

# Vote 12

## Department of Agriculture and Land Reform

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To be appropriated by Vote in 2009/10	R 250 217 000
Responsible MEC	MEC of Agriculture and Land Reform
Administrating Department	Department of Agriculture and Land Reform
Accounting Officer	Head of Department : Agriculture and Land Reform

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### 1. Overview

#### Core functions and responsibilities of the department

- To provide agricultural support services to farmers in order to ensure that there is sustainable utilization and management of agricultural resources;
- To provide extension and training to farmers with special emphasis to developing emerging farmers, implementation of agricultural rural development projects and food security strategy and co-ordination of land reform implementation;
- To provide veterinary services which promote sustainable economic growth through export/import and ensure the health and welfare of people and animals in the Northern Cape;
- To ensure the competitive capacity of its clients, through the timely provision of progressive technologies and information with regard to crop production, animal production and resource utilisation;
- To provide economic support to internal and external clients with regard to marketing, statistical information including financial feasibility and economic viability studies.

#### Vision

A united and prosperous agricultural sector

#### Mission

We will lead in the development of the agricultural sector and contribute towards the improvement of livelihoods in the province, by ensuring equitable access and participation in the agricultural value chain, improving global competitiveness, promoting sustainable use of natural resources and ensuring food security.

#### Departmental Strategic Goals

The Northern Cape Provincial Growth and Development Strategy (NCPGDS) on its response to the social and economical development imperatives yielded by an analysis of the socio-economic profile of the province identified the following primary development objectives:

- Promoting growth, diversification and transformation of the provincial economy
- Poverty reduction through social development
- Developing requisite levels of human social capital
- Improving the efficiency and effectiveness of governance
- Enhancing infrastructure for economic growth and social development

Furthermore, the PGDS identified 14 developmental targets for economic growth and development within the province of which the Department of Agriculture is closely linked to the following 5:

- To maintain an average annual growth rate of between 4per cent to 6per cent
- To halve unemployment rate by 2014
- To reduce the number of households living in poverty by 5per cent per annum
- To redistribute 30per cent of productive agricultural land to Previously Disadvantaged Individuals (PDI's) by 2015
- To adequate infrastructure for economic growth and development

The department reconciled its functions, strategic goals, and strategic objectives with the budget structure and the PGDS, to ensure sound integration of planning and budgeting.

The Strategic objectives of the Department are as follows:

- Improving global competitiveness and profitability of agricultural sector
- Promoting and monitoring the sustainable use and management of natural resources
- Promoting and implementation of food safety and security programme
- The above core objectives will be supported by the:
  - Effective management and monitoring of performance against set targets
  - Development and management of the human capital
  - Provision of appropriate management information system and technology
  - Management of Inter-Governmental and intradepartmental relations

#### **Acts, rules and regulations**

The department is guided by the following legislative mandates:

- White paper on Agriculture
- Strategic Plan for South African Agriculture
- Animal Diseases Act (Act 35 of 1984) and Regulation
- Meat Safety Act (Act 40 of 2000 ) and Regulations
- South African Abattoir Corporation Act 120 (Act 120 of 1992 )
- Public Finance Management Act (Act 1 of 1999)
- Veterinary and Para-Veterinary Professions Act, 1982 (Act 19 of 1982)
- Animal Identification Act, 2002
- Animal Improvement Act, 1998 (Act 62 of 1998)
- 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)
- Act on Marketing of Agricultural Products, 1996 (Act 47 of 1996)
- Perishable Product Export Control Act, 1983 (Act 9 of 1983)
- Fertilizers, Farm Feeds, Agricultural Remedies and Stock Remedies Act, 1947 (Act 36 of 1947)
- Plant Improvement Act, 1976 (Act 53 of 1976)
- Land Redistribution Agricultural Development
- Water Act, 1998
- Genetically Modified Organisms Act, 1997 (Act 15 of 1997)
- Conservation of Agricultural Resources Act (Act 43 of 1983)
- Subdivision of Agricultural Land Act, 1970 (Act 70 of 1970)

## **2. Review of the current financial year (2008/09)**

In Administration the following was accomplished:

- Developed a Human Resource plan
- Installed wireless connection in Kgalagadi
- 90 per cent of Government Information System (GIS) implemented (Divided the province 5 regions)
- Registered 15 Extension Officers with Institutes of Higher Learning
- Established Risk and Fraud prevention sub-directorate
- Departmental Risk Committee Established
- Financial Statements for the 2007/08 financial year were compiled and submitted to Provincial Treasury and Auditor General on 31 May 2008.

In Farmer support and Development:

- In terms of the Tshwaraganang project, the structure is complete, the dams were cleaned and covered, cooler package structures has been installed and the project is in full production;
- 10000 Fruit Trees were distributed throughout the province to supplement nutrients in the diet as well as secure food security for households;
- In John Taolo Gaetsewe district the massification programme was expanded through layer chickens in the region;
- Machinery equipment installation has been completed for the Ostrich Project;
- For Land Reform, a successful Farm worker Summit was held.

In terms of Primary Animal Health Care, the Mobile Clinic which will assist with access of remote areas has been acquired.

For Technological Research and Development:

- National plant production working was hosted in Upington
- An annual report on Bosmara project was produced
- Nguni Production
- Procured 40 heifers and 10 bulls of which 31 heifers and 5 bulls have placed Majeng, Aggeney's and Danieskuil.

For the Vaalharts Olives project, 25 000 ha of land has been identified within this area for the purpose of assisting emerging farmer in the plantation and management of olive. The land has already been prepared and planting has been done. 12 beneficiaries have been identified whom are leasing the land with an option to buy.

