	292	1 012	2 405	3 276	3 276	123.9%	2.1%	3 440	3 612	3 792	5.0%	3.3%
Surveyor inspection fees	16 427	17 049	14 832	23 828	23 828	13.2%	21.8%	25 019	26 271	27 584	5.0%	24.2%
Request information: Promotion of Access to Information Act (2000)	3	4	3	4	4	10.1%	-	4	4	5	7.7%	-
Other sales	3 789	4 887	3 610	6 240	6 240	18.1%	5.6%	6 553	6 880	7 224	5.0%	6.3%
of which:												
Services rendered: Commission on insurance and garnishees	824	912	1 010	1 574	1 574	24.1%	1.3%	1 653	1 735	1 823	5.0%	1.6%
Services rendered: Management fees	1	5	4	16	16	152.0%	-	17	18	19	5.9%	-
Sales: Tender documents	665	1 262	411	624	624	-2.1%	0.9%	655	688	722	5.0%	0.6%
Sales: Maps	1 889	2 400	1 979	3 650	3 650	24.6%	3.0%	3 833	4 024	4 225	5.0%	3.7%
Plan sales: Charts/posters	410	308	206	376	376	-2.8%	0.4%	395	415	435	5.0%	0.4%
<b>Sales of scrap, waste, arms and other used current goods</b>	<b>5</b>	<b>2</b>	<b>3</b>	<b>68</b>	<b>68</b>	<b>138.7%</b>	<b>-</b>	<b>71</b>	<b>75</b>	<b>79</b>	<b>5.1%</b>	<b>0.1%</b>
of which:												
Sales: Scrap	4	1	3	8	8	26.0%	-	8	9	9	4.0%	-
Sales: Waste paper	1	1	-	-	-	-100.0%	-	-	-	-	-	-
Sales: Plans	-	-	-	60	60	-	-	63	66	70	5.3%	0.1%
<b>Transfers received</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>244</b>	<b>244</b>	<b>-</b>	<b>0.1%</b>	<b>256</b>	<b>269</b>	<b>282</b>	<b>4.9%</b>	<b>0.2%</b>
<b>Interest, dividends and rent on land</b>	<b>13 503</b>	<b>20 946</b>	<b>29 761</b>	<b>49 564</b>	<b>49 564</b>	<b>54.3%</b>	<b>34.4%</b>	<b>52 042</b>	<b>54 644</b>	<b>57 377</b>	<b>5.0%</b>	<b>50.3%</b>
Interest	12 043	15 756	19 327	32 660	32 660	39.5%	24.1%	34 293	36 007	37 808	5.0%	33.1%
Rent on land	1 460	5 190	10 434	16 904	16 904	126.2%	10.3%	17 749	18 637	19 569	5.0%	17.1%
<b>Sales of capital assets</b>	<b>523</b>	<b>790</b>	<b>439</b>	<b>300</b>	<b>300</b>	<b>-16.9%</b>	<b>0.6%</b>	<b>315</b>	<b>247</b>	<b>259</b>	<b>-4.8%</b>	<b>0.3%</b>
<b>Transactions in financial assets and liabilities</b>	<b>51 874</b>	<b>9 210</b>	<b>37 909</b>	<b>13 871</b>	<b>13 871</b>	<b>-35.6%</b>	<b>34.2%</b>	<b>14 565</b>	<b>15 293</b>	<b>16 057</b>	<b>5.0%</b>	<b>14.1%</b>
<b>Total</b>	<b>87 439</b>	<b>54 643</b>	<b>89 761</b>	<b>98 619</b>	<b>98 619</b>	<b>4.1%</b>	<b>100.0%</b>	<b>103 550</b>	<b>108 644</b>	<b>114 076</b>	<b>5.0%</b>	<b>100.0%</b>

## Programme 1: Administration

### Programme purpose

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

### Expenditure trends and estimates

**Table 39.9 Administration 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 (%)
	2014/15	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand												
Ministry	41 210	44 547	46 568	42 745	1.2%	2.9%	40 719	44 288	47 236	3.4%	2.4%	
Management	133 840	146 392	165 933	171 231	8.6%	10.2%	192 903	190 334	205 599	6.3%	10.2%	
Internal Audit	40 953	43 226	40 462	39 321	-1.3%	2.7%	41 019	45 082	48 084	6.9%	2.3%	
Corporate Services	465 321	381 528	469 435	412 464	-3.9%	28.7%	446 718	455 803	484 303	5.5%	24.2%	
Financial Services	168 209	166 876	282 635	186 423	3.5%	13.3%	196 184	210 881	226 604	6.7%	11.0%	
Provincial Coordination	294 516	315 141	339 578	351 616	6.1%	21.6%	376 487	409 572	439 484	7.7%	21.2%	
Office Accommodation	204 473	239 197	262 871	531 990	37.5%	20.5%	531 386	513 243	541 598	0.6%	28.5%	
<b>Total</b>	<b>1 348 522</b>	<b>1 336 907</b>	<b>1 607 482</b>	<b>1 735 790</b>	<b>8.8%</b>	<b>100.0%</b>	<b>1 825 416</b>	<b>1 869 203</b>	<b>1 992 908</b>	<b>4.7%</b>	<b>100.0%</b>	
Change to 2017				14 170			25 568	(7 464)	(3 780)			
Budget estimate												
<b>Economic classification</b>												
<b>Current payments</b>	<b>1 222 044</b>	<b>1 294 781</b>	<b>1 578 702</b>	<b>1 722 327</b>	<b>12.1%</b>	<b>96.5%</b>	<b>1 814 866</b>	<b>1 858 854</b>	<b>1 982 088</b>	<b>4.8%</b>	<b>99.4%</b>	
Compensation of employees	635 546	649 240	700 157	739 278	5.2%	45.2%	785 516	845 002	910 863	7.2%	44.2%	
Goods and services <sup>1</sup>	586 498	645 512	878 427	983 049	18.8%	51.3%	1 029 350	1 013 852	1 071 225	2.9%	55.2%	
of which:												
Computer services	89 194	137 505	208 078	158 875	21.2%	9.8%	184 802	180 003	189 877	6.1%	9.6%	
Consultants: Business and advisory services	34 291	15 369	97 144	378 515	122.7%	8.7%	254 575	258 362	274 536	-10.2%	15.7%	
Operating leases	174 050	220 027	236 410	149 948	-4.8%	12.9%	256 816	238 968	253 112	19.1%	12.1%	
Property payments	87 070	94 537	111 916	113 161	9.1%	6.7%	135 914	122 667	129 679	4.6%	6.8%	
Travel and subsistence	65 705	59 080	79 649	43 829	-12.6%	4.1%	34 519	42 411	43 233	-0.5%	2.2%	
Training and development	5 906	4 477	9 774	14 771	35.7%	0.6%	23 707	24 400	25 738	20.3%	1.2%	
Interest and rent on land	–	29	118	–	–	–	–	–	–	–	–	
<b>Transfers and subsidies<sup>1</sup></b>	<b>5 626</b>	<b>1 137</b>	<b>2 245</b>	<b>569</b>	<b>-53.4%</b>	<b>0.2%</b>	<b>202</b>	<b>193</b>	<b>203</b>	<b>-29.1%</b>	<b>–</b>	
Provinces and municipalities	20	16	28	31	15.7%	–	36	38	40	8.9%	–	
Departmental agencies and accounts	3 523	3	–	–	-100.0%	0.1%	–	–	–	–	–	
Households	2 083	1 118	2 217	538	-36.3%	0.1%	166	155	163	-32.8%	–	
<b>Payments for capital assets</b>	<b>119 413</b>	<b>40 337</b>	<b>21 402</b>	<b>12 894</b>	<b>-52.4%</b>	<b>3.2%</b>	<b>10 348</b>	<b>10 156</b>	<b>10 617</b>	<b>-6.3%</b>	<b>0.6%</b>	
Buildings and other fixed structures	7 671	5 107	2 701	–	-100.0%	0.3%	–	–	–	–	–	
Machinery and equipment	111 742	35 230	18 701	12 894	-51.3%	3.0%	10 348	10 156	10 617	-6.3%	0.6%	
<b>Payments for financial assets</b>	<b>1 439</b>	<b>652</b>	<b>5 133</b>	<b>–</b>	<b>-100.0%</b>	<b>0.1%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	
<b>Total</b>	<b>1 348 522</b>	<b>1 336 907</b>	<b>1 607 482</b>	<b>1 735 790</b>	<b>8.8%</b>	<b>100.0%</b>	<b>1 825 416</b>	<b>1 869 203</b>	<b>1 992 908</b>	<b>4.7%</b>	<b>100.0%</b>	
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>14.4%</b>	<b>14.7%</b>	<b>16.0%</b>	<b>17.0%</b>	<b>–</b>	<b>–</b>	<b>17.5%</b>	<b>16.9%</b>	<b>17.0%</b>	<b>–</b>	<b>–</b>	
<b>Details of transfers and subsidies</b>												
<b>Households</b>												
<b>Social benefits</b>												
<b>Current</b>	<b>2 083</b>	<b>1 118</b>	<b>2 217</b>	<b>538</b>	<b>-36.3%</b>	<b>0.1%</b>	<b>166</b>	<b>155</b>	<b>163</b>	<b>-32.8%</b>	<b>–</b>	
Employee social benefits	2 083	1 118	2 217	538	-36.3%	0.1%	166	155	163	-32.8%	–	
<b>Departmental agencies and accounts</b>												
<b>Departmental agencies (non-business entities)</b>												
<b>Current</b>	<b>3 523</b>	<b>3</b>	<b>–</b>	<b>–</b>	<b>-100.0%</b>	<b>0.1%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	
Public Service Sector Education and Training Authority	3 518	–	–	–	-100.0%	0.1%	–	–	–	–	–	
Communication	5	3	–	–	-100.0%	–	–	–	–	–	–	
<b>Provinces and municipalities</b>												
<b>Municipalities</b>												
<b>Municipal bank accounts</b>												
<b>Current</b>	<b>20</b>	<b>16</b>	<b>28</b>	<b>31</b>	<b>15.7%</b>	<b>–</b>	<b>36</b>	<b>38</b>	<b>40</b>	<b>8.9%</b>	<b>–</b>	
Vehicle licences	20	16	28	31	15.7%	–	36	38	40	8.9%	–	

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

## Personnel information

Table 39.10 Administration personnel numbers and cost by salary level<sup>1</sup>

Number of posts estimated for 31 March 2018		Number and cost <sup>2</sup> 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 (%)				
		2016/17		2017/18		2018/19		2019/20		2020/21		2017/18 - 2020/21							
Administration		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
	1 391	50	1 467	700.2	0.5	1 772	765.2	0.4	1 521	785.5	0.5	1 519	845.0	0.6	1 519	910.9	0.6	-5.0%	100.0%
1 – 6	426	6	438	105.8	0.2	443	118.2	0.3	438	126.2	0.3	438	136.3	0.3	438	147.1	0.3	-0.4%	27.8%
7 – 10	681	2	736	313.3	0.4	784	338.0	0.4	736	341.5	0.5	736	368.8	0.5	736	398.3	0.5	-2.1%	47.3%
11 – 12	189	3	197	153.7	0.8	210	153.6	0.7	207	163.4	0.8	205	174.7	0.9	205	188.7	0.9	-0.8%	13.1%
13 – 16	92	3	92	97.4	1.1	131	136.7	1.0	131	146.1	1.1	131	156.3	1.2	131	167.2	1.3	-	8.3%
Other	3	36	4	29.9	7.5	204	18.7	0.1	9	8.3	0.9	9	8.9	1.0	9	9.5	1.1	-64.7%	3.6%

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 through the application of relevant legislation on an ongoing basis.
- Ensure effective land management by implementing an integrated and comprehensive land administration system over the medium term.

