

BUDGET 2013



ESTIMATES OF NATIONAL EXPENDITURE **VOTE 26: Agriculture, Forestry and Fisheries**



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Estimates of National Expenditure

2013

National Treasury

Republic of South Africa

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The Estimates of National Expenditure 2013 e-publications are compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision.

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

Compared to the abridged version of the Estimates of National Expenditure, these publications contain more comprehensive coverage of goods and services, transfers and subsidies, and public entities. Additional tables are included containing information on the main and adjusted appropriation, with revised spending estimates for the current financial year, on skills training, conditional grants to provinces and municipalities, public private partnerships and information on donor funding. Expenditure information at the level of service delivery is also included, where appropriate.

Foreword

The 2013 Budget is set within the context of a prolonged and slow economic recovery globally and domestically; arising as an overhang from the global financial crisis of 2008, domestic structural constraints and recent supply side disruptions emanating from the mining sector. The fiscal stance underpinning this year's Budget balances support for the economy in the short term with the objective of rebuilding fiscal space in the medium to long term. This approach is informed by a growing belief that some of the slowdown in growth and revenue is in fact structural. Accordingly, strong measures have been instituted to contain government's consumption expenditure.

The 2012 medium term budget policy statement (MTBPS) presented an expenditure framework that kept the budget baselines for the first two years of the 2013 medium term expenditure framework (MTEF) unchanged since their publication in February 2012. Spending agencies had been advised to reprioritise spending within their baseline allocations to accommodate new priorities or the expansion of existing programmes. However, in response to the cumulative effects of the slowdown in growth and revenue, government has appropriately decided to reduce aggregate spending by R10.4 billion relative to the 2013 MTEF announced in the 2012 MTBPS. In addition, R52.1 billion has been shifted from within institutional baselines for reprioritisation to key government priority programmes. All of this has been done in a manner that does not compromise the attainment of the priorities set out in the MTBPS.

In guiding departments on how to approach the 2013 Budget, the Ministers' Committee on the Budget stated: 'In response to difficult global economic circumstances, we have expanded government's contribution to the economy. ... Financing this expansion at the same time as declining government income has meant a significant increase in borrowing. Since 2008/09, our stock of debt has more than doubled, and with it, the cost of servicing our debt has also accelerated. Higher borrowing and interest costs have meant that fiscal space is being eroded and our economy will have to finance a relatively larger government interest bill for many years. This means less money will be available for other purposes.' (2012 Medium Term Expenditure Framework Guidelines)

Indeed, departments and spending agencies do have to learn to do more with less. In the period ahead, improvements in outcomes have to come from qualitative improvements in the use of available budgets and other inputs. All institutions need to increase their efficiency and effectiveness in terms of service delivery, particularly in relation to infrastructure development. The National Development Plan 2030 sets out the planning framework for improving delivery in the public sector. The National Development Plan is the first long term plan for South Africa. Future budgets will therefore facilitate stronger alignment of institutional planning with the National Development Plan.

With our well established budgeting processes and practices, we have a good basis for the changes we need to make into the future in order to continue to ensure fiscal sustainability, while simultaneously increasing government performance in line with the expectations of South Africans. In the 2012 Open Budget Index Survey, conducted independently by the International Budget Partnership, South Africa was rated second out of the 100 countries participating in this assessment of budget transparency. South Africans can be proud of the comprehensiveness of the budget information that is available and should strive to make good use of the information in discussions with government regarding its policies and practices.

The expenditure estimates on the votes are the product of extensive consultative processes of policy review at the technical and executive level, designed to ensure the efficient allocation of public funds. These took place under difficult economic circumstances. I am grateful to our colleagues in national departments and agencies for their partnership, contributions and advice, during both the budget process and the finalisation of this publication. Special appreciation goes out to the team at National Treasury, who worked tirelessly to produce a document, the substance and quality of which are a source of great pride.



Lungisa Fuzile
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of National Expenditure publications are important accountability documents, which set out the details in relation to planned expenditure and planned performance at the time of the tabling of the Budget. In pursuit of an ever-improving representation of information, many changes have been introduced in the 2013 ENE publications. In terms of the non-financial information, it is noted in these publications how vote activities are envisaged to align with the National Development Plan 2030 over the long term, and how they are contributing to government's 12 outcomes and other key service delivery goals. Performance information has been further emphasised and in the 2013 ENE publications forms an integral part of the discussion of the financial information in the expenditure trends section of every programme within each of the votes. The personnel information has also been disaggregated and moved to the programme level. This allows for a more holistic discussion of budget plans at the programme level and gives greater effect to South Africa's Programme Budgeting by function approach.

Essentially, performance, personnel and finances are discussed together in respect of the impact they have on the programme plans. The analyses of the average growth of different categories of personnel and expenditure over time, as well as the magnitude this represents relative to the total, are now shown in the publication tables. This makes the narrative in the text less cluttered and more specifically focused on performance and related discussions. Expenditure information is in addition now shown for selected subprogrammes by economic classification, together with tables showing personnel numbers according to salary level for these subprogrammes. Progress made on the implementation of key existing and new infrastructure projects is discussed with all infrastructure projects shown in an additional table.

The e-publications for individual votes contain more comprehensive coverage of goods and services, transfers and subsidies, and public entities. Additional tables are included containing information on: the main and adjusted appropriation, with revised spending estimates for the current financial year; training; conditional grants to provinces and municipalities; public private partnerships; and donor funding. Expenditure information at the level of service delivery is also included, where appropriate.

A consolidated account, summarising the Estimates of National Expenditure publication information across votes, is provided in the form of a narrative and summary tables in the Introduction chapter, which is included in the front pages of the abridged version of the Estimates of National Expenditure. A write-up containing the explanation of the information that is contained in each section of the publications has also been included in the abridged version of the Estimates of National Expenditure. Like the separate Estimates of National Expenditure e-publications for each vote, the abridged Estimates of National Expenditure publication is also available on www.treasury.gov.za.

Agriculture, Forestry and Fisheries

**National Treasury
Republic of South Africa**



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Vote 26

Agriculture, Forestry and Fisheries

Budget summary

R million	2013/14				2014/15	2015/16
	Total to be appropriated	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	663.9	648.4	8.7	6.9	715.2	749.9
Agricultural Production, Health and Food Safety	2 066.1	570.2	1 493.9	2.0	2 266.1	2 303.8
Food Security and Agrarian Reform	1 597.7	191.2	1 371.7	34.8	1 708.7	1 787.5
Trade Promotion and Market Access	231.6	124.9	106.4	0.4	236.0	243.9
Forestry	1 184.5	709.7	420.2	54.5	1 185.9	1 246.5
Fisheries	434.0	176.9	257.1	–	446.9	468.0
Total expenditure estimates	6 178.0	2 421.4	3 658.1	98.5	6 558.9	6 799.6

Executive authority Minister of Agriculture, Forestry and Fisheries

Accounting officer Director General of Agriculture, Forestry and Fisheries

Website address www.daff.gov.za

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

Aim

Lead, support and promote agricultural, forestry and fisheries resources management through policies, strategies and programmes to enhance sustainable use and achieve economic growth, job creation, food security, rural development and transformation.

Mandate

The mandate of the Department of Agriculture, Forestry and Fisheries is to address production and consumption in the agriculture, forestry and fisheries sectors. The department's mandate is reflected in a range of legislation, including the Sea Fisheries Act (1988), the National Forests Act (1998), the Agricultural Product Standards Act (1990), and the Conservation of Agricultural Resources Act (1993).

Strategic goals

The department's strategic goals over the medium term, which are organised around the key priority areas of food security, job creation, and rural and economic development, are to:

- create employment by increasing the number of participants in the agricultural, forestry and fisheries sectors through support for smallholders and processors
- improve the food security initiative by coordinating production systems to increase the profitable production, handling and processing of food, fibre and timber products by all categories of producers
- improve the income and conditions of farm workers, foresters and fishers
- enhance exports by facilitating market access for agricultural, forestry and fisheries products
- ensure the sustainable use of natural resources promoting environmentally sustainable production systems and the efficient use of natural resources
- manage the level of risks associated with food, diseases, pests, natural disasters and trade by establishing and maintaining effective early warning and mitigation systems.

Programme purposes

Programme 1: Administration

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

Programme 2: Agricultural Production, Health and Food Safety

Purpose: Manage the risks associated with animal diseases, plant pests, genetically modified organisms, and the registration of products used in agriculture. Promote food safety and create an enabling environment for increased and sustainable agricultural production.

Programme 3: Food Security and Agrarian Reform

Purpose: Facilitate and promote food security and agrarian reform programmes and initiatives.

Programme 4: Trade Promotion and Market Access

Purpose: Ensure value chain, integration and facilitate market access for agriculture, forestry and fisheries products.

Programme 5: Forestry

Purpose: Develop and facilitate the implementation of policies and targeted programmes to ensure the management of forests, and the sustainable use and protection of land and water. Manage agricultural risks and disasters.

Programme 6: Fisheries

Purpose: Promote the development, management, monitoring and sustainable use of marine living resources and the development of the fisheries sector.

Selected performance indicators

Table 26.1 Department of Agriculture, Forestry and Fisheries

Indicator	Programme	Outcome to which it contributes	Past			Current	Projections		
			2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of new producers participating in animal improvement schemes per year	Agricultural Production, Health and Food Safety	Outcome 7: Vibrant equitable and sustainable rural communities and food security for all	921	1 415	1 376	1 300	1 300	1 300	1 300
Number of planned surveillances on animal diseases and pests conducted per year ¹	Agricultural Production, Health and Food Safety		- ¹	- ¹	- ¹	2	2	2	2
Number of planned surveillances on plant diseases and pests conducted per year ¹	Agricultural Production, Health and Food Safety		- ¹	- ¹	- ¹	- ¹	1	1	1
Number of subsistence farmers supported per year	Food Security and Agrarian Reform		13 216	75 207	212 467	130 000	140 000	145 000	150 000
Number of smallholder farmers supported per year	Food Security and Agrarian Reform		10 735	10 298	25 822	16 000	16 500	18 000	20 000
Total number of infrastructure anchor projects established ¹	Food Security and Agrarian Reform		- ¹	- ¹	- ¹	2	4	5	7
Number of agricultural colleges accredited by Council on Higher Education per year ¹	Food Security and Agrarian Reform		- ¹	- ¹	- ¹	7	2	2	1
Number of beneficiaries accessing the comprehensive agricultural support programme per year	Food Security and Agrarian Reform		26 300	32 175	36 504	37 000	38 000	39 000	40 000
Number of farmers awarded production loans under the micro agricultural financial institutions of South Africa scheme per year	Food Security and Agrarian Reform		5 324	5 500	5 310	6 500	5 000	5 500	6 500
Number of hectares for afforestation facilitated per year ²	Forestry		- ²	2 962ha	499ha	337ha	1 000ha	1 000ha	1 000ha
Number of hectares of temporary unplanted areas per year ¹	Forestry	Outcome 10: Environment assets and natural resources that are well protected and continually enhanced	- ¹	- ¹	- ¹	- ¹	1 780ha	1 780ha	1 780ha

Table 26.1 Department of Agriculture, Forestry and Fisheries (continued)

Indicator	Programme	Outcome to which it contributes	Past			Current	Projections		
			2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of jobs created through refurbishment of category B and C plantations for expanded public works programme per year ²	Forestry	Outcome: 4: Decent employment through economic growth	- ²	150	1 729	2 300	2 725	2 200	2 400
Number of LandCare jobs created per year (105 000 opportunities = 454 full time equivalent) ¹	Forestry		- ¹	- ¹	- ¹	- ¹	1 100	900	900
Number of fish farms (aquaculture) established per year	Fisheries	Outcome 10: Environment assets and natural resources that are well protected and continually enhanced	1	1	3	5	5	5	5
Number of job opportunities created per year (Working for Fisheries programme) ¹	Fisheries	Outcome: 4: Decent employment through economic growth	- ¹	- ¹	- ¹	920	1 000	1 000	1 000
Number of aquaculture research projects implemented per year	Fisheries	Outcome 10: Environment assets and natural resources that are well protected and continually enhanced	2	2	2	2	2	2	2
Number of assessments conducted per year to determine the state of resources in the fisheries sector	Fisheries		21	22	22	22	22	22	22

1. No past data, as this is a new or amended performance indicator.

2. No past data, as measurement of this performance indicator began in 2010/11.

The national development plan

The national development plan identifies agriculture as one of the key job creating sectors, with the potential to create job opportunities for 300 000 households in agriculture smallholder schemes and 145 000 jobs in agro-processing by 2020. The sector also has the potential to improve the living conditions of 660 000 farm workers. The plan expects that by 2030, a third of the food surplus should be produced by small scale farmers or households.

To align with these objectives, the department aims to continue developing and implementing various strategies that support labour intensive industries, especially in rural areas and small towns, in order to increase the participation of agricultural communities in the economy of the country. These strategies include the agro-processing strategy, the small, medium and micro enterprises development (SMME) strategy, and the Working for Fisheries programme. To support the plan's land reform objective, the department's comprehensive agriculture support programme will provide post-settlement support to targeted land reform beneficiaries.

A key aspect of the plan's objective of job creation is to increase the share of national income of the lowest earning 40 per cent of the population from 6 per cent to 10 per cent. The department aims to contribute to meeting this target by implementing various strategies to improve production efficiency for smallholder farmers. These include organising smallholder producers into commodity based organisations, increasing their collective bargaining power in negotiations for production inputs and markets, providing support and training to SMMEs, facilitating deals related to the AgriBEE Sector Charter, and reviewing the allocation of commercial fishing rights. Two key programmes are closely aligned with the priorities of the plan: Ilima/Letsema is a campaign aimed at supporting sustainable agriculture and promoting rural development for smallholder farmers, and LandCare addresses land degradation problems and encourages sustainable conservation of natural resources through a community based participatory approach.

Expenditure estimates

Table 26.2 Agriculture, Forestry and Fisheries

Programme	Audited outcome			Adjusted appropriation	Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2009/10	2010/11	2011/12			2009/10 - 2012/13	2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	
	R million											
Administration	785.1	481.2	584.2	627.0	627.0	-7.2%	13.4%	663.9	715.2	749.9	6.2%	10.9%
Agricultural Production, Health and Food Safety	1 029.2	1 234.4	1 644.9	1 889.9	1 889.9	22.5%	31.4%	2 066.1	2 266.1	2 303.8	6.8%	33.7%
Food Security and Agrarian Reform	900.6	1 048.5	1 249.4	1 410.9	1 410.9	16.1%	25.0%	1 597.7	1 708.7	1 787.5	8.2%	25.7%
Trade Promotion and Market Access	185.2	145.3	190.2	209.4	209.4	4.2%	4.0%	231.6	236.0	243.9	5.2%	3.6%
Forestry	861.6	682.1	907.7	1 242.7	1 101.0	8.5%	19.2%	1 184.5	1 185.9	1 246.5	4.2%	18.7%
Fisheries	200.0	259.1	352.0	489.1	489.1	34.7%	7.0%	434.0	446.9	468.0	-1.5%	7.3%
Total	3 961.8	3 850.7	4 928.3	5 868.9	5 727.3	13.1%	100.0%	6 178.0	6 558.9	6 799.6	5.9%	100.0%
Change to 2012 Budget estimate				70.2	(71.5)			202.3	229.7	179.3		

Economic classification

	2009/10	2010/11	2011/12	2 234.3	2 234.3	9.0%	41.7%	2 421.4	2 566.2	2 701.5	6.5%	39.3%
Current payments	1 724.3	1 755.4	1 995.5	2 234.3	2 234.3	9.0%	41.7%	2 421.4	2 566.2	2 701.5	6.5%	39.3%
Compensation of employees	1 082.2	1 189.9	1 320.7	1 473.8	1 473.8	10.8%	27.4%	1 656.0	1 748.2	1 839.5	7.7%	26.6%
Goods and services	641.3	564.2	674.2	759.0	759.0	5.8%	14.3%	763.4	815.8	859.7	4.2%	12.7%
of which:												
Administration fees	51.5	45.0	51.3	61.0	61.0	5.8%	1.1%	70.6	74.7	81.0	9.9%	1.1%
Advertising	10.3	13.6	14.8	20.5	20.5	25.7%	0.3%	12.0	11.0	13.5	-12.9%	0.2%
Assets less than the capitalisation threshold	7.3	4.7	2.9	31.8	31.8	62.9%	0.3%	43.8	46.7	48.0	14.7%	0.7%
Audit cost: External	7.3	9.9	8.6	10.7	10.7	13.4%	0.2%	12.0	13.3	13.1	7.0%	0.2%
Bursaries: Employees	2.4	2.3	2.6	5.1	5.1	28.0%	0.1%	6.8	7.1	7.6	13.9%	0.1%
Catering: Departmental activities	1.5	2.6	1.8	2.5	2.5	19.5%	0.0%	3.5	4.1	4.5	21.7%	0.1%
Communication	31.1	23.4	25.0	27.2	27.2	-4.4%	0.6%	26.6	30.7	31.5	5.0%	0.5%
Computer services	21.1	20.2	24.2	28.9	28.9	11.1%	0.5%	32.8	34.1	36.7	8.3%	0.5%
Consultants and professional services: Business and advisory services	49.5	45.3	54.9	42.5	42.5	-5.0%	1.0%	28.6	27.7	28.9	-12.0%	0.5%
Consultants and professional services: Infrastructure and planning	34.2	12.4	12.3	14.2	14.2	-25.4%	0.4%	14.4	15.5	16.8	5.8%	0.2%
Consultants and professional services: Laboratory services	0.8	0.3	0.5	0.6	0.6	-9.5%	0.0%	1.2	1.5	1.4	31.7%	0.0%
Consultants and professional services: Legal costs	3.1	2.0	4.2	1.3	1.3	-24.8%	0.1%	1.8	1.8	1.9	13.2%	0.0%
Contractors	12.8	14.6	10.3	22.8	22.8	21.3%	0.3%	14.3	14.8	12.0	-19.4%	0.3%
Agency and support / outsourced services	51.9	59.9	69.2	51.7	51.7	-0.1%	1.3%	68.7	65.9	74.4	12.9%	1.0%
Entertainment	0.3	0.3	0.4	0.5	0.5	14.0%	0.0%	0.5	0.5	0.5	0.3%	0.0%
Fleet services (including government motor transport)	14.9	10.8	15.3	11.9	11.9	-7.2%	0.3%	8.2	9.9	9.6	-6.7%	0.2%
Inventory: Food and food supplies	0.4	1.2	1.5	1.6	1.6	62.1%	0.0%	1.8	1.8	1.9	7.3%	0.0%
Inventory: Fuel, oil and gas	3.9	2.3	3.0	5.3	5.3	10.4%	0.1%	32.1	35.3	33.8	85.8%	0.4%
Inventory: Learner and teacher support material	0.1	0.1	0.2	0.4	0.4	37.1%	0.0%	0.6	0.6	0.5	12.6%	0.0%
Inventory: Materials and supplies	7.4	3.8	3.7	17.5	17.5	33.0%	0.2%	5.2	6.0	6.4	-28.5%	0.1%
Inventory: Medical supplies	10.3	0.2	0.1	2.6	2.6	-36.9%	0.1%	1.2	1.2	1.2	-21.8%	0.0%
Inventory: Medicine	-	8.4	0.7	1.1	1.1	0.1%	0.1%	19.9	20.8	21.6	170.8%	0.3%
Inventory: Other consumables	56.1	24.4	41.9	64.3	64.3	4.6%	1.0%	51.9	48.6	51.6	-7.0%	0.9%
Inventory: Stationery and printing	12.1	13.2	13.2	24.2	24.2	25.9%	0.3%	21.0	19.7	19.2	-7.4%	0.3%
Operating leases	17.5	20.4	54.9	66.5	66.5	56.1%	0.9%	71.5	76.0	73.4	3.3%	1.1%
Property payments	20.2	14.7	26.2	37.2	37.2	22.6%	0.5%	37.2	56.0	62.1	18.6%	0.8%
Transport provided: Departmental activity	0.0	0.6	-	-	-	-100.0%	0.0%	-	-	-	-	-
Travel and subsistence	175.7	133.1	158.3	119.8	119.8	-12.0%	3.2%	104.3	116.3	125.6	1.6%	1.8%
Training and development	14.5	37.7	29.1	41.6	41.6	42.0%	0.7%	36.9	39.3	42.3	0.6%	0.6%
Operating payments	7.3	8.6	10.8	15.7	15.7	28.8%	0.2%	10.1	11.5	13.0	-6.1%	0.2%
Venues and facilities	15.6	28.0	31.6	28.1	28.1	21.5%	0.6%	22.4	21.8	23.9	-5.3%	0.4%
Rental and hiring	-	-	0.8	0.2	0.2	0.0%	0.0%	1.5	1.6	1.8	124.9%	0.0%
Interest and rent on land	0.8	1.2	0.5	1.5	1.5	25.3%	0.0%	2.1	2.1	2.3	15.5%	0.0%
Transfers and subsidies	2 155.0	1 983.7	2 800.5	3 488.9	3 347.3	15.8%	55.7%	3 658.1	3 891.8	3 991.3	6.0%	58.9%
Provinces and municipalities	974.2	1 126.2	1 652.3	2 067.0	1 925.3	25.5%	30.7%	2 148.5	2 194.6	2 295.5	6.0%	33.9%
Departmental agencies and accounts	682.4	792.9	1 006.6	1 311.7	1 311.7	24.3%	20.5%	1 409.6	1 600.7	1 611.8	7.1%	23.5%
Higher education institutions	1.9	-	0.1	5.0	5.0	37.7%	0.0%	7.0	7.1	7.3	13.7%	0.1%
Foreign governments and international organisations	29.7	29.6	31.9	23.4	23.4	-7.6%	0.6%	33.7	25.9	22.6	-1.2%	0.4%
Public corporations and private enterprises	438.8	8.3	38.1	39.7	39.7	-55.1%	2.8%	41.3	42.7	44.9	4.2%	0.7%
Non-profit institutions	14.3	6.7	12.0	13.3	13.3	-2.5%	0.3%	16.2	18.9	7.4	-17.5%	0.2%
Households	13.8	19.9	59.4	28.9	28.9	27.9%	0.7%	1.8	1.9	1.9	-59.9%	0.1%
Payments for capital assets	82.0	111.3	132.0	145.7	145.7	21.2%	2.6%	98.5	100.9	106.8	-9.8%	1.8%
Buildings and other fixed structures	22.8	47.1	54.2	40.4	40.4	21.0%	0.9%	38.4	42.4	45.3	3.8%	0.7%
Machinery and equipment	58.6	62.4	77.6	104.9	104.9	21.4%	1.6%	59.2	57.7	60.6	-16.7%	1.1%
Biological assets	0.1	0.0	0.0	0.3	0.3	43.4%	0.0%	0.7	0.7	0.7	30.9%	0.0%
Software and other intangible assets	0.4	1.8	0.2	0.0	0.0	-54.9%	0.0%	0.2	0.2	0.2	65.4%	0.0%
Payments for financial assets	0.5	0.3	0.3	-	-	-100.0%	0.0%	-	-	-	-	-
Total	3 961.8	3 850.7	4 928.3	5 868.9	5 727.3	13.1%	100.0%	6 178.0	6 558.9	6 799.6	5.9%	100.0%

Personnel information

Table 26.3 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number						
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)					
		2011/12		Unit Cost	2012/13		Unit Cost	2013/14		Unit Cost	2014/15		Unit Cost			2015/16		Unit Cost		
		Number	Cost		Number	Cost		Number	Cost		Number	Cost				Number	Cost		2012/13 - 2015/16	
Agriculture, Forestry and Fisheries		7 062	70	7 084	1 320.7	0.2	6 146	1 473.8	0.2	7 064	1 656.0	0.2	7 064	1 748.2	0.2	7 063	1 839.5	0.3	4.7%	100.0%
Salary level	7 062	70	7 084	1 320.7	0.2	6 146	1 473.8	0.2	7 064	1 656.0	0.2	7 064	1 748.2	0.2	7 063	1 839.5	0.3	4.7%	100.0%	
1 – 6	4 252	24	4 334	433.7	0.1	3 834	463.0	0.1	4 252	520.5	0.1	4 252	551.3	0.1	4 252	580.6	0.1	3.5%	60.7%	
7 – 10	2 214	26	2 140	511.4	0.2	1 866	604.9	0.3	2 214	687.6	0.3	2 214	725.7	0.3	2 213	762.6	0.3	5.8%	31.1%	
11 – 12	465	15	476	240.2	0.5	331	251.6	0.8	465	281.4	0.6	465	295.0	0.6	465	310.3	0.7	12.0%	6.3%	
13 – 16	131	5	134	135.4	1.0	115	154.3	1.3	133	166.6	1.3	133	176.2	1.3	133	186.1	1.4	5.0%	1.9%	

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

² Rand million.