In Agricultural Economics:

- 927 Farmers benefited from 14 marketing information sessions held within the province
- Live stock Auction held in Kgalagadi (Heuningsvlei)
- Facilitated the formation of commodity groups
- Developed Database for farms and Farm register
- 3 papers published on the Departmental Website (GDP figures, CPI figures and Mechanization cost model)

### 3. Outlook for the coming financial year

The Department will be able to relinquish most of its service delivery commitments in terms of the PGDS, the Land and Agrarian Reform Programme, recommendations affecting the department emanating from the fifteen year review, the Agri Summit and the Farm Workers Summit held in July 2008 despite the tight fiscal framework. In this regard specific programmes and projects will be implemented which include amongst others the following:

- Implementation of projects under the Comprehensive Agriculture Support Programme (CASP);
- The Land Care Programme which will include the work on finalising the Comprehensive Disaster Management Strategy for the province covering specific incidents such as veld fires, drought and floods;
- Continue with the implementation of the extension recovery plan which will address the issues recruitment of new extension officers, Information Technology, upgrading of qualifications and capacity building programmes for extension,
- Implement the two anchor programmes under the Land and Agrarian Reform Programme initiative, namely:
  - Vaalharts Revitalisation Programme and
  - The Nieuwoudtville Rooibos Tea Support Programme
  - The Livestock Production and Development Programme with specific reference to Commercialisation of Goats, the Nguni Project and the Livestock Improvement Programme;
- The Orange River Emerging Farmer Settlement and Development Programme with a focus on projects such as the Blocuso Wine Development, Rekopane Wine Development Expansion, Land Reform, the completion of the Environmental Impact Assessment (EIA) as well as finalisation of planning on the Karoo Irrigation Development;
- Food Security will look at the continuation of the Moreletsoa Hydroponics project by supporting production, Fruit Trees (target 30000 for the second year) as well as the initiation of broiler chickens,
- Agricultural Economics for this coming year will be to:
  - Create market access opportunities for all farmers with product for market
  - Develop and maintain market statistics information
  - Disseminate market information
  - Provide market infrastructure
  - Train and build capacity of farmers on marketing and trade requirements
  - Promote and support agribusiness and entrepreneurship development in line with Agri-BEE Policy Framework
  - Promote and facilitate the formation of commodity groups and cooperatives as a business platform
  - Investigate and facilitate joint venture partnerships/equity for emerging farmers/black entrepreneurs
  - Provide specialised support to individuals, projects and industries within the sector
  - Facilitate the establishment of economically viable and sustainable Production Units
  - Analyse and monitor industries and sector performance
  - Develop databases and economic models for the sector
  - Develop and analyse agricultural policies and agro-industrial policy.

## 4. Receipts and financing

### 4.1 Summary of receipts

Table 4.1 shows the summary of receipts in the department of Agriculture and Land Reform over the 7 year period since 2005/06 financial year.

Table 4.1: Summary of Receipts: Department of Agriculture and Land Reform

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			
	Audited	Audited	Audited				2008/09	2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08							
Equitable share	98 586	106 436	133 078	94 477	146 698	164 224	170 468	188 539	202 819	
Conditional grants	33 720	41 824	86 567	104 114	110 333	110 333	79 749	110 460	146 449	
Departmental Receipts	632	2 311	2 001	925	925	3 616	1 536	1 605	1 669	
<b>Total receipts</b>	<b>132 938</b>	<b>150 571</b>	<b>221 646</b>	<b>199 516</b>	<b>257 956</b>	<b>278 173</b>	<b>251 753</b>	<b>300 604</b>	<b>350 937</b>	

The Department has three sources of funding namely, equitable share, conditional grants and departmental receipts which is revenue collected on behalf of the province. The equitable share constitutes 68 per cent; conditional grants constitute 32 per cent (of which Extension Recovery Plan constitutes 5per cent) and departmental receipts 1 per cent.

For 2009/10 financial year the total estimated sources of funding amounts to R251.753 million which is 26 per cent more than the 2008/09 estimated receipts of R199.516 million.

Equitable share has increased by 18 per cent from 2008/09 which is mainly due to increase in funding of national and provincial policy priorities. National policy priority funding increased by 25 per cent from R17.268 million to R21.524 million in 2009/10 estimates whilst provincial policy priority fund increased by 134 per cent from R7.902 million to R18.504 million for the same period.

The conditional grants have increased by 34 per cent over the same period; this is mainly due to the Comprehensive Agriculture Support Programme (CASP) and Infrastructure Grant to Provinces (IGP) which has increased by 11 per cent and 15 per cent respectively. However, Land Care grant has decreased by 11 per cent for the same period. There is also a consistent growth in projected figures for the MTEF.

### 4.2 Departmental receipts collection

Table 4.2: Departmental receipts: Department of Agriculture and Land Reform

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			
	Audited	Audited	Audited				2008/09	2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08							
Tax receipts										
Casino taxes										
Horse racing taxes										
Liquor licences										
Motor vehicle licenses										
Sales of goods and services other than capital assets	470	2 175	1 767	875	875	3 055	1 191	1 246	1 293	
Transfers received										
Fines, penalties and forfeits										
Interest, dividends and rent on land	45	40	1				1	1	2	
Sales of capital assets	13		89							
Financial transactions in assets and liabilities	104	96	144	50	50	561	344	358	374	
<b>Total departmental receipts</b>	<b>632</b>	<b>2 311</b>	<b>2 001</b>	<b>925</b>	<b>925</b>	<b>3 616</b>	<b>1 536</b>	<b>1 605</b>	<b>1 669</b>	

The projected revenue for 2008/09 is R0.925 million whilst the revised estimated amount to R3.616 which is 234 per cent increase. The increase is mainly due to the sale of animals which is a once-off activity. The estimated own revenue for 2009/10 is R1.536 million or 36 per cent more than 2008/09 estimate. The main reason for the increase is the upward revision of tariffs for among others registration of abattoirs, rentals of state property and rates on vet services.

## 5. Payment Summary

The MTEF baseline allocations for the period 2009/10 to 2011/12 are:

<b>Financial Year 2009/10</b>	<b>R250.217 million</b>
<b>Financial Year 2010/11</b>	<b>R298.999 million</b>
<b>Financial Year 2011/12</b>	<b>R349.268 million</b>

### 5.1 Key Assumptions

- Increased demand from emerging farmers for targeted service delivery
- Improvement on Conditions of Service
- Recruitment and retention of certain expertise to assist the department to deliver services.
- Inflation
- The budget will provision for funding of National and provincial key policy priorities.