### 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 georeferencing 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 and 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 annually 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 39.11 National Geomatics Management Services 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 (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R thousand											
National Geomatics Management Services	468 172	486 652	505 713	494 396	1.8%	70.4%	512 510	549 775	584 988	5.8%	74.2%
Spatial Planning and Land Use Management	181 826	176 103	155 543	159 390	-4.3%	24.2%	170 331	186 818	197 139	7.3%	24.7%
Registration of Deeds Trading Account	113 194	15 929	–	–	-100.0%	4.6%	1	1	1	–	–
South African Council for Planners	3 020	3 159	3 326	3 492	5.0%	0.5%	3 695	3 902	4 117	5.6%	0.5%
South African Geomatics Council	–	–	4 000	4 000	–	0.3%	3 900	4 107	4 333	2.7%	0.6%
<b>Total</b>	<b>766 212</b>	<b>681 843</b>	<b>668 582</b>	<b>661 278</b>	<b>-4.8%</b>	<b>100.0%</b>	<b>690 437</b>	<b>744 603</b>	<b>790 578</b>	<b>6.1%</b>	<b>100.0%</b>
Change to 2017 Budget estimate				(10 839)			(11 094)	(9 496)	(16 207)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>601 973</b>	<b>625 049</b>	<b>611 864</b>	<b>617 717</b>	<b>0.9%</b>	<b>88.4%</b>	<b>649 697</b>	<b>701 644</b>	<b>745 245</b>	<b>6.5%</b>	<b>94.0%</b>
Compensation of employees	411 572	449 045	465 745	487 122	5.8%	65.3%	516 441	553 772	589 110	6.5%	74.4%
Goods and services <sup>1</sup>	190 324	176 004	146 119	130 595	-11.8%	23.1%	133 256	147 872	156 135	6.1%	19.7%
of which:											
Computer services	15 205	12 682	13 620	16 063	1.8%	2.1%	18 880	19 669	20 031	7.6%	2.6%
Consultants: Business and advisory services	86 403	75 187	55 454	62 885	-10.0%	10.1%	66 810	75 700	80 799	8.7%	9.9%
Contractors	15 463	19 266	17 412	12 745	-6.2%	2.3%	13 730	14 500	15 340	6.4%	2.0%
Consumables: Stationery, printing and office supplies	4 876	4 255	4 756	4 263	-4.4%	0.7%	4 505	4 780	5 091	6.1%	0.6%
Property payments	5 336	6 688	6 769	5 288	-0.3%	0.9%	5 670	6 130	6 577	7.5%	0.8%
Travel and subsistence	20 844	20 213	21 839	9 863	-22.1%	2.6%	10 201	13 173	13 703	11.6%	1.6%
Interest and rent on land	77	–	–	–	-100.0%	–	–	–	–	–	–
<b>Transfers and subsidies<sup>1</sup></b>	<b>158 291</b>	<b>42 717</b>	<b>32 212</b>	<b>35 249</b>	<b>-39.4%</b>	<b>9.7%</b>	<b>36 607</b>	<b>38 646</b>	<b>40 773</b>	<b>5.0%</b>	<b>5.2%</b>
Provinces and municipalities	2	2	2	16	100.0%	–	14	14	15	-2.1%	–
Departmental agencies and accounts	118 097	15 929	4 000	4 000	-67.6%	5.1%	3 901	4 108	4 334	2.7%	0.6%
Foreign governments and international organisations	2 063	2 596	2 333	1 653	-7.1%	0.3%	1 749	1 847	1 949	5.6%	0.2%
Non-profit institutions	3 020	3 159	3 326	3 492	5.0%	0.5%	3 695	3 902	4 117	5.6%	0.5%
Households	35 109	21 031	22 551	26 088	-9.4%	3.8%	27 248	28 775	30 358	5.2%	3.9%
<b>Payments for capital assets</b>	<b>4 820</b>	<b>12 035</b>	<b>13 240</b>	<b>8 312</b>	<b>19.9%</b>	<b>1.4%</b>	<b>4 133</b>	<b>4 313</b>	<b>4 560</b>	<b>-18.1%</b>	<b>0.7%</b>
Machinery and equipment	4 820	12 035	13 240	8 312	19.9%	1.4%	4 133	4 313	4 560	-18.1%	0.7%
<b>Payments for financial assets</b>	<b>1 128</b>	<b>2 042</b>	<b>11 266</b>	<b>–</b>	<b>-100.0%</b>	<b>0.5%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total</b>	<b>766 212</b>	<b>681 843</b>	<b>668 582</b>	<b>661 278</b>	<b>-4.8%</b>	<b>100.0%</b>	<b>690 437</b>	<b>744 603</b>	<b>790 578</b>	<b>6.1%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>8.2%</b>	<b>7.5%</b>	<b>6.6%</b>	<b>6.5%</b>	<b>–</b>	<b>–</b>	<b>6.6%</b>	<b>6.7%</b>	<b>6.8%</b>	<b>–</b>	<b>–</b>
<b>Details of transfers and subsidies</b>											
<b>Households</b>											
<b>Social benefits</b>											
<b>Current</b>	<b>1 222</b>	<b>607</b>	<b>3 051</b>	<b>734</b>	<b>-15.6%</b>	<b>0.2%</b>	<b>424</b>	<b>449</b>	<b>474</b>	<b>-13.6%</b>	<b>0.1%</b>
Employee social benefits	1 222	607	3 051	734	-15.6%	0.2%	424	449	474	-13.6%	0.1%
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Current</b>	<b>33 887</b>	<b>20 424</b>	<b>19 500</b>	<b>25 354</b>	<b>-9.2%</b>	<b>3.6%</b>	<b>26 824</b>	<b>28 326</b>	<b>29 884</b>	<b>5.6%</b>	<b>3.8%</b>
Bursaries for non-employees	33 887	20 424	19 500	25 354	-9.2%	3.6%	26 824	28 326	29 884	5.6%	3.8%
<b>Departmental agencies and accounts</b>											
<b>Departmental agencies (non-business entities)</b>											
<b>Current</b>	<b>118 097</b>	<b>15 929</b>	<b>4 000</b>	<b>4 000</b>	<b>-67.6%</b>	<b>5.1%</b>	<b>3 901</b>	<b>4 108</b>	<b>4 334</b>	<b>2.7%</b>	<b>0.6%</b>
Council for Scientific and Industrial Research	1 903	–	–	–	-100.0%	0.1%	–	–	–	–	–
Registration of deeds trading account	113 194	15 929	–	–	-100.0%	4.6%	1	1	1	–	–
South African Local Government Association national member assembly	3 000	–	–	–	-100.0%	0.1%	–	–	–	–	–
South African Geomatics Council	–	–	4 000	4 000	–	0.3%	3 900	4 107	4 333	2.7%	0.6%

**Table 39.11 National Geomatics Management Services 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			2017/18				2014/15 - 2017/18	2018/19	2019/20		
R thousand	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21	2017/18 - 2020/21	
<b>Foreign governments and international organisations</b>											
Current	2 063	2 596	2 333	1 653	-7.1%	0.3%	1 749	1 847	1 949	5.6%	0.2%
Regional centre for mapping of resources for development	2 063	2 596	2 333	1 653	-7.1%	0.3%	1 749	1 847	1 949	5.6%	0.2%
<b>Non-profit institutions</b>											
Current	3 020	3 159	3 326	3 492	5.0%	0.5%	3 695	3 902	4 117	5.6%	0.5%
South African Council for Planners	3 020	3 159	3 326	3 492	5.0%	0.5%	3 695	3 902	4 117	5.6%	0.5%
<b>Provinces and municipalities</b>											
<b>Municipalities</b>											
<b>Municipal bank accounts</b>											
Current	2	2	2	16	100.0%	-	14	14	15	-2.1%	-
Vehicle licenses	2	2	2	16	100.0%	-	14	14	15	-2.1%	-

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

## Personnel information

**Table 39.12 National Geomatics Management Services personnel numbers and cost by salary level<sup>1</sup>**

Number of posts estimated for 31 March 2018			Number and cost <sup>2</sup> 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 (%)			
			2016/17		2017/18		2018/19		2019/20		2020/21		2017/18 - 2020/21						
National Geomatics Management Services			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Salary level	758	231	1 057	465.7	0.4	1 072	479.1	0.4	1 072	516.4	0.5	1 061	553.8	0.5	1 036	589.1	0.6	-1.1%	100.0%
1-6	250	57	370	76.3	0.2	373	104.6	0.3	373	112.9	0.3	362	118.5	0.3	337	119.7	0.4	-3.3%	34.1%
7-10	322	102	445	197.5	0.4	447	187.4	0.4	447	202.2	0.5	447	218.3	0.5	447	235.8	0.5	-	42.2%
11-12	146	48	201	141.8	0.7	205	136.8	0.7	205	147.6	0.7	205	159.4	0.8	205	172.1	0.8	-	19.3%
13-16	40	-	41	46.4	1.1	47	50.3	1.1	47	53.8	1.1	47	57.6	1.2	47	61.6	1.3	-	4.4%
Other	-	24	-	3.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

- Improve livelihoods in rural communities by providing support through the development of infrastructure and prioritising the revitalisation of towns in the poorest districts by March 2020.
- Support rural economic transformation by facilitating the development of infrastructure for 837 rural enterprises by March 2020.
- Create sustainable and vibrant rural communities through facilitating the development of rural enterprises and industries in areas with economic development potential and opportunities by March 2020.