³ As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on providing agricultural support to smallholder farmers through conditional grants, such as the comprehensive agricultural support programme, the LandCare programme and the Ilima/Letsema programme. The department will spend over R6 billion on conditional grants to provinces to support 435 000 subsistence farmers and 54 500 smallholder producers, and improve extension services and flood damaged infrastructure over the medium term. The spending focus will also be on the Working for Fisheries projects, the modernisation of vaccine production facilities and equipment for Onderstepoort Biological Products, and the Stellenbosch plant quarantine station for the upgrade and maintenance of buildings and laboratory facilities. Additional allocations are provided for these activities.

Between 2009/10 and 2012/13, expenditure in the *Agricultural Production, Health and Food Safety; and Food Security and Agrarian Reform* programmes increased due to additional funding of R200 million allocated for the appointment of veterinarians and the procurement of toolkits for animal health technicians, the R170 million allocation for the Agricultural Research Council for the upgrade of the foot and mouth disease facility, and the increase in the allocation for Ilima/Letsema conditional grant. The significant increase in expenditure in the *Fisheries* programme between 2009/10 and 2012/13 was due to an allocation of R125 million for vessel operations.

Over the medium term, the department receives additional allocations as follows:

- R129.8 million for improved conditions of service
- R171 million in 2013/14, R214.3 million in 2014/15 and R364.5 million in 2015/16 for the Working for Fisheries projects, and the modernisation of vaccine production facilities and equipment for Onderstepoort Biological Products and the Stellenbosch plant quarantine station
- R520 million as part of the economic competitiveness support package, comprised of R323 million for the Agricultural Research Council for research into crop production, animal vaccines, extension services and the maintenance of national genebank collections; and R197 million for the provincial and rural agricultural colleges for research, facilities and equipment, and to increase levels of student intake.

Cabinet approved budget reductions of R27 million, R57 million and R90 million over the medium term have been effected. The reductions are mostly in spending on various goods and services items across all programmes. The details of these reductions are discussed within each programme.

The department had a funded establishment of 7 062 posts and 70 posts additional to the establishment. 6 146 posts were filled and 986 were vacant as at 30 September 2012. The vacancies were mainly due to the difficulty in recruiting skilled personnel and the length of time involved in completing recruitment checks that form part of the national vetting strategy. The decentralisation of regional offices also contributed to the lengthy recruitment process. These posts are expected to be filled in 2013/14. The ratio of support to line function staff was 1:7 as at 30 September 2012.

Infrastructure spending

The total cost of the infrastructure projects funded by the department is estimated at R751.5 million and includes: R250 million for fences along South Africa's borders with Zimbabwe and Mozambique to manage the incidence of foot and mouth disease; R200 million to drill and fit boreholes for agricultural purposes in rural communities across the country; R54.6 million to upgrade and maintain buildings and laboratories at the Stellenbosch plant quarantine station; and R45 million in 2013/14 for fencing under the LandCare programme grant.

Departmental receipts

Table 26.4 Receipts

	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Receipt/total: Average (%)	Medium-term receipts estimate			Average growth rate (%)	Receipt/total: Average (%)	
	2009/10	2010/11	2011/12					2012/13	2009/10 - 2012/13	2013/14			2014/15
R thousand													
Departmental receipts	250 534	156 961	177 368	145 051	145 051	-16.7%	100.0%	152 303	159 918	167 913	5.0%	100.0%	
Sales of goods and services produced by department	108 883	126 973	128 005	112 900	112 900	1.2%	65.3%	118 545	124 472	130 696	5.0%	77.8%	
Sales by market establishments	2 843	2 864	3 774	2 980	2 980	1.6%	1.7%	3 129	3 285	3 449	5.0%	2.1%	
of which:													
Dwelling	2 295	2 499	3 097	2 100	2 100	-2.9%	1.4%	2 205	2 315	2 430	5.0%	1.4%	
Rental parking: Covered and open	239	251	265	326	326	10.9%	0.1%	342	359	377	5.0%	0.2%	
Rental other: Machinery and equipment	1	-	-	210	210	494.4%	-	221	232	244	5.1%	0.1%	
Wool and skin	308	114	412	344	344	3.8%	0.2%	361	379	398	5.0%	0.2%	
Administration fees	75 143	88 226	94 402	74 100	74 100	-0.5%	45.5%	77 805	81 695	85 780	5.0%	51.1%	
of which:													
Farm feeds registration	5 353	11 233	2 597	9 800	9 800	22.3%	4.0%	10 290	10 805	11 345	5.0%	6.8%	
Plant breeder rights	2 124	1 991	2 451	4 500	4 500	28.4%	1.5%	4 725	4 961	5 209	5.0%	3.1%	
Stock remedy	627	754	4 754	4 900	4 900	98.4%	1.5%	5 145	5 402	5 672	5.0%	3.4%	
Inspection fees: Statutory services	47 718	50 272	54 689	41 000	41 000	-4.9%	26.5%	43 050	45 203	47 463	5.0%	28.3%	
Other	19 321	23 976	29 911	13 900	13 900	-10.4%	11.9%	14 595	15 324	16 091	5.0%	9.6%	
Other sales	30 897	35 883	29 829	35 820	35 820	5.1%	18.1%	37 611	39 492	41 467	5.0%	24.7%	
of which:													
Services rendered: Boarding service: Private	1 348	1 109	1 453	1 900	1 900	12.1%	0.8%	1 995	2 094	2 199	5.0%	1.3%	
Services rendered: Commission insurance	805	60	1 678	1 460	1 460	22.0%	0.5%	1 533	1 609	1 690	5.0%	1.0%	
Services rendered: Course fees	1 389	-	888	1 800	1 800	9.0%	0.6%	1 890	1 984	2 083	5.0%	1.2%	
Laboratory services: Plant	1 088	1 041	1 120	2 260	2 260	27.6%	0.8%	2 373	2 492	2 617	5.0%	1.6%	
Other	26 267	33 673	24 690	28 400	28 400	2.6%	15.5%	29 820	31 313	32 878	5.0%	19.6%	
Sales of scrap, waste, arms and other used current goods	4	28	7	9	9	31.0%	-	9	9	9	-	-	
of which:													
Paper	4	28	7	9	9	31.0%	-	9	9	9	-	-	
Transfers received	9	9	3	115	115	133.8%	-	121	127	133	5.0%	0.1%	
Fines, penalties and forfeits	53	43	54	27	27	-20.1%	-	28	29	30	3.6%	-	
Interest, dividends and rent on land	12 519	8 130	9 387	15 000	15 000	6.2%	6.2%	15 750	16 538	17 365	5.0%	10.3%	
Interest	11 758	7 240	8 101	12 300	12 300	1.5%	5.4%	12 915	13 561	14 239	5.0%	8.5%	
Rent on land	761	890	1 286	2 700	2 700	52.5%	0.8%	2 835	2 977	3 126	5.0%	1.9%	
Sales of capital assets	1 605	513	116	1 000	1 000	-14.6%	0.4%	1 050	1 103	1 158	5.0%	0.7%	
Transactions in financial assets and liabilities	127 461	21 265	39 796	16 000	16 000	-49.9%	28.0%	16 800	17 640	18 522	5.0%	11.0%	
Total	250 534	156 961	177 368	145 051	145 051	-16.7%	100.0%	152 303	159 918	167 913	5.0%	100.0%	

Programme 1: Administration

Expenditure estimates

Table 26.5 Administration

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)		
	2009/10	2010/11	2011/12		2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	2012/13 - 2015/16	
R thousand												
Ministry	24 119	31 749	34 493	29 695	7.2%	4.8%	30 444	31 887	33 364	4.0%	4.5%	
Department Management	17 405	21 042	17 294	18 516	2.1%	3.0%	22 756	22 283	25 798	11.7%	3.2%	
Financial Administration	481 425	119 784	127 096	138 485	-34.0%	35.0%	145 517	152 718	158 603	4.6%	21.6%	
Internal Audit	4 758	8 775	3 614	7 832	18.1%	1.0%	8 257	8 629	9 017	4.8%	1.2%	
Corporate Services	85 083	107 038	119 031	137 275	17.3%	18.1%	151 695	157 090	164 369	6.2%	22.1%	
Stakeholder Relations, Communication and Legal Services	34 254	48 487	49 977	61 405	21.5%	7.8%	62 981	66 514	65 853	2.4%	9.3%	
Policy, Planning, Monitoring and Evaluation	55 166	59 297	98 374	80 444	13.4%	11.8%	77 676	85 393	89 797	3.7%	12.1%	
Office Accommodation	82 850	85 056	134 367	153 343	22.8%	18.4%	164 623	190 643	203 141	9.8%	25.8%	
Total	785 060	481 228	584 246	626 995	-7.2%	100.0%	663 949	715 157	749 942	6.2%	100.0%	
Change to 2012 Budget estimate				14 060			7 261	26 531	-			
Economic classification												
Current payments	381 724	442 565	555 308	614 028	17.2%	80.5%	648 373	696 951	729 106	5.9%	97.5%	
Compensation of employees	208 395	241 446	263 825	307 068	13.8%	41.2%	341 181	357 562	374 599	6.9%	50.1%	
Goods and services	173 329	200 880	291 296	306 673	20.9%	39.2%	306 969	339 153	354 230	4.9%	47.4%	
of which:												
Administration fees	49 143	43 987	50 273	58 076	5.7%	8.1%	66 594	70 678	75 045	8.9%	9.8%	
Advertising	2 132	2 251	5 345	3 265	15.3%	0.5%	3 128	3 206	3 089	-1.8%	0.5%	
Assets less than the capitalisation threshold	1 016	1 837	626	1 919	23.6%	0.2%	2 293	2 683	2 359	7.1%	0.3%	
Audit cost: External	7 339	9 949	8 569	10 700	13.4%	1.5%	11 722	12 954	12 802	6.2%	1.7%	
Bursaries: Employees	824	781	815	2 203	38.8%	0.2%	2 693	2 704	2 849	8.9%	0.4%	
Catering: Departmental activities	309	1 532	738	748	34.3%	0.1%	875	939	1 089	13.3%	0.1%	
Communication	15 906	12 077	13 906	14 476	-3.1%	2.3%	14 005	14 898	16 076	3.6%	2.2%	
Computer services	14 909	16 691	21 331	23 705	16.7%	3.1%	23 200	23 892	24 398	1.0%	3.5%	
Consultants and professional services: Business and advisory services	16 491	12 652	20 429	20 902	8.2%	2.8%	12 816	14 095	14 809	-10.9%	2.3%	
Consultants and professional services: Legal costs	415	313	2 466	172	-25.4%	0.1%	197	208	221	8.7%	-	
Contractors	3 748	5 960	4 071	3 406	-3.1%	0.7%	1 076	1 137	1 202	-29.3%	0.2%	
Agency and support / outsourced services	12 574	20 158	14 528	12 539	-0.1%	2.4%	9 511	10 072	10 414	-6.0%	1.5%	
Entertainment	163	172	278	297	22.1%	-	290	290	289	-0.9%	-	
Fleet services (including government motor transport)	2 717	2 511	3 364	2 792	0.9%	0.5%	1 915	2 141	2 388	-5.1%	0.3%	
Inventory: Food and food supplies	-	-	-	13	-	-	-	-	-	-100.0%	-	
Inventory: Fuel, oil and gas	145	23	18	62	-24.7%	-	1 291	1 380	1 528	191.0%	0.2%	
Inventory: Learner and teacher support material	38	22	19	41	2.6%	-	245	260	200	69.6%	-	
Inventory: Materials and supplies	1 006	477	316	1 502	14.3%	0.1%	460	544	669	-23.6%	0.1%	
Inventory: Medical supplies	8	5	-	3	-27.9%	-	8	8	7	32.6%	-	
Inventory: Medicine	-	-	1	5	-	-	5	5	5	-	-	
Inventory: Other consumables	879	983	1 348	919	1.5%	0.2%	1 239	1 298	1 227	10.1%	0.2%	
Inventory: Stationery and printing	4 423	4 640	4 356	4 776	2.6%	0.7%	4 844	5 597	5 558	5.2%	0.8%	
Operating leases	7 535	15 790	50 868	62 645	102.6%	5.5%	67 328	70 667	68 381	3.0%	9.8%	
Property payments	4 612	7 873	16 843	27 784	82.0%	2.3%	31 646	49 520	54 981	25.5%	5.9%	
Transport provided: Departmental activity	-	15	-	-	-	-	-	-	-	-	-	
Travel and subsistence	17 218	31 497	48 233	28 969	18.9%	5.1%	28 203	30 314	31 425	2.7%	4.3%	
Training and development	3 392	2 687	3 061	3 512	1.2%	0.5%	3 231	3 850	4 699	10.2%	0.6%	
Operating payments	1 868	2 970	2 122	3 921	28.0%	0.4%	2 124	2 209	2 304	-16.2%	0.4%	
Venues and facilities	4 519	3 027	17 371	17 297	56.4%	1.7%	15 725	13 297	15 894	-2.8%	2.3%	
Rental and hiring	-	-	1	24	-	-	305	307	322	137.6%	-	
Interest and rent on land	-	239	187	287	-	-	223	236	277	-1.2%	-	
Transfers and subsidies	371 877	7 341	2 075	1 805	-83.1%	15.5%	8 723	10 318	11 914	87.6%	1.2%	
Provinces and municipalities	156	63	39	38	-37.5%	-	51	53	56	13.8%	-	
Departmental agencies and accounts	650	1 144	1 272	1 524	32.8%	0.2%	8 672	10 265	11 858	98.2%	1.2%	
Public corporations and private enterprises	367 443	2 988	151	-	-100.0%	15.0%	-	-	-	-	-	
Non-profit institutions	30	100	-	-	-100.0%	-	-	-	-	-	-	
Households	3 598	3 046	613	243	-59.3%	0.3%	-	-	-	-100.0%	-	
Payments for capital assets	31 421	31 238	26 765	11 162	-29.2%	4.1%	6 853	7 888	8 922	-7.2%	1.3%	
Buildings and other fixed structures	22 490	12 482	15 802	7 010	-32.2%	2.3%	5 000	6 000	7 000	-	0.9%	
Machinery and equipment	8 638	17 053	10 878	4 146	-21.7%	1.6%	1 848	1 888	1 922	-22.6%	0.4%	
Software and other intangible assets	293	1 703	85	6	-72.6%	0.1%	5	-	-	-100.0%	-	
Payments for financial assets	38	84	98	-	-100.0%	-	-	-	-	-	-	
Total	785 060	481 228	584 246	626 995	-7.2%	100.0%	663 949	715 157	749 942	6.2%	100.0%	
Proportion of total programme expenditure to vote expenditure	19.8%	12.5%	11.9%	10.7%			10.7%	10.9%	11.0%			

Table 26.5 Administration (continued)

	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
R thousand											
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	156	63	39	38	-37.5%	-	51	53	56	13.8%	-
Vehicle licences	156	63	39	38	-37.5%	-	51	53	56	13.8%	-
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	443	1 335	151	-	-100.0%	0.1%	-	-	-	-	-
Claims against the state	443	1 335	151	-	-100.0%	0.1%	-	-	-	-	-
Households											
Other transfers to households											
Current	2 533	-	21	-	-100.0%	0.1%	-	-	-	-	-
Claims against the state	3	-	21	-	-100.0%	-	-	-	-	-	-
Female farmer competition	2 530	-	-	-	-100.0%	0.1%	-	-	-	-	-
Households											
Social benefits											
Current	1 065	3 046	592	243	-38.9%	0.2%	-	-	-	-100.0%	-
Employee social benefits	1 065	3 046	592	243	-38.9%	0.2%	-	-	-	-100.0%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	650	1 144	1 272	1 524	32.8%	0.2%	8 672	10 265	11 858	98.2%	1.2%
Primary Agriculture Sector Education and Training Authority	650	1 144	1 272	1 518	32.7%	0.2%	1 672	1 765	1 858	7.0%	0.2%
South African Broadcasting Corporation	-	-	-	6	-	-	-	-	-	-100.0%	-
National Research Foundation	-	-	-	-	-	-	7 000	8 500	10 000	-	0.9%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	367 000	1 653	-	-	-100.0%	14.9%	-	-	-	-	-
Forest Sector Charter Council	-	1 653	-	-	-	0.1%	-	-	-	-	-
Land and Agricultural Bank of Southern Africa	367 000	-	-	-	-100.0%	14.8%	-	-	-	-	-
Non-profit institutions											
Current	30	100	-	-	-100.0%	-	-	-	-	-	-
Cape Agency for Sustainable and Integrated Development in Rural Areas	-	100	-	-	-	-	-	-	-	-	-
Limpopo Youth Orchestra	10	-	-	-	-100.0%	-	-	-	-	-	-
Nokane Primary School	10	-	-	-	-100.0%	-	-	-	-	-	-
Agri South Africa	10	-	-	-	-100.0%	-	-	-	-	-	-

Personnel information

Table 26.6 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2011/12		Unit Cost	2012/13		Unit Cost	2013/14		2014/15		2015/16				2012/13 - 2015/16			
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Administration																			
Salary level	1 115	7	1 081	263.8	0.2	929	307.1	0.3	1 117	341.2	0.3	1 117	357.6	0.3	1 117	374.6	0.3	6.3%	100.0%
1 - 6	523	1	519	59.3	0.1	456	69.6	0.2	523	73.7	0.1	523	76.9	0.1	523	80.6	0.2	4.7%	47.3%
7 - 10	419	1	414	94.7	0.2	344	114.2	0.3	419	132.2	0.3	419	139.1	0.3	419	145.7	0.3	6.8%	37.4%
11 - 12	118	3	90	47.5	0.5	77	57.0	0.7	118	67.2	0.6	118	69.4	0.6	118	72.2	0.6	15.3%	10.1%
13 - 16	55	2	58	62.3	1.1	52	66.3	1.3	57	68.0	1.2	57	72.1	1.3	57	76.1	1.3	3.1%	5.2%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on acquiring offices for the forestry and fisheries branches and providing effective support services to the department. R8.4 million was transferred from the Department of

Water Affairs in 2012/13 and an additional R28.1 million has been allocated over the medium term to provide for the office accommodation needs of the forestry branch.

Between 2009/10 to 2012/13, expenditure in the *Financial Administration* subprogramme decreased due to a once-off allocation of R367 million in 2009/10 for the Micro Agricultural Financial Institutions of South Africa scheme, while expenditure in the *Corporate Services* subprogramme increased over the same period due to the upgrading of IT systems. This accounts for the increase in expenditure on computer services over the period. Expenditure in the *Stakeholder Relations, Communication and Legal Services* subprogramme grew significantly between 2009/10 and 2012/13 when the department was restructured to include the fisheries function and the Marine Living Resources Fund.

As part of the Cabinet approved budget reductions, the department reduced the allocation for spending by R2.9 million, of which R2.7 million is on travel and subsistence in 2013/14. The reduction is not expected to have an adverse effect on service delivery, as personnel in the programme have been encouraged to use video conferencing instead of travelling to meetings, and limits have been placed on the number of delegates going on overseas trips.

The programme had a funded establishment of 1 115 posts and 7 posts additional to the establishment, of which 929 were filled as at 30 September 2012. There were 193 vacancies in this programme due to the long time recruitment processes can take. These vacancies are to be filled 2013/14. Consultants are used mainly for research, external audit services and task teams appointed by the director general. They are only used as and when the need arises. Spending on consultants is expected to decrease over the medium term, as the department fills vacancies and becomes less reliant on consultants.

Programme 2: Agricultural Production, Health and Food Safety

Objectives

- Promote efficient production, handling and processing of food, fibre and timber by implementing 5 plant and animal production strategies to increase production over the medium term.
- Manage the level of risks associated with food, diseases, pests and natural disaster by continuously facilitating the development and implementation of plant and animal strategies, policies, quality standards, and other sanitary and phyto-sanitary measures.
- Establish and maintain 9 effective early warning and mitigation systems by improving the early detections of and reaction time to outbreaks of animal and plant diseases and pests over the medium term.

Subprogrammes

- *Management* oversees and manages the programme. This subprogramme had a staff complement of 3 in 2012/13.
- *Inspection and Laboratory Services* provides leadership, guidance and support to ensure compliance with agricultural legislation and regulatory frameworks; oversees the effective implementation of risk management strategies from laboratory analytical testing, inspections and quarantine services related to import and export control of animals, plants and related products; and regulates the sale and use of stock remedies, fertilisers, farm feeds and pesticides in support of agricultural production. This subprogramme had a staff complement of 930 in 2012/13.
- *Plant Production and Health* is discussed in more detail below.
- *Animal Production and Health* improves livestock production by implementing sustainable animal production and health strategies, projects and programmes founded on sound animal health and production management principles, and an informed extension service and sustainable natural resource management. This subprogramme had a staff complement of 391 in 2012/13.
- *Agricultural Research* manages monthly transfers to the Agricultural Research Council.

