

# Vote 25

## Agriculture, Forestry and Fisheries

### Adjusted budget summary

2010/11				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>3 657 984</b>	<b>3 953 854</b>	–	295 870
<i>of which:</i>				
Current payments	1 773 526	1 848 791	–	75 265
Transfers and subsidies	1 836 518	2 019 848	–	183 330
Payments for capital assets	47 940	85 215	–	37 275
Executive authority	Minister of Agriculture, Forestry and Fisheries			
Accounting officer	Director-General of Agriculture, Forestry and Fisheries			
Website address	www.daff.gov.za			

### Aim

*The aim of the Department of Agriculture, Forestry and Fisheries is to lead, support and promote agricultural, forestry and fisheries resources management through policies, strategies and programmes to enhance sustainable use, and to achieve economic growth, job creation, food security, rural development and transformation.*

### Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Number of hectares to be revitalised for irrigation per year	Production and Resources Management	Vibrant, equitable and sustainable rural communities with food security for all	33 000	3 220	–
Number of trainees on industry focused farmer training programmes per year	Agriculture Support Services	Vibrant, equitable and sustainable rural communities with food security for all	3 000	650	–
Number of beneficiaries accessing the comprehensive agricultural support programme per year	Agriculture Support Services	Vibrant, equitable and sustainable rural communities with food security for all	32 000	16 906	–
Number of farmers awarded production loans under the Micro Agricultural Financial Institutions of South Africa scheme per year	Agriculture Support Services	Vibrant, equitable and sustainable rural communities with food security for all	5 500	1 800	–
Number of emerging farmers trained in agricultural marketing per year	Trade and Agricultural Development	Decent employment through inclusive economic growth	450	0	–
Number of biosecurity standards, operating procedures or directives issued per year	Food Safety and Biosecurity	Decent employment through inclusive economic growth	10	4	–

2010 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Number of additional forest enterprise development projects supported per year	Forestry	Decent employment through inclusive economic growth	62	25	-
Number of additional hectares planted (afforestation)	Forestry	Decent employment through inclusive economic growth	8 000	34	-
Number of trees planted in the Million Trees programme per year	Forestry	Environmental assets and natural resources that are well protected and continually enhanced	1 million	140 000	-
Number of fire protection associations registered in high risk areas per year	Forestry	Environmental assets and natural resources that are well protected and continually enhanced	42	8	-

The number of hectares revitalised for irrigation in the first half of 2010/11 is significantly less than the estimate for the year as a whole, because the department is in the process of upgrading irrigation canals first.

The number of trainees on industry focused farmer training programmes is significantly less in the first half of 2010/11 than the estimate for the year as a whole, because the implementation framework through provinces was not finalised.

The number of farmers awarded production loans under the Micro Agricultural Financial Institutions of South Africa scheme in the first half of 2010/11 is significantly less than the estimate for the year as a whole, because not all the accredited intermediaries have been finalised.

No emerging farmers have been trained in agricultural marketing in the first half of 2010/11, because support from the Agricultural Sector Education and Training Authority was not provided.

The number of additional hectares planted (afforestation) in the first half of 2010/11 is significantly less than the estimate for the year as a whole, because the environmental impact assessments were not completed.

The number of trees planted in the Million Trees programme in the first half of 2010/11 is significantly less than the estimate for the year as a whole, because funds were reprioritised for the Mpumalanga forestry operations. The planting of trees is on hold pending additional funds to be appropriated in the adjusted budget. The target will be revised.

#### Mid-year progress

Agricultural support services have performed well in the first six months, with 16 906 beneficiaries, out of the 32 000 targeted, accessing the comprehensive agricultural support programme. This work is linked to developing vibrant, equitable and sustainable rural communities that contribute to adequate food supply (outcome 7). The same outcome will be supported through the 1 800 farmers awarded production loans under the Micro Agricultural Financial Institutions of South Africa scheme. It should be noted that this process is slow, because some intermediaries are yet to be accredited to provide the loans. Forestry has so far achieved 40 per cent of its target to support additional forest enterprise development projects. This contributes to the creation of decent employment through inclusive economic growth (outcome 4).

