

VOTE 13

DEPARTMENT OF AGRICULTURE, CONSERVATION AND ENVIRONMENT

VOTE 13: DEPARTMENT OF AGRICULTURE, CONSERVATION & ENVIRONMENT

TO BE VOTED:	R394 003 000
STATUTORY APPROPRIATION:	Nil
RESPONSIBLE POLITICAL HEAD:	Hon. E. Molewa
ACCOUNTING OFFICER:	Mr. A. Wills

1. OVERVIEW

Statement by the MEC

In keeping with the powers vested in me as the Executing Authority for Agriculture, Conservation and Environment in the North West Province, I commit to the implementation of the mandatory responsibilities, programmes, projects and activities outlined in the Departmental strategic plan as funded by the allocated budget during the financial year 2004/2005 for purposes of enhancing services delivery.

Statement by the Accounting Officer

In line with the approved strategic plan, the 2004/2005 allocated budget shall be used in the execution of legislated mandatory functions and the implementation of identified priority developmental programmes and projects.

Vision

Equitable and sustainable agricultural, nature conservation and environmental sectors to create a better life for the people of the North West Province

Mission

To provide services towards sustainable natural resource use that supports competitive, profitable and equitable agriculture, nature conservation and environmental management

Core functions of the department

The Department has the following mandated core functions:

- To improve the contribution of the agricultural sector to the economy of the province through agricultural developmental services.
- To protect and improve animal health, welfare and production through animal health, veterinary public health and diagnostic development and regulatory services.
- To ensure environmentally sustainable development through effective environmental management development and regulatory services.
- To ensure conservation and sustainable development of our natural biodiversity and heritage resources through nature conservation development and regulatory services.
- To administer agricultural state land under the Power of Attorney and facilitate land reform through integrated land redistribution and agricultural development.

In order to deliver on these mandates in an integrated manner the department has adopted four core strategic goals, namely:

To enhance equitable access and participation in the sectors

The aims of this goal are to enhance equitable access to and participation in agricultural, conservation and environmental economic opportunities; to graduate developing entrepreneurs into the commercial sector; to de-racialise land and enterprise ownership; and to unlock the full entrepreneurial potential in the sectors. Its focus will be on land reform, start-up support packages for new entrants, partnership development and promotion of the sector.

To improve household food security in the Province

The aims of this goal are to facilitate food security initiatives where agricultural starter packs are distributed to targeted households together with appropriate training. This programme is part of the Integrated Food Security Strategy implemented in conjunction with the Departments of Social Services, Education and Health as a social safety net for the marginalised poor.

To improve competitiveness and profitability

The aims of this goal are to enhance profitability and sustained competitiveness throughout the value chain, including input supply, primary production, processing, and use-associated industries.

To ensure sustainable resource use and management

The aims of this goal are to enhance capacities to use resources in a sustainable manner. This will impact on landcare, land redistribution, land use in the urban environment, zoning of high-potential agricultural land, waste management, the preservation of sensitive land areas, biological diversity and water systems, etc.

To ensure good governance

The aim of this goal is to ensure accountable, transparent, efficient and effective administration of the departmental programmes and service delivery

Complimentary and enabling goals, which are crosscutting to the core goals, were identified as follows:

- To optimise synergy with the integrated and sustainable rural development strategy,
- To enhance the development and dissemination of knowledge and innovation,
- To support and participate in international co-operation, and
- To support and facilitate rural safety and security.

Within this broad strategic framework the departmental plan must take into account Provincial priorities given the specific and unique circumstances that prevail in this part of the country. As part of the thrust towards integrated service delivery this department contributes to the realization of the Economic Development and Infrastructure cluster of priorities. These applicable priorities are:

- To improve access to productive resources
- To expand the primary production sectors
- To promote investment
- To develop the tertiary economic sector
- To support innovation, knowledge and entrepreneurial development
- To develop bulk infrastructure that support economic growth
- To ensure integrated sustainable development
- To ensure efficient and effective leadership and administration

Arising from the National Strategic Plan, the strategic goals of the Department are:

- To enhance equitable access and participation in the sectors.
- To improve competitiveness and profitability in the sectors.
- To ensure sustainable resource management in the sectors.
- To ensure good governance.

Within this broad strategic framework the departmental plan must take into account provincial priorities given the specific and unique circumstances that prevail in this part of the country. As part of the thrust towards integrated service delivery this department contributes to the realisation of the Economic Development and Infrastructure cluster of priorities. These applicable priorities are:

- To improve access to productive resources
- To expand the primary production sectors
- To promote investment
- To develop the tertiary economic sector
- To support innovation, knowledge and entrepreneurial development
- To develop bulk infrastructure that support economic growth
- To ensure integrated sustainable development
- To ensure efficient and effective leadership and administration

Therefore the core objectives of the department are aligned in terms of the National Strategic Goals and Provincial Priorities as follows:

Strategic Goal 1 - To Enhance Equitable Access & Participation in the Sectors

Provincial Priority - To Improve Access to Productive Resources

- Facilitate access to land for new Black farmer development & settlement
- Facilitate access to finance, markets and business management skills

Provincial Priority - Expand the Primary Production Sector

- Improve household food security in the province
- Provide agriculture, conservation and environmental extension support services

Strategic Goal 2 - To Improve Competitiveness and Profitability in the Sectors

Provincial Priority - To Promote Investment in the Sectors (by boosting investor confidence through addressing international cooperation agreement requirements and improving rural safety and security)

- Facilitate and support the development of agricultural, conservation and environmental enterprises
- To create awareness of trade barriers resulting from international treaties and agreements
- To implement effective vet public health regulatory services
- To facilitate the provision of vet animal health services
- To facilitate the provision of vet diagnostic services

- Facilitate rural safety and security

Provincial Priority - To Develop the Secondary and Tertiary Economic Sectors

- Agriculture, conservation and environmental secondary and tertiary enterprise development

Provincial Priority - To Support Innovation, Knowledge and Entrepreneurship Development

- Agriculture, conservation and environmental specialist support services
- Agricultural education and training

Provincial Priority - To Develop Bulk Infrastructure That Supports Economic Development

- Facilitate the development of agriculture, conservation and environmental related infrastructure

Strategic Goal 3- To Ensure Sustainable Resource Management In The Sectors

Provincial Priority - To Ensure Integrated Sustainable Development

- Regulation of sustainable development, use and management of biodiversity, natural landscapes, natural heritage, ecosystems
- Regulation of sustainable development, use and management of the human built environment
- Sustainable development, use and management of agricultural land and resources

Strategic Goal 4- To Ensure Good Governance

Provincial Priority - To Ensure Efficient, Effective Leadership & Administration of the Sectors

- Provide effective strategic and political leadership
- Provide effective strategic and administrative management of the department
- Provide effective strategic operational support services
- To provide administrative and financial support to enhance effective service delivery
- To conduct human resource management to enhance effective service delivery

Core Services

The activities that are carried out by the programmes of the department in order to achieve the core objectives may be grouped under four categories:

- Programmes carried out in terms of legislation:
 - Regulatory services:
 - Programme Management
 - Nature Conservation Services
 - Environmental Management Services
 - Veterinary Services
- Provincial priority programmes:
 - Developmental Services
 - Programme Management
 - Extension Services – 4 Regions
 - Provincial Capacity Building
 - Entrepreneurial Development
 - Scientific & Technical Support
- Support programmes:
 - Executive Management
 - Office of the MEC
 - Office of the HOD
 - Finance and Risk Management
 - Operational Support Services
 - Programme Management
 - Finance and Administration Support
 - Human Resource Management
 - Policy, Planning, Information & Legal Services
 - Land Services Support

Demand for and the changes in the services of the department

As the National Agriculture Sector Strategy has been translated into action and as the national economic dynamics have unfolded over the past 2 years, a number of demands for a refocus of priorities and new services have arisen, specifically;

- The international concern over the land issues in Zimbabwe and local concern over the slow pace and economic viability of land redistribution in South Africa has resulted in a national focus on our land reform programme. In respect of this department's mandate, the failure of some land reform projects has been attributed to inadequate post settlement support services in assisting beneficiaries to create sustainable livelihoods on the land, which has been redistributed to them.
- With the weakness of the Rand and other economic factors over the past 2 years South Africa experienced a food price crisis where the poorest could no longer purchase sufficient food to meet basic

nutritional needs. This prompted a national focus on household food security, with the development of the Integrated Food Security Strategy.