### 5.2 Programme Summary

Table 5.2: Summary of Payments and Estimates: Department of Agriculture and Land Reform

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Administration	32 574	33 989	43 038	40 005	41 688	52 665	48 795	55 315	57 719
Sustainable Resource Management	32 079	25 772	58 937	26 927	78 126	77 910	34 037	32 907	35 135
Farmer Support And Development	34 999	51 792	68 745	69 401	74 952	81 210	90 362	126 223	164 660
Veterinary Services	17 058	17 663	23 849	27 596	27 799	30 237	29 996	32 651	34 935
Technical Research And Development Services	13 883	16 260	21 299	26 358	26 662	26 662	37 711	41 245	42 706
Agricultural Economics	1 713	2 784	3 777	8 304	7 804	5 873	9 316	10 658	14 113
<b>Total payments and estimates</b>	<b>132 306</b>	<b>148 260</b>	<b>219 645</b>	<b>198 591</b>	<b>257 031</b>	<b>274 557</b>	<b>250 217</b>	<b>298 999</b>	<b>349 268</b>

2009/10: MEC remuneration payable. Basic Salary: R796 536. Allowances: R531 024

The Department's expenditure shows a growth of 12 per cent from 2005/06 to 2006/07. There was a substantial increase of 48 per cent in 2007/08. This significant increase which is mainly in Sustainable Resource Management programme is attributed to an additional R45 million allocated to the province to compensate farmers for loss of livestock due to drought. This amount was a once off hence the decline in 2008/09.

The allocated amount for 2009/10 is R250.217 million which is an increase of 26 per cent compared to the estimate of 2008/09. As stated above, the main reason for the increase in the equitable share is attributed to the increased funding on national and provincial policy priorities. Conditional grants also increased by a net of 34 per cent.

Farmer Support and Development realised the biggest growth of 40 per cent and 30 per cent in 2010/11 and 2011/12 respectively as a result of allocations for Conditional grants.

### 5.3 Summary of economic classification

Table 5.3 Summary of Provincial Payments and Estimates by Economic Classification: Department of Agriculture and Land Reform

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>110 261</b>	<b>109 954</b>	<b>173 976</b>	<b>196 543</b>	<b>241 551</b>	<b>220 720</b>	<b>229 832</b>	<b>253 748</b>	<b>271 865</b>
Compensation of employees	41 611	51 773	70 685	66 635	77 725	86 281	108 775	116 435	124 068
Goods and services	68 177	58 181	103 291	129 908	163 826	134 439	121 057	137 313	147 797
Interest and rent on land									
Financial transactions in assets and liabilities	473								
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>397</b>	<b>290</b>	<b>338</b>	<b>105</b>	<b>105</b>	<b>203</b>	<b>115</b>	<b>122</b>	<b>130</b>
Provinces and municipalities	144	46	5			10	5	6	7
Departmental agencies and accounts									
Universities and technicons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	253	244	333	105	105	193	110	116	123
<b>Payments for capital assets</b>	<b>21 648</b>	<b>38 016</b>	<b>45 331</b>	<b>1 943</b>	<b>15 375</b>	<b>53 634</b>	<b>20 270</b>	<b>45 129</b>	<b>77 273</b>
Buildings and other fixed structures	1 997	9 056	4 215		10 712	26 969	11 250	13 447	15 400
Machinery and equipment	19 570	25 900	35 325	1 903	3 923	25 700	8 978	31 638	61 826
Cultivated assets	65	2 982	3 503		700	925			
Software and other intangible assets	16	78	1 891	40	40	40	42	44	47
Land and subsoil assets			397						
<b>Total economic classification</b>	<b>132 306</b>	<b>148 260</b>	<b>219 645</b>	<b>198 591</b>	<b>257 031</b>	<b>274 557</b>	<b>250 217</b>	<b>298 999</b>	<b>349 268</b>

#### Compensation of employees

Compensation of employees increased from R66.635 million in 2008/09 to R108.571 million or 54 per cent. This increase is attributed to the correcting of the baseline of the department; inflation related costs as well as the appointment of Extension Officers which is part of the Extension Recovery Plan. The two outer years increases by an average of 7 per cent.

#### Goods and services

Expenditure on goods and services for the financial years 2005/06; 2006/07 and 2007/08 is R68.6 million; R58.1 million and R103.2 million respectively. Growth in expenditure from 2006/07 to 2007/08 was 77.5 per cent and that was quite a significant increase. This huge increase is attributable to additional funds for disaster management.

As depicted in the table above, there is a decrease of 7 per cent from R129.908 million in 2008/09 to R121.057million in 2009/10. The decrease is as a result correcting the compensation of employee's baseline and increase of allocation for payments for capital assets. However the allocation increases to R137 313million in 2010/11 and grows further by 7.6 per cent in 2011/12. The growth in the outer years is mainly as a result of Specifically Earmarked Funds (Ilima/letsema and Provincial specific economic intervention).

#### Payment for capital assets

Payments for capital assets increases by 943 per cent from R1.943 million in 2008/09 to R20.270 million in 2009/10. This is attributed to increase in Infrastructure Grant to Provinces and Ilima/Letsema. There is a consistent growth of 123 per cent in 2010/11 and 71 per cent in 2011/12. This growth is to cater for among others procurement of agricultural equipment and implements as well as the completion of the Rooibos Tea project.

## 5.4 Infrastructure payments

For the financial year 2007/08, the department spent R11.819 million out of a total allocation of R8.806 million which was a conditional grant – Infrastructure Grant to Provinces. A total percentage spending was 134 per cent which implies an overspending of R3.013 million.

The allocated amount for Infrastructure Grant to Provinces in 2008/09 amounts to R10.712 million which is for community projects like Rooibos Tea Processing Plant, Vaalharts Olives, Tshwaraganang Hydroponics and Wine Development projects. Part of this allocation is for John Taolo Gaetsewe district office accommodation.