## Adjusted Estimates of National Expenditure 2010

Programme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
1. Administration	413 747	3 710	–	11 335	9 118	24 163	437 910
2. Production and Resources Management	449 668	–	–	(1 847)	(1 594)	(3 441)	446 227
3. Agriculture Support Services	1 731 128	–	50 000	(8 632)	3 145	44 513	1 775 641
4. Trade and Agricultural Development	80 749	–	–	16 588	906	17 494	98 243
5. Food Safety and Biosecurity	358 822	11 919	7 000	(17 444)	5 035	6 510	365 332
6. Forestry	501 452	–	–	–	61 003	61 003	562 455
7. Fisheries	122 418	–	–	–	145 628	145 628	268 046
<b>Total</b>	<b>3 657 984</b>	<b>15 629</b>	<b>57 000</b>	<b>–</b>	<b>223 241</b>	<b>295 870</b>	<b>3 953 854</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>1 773 526</b>	<b>8 000</b>	<b>7 000</b>	<b>(8 027)</b>	<b>68 292</b>	<b>75 265</b>	<b>1 848 791</b>
Compensation of employees	1 144 157	–	2 300	(18 018)	71 130	55 412	1 199 569
Goods and services	627 974	8 000	4 700	9 991	(2 923)	19 768	647 742
Interest and rent on land	1 395	–	–	–	85	85	1 480
<b>Transfers and subsidies</b>	<b>1 836 518</b>	<b>7 629</b>	<b>50 000</b>	<b>–</b>	<b>125 701</b>	<b>183 330</b>	<b>2 019 848</b>
Provinces and municipalities	1 117 087	–	50 000	–	253	50 253	1 167 340
Departmental agencies and accounts	672 881	–	–	–	120 664	120 664	793 545
Universities and technikons	–	–	–	–	2 100	2 100	2 100
Foreign governments and international organisations	34 497	3 710	–	–	–	3 710	38 207
Public corporations and private enterprises	2 801	–	–	–	966	966	3 767
Non-profit institutions	8 784	–	–	–	–	–	8 784
Households	468	3 919	–	–	1 718	5 637	6 105
<b>Payments for capital assets</b>	<b>47 940</b>	<b>–</b>	<b>–</b>	<b>8 027</b>	<b>29 248</b>	<b>37 275</b>	<b>85 215</b>
Buildings and other fixed structures	30 892	–	–	–	13 543	13 543	44 435
Machinery and equipment	16 197	–	–	6 763	15 640	22 403	38 600
Biological assets	–	–	–	–	19	19	19
Software and other intangible assets	851	–	–	1 264	46	1 310	2 161
<b>Total</b>	<b>3 657 984</b>	<b>15 629</b>	<b>57 000</b>	<b>–</b>	<b>223 241</b>	<b>295 870</b>	<b>3 953 854</b>

### Programme 1: Administration

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Minister	1 816	–	–	–	–	–	1 816
Deputy Minister	1 496	–	–	–	–	–	1 496
Management	48 108	–	–	(350)	3 196	2 846	50 954
Corporate and Financial Services	143 772	–	–	(1 330)	1 300	(30)	143 742
Operations Management	124 743	3 710	–	13 015	3 754	20 479	145 222
Office Accommodation	93 812	–	–	–	868	868	94 680
<b>Total</b>	<b>413 747</b>	<b>3 710</b>	<b>–</b>	<b>11 335</b>	<b>9 118</b>	<b>24 163</b>	<b>437 910</b>

## Programme 1: Administration (continued)

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
<b>Economic classification</b>							
<b>Current payments</b>	<b>375 227</b>	–	–	<b>3 308</b>	<b>(2 205)</b>	<b>1 103</b>	<b>376 330</b>
Compensation of employees	189 047	–	–	–	2 243	2 243	191 290
Goods and services	186 015	–	–	3 308	(4 533)	(1 225)	184 790
Interest and rent on land	165	–	–	–	85	85	250
<b>Transfers and subsidies</b>	<b>35 742</b>	<b>3 710</b>	–	–	<b>329</b>	<b>4 039</b>	<b>39 781</b>
Provinces and municipalities	105	–	–	–	–	–	105
Departmental agencies and accounts	1 160	–	–	–	–	–	1 160
Foreign governments and international organisations	34 477	3 710	–	–	–	3 710	38 187
Households	–	–	–	–	329	329	329
<b>Payments for capital assets</b>	<b>2 778</b>	–	–	<b>8 027</b>	<b>10 994</b>	<b>19 021</b>	<b>21 799</b>
Buildings and other fixed structures	2 000	–	–	–	4 131	4 131	6 131
Machinery and equipment	728	–	–	6 763	6 828	13 591	14 319
Software and other intangible assets	50	–	–	1 264	35	1 299	1 349
<b>Total</b>	<b>413 747</b>	<b>3 710</b>	–	<b>11 335</b>	<b>9 118</b>	<b>24 163</b>	<b>437 910</b>