Expenditure estimates

Table 26.7 Agricultural Production, Health and Food Safety

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12		2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16		
R thousand											
Management	1 870	1 915	2 127	2 179	5.2%	0.1%	2 740	2 866	2 997	11.2%	0.1%
Inspection and Laboratory Services	193 708	223 358	263 217	281 312	13.2%	16.6%	303 152	315 702	332 263	5.7%	14.5%
Plant Production and Health	104 185	255 189	473 092	483 006	66.7%	22.7%	510 181	537 725	559 337	5.0%	24.5%
Animal Production and Health	192 314	131 679	150 911	180 351	-2.1%	11.3%	299 818	340 673	488 390	39.4%	15.4%
Agricultural Research	537 153	622 266	755 510	943 026	20.6%	49.3%	950 254	1 069 151	920 767	-0.8%	45.5%
Total	1 029 230	1 234 407	1 644 857	1 889 874	22.5%	100.0%	2 066 145	2 266 117	2 303 754	6.8%	100.0%
Change to 2012 Budget estimate				(1 729)			117 681	148 900	-		
Economic classification											
Current payments	400 573	390 794	445 692	481 812	6.3%	29.6%	570 243	597 287	629 648	9.3%	26.7%
Compensation of employees	253 196	282 927	324 454	349 553	11.3%	20.9%	415 944	439 544	463 376	9.9%	19.6%
Goods and services	147 377	107 805	121 084	132 011	-3.6%	8.8%	154 034	157 458	165 963	7.9%	7.1%
of which:											
Administration fees	183	200	185	756	60.5%	-	724	783	2 516	49.3%	0.1%
Advertising	5 169	4 013	4 208	2 630	-20.2%	0.3%	2 617	2 716	3 100	5.6%	0.1%
Assets less than the capitalisation threshold	2 014	1 317	1 333	22 656	124.1%	0.5%	32 178	34 638	36 384	17.1%	1.5%
Bursaries: Employees	793	821	819	1 099	11.5%	0.1%	1 281	1 341	1 412	8.7%	0.1%
Catering: Departmental activities	25	48	52	49	25.1%	-	197	238	310	85.0%	-
Communication	3 893	3 685	3 832	3 246	-5.9%	0.3%	3 559	3 863	2 719	-5.7%	0.2%
Computer services	3 358	2 295	1 966	1 789	-18.9%	0.2%	1 390	1 398	2 776	15.8%	0.1%
Consultants and professional services: Business and advisory services	139	11 252	3 696	258	22.9%	0.3%	886	707	1 061	60.2%	-
Consultants and professional services: Infrastructure and planning	2 209	1 263	571	590	-35.6%	0.1%	940	710	678	4.7%	-
Consultants and professional services: Laboratory services	707	302	470	591	-5.8%	-	1 112	1 345	1 298	30.0%	0.1%
Consultants and professional services: Legal costs	2 310	1 327	1 317	1 085	-22.3%	0.1%	1 492	1 453	1 538	12.3%	0.1%
Contractors	2 001	2 426	3 070	9 872	70.2%	0.3%	7 509	7 831	4 740	-21.7%	0.4%
Agency and support / outsourced services	23 893	13 351	18 097	5 291	-39.5%	1.0%	4 309	2 017	1 472	-34.7%	0.2%
Entertainment	38	38	37	47	7.3%	-	47	47	47	-	-
Fleet services (including government motor transport)	5 589	5 332	7 566	3 839	-11.8%	0.4%	1 612	1 801	1 693	-23.9%	0.1%
Inventory: Food and food supplies	21	1	-	2	-54.3%	-	14	15	18	108.0%	-
Inventory: Fuel, oil and gas	420	438	350	931	30.4%	-	19 537	21 732	22 556	189.4%	0.8%
Inventory: Learner and teacher support material	1	2	2	10	115.4%	-	14	14	15	14.5%	-
Inventory: Materials and supplies	1 209	876	830	2 820	32.6%	0.1%	1 022	1 091	1 173	-25.4%	0.1%
Inventory: Medical supplies	10 151	148	123	2 448	-37.8%	0.2%	1 076	1 097	1 119	-23.0%	0.1%
Inventory: Medicine	-	8 309	601	1 036	-	0.2%	19 896	20 743	21 512	174.9%	0.7%
Inventory: Other consumables	6 074	6 240	11 584	31 957	73.9%	1.0%	18 149	17 871	19 889	-14.6%	1.0%
Inventory: Stationery and printing	3 911	4 066	3 702	4 891	7.7%	0.3%	8 388	5 963	4 653	-1.6%	0.3%
Operating leases	3 567	362	134	340	-54.3%	0.1%	898	1 964	962	41.4%	-
Property payments	1 642	1 921	3 778	2 424	13.9%	0.2%	783	809	836	-29.9%	0.1%
Travel and subsistence	64 082	31 860	45 145	24 381	-27.5%	2.9%	17 009	16 202	22 153	-3.1%	0.9%
Training and development	1 793	2 278	2 406	2 047	4.5%	0.1%	3 147	3 414	3 805	23.0%	0.1%
Operating payments	1 955	2 354	4 025	4 181	28.8%	0.2%	3 116	3 439	3 963	-1.8%	0.2%
Venues and facilities	230	1 280	802	745	48.0%	0.1%	983	2 062	1 405	23.5%	0.1%
Rental and hiring	-	-	383	-	-	-	149	154	160	-	-
Interest and rent on land	-	62	154	248	-	-	265	285	309	7.6%	-
Transfers and subsidies	617 252	833 275	1 186 177	1 367 713	30.4%	69.1%	1 493 906	1 667 314	1 671 007	6.9%	72.7%
Provinces and municipalities	50 001	192 557	405 090	415 825	102.6%	18.3%	438 478	460 647	481 840	5.0%	21.1%
Departmental agencies and accounts	537 153	622 266	755 510	943 039	20.6%	49.3%	1 046 754	1 196 651	1 189 167	8.0%	51.3%
Public corporations and private enterprises	20 073	1 015	539	233	-77.4%	0.4%	1 000	-	-	-100.0%	-
Non-profit institutions	6 270	6 596	6 906	7 251	5.0%	0.5%	7 649	10 000	-	-100.0%	0.3%
Households	3 755	10 841	18 132	1 365	-28.6%	0.6%	25	16	-	-100.0%	-
Payments for capital assets	11 126	10 302	12 877	40 349	53.6%	1.3%	1 996	1 516	3 099	-57.5%	0.6%
Machinery and equipment	11 036	10 235	12 785	40 349	54.1%	1.3%	1 986	1 505	3 087	-57.5%	0.6%
Biological assets	78	-	-	-	-100.0%	-	-	-	-	-	-
Software and other intangible assets	12	67	92	-	-100.0%	-	10	11	12	-	-
Payments for financial assets	279	36	111	-	-100.0%	-	-	-	-	-	-
Total	1 029 230	1 234 407	1 644 857	1 889 874	22.5%	100.0%	2 066 145	2 266 117	2 303 754	6.8%	100.0%
Proportion of total programme expenditure to vote expenditure	26.0%	32.1%	33.4%	32.2%			33.4%	34.6%	33.9%		

Table 26.7 Agricultural Production, Health and Food Safety (continued)

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)		Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12		2012/13	2009/10 - 2012/13		2013/14	2014/15	2015/16		
Details of transfers and subsidies												
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current	1	57	90	27	200.0%	-		22	22	26	-1.3%	-
Vehicle licence fees	1	57	90	27	200.0%	-		22	22	26	-1.3%	-
Provinces and municipalities												
Provinces												
Provincial Revenue Funds												
Current	50 000	192 500	405 000	415 798	102.6%	18.3%		438 456	460 625	481 814	5.0%	21.1%
Ilima/Letsema projects grant	50 000	192 500	405 000	415 798	102.6%	18.3%		438 456	460 625	481 814	5.0%	21.1%
Public corporations and private enterprises												
Private enterprises												
Other transfers to private enterprises												
Current	20 073	1 015	539	233	-77.4%	0.4%		1 000	-	-	-100.0%	-
Claims against the state	20 073	49	258	-	-100.0%	0.4%		-	-	-	-	-
Grasslands Group of Companies	-	966	281	-	-	-		-	-	-	-	-
National Wool Growers Association	-	-	-	-	-	-		1 000	-	-	-	-
Blueilliesbush Dairy Farming	-	-	-	233	-	-		-	-	-	-100.0%	-
Households												
Other transfers to households												
Current	1 106	8 523	16 507	-	-100.0%	0.5%		-	-	-	-	-
Claims against the state	26	14	20	-	-100.0%	-		-	-	-	-	-
Classical swine fever	1 080	8 509	-	-	-100.0%	0.2%		-	-	-	-	-
Avian influenza	-	-	16 487	-	-	0.3%		-	-	-	-	-
Households												
Social benefits												
Current	2 649	2 318	1 625	1 365	-19.8%	0.1%		25	16	-	-100.0%	-
Employee social benefits	2 649	2 318	1 625	1 365	-19.8%	0.1%		25	16	-	-100.0%	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	468 108	503 407	543 479	726 737	15.8%	38.7%		848 655	961 456	808 118	3.6%	39.2%
South African Broadcasting Corporation	-	-	-	13	-	-		-	-	-	-100.0%	-
Agricultural Research Council	468 108	503 407	543 479	726 724	15.8%	38.7%		848 655	961 456	808 118	3.6%	39.2%
Capital	69 045	118 859	212 031	216 302	46.3%	10.6%		198 099	235 195	381 049	20.8%	12.1%
Agricultural Research Council	69 045	118 859	212 031	216 302	46.3%	10.6%		101 599	107 695	112 649	-19.5%	6.3%
Onderstepoort Biological Products	-	-	-	-	-	-		96 500	127 500	268 400	-	5.8%
Non-profit institutions												
Current	6 270	6 596	6 906	7 251	5.0%	0.5%		7 649	10 000	-	-100.0%	0.3%
Deciduous Fruit Producers' Trust	6 270	6 596	6 906	7 251	5.0%	0.5%		7 649	10 000	-	-100.0%	0.3%

Personnel information

Table 26.8 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2011/12		2012/13		2013/14		2014/15		2015/16		2012/13 - 2015/16							
Agricultural Production, Health and Food Safety		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Salary level	1 516	8	1 490	324.5	0.2	1 347	349.6	0.3	1 516	415.9	0.3	1 516	439.5	0.3	1 516	463.4	0.3	4.0%	100.0%
1 - 6	619	5	617	61.0	0.1	578	63.2	0.1	619	82.0	0.1	619	86.6	0.1	619	91.5	0.1	2.3%	41.3%
7 - 10	746	2	715	172.0	0.2	650	195.6	0.3	746	234.2	0.3	746	247.5	0.3	746	260.8	0.3	4.7%	49.0%
11 - 12	136	1	143	77.5	0.5	108	78.6	0.7	136	83.1	0.6	136	87.8	0.6	136	92.6	0.7	8.0%	8.8%
13 - 16	15	-	15	13.9	0.9	11	12.2	1.1	15	16.7	1.1	15	17.7	1.2	15	18.5	1.2	10.9%	0.9%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on providing support to 3 900 smallholder producers participating in animal improvement schemes, improving support for food production through the Ilima/Letsema programme, and implementing the primary animal health care programme. These activities are to

be carried out through the *Plant Production and Health* subprogramme, which is discussed in further detail in the section that follows, and the *Agricultural Research* and *Animal Production and Health* subprogrammes.

Between 2009/10 to 2012/13, increased expenditure in the *Agriculture Research* subprogramme was due to an additional allocation of R50 million in 2011/12 and R120 million in 2012/13 to the Agricultural Research Council for upgrading the foot and mouth vaccine facility. This accounts for the increase in expenditure on transfers to departmental agencies and accounts over the period. An additional R77 million was allocated in 2012/13 for the economics competitiveness support package. The increase in expenditure on machinery and equipment between 2009/10 and 2012/13 was due to the procurement of veterinary toolkits and a mobile clinic in the *Animal Production and Health* subprogramme. Expenditure in this subprogramme goes towards recapitalising and revitalising veterinary infrastructure to create an enabling environment that would see 100 newly qualified veterinarians deployed to rural areas by 2015.

The significant increase over the medium term in expenditure in the *Animal Production and Health* subprogramme is due to additional funding of R492.4 million for Onderstepoort Biological Products to build and modernise vaccine production facilities and equipment, and R54.6 million to upgrade and maintain buildings and laboratories at the Stellenbosch plant quarantine station.

As part of the Cabinet approved budget reductions, the department reduced the allocation for spending on travel and subsistence in 2013/14 by R9.3 million. The reduction is not expected to have an adverse effect on service delivery, as personnel in the programme have been encouraged to use video conferencing instead of travelling to meetings and limits have been placed on the number of delegates going on overseas trips.

The programme had a funded establishment of 1 516 posts and 8 posts additional to the establishment. 1 347 posts were filled and 177 were vacant as at 30 September 2012. The vacancies were due to the scarcity of skilled personnel and the length of time involved in the recruitment processes. These posts are to be filled in 2013/14. Consultants are used mainly for legal services and activities related to aviation influenza, foot and mouth disease, classical swine flu, laboratory services and research. Expenditure on consultants decreased between 2009/10 and 2012/13, as the incidences of aviation influenza, foot and mouth disease, and classical swine flu had subsided.

Subprogramme: Plant Production and Health

This subprogramme focuses on increasing agricultural productivity with the emphasis on a sustainable plant production system, the efficient use of genetic resources, and managing risks associated with plant pests, diseases and genetically modified organisms. In 2012/13, Ilima/Letsema funds were allocated to all provinces to increase the production and productivity of targeted farmers. Detections of the African invader fruit fly in Limpopo have decreased, which has effectively mitigated a real threat to plant production. Key activities over the medium term will include developing a national policy on plant production; developing related commodity strategies; improving risk management systems to support production and enable safe and fair trade; continuing with one major exotic plant pest surveillance programme; monitoring and implementing mitigation measures against outbreaks of plant, animal diseases and pests; strengthening the regulatory framework for plant pests and diseases; and monitoring the trends of the genetic resources for food and agriculture.

Expenditure estimates

Table 26.9 Plant Production and Health

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)	
	2009/10	2010/11	2011/12		2009/10 - 2012/13	2012/13	2013/14	2014/15	2015/16			2012/13 - 2015/16
	R thousand											
Current payments	47 231	55 146	60 284	59 303	7.9%	16.9%	63 297	66 817	77 247	9.2%	12.8%	
Compensation of employees	36 063	42 274	49 190	48 071	10.1%	13.3%	56 623	59 744	62 919	9.4%	10.9%	
Goods and services	11 168	12 865	11 069	11 208	0.1%	3.5%	6 650	7 049	14 303	8.5%	1.9%	
of which:												
Administration fees	28	120	93	46	18.0%	-	227	248	1 936	247.8%	0.1%	
Advertising	1 588	1 198	563	160	-53.5%	0.3%	133	136	682	62.1%	0.1%	
Assets less than the capitalisation threshold	152	124	148	291	24.2%	0.1%	288	318	417	12.7%	0.1%	
Bursaries: Employees	464	309	184	182	-26.8%	0.1%	190	183	205	4.0%	-	
Catering: Departmental activities	7	19	14	16	31.7%	-	80	65	85	74.5%	-	
Communication	401	346	360	401	-	0.1%	303	371	357	-3.8%	0.1%	
Computer services	282	214	92	8	-69.5%	-	192	187	132	154.6%	-	
Consultants and professional services: Business and advisory services	122	2	2	7	-61.4%	-	271	308	260	233.7%	-	
Consultants and professional services: Infrastructure and planning	407	416	298	422	1.2%	0.1%	-	-	-	-100.0%	-	
Consultants and professional services: Laboratory services	-	3	-	-	-	-	30	31	31	-	-	
Consultants and professional services: Legal costs	409	170	-	2	-83.0%	-	100	-	-	-100.0%	-	
Contractors	318	121	405	326	0.8%	0.1%	83	103	93	-34.2%	-	
Agency and support / outsourced services	275	454	109	86	-32.1%	0.1%	100	160	100	5.2%	-	
Entertainment	14	15	10	13	-2.4%	-	13	13	13	-	-	
Fleet services (including government motor transport)	418	468	534	348	-5.9%	0.1%	416	450	296	-5.3%	0.1%	
Inventory: Food and food supplies	-	1	-	-	-	-	2	2	2	-	-	
Inventory: Fuel, oil and gas	31	36	41	60	24.6%	-	430	431	350	80.0%	0.1%	
Inventory: Materials and supplies	95	41	78	123	9.0%	-	127	144	153	7.5%	-	
Inventory: Medical supplies	1	-	-	2	26.0%	-	1	1	1	-20.6%	-	
Inventory: Medicine	-	1	2	5	-	-	-	-	-	-100.0%	-	
Inventory: Other consumables	393	466	2 207	3 239	102.0%	0.5%	241	1 395	1 966	-15.3%	0.3%	
Inventory: Stationery and printing	578	488	448	550	-1.6%	0.2%	240	190	1 045	23.9%	0.1%	
Operating leases	156	-	-	5	-68.2%	-	-	22	-	-100.0%	-	
Property payments	374	541	141	296	-7.5%	0.1%	70	80	95	-31.5%	-	
Travel and subsistence	3 878	5 581	4 401	3 750	-1.1%	1.3%	2 227	1 235	3 952	1.8%	0.5%	
Training and development	406	519	163	260	-13.8%	0.1%	385	455	737	41.5%	0.1%	
Operating payments	295	330	420	417	12.2%	0.1%	271	261	857	27.1%	0.1%	
Venues and facilities	76	882	356	193	36.4%	0.1%	150	178	453	32.9%	-	
Rental and hiring	-	-	-	-	-	-	80	82	85	-	-	
Interest and rent on land	-	7	25	24	-	-	24	24	25	1.4%	-	
Transfers and subsidies	56 307	199 102	412 020	423 084	95.9%	82.9%	446 146	470 657	481 835	4.4%	87.2%	
Provinces and municipalities	50 000	192 504	405 009	415 803	102.6%	80.8%	438 472	460 641	481 835	5.0%	86.0%	
Public corporations and private enterprises	19	-	97	-	-100.0%	-	-	-	-	-	-	
Non-profit institutions	6 270	6 596	6 906	7 251	5.0%	2.1%	7 649	10 000	-	-100.0%	1.2%	
Households	18	2	8	30	18.6%	-	25	16	-	-100.0%	-	
Payments for capital assets	508	941	767	619	6.8%	0.2%	738	251	255	-25.6%	0.1%	
Machinery and equipment	508	941	767	619	6.8%	0.2%	738	251	255	-25.6%	0.1%	
Payments for financial assets	139	-	21	-	-100.0%	-	-	-	-	-	-	
Total	104 185	255 189	473 092	483 006	66.7%	100.0%	510 181	537 725	559 337	5.0%	100.0%	
Proportion of total subprogramme expenditure to programme expenditure	10.1%	20.7%	28.8%	25.6%			24.7%	23.7%	24.3%			

Personnel information

Table 26.10 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment											Number						
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2011/12		2012/13		2013/14		2014/15		2015/16		2012/13 - 2015/16							
		Number	Unit Cost	Number	Unit Cost	Number	Unit Cost	Number	Unit Cost	Number	Unit Cost								
Plant Production and Health																			
Salary level	192	2	192	49.2	0.3	172	48.1	0.3	192	56.6	0.3	192	59.7	0.3	192	62.9	0.3	3.7%	100.0%
1 - 6	72	-	71	7.3	0.1	67	7.0	0.1	72	8.7	0.1	72	9.1	0.1	72	9.6	0.1	2.4%	37.8%
7 - 10	79	2	77	18.2	0.2	70	19.3	0.3	79	22.2	0.3	79	23.5	0.3	79	24.7	0.3	4.1%	41.0%
11 - 12	37	-	40	20.1	0.5	32	19.1	0.6	37	21.1	0.6	37	22.2	0.6	37	23.4	0.6	5.0%	19.1%
13 - 16	4	-	4	3.6	0.9	3	2.7	0.9	4	4.6	1.2	4	4.9	1.2	4	5.1	1.3	10.1%	2.0%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on increasing support to smallholder farmers and producers through the Ilima/Letsema programme, the sustainable plant production systems, and the maintenance of effective systems to manage risks associated with plant pests and diseases. Through the Ilima/Letsema programme, which is allocated R1.4 billion over the medium term for poverty alleviation, food security and job creation, the department will develop plant related commodity strategies in 2013/14, with a focus on indigenous food crops. This strategy will guide the monitoring of the trends of genetic resources in food and agriculture by collecting and characterising indigenous landrace plant genetic resources. In addition, over the medium term the department will conduct 3 plant disease and pest surveillance programmes and manage risks associated with plant pests as part of its plant protection function.

The significant increase in expenditure in 2011/12 was due to an additional allocation of R200 million in 2010/11 to further strengthen Ilima/Letsema projects for poverty alleviation, food safety and job creation in rural areas.

This subprogramme had a funded establishment of 192 posts and 2 posts were additional to the establishment. There were 22 vacancies as at 30 September 2012 due to the scarcity of skilled personnel and the length of time it takes to finalise the recruitment and selection processes. These posts are to be filled in 2013/14. Consultants are used to conduct research and to provide technical advice in relation to the implementation of Ilima/Letsema projects.

Programme 3: Food Security and Agrarian Reform

Objectives

- Enhance agricultural development by coordinating the comprehensive funding and technical support to 220 000 existing and 80 000 new smallholder producers for food production over the medium term.
- Provide leadership and support to research, training and extension in the agricultural sector by:
 - coordinating the provision of comprehensive training and extension support to targeted subsistence and smallholder farmers over the medium term
 - transforming 12 provincial and rural agricultural colleges into agricultural training institutions over the medium term.

Subprogrammes

- *Management* oversees and manages the programme. This subprogramme had a staff complement of 3 in 2012/13.
- *Food Security* is discussed in more detail below.
- *Sector Capacity Development* provides sector education and training, and colleges; facilitates and coordinates key special programmes, such as the implementation of the resolutions on vulnerable workers in the sector; and supports sustainable growth and equitable participation. This entails facilitating and supporting education and training skills; promoting the development of centres of excellence on skills training; and developing, managing and coordinating the sector transformation policy and strategy in line with government objectives. Over the medium term, the focus will be on revitalising agricultural colleges into agricultural training institutions. This subprogramme had a staff complement of 217 in 2012/13.
- *National Extension Support Services* develops national extension policies, norms and standards, and strategic leadership and guidance for the planning, coordination and implementation of extension and advisory services in the sector. This entails ensuring that all extension officers are registered with professional bodies to improve their professionalism and accountability. This subprogramme had a staff complement of 14 in 2012/13.

Expenditure estimates

Table 26.11 Food Security and Agrarian Reform

Subprogramme	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2009/10 - 2012/13	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
R thousand											
Management	2 891	19 311	759	2 348	-6.7%	0.5%	2 666	2 796	2 922	7.6%	0.2%
Food Security	649 550	644 117	777 901	870 532	10.3%	63.8%	1 015 932	1 064 106	1 111 485	8.5%	62.4%
Sector Capacity Development	77 415	111 088	141 648	187 361	34.3%	11.2%	208 419	249 209	262 444	11.9%	14.0%
National Extension Support Services	170 763	273 938	329 063	350 614	27.1%	24.4%	370 718	392 594	410 620	5.4%	23.4%
Total	900 619	1 048 454	1 249 371	1 410 855	16.1%	100.0%	1 597 735	1 708 705	1 787 471	8.2%	100.0%
Change to 2012 Budget estimate				2 220			(2 528)	(4 328)	-		
Economic classification											
Current payments	153 041	168 091	149 102	207 238	10.6%	14.7%	191 246	200 453	209 466	0.4%	12.4%
Compensation of employees	89 127	78 324	89 950	107 945	6.6%	7.9%	117 389	124 020	130 878	6.6%	7.4%
Goods and services	63 914	89 748	59 114	99 240	15.8%	6.8%	73 800	76 380	78 537	-7.5%	5.0%
of which:											
Administration fees	688	98	92	229	-30.7%	-	872	879	928	59.4%	-
Advertising	719	1 386	866	9 822	139.1%	0.3%	1 509	1 056	1 292	-49.1%	0.2%
Assets less than the capitalisation threshold	645	242	125	1 177	22.2%	-	1 798	1 610	1 758	14.3%	0.1%
Audit cost: External	-	-	-	-	-	-	282	296	310	-	-
Bursaries: Employees	373	292	252	384	1.0%	-	1 023	1 084	1 173	45.1%	0.1%
Catering: Departmental activities	25	45	16	60	33.9%	-	100	103	105	20.5%	-
Communication	1 891	1 726	1 464	1 402	-9.5%	0.1%	1 946	1 863	2 309	18.1%	0.1%
Computer services	326	242	151	701	29.1%	-	768	664	873	7.6%	-
Consultants and professional services:	273	126	25	2 142	98.7%	0.1%	1 104	1 020	1 158	-18.5%	0.1%
Business and advisory services											
Consultants and professional services:	7 124	2 003	1 329	1 354	-42.5%	0.3%	2 213	2 809	3 572	38.2%	0.2%
Infrastructure and planning											
Consultants and professional services:	127	35	8	28	-39.6%	-	44	47	49	20.5%	-
Laboratory services											
Consultants and professional services: Legal costs	290	32	-	-	-100.0%	-	10	11	11	-	-
Contractors	5 885	656	509	313	-62.4%	0.2%	28	28	28	-55.3%	-
Agency and support / outsourced services	3 031	7 249	6 326	6 176	26.8%	0.5%	9 135	8 553	10 128	17.9%	0.5%
Entertainment	33	28	30	44	10.1%	-	44	44	44	-	-
Fleet services (including government motor transport)	5 362	1 758	1 954	1 568	-33.6%	0.2%	2 437	2 147	2 097	10.2%	0.1%
Inventory: Food and food supplies	345	1 019	1 288	1 264	54.2%	0.1%	1 530	1 388	1 461	4.9%	0.1%
Inventory: Fuel, oil and gas	1 918	393	196	790	-25.6%	0.1%	638	769	782	-0.3%	-
Inventory: Learner and teacher support material	108	60	77	89	-6.2%	-	37	79	41	-22.8%	-
Inventory: Materials and supplies	1 965	425	184	8 742	64.5%	0.2%	614	666	698	-56.9%	0.2%
Inventory: Medical supplies	55	3	16	8	-47.4%	-	6	5	5	-14.5%	-
Inventory: Medicine	-	61	57	41	-	-	29	32	35	-5.1%	-
Inventory: Other consumables	3 866	4 940	4 025	3 723	-1.2%	0.4%	4 667	3 802	3 912	1.7%	0.2%
Inventory: Stationery and printing	1 267	1 199	850	7 409	80.2%	0.2%	905	989	1 001	-48.7%	0.2%
Operating leases	436	60	68	67	-46.4%	-	47	49	101	14.7%	-
Property payments	574	639	429	215	-27.9%	-	40	131	142	-12.9%	-
Transport provided: Departmental activity	21	-	-	-	-100.0%	-	-	-	-	-	-
Travel and subsistence	15 630	13 741	11 632	15 551	-0.2%	1.2%	11 602	14 292	11 088	-10.7%	0.8%
Training and development	7 464	30 283	21 897	31 681	61.9%	2.0%	26 299	27 513	29 018	-2.9%	1.8%
Operating payments	676	413	479	853	8.1%	0.1%	843	992	1 062	7.6%	0.1%
Venues and facilities	2 797	20 594	4 769	3 285	5.5%	0.7%	3 100	3 307	3 193	-0.9%	0.2%
Rental and hiring	-	-	-	122	-	-	130	152	163	10.1%	-
Interest and rent on land	-	19	38	53	-	-	57	53	51	-1.3%	-
Transfers and subsidies	735 749	843 857	1 059 997	1 168 256	16.7%	82.6%	1 371 729	1 470 851	1 538 710	9.6%	85.3%
Provinces and municipalities	715 654	828 921	1 039 671	1 137 062	16.7%	80.7%	1 301 323	1 367 109	1 429 984	7.9%	80.5%
Departmental agencies and accounts	9 100	10 224	12 638	16 375	21.6%	1.0%	58 259	91 297	95 895	80.2%	4.0%
Higher education institutions	-	-	145	4 960	-	0.1%	4 800	4 800	4 800	-1.1%	0.3%
Public corporations and private enterprises	2 619	2 809	4 318	4 990	24.0%	0.3%	3 390	3 621	3 823	-8.5%	0.2%
Non-profit institutions	8 000	-	1 675	2 500	-32.1%	0.3%	2 500	2 500	2 613	1.5%	0.2%
Households	376	1 903	1 550	2 369	84.7%	0.1%	1 457	1 524	1 595	-12.4%	0.1%
Payments for capital assets	11 732	36 416	40 232	35 361	44.4%	2.7%	34 760	37 401	39 295	3.6%	2.3%
Buildings and other fixed structures	-	34 639	36 042	33 235	-	2.3%	33 432	36 364	38 257	4.8%	2.2%
Machinery and equipment	11 719	1 764	4 170	2 126	-43.4%	0.4%	1 228	937	938	-23.9%	0.1%
Biological assets	13	13	20	-	-100.0%	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	100	100	100	-	-
Payments for financial assets	97	90	40	-	-100.0%	-	-	-	-	-	-
Total	900 619	1 048 454	1 249 371	1 410 855	16.1%	100.0%	1 597 735	1 708 705	1 787 471	8.2%	100.0%
Proportion of total programme expenditure to vote expenditure	22.7%	27.2%	25.4%	24.0%			25.9%	26.1%	26.3%		