Infrastructure Grant to Provinces allocation in 2009/10 amounts to R12.361 million i.e. 15.4 per cent increase. 58 per cent or R7.169 million will fund the abovementioned projects and the remainder of 42 per cent or R5.192million will be spent on maintenance of buildings more specifically in the John Taolo Gaetsewe area and Research Stations.

Table 5.4: Details of payments for infrastructure by category

Category/type of structure	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2005/06	2006/07	2007/08				2009/10	2010/11	2011/12
<b>R thousands</b>					2008/09				
<b>New constructions (buildings and infrastructure)</b>	7 969	24 644	19 562	16 255	16 255	16 255	34 694	48 900	53 954
Boreholes	2 134	8 586	3 952	7 200	7 200	7 200	8 000	8 400	8 904
Irrigation Scheme	1 332	7 758	7 386	6 500	6 500	6 500	7 100	8 900	9 434
Office accommodation		1 000	2 094	3 100	3 100	3 100	4 000	3 000	5 300
Stock handling facilities			1 130	1 500	1 500	1 500	2 700	3 000	3 180
Fences	3 215	3 500	3 000	3 000	3 000	3 000	2 500	6 000	6 360
Access Road	1 288	3 800	2 000	1 100	1 100	1 100	1 500	1 000	1 060
IT				1 055	1 055	1 055	1 394	2 000	2 120
Type of structure							7 500	25 000	26 500
<b>Rehabilitation/upgrading</b>	2 000	6 521	5 000	15 755	15 755	15 755	19 700	26 892	28 506
Boreholes	900	1 420	1 000	3 500	3 500	3 500	5 400	6 124	6 491
Irrigation Scheme	600	2 087	2 000	3 900	3 900	3 900	7 500	9 000	9 540
Office accommodation			1 000	3 500	3 500	3 500	2 500	3 000	3 180
Stock handling facilities			500	2 400	2 400	2 400	800	3 000	3 180
Fencing	500	3 014	500	1 200	1 200	1 200	2 000	3 800	4 028
Storage and marketing facilities				755	755	755	800	1 500	1 590
Access Road				500	500	500	700	468	496
<b>Total departmental infrastructure</b>	9969	31165	24562	32010	32010	32010	54 394	75792	82460

## 6. Programme description

### 6.1 Programme 1: Administration

#### Programme objective

To manage and formulate policy directives and priorities, to ensure there is appropriate support service to all other programmes with regard to finance, personnel, information, communication and supply chain management (procurement).

This programme has an internal focus. It performs a support function to various programmes within the department; therefore no performance information is included only amounts will be presented.

Table 6.1: Summary of payments and estimates: Programme 1 Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Office of the MEC	4 928	5 597	6 976	5 511	6 391	9 634	5 665	6 019	6 404
Senior Management	12 340	8 830	11 098	13 168	12 488	13 168	10 698	10 745	11 533
Corporate Services	10 254	13 701	19 005	12 976	13 337	21 221	18 487	23 598	23 456
Financial Management	5 052	5 861	5 959	6 674	7 595	6 735	10 961	11 951	13 076
Communication				1 676	1 877	1 907	2 984	3 002	3 250
<b>Total</b>	32 574	33 989	43 038	40 005	41 688	52 665	48 795	55 315	57 719

2009/10: MEC remuneration payable. Basic Salary: R796 536. Allowances: R531 024



This programme has a consistent nominal growth of 43 per cent, 27 per cent and 99 per cent for the financial years 2005/06; 2006/07 and 2007/08 respectively.

The budget for Administration increases by R8. 8 million or 22 per cent compared to the 2008/09 financial year. This was attributed to the Compensation of Employees which has increased by R6.7 million or 32 per cent. There is also a consistent growth in 2009/10 and the two outer years.

Table 6.1.1: Summary of payments and estimates by economic classification: Programme 1 Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2005/06	2006/07	2007/08	2008/09			2009/10	2010/11	2011/12
<b>Current payments</b>	26 175	32 467	42 346	39 624	41 187	51 088	48 395	54 894	57 273
Compensation of employees	10 841	15 611	19 731	20 663	21 846	24 218	27 360	29 209	31 208
Goods and services	15 334	16 856	22 615	18 961	19 341	26 870	21 035	25 685	26 065
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	280	231	320	105	105	193	110	116	123
Provinces and municipalities	35	11							
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	245	220	320	105	105	193	110	116	123
<b>Payments for capital assets</b>	6 119	1 291	372	276	396	1 384	290	305	323
Buildings and other fixed structures			68			40			
Machinery and equipment	6 119	1 260	304	276	396	1 344	290	305	323
Cultivated assets									
Software and other intangible assets		31							
Land and subsoil assets									
<b>Total economic classification</b>	32 574	33 989	43 038	40 005	41 688	52 665	48 795	55 315	57 719

## 6.2 Programme 2: Sustainable Resource Management

### Programme objective

To provide agricultural support service to farmers in order to ensure that there is sustainable management of agricultural resources.

### Broad strategic objectives for the programmes

- Manage the Sustainable Resource Programme efficiently and effectively
- Engineering support for on- and off-farm infrastructure, mechanisation and produce processing
- Co-ordinate and facilitate the planning and implementation of land reform and land care projects.

Table 6.2: Summary of payments and estimates: Programme 2 Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2005/06	2006/07	2007/08	2008/09			2009/10	2010/11	2011/12
Engineering Services	1 995	2 123	1 677	2 149	2 149	2 023	2 256	2 369	2 505
Land Care	30 084	23 649	57 260	24 228	75 887	75 887	26 203	29 891	31 894
Land Use Management				550	90		5 578	647	736
<b>Total</b>	32 079	25 772	58 937	26 927	78 126	77 910	34 037	32 907	35 135

Expenditure for 2006/07 declines by 19 per cent and shoots up drastically to 128 per cent in 2007/08. Expenditure for previous financial year is R58.9 million whereas the allocation for this financial year is R26.9 million. This skewed trend is due to funds rolled over late in the financial year.