## Programme 2: Production and Resources Management

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
<b>Economic classification</b>							
<b>Current payments</b>	<b>162 810</b>	–	–	<b>(1 847)</b>	<b>(12 313)</b>	<b>(14 160)</b>	<b>148 650</b>
Compensation of employees	107 637	–	–	(1 050)	(3 060)	(4 110)	103 527
Goods and services	55 122	–	–	(797)	(9 247)	(10 044)	45 078
Interest and rent on land	51	–	–	–	(6)	(6)	45
<b>Transfers and subsidies</b>	<b>254 724</b>	–	–	–	<b>2 974</b>	<b>2 974</b>	<b>257 698</b>
Provinces and municipalities	254 504	–	–	–	152	152	254 656
Departmental agencies and accounts	–	–	–	–	600	600	600
Universities and technikons	–	–	–	–	2 100	2 100	2 100
Foreign governments and international organisations	20	–	–	–	–	–	20
Households	200	–	–	–	122	122	322
<b>Payments for capital assets</b>	<b>32 134</b>	–	–	–	<b>7 745</b>	<b>7 745</b>	<b>39 879</b>
Buildings and other fixed structures	28 892	–	–	–	9 274	9 274	38 166
Machinery and equipment	3 242	–	–	–	(1 529)	(1 529)	1 713
<b>Total</b>	<b>449 668</b>	–	–	<b>(1 847)</b>	<b>(1 594)</b>	<b>(3 441)</b>	<b>446 227</b>

**Programme 3: Agriculture Support Services**

Subprogramme		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Management	1 946	-	-	13 000	48	13 048	14 994
Livelihoods	728 424	-	50 000	(20 708)	(31 709)	(2 417)	726 007
Development Support Sector Services and Research	1 000 758	-	-	(924)	34 806	33 882	1 034 640
<b>Total</b>	<b>1 731 128</b>	<b>-</b>	<b>50 000</b>	<b>(8 632)</b>	<b>3 145</b>	<b>44 513</b>	<b>1 775 641</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>231 382</b>	<b>-</b>	<b>-</b>	<b>(8 632)</b>	<b>1 113</b>	<b>(7 519)</b>	<b>223 863</b>
Compensation of employees	88 989	-	-	(708)	2 536	1 828	90 817
Goods and services	142 340	-	-	(7 924)	(1 426)	(9 350)	132 990
Interest and rent on land	53	-	-	-	3	3	56
<b>Transfers and subsidies</b>	<b>1 499 437</b>	<b>-</b>	<b>50 000</b>	<b>-</b>	<b>(534)</b>	<b>49 466</b>	<b>1 548 903</b>
Provinces and municipalities	862 378	-	50 000	-	-	50 000	912 378
Departmental agencies and accounts	634 227	-	-	-	(1 736)	(1 736)	632 491
Public corporations and private enterprises	2 801	-	-	-	-	-	2 801
Households	31	-	-	-	1 202	1 202	1 233
<b>Payments for capital assets</b>	<b>309</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 566</b>	<b>2 566</b>	<b>2 875</b>
Machinery and equipment	309	-	-	-	2 566	2 566	2 875
<b>Total</b>	<b>1 731 128</b>	<b>-</b>	<b>50 000</b>	<b>(8 632)</b>	<b>3 145</b>	<b>44 513</b>	<b>1 775 641</b>