Table 26.11 Food Security and Agrarian Reform (continued)

R thousand	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	260	214	274	262	0.3%	-	262	262	262	-	-
Vehicle licence fees	260	214	274	262	0.3%	-	262	262	262	-	-
Provinces and municipalities											
Provinces											
Provincial Revenue Funds											
Current	715 394	828 707	1 039 397	1 136 800	16.7%	80.7%	1 301 061	1 366 847	1 429 722	7.9%	80.5%
Comprehensive agricultural support programme grant: Infrastructure	544 631	554 769	680 507	762 094	11.8%	55.1%	905 746	947 813	991 412	9.2%	55.5%
Comprehensive agricultural support programme grant: Extension recovery plan	170 763	273 938	308 890	322 206	23.6%	23.3%	339 927	360 323	376 898	5.4%	21.5%
Comprehensive agricultural support programme grant: Colleges for infrastructure	-	-	50 000	52 500	-	2.2%	55 388	58 711	61 412	5.4%	3.5%
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	69	19	27	1	-75.6%	-	1	1	1	-	-
Claims against the state	69	19	27	-	-100.0%	-	-	-	-	-	-
Red Meat Industry Forum	-	-	-	1	-	-	1	1	1	-	-
Households											
Other transfers to households											
Current	2	1 205	1 264	2 125	920.4%	0.1%	1 325	1 391	1 461	-11.7%	0.1%
Claims against the state	2	3	2	-	-100.0%	-	-	-	-	-	-
Female farmer competition	-	-	-	800	-	-	-	-	-	-100.0%	-
Bursaries for non-employees	-	1 202	1 262	1 325	-	0.1%	1 325	1 391	1 461	3.3%	0.1%
Households											
Social benefits											
Current	374	698	286	244	-13.3%	-	132	133	134	-18.1%	-
Employee social benefits	374	698	286	244	-13.3%	-	132	133	134	-18.1%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	9 100	10 224	12 638	16 375	21.6%	1.0%	58 259	91 297	95 895	80.2%	4.0%
Water Research Commission	-	-	-	1 800	-	-	1 200	-	-	-100.0%	-
National Student Financial Aid Scheme	8 500	9 624	12 038	13 975	18.0%	1.0%	14 427	15 627	15 195	2.8%	0.9%
Perishable Products Export Control Board	600	600	600	600	-	0.1%	632	670	700	5.3%	-
Provincial and rural agricultural colleges	-	-	-	-	-	-	42 000	75 000	80 000	-	3.0%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	2 550	2 790	4 291	4 989	25.1%	0.3%	3 389	3 620	3 822	-8.5%	0.2%
Ncera Farms	2 550	2 790	4 291	4 989	25.1%	0.3%	3 389	3 620	3 822	-8.5%	0.2%
Non-profit institutions											
Current	8 000	-	1 675	2 500	-32.1%	0.3%	2 500	2 500	2 613	1.5%	0.2%
Colleges in the sector	-	-	1 675	2 500	-	0.1%	2 500	2 500	2 613	1.5%	0.2%
Food Bank South Africa	8 000	-	-	-	-100.0%	0.2%	-	-	-	-	-
Higher education institutions											
Current	-	-	145	4 960	-	0.1%	4 800	4 800	4 800	-1.1%	0.3%
University of KwaZulu-Natal	-	-	145	660	-	-	1 000	1 000	1 000	14.9%	0.1%
University of Pretoria	-	-	-	800	-	-	800	800	800	-	-
University of Fort Hare	-	-	-	3 500	-	0.1%	3 000	3 000	3 000	-5.0%	0.2%

Personnel information

Table 26.12 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment															Number			
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)		
		2011/12			2012/13			2013/14			2014/15			2015/16						
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			2012/13 - 2015/16	
Food Security and Agrarian Reform		474	15	499	90.0	0.2	409	107.9	0.3	474	117.4	0.2	474	124.0	0.3	474	130.9	0.3	5.0%	100.0%
Salary level 1 – 6	284	4	309	27.2	0.1	263	31.1	0.1	284	33.1	0.1	284	34.8	0.1	284	36.9	0.1	2.6%	60.9%	
7 – 10	137	1	134	31.6	0.2	112	37.4	0.3	137	41.3	0.3	137	43.9	0.3	137	45.7	0.3	6.9%	28.6%	
11 – 12	40	10	43	21.1	0.5	21	18.2	0.9	40	28.2	0.7	40	29.6	0.7	40	31.6	0.8	24.0%	7.7%	
13 – 16	13	–	13	10.1	0.8	13	21.2	1.6	13	14.8	1.1	13	15.7	1.2	13	16.6	1.3	–	2.8%	

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on providing comprehensive support to 117 000 subsistence and smallholder producers through the *Food Security* subprogramme, which is discussed in further detail in the section that follows. The spending focus will also be on providing infrastructure development and extension services, and upgrading and strengthening 12 provincial and rural agricultural colleges through the *Sector Capacity Development* subprogramme.

Between 2009/10 and 2012/13, the significant increase in expenditure in the *Sector Capacity Development* subprogramme was due to the allocation of an additional R152.2 million for infrastructure for the provincial and rural agricultural colleges component of the comprehensive agricultural support programme conditional grant in 2011/12; and the subsequent allocation of R197 million earmarked for research, facilities and equipment, and increasing student intake in these colleges. These additional allocations account for the increase in transfers and subsidies over this period. Expenditure in the *National Extension Support Services* subprogramme increased over the same period due to the introduction of the comprehensive agricultural support programme, the extension recovery plan, and the training and recruitment of provincial extension officers. The significant increase in expenditure on goods and services in 2012/13 was due to the once-off reprioritisation of funds from transfers to provincial and rural colleges to goods and services.

As part of the Cabinet approved budget reductions amounted to R5.5 million, of which the department reduced the allocation for spending on travel and subsistence in 2013/14 by R5.3 million. The reduction is not expected to have an adverse effect on service delivery as personnel in the programme have been encouraged to use of video conferencing instead of travelling to meetings and limits have been placed on the number of delegates in overseas trips.

The programme had a funded establishment of 474 posts and 15 posts are additional to the establishment. There were 80 funded vacancies as at 30 September 2012. The vacancies were due to the scarcity of skilled personnel and the length of time it takes to finalise the recruitment process. These posts are expected to be filled in 2013/14.

Subprogramme: Food Security

This subprogramme facilitates the development of smallholder producers; provides implements and infrastructure; and provides national frameworks to promote the sustainable household and national food production programme by improving production systems of subsistence, smallholder and commercial producers in the agriculture, forestry and fishery sector to achieve food security livelihoods. In 2012/13, 15 043 smallholder producers were established, the food security production intervention was rolled out to deal with high food prices, and 504 tractors and 2 436 various implements were delivered to support food production. Over the medium term, the focus will be on household food production and food security through targeted support to subsistence and smallholder farmers and producers and/or processors. This will include an enhanced mechanisation policy and the implementation thereof; improved public private partnerships on food production; and improved planning and logistics on the handling, storage and distribution of food products.

Expenditure estimates

Table 26.13 Food Security

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)	
	2009/10	2010/11	2011/12				2012/13	2013/14	2014/15			2015/16
	2009/10	2010/11	2011/12				2012/13	2009/10 - 2012/13	2013/14			2014/15
R thousand												
Current payments	82 790	50 035	53 030	62 411	-9.0%	8.4%	66 234	70 710	72 405	5.1%	6.7%	
Compensation of employees	44 877	29 632	33 567	42 606	-1.7%	5.1%	45 911	49 491	50 227	5.6%	4.6%	
Goods and services	37 913	20 389	19 445	19 784	-19.5%	3.3%	20 299	21 195	22 154	3.8%	2.1%	
of which:												
Administration fees	172	31	72	187	2.8%	-	207	210	228	6.8%	-	
Advertising	453	190	54	243	-18.7%	-	217	227	227	-2.2%	-	
Assets less than the capitalisation threshold	460	199	10	699	15.0%	-	558	613	613	-4.3%	0.1%	
Bursaries: Employees	244	254	235	273	3.8%	-	278	302	322	5.7%	-	
Catering: Departmental activities	4	15	5	50	132.1%	-	-	-	-	-100.0%	-	
Communication	1 238	1 069	850	710	-16.9%	0.1%	1 004	999	1 239	20.4%	0.1%	
Computer services	247	162	116	609	35.1%	-	567	560	565	-2.5%	0.1%	
Consultants and professional services: Business and advisory services	258	114	-	7	-70.0%	-	8	8	8	4.6%	-	
Consultants and professional services: Infrastructure and planning	7 124	2 003	1 329	1 354	-42.5%	0.4%	1 583	2 147	2 907	29.0%	0.2%	
Consultants and professional services: Laboratory services	-	-	5	10	-	-	20	20	20	26.0%	-	
Consultants and professional services: Legal costs	290	32	-	-	-100.0%	-	-	-	-	-	-	
Contractors	5 514	415	197	22	-84.1%	0.2%	5	5	5	-39.0%	-	
Agency and support / outsourced services	581	128	138	179	-32.5%	-	70	125	130	-10.1%	-	
Entertainment	16	11	10	13	-6.7%	-	13	13	13	-	-	
Fleet services (including government motor transport)	3 790	729	819	905	-38.0%	0.2%	1 030	1 168	1 104	6.8%	0.1%	
Inventory: Food and food supplies	-	-	44	105	-	-	116	120	145	11.4%	-	
Inventory: Fuel, oil and gas	832	239	-	273	-31.0%	-	210	430	430	16.4%	-	
Inventory: Materials and supplies	967	142	38	104	-52.4%	-	250	252	254	34.7%	-	
Inventory: Medical supplies	1	-	-	2	26.0%	-	1	1	1	-20.6%	-	
Inventory: Medicine	-	-	-	-	-	-	-	-	-	-	-	
Inventory: Other consumables	1 953	3 407	3 275	3 016	15.6%	0.4%	3 898	2 950	2 991	-0.3%	0.3%	
Inventory: Stationery and printing	161	173	132	356	30.3%	-	337	362	374	1.7%	-	
Operating leases	268	60	68	20	-57.9%	-	-	-	-	-100.0%	-	
Property payments	525	356	372	190	-28.7%	-	20	110	120	-14.2%	-	
Travel and subsistence	11 085	7 859	7 019	6 665	-15.6%	1.1%	5 900	6 186	6 212	-2.3%	0.6%	
Training and development	461	523	385	571	7.4%	0.1%	860	910	922	17.3%	0.1%	
Operating payments	260	169	184	525	26.4%	-	511	647	704	10.3%	0.1%	
Venues and facilities	988	2 109	4 088	2 574	37.6%	0.3%	2 526	2 700	2 480	-1.2%	0.3%	
Rental and hiring	-	-	-	122	-	-	110	130	140	4.7%	-	
Interest and rent on land	-	14	18	21	-	-	24	24	24	4.6%	-	
Transfers and subsidies	555 667	557 971	685 344	774 293	11.7%	87.5%	915 485	956 583	1 000 384	8.9%	89.8%	
Provinces and municipalities	544 880	554 955	680 729	762 344	11.8%	86.4%	905 996	948 063	991 662	9.2%	88.8%	
Public corporations and private enterprises	2 616	2 807	4 306	4 989	24.0%	0.5%	3 389	3 620	3 822	-8.5%	0.4%	
Non-profit institutions	8 000	-	-	-	-100.0%	0.3%	-	-	-	-	-	
Households	171	209	164	200	5.4%	-	100	100	100	-20.6%	-	
Payments for capital assets	11 006	36 024	39 496	33 828	45.4%	4.1%	34 213	36 813	38 696	4.6%	3.5%	
Machinery and equipment	11 006	1 385	3 454	593	-62.2%	0.6%	861	539	539	-3.1%	0.1%	
Payments for financial assets	87	87	31	-	-100.0%	-	-	-	-	-	-	
Total	649 550	644 117	777 901	870 532	10.3%	100.0%	1 015 932	1 064 106	1 111 485	8.5%	100.0%	
Proportion of total subprogramme expenditure to programme expenditure	72.1%	61.4%	62.3%	61.7%			63.6%	62.3%	62.2%			

Personnel information

Table 26.14 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012	Number of funded posts	Number of posts additional to the establishment	Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
			Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
			2011/12		2012/13		2013/14		2014/15		2015/16		2012/13 - 2015/16							
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number		Cost	Unit Cost	Number	Cost	Unit Cost		
Food Security																				
Salary level	240	8		262	33.6	0.1	210	42.6	0.2	240	45.9	0.2	240	49.5	0.2	240	50.2	0.2	4.6%	100.0%
1 - 6	141	-		163	10.3	0.1	135	12.8	0.1	141	14.1	0.1	141	15.1	0.1	141	15.5	0.1	1.5%	60.0%
7 - 10	80	-		77	13.6	0.2	66	20.1	0.3	80	20.1	0.3	80	21.8	0.3	80	21.8	0.3	6.6%	32.9%
11 - 12	15	8		18	6.0	0.3	5	2.7	0.5	15	7.6	0.5	15	8.1	0.5	15	8.4	0.6	44.2%	5.4%
13 - 16	4	-		4	3.6	0.9	4	7.0	1.8	4	4.1	1.0	4	4.4	1.1	4	4.5	1.1	-	1.7%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on providing comprehensive support to smallholder producers, including for infrastructure development, and production interventions and improved market access to achieve food security. This will be provided through the comprehensive agricultural support programme, which is allocated R2.8 billion over the medium term to provide for the infrastructure needs of 220 000 existing and 80 000 new smallholder producers, and 380 000 subsistence producers. The support provided includes a mechanisation support programme that targets subsistence and smallholder producers in order to increase their production. Expenditure on consultants is projected to increase over the medium term as support is provided to a greater number of smallholder producers. The consultants provide engineering services and subsistence farming advice and demonstrations on the use of new and complicated farming machinery and equipment. They also provide advice on the infrastructure requirements of farms in the comprehensive agricultural support programme.

This subprogramme had a funded establishment of 240 posts and 8 posts additional to establishment. There were 30 vacancies as at 30 September 2012, mainly due to natural attrition. These posts are to be filled in 2013/14.

Programme 4: Trade Promotion and Market Access

Objectives

- Coordinate government food security initiatives by:
 - increasing market access and trade for agricultural, forestry and fisheries products by conducting trade negotiations on an ongoing basis
 - providing marketing and enterprise development and support measures to agricultural, forestry and fisheries producers and entrepreneurs across the value chains of the industries on an ongoing basis in order to improve the efficiency of producers
 - ensuring the establishment of 9 commodity based cooperatives to support the products of smallholder farmers in accessing markets
 - expanding the implementation of the agriculture and forestry transformation charters to increase the equity ownership share of historically disadvantaged groups in the value chains of agriculture, forestry and fisheries industries over the medium term.

Subprogrammes

- *Management* oversees and manages the programme. This subprogramme had a staff complement of 3 in 2012/13.
- *International Relations and Trade* facilitates, coordinates and supports international relations, and creates an enabling environment for enhancing regional integration and access to regional and international markets for agriculture, forestry and fisheries products. This subprogramme had a staff complement of 82 in 2012/13.
- *Cooperatives and Rural Enterprise Development* provides leadership and support in implementation programmes and initiatives to ensure the promotion and participation of emerging businesses in the agriculture, forestry and fisheries sectors. In 2012/13, R31 million was transferred to the Land and Agricultural Development Bank of South Africa in respect of the AgriBEE Sector Charter. Over the medium term, the focus will be on supporting the final gazetting of the sector code, as well as facilitating the implementation of empowerment deals in line with the broad based black economic empowerment (BEE) agenda in the sector. This subprogramme had a staff complement of 53 in 2012/13.
- *Agro-Processing and Marketing* develops and implements support programmes to promote market access, and value addition and processing of primary agriculture, forestry and fisheries products. The subprogramme also makes transfers to the National Agricultural Marketing Council. Over the medium term, the focus will be on providing marketing information to producers; linking farmers, producers and processors to markets; providing marketing skills to producers and processors; and developing an interdepartmental and agencies framework to support the implementation of an agro-processing strategy in South Africa. This subprogramme had a staff complement of 32 in 2012/13.

Expenditure estimates

Table 26.15 Trade Promotion and Market Access

Subprogramme	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2009/10	2010/11	2011/12		2009/10 - 2012/13	Expenditure/total: Average (%)	2013/14	2014/15	2015/16	2012/13 - 2015/16	Expenditure/total: Average (%)
R thousand											
Management	709	1 268	1 846	2 633	54.9%	0.9%	2 672	2 792	2 918	3.5%	1.2%
International Relations and Trade	79 602	85 436	89 790	90 927	4.5%	47.4%	106 353	104 586	107 128	5.6%	44.4%
Cooperatives and Rural Enterprise Development	67 305	17 463	50 417	69 277	1.0%	28.0%	72 418	75 524	78 031	4.0%	32.1%
Agro-processing and Marketing	37 602	41 166	48 132	46 592	7.4%	23.8%	50 205	53 131	55 808	6.2%	22.3%
Total	185 218	145 333	190 185	209 429	4.2%	100.0%	231 648	236 033	243 885	5.2%	100.0%
Change to 2012 Budget estimate				(2 604)			7 816	(7 597)	-		
Economic classification											
Current payments	75 130	83 586	90 918	118 945	16.5%	50.5%	124 924	132 741	141 951	6.1%	56.3%
Compensation of employees	41 274	48 698	58 495	71 845	20.3%	30.2%	80 992	85 476	90 286	7.9%	35.7%
Goods and services	33 856	34 884	32 413	47 035	11.6%	20.3%	43 848	47 175	51 566	3.1%	20.6%
of which:											
Administration fees	207	160	143	508	34.9%	0.1%	704	762	817	17.2%	0.3%
Advertising	546	2 489	442	816	14.3%	0.6%	737	789	787	-1.2%	0.3%
Assets less than the capitalisation threshold	427	205	134	184	-24.5%	0.1%	367	482	464	36.1%	0.2%
Bursaries: Employees	156	167	237	358	31.9%	0.1%	650	730	789	30.1%	0.3%
Catering: Departmental activities	94	136	355	543	79.4%	0.2%	511	931	964	21.1%	0.3%
Communication	632	591	491	846	10.2%	0.4%	706	858	853	0.3%	0.4%
Computer services	459	158	133	216	-22.2%	0.1%	336	470	404	23.2%	0.2%
Consultants and professional services: Business and advisory services	8	1	3 315	9 759	968.5%	1.8%	9 689	7 586	7 952	-6.6%	3.8%
Consultants and professional services: Infrastructure and planning	7 440	8 319	8 974	9 727	9.3%	4.7%	9 617	10 194	10 654	3.1%	4.4%
Consultants and professional services: Legal costs	24	-	-	-	-100.0%	-	-	-	-	-	-
Contractors	43	37	110	23	-18.8%	-	3	4	5	-39.9%	-
Agency and support / outsourced services	3 626	5 050	2 705	3 326	-2.8%	2.0%	3 244	4 191	5 460	18.0%	1.8%
Entertainment	44	26	44	38	-4.8%	-	51	51	51	10.3%	-
Fleet services (including government motor transport)	197	277	408	728	54.6%	0.2%	388	907	498	-11.9%	0.3%
Inventory: Food and food supplies	-	-	-	10	-	-	16	16	16	17.0%	-
Inventory: Fuel, oil and gas	46	67	87	162	52.1%	-	402	488	515	47.0%	0.2%
Inventory: Learner and teacher support material	-	9	-	50	-	-	3	3	3	-60.9%	-
Inventory: Materials and supplies	141	9	76	138	-0.7%	-	55	113	128	-2.5%	-
Inventory: Medical supplies	-	-	-	7	-	-	3	3	3	-24.6%	-
Inventory: Other consumables	45	452	38	127	41.3%	0.1%	155	155	224	20.8%	0.1%
Inventory: Stationery and printing	737	675	450	1 975	38.9%	0.5%	1 277	1 322	1 403	-10.8%	0.6%
Operating leases	2 938	3 263	3 693	3 114	2.0%	1.8%	2 985	3 119	3 603	5.0%	1.4%
Property payments	636	18	16	30	-63.9%	0.1%	-	-	-	-100.0%	-
Travel and subsistence	7 716	10 905	8 244	10 828	12.0%	5.2%	9 149	9 977	11 302	1.4%	4.5%
Training and development	577	333	151	602	1.4%	0.2%	490	549	643	2.2%	0.2%
Operating payments	1 418	1 254	1 158	1 744	7.1%	0.8%	1 355	2 053	2 598	14.2%	0.8%
Venues and facilities	5 699	283	999	1 166	-41.1%	1.1%	907	1 382	1 382	5.8%	0.5%
Rental and hiring	-	-	10	10	-	-	48	40	48	68.7%	-
Interest and rent on land	-	4	10	65	-	-	84	90	99	15.1%	-
Transfers and subsidies	109 595	60 928	98 206	89 304	-6.6%	49.0%	106 356	102 944	101 569	4.4%	43.5%
Provinces and municipalities	-	101	1	5	-	-	-	-	-	-100.0%	-
Departmental agencies and accounts	29 360	31 194	36 049	31 409	2.3%	17.5%	35 819	37 830	37 912	6.5%	15.5%
Higher education institutions	1 900	-	-	-	-100.0%	0.3%	-	-	-	-	-
Foreign governments and international organisations	29 667	29 629	31 903	23 440	-7.6%	15.7%	33 659	25 938	22 612	-1.2%	11.5%
Public corporations and private enterprises	48 623	1	30 008	34 440	-10.9%	15.5%	36 878	39 056	41 045	6.0%	16.4%
Households	45	3	245	10	-39.4%	-	-	120	-	-100.0%	-
Payments for capital assets	489	777	1 029	1 180	34.1%	0.5%	368	348	365	-32.4%	0.2%
Machinery and equipment	489	777	1 029	1 180	34.1%	0.5%	303	306	322	-35.1%	0.2%
Biological assets	-	-	-	-	-	-	5	5	5	-	-
Software and other intangible assets	-	-	-	-	-	-	60	37	38	-	-
Payments for financial assets	4	42	32	-	-100.0%	-	-	-	-	-	-
Total	185 218	145 333	190 185	209 429	4.2%	100.0%	231 648	236 033	243 885	5.2%	100.0%
Proportion of total programme expenditure to vote expenditure	4.7%	3.8%	3.9%	3.6%			3.7%	3.6%	3.6%		