- The high level of debt carried by emerging farmers inhibits their inability to access finance, business management skills and markets. This, together with the combined impacts of the recent natural disasters of fires, drought and livestock mortality caused by late frost has highlighted the need for the department to develop comprehensive risk management services.
- In the context of the current high levels of poverty and unemployment, people are forced to rely on the use of their local natural resources to provide a livelihood, particularly in the rural areas. This has given rise to a demand for focused capacity building around sustainable and new technologies for maximising livelihood benefit from a limited natural resource base. This need arises particularly among vulnerable groups.

The Acts, rules and regulations applicable to the department

Agricultural

- North West Agricultural Bank Act, No 14 of 1981
- Agricultural Bank of Bophuthatswana Loan Remission Act, No 8 of 1982 and No 3 of 1988
- Agricultural Development Corporation of Bophuthatswana Loans and Remission Act, No 14 of 1991
- North West Agricultural Bank Amendment Act, No 8 of 1995
- Taung Agricultural College Amendment Act, No 16 of 1994
- North West Directorate of Entrepreneurial Development In Natural Resources Utilisation Act, 2003
- Act on Marketing of Agricultural Products, 1996 (Act 47 of 1996)
- Land and Agricultural Development Bank Act
- Animal Identification Act 2002(Act no.6 of 2002)
- Genetically Modified Organisms Act
- Conservation of Agricultural Resources Act, 1983
- Agricultural Pests Act, 1983 (Act No.36 of 1983)
- Fertilizers, Farm Feeds, Agricultural Remedies and Stock Remedies Act, 1947 (Act 36 of 1947)
- Land Reform Act, 1997 (Act 3 of 1997)
- Provision of Land and Assistance Act, 1993 (Act 126 of 1993)

Veterinary

- Animal Health Act, 2002 (Act no.7 of 2002)
- Abattoir Hygiene Act, No 121 of 1992
- Meat safety Act, 2002
- Animal Improvement Act 1998 (Act no.62 of 1998)
- Veterinary Authorities and Registrars Act, No 25 of 1977

Conservation

- Mountain Catchment Areas Act, No. 63 of 1970
- Bophuthatswana Nature Conservation Act, No. 3 of 1973
- Protected Areas Act, No 24 of 1987
- Nature Conservation Ordinance, No 12 of 1983
- Cape Nature Conservation Ordinance, No. 19 of 1973
- Cape Problem Animal Control Ordinance

Environmental

- Environmental Conservation Act, No 73 of 1989
- National Environmental Management Act, No 107 of 1998
- Development Facilitation Act, 1995
- World Heritage Convention Act, 2002
- National Heritage Resources Act, 2001
- Air Pollution Prevention Act
- Subdivision of Agricultural Land Act, 1970 (Act 70 of 1970)
- Water Act, 1998
- Water Services Act, 1997 (Act 108 of 1997)
- Hazardous Substances Act, 1973
- Conservation of Agricultural Resources Act, 1983

International Treaties and Conventions

- CITES - The convention on the trade in endangered species
- Agenda 21 and the Rio Declaration - The implementation of programmes for sustainable development into the 21st century.
- Montreal Protocol - A treaty for the reduction of ozone depleting substances
- Basel Convention - A convention on the control of the movement and trade in hazardous and toxic substances and the reduction of the production of such substances

- Convention To Combat Climate Change - A convention to reduce the production and emission of green house gasses
- Convention To Combat Desertification - A convention to reverse the land use practices causing the process of desertification
- World Heritage Convention - A convention to give legal protection status to unique features and sites
- Bonn Convention - A convention to give protection to migratory bird and other species.
- Ramsar Convention & The Amendment Protocol - A convention to protect, manage and rehabilitate wetlands
- Convention on the Conservation Of Biological Diversity - A convention to conserve biological diversity resources
- Convention on the Preservation Of Fauna & Flora
- Convention of the World Meteorological Organisation & Related Protocols
- International Plant Protection Convention
- Convention on the Protection Of New Varieties Of Plants
- Convention on the Protection Of The Ozone Layer
- Lusaka Agreement on Co-Operative Enforcement Operations Directed At Illegal Trade In Wild Fauna And Flora
- The International Animal Health Code of the World Organisation for Animal Health (OIE – Office International des Epizooties)
- The International Code for Laboratory Diagnostic Procedure for Animal Diseases of the World Organisation for Animal Health
- The Sanitary and Phytosanitary Agreement of the World Trade Organisation (WTO)
- Codex Alimentarius of the World Health Organisation (WHO) and Food and Agricultural Organisation (FAO) (International Code on Food Safety).

Policies

- White Paper on Agriculture
- BATAT
- Land Redistribution Policy for Agricultural Development
- White Paper on The Management of the Environment in South Africa
- White Paper on The Sustainable Use of Biological Resources
- White Paper on Integrated Pollution Control and Waste Management

Administrative

- Public Finance Management Act (Act 1 of 1999 as amended by Act 29 of 1999)
- Division of Revenue Act (Annually)
- Preferential Procurement Policy Framework Act (Act 5 of 2000)
- Public Service Act (Act 103 of 1994) and Regulations, 2001
- Labour Relations Act (Act 66 of 1995)
- Basic Conditions of Employment Act (Act 75 of 1997)
- Skills Development Act (Act 97 of 1998)
- National Archives Act (Act 43 of 1996)
- Promotion of Access to Information Act (Act 2 of 2000)
- Occupational Health and Safety Act (Act 85 of 1993)
- Compensation for Occupational Injuries and Diseases Act (Act 130 of 1993)
- National Treasury Regulations
- Provincial Treasury Instructions
- Administrative Justice Act (Act 3 of 2000)
- Employment Equity Act (Act 55 of 1998)
- Adult Basic Education and Training Act (Act 52 of 2000)
- South African Qualifications Act (Act 58 of 1995)
- National Education Policy Act (Act 27 of 1996)
- Further Education and Training Act (Act 98 of 1998)
- General and Further Education and Training Quality Assurance Act (Act 58 of 2001)
- Employment of Education and Training Act (Act 76 of 1998)
- Government Employees Pension Law (1996)
- Unemployment Insurance Act (Act 30 of 1966)

2. REVIEW OF THE CURRENT BUDGET YEAR

The Agriculture, Conservation and Environment sectors are important to the North West economy contributing on average 13% of total gross domestic product and 19% of total formal employment. With respect to the 3 core strategic goals the following has been achieved in the year under review:

Enhancing Equitable Access and Participation

The process of land reform in general is proceeding well. Specific achievements under this programme are the following:

- Disposal of state land under the Power of Attorney (PoA) is proceeding well. Of the 15 farms managed by the department under PoA, 11 farms are leased out
- A total of 64 redistribution projects have been implemented.

The provision of agricultural production finance and markets for farmers is critical for a healthy growth of the agricultural sector in the province. Specific achievements under this programme are the following:

- Access to finance through linking farmers with financial institutions such as the Land Bank, and assisting them with the preparation of business plans has facilitated agricultural finance.
- Partnerships were formed with investors who are prepared to finance inputs, while at the same time providing access to markets. Through such partnerships, more than 85% of the Taung irrigation scheme was brought back into production.