### Subprogrammes

- *Rural Infrastructure Development* facilitates improved access to social and economic infrastructure, and provides income generating opportunities through improved physical infrastructure in rural areas.



- *Rural Enterprise and Industrial Development* creates an enabling institutional environment for sustainable rural development, and provides for social and economic development and sustainable livelihoods in rural communities. Its functions are based on the social mobilisation of communities to ensure that rural communities take ownership of rural development projects and programmes; the establishment of rural development forums and partnerships; increased food security; the promotion of youth development and social organisation; the creation of jobs through cooperatives; and the development of rural enterprises and industries.
- *National Rural Youth Services Corps* trains rural youth in various skills sectors that 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 which they were recruited.

## Expenditure trends and estimates

**Table 39.13 Rural Development expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18	2018/19	2019/20	2020/21		
R thousand											
Rural Infrastructure Development	712 406	861 746	807 567	917 174	8.8%	44.3%	928 189	985 058	1 042 219	4.4%	50.4%
Rural Enterprise and Industrial Development	459 339	707 532	571 732	554 564	6.5%	30.8%	508 303	536 615	566 669	0.7%	28.2%
National Rural Youth Services Corps	629 243	352 717	435 470	435 744	-11.5%	24.9%	378 023	402 810	426 572	-0.7%	21.4%
<b>Total</b>	<b>1 800 988</b>	<b>1 921 995</b>	<b>1 814 769</b>	<b>1 907 482</b>	<b>1.9%</b>	<b>100.0%</b>	<b>1 814 515</b>	<b>1 924 483</b>	<b>2 035 460</b>	<b>2.2%</b>	<b>100.0%</b>
Change to 2017 Budget estimate				(7 414)			(136 725)	(144 523)	(154 038)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>417 088</b>	<b>380 794</b>	<b>422 183</b>	<b>387 820</b>	<b>-2.4%</b>	<b>21.6%</b>	<b>399 748</b>	<b>412 844</b>	<b>442 839</b>	<b>4.5%</b>	<b>21.4%</b>
Compensation of employees	249 613	254 983	264 951	286 318	4.7%	14.2%	296 621	319 895	344 706	6.4%	16.2%
Goods and services <sup>1</sup>	167 475	125 447	157 232	101 502	-15.4%	7.4%	103 127	92 949	98 133	-1.1%	5.2%
of which:											
Communication	5 576	5 489	5 550	3 971	-10.7%	0.3%	5 370	5 597	5 823	13.6%	0.3%
Consultants: Business and advisory services	25 950	19 550	12 595	35 993	11.5%	1.3%	20 879	22 212	23 717	-13.0%	1.3%
Fleet services (including government motor transport)	394	1 151	1 292	2 164	76.4%	0.1%	4 182	4 346	4 492	27.6%	0.2%
Consumables: Stationery, printing and office supplies	3 449	3 637	2 903	6 206	21.6%	0.2%	5 186	5 580	5 823	-2.1%	0.3%
Property payments	774	1 527	2 812	2 620	50.1%	0.1%	24 235	3 516	3 765	12.8%	0.4%
Travel and subsistence	90 290	65 366	85 298	33 410	-28.2%	3.7%	26 223	32 379	34 168	0.8%	1.6%
Interest and rent on land	-	364	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies<sup>1</sup></b>	<b>985 537</b>	<b>940 415</b>	<b>818 814</b>	<b>1 514 034</b>	<b>15.4%</b>	<b>57.2%</b>	<b>1 409 919</b>	<b>1 508 175</b>	<b>1 588 996</b>	<b>1.6%</b>	<b>78.4%</b>
Provinces and municipalities	4 577	-	-	-	-100.0%	0.1%	-	-	-	-	-
Public corporations and private enterprises	7 320	-	-	-	-100.0%	0.1%	-	-	-	-	-
Non-profit institutions	735	-	-	-	-100.0%	-	-	-	-	-	-
Households	972 905	940 415	818 814	1 514 034	15.9%	57.0%	1 409 919	1 508 175	1 588 996	1.6%	78.4%
<b>Payments for capital assets</b>	<b>398 081</b>	<b>599 762</b>	<b>572 950</b>	<b>5 628</b>	<b>-75.8%</b>	<b>21.2%</b>	<b>4 848</b>	<b>3 464</b>	<b>3 625</b>	<b>-13.6%</b>	<b>0.2%</b>
Buildings and other fixed structures	393 474	596 000	566 165	-	-100.0%	20.9%	-	-	-	-	-
Machinery and equipment	4 607	3 762	6 785	5 628	6.9%	0.3%	4 848	3 464	3 625	-13.6%	0.2%
<b>Payments for financial assets</b>	<b>282</b>	<b>1 024</b>	<b>822</b>	<b>-</b>	<b>-100.0%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 800 988</b>	<b>1 921 995</b>	<b>1 814 769</b>	<b>1 907 482</b>	<b>1.9%</b>	<b>100.0%</b>	<b>1 814 515</b>	<b>1 924 483</b>	<b>2 035 460</b>	<b>2.2%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>19.2%</b>	<b>21.1%</b>	<b>18.0%</b>	<b>18.7%</b>	<b>-</b>	<b>-</b>	<b>17.4%</b>	<b>17.4%</b>	<b>17.4%</b>	<b>-</b>	<b>-</b>
<b>Details of transfers and subsidies</b>											
<b>Households</b>											
<b>Social benefits</b>											
<b>Current</b>	<b>296</b>	<b>121</b>	<b>551</b>	<b>13</b>	<b>-64.7%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-100.0%</b>	<b>-</b>
Employee social benefits	296	121	551	13	-64.7%	-	-	-	-	-100.0%	-
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Current</b>	<b>972 609</b>	<b>940 294</b>	<b>818 263</b>	<b>1 514 021</b>	<b>15.9%</b>	<b>57.0%</b>	<b>1 409 919</b>	<b>1 508 175</b>	<b>1 588 996</b>	<b>1.6%</b>	<b>78.4%</b>
Rural Infrastructure Development	193 834	136 119	93 879	795 187	60.1%	16.4%	823 069	871 435	918 579	4.9%	44.4%
National rural youth service corps	531 945	274 273	349 423	355 025	-12.6%	20.3%	273 044	310 507	327 587	-2.6%	16.5%
Rural enterprise and industrial development	246 830	529 902	374 961	363 809	13.8%	20.4%	313 806	326 233	342 830	-2.0%	17.5%



**Table 39.13 Rural Development expenditure trends and estimates by subprogramme and economic classification**

Details of transfers and subsidies	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)		
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20			2020/21	2017/18 - 2020/21
	R thousand												
<b>Non-profit institutions</b>													
<b>Current</b>	735	-	-	-	-100.0%	-	-	-	-	-	-		
Ikageng Self-Help Association for the Blind	735	-	-	-	-100.0%	-	-	-	-	-	-		
<b>Public corporations and private enterprises</b>													
<b>Public corporations</b>													
<b>Other transfers to public corporations</b>													
<b>Current</b>	7 320	-	-	-	-100.0%	0.1%	-	-	-	-	-		
Independent Development Trust	7 320	-	-	-	-100.0%	0.1%	-	-	-	-	-		
<b>Provinces and municipalities</b>													
<b>Municipalities</b>													
<b>Municipal bank accounts</b>													
<b>Current</b>	4 577	-	-	-	-100.0%	0.1%	-	-	-	-	-		
Municipal rates and taxes	4 577	-	-	-	-100.0%	0.1%	-	-	-	-	-		

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

## Personnel information

**Table 39.14 Rural Development personnel numbers and cost by salary level<sup>1</sup>**

Rural Development	Number of posts estimated for 31 March 2018		Number and cost <sup>2</sup> 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 (%)	
			2016/17			2017/18			2018/19			2019/20			2020/21					2017/18 - 2020/21
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	453	29	482	265.0	0.5	496	275.6	0.6	496	296.6	0.6	496	319.9	0.6	496	344.7	0.7	-	100.0%	
1-6	41	1	43	7.8	0.2	47	12.4	0.3	47	13.4	0.3	47	14.5	0.3	47	15.6	0.3	-	9.5%	
7-10	261	2	270	98.8	0.4	274	121.3	0.4	274	130.8	0.5	274	141.3	0.5	274	152.6	0.6	-	55.2%	
11-12	112	14	126	74.1	0.6	128	91.7	0.7	128	98.8	0.8	128	106.8	0.8	128	115.2	0.9	-	25.8%	
13-16	39	1	43	38.0	0.9	47	50.1	1.1	47	53.6	1.1	47	57.3	1.2	47	61.3	1.3	-	9.5%	
Other	-	11	-	46.2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	

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.

### Objective

- Facilitate the restoration of land rights and alternative forms of equitable redress through conducting research, and finalising and settling claims over the medium term.