**Programme 4: Trade and Agricultural Development**

Subprogramme		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Management	2 221	-	-	-	18	18	2 239
Trade and Marketing Development	56 155	-	-	(842)	(100)	(942)	55 213
Economic and Statistical Services	22 373	-	-	17 430	988	18 418	40 791
<b>Total</b>	<b>80 749</b>	<b>-</b>	<b>-</b>	<b>16 588</b>	<b>906</b>	<b>17 494</b>	<b>98 243</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>49 381</b>	<b>-</b>	<b>-</b>	<b>16 588</b>	<b>654</b>	<b>17 242</b>	<b>66 623</b>
Compensation of employees	41 404	-	-	(342)	906	564	41 968
Goods and services	7 963	-	-	16 930	(253)	16 677	24 640
Interest and rent on land	14	-	-	-	1	1	15
<b>Transfers and subsidies</b>	<b>31 194</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31 194</b>
Departmental agencies and accounts	31 194	-	-	-	-	-	31 194
<b>Payments for capital assets</b>	<b>174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>252</b>	<b>252</b>	<b>426</b>
Machinery and equipment	129	-	-	-	277	277	406
Software and other intangible assets	45	-	-	-	(25)	(25)	20
<b>Total</b>	<b>80 749</b>	<b>-</b>	<b>-</b>	<b>16 588</b>	<b>906</b>	<b>17 494</b>	<b>98 243</b>

**Programme 5: Food Safety and Biosecurity**

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Management	1 942	–	–	–	57	57	1 999
Plant Health and Inspection Services	226 256	–	–	(16 868)	1 901	(14 967)	211 289
Food and Veterinary Services	130 624	11 919	7 000	(576)	3 077	21 420	152 044
<b>Total</b>	<b>358 822</b>	<b>11 919</b>	<b>7 000</b>	<b>(17 444)</b>	<b>5 035</b>	<b>6 510</b>	<b>365 332</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>349 800</b>	<b>8 000</b>	<b>7 000</b>	<b>(17 444)</b>	<b>(32)</b>	<b>(2 476)</b>	<b>347 324</b>
Compensation of employees	269 088	–	2 300	(15 918)	5 673	(7 945)	261 143
Goods and services	80 566	8 000	4 700	(1 526)	(5 740)	5 434	86 000
Interest and rent on land	146	–	–	–	35	35	181
<b>Transfers and subsidies</b>	<b>6 596</b>	<b>3 919</b>	<b>–</b>	<b>–</b>	<b>1 031</b>	<b>4 950</b>	<b>11 546</b>
Public corporations and private enterprises	–	–	–	–	966	966	966
Non-profit institutions	6 596	–	–	–	–	–	6 596
Households	–	3 919	–	–	65	3 984	3 984
<b>Payments for capital assets</b>	<b>2 426</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>4 036</b>	<b>4 036</b>	<b>6 462</b>
Machinery and equipment	1 936	–	–	–	3 981	3 981	5 917
Software and other intangible assets	490	–	–	–	55	55	545
<b>Total</b>	<b>358 822</b>	<b>11 919</b>	<b>7 000</b>	<b>(17 444)</b>	<b>5 035</b>	<b>6 510</b>	<b>365 332</b>

**Programme 6: Forestry**

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Management	3 778	–	–	–	94	94	3 872
Forestry Regulation and Oversight	51 786	–	–	–	655	655	52 441
Forestry Development	18 478	–	–	–	187	187	18 665
Forestry Operations	427 410	–	–	–	60 067	60 067	487 477
<b>Total</b>	<b>501 452</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>61 003</b>	<b>61 003</b>	<b>562 455</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>488 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>57 247</b>	<b>57 247</b>	<b>546 055</b>
Compensation of employees	331 874	–	–	–	39 004	39 004	370 878
Goods and services	155 968	–	–	–	18 276	18 276	174 244
Interest and rent on land	966	–	–	–	(33)	(33)	933
<b>Transfers and subsidies</b>	<b>2 525</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>101</b>	<b>101</b>	<b>2 626</b>
Provinces and municipalities	100	–	–	–	101	101	201
Non-profit institutions	2 188	–	–	–	–	–	2 188
Households	237	–	–	–	–	–	237
<b>Payments for capital assets</b>	<b>10 119</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>3 655</b>	<b>3 655</b>	<b>13 774</b>
Buildings and other fixed structures	–	–	–	–	138	138	138
Machinery and equipment	9 853	–	–	–	3 517	3 517	13 370
Biological assets	–	–	–	–	19	19	19
Software and other intangible assets	266	–	–	–	(19)	(19)	247
<b>Total</b>	<b>501 452</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>61 003</b>	<b>61 003</b>	<b>562 455</b>