In order to facilitate entry into agriculture by the previously disadvantaged, specific developmental interventions are required. In this regard the following was achieved:

- 74 agricultural projects that were given technical support
- Four (4) co-operatives were assisted to register and to develop focused plans for their activities.
- Five (5) aspirant livestock farmers (youth) were trained at Radobil Training Farm
- The ongoing work to ensure that people living with HIV/AIDS have access to food and balanced nutrition has resulted in implementation of five women and youth skills development projects bringing about production in three vegetable gardens.

With regard to food security the following was achieved:

- Plans were completed for the Provincial Food Mountain Project and implemented in 53 villages
- 67 food security projects were identified for resuscitation to make them viable and sustainable and eight cluster co-operatives are being registered
- 30 new household food security projects were implemented benefiting about 200 households

Improving Competitiveness and Profitability

Infrastructural support aimed at facilitating cost efficient production and access to markets remains a key to the success of any farming endeavour. The Department has responded to this need in various ways, as follows:

- The lease the Vryhof, Kraaipan and Springbokpan silos to two companies in line with Black Economic Empowerment (BEE).
- The infrastructure plans for Bedwang livestock auction pens in Moretele have been completed and will be rebuilt in the next financial year.
- A programme of improving the production and the quality of goat meat has been rolled out. This programme was implemented in the Kgalagadi node and the Moses Kotane Municipality.
- A Provincial Agricultural Trade and Marketing Consultative Forum has been established
- A process of modernization of the Vryburg and Potchefstroom laboratories has been launched,
- In order to ensure that the quality of livestock production is acceptable for the world market, animals have to be disease-free. To this end, eight projects were initiated to research the prevalence of certain parasitic diseases, residues, tuberculosis (TB) and related diseases
- 10 outbreaks of the Anthrax disease were successfully controlled.
- Routine animal inspections in respect of Anthrax, Brucellosis, Tuberculosis (TB), and Rabies were intensified through vaccinations

To Ensure Sustainable Resource Use and Management

In this regard, the following were implemented in the year under review:

- 31 landcare were implemented with aftercare support given to the existing 72. These projects provided infrastructure for beef production and created 2300 jobs.
- The process of developing an Integrated Environmental Management System as well as a Provincial Spatial Development Framework, together with a Provincial Zoning Plan is in progress.
- A comprehensive Biodiversity Site Inventory and Database was completed
- A number of initiatives in various municipalities were implemented. Among these are:
 - Elaboration of a Strategic Environmental Assessment of a sensitive area in Rustenburg under high development pressure
 - An Integrated Waste Management Plan developed for Bojanala-Platinum District Municipality
 - Support provided for all the local municipalities within the Kgalagadi District Municipality in developing Integrated Environmental Management Programmes
 - Surveys conducted on wetlands in the province and the GIS capacities in the municipalities
 - An Ecofund was launched for projects at the community level

- A skills profiling and development plan for provincial and municipal environment and development officers was drawn up.
- A Devils Claw harvesting project supplying the international market was started in 1999 and has to date generated R2.9 million and 7000 people benefited. The product is harvested in 52 villages and 5453 people have been trained in the correct methods of Devil's Claw harvesting.
- The Environmental Education and Empowerment programme for schools that has benefited 20 160 learners and teachers.
- Six (6) schools in the province participated in the National Climate Change Competition.
- The Department promoted the "Collect A Can Competition" wherein thirty-five schools in the North West Province participated and the North West Province won positions 2 and 3 respectively.

With regards to Environmental Community Awareness and Empowerment, the following was achieved:

- Four (4) environmental exhibitions and more than twenty (20) environmental campaigns were held.
- The Environment Week culminated with the launch of the State of the Environment Report.
- 9 municipalities participated in the Cleanest Town Competition
- The North West provincial government hosted the International Youth Summit and the Africa Women Summit in the province
- 5 targeted communication and awareness campaigns were held in preparation for the WSSD. These culminated in a provincial WSSD summit in Klerksdorp.
- The following are some of the benefits that were derived from the WSSD summit:
 - Increased awareness of the importance of sustainability was created
 - 80 volunteers were trained as tour guides
 - 2 hospitality entrepreneurs gained skills through working with the Golden Leopards Resorts
 - More than R3m was paid to the North West taxi operators and one black bus operator
 - The Department had a delegate in the negotiating team.
- A development and management plan for the Cradle of Humankind World Heritage site was developed by Gauteng in conjunction with the Province and is fully operational.
- The Vredefort Dome was declared a national heritage site and plans are underway for its world listing.
- Through the management of environmental and conservation resource use an amount of US\$4.5million was generated in the province through professional hunting.
- The existing 340 game farms in the province offered jobs to about 3,000 rural people

3. STRUCTURAL CHANGES

Due to the changing demands of the services the department has been restructured as outlined above.

Nature Conservation Services, Extension Services and Provincial Capacity Building Services have been formulated as new sub-programmes, while, Risk Management and Land Redistribution and Disposal Support Services are added as new sub-sub-programmes.

4. OUTLOOK FOR THE COMING BUDGET YEAR

Since 2000 the global economy has taken a major downturn. This has severely affected developing countries, with South Africa being no exception. In response to these rapidly and continually changing circumstances, a number of international policy instruments have been developed. These include the Millennium Development Declaration, the Doha round of World Trade Organisation negotiations, the Finance for Development Summit which provides US\$ 50 billion for development, the World Summit for Sustainable Development and the formulation of NEPAD to support development in Africa.

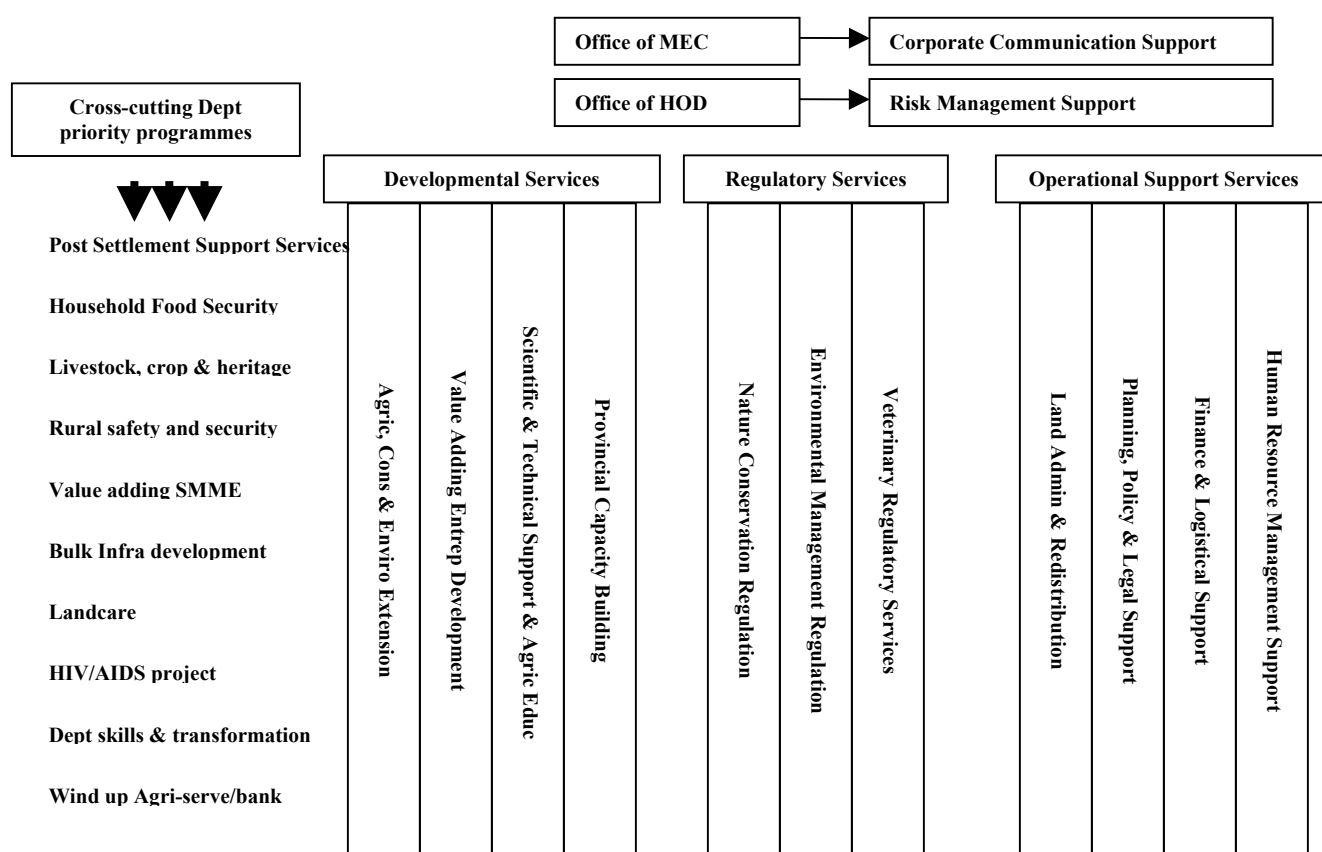
At national level, South Africa has had to decisively review its policy framework to adjust and respond to these international developments in order to maintain and enhance its competitiveness and standing in the global arena. Some of these responses have included accession to existing international Conventions and Protocols, such as the Cartagena Protocol on Bio-safety, the Convention to Combat Desertification, the Kyoto Protocol to combat global warming, the Montreal Protocol to combat ozone depleting substances and others.