### 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 39.15 Restitution expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2014/15	2015/16	2016/17		2017/18	2014/15 - 2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21	2017/18 - 2020/21
R thousand											
Restitution National Office	126 909	88 037	90 729	153 219	6.5%	3.8%	147 001	182 911	195 519	8.5%	4.8%
Restitution Regional Offices	610 128	522 978	562 990	477 457	-7.8%	17.8%	461 159	500 967	534 888	3.9%	14.1%
Restitution Grants	2 260 900	2 019 224	2 677 395	2 608 774	4.9%	78.4%	2 762 864	2 919 712	3 080 296	5.7%	81.1%
<b>Total</b>	<b>2 997 937</b>	<b>2 630 239</b>	<b>3 331 114</b>	<b>3 239 450</b>	<b>2.6%</b>	<b>100.0%</b>	<b>3 371 024</b>	<b>3 603 590</b>	<b>3 810 703</b>	<b>5.6%</b>	<b>100.0%</b>
Change to 2017 Budget estimate				(7 934)			(70 276)	(47 564)	(49 015)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>453 347</b>	<b>491 912</b>	<b>524 274</b>	<b>615 228</b>	<b>10.7%</b>	<b>17.1%</b>	<b>599 481</b>	<b>674 782</b>	<b>720 824</b>	<b>5.4%</b>	<b>18.6%</b>
Compensation of employees	255 323	304 738	325 509	346 884	10.8%	10.1%	368 976	398 031	429 379	7.4%	11.0%
Goods and services <sup>1</sup>	192 660	185 959	198 138	268 344	11.7%	6.9%	230 505	276 751	291 445	2.8%	7.6%
of which:											
Communication	12 159	11 062	12 199	10 247	-5.5%	0.4%	11 750	12 077	12 653	7.3%	0.3%
Consultants: Business and advisory services	17 903	12 654	21 864	101 958	78.6%	1.3%	86 476	118 002	127 156	7.6%	3.1%
Legal services	32 443	–	2 277	24 495	-8.9%	0.5%	18 704	20 259	21 900	-3.7%	0.6%
Agency and support/outsource services	6 991	7 880	11 742	13 270	23.8%	0.3%	17 664	21 622	21 854	18.1%	0.5%
Property payments	5 792	5 963	1 779	10 592	22.3%	0.2%	11 333	12 276	12 687	6.2%	0.3%
Travel and subsistence	46 775	43 228	6 538	31 680	-12.2%	1.1%	28 020	33 590	34 787	3.2%	0.9%
Interest and rent on land	5 364	1 215	627	–	-100.0%	0.1%	–	–	–	–	–
<b>Transfers and subsidies<sup>1</sup></b>	<b>2 278 729</b>	<b>2 039 371</b>	<b>2 687 628</b>	<b>2 619 471</b>	<b>4.8%</b>	<b>78.9%</b>	<b>2 769 216</b>	<b>2 926 413</b>	<b>3 087 360</b>	<b>5.6%</b>	<b>81.3%</b>
Provinces and municipalities	17 404	19 071	9 560	10 393	-15.8%	0.5%	6 029	6 360	6 704	-13.6%	0.2%
Households	2 261 325	2 020 300	2 678 068	2 609 078	4.9%	78.4%	2 763 187	2 920 053	3 080 656	5.7%	81.1%
<b>Payments for capital assets</b>	<b>264 843</b>	<b>97 869</b>	<b>112 343</b>	<b>4 751</b>	<b>-73.8%</b>	<b>3.9%</b>	<b>2 327</b>	<b>2 395</b>	<b>2 519</b>	<b>-19.1%</b>	<b>0.1%</b>
Machinery and equipment	38 161	7 314	7 940	4 751	-50.1%	0.5%	2 327	2 395	2 519	-19.1%	0.1%
Land and sub-soil assets	226 682	90 555	104 403	–	-100.0%	3.5%	–	–	–	–	–
<b>Payments for financial assets</b>	<b>1 018</b>	<b>1 087</b>	<b>6 869</b>	<b>–</b>	<b>-100.0%</b>	<b>0.1%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total</b>	<b>2 997 937</b>	<b>2 630 239</b>	<b>3 331 114</b>	<b>3 239 450</b>	<b>2.6%</b>	<b>100.0%</b>	<b>3 371 024</b>	<b>3 603 590</b>	<b>3 810 703</b>	<b>5.6%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>31.9%</b>	<b>28.8%</b>	<b>33.1%</b>	<b>31.8%</b>	<b>–</b>	<b>–</b>	<b>32.3%</b>	<b>32.6%</b>	<b>32.6%</b>	<b>–</b>	<b>–</b>
<b>Details of transfers and subsidies</b>											
<b>Households</b>											
<b>Social benefits</b>											
<b>Current</b>	<b>425</b>	<b>666</b>	<b>482</b>	<b>304</b>	<b>-10.6%</b>	<b>–</b>	<b>323</b>	<b>341</b>	<b>360</b>	<b>5.8%</b>	<b>–</b>
Employee social benefits	425	666	482	304	-10.6%	–	323	341	360	5.8%	–
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Current</b>	<b>–</b>	<b>410</b>	<b>191</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Employee social benefits	–	410	191	–	–	–	–	–	–	–	–
<b>Capital</b>	<b>2 260 900</b>	<b>2 019 224</b>	<b>2 677 395</b>	<b>2 608 774</b>	<b>4.9%</b>	<b>78.4%</b>	<b>2 762 864</b>	<b>2 919 712</b>	<b>3 080 296</b>	<b>5.7%</b>	<b>81.1%</b>
Restitution grants	2 260 900	2 019 224	2 677 395	2 608 774	4.9%	78.4%	2 762 864	2 919 712	3 080 296	5.7%	81.1%
<b>Provinces and municipalities</b>											
<b>Municipalities</b>											
<b>Municipal bank accounts</b>											
<b>Current</b>	<b>17 404</b>	<b>19 071</b>	<b>9 560</b>	<b>10 393</b>	<b>-15.8%</b>	<b>0.5%</b>	<b>6 029</b>	<b>6 360</b>	<b>6 704</b>	<b>-13.6%</b>	<b>0.2%</b>
Vehicle licences	17 404	19 071	9 560	470	-70.0%	0.4%	244	252	260	-17.9%	–
Municipal rates and taxes	–	–	–	9 923	–	0.1%	5 785	6 108	6 444	-13.4%	0.2%

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

## Personnel information

**Table 39.16 Restitution personnel numbers and cost by salary level<sup>1</sup>**

Number of posts estimated for 31 March 2018			Number and cost <sup>2</sup> of personnel posts filled / planned for on funded establishment												Number				
Restitution Salary level	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 (%)			
			2016/17			2017/18			2018/19		2019/20		2020/21						
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			2017/18 - 2020/21		
	718	14	735	325.5	0.4	745	342.4	0.5	745	369.0	0.5	745	398.0	0.5	745	429.4	0.6	-	100.0%
1 – 6	224	2	228	57.9	0.3	232	63.1	0.3	232	68.1	0.3	232	73.5	0.3	232	79.4	0.3	-	31.1%
7 – 10	398	6	410	176.7	0.4	412	190.7	0.5	412	205.8	0.5	412	222.2	0.5	412	240.0	0.6	-	55.3%
11 – 12	62	-	62	50.4	0.8	63	48.6	0.8	63	52.5	0.8	63	56.7	0.9	63	61.2	1.0	-	8.5%
13 – 16	34	-	35	36.0	1.0	38	39.9	1.1	38	42.7	1.1	38	45.6	1.2	38	48.8	1.3	-	5.1%
Other	-	6	-	4.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

- Promote equitable land redistribution and agricultural development by acquiring 284 450 hectares of strategically located land by March 2020.
- Support the agrarian transformation and comprehensive farm development through the provision of land and farming equipment and seeds to smallholder farmers and land reform beneficiaries by March 2020.

### 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 department's proactive land acquisition strategy.
- *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 Provision of Land and Assistance Act (1993). This subprogramme's total budget is 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 39.17 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 (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R thousand											
Land Redistribution and Development	223 844	363 723	253 612	261 677	5.3%	10.7%	273 064	306 950	324 089	7.4%	10.3%
Land Tenure and Administration	331 942	246 526	474 819	407 555	7.1%	14.2%	394 559	427 112	459 788	4.1%	14.9%
Land Reform Grants	295 487	571 234	381 416	538 078	22.1%	17.3%	568 296	603 556	637 849	5.8%	20.7%
KwaZulu-Natal Ingonyama Trust Board	17 294	18 069	18 788	19 727	4.5%	0.7%	20 349	21 489	22 671	4.7%	0.7%
Agricultural Land Holding Account	1 613 529	1 342 027	1 502 117	1 348 397	-5.8%	56.3%	1 326 457	1 406 697	1 484 174	3.2%	49.0%
Office of Valuer General	–	5 484	14 300	64 806	–	0.8%	141 126	142 127	147 481	31.5%	4.4%
<b>Total</b>	<b>2 482 096</b>	<b>2 547 063</b>	<b>2 645 052</b>	<b>2 640 240</b>	<b>2.1%</b>	<b>100.0%</b>	<b>2 723 851</b>	<b>2 907 931</b>	<b>3 076 052</b>	<b>5.2%</b>	<b>100.0%</b>
Change to 2017 Budget estimate				12 017			(35 659)	(31 873)	(33 036)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>445 245</b>	<b>542 997</b>	<b>609 015</b>	<b>579 350</b>	<b>9.2%</b>	<b>21.1%</b>	<b>597 466</b>	<b>658 818</b>	<b>704 429</b>	<b>6.7%</b>	<b>22.4%</b>
Compensation of employees	239 505	279 153	308 928	334 982	11.8%	11.3%	358 036	386 179	416 536	7.5%	13.2%
Goods and services <sup>1</sup>	205 507	263 343	300 026	244 368	5.9%	9.8%	239 430	272 639	287 893	5.6%	9.2%
of which:											
Administrative fees	2 676	6 906	10 993	10 700	58.7%	0.3%	18 787	19 168	20 318	23.8%	0.6%
Communication	16 751	15 807	20 792	13 419	-7.1%	0.6%	12 848	14 143	14 838	3.4%	0.5%
Consultants: Business and advisory services	1 848	11 522	1 645	21 907	128.0%	0.4%	32 313	42 154	44 773	26.9%	1.2%
Legal services	87 345	124 007	–	74 255	-5.3%	2.8%	77 368	83 017	87 218	5.5%	2.8%
Consumables: Stationery, printing and office supplies	3 921	5 147	5 580	10 820	40.3%	0.2%	10 108	11 273	10 476	-1.1%	0.4%
Travel and subsistence	54 228	43 913	49	40 176	-9.5%	1.3%	36 471	44 811	47 231	5.5%	1.5%
Interest and rent on land	233	501	61	–	-100.0%	–	–	–	–	–	–
<b>Transfers and subsidies<sup>1</sup></b>	<b>2 030 092</b>	<b>1 994 783</b>	<b>2 023 070</b>	<b>2 055 916</b>	<b>0.4%</b>	<b>78.6%</b>	<b>2 123 025</b>	<b>2 245 563</b>	<b>2 367 802</b>	<b>4.8%</b>	<b>77.5%</b>
Provinces and municipalities	103 614	57 652	105 740	84 559	-6.5%	3.4%	66 709	71 601	75 529	-3.7%	2.6%
Departmental agencies and accounts	1 630 827	1 365 580	1 535 207	1 432 930	-4.2%	57.8%	1 487 932	1 570 313	1 654 326	4.9%	54.2%
Public corporations and private enterprises	–	–	–	1	–	–	1	1	1	–	–
Households	295 651	571 551	382 123	538 426	22.1%	17.3%	568 383	603 648	637 946	5.8%	20.7%
<b>Payments for capital assets</b>	<b>6 265</b>	<b>8 929</b>	<b>12 343</b>	<b>4 974</b>	<b>-7.4%</b>	<b>0.3%</b>	<b>3 360</b>	<b>3 550</b>	<b>3 821</b>	<b>-8.4%</b>	<b>0.1%</b>
Buildings and other fixed structures	–	92	–	–	–	–	–	–	–	–	–
Machinery and equipment	6 265	8 837	12 343	4 974	-7.4%	0.3%	3 360	3 550	3 821	-8.4%	0.1%
<b>Payments for financial assets</b>	<b>494</b>	<b>354</b>	<b>624</b>	<b>–</b>	<b>-100.0%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total</b>	<b>2 482 096</b>	<b>2 547 063</b>	<b>2 645 052</b>	<b>2 640 240</b>	<b>2.1%</b>	<b>100.0%</b>	<b>2 723 851</b>	<b>2 907 931</b>	<b>3 076 052</b>	<b>5.2%</b>	<b>100.0%</b>
Proportion of total programme expenditure to vote expenditure	26.4%	27.9%	26.3%	25.9%	–	–	26.1%	26.3%	26.3%	–	–
<b>Details of transfers and subsidies</b>											
<b>Households</b>											
<b>Social benefits</b>											
<b>Current</b>	<b>164</b>	<b>317</b>	<b>707</b>	<b>348</b>	<b>28.5%</b>	<b>–</b>	<b>87</b>	<b>92</b>	<b>97</b>	<b>-34.7%</b>	<b>–</b>
Employee social benefits	164	317	707	348	28.5%	–	87	92	97	-34.7%	–
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Capital</b>	<b>295 487</b>	<b>571 234</b>	<b>381 416</b>	<b>538 078</b>	<b>22.1%</b>	<b>17.3%</b>	<b>568 296</b>	<b>603 556</b>	<b>637 849</b>	<b>5.8%</b>	<b>20.7%</b>
Land reform grants: Land redistribution payments	–	–	380 171	46 216	–	4.1%	472 007	498 785	527 043	125.1%	13.6%
Land reform grants: Land tenure payments	295 487	571 234	1 245	491 862	18.5%	13.2%	96 289	104 771	110 806	-39.2%	7.1%
<b>Departmental agencies and accounts</b>											
<b>Departmental agencies (non-business entities)</b>											
<b>Current</b>	<b>1 630 827</b>	<b>1 365 580</b>	<b>1 535 207</b>	<b>1 432 930</b>	<b>-4.2%</b>	<b>57.8%</b>	<b>1 487 932</b>	<b>1 570 313</b>	<b>1 654 326</b>	<b>4.9%</b>	<b>54.2%</b>
South African Broadcasting Corporation	4	–	2	–	-100.0%	–	–	–	–	–	–
KwaZulu-Natal Ingonyama Trust Board	17 294	18 069	18 788	19 727	4.5%	0.7%	20 349	21 489	22 671	4.7%	0.7%
Agricultural land holding account	1 613 529	1 342 027	1 502 117	1 348 397	-5.8%	56.3%	1 326 457	1 406 697	1 484 174	3.2%	49.0%
Office of the Valuer General	–	5 484	14 300	64 806	–	0.8%	141 126	142 127	147 481	31.5%	4.4%