**Programme 7: Fisheries**

Subprogramme		2010/11						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
Management	922	-	-	-	42	42	964	
Administrative Support Services	115 196	-	-	-	23 786	23 786	138 982	
Marine Living Resources Fund	6 300	-	-	-	121 800	121 800	128 100	
<b>Total</b>	<b>122 418</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>145 628</b>	<b>145 628</b>	<b>268 046</b>	
<b>Economic classification</b>								
<b>Current payments</b>	<b>116 118</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 828</b>	<b>23 828</b>	<b>139 946</b>	
Compensation of employees	116 118	-	-	-	23 828	23 828	139 946	
<b>Transfers and subsidies</b>	<b>6 300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>121 800</b>	<b>121 800</b>	<b>128 100</b>	
Departmental agencies and accounts	6 300	-	-	-	121 800	121 800	128 100	
<b>Total</b>	<b>122 418</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>145 628</b>	<b>145 628</b>	<b>268 046</b>	

**Details of adjustments to Estimates of National Expenditure 2010****Roll-overs – R15.629 million**

## Programme 1: Administration

R3.71 million has been rolled over for membership fees for the Consultative Group in International Agricultural Research.

## Programme 5: Food Safety and Biosecurity

R11.919 million has been rolled over for purchasing foot and mouth disease vaccines (R8 million) and for compensation payments to farmers whose pigs were culled in the classical swine fever campaign (R3.919 million).

**Unforeseeable and unavoidable expenditure – R57 million**

## Programme 3: Agriculture Support Services

An additional R50 million is allocated for livestock feed for farmers in the Eden district affected by drought.

## Programme 5: Food Safety and Biosecurity

An additional R7 million is allocated for combating the outbreak the foot and mouth disease in Limpopo.

## Virements and shifts

### Programmes

1. Administration
2. Production and Resources Management
3. Agriculture Support Services
4. Trade and Agricultural Development
5. Food Safety and Biosecurity
6. Forestry
7. Fisheries

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 2</b>		<b>(3 447)</b>	<b>Programme 1</b>		<b>3 447</b>
Compensation of employees	Vacant posts	(1 050)	Goods and services	For ICT	1 050
Goods and services	Reduction on venues and facilities	(2 258)	Goods and services	For ICT	2 258
	Reduction on venues and facilities	(139)	Machinery and equipment	For ICT	139
Percentage of programme budget		<b>0.8%</b>			
<b>Programme 3</b>		<b>(21 632)</b>	<b>Programme 4</b>		<b>708</b>
Compensation of employees	Vacant posts	(708)	Compensation of employees	For the farmer register project	708
Goods and services	Reduction on contracts, venues and facilities	(1 632)	<b>Programme 1</b>		<b>1 632</b>
	Reduction on contracts	(19 292)	Machinery and equipment	For ICT	1 632
			<b>Programme 4</b>		<b>19 292</b>
			Goods and services	For the farmer register project	19 292
Percentage of programme budget		<b>1.2%</b>			
<b>Programme 4</b>		<b>(3 412)</b>	<b>Programme 1</b>		<b>3 412</b>
Compensation of employees	Vacant posts	(1 050)	Machinery and equipment	For ICT	1 050
Goods and services	Reduction on venues and facilities	(2 362)	Machinery and equipment	For ICT	2 362
Percentage of programme budget		<b>4.2%</b>			
<b>Programme 5</b>		<b>(17 444)</b>	<b>Programme 1</b>		<b>1 318</b>
Compensation of employees	Vacant posts	(54)	Machinery and equipment	For ICT	54
	Vacant posts	(1 264)	Software and other intangible assets	For ICT	1 264
	Vacant posts	(1 600)	<b>Programme 2</b>		<b>1 600</b>
	Vacant posts	(13 000)	Goods and services	For ICT	1 600
			<b>Programme 3</b>		<b>13 000</b>
			Goods and services	For ICT	13 000
Goods and services	Reduction on venues and facilities	(1 526)	<b>Programme 1</b>		<b>1 526</b>
			Machinery and equipment	For ICT	1 526
Percentage of programme budget		<b>4.9%</b>			
<b>Total</b>		<b>(45 935)</b>			<b>45 935</b>