Other responses include the continued comprehensive law reform processes that affect our sectors such as the Land and Agricultural Development Bank Act, the Genetically Modified Organisms Act and the Meat Safety Act. Many other legislative instruments are at an advanced stage of development and are in the parliamentary process, including, the Sustainable Utilisation of Agricultural Resources Bill, the Agricultural Insurance Bill, the Land Use Management Bill, the Communal Land Rights Bill, the Air Quality Management Bill, the Protected Areas Bill, the Biodiversity Bill, the Waste Management Bill, the 1st and 2nd National Environmental Management Act Amendment Bills (providing for broader environmental management and law enforcement measures).

In addition to the legislative reform processes, the department is responsible for the implementation of aspects of the National Agricultural Sector Strategy, the Integrated Food Security Strategy, the National Strategy for Sustainable Development, the Integrated Sustainable Rural Development Programme, the Urban Renewal Programme, National Growth and Development Summit, Spatial Development Initiatives, Black Economic Empowerment Policy, Poverty Relief Programme and the Land Redistribution for Agricultural Development Programme. While at provincial level the department participates in the development and implementation of the North West 2012 Growth and Development Strategy.

All these policy developments at national and international levels demand that the department adopts a flexible project management approach which enables the delivery of mandatory regulatory services, effective ongoing more routine sector developmental support services and at the same time effectively implement crosscutting provincial identified priority programmes and projects. These are outlined in the figure below

OUTLOOK - Dept Agriculture, Conservation & Environment



Departmental summary of payments and estimates according to programme

Programme (R'000)	Departmental Summary of Payments and Estimates					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
1. Executive Management	-	-	5,971	6,061	7,120	8,204
2. Developmental Services	157,278	175,762	166,337	218,681	243,564	273,123
3. Regulatory Services	46,802	56,043	91,495	96,359	102,800	105,532
4. Operational Services	58,197	57,484	67,493	72,902	77,094	88,542
Total programmes	262,277	289,289	331,296	394,003	430,578	475,401

Departmental summary of payments and estimates

Classification (R'000)	Departmental Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Current:						
Compensation of employees	190,660	210,961	231,045	240,368	255,108	266,930
Transfer payments	16,985	17,595	20,535	73,097	88,994	114,725
Administrative expenditure	24,656	24,917	25,017	25,485	26,375	27,920
Stores	10,238	12,218	13,957	14,221	14,642	15,096
Professional and special services	4,062	6,083	11,784	11,784	13,640	14,704
Other goods and services	10,221	10,949	20,722	20,722	24,127	27,614
Unauthorised expenditure	-	-	-	-	-	-
Total Current Payments	256,822	282,723	323,060	385,677	422,886	466,989
Capital:						
Equipment	5,455	6,566	8,236	8,236	7,692	8,412
Land and Buildings	-	-	-	90	-	-
Infrastructure	-	-	-	-	-	-
Other capital expenditure	-	-	-	-	-	-
Total Capital Payments	5,455	6,566	8,236	8,326	7,692	8,412
TOTAL ECONOMIC EXPENDITURE	262,277	289,289	331,296	394,003	430,578	475,401

Departmental summary of payments and estimates according to economic classification

Classification (R'000)	Departmental Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS						
Compensation of employees:	190,660	210,961	231,045	240,368	255,108	266,930
- Salaries & related costs	190,660	210,961	179,065	188,565	190,409	190,945
- Overtime	-	-	1,875	3,712	3,792	3,923
- Improvement in conditions of service	-	-	9,799	8,485	19,636	29,764
- Social contributions (employer share)	-	-	40,306	39,606	41,271	42,298
Transfer payments:	16,985	17,595	20,535	73,097	88,994	114,725
- Subsidies	-	-	-	-	-	-
- Local governments	-	-	-	-	-	-
- Public entities	16,985	17,595	20,535	73,097	88,994	114,725
- Non-profit organisations	-	-	-	-	-	-
- Households - social benefits	-	-	-	-	-	-
- Households - other	-	-	-	-	-	-
Goods and services:	49,177	54,167	71,480	72,212	78,784	85,334
- Administrative expenditure	24,656	24,917	25,017	25,485	26,375	27,920
- Rental of equipment	-	-	2,373	2,373	2,740	3,746
- Stores	10,238	12,218	13,957	14,221	14,642	15,096
- Rental of buildings	10,009	10,816	13,897	13,897	14,996	16,446
- Professional & special services	4,062	6,083	11,784	11,784	13,640	14,704
- Maintenance & repairs	-	-	2,824	2,824	4,086	4,593
- Other	212	133	1,628	1,628	2,305	2,829
Unauthorised expenditure	-	-	-	-	-	-
TOTAL CURRENT PAYMENTS	256,822	282,723	323,060	385,677	422,886	466,989

CAPITAL						
Movable capital:	5,455	6,566	8,236	8,236	7,692	8,412
Motor vehicles & other transport	-	-	454	454	400	990
Equipment:						
- Computers & software	5,455	6,566	2,466	2,466	3,343	3,324
- Office equipment & furniture	-	-	2,000	2,000	1,763	2,075
- Other capital equipment	-	-	3,316	3,316	2,186	2,023
Fixed capital:	-	-	-	90	-	-
- Land	-	-	-	-	-	-
- Buildings	-	-	-	90	-	-
- Infrastructure	-	-	-	-	-	-
- Other	-	-	-	-	-	-
TOTAL CAPITAL PAYMENTS	5,455	6,566	8,236	8,326	7,692	8,412
Current payments	256,822	282,723	323,060	385,677	422,886	466,989
Capital payments	5,455	6,566	8,236	8,326	7,692	8,412
TOTAL ECONOMIC CLASSIFICATION	262,277	289,289	331,296	394,003	430,578	475,401

Departmental summary of funding

Receipts	Departmental Summary of funding					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Equitable Share	253,287	277,764	317,013	353,764	383,413	421,017
Conditional Grants:						
Land Care	395			5,000	5,000	5,500
Poverty Relief & Infrastructure	4,605	3,000	6,500			
Agricultural Support Programme	-	-	-	26,875	33,594	40,313
Total Conditional Grants	5,000	3,000	6,500	31,875	38,594	45,813
Own receipts	3,990	8,525	7,783	8,364	8,571	8,571
Total funding	262,277	289,289	331,296	394,003	430,578	475,401