**Table 39.17 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						2017/18	2018/19	2019/20		
R thousand	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21	2017/18 - 2020/21
<b>Public corporations and private enterprises</b>										
<b>Public corporations</b>										
<b>Other transfers to public corporations</b>										
<b>Current</b>	-	-	-	1	-	1	1	1	-	-
Land reform empowerment facility	-	-	-	1	-	1	1	1	-	-
<b>Provinces and municipalities</b>										
<b>Municipalities</b>										
<b>Municipal bank accounts</b>										
<b>Current</b>	103 614	57 652	105 740	84 559	-6.5%	3.4%	66 709	71 601	75 529	-3.7%
Vehicle licenses	-	-	-	33	-	-	-	-	-	-100.0%
Rates and taxes	103 614	57 652	105 740	84 526	-6.6%	3.4%	66 709	71 601	75 529	-3.7%

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

## Personnel information

**Table 39.18 Land Reform personnel numbers and cost by salary level<sup>1</sup>**

Number of posts estimated for 31 March 2018		Number and cost <sup>2</sup> 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 (%)				
		2016/17			2017/18			2018/19		2019/20				2020/21			
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	
<b>Land Reform</b>																	
<b>Salary level</b>	<b>597</b>	<b>9</b>	<b>617</b>	<b>308.9</b>	<b>0.5</b>	<b>633</b>	<b>332.3</b>	<b>0.5</b>	<b>633</b>	<b>358.0</b>	<b>0.6</b>	<b>633</b>	<b>386.2</b>	<b>0.6</b>	<b>633</b>	<b>416.5</b>	<b>0.7</b>
1 – 6	54	4	62	15.0	0.2	62	16.7	0.3	62	18.0	0.3	62	19.5	0.3	62	21.0	0.3
7 – 10	415	4	425	182.4	0.4	429	195.8	0.5	429	211.2	0.5	429	228.1	0.5	429	246.3	0.6
11 – 12	97	-	98	75.0	0.8	100	76.2	0.8	100	82.2	0.8	100	88.8	0.9	100	95.9	1.0
13 – 16	31	-	32	36.1	1.1	42	43.6	1.0	42	46.5	1.1	42	49.8	1.2	42	53.3	1.3
Other	-	1	-	0.5	-	-	-	-	-	-	-	-	-	-	-	-	-

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

2. Rand million.

## Entities<sup>1</sup>

### Agricultural land holding account

#### Mandate

The agricultural land holding account was established in terms of the Provision of Land and Assistance Act (1993). Section 10(1)(a) gives legal effect to the proactive acquisition of land, where the Minister of Rural Development and Land Reform is empowered to acquire land. The entity's main strategic objective over the medium term is to ensure that there is greater access to and more productive use of land, as well as to acquire land for redistribution to beneficiaries of land reform.

<sup>1</sup> This section has been compiled with the latest available information from the entities concerned.

**Selected performance indicators****Table 39.19 Agricultural land holding account performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of hectares acquired per year	Increased access to productive use of land	Outcome 7: Comprehensive rural development and land reform	354 802	242 556	87 153	85 568	81 000	85 500	105 098
Number of farms acquired through strengthening relative rights policy per year	Increased access to productive use of land		-1	-1	-1	18	18	18	18
Number of households participating in One Household One Hectare initiative per year	Increased access to productive use of land		-1	-1	-1	5 000	5 775	6 064	4 661

1. No historical data available.

**Expenditure analysis**

The agricultural land holding account promotes agricultural development in line with the NDP'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.

Over the medium term, 128 138 hectares of land are intended to be acquired through the account and allocated to smallholder farmers, and 256 275 hectares of strategically located land are intended to be acquired for redistribution, at a cost of R1.4 billion. At a projected cost of R934 million over the MTEF period, 34 520 hectares are expected to be acquired through the account to implement the 50/50 share ownership scheme, an internal department policy that is aimed at facilitating the co-ownership of land between farm owners and farm workers, farm dwellers and labour tenants. In the period between 2014/15 and 2016/17, 684 511 hectares of land were acquired through the account at a cost of R2.8 billion. Over the medium term, 319 farms are expected to be placed under recapitalisation on the acquired land at a cost of R1 billion.

The department is expected to transfer R4.2 billion to the account over the MTEF period, while rent on land and interest earned are expected to amount to R457.9 million over the same period.

**Programmes/objectives/activities****Table 39.20 Agricultural land holding account expenditure trends and estimates by programme/objective/activity**

	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R thousand					2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21	
Administration	387 864	432 405	594 454	706 536	22.1%	100.0%	521 182	1 059 198	1 243 466	20.7%	100.0%
<b>Total</b>	<b>387 864</b>	<b>432 405</b>	<b>594 454</b>	<b>706 536</b>	<b>22.1%</b>	<b>100.0%</b>	<b>521 182</b>	<b>1 059 198</b>	<b>1 243 466</b>	<b>20.7%</b>	<b>100.0%</b>

**Statements of historical financial performance and position****Table 39.21 Agricultural land holding account statements of historical financial performance and position**

Statement of financial performance	Budget		Audited outcome		Budget		Audited outcome		Average: Outcome/Budget (%)
	2014/15	2015/16	2015/16	2017/18	2016/17	2017/18	2017/18		
R thousand									
<b>Revenue</b>									
<b>Non-tax revenue</b>	<b>120 419</b>	<b>70 969</b>	<b>407 004</b>	<b>82 421</b>	<b>372 900</b>	<b>104 952</b>	<b>77 228</b>	<b>202 649</b>	<b>47.2%</b>
Other non-tax revenue	120 419	70 969	407 004	82 421	372 900	104 952	77 228	202 649	47.2%
<b>Transfers received</b>	<b>1 934 628</b>	<b>1 613 529</b>	<b>1 342 027</b>	<b>1 342 027</b>	<b>1 502 117</b>	<b>1 502 117</b>	<b>1 419 601</b>	<b>1 348 397</b>	<b>93.7%</b>
<b>Total revenue</b>	<b>2 055 047</b>	<b>1 684 498</b>	<b>1 749 031</b>	<b>1 424 448</b>	<b>1 875 017</b>	<b>1 607 069</b>	<b>1 496 829</b>	<b>1 551 046</b>	<b>87.3%</b>
<b>Expenses</b>									
<b>Current expenses</b>	<b>301 433</b>	<b>387 864</b>	<b>214 988</b>	<b>432 405</b>	<b>496 875</b>	<b>276 135</b>	<b>413 779</b>	<b>371 870</b>	<b>102.9%</b>
Goods and services	301 433	348 918	167 916	389 066	448 861	227 369	363 364	322 591	100.5%
Depreciation	-	38 097	47 072	42 797	48 014	46 506	50 415	49 279	121.4%
Interest, dividends and rent on land	-	849	-	542	-	2 260	-	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>-</b>	<b>675 119</b>	<b>-</b>	<b>420 000</b>	<b>318 319</b>	<b>327 882</b>	<b>334 666</b>	<b>45.9%</b>
<b>Total expenses</b>	<b>301 433</b>	<b>387 864</b>	<b>890 107</b>	<b>432 405</b>	<b>916 875</b>	<b>594 454</b>	<b>741 661</b>	<b>706 536</b>	<b>74.4%</b>
<b>Surplus/(Deficit)</b>	<b>1 753 614</b>	<b>1 296 634</b>	<b>858 924</b>	<b>992 043</b>	<b>958 142</b>	<b>1 012 615</b>	<b>755 168</b>	<b>844 510</b>	