## **Other adjustments – R223.241 million**

### ***Adjustments due to significant and unforeseeable economic and financial events***

An additional R30.2 million has been allocated for higher personnel remuneration increases than the main budget provided for, including the increased housing allowance, as follows:

Programme 1: Administration

R4.832 million

Programme 2: Production and Resources Management

R2.718 million

Programme 3: Agricultural Support Services

R2.416 million

Programme 4: Trade and Agricultural Development

R906 000

Programme 5: Food Safety and Biosecurity

R5.738 million

Programme 6: Forestry

R9.362 million

Programme 7: Fisheries

R4.228 million

### ***Self-financing expenditure***

Programme 6: Forestry

Departmental revenue of R51.641 million from state managed forestry plantations will be used for operational costs for the commercial forestry function in Mpumalanga. The funds have been surrendered into the National Revenue Fund.

### ***Function shifts***

Programme 7: Fisheries

R141.4 million has been transferred from the Department of Environmental Affairs following the shift of the fisheries function.

### **Gifts, donations and sponsorships – R100 000**

The department will make a donation of R100 000 to the Drakenstein Municipality, winner of the Arbor City award.

## Expenditure for 2009/10 and preliminary expenditure for 2010/11

Programme	2009/10					2010/11		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	% of adjusted appropriation
1.Administration	414 089	185 030	44.7	402 171	97.1	437 910	189 648	43.3
2.Production and Resources Management	331 666	158 619	47.8	303 309	91.5	446 227	206 065	46.2
3.Agriculture Support Services	2 023 696	982 324	48.5	1 997 751	98.7	1 775 641	995 966	56.1
4.Trade and Agricultural Development	76 785	45 806	59.7	69 144	90.0	98 243	53 998	55.0
5.Food Safety and Bio-security	338 460	129 532	38.3	401 854	118.7	365 332	149 009	40.8
6.Forestry	579 104	261 579	45.2	554 148	95.7	562 455	212 468	37.8
7.Fisheries	110 740	55 370	50.0	118 228	106.8	268 046	87 291	32.6
<b>Total</b>	<b>3 874 540</b>	<b>1 818 260</b>	<b>46.9</b>	<b>3 846 605</b>	<b>99.3</b>	<b>3 953 854</b>	<b>1 894 445</b>	<b>47.9</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>1 756 514</b>	<b>771 983</b>	<b>43.9</b>	<b>1 681 623</b>	<b>95.7</b>	<b>1 849 323</b>	<b>759 198</b>	<b>41.1</b>
Compensation of employees	1 138 488	486 900	42.8	1 054 212	92.6	1 199 569	561 687	46.8
Goods and services	617 244	285 082	46.2	626 660	101.5	648 274	197 435	30.5
Interest and rent on land	782	1	0.1	751	96.0	1 480	76	5.1
<b>Transfers and subsidies</b>	<b>2 040 948</b>	<b>1 022 146</b>	<b>50.1</b>	<b>2 055 398</b>	<b>100.7</b>	<b>2 019 848</b>	<b>1 092 035</b>	<b>54.1</b>
Provinces and municipalities	974 107	509 391	52.3	974 202	100.0	1 167 340	599 061	51.3
Departmental agencies and accounts	585 563	347 389	59.3	582 562	99.5	793 545	468 288	59.0
Universities and technikons	1 900	–	0.0	1 900	100.0	2 100	–	0.0
Foreign governments and international organisations	35 858	12 769	35.6	29 667	82.7	38 207	16 332	42.7
Public corporations and private enterprises	420 981	147 831	35.1	438 938	104.3	3 767	1 269	33.7
Non-profit institutions	14 290	1 567	11.0	14 300	100.1	8 784	3 298	37.5
Households	8 249	3 199	38.8	13 829	167.6	6 105	3 787	62.0
<b>Payments for capital assets</b>	<b>76 966</b>	<b>24 019</b>	<b>31.2</b>	<b>109 110</b>	<b>141.8</b>	<b>84 683</b>	<b>43 162</b>	<b>51.0</b>
Buildings and other fixed structures	43 037	9 270	21.5	46 416	107.9	44 435	20 132	45.3
Machinery and equipment	33 558	14 460	43.1	62 167	185.3	38 068	21 766	57.2
Biological assets	–	229	0.0	112	0.0	19	–	0.0
Software and other intangible assets	371	60	16.2	415	111.9	2 161	1 264	58.5
<b>Payments for financial assets</b>	<b>112</b>	<b>112</b>	<b>100.0</b>	<b>474</b>	<b>423.2</b>	<b>–</b>	<b>50</b>	<b>–</b>
<b>Total</b>	<b>3 874 540</b>	<b>1 818 260</b>	<b>46.9</b>	<b>3 846 605</b>	<b>99.3</b>	<b>3 953 854</b>	<b>1 894 445</b>	<b>47.9</b>