Departmental own receipts

Classification (R'000)	Departmental own receipts					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Tax receipts	-	-	-	-	-	-
- Casino taxes	-	-	-	-	-	-
- Motor vehicle licenses	-	-	-	-	-	-
- Horseracing	-	-	-	-	-	-
- Other taxes	-	-	-	-	-	-
Non-tax receipts	3,990	8,525	7,783	8,364	8,571	8,571
Sale of goods & services (non-capital):	3,990	8,525	7,783	8,364	8,571	8,571
Farm Products	2,755	2,134	2,560	3,328	4,326	4,326
Clinical Services	90	111	133	159	207	207
Hunting Licenses	2	151	181	235	305	305
Sale of Livestock	353	1,066	1,279	1,662	1,386	1,386
Subsidised Vehicle Repayments	529	3,157	1,578	789	-	-
Government Housing Rental	101	142	112	56	-	-
Other Income	160	1,764	1,940	2,135	2,347	2,347
Fines, penalties and forfeits	-	-	-	-	-	-

Interest, dividends & rent on land:	-	-	-	-	-	-
- Interest	-	-	-	-	-	-
- Dividends	-	-	-	-	-	-
- Rent on land	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
- Land and subsoil assets	-	-	-	-	-	-
- Other capital assets (specify)	-	-	-	-	-	-
- Other capital assets (specify)	-	-	-	-	-	-
TOTAL OWN RECEIPTS	3,990	8,525	7,783	8,364	8,571	8,571

PROGRAMME 1: EXECUTIVE MANAGEMENT - ADMINISTRATIVE

Programme description

Deals with the exercising of authority and management, including political and policy leadership, public funds, providing logistical, financial and general administrative support services.

Measurable objective(s)

- Provide effective strategic and political leadership
- Provide effective strategic and administrative management of the department

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. MEC's Office	-	-	2,176	2,209	2,489	2,845
2. Office of the HOD	-	-	1,702	1,728	2,232	2,642
3. Finance and Risk Management	-	-	2,093	2,124	2,399	2,717
Total programme	-	-	5,971	6,061	7,120	8,204

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Current:						
Compensation of employees	-	-	4,991	5,081	5,662	6,246
Transfer payments	-	-	-	-	-	-
Administrative expenditure	-	-	631	631	806	803
Stores	-	-	73	73	166	254
Professional and special services	-	-	169	169	305	443
Other goods and services	-	-	-	-	-	340
Unauthorised expenditure	-	-	-	-	-	-
Total Current Payments	-	-	5,864	5,954	6,939	8,086
Capital:						
Equipment	-	-	107	107	181	118
Land and Buildings	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-
Other capital expenditure	-	-	-	-	-	-
Total Capital Payments	-	-	107	107	181	118
TOTAL ECONOMIC EXPENDITURE	-	-	5,971	6,061	7,120	8,204

Programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
<u>CURRENT PAYMENTS</u>						
Compensation of employees:	-	-	4,991	5,081	5,662	6,246
- Salaries & related costs	-	-	4,159	4,249	4,537	4,792
- Overtime	-	-	-	-	-	-
- Improvement in conditions of service	-	-	272	191	453	703
- Social contributions (employer share)	-	-	560	641	672	751
Transfer payments:	-	-	-	-	-	-
- Subsidies	-	-	-	-	-	-
- Local governments	-	-	-	-	-	-
- Public entities	-	-	-	-	-	-
- Non-profit organisations	-	-	-	-	-	-
- Households - social benefits	-	-	-	-	-	-
- Households - other	-	-	-	-	-	-
Goods and services:	-	-	873	873	1,277	1,840
- Administrative expenditure	-	-	631	631	806	803
- Rental of equipment	-	-	-	-	-	140
- Stores	-	-	73	73	166	254
- Rental of buildings	-	-	-	-	-	-
- Professional & special services	-	-	169	169	305	443
- Maintenance & repairs	-	-	-	-	-	60
- Other	-	-	-	-	-	140
Unauthorised expenditure	-	-	-	-	-	-
TOTAL CURRENT PAYMENTS	-	-	5,864	5,954	6,939	8,086
<u>CAPITAL</u>						
Movable capital:	-	-	107	107	181	118
Motor vehicles & other transport	-	-	-	-	-	-
Equipment:						
- Computers & software	-	-	97	97	133	88
- Office equipment & furniture	-	-	10	10	48	30
- Other capital equipment	-	-	-	-	-	-
Fixed capital:	-	-	-	-	-	-
- Land	-	-	-	-	-	-
- Buildings	-	-	-	-	-	-
- Infrastructure	-	-	-	-	-	-
- Other	-	-	-	-	-	-
TOTAL CAPITAL	-	-	107	107	181	118
Current payments	-	-	5,864	5,954	6,939	8,086
Capital payments	-	-	107	107	181	118
TOTAL ECONOMIC CLASSIFICATION	-	-	5,971	6,061	7,120	8,204

PROGRAMME 2: DEVELOPMENTAL SERVICES

Programme description

Deals with the support, facilitation and promotion of sustainable development within the agriculture, conservation and environmental sectors, including:

- Building capacity for integrated equitable resources management with specific emphasis on woman, youth and disabled,
- Fostering community sensitivity to sustainable resources use.
- Facilitating the transfer of technology through scientific and technical support with regard to optimal utilization of natural resources, technology and skills for sustainable development in the North West,
- The provision of specialist business enterprise development and management services for the development of resource poor clients.

Measurable objective(s):

To empower and enable farmers to utilize, in a sustainable way, the agricultural resources for economic advancement and improved quality of life the programme has the following objectives:

- Provide agriculture, conservation and environmental extension support services
- Improve household food security in the Province
- Facilitate and support the development of agricultural, conservation and environmental enterprises
- Facilitate the development of agriculture, conservation and environmental related infrastructure
- Sustainable development, use and management of agricultural land and resources
- Facilitate rural safety and security
- Provide capacity building for targeted and vulnerable groups
- Provide agriculture, conservation and environmental specialist support services
- Offer agricultural education and training through institutions;
- Facilitate access to finance, markets and business management skills;
- Develop agriculture, conservation and environmental tertiary enterprise

Challenges:

The key challenges facing service delivery are:

- Inequitable participation and ownership in the commercial agriculture and conservation sectors
- Poor and inaccessible risk management policies, practices, products and services
- Inaccessible markets
- Emerging farmer debt burden and therefore access to finance
- Inadequate business management skills among new and emerging entrepreneurs
- A degrading natural resource base
- Inadequate skills within the department to deliver services at the level required to enhance competitiveness

Sub-Programmes:

Extension Services

The sub-programme provides services in the following areas:

Provide agriculture, conservation and environmental extension support services

- Programmed Extension and Aftercare

Improve household food security in the Province through

- Household food security starter pack production projects
- After care support for existing food security production projects
- Commercial expansion of successful food security projects

Facilitate and support the development of agricultural, conservation and environmental enterprises

- Livestock improvement and development
- Crop production infrastructure
- Natural Heritage development

Facilitate the development of agriculture, conservation and environmental related infrastructure

- Sector related bulk infrastructure

Sustainable development, use and management of agricultural land and resources

- Landcare

Facilitate rural safety and security

- Promote and facilitate practices that contribute to stock theft control
- Facilitate the establishment and operation of pounds
- District rural safety committees dealing with Seasonal Labour, Evictions and Farm violence

Provincial Capacity Building Services

The sub-programme provides services in the following areas:

Provide capacity building for targeted and vulnerable groups

- Vulnerable group capacity building (youth, women, disabled, farmer organizations, emerging farmers)

- Environmental education
- Developmental extension information dissemination

Scientific and Technical Support Services

The sub-programme provides services in the following areas:

Provide agriculture, conservation and environmental specialist support services

- Technical engineering services
- Technology development and transfer

Offer agricultural education and training through the following institutions;

- Potchefstroom College
- Taung College

Entrepreneurial Development Services

The sub-programme provides services in the following areas:

Facilitate access to finance, markets and business management skills;

- Entrepreneurial development
- Risk, finance and input cost management

Develop Agriculture, conservation and environmental tertiary enterprise

- Value adding SMME development

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. Developmental Services - Prog. Management	-	-	3,116	3,163	3,433	4,693
2. Extension Services	84,192	104,961	81,310	131,512	147,769	168,519
3. Provincial Capacity Building	-	-	10,981	11,147	13,237	16,106
4. Entrepreneurial Development	21,267	17,057	19,327	19,835	25,180	28,010
5. Scientific and Technical Support	51,819	53,744	51,603	53,024	53,945	55,795
Total programme	157,278	175,762	166,337	218,681	243,564	273,123

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Current:						
Compensation of employees	117,721	133,810	118,039	121,236	129,520	134,986
Transfer payments	16,985	17,595	20,081	69,126	83,712	107,120
Administrative expenditure	10,101	10,521	11,607	11,709	12,053	12,084
Stores	6,726	6,025	4,862	4,862	4,910	5,042
Professional and special services	2,247	2,476	3,345	3,345	3,497	3,549
Other goods and services	1,308	2,219	7,053	7,053	7,425	7,744
Unauthorised expenditure	-	-	-	-	-	-
Total Current Payments	155,088	172,646	164,987	217,331	241,117	270,525
Capital:						
Equipment	2,191	3,116	1,350	1,350	2,447	2,598
Land and Buildings	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-
Other capital expenditure	-	-	-	-	-	-
Total Capital Payments	2,191	3,116	1,350	1,350	2,447	2,598
TOTAL ECONOMIC EXPENDITURE	157,279	175,762	166,337	218,681	243,564	273,123

Programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS						
Compensation of employees:	117,721	133,810	118,039	121,236	129,520	134,986
- Salaries & related costs	117,721	133,810	91,649	94,301	95,569	95,619
- Overtime	-	-	900	1,400	1,447	1,474
- Improvement in conditions of service	-	-	4,989	4,244	9,834	14,909
- Social contributions (employer share)	-	-	20,501	21,291	22,670	22,984
Transfer payments:	16,985	17,595	20,081	69,126	83,712	107,120
- Subsidies	-	-	-	-	-	-
- Local governments	-	-	-	-	-	-
- Public entities	16,985	17,595	20,081	69,126	83,712	107,120
- Non-profit organisations	-	-	-	-	-	-
- Households - social benefits	-	-	-	-	-	-
- Households - other	-	-	-	-	-	-
Goods and services:	20,382	21,241	26,867	26,969	27,885	28,419
- Administrative expenditure	10,101	10,521	11,607	11,709	12,053	12,084
- Rental of equipment	-	-	2,000	2,000	1,171	1,280
- Stores	6,726	6,025	4,862	4,862	4,910	5,042
- Rental of buildings	1,220	2,090	2,946	2,946	3,469	3,575
- Professional & special services	2,247	2,476	3,345	3,345	3,497	3,549
- Maintenance & repairs	-	-	2,107	2,107	2,292	2,327
- Other	88	129	-	-	493	562
Unauthorised expenditure	-	-	-	-	-	-
TOTAL CURRENT PAYMENTS	155,088	172,646	164,987	217,331	241,117	270,525
CAPITAL						
Movable capital:	2,191	3,116	1,350	1,350	2,447	2,598
Motor vehicles & other transport	-	-	-	-	-	-
Equipment:						
- Computers & software	2,191	3,116	620	620	932	959
- Office equipment & furniture	-	-	620	620	561	678
- Other capital equipment	-	-	110	110	954	961
Fixed capital:	-	-	-	-	-	-
- Land	-	-	-	-	-	-
- Buildings	-	-	-	-	-	-
- Infrastructure	-	-	-	-	-	-
- Other	-	-	-	-	-	-
TOTAL CAPITAL	2,191	3,116	1,350	1,350	2,447	2,598
Current payments	155,088	172,646	164,987	217,331	241,117	270,525
Capital payments	2,191	3,116	1,350	1,350	2,447	2,598
TOTAL ECONOMIC CLASSIFICATION	157,279	175,762	166,337	218,681	243,564	273,123

Conditional grants included in programme 2

Conditional Grant (R'000)	Programme Summary of conditional grants					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. Land Care (Poverty Relief)	5,000	3,000	6,500	5,000	5,000	5,500
2. Comprehensive Agric Support Prog				26,875	33,594	40,313
TOTAL CONDITIONAL GRANTS	5,000	3,000	6,500	31,875	38,594	45,813

Transfer payments included in programme 2 (excluding local governments)

Name of recipient (R'000)	Programme Summary of transfer payments					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Public Entities:						
Entrepreneurial Development (Agriserve)	16,985	17,595	20,081	69,126	83,712	107,120
Sub-total	16,985	17,595	20,081	69,126	83,712	107,120
Other:						
TOTAL TRANSFER PAYMENTS	16,985	17,595	20,081	69,126	83,712	107,120

Earmarked funds included in programme 2

Earmarked funds (R'000)	Programme Summary of earmarked funds					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Post Resettlement Programme				30,000	40,000	60,000
TOTAL EARMARKED FUNDS	-	-	-	30,000	40,000	60,000

PROGRAMME 3: REGULATORY SERVICES

Programme description:

Deals with veterinary, nature conservation and environmental regulation including

- Animal health, food safety, and export certification,
- Ensuring environmentally sustainable development,
- Ensuring the conservation and sustainable development of natural and heritage resources

Measurable objective(s):

To improve competitiveness and ensure the sustainable use of the resource base for economic advancement and improved quality of life the programme has the following objectives:

- To create awareness of trade barriers resulting from international treaties and agreements
- To implement effective veterinary regulatory services
- To facilitate the provision of veterinary animal health services
- Regulation of sustainable development, use and management of biodiversity, natural landscapes, natural heritage and ecosystems
- Regulation of sustainable development, use and management of the human built environment

Challenges:

The key challenges facing service delivery are:

- Inadequate awareness of trade barriers related to sanitary and phytosanitary requirements
- Capacity of the local entrepreneurs and inadequate internal systems to meet export standards requirements
- Inadequate skilled human and financial resources to provide clinical animal health services to the resource poor
- Fragmented environmental and nature conservation legislation and regulatory systems
- Unavailable skills in the environmental management field
- A degrading natural resource base

Sub-Programmes:

Veterinary Services

The sub-programme provides services in the following areas:

To create awareness of trade barriers resulting from international treaties and agreements

- Veterinary training and extension on animal disease control and trade barriers

To implement effective veterinary regulatory services

- Veterinary certification under Act 35, 1984 and Act 40, 2000 to meet SPS and OIE requirements
- Veterinary public health services under Act 40, 2000
- Disease risk assessment, management and communication

To facilitate the provision of veterinary animal health services

- Veterinary diagnostic services under Act 35, 1984 and Act 40, 2000 and related acts
- Routine and compulsory animal health inspections and disease outbreak vaccination and control under Act 35, 1984

- Developmental vaccination and Clinical services

Nature Conservation Services

The sub-programme provides services in the following areas:

Regulation of sustainable development, use and management of biodiversity, natural landscapes, natural heritage and ecosystems

- Regulation of biodiversity and ecosystems
- Regulation of conservation areas and heritage sites
- Biodiversity and ecosystem scientific and technical support

Environmental Management Services

The sub-programme provides services in the following areas:

Regulation of sustainable development, use and management of the human built environment

- Air quality management
- Water and soil pollution and waste management
- Development impact management
- Environmental reporting and monitoring
- Permit and policy management

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. Regulatory Services - Prog. Management	-	631	741	752	3,531	4,711
2. Nature Conservation	-	-	14,150	15,872	18,416	21,331
3. Environmental Management Services	16,906	19,502	21,612	23,179	26,007	27,281
4. Veterinary Services	29,896	35,910	54,992	56,555	54,846	52,209
Total programme	46,802	56,043	91,495	96,359	102,800	105,532