Table 26.15 Trade Promotion and Market Access (continued)

R thousand	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2012/13	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	101	1	5	-	-	-	-	-	-100.0%	-
Vehicle licence fees	-	101	1	5	-	-	-	-	-	-100.0%	-
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	13	1	8	175	137.9%	-	-	-	-	-100.0%	-
Claims against the state	13	1	8	-	-100.0%	-	-	-	-	-	-
Sasekisanani Cooperative	-	-	-	100	-	-	-	-	-	-100.0%	-
Bambanani Cooperative	-	-	-	50	-	-	-	-	-	-100.0%	-
Metsimaholo Communal Property Cooperative	-	-	-	25	-	-	-	-	-	-100.0%	-
Households											
Other transfers to households											
Current	-	3	-	-	-	-	-	-	-	-	-
Claims against the state	-	3	-	-	-	-	-	-	-	-	-
Households											
Social benefits											
Current	45	-	245	10	-39.4%	-	-	120	-	-100.0%	-
Employee social benefits	45	-	245	10	-39.4%	-	-	120	-	-100.0%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	29 360	31 194	36 049	31 409	2.3%	17.5%	35 819	37 830	37 912	6.5%	15.5%
National Agricultural Marketing Council	28 360	31 194	36 049	31 409	3.5%	17.4%	33 819	36 005	37 912	6.5%	15.1%
Small Enterprise Development Agency	-	-	-	-	-	-	2 000	1 825	-	-	0.4%
Tompi Seleka Agricultural Training Centre	1 000	-	-	-	-100.0%	0.1%	-	-	-	-	-
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	48 610	-	30 000	34 265	-11.0%	15.5%	36 878	39 056	41 045	6.2%	16.4%
Forest Sector Charter Council	-	-	-	3 165	-	0.4%	3 531	3 708	3 930	7.5%	1.6%
Land and Agricultural Development Bank of South Africa	48 610	-	30 000	31 100	-13.8%	15.0%	33 347	35 348	37 115	6.1%	14.9%
Higher education institutions											
Current	1 900	-	-	-	-100.0%	0.3%	-	-	-	-	-
University of the Free State	1 900	-	-	-	-100.0%	0.3%	-	-	-	-	-
Foreign governments and international organisations											
Current	29 667	29 629	31 903	23 440	-7.6%	15.7%	33 659	25 938	22 612	-1.2%	11.5%
Consultative Group on International Agricultural Research	4 043	3 633	3 410	4 000	-0.4%	2.1%	4 000	4 000	4 000	-	1.7%
International Union for the Protection of New Varieties of Plants	405	383	447	419	1.1%	0.2%	600	550	560	10.2%	0.2%
Commonwealth Agricultural Bureau International	144	-	137	133	-2.6%	0.1%	150	155	160	6.4%	0.1%
International Commission of Agricultural Engineering	-	-	-	113	-	-	100	105	110	-0.9%	-
Food and Agriculture Organisation of the United Nations	23 083	23 583	23 695	14 769	-13.8%	11.7%	20 400	14 926	11 560	-7.8%	6.7%
Foreign rates and taxes	144	138	79	131	-3.1%	0.1%	152	157	162	7.3%	0.1%
Foreign governments and international organisations											
International Fund for Agricultural Development	-	-	2 750	526	-	0.4%	3 600	3 800	3 758	92.6%	1.3%
International Cotton Advisory Council	-	143	142	528	-	0.1%	170	200	187	-29.2%	0.1%
International Dairy Federation	50	50	50	50	-	-	50	50	50	-	-
International Grains Council	144	126	126	155	2.5%	0.1%	160	175	180	5.1%	0.1%
International Seed Testing Association	60	43	61	69	4.8%	-	170	170	175	36.4%	0.1%
International Organisation of Vine and Wine	582	455	575	500	-4.9%	0.3%	500	505	510	0.7%	0.2%
World Organisation for Animal Health	967	814	3	1 870	24.6%	0.5%	1 000	1 050	1 100	-16.2%	0.5%
Organisation for Economic Cooperation and Development	45	261	428	177	57.9%	0.1%	80	85	90	-20.2%	-
International Union of Forestry Research Organisations	-	-	-	-	-	-	27	10	10	-	-
Centre for coordination of Agricultural Research and Development of Southern Africa	-	-	-	-	-	-	2 500	-	-	-	0.3%

Personnel information

Table 26.16 Details of approved establishment and personnel numbers according to salary level¹

Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2011/12		Unit Cost	2012/13		Unit Cost	2013/14		Unit Cost	2014/15		Unit Cost			2015/16		Unit Cost	
Trade Promotion and Market Access		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	2012/13 - 2015/16		
Salary level	170	1	159	58.5	0.4	142	71.8	0.5	170	81.0	0.5	170	85.5	0.5	170	90.3	0.5	6.2%	100.0%
1 – 6	31	–	29	3.2	0.1	28	3.6	0.1	31	4.8	0.2	31	5.0	0.2	31	5.3	0.2	3.5%	18.6%
7 – 10	92	–	96	24.4	0.3	76	27.4	0.4	92	31.3	0.3	92	32.9	0.4	92	34.7	0.4	6.6%	54.0%
11 – 12	32	–	19	10.5	0.6	25	17.2	0.7	32	12.8	0.4	32	13.5	0.4	32	14.2	0.4	8.6%	18.6%
13 – 16	15	1	15	20.3	1.4	13	23.6	1.8	15	32.1	2.1	15	34.0	2.3	15	36.1	2.4	4.9%	8.9%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on enhancing market access and trade for agricultural, forestry and fisheries products by extending trade, marketing and enterprise development support measures to producers and entrepreneurs across the industries' value chains. The spending focus will also be on ensuring the establishment of and providing support to commodity groups and cooperatives by making transfers to the National Agricultural Marketing Council and the Land and Agricultural Development Bank of South Africa. The department expects the transfers will establish 27 (1 per province per year) sustainable, commodity based cooperatives over the medium term and support the establishment of 9 sustainable agribusiness deals (1 per province) over the medium term, in line with the AgriBEE Sector Charter.

In line with the objective to link farmers to market initiatives, 300 farmers over the medium term will receive training on the basics of marketing and will be provided with marketing information through specially designed website and mobile phones. In addition, R83 million over the medium term will be spent on the facilitation of bilateral and multilateral forums in pursuit of the goal of negotiating market access for agricultural, forestry and fisheries products, and fostering and maintaining good international relations.

The increase in spending in the *Management* subprogramme between 2009 and 2012/13 was due to the creation and filling of programme assistant positions, which accounts for the increase in spending on compensation of employees over the same period.

As part of the Cabinet approved budget reductions, the department reduced the allocation for spending on travel and subsistence in 2013/14 by R1.9 million. The reduction is not expected to have an adverse effect on service delivery, as personnel in the programme have been encouraged to use video conferencing instead of travelling to meetings and limits have been placed on the number of delegates going on overseas trips.

As at 30 September 2012, there were 170 funded posts and one post additional to the establishment, of which 29 were vacant. The vacancies were due to the scarcity of skilled personnel and the length of time it takes to finalise the recruitment process. The posts are to be filled in 2013/14. The increase in expenditure on consultants in this programme over the MTEF period is due to the appointment of the National Agricultural Marketing Council to conduct an economic study on the AgriBEE Sector Charter threshold.

Programme 5: Forestry

Objectives

- Ensure the sustainable management and efficient use of the department's forest plantations and indigenous woodlands by:
 - protecting 81 per cent of agricultural land and rehabilitating 800 000 hectares of agricultural land per year and reducing soil degradation and increasing the adoption of sustainable practices over the medium term
 - facilitating the protection of agricultural land through legislation enforcement over the medium term

- developing, monitoring and implementing climate change adaptation and mitigation plans by 2013
- rehabilitating 50 000 hectares of indigenous forests, woodlands and agricultural land over the medium term.
- Coordinate government food security initiatives by:
 - providing support to 10 000 small plant growers over the medium term
 - supporting and maintaining 1 250 hectares of smallholder government irrigation schemes over the medium term
 - facilitating the creation of 105 000 jobs opportunities through the LandCare programme and state forest land management over the medium term.
- Contribute to transformation, poverty eradication and job creation by:
 - increasing public and private investment for agriculture, forestry and fisheries products over the medium term
 - facilitating the implementation of the Forestry Sector Transformation Charter over the medium term
 - facilitating the creation of 12 000 jobs through the refurbishment of category B and C plantations, through the expanded public works programme over the medium term.

Subprogrammes

- *Management* oversees and manages the programme. This subprogramme had a staff complement of 3 in 2012/13.
- *Forestry Operations* implements forestry related programmes and strategies in all provinces by ensuring the sustainable management of state forests and woodlands, implementing and enforcing relevant legislation, implementing forest enterprise development and livelihood programmes, monitoring lease agreements, and gathering forestry information and ensuring access to information. This subprogramme had a staff complement of 2 391 in 2012/13.
- *Forestry Oversight and Regulation* develops policies and strategies to support sustainable forest management; and promotes the optimum development of arboriculture, commercial forestry and urban forestry, and the development of small scale forestry. This subprogramme had a staff complement of 58 in 2012/13.
- *Natural Resources Management* facilitates the development of infrastructure and the sustainable use of natural resources by providing an enabling framework for the sustainable management of woodlands and indigenous forests, ensuring the efficient development and revitalisation of irrigation schemes and efficient water use in the sector, facilitating climate change mitigation and adaptation, and risk and disaster management; and promoting, regulating and coordinating the sustainable use of natural agricultural resources. In 2012/13, R537 million was used for the LandCare conditional grant and agricultural disaster in respect of flood damaged infrastructure, and the prevention and mitigation of disaster risks such as compensating farmers for losses suffered in combating the avian influenza outbreak in Western Cape and Eastern Cape, and locust plagues in Northern Cape. This subprogramme had a staff complement of 732 in 2012/13.

Expenditure estimates

Table 26.17 Forestry

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2009/10	2010/11	2011/12		2009/10 - 2012/13	Expenditure/total: Average (%)	2013/14	2014/15	2015/16	2012/13 - 2015/16	Expenditure/total: Average (%)
R thousand											
Management	3 765	4 097	4 652	2 211	-16.3%	0.4%	3 007	3 270	3 542	17.0%	0.2%
Forestry Operations	416 120	392 291	404 268	441 465	2.0%	44.8%	466 324	493 932	520 239	5.6%	39.5%
Forestry Oversight and Regulation	51 926	44 225	61 092	50 245	-1.1%	5.6%	56 094	58 501	62 849	7.7%	4.7%
Natural Resources Management	389 776	241 516	437 650	748 775	24.3%	49.2%	659 049	630 219	659 887	-4.1%	55.5%
Total	861 587	682 129	907 662	1 242 696	13.0%	100.0%	1 184 474	1 185 922	1 246 517	0.1%	100.0%
Change to 2012 Budget estimate				(19 079)			(9 064)	(8 307)	-		

Table 26.17 Forestry (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)		
	2009/10	2010/11	2011/12		2012/13	2009/10	2012/13	2013/14	2014/15	2015/16	2012/13	2015/16
R thousand												
Current payments	619 869	539 483	604 216	639 516	1.0%	65.1%	709 716	753 439	797 250	7.6%	59.7%	
Compensation of employees	396 271	407 683	433 760	464 660	5.5%	46.1%	523 563	556 333	586 277	8.1%	43.8%	
Goods and services	222 847	130 929	170 298	174 032	-7.9%	18.9%	184 722	195 632	209 432	6.4%	15.7%	
of which:												
Administration fees	1 288	563	627	1 445	3.9%	0.1%	1 680	1 575	1 656	4.6%	0.1%	
Advertising	1 745	3 490	3 943	3 928	31.1%	0.4%	4 016	3 280	5 262	10.2%	0.3%	
Assets less than the capitalisation threshold	3 242	1 126	674	5 834	21.6%	0.3%	7 195	7 260	6 994	6.2%	0.6%	
Bursaries: Employees	293	271	442	1 068	53.9%	0.1%	1 176	1 252	1 339	7.8%	0.1%	
Catering: Departmental activities	1 009	832	637	1 095	2.8%	0.1%	1 793	1 916	2 029	22.8%	0.1%	
Communication	8 757	5 342	5 308	7 205	-6.3%	0.7%	6 417	9 224	9 539	9.8%	0.7%	
Computer services	2 013	840	665	2 474	7.1%	0.2%	7 098	7 666	8 269	49.5%	0.5%	
Consultants and professional services: Business and advisory services	32 636	21 265	27 399	9 452	-33.8%	2.5%	4 088	4 268	3 948	-25.2%	0.4%	
Consultants and professional services: Infrastructure and planning	17 402	781	1 471	2 524	-47.5%	0.6%	1 601	1 751	1 917	-8.8%	0.2%	
Consultants and professional services: Laboratory services	-	-	-	-	-	-	60	61	67	-	-	
Consultants and professional services: Legal costs	56	307	402	58	1.2%	-	150	117	135	32.5%	-	
Contractors	1 110	5 502	2 573	9 197	102.4%	0.5%	5 641	5 772	5 976	-13.4%	0.5%	
Agency and support / outsourced services	8 751	14 132	27 557	24 354	40.7%	2.0%	42 470	41 044	46 903	24.4%	3.2%	
Entertainment	43	33	36	50	5.2%	-	50	50	50	-	-	
Fleet services (including government motor transport)	1 011	969	1 991	2 943	42.8%	0.2%	1 859	2 872	2 959	0.2%	0.2%	
Inventory: Food and food supplies	-	206	163	271	-	-	284	408	432	16.8%	-	
Inventory: Fuel, oil and gas	1 395	1 372	2 397	3 328	33.6%	0.2%	10 273	10 975	8 463	36.5%	0.7%	
Inventory: Learner and teacher support material	-	-	65	189	-	-	261	272	282	14.3%	-	
Inventory: Materials and supplies	3 114	1 992	2 275	4 293	11.3%	0.3%	3 045	3 594	3 731	-4.6%	0.3%	
Inventory: Medical supplies	38	5	9	112	43.4%	-	94	97	100	-3.7%	-	
Inventory: Medicine	-	-	2	3	-	-	1	1	1	-30.7%	-	
Inventory: Other consumables	45 243	11 763	24 884	27 554	-15.2%	3.0%	27 689	25 477	26 377	-1.4%	2.2%	
Inventory: Stationery and printing	1 791	2 663	3 801	5 151	42.2%	0.4%	5 573	5 877	6 575	8.5%	0.5%	
Operating leases	3 003	968	142	350	-51.2%	0.1%	267	247	344	-0.6%	-	
Property payments	12 726	4 272	5 089	6 718	-19.2%	0.8%	4 723	5 502	6 091	-3.2%	0.5%	
Transport provided: Departmental activity	-	551	-	-	-	-	-	-	-	-	-	
Travel and subsistence	71 043	45 140	45 058	40 112	-17.3%	5.5%	38 324	45 552	49 674	7.4%	3.6%	
Training and development	1 317	2 159	1 592	3 760	41.9%	0.2%	3 688	3 957	4 177	3.6%	0.3%	
Operating payments	1 424	1 582	3 057	4 996	52.0%	0.3%	2 657	2 851	3 076	-14.9%	0.3%	
Venues and facilities	2 397	2 803	7 649	5 568	32.4%	0.5%	1 644	1 755	1 984	-29.1%	0.2%	
Rental and hiring	-	-	390	-	-	-	905	959	1 082	-	0.1%	
Interest and rent on land	751	871	158	824	3.1%	0.1%	1 431	1 474	1 541	23.2%	0.1%	
Transfers and subsidies	214 478	110 078	252 306	545 495	36.5%	30.4%	420 241	378 752	394 165	-10.3%	35.8%	
Provinces and municipalities	208 391	104 568	207 500	514 040	35.1%	28.0%	408 618	366 749	383 596	-9.3%	34.4%	
Departmental agencies and accounts	-	-	-	3 005	-	0.1%	3 000	3 000	3 000	-0.1%	0.2%	
Higher education institutions	-	-	-	-	-	-	2 192	2 323	2 482	-	0.1%	
Public corporations and private enterprises	32	1 524	3 076	-	-100.0%	0.1%	-	-	-	-	-	
Non-profit institutions	-	-	3 400	3 500	-	0.2%	6 088	6 424	4 819	11.2%	0.4%	
Households	6 055	3 986	38 330	24 950	60.3%	2.0%	343	256	268	-77.9%	0.5%	
Payments for capital assets	27 184	32 568	51 072	57 685	28.5%	4.6%	54 517	53 731	55 102	-1.5%	4.5%	
Buildings and other fixed structures	317	-	2 383	200	-14.2%	0.1%	-	-	-	-100.0%	-	
Machinery and equipment	26 737	32 568	48 689	57 126	28.8%	4.5%	53 819	53 058	54 351	-1.6%	4.5%	
Biological assets	20	-	-	327	153.8%	-	658	652	729	30.6%	-	
Software and other intangible assets	110	-	-	32	-33.7%	-	40	21	22	-11.7%	-	
Payments for financial assets	56	-	68	-	-100.0%	-	-	-	-	-	-	
Total	861 587	682 129	907 662	1 242 696	13.0%	100.0%	1 184 474	1 185 922	1 246 517	0.1%	100.0%	
Proportion of total programme expenditure to vote expenditure	21.7%	17.7%	18.4%	21.2%			19.2%	18.1%	18.3%			
Details of transfers and subsidies												
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current	74	66	168	188	36.5%	-	662	668	676	53.2%	-	
Vehicle licence fees	74	66	68	88	5.9%	-	62	68	76	-4.8%	-	
Forestry Arbor City Awards	-	-	100	100	-	-	600	600	600	81.7%	-	

Table 26.17 Forestry (continued)

R thousand	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Details of transfers and subsidies											
Provinces and municipalities											
Provinces											
Provincial Revenue Funds											
Current	208 317	104 502	207 332	513 852	35.1%	28.0%	407 956	366 081	382 920	-9.3%	34.4%
Land care programme grant: Poverty relief and infrastructure development	51 417	54 502	57 772	115 661	31.0%	7.6%	108 997	67 837	70 957	-15.0%	7.5%
Comprehensive agricultural support programme grant: Agricultural disaster management grant	156 900	50 000	149 560	-	-100.0%	9.6%	-	-	-	-	-
Comprehensive agricultural support programme grant: Disasters: Flood damaged infrastructure	-	-	-	398 191	-	10.8%	298 959	298 244	311 963	-7.8%	26.9%
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	32	1 524	34	-	-100.0%	-	-	-	-	-	-
Claims against the state	32	1 524	34	-	-100.0%	-	-	-	-	-	-
Households											
Other transfers to households											
Current	5 716	531	32 889	23 533	60.3%	1.7%	-	-	-	-100.0%	0.5%
Claims against the state	7	531	8	-	-100.0%	-	-	-	-	-	-
Avian influenza	-	-	32 881	23 533	-	1.5%	-	-	-	-100.0%	0.5%
Bursaries: Non-employees	5 709	-	-	-	-100.0%	0.2%	-	-	-	-	-
Households											
Social benefits											
Current	339	3 455	5 441	1 417	61.1%	0.3%	343	256	268	-42.6%	-
Employee social benefits	339	3 455	5 441	1 417	61.1%	0.3%	343	256	268	-42.6%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	-	-	-	3 005	-	0.1%	3 000	3 000	3 000	-0.1%	0.2%
South African Broadcasting Corporation	-	-	-	5	-	-	-	-	-	-100.0%	-
Water Research Commission	-	-	-	3 000	-	0.1%	3 000	3 000	3 000	-	0.2%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	-	-	3 042	-	-	0.1%	-	-	-	-	-
Forest Sector Charter Council	-	-	3 042	-	-	0.1%	-	-	-	-	-
Non-profit institutions											
Current	-	-	3 400	3 500	-	0.2%	6 088	6 424	4 819	11.2%	0.4%
International Wildland Fire Conference	-	-	100	-	-	-	-	-	-	-	-
Forestry South Africa	-	-	3 200	3 500	-	0.2%	5 788	6 024	4 419	8.1%	0.4%
Food and Trees for Africa	-	-	-	-	-	-	300	400	400	-	-
Centre for International Forestry Research	-	-	100	-	-	-	-	-	-	-	-
Higher education institutions											
Current	-	-	-	-	-	-	2 192	2 323	2 482	-	0.1%
University of Pretoria	-	-	-	-	-	-	2 192	2 323	2 482	-	0.1%

Personnel information

Table 26.18 Details of approved establishment and personnel numbers according to salary level¹

Forestry	Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate ³			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2011/12		2012/13		2013/14		2014/15		2015/16		2012/13 - 2015/16						
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number		Cost			Unit Cost		
Salary level	3 184	17	3 251	433.8	0.1	2 806	464.7	0.2	3 184	523.6	0.2	3 184	556.3	0.2	3 184	586.3	0.2	4.3%	100.0%
1 - 6	2 655	6	2 722	267.6	0.1	2 392	279.0	0.1	2 655	309.3	0.1	2 655	329.4	0.1	2 655	346.9	0.1	3.5%	83.8%
7 - 10	445	8	443	114.6	0.3	347	129.3	0.4	445	151.9	0.3	445	161.1	0.4	445	170.0	0.4	8.6%	13.6%
11 - 12	69	1	71	38.2	0.5	54	42.9	0.8	69	45.5	0.7	69	48.0	0.7	69	50.7	0.7	8.5%	2.1%
13 - 16	15	2	15	13.5	0.9	13	13.4	1.0	15	16.8	1.1	15	17.8	1.2	15	18.8	1.3	4.9%	0.5%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on sustainable forestry management and implementing the LandCare programme, rehabilitating flood damaged infrastructure, and preventing and mitigating disaster risks. The department projects that 2 900 full time jobs will be created through the LandCare programme's projects. The implementation of the flood assistance scheme has begun in the 6 provinces affected by floods and R909.2 million will be spent over the medium term on repairing flood damaged agricultural infrastructure.

The allocations to this programme over the medium term will also be directed towards creating 7 325 jobs through the refurbishment of category B and C plantations in Limpopo, KwaZulu-Natal, Mpumalanga and Eastern Cape, and replanting 5 340 hectares of temporarily unplanted areas in all provinces.

Between 2009/10 and 2012/13, expenditure on goods and services decreased due to budget reductions in expenditure on travel and subsistence, while the increase in expenditure on households over the same period was due to the compensation paid to farmers for avian influenza. The increase in expenditure on machinery and equipment over the same period was due to the procurement of fire trucks and weeding equipment. The increase in expenditure in the *Natural Resources Management* subprogramme in 2011/12 and 2012/13, and the projected increase over the medium term, is due to the introduction of the LandCare fencing project, which has a total cost of R105 million, and additional funding of R1.3 billion for flood damaged infrastructure.

As part of the Cabinet approved budget reductions, the department reduced the allocations for spending on travel and subsistence over the medium term by R7.4 million. The reduction is not expected to have an adverse effect on service delivery, as personnel in the programme have been encouraged to use video conferencing instead of travelling to meetings and limits have been placed on the number of delegates going on overseas trips.

There were 3 184 funded posts and 17 additional posts, of which 395 were vacant as at 30 September 2012. This is mainly due to the difficulty in recruiting skilled personnel and the length of time it takes to finalise the recruitment process. The posts are to be filled in 2013/14. Consultants are used where specialised skills in forestry management are required.

Programme 6: Fisheries

Objectives

- Promote the conservation and sustainable use of marine resources and the recovery of depleted fish stocks by:
 - implementing the stock recovery strategy for hake, abalone, West Coast rock lobster and line fish by 2013/14
 - conducting annual fishery specific research to inform the setting of total allowable catches and total allowable efforts in 22 fishing sectors per year until 2015/16
 - implementing the small scale fisheries policy by 2013/14.
- Grow the fisheries sector by broadening the scope of the aquaculture sub-sector through the implementation of the national aquaculture strategy by 2013/14 and the establishment of 14 aquaculture pilot projects by 2015/16.
- Improve compliance with and enforcement of the Marine Living Resources Act (1998) by implementing the integrated fisheries security strategy by 2013/14.
- Facilitate the creation of 3 920 job opportunities in the coastal and rural communities through the implementation of Working for Fisheries projects by 2015/16.

Subprogrammes

- *Management* oversees and manages the programme. This subprogramme had a staff complement of 3 in 2012/13.
- *Aquaculture* provides public support and integrated management to promote aquaculture growth and fisheries development. This subprogramme had a staff complement of 119 in 2012/13.
- *Monitoring, Control and Surveillance* protects and promotes the sustainable use of marine living resources. This subprogramme had a staff complement of 273 in 2012/13.