### Main expenditure trends for the first half of 2010/11

Total expenditure for 2009/10 was 99.3 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 was R1.9 billion, or 47.9 per cent of the adjusted appropriation of R4 billion for the year as a whole. In comparison, mid-year expenditure in 2009/10 was R1.8 billion, or 46.9 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 increased by R76.2 million or 4.2 per cent, compared to expenditure in the first six months of 2009/10.

The main expenditure increase compared to 2009/10 is due to an increase in payments to the comprehensive agricultural support programme, the Ilima Trust, and the Agricultural Research Council.

## Departmental receipts

R thousand	2009/10					2010/11			
	Adjusted estimate	Audited outcome				Actual receipts			
		Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted estimate	Apr 09 - Mar 09	Apr 09 - Mar 09 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 10 - Sep 10	Apr 10 - Sep 10 % of adjusted estimate
<b>Departmental receipts</b>	<b>219 749</b>	<b>161 229</b>	<b>73.4</b>	<b>250 534</b>	<b>114.0</b>	<b>119 256</b>	<b>119 293</b>	<b>77 074</b>	<b>64.6</b>
Sales of goods and services produced by department	98 215	56 154	57.2	108 887	110.9	88 809	88 809	63 763	71.8
Sales of scrap, waste, arms and other used current goods	5	-	-	-	-	5	5	-	-
Transfers received	8	21	262.5	9	112.5	-	10	8	80.0
Fines, penalties and forfeits	3	26	866.7	53	1 766.7	3	30	27	90.0
Interest, dividends and rent on land	17 183	792	4.6	12 519	72.9	12 213	12 213	3 624	29.7
Sales of capital assets	436	231	53.0	1 605	368.1	462	462	-	-
Transactions in financial assets and liabilities	103 899	104 005	100.1	127 461	122.7	17 764	17 764	9 652	54.3
<b>Total</b>	<b>219 749</b>	<b>161 229</b>	<b>73.4</b>	<b>250 534</b>	<b>114.0</b>	<b>119 256</b>	<b>119 293</b>	<b>77 074</b>	<b>64.6</b>

## Main departmental revenue trends for the first half of 2010/11

Departmental revenue collection in the first six months of 2010/11 was R77.1 million, or 64.6 per cent of the adjusted revenue estimate of R119.3 for the year as a whole. In comparison, mid-year revenue collection in 2009/10 was R161.2 million, or 73.4 per cent of the 2009/10 adjusted estimate. Departmental revenue collection in the first six months of 2010/11 decreased by R84.2 million or 52.2 per cent, compared to revenue in the first six months of 2009/10.

The main revenue decrease compared to 2009/10 is due to less debt recovered in 2010/11.

## Changes to transfers and subsidies, including conditional grants

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

R thousand	Main appropriation	2010/11 Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
<b>1. Administration</b>								
<b>Foreign governments and international organisations</b>								
<b>Current</b>	<b>20 858</b>	<b>3 710</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 710</b>	<b>24 568</b>	
International Union for the Protection of New Varieties of Plants	420	-	-	-	(35)	(35)	385	
Commonwealth Agricultural Bureau International	158	-	-	-	10	10	168	
Consultative Group on International Agricultural Research	3 700	3 710	-	-	1 000	4 710	8 410	
Food and Agriculture Organisation of the United Nations	9 830	-	-	-	1 500	1 500	11 330	
International Cotton Advisory Council	173	-	-	-	180	180	353	
International Dairy Federation	53	-	-	-	3	3	56	
International Seed Testing Association	66	-	-	-	(22)	(22)	44	
Office International des Epizooties	1 050	-	-	-	(239)	(239)	811	
Organisation for Economic Cooperation and Development	158	-	-	-	103	103	261	
International Fund for Agricultural Development	5 250	-	-	-	(2 500)	(2 500)	2 750	