The budget for Sustainable Resource Management increases by R7.1 million or 26 per cent compared to the 2008/09 financial year. This is attributed to the increase in Compensation of Employees which increased by R1.7 million or 27 per cent as well as the Infrastructure Grant to

Provinces. The allocation for 2010/11 declines by R1.130 million or 3.3 per cent which is as a result of once off projects.

Table 6.2.1: Summary of payments and estimates by economic classification: Programme 2 Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>30 885</b>	<b>19 826</b>	<b>48 545</b>	<b>26 890</b>	<b>65 552</b>	<b>48 503</b>	<b>22 747</b>	<b>19 415</b>	<b>19 685</b>
Compensation of employees	5 654	5 400	5 385	6 452	6 630	6 630	8 375	8 932	9 530
Goods and services	25 231	14 426	43 160	20 438	58 922	41 873	14 372	10 483	10 155
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>18</b>	<b>9</b>							
Provinces and municipalities	18	9							
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households									
<b>Payments for capital assets</b>	<b>1 176</b>	<b>5 937</b>	<b>10 392</b>	<b>37</b>	<b>12 574</b>	<b>29 407</b>	<b>11 290</b>	<b>13 492</b>	<b>15 450</b>
Buildings and other fixed structures	588	5 893	2 469		10 712	25 329	11 250	13 447	15 400
Machinery and equipment	588	30	7 208	37	1 862	4 072	40	45	50
Cultivated assets						6			
Software and other intangible assets		14	715						
Land and subsoil assets									
<b>Total economic classification</b>	<b>32 079</b>	<b>25 772</b>	<b>58 937</b>	<b>26 927</b>	<b>78 126</b>	<b>77 910</b>	<b>34 037</b>	<b>32 907</b>	<b>35 135</b>

## Service delivery measures

Table 6.2.2: Performance Information: Sustainable Resource Management

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 2: Sustainable Resource Management</b>			
<b>2.1 Engineering Services</b>			
Number of agricultural engineering planning reports prepared	1	2	2
Number of designs with specifications for agricultural engineering development	6	6	6
Number of final certificates issued for infrastructure development			
Number of clients provided with ad hoc engineering information	8	8	9
<b>2.2 Land Care</b>			
Number of awareness campaigns on LandCare	1	1	1
Number of LandCare projects completed	12	15	15
<b>2.3 Land Use Management</b>			
Number of farm plans developed for sustainable farming purposes	27	27	27
Number of recommendations made for subdivision/rezoning/change of agricultural land use			

Table 6.2.3: Performance Information: Sustainable Resource Management

	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 2: Sustainable Resource Management</b>			
<b>2.1 Engineering Services</b>			
Number projects supported	5	5	5
Investigations and preliminary designs per hectare completed for allocation of water allocations (Area)	100	10	100
Support for irrigation infrastructure to be designed and established: main water supply infrastructure per hectare	200	300	300
Number of farmers supported technical support	3	3	3
Number of farmers supported on farm mechanization planning	7	8	8
Number of farmers and projects supported to establish processing	2	2	3
<b>2.2 Land Care</b>			
Number of awareness projects implemented	1	1	1
<b>2.3 Land Use Management</b>			
Number of works surveyed and designed	2	1	1
Number of systems surveyed and designed (Stockwater systems)	41	42	42
Number of systems surveyed and designed (Sub surface drainage)	19	24	24
Number of plans (Run off control planning)	3	2	2
Area surveyed and mapped (Virgin land for cultivation)	840	700	700

### 6.3 Programme 3: Farmer Support and Development

#### Programme objective

To provide support to farmers through agricultural development programmes.

#### Broad strategic objectives for the programmes

- Manage the farmer support and development programme efficiently and effectively
- Maximize the use of agricultural state land and assist emerging farmers
- Capacity building of commercial and emerging farmers and co-ordination of rural agricultural projects
- Implement the integrated food security strategy of South Africa.

Table 6.3: Summary of payments and estimates: Programme 3 Farmer Support and Development

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Farmer Settlement	23 343	34 729	43 277	44 179	45 569	49 069	3 822	4 292	5 496
Extension and Advisory Services	9 430	10 440	20 644	20 024	24 185	24 185	80 468	114 896	151 686
Food Security	2 226	6 623	4 824	5 198	5 198	7 956	6 072	7 035	7 478
<b>Total</b>	<b>34 999</b>	<b>51 792</b>	<b>68 745</b>	<b>69 401</b>	<b>74 952</b>	<b>81 210</b>	<b>90 362</b>	<b>126 223</b>	<b>164 660</b>

Table 6.3.1: Summary of payments and estimates by economic classification: Programme 3

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>23 235</b>	<b>22 495</b>	<b>35 796</b>	<b>68 214</b>	<b>73 765</b>	<b>61 528</b>	<b>82 363</b>	<b>95 665</b>	<b>104 021</b>
Compensation of employees	6 196	7 705	15 317	11 057	15 379	19 239	29 007	31 850	33 966
Goods and services	17 039	14 790	20 479	57 157	58 386	42 289	53 356	63 815	70 055
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>24</b>	<b>27</b>				<b>10</b>	<b>5</b>	<b>6</b>	<b>7</b>
Provinces and municipalities	24	6				10	5	6	7
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households		21							
<b>Payments for capital assets</b>	<b>11 740</b>	<b>29 270</b>	<b>32 949</b>	<b>1 187</b>	<b>1 187</b>	<b>19 672</b>	<b>7 994</b>	<b>30 552</b>	<b>60 632</b>
Buildings and other fixed structures	1 300	3 155	1 611			1 600			
Machinery and equipment	10 421	23 360	26 991	1 155	1 155	17 887	7 960	30 516	60 594
Cultivated assets	19	2 741	2 774			153			
Software and other intangible assets		14	1 176	32	32	32	34	36	38
Land and subsoil assets			397						
<b>Total economic classification</b>	<b>34 999</b>	<b>51 792</b>	<b>68 745</b>	<b>69 401</b>	<b>74 952</b>	<b>81 210</b>	<b>90 362</b>	<b>126 223</b>	<b>164 660</b>

Farmer support and development realized a major increase of 48 per cent from R34.9 million in 2005/06 to R51.7 million in 2006/07. This significant growth is mainly attributed to expenditure on projects that were not completed in the previous financial which led to the subsequent rollover of these funds in next year.