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Current:						
Compensation of employees	37,712	42,758	63,877	68,476	72,243	75,363
Transfer payments	-	-	-	-	-	-
Administrative expenditure	4,898	5,977	6,828	7,003	7,554	7,592
Stores	1,780	2,623	7,401	7,401	7,627	7,730
Professional and special services	625	1,608	4,470	4,470	5,946	6,034
Other goods and services	988	895	3,191	3,191	6,010	6,223
Unauthorised expenditure	-	-	-	-	-	-
Total Current Payments	46,003	53,861	85,767	90,541	99,380	102,942
Capital:						
Equipment	798	2,182	5,728	5,728	3,420	2,590
Land and Buildings	-	-	-	90	-	-
Infrastructure	-	-	-	-	-	-
Other capital expenditure	-	-	-	-	-	-
Total Capital Payments	798	2,182	5,728	5,818	3,420	2,590
TOTAL ECONOMIC EXPENDITURE	46,801	56,043	91,495	96,359	102,800	105,532

Programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS						
Compensation of employees:	37,712	42,758	63,877	68,476	72,243	75,363
- Salaries & related costs	37,712	42,758	49,436	54,540	54,818	54,969
- Overtime	-	-	875	875	902	929
- Improvement in conditions of service	-	-	2,639	2,454	5,669	8,585
- Social contributions (employer share)	-	-	10,927	10,607	10,854	10,880
Transfer payments:	-	-	-	-	-	-
- Subsidies	-	-	-	-	-	-
- Local governments	-	-	-	-	-	-
- Public entities	-	-	-	-	-	-
- Non-profit organisations	-	-	-	-	-	-
- Households - social benefits	-	-	-	-	-	-
- Households - other	-	-	-	-	-	-
Goods and services:	8,291	11,103	21,890	22,065	27,137	27,579
- Administrative expenditure	4,898	5,977	6,828	7,003	7,554	7,592
- Rental of equipment	-	-	-	-	950	1,092
- Stores	1,780	2,623	7,401	7,401	7,627	7,730
- Rental of buildings	898	892	3,061	3,061	3,205	3,242
- Professional & special services	625	1,608	4,470	4,470	5,946	6,034
- Maintenance & repairs	-	-	130	130	802	812
- Other	90	3	-	-	1,053	1,077
Unauthorised expenditure	-	-	-	-	-	-
TOTAL CURRENT PAYMENTS	46,003	53,861	85,767	90,541	99,380	102,942
CAPITAL						
Movable capital:	798	2,182	5,728	5,728	3,420	2,590
Motor vehicles & other transport	-	-	-	-	-	-
Equipment:						
- Computers & software	798	2,182	1,325	1,325	1,484	1,030
- Office equipment & furniture	-	-	1,297	1,297	944	610
- Other capital equipment	-	-	3,106	3,106	992	950
Fixed capital:	-	-	-	90	-	-
- Land	-	-	-	-	-	-
- Buildings	-	-	-	90	-	-
- Infrastructure	-	-	-	-	-	-
- Other	-	-	-	-	-	-
TOTAL CAPITAL	798	2,182	5,728	5,818	3,420	2,590
Current payments	46,003	53,861	85,767	90,541	99,380	102,942
Capital payments	798	2,182	5,728	5,818	3,420	2,590
TOTAL ECONOMIC CLASSIFICATION	46,801	56,043	91,495	96,359	102,800	105,532

PROGRAMME 4: OPERATIONAL SERVICES - ADMINISTRATIVE

Programme description

Deals with the provision of operational support services including

- Effective human resource management support
- Effective financial management and administrative services
- Policy, planning, information management and legal support
- Agricultural land support

Measurable objective(s):

To improve competitiveness and ensure the sustainable use of the resource base for economic advancement and improved quality of life the programme has the following objectives:

- Provide effective strategic operational support services
- To provide administrative and financial support to enhance effective service delivery
- To conduct human resource management to enhance effective service delivery
- Facilitate access to land for New Black Farmer development and settlement

Challenges:

The key challenges facing service delivery are:

- Lack of economist, financial management and policy analysis skills
- Inadequate information and project management systems
- Ineffective administrative and internal control systems

Sub-Programmes:

Policy, Planning, Information and Legal Services

The sub-programme provides services in the following areas:

Provide effective strategic operational support services

- Policy review, formulation, implementation, monitoring and evaluation
- Sector and sub sector planning
- Trade and marketing support
- Information technology, decision support and information management services
- Legal support

Finance and Administrative Services

The sub-programme provides services in the following areas:

To provide administrative and financial support to enhance effective service delivery

- Financial planning and control
- Salaries and human resource administration
- Logistical services

Human Resource Management Services

The sub-programme provides services in the following areas:

To conduct Human Resource Management to enhance effective service delivery

- Service conditions
- Human resource planning and provisioning
- Labour relations
- Transformation, skills development and training
- HIV/AIDS, EAP and OHS

Agricultural Land Services

The sub-programme provides services in the following areas:

Facilitate access to land for New Black Farmer development and settlement through;

- Land disposal
- State agricultural land management and administration
- Land redistribution for agricultural development
- Pre and post settlement support

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. Programme Management	-	781	941	955	1,864	2,064
2. Human Resources Management	7,349	7,934	10,955	11,585	13,383	15,099
3. Finance & Administration Support Services	40,649	35,190	37,025	37,539	38,675	41,200
4. Policy, Planning, Information & Legal Support	7,652	8,594	11,324	11,495	12,643	16,378
5. Land Services Support	2,547	4,985	7,248	11,328	10,529	13,801
Total programme	58,197	57,484	67,493	72,902	77,094	88,542

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
Current:						
Compensation of employees	35,227	34,393	44,138	45,575	47,683	50,335
Transfer payments	-	-	454	3,971	5,282	7,605
Administrative expenditure	9,657	8,419	5,951	6,142	5,962	7,441
Stores	1,732	3,570	1,621	1,885	1,939	2,070
Professional and special services	1,190	1,999	3,800	3,800	3,892	4,678
Other goods and services	7,925	7,835	10,478	10,478	10,692	13,307
Unauthorised expenditure	-	-	-	-	-	-
Total Current Payments	55,731	56,216	66,442	71,851	75,450	85,436
Capital:						
Equipment	2,466	1,268	1,051	1,051	1,644	3,106
Land and Buildings	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-
Other capital expenditure	-	-	-	-	-	-
Total Capital Payments	2,466	1,268	1,051	1,051	1,644	3,106
TOTAL ECONOMIC EXPENDITURE	58,197	57,484	67,493	72,902	77,094	88,542

Programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS						
Compensation of employees:	35,227	34,393	44,138	45,575	47,683	50,335
- Salaries & related costs	35,227	34,393	33,821	35,475	35,485	35,565
- Overtime	-	-	100	1,437	1,443	1,520
- Improvement in conditions of service	-	-	1,899	1,596	3,680	5,567
- Social contributions (employer share)	-	-	8,318	7,067	7,075	7,683
Transfer payments:	-	-	454	3,971	5,282	7,605
- Subsidies	-	-	-	-	-	-
- Local governments	-	-	-	-	-	-
- Public entities	-	-	454	3,971	5,282	7,605
- Non-profit organisations	-	-	-	-	-	-
- Households - social benefits	-	-	-	-	-	-
- Households - other	-	-	-	-	-	-
Goods and services:	20,504	21,823	21,850	22,305	22,485	27,496
- Administrative expenditure	9,657	8,419	5,951	6,142	5,962	7,441
- Rental of equipment	-	-	373	373	619	1,234
- Stores	1,732	3,570	1,621	1,885	1,939	2,070
- Rental of buildings	7,891	7,834	7,890	7,890	8,322	9,629
- Professional & special services	1,190	1,999	3,800	3,800	3,892	4,678
- Maintenance & repairs	-	-	587	587	992	1,394
- Other	34	1	1,628	1,628	759	1,050
Unauthorised expenditure	-	-	-	-	-	-
TOTAL CURRENT PAYMENTS	55,731	56,216	66,442	71,851	75,450	85,436