- *Marine Resources Management* manages and regulates marine living resources. This subprogramme had a staff complement of 58 in 2012/13.
- *Fisheries Research and Development* conducts research to promote the sustainable use and development of fisheries resources and ecosystems. This subprogramme had a staff complement of 150 in 2012/13.
- *Marine Living Resources Fund* receives transfers for the management and sustainable use of marine living resources to supplement the revenue received from levies on fish and fish products, permits and application fees and the proceeds from the sale of confiscated fish and fish products. This subprogramme's budget is transferred in full to the Marine Living Resources Fund. This subprogramme had no staff complement in 2012/13.

Expenditure estimates

Table 26.19 Fisheries

Subprogramme	Audited outcome			Adjusted appropriation 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
R thousand											
Management	885	143	104	1 873	28.4%	0.2%	1 967	2 065	2 168	5.0%	0.4%
Aquaculture	14 206	23 692	24 976	28 471	26.1%	7.0%	29 387	30 780	32 243	4.2%	6.6%
Monitoring Control and Surveillance	39 196	54 287	63 963	72 963	23.0%	17.7%	73 597	77 086	80 751	3.4%	16.6%
Marine Resources Management	16 394	14 242	15 072	18 130	3.4%	4.9%	17 634	18 471	19 350	2.2%	4.0%
Fisheries Research and Development	23 270	38 649	46 664	51 276	30.1%	12.3%	54 323	56 899	59 604	5.1%	12.1%
Marine Living Resources Fund	106 090	128 100	201 173	316 365	43.9%	57.8%	257 128	261 631	273 923	-4.7%	60.3%
Total	200 041	259 113	351 952	489 078	34.7%	100.0%	434 036	446 932	468 039	-1.5%	100.0%
Change to 2012 Budget estimate				77 287			81 131	74 522	-		
Economic classification											
Current payments	93 951	130 845	150 254	172 713	22.5%	42.1%	176 908	185 301	194 116	4.0%	39.7%
Compensation of employees	93 951	130 845	150 254	172 713	22.5%	42.1%	176 908	185 301	194 116	4.0%	39.7%
Transfers and subsidies	106 090	128 268	201 698	316 365	43.9%	57.9%	257 128	261 631	273 923	-4.7%	60.3%
Departmental agencies and accounts	106 090	128 100	201 173	316 365	43.9%	57.8%	257 128	261 631	273 923	-4.7%	60.3%
Households	-	168	525	-	-	0.1%	-	-	-	-	-
Total	200 041	259 113	351 952	489 078	34.7%	100.0%	434 036	446 932	468 039	-1.5%	100.0%
Proportion of total programme expenditure to vote expenditure	5.0%	6.7%	7.1%	8.3%			7.0%	6.8%	6.9%		
Details of transfers and subsidies											
Households											
Social benefits											
Current	-	168	525	-	-	0.1%	-	-	-	-	-
Employee social benefits	-	168	525	-	-	0.1%	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	106 090	128 100	201 173	316 365	43.9%	57.8%	257 128	261 631	273 923	-4.7%	60.3%
Marine Living Resources Fund	106 090	128 100	201 173	249 078	32.9%	52.6%	257 128	261 631	273 923	3.2%	56.7%
Marine Living Resources Fund: Maintenance and repairs to harbours: Department of Public Works	-	-	-	67 287	-	5.2%	-	-	-	-100.0%	3.7%

Personnel information

Table 26.20 Details of approved establishment and personnel numbers according to salary level¹

Fisheries	Post status as at 30 September 2012		Number and cost ² of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual						Revised estimate ³						Average growth rate (%)	Salary level/total: Average (%)			
			2011/12			2012/13			2013/14			2014/15					2015/16		
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			Number	Cost	Unit Cost
Salary level	603	22	604	150.3	0.2	513	172.7	0.3	603	176.9	0.3	603	185.3	0.3	602	194.1	0.3	5.5%	100.0%
1-6	140	8	138	15.4	0.1	117	16.6	0.1	140	17.6	0.1	140	18.5	0.1	140	19.4	0.1	6.2%	23.1%
7-10	375	14	338	74.1	0.2	337	101.0	0.3	375	96.7	0.3	375	101.2	0.3	374	105.8	0.3	3.5%	62.9%
11-12	70	-	110	45.4	0.4	46	37.6	0.8	70	44.5	0.6	70	46.7	0.7	70	49.0	0.7	15.0%	11.0%
13-16	18	-	18	15.3	0.9	13	17.6	1.4	18	18.1	1.0	18	19.0	1.1	18	19.9	1.1	11.5%	2.9%

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

2. Rand million.

3. As at 30 September 2012.

Expenditure trends

The spending focus over the medium term will be on the sustainable use of marine living resources and the Working for Fisheries programme. R202.9 million over the medium term has been allocated for the implementation of fisheries projects and over 3 000 job opportunities are expected to be created in coastal and rural communities. The spending focus will also be on performing annual fishery specific research to inform the process of setting the total allowable catches in 22 fishing sectors per year until 2015/16. This includes continuing with the finalisation and implementation of the small scale fisheries policy in 2013/14, and improving compliance with and enforcement of the Marine Living Resources Act (1998) by finalising the development and implementation of the integrated fisheries security strategy from 2013/14 onwards.

The programme provides for personnel costs and a transfer payment to the Marine Living Resources Fund. The significant increase in expenditure between 2009/10 and 2012/13 was due to the transfer of the Working for Fisheries programme from the Department of Environmental Affairs to this programme, and a rollover of R67.3 million in 2012/13 to pay the Department of Public Works for the maintenance and repairs of the 12 Western Cape harbours.

The programme had a funded establishment of 603 posts and 22 were additional to the establishment. There were 112 vacancies as at 30 September 2012 due to the difficulty in recruiting skilled personnel and the length of time require to finalise the recruitment processes. The posts are to be filled in 2013/14.

Public entities and other agencies

Agricultural Research Council

Mandate and goals

The Agricultural Research Council was established by the Agricultural Research Act (1990) and is the main agricultural research institution in South Africa. The council's mandate in terms of the act is to conduct research and development, and effect the transfer of technology in order to promote agriculture and industry, contribute to a better quality of life and facilitate and ensure natural resource conservation.

This function is carried out through 11 research institutes whose activities are grouped into five divisions: field crops (grain and industrial crops), horticulture, animal production and health, natural resources and engineering, and technology transfer. The council is also responsible for maintaining national assets and undertaking programmes and providing services that are required from time to time by the department and other stakeholders. To advance the delivery on its mandate, the council conducts fundamental and applied research with partners to generate knowledge, develop human capital and foster innovation in agriculture through technology development and dissemination, and the commercialisation of research results.

The council's strategic goals over the medium term are to:

- undertake and promote research, development and technology transfer
- use and share its technological expertise
- publish information about its objectives and functions
- establish and control facilities in the fields of research, development and technology transfer
- promote cooperation between South Africa and other countries in relation to research and development and technology transfer in the sector.

Selected Performance Indicators

Table 26.21 Agricultural Research Council

Indicator	Programme/Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of scientific publications produced per year	Sustainable use and management of natural resources	149	168	178	189	200	210	211
Number of scientific presentations conducted per year	Enhanced nutrition, food security and safety	80	93	271	323	342	359	360
Number of scientific methods developed per year to improve output or production	Improved ability of the sector to manage and mitigate agricultural risks	123	321	892	1 039	1 101	1 156	1 159

Table 26.21 Agricultural Research Council (continued)

Indicator	Programme/Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of accessions/genetic stock maintained per year	Improved ability of the sector to manage and mitigate agricultural risks	68 951	4 259 072	4 344 253	4 431 139	4 519 761	4 610 157	4 619 377
Number of training courses per year	Improved operational and organisational efficiency and effectiveness	2 001	1 396	6 121	7 131	7 559	7 937	7 953
Number of new intellectual property rights filings completed per year	Technology transfer and commercialisation	27	21	15	18	19	20	20

Programmes/activities/objectives

Table 26.22 Agricultural Research Council

R thousand	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term estimate			Average growth rate (%)	
	2009/10	2010/11	2011/12		2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	Expenditure/total: Average (%)
Sustainable use and management of natural resources	108 188	113 563	119 572	-	-100.0%	10.5%	144 744	-	-	-	3.1%
Enhance nutrition, food security and safety	154 554	162 233	172 441	168 953	3.0%	19.5%	209 488	239 611	225 401	10.1%	18.4%
Enhance the ability of the agricultural sector to manage and mitigate agricultural risks	154 554	162 233	162 276	-	-100.0%	14.7%	214 398	0	-	-	4.6%
Technology transfer and commercialisation	154 554	162 295	169 193	-	-100.0%	15.0%	275 738	32 449	-	-	6.6%
Technology transfer and commercialisation	100 472	105 390	115 302	-	-100.0%	9.9%	149 233	0	-	-	3.2%
Organisational growth and sustainability	100 461	105 452	115 311	152 386	14.9%	13.8%	134 999	167 962	194 678	8.5%	14.3%
Crop production, improvement and protection	-	-	-	213 314	-	5.6%	-	259 243	268 961	8.0%	16.3%
Animal health, production and improvement	-	-	-	223 436	-	5.8%	-	273 046	211 609	-1.8%	15.7%
Natural resource management	-	-	-	166 890	-	4.4%	-	221 224	219 791	9.6%	13.3%
Other objectives	-	-	-	33 668	-	0.9%	36 784	81 531	61 224	22.1%	4.6%
Total expense	772 781	811 165	854 095	958 647	7.4%	100.0%	1 165 384	1 275 065	1 181 665	7.2%	100.0%

Expenditure estimates

Table 26.23 Agricultural Research Council

Statement of financial performance	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term estimate			Average growth rate (%)	
	2009/10	2010/11	2011/12		2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	Expenditure/total: Average (%)
R thousand											
Revenue											
Non-tax revenue	298 200	280 360	312 124	345 534	5.0%	32.1%	356 822	379 329	428 208	7.4%	29.5%
Sale of goods and services other than capital assets	292 524	249 191	275 698	322 725	3.3%	29.6%	332 013	352 903	400 343	7.4%	27.5%
of which:											
Sales by market establishment	292 524	249 191	275 698	322 725	3.3%	29.6%	332 013	352 903	400 343	7.4%	27.5%
Other non-tax revenue	5 676	31 169	36 426	22 809	59.0%	2.5%	24 809	26 426	27 865	6.9%	2.0%
Transfers received	532 850	590 168	666 015	877 143	18.1%	67.9%	888 430	997 502	847 379	-1.1%	70.5%
Total revenue	831 050	870 528	978 139	1 222 677	13.7%	100.0%	1 245 252	1 376 830	1 275 587	1.4%	100.0%
Expenses											
Current expenses	772 781	811 165	854 095	958 648	7.4%	100.0%	1 128 599	1 275 065	1 181 666	7.2%	100.0%
Compensation of employees	490 215	510 882	518 344	601 302	7.0%	62.5%	663 484	752 381	780 349	9.1%	61.6%
Goods and services	264 765	281 614	313 926	333 965	8.0%	35.1%	431 561	487 699	364 663	3.0%	35.5%
Depreciation	17 795	18 607	21 820	23 375	9.5%	2.4%	33 548	34 979	36 648	16.2%	2.8%
Interest, dividends and rent on land	6	62	6	6	-2.2%	0.0%	6	6	7	4.3%	0.0%
Total expenses	772 781	811 165	854 095	958 648	7.4%	100.0%	1 128 599	1 275 065	1 181 666	7.2%	100.0%
Surplus/(Deficit)	58 269	59 364	124 044	264 029	65.5%		116 653	101 765	93 921	-29.1%	
Statement of financial position											
Carrying value of assets	649 129	666 041	728 993	908 000	11.8%	71.1%	1 116 000	1 281 000	1 351 455	14.2%	81.8%
of which:											
Acquisition of assets	17 721	38 724	90 531	95 511	75.3%	5.3%	99 756	104 180	108 788	4.4%	7.2%
Investments	2 011	2 158	2 432	2 032	0.3%	0.2%	2 032	2 032	2 143	1.8%	0.1%
Inventory	13 329	11 485	11 840	12 492	-2.1%	1.2%	13 179	13 904	14 668	5.5%	1.0%
Receivables and prepayments	79 962	64 915	71 987	77 946	-0.8%	7.2%	86 845	93 621	98 771	8.2%	6.3%
Cash and cash equivalents	73 457	163 448	457 359	217 759	43.7%	20.2%	128 000	84 723	161 425	-9.5%	10.8%
Non-current assets held for sale	-	-	217	-	-	0.0%	-	-	-	-	-
Total assets	817 888	908 047	1 272 828	1 218 228	14.2%	100.0%	1 346 055	1 475 280	1 628 462	10.2%	100.0%
Accumulated surplus/(deficit)	447 979	506 923	630 967	817 334	22.2%	56.8%	917 227	1 035 127	1 237 581	14.8%	70.3%
Capital and reserves	111 476	111 274	111 274	111 274	-0.1%	10.9%	111 274	111 274	111 274	-	7.9%
Deferred income	43 474	43 474	87 334	43 860	0.3%	5.1%	74 321	78 409	82 721	23.6%	4.9%
Trade and other payables	128 202	148 421	369 347	150 885	5.6%	18.4%	174 140	175 481	127 816	-5.4%	11.3%
Provisions	86 758	97 955	73 906	94 876	3.0%	8.7%	69 094	74 989	69 071	-10.0%	5.6%
Total equity and liabilities	817 889	908 047	1 272 827	1 218 228	14.2%	100.0%	1 346 055	1 475 280	1 628 462	10.2%	100.0%

Personnel information

Table 26.24 Agricultural Research Council

Post status estimated for 31 March 2013	Number of funded posts	Number of vacant posts	Number and cost ¹ of personnel posts filled/planned for on funded establishment															Number	
			Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2011/12			2012/13			2013/14		2014/15		2015/16				2012/13 - 2015/16		
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost		Unit Cost	
Salary level	2 534	–	2 326	518.3	0.2	2 534	601.3	0.2	2 570	706.7	0.3	2 606	752.4	0.3	2 211	780.3	0.4	–4.4%	100.0%
7 – 10	2 413	–	2 207	447.1	0.2	2 413	523.2	0.2	2 449	624.0	0.3	2 485	664.7	0.3	2 090	687.4	0.3	–4.7%	87.9%
13 – 16	121	–	119	71.3	0.6	121	78.1	0.6	121	82.7	0.7	121	87.7	0.7	121	93.0	0.8	–	12.1%

1. Rand million.

Expenditure trends

The Agricultural Research Council is funded mainly from government transfers and income generated from applied research and other projects. Transfers received are expected to continue increasing as a result of the economic competitiveness and support package allocation of R128 million in 2013/14 and R195 million in 2014/15 for research into crop production, the production of animal vaccines, extension services for smallholder farmers, university research, and the maintenance of national genebank collections.

The spending focus over the medium term will be on crop production, animal production and health, and management of natural resources. This will allow the council to generate 621 scientific publications, 1 061 scientific presentations, 3 416 scientific methods, and provide 23 449 training courses.

Expenditure on goods and services increased between 2009/10 and 2012/13 due to an additional allocation of R50 million in 2011/12 and R150 million in 2012/13 for the construction of a foot and mouth disease vaccine facility, and an allocation of R77 million in 2012/13 as part of the economic competitiveness support package for research into crop production, extension services for smallholder farmers and the maintenance of genebank collections. Over the medium term, expenditure on compensation of employees is expected to grow to R780.3 million in 2015/16, mainly due to additional funding of R18.6 million, R24.9 million and R32.5 million for improved conditions of service. The council had 2 534 funded posts, all of which were filled as at 30 September 2012.

The council expects to realise savings from operational activities of R2 million in 2013/14, R2 million in 2014/15 and R2.3 million in 2015/16 by implementing cost effectiveness measures in 2012/13. The measures include the council implementing effective controls on project management and monitoring expenditure by continuously reviewing its projects and programmes, policies and strategies, and strengthening the relationships between the council and industry partners to optimise costs along the value chain.

Marine Living Resources Fund

Mandate and goals

The Marine Living Resources Fund was established in terms of the Marine Living Resources Act (1998). The fund's mandate and core business is to manage the development and sustainable use of South Africa's marine resources, as well as to protect the integrity and quality of the marine ecosystem. The fund's strategic priorities are aligned with decent employment through inclusive economic growth (outcome 4), vibrant, equitable and sustainable rural communities with food security for all (outcome 7), and environmental assets and natural resources that are well protected and continually enhanced (outcome 10).

The fund's main strategic goals over the medium term are to:

- conduct annual fishery specific research to inform the setting of total allowable catches and effort in 22 fishing sectors per year
- investigate the feasibility of 6 potential new fisheries
- implement the stock recovery strategy for hake, abalone, West Coast rock lobster and line fish

- finalise and implement the small scale fisheries policy
- broaden the scope of the aquaculture sector
- develop and implement a proactive stakeholder engagement strategy
- set transformation targets for the allocation of new fishing rights
- develop and implement the integrated fisheries security strategy to ensure better compliance, monitoring and enforcement
- facilitate the creation of 3 450 job opportunities in the coastal and rural communities, through the implementation of projects under the Working for Fisheries programme.

Selected performance indicators

Table 26.25 Marine Living Resources Fund

Indicator	Programme/ Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of annual assessments conducted to determine the state of resources in the fisheries sector per year	Marine resources research	22	22	22	22	22	22	22
Number of research projects conducted per year on the feasibility of South Africa's aquaculture species	Aquaculture and economic development	2	2	2	2	2	2	2
Number of aquaculture (fish farming) pilot projects launched per year	Aquaculture and economic development	1	1	3	5	5	5	5
Number of jobs created with the alternative livelihoods programme per year ¹	Aquaculture and economic development	–	978	1 100	1 000	1 100	1 150	1 200

1. No past data, as measurement of this performance indicator began in 2010/11.

Programmes/activities/objectives

Table 26.26 Marine Living Resources Fund

R thousand	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2009/10 - 2012/13	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Administration	74 927	53 985	41 550	50 527	-12.3%	14.2%	30 657	32 982	37 408	-9.5%	8.6%
Marine resource management	9 166	10 122	11 332	23 564	37.0%	3.2%	25 653	15 391	17 684	-9.1%	4.7%
Aquaculture and economic development	24 151	80 978	64 213	175 366	93.6%	19.9%	95 050	90 422	93 980	-18.8%	25.3%
Marine resources research	123 863	84 696	120 871	151 294	6.9%	29.5%	121 447	125 369	127 678	-5.5%	30.2%
Monitoring, control and surveillance	140 937	97 849	139 758	157 806	3.8%	33.2%	123 072	131 197	131 073	-6.0%	31.2%
Total expense	373 044	327 630	377 723	558 557	14.4%	100.0%	395 879	395 361	407 823	-10.0%	100.0%

Expenditure estimates

Table 26.27 Marine Living Resources Fund

Statement of financial performance	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2009/10 - 2012/13	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Revenue											
Non-tax revenue	130 182	136 974	169 133	169 386	9.2%	40.8%	137 251	131 730	133 900	-7.5%	32.8%
Sale of goods and services other than capital assets	120 148	129 997	160 548	144 139	6.3%	37.7%	115 500	116 000	118 000	-6.5%	28.3%
of which:											
Administrative fees	93 823	103 310	108 045	110 639	5.6%	28.3%	105 500	106 000	108 000	-0.8%	24.9%
Sales by market establishment	3	–	–	–	-100.0%	0.0%	–	–	–	–	–
Other sales	26 322	26 687	52 503	33 500	8.4%	9.4%	10 000	10 000	10 000	-33.2%	3.4%
Other non-tax revenue	10 034	6 977	8 585	25 247	36.0%	3.1%	21 751	15 730	15 900	-14.3%	4.5%
Transfers received	236 057	142 510	181 789	389 171	18.1%	59.2%	258 628	263 631	273 923	-11.0%	67.2%
Total revenue	366 239	279 484	350 922	558 557	15.1%	100.0%	395 879	395 361	407 823	-10.0%	100.0%
Expenses											
Current expenses	373 044	327 630	377 723	558 557	14.4%	100.0%	395 879	395 361	407 823	-10.0%	100.0%
Goods and services	331 023	297 275	346 921	525 557	16.7%	91.4%	367 879	366 361	380 823	-10.2%	93.3%
Depreciation	42 021	30 355	30 793	33 000	-7.7%	8.6%	28 000	29 000	27 000	-6.5%	6.7%
Interest, dividends and rent on land	–	–	9	–	–	0.0%	–	–	–	–	–
Total expenses	373 044	327 630	377 723	558 557	14.4%	100.0%	395 879	395 361	407 823	-10.0%	100.0%
Surplus/(Deficit)	(6 805)	(48 146)	(26 801)	–	-100.0%	–	–	–	–	–	–

Table 26.27 Marine Living Resources Fund (continued)

Statement of financial position			Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)	
Audited outcome						2013/14	2014/15	2015/16			
R thousand	2009/10	2010/11	2011/12	2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	2012/13 - 2015/16	
Carrying value of assets	417 347	485 254	462 614	445 367	2.2%	83.0%	430 116	420 586	411 086	-2.6%	86.1%
<i>of which:</i>											
Acquisition of assets	26 037	12 554	8 165	15 753	-15.4%	2.9%	12 749	19 470	17 500	3.6%	3.3%
Inventory	2 747	2 797	2 185	–	-100.0%	0.3%	–	–	–	–	–
Receivables and prepayments	11 404	13 935	10 389	14 000	7.1%	2.3%	12 000	11 500	13 000	-2.4%	2.5%
Cash and cash equivalents	85 134	77 691	104 880	48 623	-17.0%	14.4%	57 351	58 404	61 404	8.1%	11.4%
Total assets	516 632	579 677	580 068	507 990	-0.6%	100.0%	499 467	490 490	485 490	-1.5%	100.0%
Accumulated surplus/(deficit)	457 532	497 291	470 490	470 490	0.9%	87.0%	470 490	470 490	470 490	–	94.9%
Capital reserve fund	10 905	51 146	71 428	–	-100.0%	5.8%	–	–	–	–	–
Deferred income	14 874	3 458	2 878	1 500	-53.5%	1.1%	–	–	–	-100.0%	0.1%
Trade and other payables	33 321	27 782	35 272	36 000	2.6%	6.1%	28 977	20 000	15 000	-25.3%	5.0%
Total equity and liabilities	516 632	579 677	580 068	507 990	-0.6%	100.0%	499 467	490 490	485 490	-1.5%	100.0%

Expenditure trends

The Marine Living Resources Fund receives transfers from the department and generates revenue from levies on fish and fish products, licence and permit fees, fines and confiscations, and harbour fees. The decline in revenue between 2009/10 and 2010/11 was due to a decrease in the transfer from the department for operating costs after a vessel was transferred to the Department of Environmental Affairs.

The spending focus over the medium term will be on conducting scientific surveys and research in 22 fisheries projects, creating 3 450 jobs through the Working for Fisheries projects, combating poaching and conducting research on aquaculture. As such, expenditure in the aquaculture and economic development programme is expected to increase due to additional funding of R202.9 million over the medium term for job creation initiatives.

Expenditure in 2012/13 increased significantly due to the allocations for the Working for Fisheries project and a once-off transfer to settle a debt owed to the Department of Public Works for the repairs and maintenance of the 12 proclaimed Western Cape fishing harbours. In addition, expenditure on goods and services increased between 2009/10 and 2012/13, as the research fleet is nearing the end of its useful life and the costs of maintenance are thus increasing.

National Agricultural Marketing Council

Mandate and goals

The National Agricultural Marketing Council was established in terms of the Marketing of Agricultural Product Act (1996) to: provide strategic advice to the Minister of Agriculture, Forestry and Fisheries on all agricultural marketing issues, improve market efficiency and market access by all participants, optimise export earnings, and improve the viability of the agricultural sector.

The council's strategic goals over the medium term are to:

- ensure increased market access for all market participants
- promote efficiency in the marketing of agricultural products
- optimise export earnings from agricultural products
- enhance the viability of the agricultural sector.