The budget for 2010/11 and 2011/12 increased by 40 per cent and 30 per cent respectively, as a result of additional allocations for conditional grants. The increase is mainly attributed to:

- Compensation of employees which increases by R10.5 million of which R7.4 million is an allocation for the Extension Recovery Plan's recruitment;
- The Ilima/Letsema conditional grant which received an allocation of R7.5 million in 2009/10 and increases by R22.5 million or 300 per cent in 2010/11 and R30 million or 50 per cent in 2011/12.

### Service delivery measures

Table 6.3.2: Performance Information: Farmer Support and Development

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 3: Farmer Support and Development</b>			
<b>3.1 Farmer Settlement</b>			
Number of reports on farm assessments facilitated	50	60	60
Number of land use plans facilitated	10	10	10
Number of applications screened	10	10	10
<b>3.2 Extension and Advisory Services</b>			
Number of demonstration facilitated	15	20	30
Number of farmers' days organized	35	35	35
Number of information days held	35	35	35
Number of accredited courses coordinated	20	25	25
Number of farmers supported with advice	3000	5000	6000
<b>3.3 Food Security</b>			
Number of food security interventions implemented	10	10	15
Number of food insecure households benefiting from the interventions	4000	1000	1000
Number of food security status reports submitted	4	4	4
Number of food security awareness campaigns held	5	5	5

Table 6.3.3: Performance Information: Farmer Support and Development

	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 3: Farmer Support and Development</b>			
<b>3.1 Farmer Settlement</b>			
Quarterly reports of LRCC activities	4	4	4
Progress report of LRCC resolutions implemented	4	4	4
Implementation plan on farm worker summit resolutions developed	1	1	1
Updated catalogue of land purchased and transferred through the land	1	1	1
Number of projects supported	70	100	150
Number of lease agreements approved	5	4	0
Number of business plans developed	4	4	5
<b>3.2 Extension and Advisory Services</b>			
Number of youth participated in capacity building programmes	60	80	100
Number of initiatives supported	10	15	20
Number of projects supported	5	5	8
Number of pupils participating	250	270	280
Number of projects supported(women)	22	25	27
Number of participants (Female Farmer competition)	50	70	70
<b>3.3 Food Security</b>			
Number of food security interventions implemented (income generating)	10	10	15
Number of business plans coordinated	10	10	15
Number of market linkages coordinated	7	10	15
Number of starter packs distributed	1250	1500	1500
Number of projects supported with production inputs	20	25	25
Number of community food gardens established	5	20	40
Number of food production initiatives supported	5	10	15
Number of school food gardens established	200	200	250
World food day commemoration held	1	1	1
Number of participants at world food day commemoration	2000	2500	3000

## 6.4 Programme 4: Veterinary Services

### Programme objective

To provide veterinary services to clients in order to ensure healthy animals and the welfare of the people of South Africa.

### Broad strategic objectives for the programmes

- To facilitate and provide animal disease control services in order to protect the animal population Act (Act 35 of 1984) or Animal Health Act (Act 7 of 2002) and primary animal health programme/projects;
- To provide control measures including health certification, in order to facilitate the importation and exportation of animals and animal products;
- To implement risk assessment measures in order to assess the impact of various animal disease outbreaks and the risk of importing or exporting animals or animal products from/to other countries;
- To co-ordinate and implement various food safety projects, including the implementation of Meat Safety Act (Act 40 of 2000) and prevention of Zoonotic or food-borne diseases;

- To provide support services to the Veterinary personnel, medical practitioners and farmers with regard to diagnostic service and epidemiological investigations of animal disease outbreaks,
- The budget allocated to Veterinary Services increases by R2.4 million or 9 per cent. This is mainly attributed to the increase in Compensation of employees by R8.7 million or 62 per cent.

Table 6.4: Summary of payments and estimates: Programme 4 Veterinary Services

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2005/06	2006/07	2007/08						
Animal Health	12 829	12 761	18 664	16 282	19 485	22 378	19 458	21 920	23 494
Export Control	161	186	597	4 623	523	349	2 667	1 999	2 086
Veterinary Public Health	3 096	3 271	2 727	3 838	4 438	4 645	3 931	4 202	4 472
Veterinary Lab Services	972	1 445	1 861	2 853	3 353	2 865	3 940	4 530	4 883
<b>Total</b>	<b>17 058</b>	<b>17 663</b>	<b>23 849</b>	<b>27 596</b>	<b>27 799</b>	<b>30 237</b>	<b>29 996</b>	<b>32 651</b>	<b>34 935</b>

Table 6.4.1: Summary of payments and estimates by economic classification: Programme 4

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2005/06	2006/07	2007/08						
<b>Current payments</b>	<b>15 242</b>	<b>17 097</b>	<b>23 229</b>	<b>27 353</b>	<b>27 481</b>	<b>28 032</b>	<b>29 510</b>	<b>32 093</b>	<b>34 301</b>
Compensation of employees	8 821	10 614	15 350	14 083	16 686	18 093	22 805	24 253	25 791
Goods and services	6 421	6 483	7 879	13 270	10 795	9 939	6 705	7 840	8 510
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>30</b>	<b>11</b>	<b>3</b>						
Provinces and municipalities	30	8	1						
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households		3	2						
<b>Payments for capital assets</b>	<b>1 786</b>	<b>555</b>	<b>617</b>	<b>243</b>	<b>318</b>	<b>2 205</b>	<b>486</b>	<b>558</b>	<b>634</b>
Buildings and other fixed structures	109		57						
Machinery and equipment	1 661	555	551	243	318	2 205	486	558	634
Cultivated assets			9						
Software and other intangible assets	16								
Land and subsoil assets									
<b>Total economic classification</b>	<b>17 058</b>	<b>17 663</b>	<b>23 849</b>	<b>27 596</b>	<b>27 799</b>	<b>30 237</b>	<b>29 996</b>	<b>32 651</b>	<b>34 935</b>