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

Statement of financial position	2014/15		2015/16		2016/17		2017/18		Average: Outcome/ Budget (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
R thousand	2014/15		2015/16		2016/17		2017/18		2014/15 - 2017/18
Carrying value of assets	12 377 514	10 300 267	11 158 098	11 217 847	13 061 684	11 843 109	14 009 555	11 877 657	89.4%
of which:									
Acquisition of assets	(1 753 614)	(1 203 021)	(850 765)	(990 103)	(664 117)	(679 581)	(422 871)	(515 017)	91.8%
Investments	252 106	250 178	265 336	265 424	284 229	295 404	306 181	316 613	101.8%
Receivables and prepayments	405 253	164 955	605 386	247 427	884 733	646 170	313 115	675 939	78.5%
Cash and cash equivalents	305 496	279 048	291 587	181 248	(86 915)	257 617	78 390	131 083	144.3%
<b>Total assets</b>	<b>13 340 369</b>	<b>10 994 448</b>	<b>12 320 407</b>	<b>11 911 946</b>	<b>14 143 731</b>	<b>13 042 300</b>	<b>14 707 241</b>	<b>13 001 292</b>	<b>89.8%</b>
Accumulated surplus/(deficit)	13 320 804	10 916 727	12 258 706	11 782 469	14 121 749	12 795 085	14 683 941	12 977 992	89.1%
Trade and other payables	19 565	46 314	61 701	129 413	21 982	16 059	23 300	23 300	170.0%
Derivatives financial instruments	–	31 407	–	64	–	231 156	–	–	–
<b>Total equity and liabilities</b>	<b>13 340 369</b>	<b>10 994 448</b>	<b>12 320 407</b>	<b>11 911 946</b>	<b>14 143 731</b>	<b>13 042 300</b>	<b>14 707 241</b>	<b>13 001 292</b>	<b>89.8%</b>

**Statements of estimates of financial performance and position****Table 39.22 Agricultural land holding account statements of estimates of financial performance and position**

Statement of financial performance	Revised estimate	Average growth rate (%)	Average: Expen- diture/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expen- diture/ Total (%)
				2017/18	2014/15 - 2017/18	2018/19		
R thousand	2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21	
<b>Revenue</b>								
Non-tax revenue	202 649	41.9%	7.4%	372 826	158 397	212 112	1.5%	14.4%
Other non-tax revenue	202 649	41.9%	7.4%	372 826	158 397	212 112	1.5%	14.4%
<b>Transfers received</b>	<b>1 348 397</b>	<b>-5.8%</b>	<b>92.6%</b>	<b>1 326 457</b>	<b>1 406 697</b>	<b>1 484 174</b>	<b>3.2%</b>	<b>85.6%</b>
<b>Total revenue</b>	<b>1 551 046</b>	<b>-2.7%</b>	<b>100.0%</b>	<b>1 699 283</b>	<b>1 565 094</b>	<b>1 696 286</b>	<b>3.0%</b>	<b>100.0%</b>
<b>Expenses</b>								
Current expenses	371 870	-1.4%	74.8%	384 889	680 725	843 796	31.4%	64.7%
Goods and services	322 591	-2.6%	66.0%	332 160	623 251	781 149	34.3%	57.8%
Depreciation	49 279	9.0%	8.6%	52 729	57 474	62 647	8.3%	6.9%
Transfers and subsidies	334 666	–	25.2%	136 293	378 473	399 670	6.1%	35.3%
<b>Total expenses</b>	<b>706 536</b>	<b>22.1%</b>	<b>100.0%</b>	<b>521 182</b>	<b>1 059 198</b>	<b>1 243 466</b>	<b>20.7%</b>	<b>100.0%</b>
<b>Surplus/(Deficit)</b>	<b>844 510</b>			<b>1 178 101</b>	<b>505 896</b>	<b>452 820</b>		
<b>Statement of financial position</b>								
Carrying value of assets	11 877 657	4.9%	92.5%	13 945 534	14 923 995	15 963 328	10.4%	93.0%
of which:								
Acquisition of assets	(515 017)	-24.6%	-7.1%	(871 873)	(595 593)	(625 370)	6.7%	-4.3%
Investments	316 613	8.2%	2.3%	352 447	352 447	378 677	6.1%	2.3%
Receivables and prepayments	675 939	60.0%	3.4%	836 932	156 520	732 516	2.7%	4.0%
Cash and cash equivalents	131 083	-22.3%	1.8%	73 716	110 267	115 730	-4.1%	0.7%
<b>Total assets</b>	<b>13 001 292</b>	<b>5.7%</b>	<b>100.0%</b>	<b>15 208 629</b>	<b>15 543 229</b>	<b>17 190 251</b>	<b>9.8%</b>	<b>100.0%</b>
Accumulated surplus/(deficit)	12 977 992	5.9%	99.0%	15 183 978	15 517 099	17 165 427	9.8%	99.8%
Trade and other payables	23 300	-20.5%	0.5%	24 651	26 130	24 824	2.1%	0.2%
<b>Total equity and liabilities</b>	<b>13 001 292</b>	<b>5.7%</b>	<b>100.0%</b>	<b>15 208 629</b>	<b>15 543 229</b>	<b>17 190 251</b>	<b>9.8%</b>	<b>100.0%</b>

**KwaZulu-Natal Ingonyama Trust Board****Mandate**

The KwaZulu-Natal Ingonyama Trust Act (1994) makes provision for 2.8 million hectares of land 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 the act.



**Selected performance indicators****Table 39.23 KwaZulu-Natal Ingonyama Trust Board performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of tenure rights approved by the board per year	Land and property management	Outcome 7: Comprehensive rural development and land reform	1 100	610	1 058	1 400	1 450	1 500	1 550
Number of agricultural projects approved by the board per year	Economic and business development		-1	12	12	12	12	12	12
Number of educational awards granted per year	Economic and business development	Outcome 5: A skilled and capable workforce to support an inclusive growth path	-1	78	110	120	130	140	150

1. No historical data available.

**Expenditure analysis**

Over the medium term, the KwaZulu-Natal Ingonyama Trust Board intends to 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 2014-2019 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 in KwaZulu-Natal. Over the MTEF period, the board expects to ensure optimal land management by approving 4 500 land tenure rights to communities in the province, at a projected cost of R30.6 million. R174 million over the medium term is expected to be made available to beneficiary communities for community projects in terms of the disbursement policy, subject to the generation of revenue.

The board has a staff complement of 65, with spending on compensation of employees comprising an average of 10.2 per cent of the board's total expenditure over the MTEF period. Spending on compensation of employees is expected to increase at an average annual rate of 5.1 per cent, from R27.5 million in 2017/18 to R31.9 million in 2020/21, due to adjustments related to increases in the cost of living.

The board's revenue is derived through transfers from the department, and from special projects and rental income. Over the MTEF period, 57.8 per cent (R558 million) of revenue is expected from special projects such as the formulation of settlements, 35.4 per cent (R342.5 million) from rental income, and 6.5 per cent (R64.5 million) through transfers from the department. Revenue is used mainly to fund operational expenses, such as compensation of employees, audit fees, security services and electricity.

**Programmes/objectives/activities****Table 39.24 KwaZulu-Natal Ingonyama Trust Board expenditure trends and estimates by programme/objective/activity**

	Audited outcome				Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21	2020/21	
R thousand												
Administration	54 341	110 147	121 261	178 180	48.6%	70.7%	254 511	284 889	189 941	2.2%	76.6%	
Land and property management	538	599	324	4 335	100.5%	0.8%	17 000	6 645	7 010	17.4%	2.9%	
Economic and business development	-	1 785	4 292	11 000	-	2.1%	2 000	6 330	6 678	-15.3%	2.4%	
Traditional council support	29 116	43 640	45 067	38 967	10.2%	26.4%	29 841	48 370	95 593	34.9%	18.1%	
<b>Total</b>	<b>83 995</b>	<b>156 171</b>	<b>170 944</b>	<b>232 482</b>	<b>40.4%</b>	<b>100.0%</b>	<b>303 352</b>	<b>346 234</b>	<b>299 222</b>	<b>8.8%</b>	<b>100.0%</b>	

**Statements of historical financial performance and position****Table 39.25 KwaZulu-Natal Ingonyama Trust Board statements of historical financial performance and position**

Statement of financial performance									
	Audited outcome		Audited outcome		Audited outcome		Budget estimate	Revised estimate	Average: Outcome/Budget (%)
	Budget	2014/15	Budget	2015/16	Budget	2016/17	2017/18	2017/18	2014/15 - 2017/18
R thousand									
<b>Revenue</b>									
Non-tax revenue	47 379	83 788	70 348	121 960	96 876	128 494	110 862	212 689	168.0%
Other non-tax revenue	47 379	83 788	70 348	121 960	96 876	128 494	110 862	212 689	168.0%
Transfers received	7 950	17 294	17 294	18 069	18 788	18 788	19 727	19 793	116.0%
<b>Total revenue</b>	<b>55 329</b>	<b>101 082</b>	<b>87 642</b>	<b>140 029</b>	<b>115 664</b>	<b>147 282</b>	<b>130 589</b>	<b>232 482</b>	<b>159.5%</b>