	2010/11					Total adjustments appropriation	Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
<b>Households</b>							
<b>Social benefits</b>							
<b>Current</b>	-	-	-	-	329	329	329
Employee Social Benefit	-	-	-	-	329	329	329
<b>2. Production and Resources Management</b>							
<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Municipal bank accounts</b>							
<b>Current</b>	2	-	-	-	152	152	154
Vehicle licences	2	-	-	-	152	152	154
<b>Departmental agencies and accounts</b>							
<b>Departmental agencies (non-business entities)</b>							
<b>Current</b>	-	-	-	-	600	600	600
Water Research Commission	-	-	-	-	600	600	600
<b>Universities and technikons</b>							
<b>Current</b>	-	-	-	-	2 100	2 100	2 100
University of KwaZulu-Natal	-	-	-	-	900	900	900
University of Pretoria	-	-	-	-	900	900	900
Fort Hare University	-	-	-	-	300	300	300
<b>Households</b>							
<b>Social benefits</b>							
<b>Current</b>	200	-	-	-	122	122	322
Employee Social Benefit	200	-	-	-	122	122	322
<b>3. Agriculture Support Services</b>							
<b>Provinces and municipalities</b>							
<b>Provinces</b>							
<b>Provincial Revenue Funds</b>							
<b>Current</b>	-	-	50 000	-	-	50 000	50 000
Agricultural disaster management grant	-	-	50 000	-	-	50 000	50 000
<b>Departmental agencies and accounts</b>							
<b>Departmental agencies (non-business entities)</b>							
<b>Current</b>	11 361	-	-	-	(1 736)	(1 736)	9 625
Tompi Seleke Agricultural Training Centre	1 000	-	-	-	(1 000)	(1 000)	-
National Student Financial Aid Scheme	10 361	-	-	-	(736)	(736)	9 625
<b>Households</b>							
<b>Other transfers to households</b>							
<b>Current</b>	-	-	-	-	1 202	1 202	1 202
College Bursaries	-	-	-	-	1 202	1 202	1 202
<b>5. Food Safety and Biosecurity</b>							
<b>Public corporations and private enterprises</b>							
<b>Private enterprises</b>							
<b>Other transfers</b>							
<b>Current</b>	-	-	-	-	966	966	966
Grasslands Group of Companies	-	-	-	-	966	966	966
<b>Households</b>							
<b>Social benefits</b>							
<b>Current</b>	-	-	-	-	65	65	65
Employee Social Benefit	-	-	-	-	65	65	65
<b>Households</b>							
<b>Other transfers to households</b>							
<b>Current</b>	-	3 919	-	-	-	3 919	3 919
Classical swine fever	-	3 919	-	-	-	3 919	3 919

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

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
<b>6. Forestry</b>							
<b>Provinces and municipalities</b>							
<b>Municipalities</b>							
<b>Municipal bank accounts</b>							
<b>Current</b>							
	-	-	-	-	101	101	101
Vehicle licences	-	-	-	-	1	1	1
Arbor City Award	-	-	-	-	100	100	100
<b>7. Fisheries</b>							
<b>Departmental agencies and accounts</b>							
<b>Departmental agencies (non-business entities)</b>							
<b>Current</b>							
	-	-	-	-	121 800	121 800	121 800
Marine Living Resources Fund - EPWP Fisheries Projects	-	-	-	-	71 800	71 800	71 800
Marine Living Resources Fund - Vessels Operations	-	-	-	-	50 000	50 000	50 000

**Summary of changes to conditional grants: Provinces**

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
<b>3. Agriculture Support Services</b>							
	862 365	-	50 000	-	-	50 000	912 365
Agricultural disaster management grant	-	-	50 000	-	-	50 000	50 000