Selected performance indicators

Table 26.28 National Agricultural Marketing Council

Indicator	Programme/Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of agro-food chains and section 7 investigation reports published per year	Markets and economic research council	7	9	10	11	12	15	16
Number of quarterly food price trend reports published per year	Markets and economic research council	4	4	4	4	4	4	4
Number of annual food cost reviews published per year	Markets and economic research council	1	1	1	1	1	1	1
Number of annual food cost trends reports published per year	Markets and economic research council	4	4	4	6	6	6	6
Number of marketing schemes designed and implemented per year aimed at providing markets for black farmers	Agribusiness development	2	2	2	3	4	4	4
Number of black owned agribusinesses attending local and international trade shows per year	Agribusiness development	40	88	120	150	180	200	200

Programmes/activities/objectives

Table 26.29 National Agricultural Marketing Council

R thousand	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Markets and economic research council	8 403.0	11 254.0	11 271.0	9 476.0	4.1%	30.2%	11 035.0	11 658.0	12 331.3	9.2%	31.2%
Statutory measures	1 642.0	2 138.0	2 091.0	1 877.0	4.6%	5.8%	1 997.0	2 116.0	2 392.5	8.4%	5.9%
Agribusiness development	3 316.0	3 082.0	3 158.0	2 921.0	-4.1%	9.4%	3 095.0	3 217.0	3 766.6	8.8%	9.1%
Agricultural trusts	1 437.0	2 473.0	1 361.0	1 426.0	-0.3%	5.0%	1 435.0	1 521.0	1 663.3	5.3%	4.3%
National red meat development programme	-	-	2 681.0	1 300.0	-	2.9%	-	-	-	-100.0%	1.0%
Finance and administration	8 527.0	8 026.0	7 612.0	7 070.0	-6.1%	23.6%	8 939.0	9 756.0	8 972.7	8.3%	24.4%
Human resources	3 441.0	3 792.0	3 398.0	3 129.0	-3.1%	10.4%	3 284.0	3 491.0	4 717.7	14.7%	10.2%
Office of the chief executive officer	2 780.0	3 389.0	3 744.0	3 332.0	6.2%	9.9%	3 529.0	3 711.0	3 514.6	1.8%	9.9%
Council, audit and risk committee	580.0	529.0	1 269.0	1 284.0	30.3%	2.7%	1 355.0	1 435.0	1 506.8	5.5%	3.9%
Total expense	30 126.0	34 683.0	36 585.0	31 815.0	1.8%	100.0%	34 669.0	36 905.0	38 865.5	6.9%	100.0%

Expenditure estimates

Table 26.30 National Agricultural Marketing Council

Statement of financial performance	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
Revenue											
Non-tax revenue	3 148.0	2 491.0	1 492.0	700.0	-39.4%	5.9%	850.0	900.0	954.0	10.9%	2.4%
<i>Other non-tax revenue</i>	3 148.0	2 491.0	1 492.0	700.0	-39.4%	5.9%	850.0	900.0	954.0	10.9%	2.4%
Transfers received	28 360.0	31 194.0	36 049.0	31 409.0	3.5%	94.1%	33 819.0	36 005.0	37 912.0	6.5%	97.6%
Total revenue	31 508.0	33 685.0	37 541.0	32 109.0	0.6%	100.0%	34 669.0	36 905.0	38 866.0	6.6%	100.0%
Expenses											
Current expenses	30 126.0	34 683.0	36 585.0	32 109.0	2.1%	100.0%	34 669.0	36 905.0	38 866.0	6.6%	100.0%
Compensation of employees	15 125.0	20 917.0	22 848.0	21 965.0	13.2%	60.3%	23 166.0	24 760.0	26 482.0	6.4%	67.6%
Goods and services	14 499.0	13 210.0	13 239.0	10 110.0	-11.3%	38.5%	11 469.0	12 107.0	12 344.0	6.9%	32.3%
Depreciation	474.0	532.0	458.0	-	-100.0%	1.1%	-	-	-	-	-
Interest, dividends and rent on land	28.0	24.0	40.0	34.0	6.7%	0.1%	34.0	38.0	40.0	5.6%	0.1%
Total expenses	30 126.0	34 683.0	36 585.0	32 109.0	2.1%	100.0%	34 669.0	36 905.0	38 866.0	6.6%	100.0%
Surplus/(Deficit)	1 382.0	(998.0)	956.0	-	-100.0%		-	-	-	-	
Statement of financial position											
Carrying value of assets of which:	1 588.0	1 458.0	1 500.0	781.0	-21.1%	30.9%	1 540.0	1 600.0	1 602.0	27.1%	34.0%
<i>Acquisition of assets</i>	503.0	449.0	533.0	166.0	-30.9%	9.5%	158.0	174.0	-	-100.0%	3.0%
Inventory	34.0	38.0	55.0	13.0	-27.4%	0.8%	66.0	28.0	30.0	32.1%	0.8%
Receivables and prepayments	795.0	262.0	662.0	39.0	-63.4%	9.3%	663.0	262.0	350.0	107.8%	8.0%
Cash and cash equivalents	3 911.0	1 606.0	1 902.0	3 363.0	-4.9%	59.0%	1 902.0	2 100.0	2 000.0	-15.9%	57.2%
Total assets	6 328.0	3 364.0	4 119.0	4 196.0	-12.8%	100.0%	4 171.0	3 990.0	3 982.0	-1.7%	100.0%
Accumulated surplus/(deficit)	2 540.0	1 542.0	2 498.0	1 542.0	-15.3%	45.8%	1 916.0	1 696.0	1 690.0	3.1%	41.9%
Finance lease	287.0	121.0	174.0	220.0	-8.5%	4.4%	170.0	155.0	180.0	-6.5%	4.4%
Deferred income	1 133.0	531.0	292.0	531.0	-22.3%	13.4%	350.0	300.0	360.0	-12.2%	9.4%
Trade and other payables	2 368.0	1 170.0	1 155.0	1 903.0	-7.0%	36.4%	1 735.0	1 839.0	1 752.0	-2.7%	44.3%
Total equity and liabilities	6 328.0	3 364.0	4 119.0	4 196.0	-12.8%	100.0%	4 171.0	3 990.0	3 982.0	-1.7%	100.0%

Personnel information

Table 26.31 National Agricultural Marketing Council

Post status estimated for 31 March 2013		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Number		
Number of funded posts	Number of vacant posts	Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)	
		2011/12			2012/13			2013/14			2014/15			2015/16					2012/13 - 2015/16
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Salary level 1-6	46	-	46	22.8	0.5	46	22.0	0.5	46	23.2	0.5	46	24.8	0.5	46	26.5	0.6	-	100.0%
	46	-	46	22.8	0.5	46	22.0	0.5	46	23.2	0.5	46	24.8	0.5	46	26.5	0.6	-	100.0%

1. Rand million.

Expenditure trends

The National Agricultural Marketing Council's main source of revenue is transfers from the department. Revenue increased from R31.5 million in 2009/10 to R32.1 million in 2012/13, due to allocations for export promotion. Over the medium term, revenue is expected to increase to R38.9 million in 2015/16, due to allocations for improved conditions of service.

The spending focus over the medium term will be on publishing 41 agro-food chain reports and 12 quarterly food price trends, and providing support to 480 black owned agribusinesses to attend local and international trade shows.

The main drivers of expenditure are compensation of employees and the national red meat development project in the Eastern Cape, which is accounted for in expenditure on goods and services. Between 2009/10 and 2012/13, expenditure on compensation of employees grew due to the council expanding its research and agribusiness activities, which required an increase in the number of personnel. Expenditure on goods and services over the same period decreased due to a reduction in funding from the department. Over the medium term, expenditure is expected to increase to provide for improved conditions of service.

The council reduced the allocation to expenditure in the finance division, mainly for expenditure on goods and services for communications, travel and IT, by R2.1 million over the medium term. These funds were reprioritised to the national red meat development project in Eastern Cape.

The council had 46 employees as at 30 September 2012. The ratio of support staff to line function was 1:1.3. R1.1 million is allocated over the medium term for spending on consultants, who provide IT support services and other specialised functions that cannot be performed by the council's staff.

Ncera Farms

Mandate and goals

Ncera Farms is a public company that is wholly owned by the Department of Agriculture, Forestry and Fisheries. Its mandate is to provide extension, mechanical services, and training and agricultural support services to the farmers operating on Ncera farmland, as well as the neighbouring communities.

The entity's strategic goals over the medium term are to:

- promote industry focused and occupation directed farm management training
- create a one-stop shop farmer support centre through partnerships and mobilising resources
- develop franchise type agricultural business models in support of entrepreneurs in the sector
- pioneer sustainable agri-villages
- ensure organisational growth and sustainability.

Selected performance indicators

Table 26.32 Ncera Farms

Indicator	Programme/ Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of hectares of land under contract ploughing per year	Livestock, training, goats, contract ploughing and vegetables	35ha	65ha	45ha	45ha	50ha	50ha	55ha
Number of hectares of land used for vegetable production (tomatoes, cabbage, spinach, potatoes and butternut) per year ¹	Livestock, training, goats, contract ploughing and vegetables	–	–	61ha	5ha	5ha	5ha	5ha
Number of goats to be purchased per year ^{1, 2}	Livestock, training, goats, contract ploughing and vegetables	–	–	–	216	–	–	160

1. No past data, as this is a new performance indicator.

2. Ncera Farms has no plans to purchase goats in 2013/14 and 2014/15, as they expect more kids to be born. This is to avoid having excess stock on hand.

Programmes/activities/objectives

Table 26.33 Ncera Farms

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2012/13	2009/10 - 2012/13	2013/14		
Livestock, training, goats, contract ploughing and vegetables	3 673	3 349	6 373	4 957	10.5%	99.7%	3 389	3 620	3 896	-7.7%	99.7%
Other objectives	–	–	–	67	–	0.3%	–	–	–	-100.0%	0.3%
Total expense	3 673	3 349	6 373	5 024	11.0%	100.0%	3 389	3 620	3 896	-8.1%	100.0%

Expenditure estimates

Table 26.34 Ncera Farms

Statement of financial performance	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12				2012/13	2009/10 - 2012/13	2013/14		
R thousand											
Revenue											
Non-tax revenue	957	1 076	2 127	38	-65.9%	22.3%	75	78	157	60.4%	2.2%
Sale of goods and services other than capital assets	884	834	2 083	30	-67.6%	20.0%	67	70	148	70.2%	2.0%
of which:											
Sales by market establishment	884	834	2 083	30	-67.6%	20.0%	67	70	148	70.2%	2.0%
Other non-tax revenue	73	242	44	8	-52.1%	2.3%	8	8	9	4.0%	0.2%
Transfers received	2 550	2 790	4 291	4 989	25.1%	77.7%	3 389	3 620	3 822	-8.5%	97.8%
Total revenue	3 507	3 866	6 418	5 027	12.8%	100.0%	3 464	3 698	3 979	-7.5%	100.0%
Expenses											
Current expenses	3 673	3 349	6 373	5 024	11.0%	100.0%	3 389	3 620	3 896	-8.1%	100.0%
Compensation of employees	2 024	2 117	2 515	3 165	16.1%	55.2%	3 062	3 216	3 355	2.0%	82.1%
Goods and services	1 531	1 128	3 732	1 859	6.7%	42.7%	327	404	541	-33.7%	17.9%
Depreciation	118	104	125	–	-100.0%	2.1%	–	–	–	–	–
Interest, dividends and rent on land	–	–	1	–	–	0.0%	–	–	–	–	–
Total expenses	3 673	3 349	6 373	5 024	11.0%	100.0%	3 389	3 620	3 896	-8.1%	100.0%
Surplus/(Deficit)	(166)	517	45	3	-126.2%		75	78	83	202.4%	
Statement of financial position											
Carrying value of assets	1 934	1 830	2 344	2 992	15.7%	56.6%	5 442	5 346	5 053	19.1%	72.4%
of which:											
Acquisition of assets	–	–	639	4 600	–	29.3%	6 315	13 933	9 783	28.6%	131.5%
Inventory	1 074	1 307	79	1 300	6.6%	23.9%	1 800	1 900	1 000	-8.4%	23.5%
Receivables and prepayments	17	18	20	16	-2.0%	0.4%	–	–	–	-100.0%	0.1%
Cash and cash equivalents	412	715	1 690	209	-20.2%	19.0%	283	263	276	9.7%	4.1%
Total assets	3 437	3 870	4 133	4 517	9.5%	100.0%	7 525	7 509	6 329	11.9%	100.0%
Accumulated surplus/(deficit)	(33 635)	(35 909)	46 756	(38 884)	5.0%	-408.9%	(39 298)	(42 918)	(46 740)	6.3%	-673.3%
Capital and reserves	36 876	39 666	(42 954)	43 288	5.5%	504.2%	46 677	50 297	52 949	6.9%	771.3%
Trade and other payables	197	113	331	113	-16.9%	4.8%	80	80	80	-10.9%	1.5%
Provisions	–	–	–	–	–	–	66	50	40	–	0.5%
Total equity and liabilities	3 438	3 870	4 133	4 517	9.5%	100.0%	7 525	7 509	6 329	11.9%	100.0%

Personnel information

Table 26.35 Ncera Farms

Post status estimated for 31 March 2013	Number and cost ¹ of personnel posts filled/planned for on funded establishment															Number			
	Number of funded posts	Number of vacant posts	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2011/12			2012/13			2013/14		2014/15		2015/16						
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			Number	Cost	Unit Cost
Salary level	32	–	32	2.4	0.1	32	2.9	0.1	32	3.1	0.1	32	3.2	0.1	32	3.4	0.1	–	100.0%
1 – 6	29	–	29	1.0	0.0	29	1.2	0.0	29	1.2	0.0	29	1.3	0.0	29	1.3	0.0	–	90.6%
7 – 10	1	–	1	0.2	0.2	1	0.2	0.2	1	0.2	0.2	1	0.2	0.2	1	0.2	0.2	–	3.1%
11 – 12	2	–	2	1.2	0.6	2	1.5	0.8	2	1.6	0.8	2	1.7	0.9	2	1.8	0.9	–	6.3%

1. Rand million.

Expenditure trends

Ncera Farms generates most of its revenue from transfers from the Department of Agriculture, Forestry and Fisheries. The transfers are expected to make up 97.8 per cent of total revenue over the medium term. Revenue is also generated from the sale of livestock and vegetables.

The spending focus over the medium term will be on increasing agricultural production of farmers in the local communities by ploughing 155 hectares of land and repairing 4 tractors from the farms and community, 8 Ncera farm tractors, and one light delivery vehicle. The main cost drivers are expenditure on compensation of employees, and goods and services. The increase in compensation of employees between 2009/10 and 2012/13 was due to the appointment of the chief executive officer, chief financial officer and a personal assistant in 2011/12. These positions had been vacant since 2009/10.

Over the medium term, expenditure on goods and services is expected to decrease due to the discontinuation of training offered to communities and the dairy. Expenditure on compensation of employees is expected to increase by R416 000 over the medium term due to additional funding for improved conditions of service. The entity had a funded establishment of 32 posts and no vacancies as at 30 September 2012. The ratio of support staff to line function staff was 1:8 as at the same date.

Onderstepoort Biological Products

Mandate and goals

Onderstepoort Biological Products was established by the Onderstepoort Biological Products Incorporation Act (1999). The mandate of the company is to prevent and control animal diseases that impact on food security, human health and livelihoods through sustainable veterinary vaccine manufacturing.

The company's strategic goals over the medium term are to:

- build a new manufacturing practice facility
- increase the production of viral and bacterial vaccines and introduce new ones
- improve manufacturing efficiency
- reduce the input costs of production
- ensure that vaccines remain affordable in the market
- form strategic partnerships to leverage funding and research and development capacity.

Selected performance indicators

Table 26.36 Onderstepoort Biological Products

Indicator	Programme/Activity/Objective	Past			Current	Projections		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of publications supporting the company's vaccines per year	Research and development	4	4	4	3	4	5	5
Number of products' vaccines per year	Effective and efficient production	74 million	84million	67 million	78 million	80 million	85 million	87 million
Number of doses of vaccines (various products) produced per year	Effective and efficient production	74million	83million	57million	78 million	80 million	85 million	87 million
Percentage of cost of sales over sales per year	Financial Performance	36% (R36.2m)	34% (R54.5m)	30% (R34.4m)	36% (R50.2m)	33% (R52.1m)	30% (R49.7m)	30% (R55m)
Number of new or improved products per year ¹	Effective and efficient production	–	4	1	3	1	1	1
Training costs per year	Human capital development	R300 000	R700 000	R1 200 000	R1 200 000	R1 310 000	R1 441 000	R1 534 000

1. No past data, as measuring of this indicator began in 2010/11.

Programmes/activities/objectives

Table 26.37 Onderstepoort Biological Products

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12	2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	2015/16	
Strategic objective 1	49 384	77 742	59 894	55 133	3.7%	53.2%	89 196	89 392	94 348	19.6%	54.7%
Strategic objective 2	37 423	68 662	52 148	41 751	3.7%	43.4%	58 744	61 681	64 765	15.8%	38.2%
Strategic objective 3	2 002	2 146	3 532	6 980	51.6%	3.4%	11 401	11 971	12 569	21.7%	7.1%
Total expense	88 808	148 550	115 573	103 864	5.4%	100.0%	159 340	163 044	171 682	18.2%	100.0%

Expenditure estimates

Table 26.38 Onderstepoort Biological Products

Statement of financial performance	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12	2012/13	2009/10 - 2012/13	2013/14	2014/15	2015/16	2012/13 - 2015/16	2015/16	
Revenue											
Non-tax revenue	111 340	167 086	109 226	106 735	-1.4%	98.9%	166 844	184 936	195 333	22.3%	66.2%
Sale of goods and services other than capital assets	101 621	160 193	98 402	102 000	0.1%	92.2%	160 000	175 000	183 000	21.5%	62.9%
<i>of which:</i>											
<i>Sales by market establishment</i>	101 621	160 193	98 402	102 000	0.1%	92.2%	110 000	125 000	133 000	9.2%	51.5%
<i>Other sales</i>	–	–	–	–	–	–	50 000	50 000	50 000	–	11.4%
<i>Other non-tax revenue</i>	9 719	6 893	10 824	4 735	-21.3%	6.7%	6 844	9 936	12 333	37.6%	3.2%
Transfers received	–	2 976	2 959	–	–	1.1%	96 500	127 500	268 400	–	33.8%
Total revenue	111 340	170 062	112 185	106 735	-1.4%	100.0%	263 344	312 436	463 733	63.2%	100.0%
Expenses											
Current expenses	86 542	140 555	115 119	103 864	6.3%	97.9%	159 340	163 044	171 682	18.2%	100.0%
Compensation of employees	40 067	75 037	69 231	55 133	11.2%	52.2%	66 895	70 240	73 752	10.2%	45.3%
Goods and services	40 307	57 090	37 551	41 751	1.2%	39.1%	76 532	80 817	85 344	26.9%	46.9%
Depreciation	6 167	8 428	8 337	6 980	4.2%	6.6%	15 913	11 987	12 586	21.7%	7.8%
Total expenses	88 808	148 550	115 573	103 864	5.4%	100.0%	159 340	163 044	171 682	18.2%	100.0%
Surplus/(Deficit)	22 532	21 512	(3 388)	2 871	-49.7%		104 004	149 393	292 052	366.8%	
Statement of financial position											
Carrying value of assets	68 595	62 281	74 234	144 225	28.1%	35.8%	210 302	363 315	630 729	63.5%	68.0%
<i>of which:</i>											
<i>Acquisition of assets</i>	4 261	3 441	20 429	25 196	80.8%	5.4%	81 990	165 000	280 000	123.2%	26.1%
Inventory	28 579	19 288	25 175	21 265	-9.4%	10.1%	22 328	23 445	24 617	5.0%	5.6%
Receivables and prepayments	7 437	11 305	16 783	11 870	16.9%	5.0%	12 464	13 087	13 741	5.0%	3.1%
Cash and cash equivalents	102 407	150 617	99 715	101 870	-0.2%	47.9%	87 658	81 370	103 348	0.5%	23.3%
Taxation	2 309	4 024	4 070	–	-100.0%	1.1%	–	–	–	–	–
Derivatives financial instruments	–	–	500	–	–	0.1%	–	–	–	–	–
Total assets	209 327	247 516	220 477	279 230	10.1%	100.0%	332 752	481 217	772 436	40.4%	100.0%
Accumulated surplus/(deficit)	151 534	173 556	170 168	174 318	4.8%	70.6%	278 322	427 715	719 767	60.4%	82.0%
Capital and reserves	1	1	1	–	–	0.0%	1	1	1	–	0.0%
Capital reserve fund	–	35 734	32 776	–	–	7.3%	27 576	25 335	23 094	–	4.1%
Finance lease	2 988	–	–	–	-100.0%	0.4%	–	–	–	–	–
Deferred income	38 711	–	–	79 306	27.0%	11.7%	–	–	–	-100.0%	7.1%
Trade and other payables	10 401	17 643	17 032	23 192	30.6%	7.0%	24 319	25 506	26 781	4.9%	6.1%
Taxation	–	9 804	–	–	–	1.0%	–	–	–	–	–
Provisions	5 693	10 777	–	2 413	-24.9%	2.0%	2 534	2 660	2 793	5.0%	0.6%
Total equity and liabilities	209 328	247 515	219 977	279 230	10.1%	100.0%	332 752	481 217	772 436	40.4%	100.0%

Personnel information

Table 26.39 Onderstepoort Biological Products

Post status estimated for 31 March 2013	Number of funded posts	Number of vacant posts	Number and cost ¹ of personnel posts filled/planned for on funded establishment															Number	
			Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)
			2011/12			2012/13			2013/14			2014/15			2015/16				
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost
Salary level	197	–	249	69.2	0.3	223	55.1	0.2	239	66.9	0.3	235	70.2	0.3	232	73.8	0.3	1.3%	100.0%
1 – 6	78	–	79	7.8	0.1	78	8.3	0.1	78	9.0	0.1	78	9.7	0.1	78	10.5	0.1	–	33.6%
7 – 10	78	–	84	17.2	0.2	78	18.4	0.2	78	19.8	0.3	78	21.4	0.3	78	23.1	0.3	–	33.6%
11 – 12	33	–	34	14.4	0.4	33	14.4	0.4	33	15.5	0.5	33	16.8	0.5	33	18.1	0.5	–	14.2%
13 – 16	8	–	52	29.8	0.6	34	14.1	0.4	50	22.6	0.5	46	22.4	0.5	43	22.0	0.5	8.1%	18.6%

1. Rand million.

Expenditure trends

Onderstepoort Biological Products derives revenue mainly from the sale of animal vaccines. The increase in revenue in 2010/11 was due to the launch of new products and the company's entry into new markets. The company has received a grant from the Department of Agriculture, Forestry and Fisheries of R492.4 million over the medium term to modernise its aging infrastructure. Revenue decreased between 2010/11 and 2012/13, mainly due to the negative perception around the Rift Valley fever clone 13 vaccine, which also affected sales of other related products. This decrease followed a significant increase in revenue in the previous year when the vaccine was first introduced.

The spending focus over the medium term will be on modernising the vaccine production facility and building personnel capacity by filling vacant research and development posts.

Expenditure on compensation of employees and goods and services increased in 2010/11 for salary increases, overtime payments to meet the demand for the production of Rift Valley fever clone 13 vaccine when it was first introduced, and filling vacant posts in research and development. Over the medium term, expenditure on goods and services is expected to increase by R50 million each year to provide for the expansion of the vaccine reserve, the provision of public good vaccines and the development of smallholder farmers.

The company expects to realise savings over the medium term of R350 000 from negotiating with suppliers of cartons, shipping boxes and plastic bottles, R50 000 from reviewing the current printing practices to reduce waste and address environmental concerns, R350 000 from optimising business processes, and R500 000 from implementing a cost recovery process on shipping to customers.

The company had a funded establishment of 197 posts, all of which were filled as at 30 September 2012. The ratio of support staff to line function staff was 1:6 as at the same date.

Perishable Products Export Control Board

Mandate and goals

The Perishable Products Export Control Board is mandated by the Department of Agriculture, Forestry and Fisheries in terms of two acts. The Perishable Products Export Control Act (1983) requires the board to ensure the orderly export of perishable agricultural products, and monitor the proper maintenance of a continuous cold chain for exports, while the Agricultural Products Standard Act (1990) requires the board to monitor minimum quality standards of perishable products for export.

The board's strategic goals over the medium term are to:

- enhance the credibility of South Africa's export certification
- contribute towards South Africa's perishable product industries becoming more export competitive
- strengthen the board's capacity as a credible source of information

- support government in ensuring confidence in quality assurance and food safety systems for local perishable product markets
- support government in developing systems to ensure compliance with South African food safety and quality standards for imported perishable products.