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

Statement of financial performance									
R thousand	Audited		Audited		Audited		Revised		Average: Outcome/ Budget (%)
	Budget	outcome	Budget	outcome	Budget	outcome	estimate	estimate	
	2014/15		2015/16		2016/17		2017/18		2014/15 - 2017/18
<b>Expenses</b>									
<b>Current expenses</b>	<b>55 329</b>	<b>83 995</b>	<b>87 642</b>	<b>156 171</b>	<b>115 664</b>	<b>170 944</b>	<b>130 216</b>	<b>232 482</b>	<b>165.5%</b>
Compensation of employees	14 637	17 118	19 107	18 051	21 548	21 767	26 825	27 522	102.9%
Goods and services	37 637	63 888	65 021	134 951	90 427	145 660	99 702	201 078	186.3%
Depreciation	3 055	2 989	3 514	3 169	3 689	3 517	3 689	3 882	97.2%
<b>Total expenses</b>	<b>55 329</b>	<b>83 995</b>	<b>87 642</b>	<b>156 171</b>	<b>115 664</b>	<b>170 944</b>	<b>130 216</b>	<b>232 482</b>	<b>165.5%</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>17 087</b>	<b>-</b>	<b>(16 142)</b>	<b>-</b>	<b>(23 662)</b>	<b>373</b>	<b>-</b>	
<b>Statement of financial position</b>									
Carrying value of assets	40 201	45 821	55 214	50 498	57 975	46 961	60 873	64 891	97.2%
<i>of which:</i>									
Acquisition of assets	-	(5 000)	(4 733)	(5 498)	(20 000)	(639)	(2 000)	(21 800)	123.2%
Receivables and prepayments	87 000	205 995	82 650	327 660	100 426	419 509	99 053	440 484	377.6%
Cash and cash equivalents	169 401	184 939	178 336	191 444	187 253	198 870	196 615	208 813	107.2%
<b>Total assets</b>	<b>296 602</b>	<b>436 755</b>	<b>316 200</b>	<b>569 602</b>	<b>345 654</b>	<b>665 340</b>	<b>356 541</b>	<b>714 188</b>	<b>181.4%</b>
Accumulated surplus/(deficit)	99 102	127 911	108 825	26 355	127 911	4 001	127 911	33 243	41.3%
Capital and reserves	-	-	-	526 668.0	-	639 591.0	-	662 967.0	-
Trade and other payables	12 500	16 206	13 125	16 579	13 781	17 754	14 470	15 978	123.5%
Taxation	-	-	-	-	-	3 994	-	2 000	-
Provisions	185 000	292 638	194 250	-	203 962	-	214 160	-	36.7%
<b>Total equity and liabilities</b>	<b>296 602</b>	<b>436 755</b>	<b>316 200</b>	<b>569 602</b>	<b>345 654</b>	<b>665 340</b>	<b>356 541</b>	<b>714 188</b>	<b>181.4%</b>

**Statements of estimates of financial performance and position****Table 39.26 KwaZulu-Natal Ingonyama Trust Board statements of estimates of financial performance and position**

Statement of financial performance									
R thousand	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)	
				2017/18	2014/15 - 2017/18	2018/19			2019/20
<b>Revenue</b>									
<b>Non-tax revenue</b>	<b>212 689</b>	<b>36.4%</b>	<b>87.2%</b>	<b>312 245</b>	<b>372 465</b>	<b>371 445</b>	<b>20.4%</b>	<b>93.5%</b>	
Other non-tax revenue	212 689	36.4%	87.2%	312 245	372 465	371 445	20.4%	93.5%	
<b>Transfers received</b>	<b>19 793</b>	<b>4.6%</b>	<b>12.8%</b>	<b>20 349</b>	<b>21 489</b>	<b>22 671</b>	<b>4.6%</b>	<b>6.5%</b>	
<b>Total revenue</b>	<b>232 482</b>	<b>32.0%</b>	<b>100.0%</b>	<b>332 594</b>	<b>393 954</b>	<b>394 116</b>	<b>19.2%</b>	<b>100.0%</b>	
<b>Expenses</b>									
<b>Current expenses</b>	<b>232 482</b>	<b>40.4%</b>	<b>100.0%</b>	<b>303 352</b>	<b>346 234</b>	<b>299 222</b>	<b>8.8%</b>	<b>100.0%</b>	
Compensation of employees	27 522	17.2%	14.1%	28 675	30 252	31 916	5.1%	10.2%	
Goods and services	201 078	46.5%	83.5%	270 586	311 666	262 752	9.3%	88.4%	
Depreciation	3 882	9.1%	2.3%	4 091	4 316	4 554	5.5%	1.4%	
<b>Total expenses</b>	<b>232 482</b>	<b>40.4%</b>	<b>100.0%</b>	<b>303 352</b>	<b>346 234</b>	<b>299 222</b>	<b>8.8%</b>	<b>100.0%</b>	
<b>Surplus/(Deficit)</b>	<b>-</b>			<b>29 242</b>	<b>47 720</b>	<b>94 894</b>			
<b>Statement of financial position</b>									
Carrying value of assets	64 891	12.3%	8.9%	80 013	94 734	94 045	13.2%	10.6%	
<i>of which:</i>									
Acquisition of assets	(21 800)	63.4%	-1.3%	(19 200)	(19 026)	(3 852)	-43.9%	-2.1%	
Receivables and prepayments	440 484	28.8%	57.4%	462 508	485 634	509 915	5.0%	60.6%	
Cash and cash equivalents	208 813	4.1%	33.8%	219 254	230 216	241 727	5.0%	28.8%	
<b>Total assets</b>	<b>714 188</b>	<b>17.8%</b>	<b>100.0%</b>	<b>761 775</b>	<b>810 584</b>	<b>845 687</b>	<b>5.8%</b>	<b>100.0%</b>	
Accumulated surplus/(deficit)	33 243	-36.2%	9.8%	80 964	175 858	275 842	102.5%	17.4%	
Capital and reserves	662 967.0	-	70.4%	664 330.0	619 583.0	555 897.0	-5.7%	80.6%	
Trade and other payables	15 978	-0.5%	2.9%	14 381	12 943	11 648	-10.0%	1.8%	
Taxation	2 000	-	0.2%	2 100	2 200	2 300	4.8%	0.3%	
<b>Total equity and liabilities</b>	<b>714 188</b>	<b>17.8%</b>	<b>100.0%</b>	<b>761 775</b>	<b>810 584</b>	<b>845 687</b>	<b>5.8%</b>	<b>100.0%</b>	

## Personnel information

**Table 39.27 KwaZulu-Natal Ingonyama Trust Board personnel numbers and cost by salary level**

Number of posts estimated for 31 March 2018		Number and cost <sup>1</sup> 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 (%)				
		2016/17		Unit cost	2017/18		Unit cost	2018/19		Unit cost	2019/20		Unit cost			2020/21		Unit cost	
KwaZulu-Natal Ingonyama Trust Board		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2017/18 - 2020/21		
Salary level	65	65	57	21.8	0.4	65	27.5	0.4	65	28.7	0.4	65	30.3	0.5	65	31.9	0.5	5.1%	100.0%
1 – 6	11	11	8	1.5	0.2	11	2.3	0.2	11	2.5	0.2	11	2.5	0.2	11	2.7	0.2	4.4%	16.9%
7 – 10	47	47	43	14.5	0.3	47	17.5	0.4	47	18.0	0.4	47	19.5	0.4	47	20.8	0.4	6.1%	72.3%
11 – 12	4	4	4	3.2	0.8	4	3.5	0.9	4	3.7	0.9	4	3.8	0.9	4	3.9	1.0	3.9%	6.2%
13 – 16	3	3	2	2.6	1.3	3	4.3	1.4	3	4.4	1.5	3	4.5	1.5	3	4.5	1.5	2.1%	4.6%

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 trading account contributes to effective land planning, administration and property registration.

### Selected performance indicators

**Table 39.28 Registration of deeds trading account performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of properties registered per year	Registration of title deeds	Outcome 7: Comprehensive rural development and land reform	961 518	994 566	1 002 930	996 975	1 011 929	1 027 108	1 042 515

### Expenditure analysis

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

Over the medium term, the entity plans to: increase the number of properties registered per year by implementing an integrated management system that is aimed at improving the deeds registration process, and the integrity and security of deeds registry data; enhancing the credibility of the land registration database; and implementing the Electronic Deeds Registrations System Bill. Spending on the registration of deeds is estimated to cost R1.7 billion over the MTEF period.

The entity's staff complement is expected to increase from 1 224 in 2018/19 to 1 308 in 2020/21, due to the implementation and maintenance of the integrated management system. Accordingly, spending on compensation of employees is expected to increase at an average annual rate of 6.6 per cent, from R548.3 million in 2017/18 to R664.8 million in 2020/21.

The entity generates revenue from selling deeds information and registering properties. Revenue is expected to increase at an average annual rate of 6.4 per cent, from R749.2 million in 2017/18 to R902.1 million in 2020/21.

**Programmes/objectives/activities****Table 39.29 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 (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
Administration	248 374	207 795	329 324	257 540	1.2%	38.8%	273 769	292 357	312 228	6.6%	34.6%
Registration of title deeds	366 038	398 281	383 464	491 694	10.3%	61.2%	515 375	551 354	589 873	6.3%	65.4%
<b>Total</b>	<b>614 412</b>	<b>606 076</b>	<b>712 788</b>	<b>749 234</b>	<b>6.8%</b>	<b>100.0%</b>	<b>789 144</b>	<b>843 711</b>	<b>902 101</b>	<b>6.4%</b>	<b>100.0%</b>