CAPITAL						
Movable capital:	2,466	1,268	1,051	1,051	1,644	3,106
Motor vehicles & other transport	-	-	454	454	400	990
Equipment:						
- Computers & software	2,466	1,268	424	424	794	1,247
- Office equipment & furniture	-	-	73	73	210	757
- Other capital equipment	-	-	100	100	240	112
Fixed capital:	-	-	-	-	-	-
- Land	-	-	-	-	-	-
- Buildings	-	-	-	-	-	-
- Infrastructure	-	-	-	-	-	-
- Other	-	-	-	-	-	-
TOTAL CAPITAL	2,466	1,268	1,051	1,051	1,644	3,106
Current payments	55,731	56,216	66,442	71,851	75,450	85,436
Capital payments	2,466	1,268	1,051	1,051	1,644	3,106
TOTAL ECONOMIC CLASSIFICATION	58,197	57,484	67,493	72,902	77,094	88,542

Transfer payments included in programme 4 (excluding local governments)

Name of recipient (R'000)	Programme Summary of transfer payments					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Public Entities:						
Entrepreneurial Development (Agriserve)	-	-	454	3,971	5,282	7,605
Sub-total	-	-	454	3,971	5,282	7,605
Other:						
TOTAL TRANSFER PAYMENTS	-	-	454	3,971	5,282	7,605

Additional Departmental Schedules

Summary of departmental conditional grants

Conditional grants (R'000)	Departmental Summary of conditional grants					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Land Care (Poverty Relief)	5,000	3,000	6,500	5,000	5,000	5,500
Agricultural Support Programme				26,875	33,594	40,313
TOTAL CONDITIONAL GRANTS	5,000	3,000	6,500	31,875	38,594	45,813

Summary of departmental transfer payments (excluding local governments)

Name of recipient (R'000)	Departmental Summary of transfer payments					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Public Entities:						
Entrepreneurial Development (Agriserve)	16,985	17,595	20,535	73,097	88,994	114,725
Sub-total	16,985	17,595	20,535	73,097	88,994	114,725
Other:						
TOTAL TRANSFER PAYMENTS	16,985	17,595	20,535	73,097	88,994	114,725

Summary of departmental expenditure on training

	Departmental Summary of training expenditure					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Training expenditure (R'000)						
Skills Development Training	700	1,300	1,400	1,800	1,900	1,950
TOTAL TRAINING EXPENDITURE	700	1,300	1,400	1,800	1,900	1,950

Summary of departmental earmarked funds

	Departmental Summary of earmarked funds					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Earmarked Funds (R'000)						
Post Settlement Support Services				30,000	40,000	60,000
TOTAL EARMARKED FUNDS	-	-	-	30,000	40,000	60,000

Summary of departmental personnel cost

	Departmental Summary of compensation of employees					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Summary of personnel cost (R'000)						
Managers (Directors and above)	5,720	6,454	6,746	9,797	13,924	14,439
Middle management (Deputy & Assistant Directors)	28,600	31,680	39,915	47,272	50,869	58,629
Professional Staff	89,609	98,798	105,685	111,125	112,426	114,782
Other Staff	66,731	74,029	78,699	72,174	77,889	79,080
Staff additional to the establishment	-	-	-	-	-	-
Contract employees	-	-	-	-	-	-
TOTAL PERSONNEL COST	190,660	210,961	231,045	240,368	255,108	266,930

Summary of departmental personnel numbers

	Departmental Summary of personnel numbers					
	2001/ 2002 Audited	2002/ 2003 Audited	2003/ 2004 Adj Estimate	2004/ 2005 MTEF	2005/ 2006 MTEF	2006/ 2007 MTEF
Summary of personnel numbers						
Managers (Directors and above)	17	17	17	20	20	20
Middle management (Deputy & Assistant Directors)	182	182	182	185	196	216
Professional Staff	800	800	800	734	754	774
Other Staff	1,302	1,302	1,302	1,284	1,324	1,355
Staff additional to the establishment	-	-	-	-	-	-
Contract employees	-	-	-	-	-	-
TOTAL PERSONNEL NUMBERS	2,301	2,301	2,301	2,223	2,294	2,365

Summary of departmental personnel numbers per programme

Summary of personnel numbers	Departmental Summary of personnel numbers					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
1. Executive Management	9	9	9	20	20	20
2. Development Services	1,556	1,556	1,556	1,017	1,035	1,066
3. Regulatory Services	409	409	409	801	851	881
4. Operational Services	327	327	327	385	388	398
Total personnel numbers	2,301	2,301	2,301	2,223	2,294	2,365
Total personnel cost (R'000)	190,660	210,961	231,045	240,368	255,108	266,930
Unit cost	82.86	91.68	100.41	108.13	111.21	112.87

* Full-time equivalent

PUBLIC ENTITIES

Name of Public Entity: Entrepreneurial Development (ex Agriserve)

Classification (R'000)	Programme Summary of Expenditure and Estimates					
	2001/ 2002	2002/ 2003	2003/ 2004	2004/ 2005	2005/ 2006	2006/ 2007
	Audited	Audited	Adj Estimate	MTEF	MTEF	MTEF
REVENUE						
Sale of goods & services (non-capital):	721	523	220	-	-	-
Project & service centre sales	721	523	220	-	-	-
Interest, dividends & rent on land:	1,621	5,558	3,868	-	-	-
- Interest	1,587	4,521	3,054	-	-	-
- Dividends	34	930	744	-	-	-
- Rent on land		107	70	-	-	-
Sale of capital assets	1,114	1,884	142	-	-	-
- (specify)	1,114	1,884	142	-	-	-
- (specify)						
TOTAL REVENUE	3,456	7,965	4,230	-	-	-
EXPENDITURE						
- Compensation of employees	6,311	5,735	6,896	6,739	2,559	-
- Administrative expenditure	2,800	3,832	586	2,180	1,519	1,725
- Rental of equipment	-	33	39	-	-	-
- Stores	-	9	4	461	640	850
- Rental of buildings	-	-	-	-	-	-
- Professional & special services	60	209	206	6,554	7,900	10,320
- Maintenance & repairs	-	2,912	3,180	-	-	-
- Interest	1	1	-	-	-	-
- Depreciation	836	304	-	-	-	-
- Other	3,945	9,247	8,585	57,163	76,376	101,830
TOTAL EXPENDITURE	13,953	22,282	19,496	73,097	88,994	114,725

Surplus/(deficit)	(10,497)	(14,317)	(15,266)	(73,097)	(88,994)	(114,725)
Add back: depreciation	836	304	-	-	-	-
Sub-total	(9,661)	(14,013)	(15,266)	(73,097)	(88,994)	(114,725)
Less: capital expenditure	-	-	-	-	-	-
- Motor vehicles and transport	-	-	-	-	-	-
- Office equipment and furniture	-	-	-	-	-	-
- Land and buildings	-	-	-	-	-	-
- Other capital equipment	-	-	-	-	-	-
Surplus/(deficit)	(9,661)	(14,013)	(15,266)	(73,097)	(88,994)	(114,725)
Transfers received from government	11,985	10,595	10,081	11,222	10,400	8,912
Other funding measures (Land Care)	5,000	3,000	5,000	5,000	5,000	5,500
Other funding measures (Post Settlement Support Services)	-	-	-	30,000	40,000	60,000
Comprehensive Agriculture Support Programme	-	-	-	26,875	33,594	40,313
Other funding measures (Poverty Relief)	-	4,000	5,454	-	-	-
Net surplus/deficit	7,324	(418)	(185)	-	-	-