## Service delivery measures

Table 6.4.2: Performance Information: Veterinary Services

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 4: Veterinary Services</b>			
<b>4.1 Animal Health</b>	15000	15000	15000
Number of animals vaccinated against Anthrax	10000	10000	10000
Number of animals vaccinated against Rabies	600	600	600
Number of sheep treated for Sheep-scab	30000	30000	30000
Number of animal movement permits issued	160	160	160
Number of samples taken for disease surveillance	520	522	500
<b>4.2 Export Control</b>			
Number of health certificates issued for export	40	40	40
Number of establishments registered for exports	22	22	22
Number of samples collected for residue monitoring			
<b>4.3 Veterinary Public Health</b>			
Number of public awareness campaigns	14	14	14
Number of contact sessions (days) held	28	28	28
<b>4.4 Veterinary Laboratory Services</b>			
Number of internal laboratory audits reports	4	4	4
Number of external quality control reports	1	1	1

Table 6.4.3 Performance Information: Veterinary Services

	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 4: Veterinary Services</b>			
<b>4.1 Animal Health</b>			
No of bulls tested and herds cleaned (Vibrosis sampling)	60	100	120
Signed List A&B forms before the 7th of each month & SR 1 forms where applicable immediately	12	12	12
No of campaigns organized and no of animals sterilized and no of animals put down	4	4	4
No of clinical cases attended to (quarterly reports should include details)	60	60	60
No of offices audited and compliance report generated	6	6	6
<b>4.2 Export Control</b>			
No of analysed reports generated (Certification)	4	4	4
No of inspections done and reports on non- or –compliance	4	4	4
Number of farms tagged & number of animals	3000	4000	5000
No of hunters registered and no of GMI registered	5	5	5
No of harvesting supervised and no of animals harvested per species	20000	20000	20000
<b>4.3 Veterinary Public Health</b>			
No of building plans (Planning, Registration & inspection of non exporting)	12	12	12
Number of re- registrations	65	65	65
Number of trainings (Technology transfer )	100	100	100
Number of BSE samples	720	720	720
Number of residue samples	550	550	550
Number of microbiology samples	1200	1200	1200
<b>4.4 Veterinary Laboratory Services</b>			
No of samples stored (Populating the serum bank)	1000	1000	1000
Investigations done ( Epidermological investigations)	2	2	2
Number of epidemiological studies	2	0	0

## 6.5 Programme 5: Technological Research and Development Services

### Programme objective

To render agricultural research service and development of information systems with regard to agricultural and natural resource utilisation technologies.

### Broad strategic objectives for the programmes

- To facilitate, conduct and co-ordinate the identification of Agricultural Research needs, development/adapting or transferring appropriate technology to farmers and, to participate in multi-disciplinary Agricultural Development projects;
- To co-ordinate the development and dissemination of information to clients including the development and utilisation of various Government Information Systems ( GIS);
- To provide and maintain infrastructure facilities for the line function to perform their research and other functions, i.e. experiment farms.

Table 6.5: Summary of payments and estimates: Programme 5 Technical Research and Development

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08						
Research	5 948	7 249	10 249	15 549	15 853	15 853	24 399	27 086	27 496
Information Services				800	800	800	1 161	1 224	1 358
Infrastructure Support Services	7 935	9 011	11 050	10 009	10 009	10 009	12 151	12 935	13 852
<b>Total</b>	<b>13 883</b>	<b>16 260</b>	<b>21 299</b>	<b>26 358</b>	<b>26 662</b>	<b>26 662</b>	<b>37 711</b>	<b>41 245</b>	<b>42 706</b>

Table 6.5.1: Summary of payments and estimates by economic classification: Programme 5

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	13 500	15 785	20 380	26 193	25 797	25 731	37 538	41 063	42 514
Compensation of employees	9 551	11 474	13 303	12 777	14 581	15 498	17 391	18 088	19 181
Goods and services	3 949	4 311	7 077	13 416	11 216	10 233	20 147	22 975	23 333
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	43	11	4						
Provinces and municipalities	35	11	4						
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	8								
<b>Payments for capital assets</b>	340	464	915	165	865	931	173	182	192
Buildings and other fixed structures		8	10						
Machinery and equipment	294	215	185	165	165	165	173	182	192
Cultivated assets	46	241	720		700	766			
Software and other intangible assets									
Land and subsoil assets									
<b>Total economic classification</b>	13 883	16 260	21 299	26 358	26 662	26 662	37 711	41 245	42 706

Generally the whole programme has since 2005/06 realised a satisfactory growth rate of an average of 17 per cent. A significant increase from R15.853 million in 2008/09 to R24.399 million in 2009/10 for Research sub programme is attributed to the correction of compensation of employees and increase in funding for commercialisation of goats which is a provincial policy priority. In 2011/12 the allocation increases slightly by R0.410 million or 1.5 per cent.

### Service delivery measures

Table 6.5.2: Performance Information: Technology Research and Development Services

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 5: Technology Research and Development Services</b>			
<b>5.1 Research</b>			
Number of research projects plans approved which address specific commodity's production constraints	3	3	3
Number of research projects implemented which address specific commodity's production constraints	2	2	2
Number of research projects completed which address specific commodity's production constraints	1	1	1
Number of technologies developed	2	2	2
Number of demonstration trials conducted	6	6	6
<b>5.2 Information Services</b>			
Number of information packs disseminated	3	3	3
Number of technology transfer events conducted			
Number of presentations made at technology transfer events	4	4	4
Number of databases developed	1	1	1
Number of semi scientific/scientific papers published	4	4	4
<b>5.3 Infrastructure Support Services</b>			
Number of research infrastructure provided	4	4	4
Number of research unrestricted maintained	3	3	3



## 6.6 Programme 6: Agricultural Economics

### Programme objective

To provide timely and relevant agricultural economic support to internal and external clients in order ensure sustainable agricultural development.