**Statements of historical financial performance and position****Table 39.30 Registration of deeds trading account 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	2014/15	Budget	2015/16	Budget	2016/17	2017/18	2017/18	
<b>Revenue</b>									
<b>Non-tax revenue</b>	<b>613 800</b>	<b>536 728</b>	<b>703 957</b>	<b>604 811</b>	<b>749 133</b>	<b>632 284</b>	<b>749 234</b>	<b>749 234</b>	<b>89.6%</b>
Sale of goods and services other than capital assets	602 434	521 549	691 488	586 020	643 770	612 382	685 901	685 901	91.7%
<i>of which:</i>									
Administrative fees	602 434	521 549	691 488	586 020	643 770	612 382	685 901	685 901	91.7%
Other non-tax revenue	11 366	15 179	12 469	18 791	105 363	19 902	63 333	63 333	60.9%
Transfers received	113 194	185 272	15 929	50 589	–	20 391	–	–	198.5%
<b>Total revenue</b>	<b>726 994</b>	<b>722 000</b>	<b>719 886</b>	<b>655 400</b>	<b>749 133</b>	<b>652 675</b>	<b>749 234</b>	<b>749 234</b>	<b>94.4%</b>
<b>Expenses</b>									
<b>Current expenses</b>	<b>726 994</b>	<b>614 412</b>	<b>719 886</b>	<b>606 076</b>	<b>749 133</b>	<b>712 788</b>	<b>749 234</b>	<b>749 234</b>	<b>91.1%</b>
Compensation of employees	463 970	411 717	496 912	428 800	521 696	457 101	548 298	548 298	90.9%
Goods and services	233 808	182 153	203 131	140 248	187 142	217 315	158 142	158 142	89.2%
Depreciation	28 892	20 365	19 500	36 890	40 295	38 241	42 794	42 794	105.2%
Interest, dividends and rent on land	324	177	343	138	–	131	–	–	66.9%
<b>Total expenses</b>	<b>726 994</b>	<b>614 412</b>	<b>719 886</b>	<b>606 076</b>	<b>749 133</b>	<b>712 788</b>	<b>749 234</b>	<b>749 234</b>	<b>91.1%</b>
<b>Surplus/(Deficit)</b>	<b>–</b>	<b>107 588</b>	<b>–</b>	<b>49 324</b>	<b>–</b>	<b>(60 113)</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Statement of financial position</b>									
Carrying value of assets	108 557	311 476	40 281	304 343	39 958	192 924	32 000	32 000	380.8%
<i>of which:</i>									
Acquisition of assets	(26 925)	(124 449)	(40 012)	(18 992)	(39 958)	(30 317)	(22 436)	(22 436)	151.7%
Inventory	2 152	3 283	2 271	3 971	8 176	3 559	3 479	3 479	88.9%
Receivables and prepayments	84 954	58 997	85 737	55 339	78 864	97 212	55 800	55 800	87.6%
Cash and cash equivalents	50 506	289 819	129 785	333 183	350 026	318 251	208 743	208 743	155.6%
<b>Total assets</b>	<b>246 169</b>	<b>663 575</b>	<b>258 074</b>	<b>696 836</b>	<b>477 024</b>	<b>611 946</b>	<b>300 022</b>	<b>300 022</b>	<b>177.4%</b>
Accumulated surplus/(deficit)	165 808	483 339	95 561	549 143	399 334	489 031	225 870	225 870	197.1%
Capital reserve fund	–	91 922	–	48 823	–	42 757	–	–	–
Finance lease	1 571	1 910	1 657	1 321	1 713	1 170	2 270	2 270	92.5%
Deferred income	3 816	–	81 527	–	–	–	–	–	–
Trade and other payables	61 689	71 669	65 314	79 570	59 777	48 744	71 882	71 882	105.1%
Provisions	13 285	14 735	14 015	17 979	16 200	30 244	–	–	144.7%
<b>Total equity and liabilities</b>	<b>246 169</b>	<b>663 575</b>	<b>258 074</b>	<b>696 836</b>	<b>477 024</b>	<b>611 946</b>	<b>300 022</b>	<b>300 022</b>	<b>177.4%</b>

**Statements of estimates of financial performance and position****Table 39.31 Registration of deeds trading account statements of estimates of financial performance and position**

Statement of financial performance									
R thousand	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
				2017/18	2014/15 - 2017/18	2018/19			2019/20
<b>Revenue</b>									
<b>Non-tax revenue</b>	<b>749 234</b>	<b>11.8%</b>	<b>90.9%</b>	<b>789 143</b>	<b>843 710</b>	<b>902 100</b>	<b>6.4%</b>	<b>100.0%</b>	
Sale of goods and services other than capital assets	685 901	9.6%	86.8%	723 762	776 283	819 755	6.1%	91.5%	
<i>of which:</i>									
Administrative fees	685 901	9.6%	86.8%	723 762	776 283	819 755	6.1%	91.5%	
Other non-tax revenue	63 333	61.0%	4.1%	65 381	67 427	82 345	9.1%	8.5%	
Transfers received	–	-100.0%	9.1%	1	1	1	–	0.0%	
<b>Total revenue</b>	<b>749 234</b>	<b>1.2%</b>	<b>100.0%</b>	<b>789 144</b>	<b>843 711</b>	<b>902 101</b>	<b>6.4%</b>	<b>100.0%</b>	
<b>Expenses</b>									
<b>Current expenses</b>	<b>749 234</b>	<b>6.8%</b>	<b>100.0%</b>	<b>789 144</b>	<b>843 711</b>	<b>902 101</b>	<b>6.4%</b>	<b>100.0%</b>	
Compensation of employees	548 298	10.0%	68.8%	576 359	619 010	664 817	6.6%	73.3%	
Goods and services	158 142	-4.6%	26.1%	167 466	176 844	186 747	5.7%	21.0%	
Depreciation	42 794	28.1%	5.1%	45 319	47 857	50 537	5.7%	5.7%	
<b>Total expenses</b>	<b>749 234</b>	<b>6.8%</b>	<b>100.0%</b>	<b>789 144</b>	<b>843 711</b>	<b>902 101</b>	<b>6.4%</b>	<b>100.0%</b>	
<b>Surplus/(Deficit)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	

**Table 39.31 Registration of deeds trading account statements of estimates of financial performance and position**

Statement of financial position		Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	Revised estimate	2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21	
R thousand								
Carrying value of assets	32 000	-53.2%	33.2%	40 600	42 874	46 808	13.5%	12.1%
of which:								
Acquisition of assets	(22 436)	-43.5%	-8.5%	(23 760)	(25 090)	(27 000)	6.4%	-7.4%
Inventory	3 479	2.0%	0.7%	3 520	3 717	4 000	4.8%	1.1%
Receivables and prepayments	55 800	-1.8%	12.8%	56 100	59 241	60 000	2.4%	17.4%
Cash and cash equivalents	208 743	-10.4%	53.3%	220 851	233 219	260 000	7.6%	69.3%
<b>Total assets</b>	<b>300 022</b>	<b>-23.2%</b>	<b>100.0%</b>	<b>321 071</b>	<b>339 051</b>	<b>370 808</b>	<b>7.3%</b>	<b>100.0%</b>
Accumulated surplus/(deficit)	225 870	-22.4%	76.7%	246 241	260 030	294 308	9.2%	77.0%
Finance lease	2 270	5.9%	0.4%	2 330	2 461	2 500	3.3%	0.7%
Trade and other payables	71 882	0.1%	13.5%	72 500	76 560	74 000	1.0%	22.3%
<b>Total equity and liabilities</b>	<b>300 022</b>	<b>-23.2%</b>	<b>100.0%</b>	<b>321 071</b>	<b>339 051</b>	<b>370 808</b>	<b>7.3%</b>	<b>100.0%</b>

**Personnel information**

**Table 39.32 Registration of deeds trading account personnel numbers and cost by salary level**

Number of posts estimated for 31 March 2018		Number and cost <sup>1</sup> 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 (%)				
		2016/17		Unit cost	2017/18		Unit cost	2018/19		Unit cost	2019/20		Unit cost			2020/21		Unit cost	
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	1 290	1 309	1 301	457.1	0.4	1 165	548.3	0.5	1 224	576.4	0.5	1 269	619.0	0.5	1 308	664.8	0.5	6.6%	100.0%
1 – 6	501	519	511	100.3	0.2	463	130.2	0.3	484	139.8	0.3	502	147.2	0.3	519	155.6	0.3	6.1%	39.6%
7 – 10	596	597	597	184.9	0.3	539	246.6	0.5	563	259.6	0.5	582	282.5	0.5	596	311.6	0.5	8.1%	45.9%
11 – 12	142	142	142	114.2	0.8	122	118.7	1.0	132	120.6	0.9	137	129.4	0.9	142	135.5	1.0	4.5%	10.7%
13 – 16	51	51	51	57.7	1.1	41	52.8	1.3	45	56.3	1.3	48	59.9	1.2	51	62.1	1.2	5.5%	3.7%

1. Rand million.

## Additional tables

**Table 39.A Summary of departmental public-private partnership projects<sup>1</sup>**

Project description: Kgolanyo project	Project annual unitary fee at time of contract	Budgeted expenditure	Medium-term expenditure estimate		
		2017/18	2018/19	2019/20	2020/21
R thousand					
<b>Projects signed in terms of Treasury Regulation 16</b>	–	<b>350 483</b>	<b>239 438</b>	<b>243 000</b>	<b>256 365</b>
Public-private partnership unitary charge <sup>1</sup>	–	350 483	239 438	243 000	256 365
<i>Of which:</i>					
Services provided by the operator	–	350 483	239 438	243 000	256 365
<b>Total</b>	–	<b>350 483</b>	<b>239 438</b>	<b>243 000</b>	<b>256 365</b>

1. Only payments that have received National Treasury approval.

### Disclosure notes for projects signed in terms of Treasury Regulation 16

Project name	Kgolanyo project
Brief description	The project focuses on the construction, operation and maintenance of a facility to create an optimal working environment for the department to meet its clients' needs. Currently, the department accommodates its staff in six buildings located around Pretoria
Date public-private partnership agreement was signed	The final agreement is not yet signed. The expected date for the agreement to be signed is the first quarter of 2017/18
Duration of public-private partnership agreement	Once the agreement is signed the duration will be for a period of 25 years
Net present value of all payment obligations discounted at appropriate duration government bond yield	No agreement in place
Variations and amendments to public-private partnership agreement	No agreement in place
Cost implications of variations and amendments	No agreement in place
Significant contingent fiscal obligations including termination payments, guarantees, warranties and indemnities and maximum estimated value of such liabilities	

**Table 39.B Summary of expenditure on infrastructure**

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2014/15	2015/16	2016/17		2018/19	2019/20	2020/21
<b>Departmental infrastructure</b>										
<b>Small projects (total project cost of less than R250 million over the project life cycle)</b>										
R thousand										
Deeds office (Bloemfontein): Upgrading of sewerage system	Upgrading	Tender	1 770	128	-	45	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	On-going	6 450	2 059	-	304	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 (Pietermaritzburg): 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	2 075	-	-	-	-
Bloemfontein Deeds Office: Assessment and implementation of remedial strategies for the existing climatic control systems	Upgrading	Feasibility	2 064	-	-	-	-	2 064	-	-
<b>Total</b>			<b>56 729</b>	<b>3 660</b>	<b>385</b>	<b>2 424</b>	<b>1 826</b>	<b>2 064</b>	<b>-</b>	<b>-</b>

**Table 39.C Summary of donor funding**

Donor	Project	Programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome			Medium-term expenditure estimate			
							2014/15	2015/16	2016/17	Estimate	2018/19	2019/20	2020/21
R thousand													
<b>Foreign In cash</b>													
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	4 500	18 412	13 655	-	-	-	-
<b>Total</b>				<b>65 855</b>			<b>4 500</b>	<b>18 412</b>	<b>13 655</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>





Private Bag X115, Pretoria, 0001 | 40 Church Square, Pretoria, 0002

**Tel** +27 12 315 5944 | **Fax** +27 12 406 9055

**Web:** [www.treasury.gov.za](http://www.treasury.gov.za)



**national treasury**

Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