Selected performance indicators

Table 26.40 Perishable Products Export Control Board

Indicator	Activity/Objective/Programme/Project	Past			Current	Projected		
		2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Number of consignments destined for export, inspected on a 2 per cent sample per year ¹	Enhancing the credibility of the export certification	–	–	40	40	40	40	40
Percentage of temperature letters issued per year	Enhancing the credibility of the export certification	98% (90 467)	100% (95 065)	100% (97 572)	100% (97 600)	100% (97 500)	100% (97 892)	100% (97 631)
Value of investment in industry research and development programmes supported per year	Supporting the competitiveness of South African perishable produce industries.	R4.2m	R4.7m	R4.7m	R4.7m	R4.7m	R4.7m	R4.7m
Number of previously disadvantaged students sponsored to attend training courses per year	Enhancing the credibility of the export certification	30	25	25	30	30	30	30
Number of analytical tests conducted to serve the local market per year (department policy of food safety and product quality)	Support government in ensuring confidence in quality assurance and food safety systems for the local market	9 500	9 575	11 000	12 000	14 000	16 000	16 000

1. No past data, as reporting on this performance indicator began in 2011/12.

Programmes/activities/objectives

Table 26.41 Perishable Products Export Control Board

	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2009/10 - 2012/13	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
R thousand											
Enhancing the credibility of the export certification	121 581	144 847	182 903	181 231	14.2%	90.1%	187 328	193 678	216 907	6.2%	87.7%
Supporting the competitiveness of South Africa's perishable produce industries.	800	3 719	1 546	2 124	38.4%	1.2%	2 201	2 419	2 715	8.5%	1.1%
Strengthen the board's capacity as a credible source of information for serving industries and stakeholders	1 758	2 229	2 568	5 290	44.4%	1.6%	5 481	5 940	6 664	8.0%	2.6%
Support government in ensuring confidence in quality assurance and food safety systems for the local market	8 923	10 723	15 388	14 762	18.3%	7.1%	15 289	22 050	24 929	19.1%	8.6%
Total expense	133 062	161 519	202 405	203 407	15.2%	100.0%	210 299	224 087	251 215	7.3%	100.0%

Expenditure estimates

Table 26.42 Perishable Products Export Control Board

Statement of financial performance	Audited outcome			Revised estimate 2012/13	Average growth rate (%) 2009/10 - 2012/13	Expenditure/total: Average (%) 2009/10 - 2012/13	Medium-term estimate			Average growth rate (%) 2012/13 - 2015/16	Expenditure/total: Average (%) 2012/13 - 2015/16
	2009/10	2010/11	2011/12				2013/14	2014/15	2015/16		
R thousand											
Revenue											
Non-tax revenue	152 602	173 835	186 089	198 719	9.2%	99.9%	209 667	223 417	250 515	8.0%	99.7%
Sale of goods and services other than capital assets	145 406	167 214	179 253	192 719	9.8%	96.1%	205 167	217 669	244 480	8.3%	97.2%
of which:											
Administrative fees	145 406	167 214	179 253	192 719	9.8%	96.1%	205 167	217 669	244 480	8.3%	97.2%
Other non-tax revenue	7 196	6 621	6 836	6 000	-5.9%	3.8%	4 500	5 748	6 035	0.2%	2.5%
Transfers received	–	–	–	600	–	0.1%	632	670	700	5.3%	0.3%
Total revenue	152 602	173 835	186 089	199 319	9.3%	100.0%	210 299	224 087	251 215	8.0%	100.0%

Table 26.42 Perishable Products Export Control Board (continued)

R thousand	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term estimate			Average growth rate (%)	Expenditure/total: Average (%)
	2009/10	2010/11	2011/12		2009/10	2012/13	2013/14	2014/15	2015/16		
Expenses											
Current expenses	133 062	161 519	202 405	203 407	15.2%	100.0%	210 299	224 087	251 215	7.3%	100.0%
Compensation of employees	93 228	113 219	137 703	132 377	12.4%	68.3%	136 862	155 946	171 813	9.1%	67.0%
Goods and services	37 937	46 081	62 993	68 540	21.8%	30.5%	70 836	65 321	76 362	3.7%	31.7%
Depreciation	1 878	2 192	1 685	2 490	9.9%	1.2%	2 601	2 820	3 040	6.9%	1.2%
Interest, dividends and rent on land	19	27	24	–	-100.0%	0.0%	–	–	–	–	–
Total expenses	133 062	161 519	202 405	203 407	15.2%	100.0%	210 299	224 087	251 215	7.3%	100.0%
Surplus/(Deficit)	19 540	12 316	(16 316)	(4 088)	-159.4%		–	–	–	-100.0%	
Statement of financial position											
Carrying value of assets	15 662	16 201	15 966	18 864	6.4%	11.8%	21 638	23 174	24 820	9.6%	14.0%
of which:											
Acquisition of assets	1 070	2 769	1 462	1 766	18.2%	1.2%	1 854	1 949	2 085	5.7%	1.2%
Investments	63 550	76 990	78 146	73 335	4.9%	51.6%	79 979	80 930	82 044	3.8%	50.0%
Receivables and prepayments	19 597	21 477	20 811	21 696	3.4%	14.8%	24 886	26 653	28 545	9.6%	16.0%
Cash and cash equivalents	23 127	41 328	23 788	37 589	17.6%	21.9%	29 223	29 582	29 871	-7.4%	20.0%
Total assets	121 936	155 996	138 711	151 484	7.5%	100.0%	155 726	160 339	165 279	2.9%	100.0%
Accumulated surplus/(deficit)	97 508	–	–	94 841	-0.9%	35.6%	90 753	90 753	90 753	-1.5%	58.1%
Capital and reserves	–	14 522	14 522	–	–	4.9%	–	–	–	–	–
Capital reserve fund	–	95 283	78 968	–	–	29.5%	–	–	–	–	–
Trade and other payables	24 311	40 207	38 927	45 566	23.3%	26.0%	55 239	59 161	63 362	11.6%	35.2%
Taxation	–	–	–	2 592	–	0.4%	–	–	–	-100.0%	0.4%
Provisions	117	5 985	6 294	8 485	317.0%	3.5%	9 734	10 425	11 165	9.6%	6.3%
Total equity and liabilities	121 936	155 997	138 711	151 484	7.5%	100.0%	155 726	160 339	165 280	2.9%	100.0%

Personnel Information

Table 26.43 Perishable Products Export Control Board

Salary level	Post status estimated for 31 March 2013	Number of funded posts	Number of vacant posts	Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number				
				Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
				2011/12		Unit Cost	2012/13		Unit Cost	2013/14		2014/15		2015/16				2012/13 - 2015/16		
				Number	Cost		Number	Cost		Number	Cost	Number	Cost	Number	Cost	Number	Cost			
		353	–	360	137.7	0.4	353	132.4	0.4	352	136.9	0.4	352	155.9	0.4	352	171.8	0.5	-0.1%	100.0%
1 – 6		37	–	37	5.9	0.2	37	6.0	0.2	37	6.9	0.2	37	9.6	0.3	37	9.8	0.3	–	10.5%
7 – 10		233	–	233	71.1	0.3	233	70.4	0.3	233	75.6	0.3	233	86.2	0.4	233	95.6	0.4	–	66.1%
11 – 12		64	–	67	39.3	0.6	64	37.7	0.6	64	36.9	0.6	64	41.6	0.6	64	45.4	0.7	–	18.2%
13 – 16		19	–	23	21.5	0.9	19	18.3	1.0	18	17.5	1.0	18	18.5	1.0	18	21.1	1.2	-1.8%	5.2%

1. Rand million.

Expenditure trends

The Perishable Products Export Control Board generates revenue mainly from fees and levies for statutory services for the perishable products industry. Revenue increased from R152.6 million in 2009/10 to R199.3 million in 2012/13, and is expected to increase to R251.2 million in 2015/16. The increase in revenue over the seven-year period is attributable to volume growth and tariff increases.

The spending focus over the medium term will be on the delivery of statutory services and the mitigation of the main risk areas in the board's service delivery priorities. The board will conduct 46 000 analytical tests to serve the local market as part of the Department of Agriculture, Forestry and Fisheries' policy on food safety and product quality; and inspect 120 consignments destined for export.

Expenditure increased from 2009/10 to 2012/13 mainly due to the appointment of additional personnel, which increased expenditure on the related goods and services for travel and subsistence, and additional funding for improved conditions of service. Over the medium term, expenditure is expected to increase primarily due to the use of sampling methodology, expanding personnel capacity, for which R5 million is allocated, and improving IT infrastructure.

The board expects to generate savings over the medium term of R4.5 million from non-recurring projects, R150 000 per year through reduced dependence on consultants, and R75 000 through the use of online recruitment tools.

The board had a funded establishment of 353 posts, all of which were filled as at 30 September 2012. The ratio of support staff to line function staff was 1:2 as at the same date.

Additional tables

Table 26.A Summary of expenditure trends and estimates per programme and economic classification

Programme	Appropriation		Audited outcome 2011/12	Appropriation			Revised estimate 2012/13
	Main	Adjusted		Main	Additional	Adjusted	
R thousand	2011/12			2012/13			
Administration	541 448	574 472	584 246	612 935	14 060	626 995	626 995
Agricultural Production, Health and Food Safety	1 647 433	1 689 757	1 644 857	1 891 603	(1 729)	1 889 874	1 889 874
Food Security and Agrarian Reform	1 244 195	1 253 940	1 249 371	1 408 635	2 220	1 410 855	1 410 855
Trade Promotion and Market Access	191 766	205 398	190 185	212 033	(2 604)	209 429	209 429
Forestry	770 711	895 350	907 662	1 261 775	(19 079)	1 242 696	1 101 019
Fisheries	324 188	345 532	351 952	411 791	77 287	489 078	489 078
Total	4 719 741	4 964 449	4 928 273	5 798 772	70 155	5 868 927	5 727 250

Economic classification

Current payments	2 039 393	2 033 575	1 995 490	2 250 622	(16 370)	2 234 252	2 234 252
Compensation of employees	1 273 000	1 296 769	1 320 738	1 502 560	(28 776)	1 473 784	1 473 784
Goods and services	764 707	734 981	674 205	746 424	12 567	758 991	758 991
Interest and rent on land	1 686	1 825	547	1 638	(161)	1 477	1 477
Transfers and subsidies	2 567 811	2 785 304	2 800 459	3 419 065	69 873	3 488 938	3 347 261
Provinces and municipalities	1 487 476	1 652 183	1 652 301	2 066 912	58	2 066 970	1 925 293
Departmental agencies and accounts	994 919	1 007 843	1 006 642	1 271 365	40 352	1 311 717	1 311 717
Higher education institutions	1 400	2 712	145	5 800	(840)	4 960	4 960
Foreign governments and international organisations	35 238	35 238	31 903	22 540	900	23 440	23 440
Public corporations and private enterprises	38 319	39 923	38 092	37 382	2 281	39 663	39 663
Non-profit institutions	8 906	12 206	11 981	13 251	–	13 251	13 251
Households	1 553	35 199	59 395	1 815	27 122	28 937	28 937
Payments for capital assets	112 537	145 570	131 975	129 085	16 652	145 737	145 737
Buildings and other fixed structures	42 114	43 032	54 227	36 860	3 585	40 445	40 445
Machinery and equipment	69 640	102 176	77 551	91 837	13 090	104 927	104 927
Biological assets	–	–	20	310	17	327	327
Software and other intangible assets	783	362	177	78	(40)	38	38
Payments for financial assets	–	–	349	–	–	–	–
Total	4 719 741	4 964 449	4 928 273	5 798 772	70 155	5 868 927	5 727 250

Table 26.B Summary of expenditure on training

	Audited outcome			Adjusted appropriation 2012/13	Medium-term expenditure estimate		
	2009/10	2010/11	2011/12		2013/14	2014/15	2015/16
Compensation of employees (R thousand)	1 082 214	1 189 923	1 320 738	1 473 784	1 655 977	1 748 236	1 839 532
Training expenditure (R thousand)	16 411	37 740	29 107	41 602	36 855	39 283	42 342
Training spend as percentage of compensation	1.5%	3.2%	2.2%	2.8%	2.2%	2.2%	2.3%
Total number trained (headcount)	1 671	1 456	1 109	1 163			
<i>of which:</i>							
Employees receiving bursaries (headcount)	173	238	1 027	125			
Learnerships (headcount)	12	27	27	35			
Internships (headcount)	219	218	218	269			
Households receiving bursaries (R thousand)	10 278	10 328	11 700	–	14 427	15 627	15 195
Households receiving bursaries (headcount)	260	235	267	405			

Table 26.C Summary of conditional grants to provinces and municipalities¹

R thousand	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
Conditional grants to provinces							
Agricultural Production, Health and Food Safety							
Ilima/Letsema projects grant	50 000	192 500	405 000	415 798	438 456	460 625	481 814
Food Security and Agrarian Reform							
Comprehensive agricultural support programme grant: Infrastructure	544 631	554 769	680 507	762 094	905 746	947 813	991 412
Comprehensive agricultural support programme grant: Extension recovery plan	170 763	273 938	308 890	322 206	339 927	360 323	376 898
Comprehensive agricultural support programme grant: Colleges for infrastructure	–	–	50 000	52 500	55 388	58 711	61 412
Forestry							
Land care programme grant: Poverty relief and infrastructure development	51 417	54 502	57 772	115 661	108 997	67 837	70 957
Comprehensive agricultural support programme grant: Agricultural disaster management grant	156 900	50 000	149 560	–	–	–	–
Comprehensive agricultural support programme grant: Disasters: Flood damaged infrastructure	–	–	–	398 191	298 959	298 244	311 963
Total	973 711	1 125 709	1 651 729	2 066 450	2 147 473	2 193 553	2 294 456

1. Detail provided in the Division of Revenue Act (2013).

Table 26.D Summary of donor funding

Donor	Project	Departmental programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome			Estimate	Medium-term expenditure estimate		
							2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16
R thousand													
Foreign													
In cash													
European Union	South African pesticides initiative programme	Agricultural Production, Health and Food Safety	12 months	590	Departmental agencies and accounts	South African pesticides initiative programme	590	-	-	-	-	-	-
Department of Trade and Industry	School milk feeding scheme	Agricultural Production, Health and Food Safety	24 months	2 500	Non-profit institutions	School nutrition programme	-	1 250	1 250	-	-	-	-
European Union	South African pesticides initiative programme II	Agricultural Production, Health and Food Safety	24 months	15 000	Departmental agencies and accounts	Implementation of the South African pesticide initiative programme	-	15 000	-	-	-	-	-
International Centre for Genetic Engineering and Biotechnology	Biosafety workshop	Food Security and Agrarian Reform	12 months	158	Goods and services	Covering of traveling expenses	-	-	140	-	-	-	-
National Research Foundation	South Africa Germany research cooperation programme	Fisheries	36 months	300	Departmental agencies and accounts	Research into ocean acidification from increased levels of carbon dioxide	-	-	128	133	-	-	-
United States Agency for International Development	Response of vegetation, soil, animals and water cycle to different management regimes: Victoria Falls area, Zimbabwe	Agricultural Production, Health and Food Safety	48 months	587	Public corporations and private enterprises	Running and administrative costs	-	-	-	208	117	126	136
Local													
In cash													
Department of Trade and Industry	Smallholder establishment programme	Food Security and Agrarian Reform	36 months	27 070	Goods and services	Establishment of a new commercially-oriented smallholder farmer programme	-	-	3 078	16 365	7 627	-	-
Total				46 205			590	16 250	4 596	16 706	7 744	126	136

Table 26.E Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Initial project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2009/10	2010/11	2011/12		2013/14	2014/15	2015/16
R thousand										
Departmental infrastructure										
Drilling of boreholes	Sighting, drilling and testing of boreholes for small scale farmers identified in priority projects by provinces	Various	200 000	15 000	6 000	7 199	8 267	9 650	10 500	11 000
Foot and mouth disease border fence	Repair and construction of foot and mouth disease fence in priority areas identified by the animal health directorate	Various	250 000	30 000	31 763	23 995	23 519	23 602	25 674	27 057
Durban	Site clearance	Feasibility	17 663	12 399	100	193	500	-	-	-
Stellenbosch	Construction of additional office accommodation	Hand over	16 325	2 500	1 700	684	489	-	-	-
King Shaka International Airport	Kennels for sniffer dogs	Identification	3 526	-	-	-	70	1 941	-	-
Upington	Office and laboratory building	Identification	1 700	-	-	-	50	-	1 174	836
Upington	Store at locust control depot	Identification	1 700	-	-	-	170	-	333	-
Upington	Perimeter fence at locust control site	Identification	480	-	-	-	200	-	600	-
Stellenbosch	Construction of agrochemical store	Construction	1 400	-	1 400	593	1 000	-	480	-
Grooffontein Agricultural Development Institute	New hostel accommodation for students	Pre-feasibility	44 000	-	-	-	-	-	-	-
Cape Town	Kennels for sniffer dogs	Identification	3 886	-	-	-	70	-	-	771
Pretoria: Roodeplaas	Diagnostic laboratories	Identification	15 000	-	-	-	-	-	1 174	6 000
Pretoria: Roodeplaas	Additional office space	Identification	5 600	-	-	-	-	-	7 000	2 700
Pretoria: Agriculture Place	Upgrading of ablution facilities	Identification	2 500	-	-	-	700	-	1 100	-
Pretoria	Upgrading of reception areas: Agriculture Place, Harvest House and Sefala	Pre-feasibility	1 500	-	-	-	900	-	-	-
Pretoria	Central airconditioning system at Agriculture Place	Identification	12 000	-	-	-	-	-	600	1 500
Limpopo: Mutale Municipality	Construction of a seed bank	Pre-feasibility	600	-	-	-	560	560	-	-
Eastern Cape: Sterkspruit	Construction of a seed bank	Pre-feasibility	600	-	-	-	-	600	40	-
Upington	Cleaning of waste contaminated dam	Pre-feasibility	272	-	-	-	100	400	-	-
Cape Town: Milnerton	Additional office space at animal quarantine station	Identification	2 800	-	-	-	-	272	1 105	1 395
Stellenbosch: plant health quarantine station	Airconditioning system for all buildings	Identification	9 000	-	-	-	-	-	554	1 000
Cape Town: Ministry	Refurbished offices for ministry	On hold	100	-	-	-	100	100	-	-
Stellenbosch: Plant health	Integrated security system	Identification	2 260	-	-	-	-	-	-	100
Stellenbosch: Plant health	Minor alterations	Identification	542	-	-	-	-	160	2 000	-
Stellenbosch: Plant health	Minor upgrading at liquor products section	Identification	87	-	-	-	-	500	42	37
Stellenbosch: Plant health	Alterations to entrance, polka drive in terms of traffic regulations	Pre-feasibility	590	-	-	-	-	400	50	90
Roodeplaas: Training facilities	Kennels for sniffer dog	Identification	3 886	-	-	-	70	1 941	100	771
Skukuza: Alterations to offices/laboratories	Upgrading of existing buildings	Pre-feasibility	1 500	-	-	-	200	1 500	1 174	-

Table 26.E Summary of expenditure on infrastructure (continued)

Project name	Service delivery outputs	Current project stage	Initial project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2009/10	2010/11	2011/12		2012/13	2013/14	2014/15
R thousand										
Stellenbosch	Upgrading of electrical substation	Identification	900	-	-	-	-	200	-	200
Kempton Park	Kennels for sniffer dogs	Identification	-	-	-	-	-	-	500	-
Pretoria	Feasibility study on the installation of central air conditioning system at Agriculture Place	Feasibility	500	-	-	-	500	500	-	-
Buffelspoort	Various repairs and maintenance: Works control system for project	Design	1 000	-	-	-	-	500	-	-
Durban	Construction of animal quarantine station	On hold	94 000	-	-	-	-	-	500	28 600
Stellenbosch: Plant Health	Upgrading and maintenance of building and laboratory facility	Pre-feasibility	54 600	-	-	-	54 600	3 500	65 178	-
Infrastructure transfers to other spheres, agencies and departments										
Animal Production, health and improvement	Vaccine for foot and mouth disease	Various	149 122	-	-	43 859	105 263	-	-	-
Comprehensive agricultural support programme grant: Flood damaged infrastructure	Damaged agricultural infrastructure repaired and soil rehabilitation undertaken	Various	1 307 357	-	-	-	398 191	298 959	298 244	311 963
Onderstepoort Biological Products	Building and facility for vaccine production	Various	492 400	-	-	-	-	96 500	127 500	268 400
Crop production, improvement and protection	Research and development	Various	261 844	15 147	16 534	46 466	51 761	72 372	91 245	-
Animal production, health and improvement	Research and development	Various	194 634	18 676	20 387	38 382	29 016	62 121	65 115	-
Natural resource management	Research and development	Various	112 495	3 856	4 209	22 068	18 521	42 642	29 264	-
Mechanisation and engineering	Research and development	Various	34 213	1 128	1 232	14 833	6 460	6 460	6 460	-
Agro-processing, food technology and safety	Research and development	Various	50 139	-	-	6 470	15 241	6 316	22 112	-
Agricultural economics and commercialisation	Research and development	Various	900	-	-	-	200	300	400	-
Training and extension	Research and development	Various	86 698	-	-	-	5 853	9 431	10 986	60 428
Administration and corporate affairs	Research and development	Various	233 416	18 496	20 190	36 133	61 600	27 267	25 836	82 580
Maintenance										
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	100 000	1 819	935	4 310	4 269	3 976	4 210	4 446
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	-	11	-	14	20	21	21	21
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	-	260	-	163	75	-	-	-
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	-	7	-	209	417	420	430	445
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	-	221	-	41	80	110	110	110

Table 26.E Summary of expenditure on infrastructure (continued)

Project name	Service delivery outputs	Current project stage	Initial project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2009/10	2010/11	2011/12		2013/14	2014/15	2015/16
R thousand										
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	23	–	12	58	220	220	220
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	–	–	–	2	1	1	1
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	113	–	22	167	140	140	140
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	257	–	702	1 222	1 441	1 506	1 576
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	39	–	1	25	5	5	5
Spitskop: Conservation area	Maintenance and repair of existing soil conservation structures	Various	–	–	–	–	–	70	75	80
Stellenbosch	Upgrading of existing buildings	Tender	6 200	–	6 200	2 809	–	–	–	–
Middelburg	Upgrading of existing buildings	Tender	18 900	–	3 500	8 181	–	–	–	9 100
Pretoria: Agriculture Place	Upgrading	Construction	5 000	–	2 100	2 500	–	–	–	–
Pretoria: Sefala building	Upgrading	Construction	12 540	–	5 000	2 086	3 300	–	–	–
Pretoria:Roodeplaat	Upgrading of offices and laboratories	Feasibility	9 000	–	–	150	1 000	5 500	2 000	500
Pretoria: Agriculture Place	Painting of internal walls	Feasibility	7 000	–	–	–	6 500	500	–	–
Kempton Park: Animal quarantine station	Renovation	Feasibility	5 000	–	–	70	750	3 000	1 250	–
Milnerton: Animal quarantine station	Upgrading	Feasibility	7 000	–	–	70	1 500	4 500	1 700	–
Bloemfontein: Old South Africa Bureau of Standards	Upgrading of building	Feasibility	445	–	–	–	–	–	257	188
Buffelspoort plant quarantine station: North West	Upgrading of existing buildings	Feasibility	1 400	–	–	–	–	811	590	500
Stellenbosch: Plant health quarantine station	Rehabilitation of two dams	Feasibility	2 600	–	–	–	600	2 000	–	–
Stellenbosch: Plant health quarantine station	Renovations to an electrical substation	Feasibility	1 300	–	–	–	1 300	–	–	–
Stellenbosch: Vredehuis, Genetic resources	Upgrading of existing building and replacement of fence	Pre-feasibility	3 500	–	–	–	500	2 500	500	–
Stellenbosch: Plant health quarantine station	Replacement of perimeter fence, labourer houses	Feasibility	400	–	–	–	400	–	–	–
Stellenbosch: Plant health quarantine station	Upgrading of existing sewerage system	Feasibility	1 000	–	–	–	1 000	–	–	–
Total			3 855 020	119 952	121 250	262 215	807 356	693 909	810 055	822 760

BUDGET 2013
ESTIMATES OF NATIONAL EXPENDITURE

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