### Broad strategic objectives for the programmes

- To identify and disseminate information on marketing opportunities for value-adding and, provide Farm Economics support to other programmes and clients (financial feasibility and viability studies);
- To develop database on various economic statistics and trends, develop and analyse various economic models and evaluate International/National and local policies on Agricultural Sector;
- To provide agricultural economic support services to farmer s and facilitate the establishment of economically viable, sustainable production units;
- Agricultural economics and market development;
- Agro-processing through agribusiness promotion;
- To provide continued support, training and capacity building to settled farmers;
- Sector support to land and agrarian reform projects;
- Financial assistance to emerging farmers.

Table 6.6: Summary of payments and estimates: Programme 6 Agricultural Economics

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
Agric-Business Development and Support		832	1 037	1 614	2 614	2 614	5 521	6 682	9 865
Macro Economics and Statistics	1 713	1 952	2 740	6 690	5 190	3 259	3 795	3 976	4 248
<b>Total</b>	<b>1 713</b>	<b>2 784</b>	<b>3 777</b>	<b>8 304</b>	<b>7 804</b>	<b>5 873</b>	<b>9 316</b>	<b>10 658</b>	<b>14 113</b>

Table 6.6.1: Summary of payments and estimates by economic classification: Programme 6

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>1 224</b>	<b>2 284</b>	<b>3 680</b>	<b>8 269</b>	<b>7 769</b>	<b>5 838</b>	<b>9 279</b>	<b>10 618</b>	<b>14 071</b>
Compensation of employees	548	969	1 599	1 603	2 603	2 603	3 837	4 103	4 392
Goods and services	203	1 315	2 081	6 666	5 166	3 235	5 442	6 515	9 679
Interest and rent on land									
Financial transactions in assets and liabilities	473								
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>2</b>	<b>1</b>	<b>11</b>						
Provinces and municipalities	2	1							
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households			11						
<b>Payments for capital assets</b>	<b>487</b>	<b>499</b>	<b>86</b>	<b>35</b>	<b>35</b>	<b>35</b>	<b>37</b>	<b>40</b>	<b>42</b>
Buildings and other fixed structures									
Machinery and equipment	487	480	86	27	27	27	29	32	33
Cultivated assets									
Software and other intangible assets		19		8	8	8	8	8	9
Land and subsoil assets									
<b>Total economic classification</b>	<b>1 713</b>	<b>2 784</b>	<b>3 777</b>	<b>8 304</b>	<b>7 804</b>	<b>5 873</b>	<b>9 316</b>	<b>10 658</b>	<b>14 113</b>

Expenditure from 2005/06 shows a satisfactory growth trend. There is however a huge increase of 120 per cent from 2007/08 to 2008/09. The expenditure for this programme grows from R3.8 million to R8.3 million i.e. R4.6 million growth. This is a result of increased funding for agricultural support which is a national policy priority. The allocation for 2009/10 grows by R1.012 million or 12.1 per cent whereas 2011/12 increases by 34 per cent as a result of expansion of services in the programme.

## Service delivery measures

Table 6.6.2: Performance Information: Agricultural Economics

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 6: Agricultural Economics</b>			
<b>6.1 Agri-Business Development and Support</b>			
Number of Agri-Businesses supported to access markets	30	30	45
Number of agricultural co-operatives established	6	8	10
Number of new enterprise budgets developed	150	250	300
<b>6.2 Macroeconomics and Statistics</b>			
Number of data request responded to	120	120	120
Number of reports developed	10	10	10

Table 6.6.3: Performance Information: Agricultural Economics

Programme/Sub-programme/Performance Measures	Estimated Annual Targets		
	2009/2010	2010/2011	2011/2012
<b>Programme 6: Agricultural Economics</b>			
<b>6.1 Agri-Business Development and Support</b>			
Study completed(Feasibility and economic viability)	6	0	2
Number investigated	6	10	20
Number established	3	4	10
Number of farmers accessed markets	150	250	300
No of reports on marketing information	12	12	12
Number of marketing infrastructure provided	2	4	4
<b>6.2 Macroeconomics and Statistics</b>			
Number of projects supported	15	15	15
Number of people trained	80	80	80
Number of training sessions conducted	12	12	12
(Number of Reports)	8	8	10
Number of projects evaluated	20	30	40
Number of reports (Annual assessment)	1	1	1

## 7. Other programme information

### 7.1 Personnel numbers and cost

Table 7.1: Personnel numbers and costs: Department of Agriculture and Land Reform

	As at 31 March 2006	As at 31 March 2007	As at 31 March 2008	As at 31 March 2009	As at 31 March 2010	As at 31 March 2011	As at 31 March 2012
<b>Personnel numbers</b>							
Administration	61	68	74	91	122	127	127
Sustainable Resource Management	27	29	32	30	35	39	40
Farmer Support And Development	60	60	90	100	113	125	137
Veterinary Services	45	55	101	101	110	122	135
Technical Research And Development Services	95	95	142	131	149	155	166
Agricultural Economics	7	7	17	20	24	30	42
<b>Total personnel numbers *</b>	<b>295</b>	<b>314</b>	<b>456</b>	<b>473</b>	<b>553</b>	<b>598</b>	<b>647</b>
Total personnel cost (R thousand)	41 611	51 773	70 685	86 281	108 775	116 435	124 068
Unit cost (R thousand)	141	165	155	182	197	195	192

Table 7.1.1: Summary of departmental personnel numbers and costs

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			
	Audited	Audited	Audited				2008/09	2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08							
<b>Total for the department</b>										
Personnel numbers	295	314	456	468	468	473	553	598	647	
Personnel costs	41 611	51 773	70 685	66 635	77 725	86 281	108 775	116 435	124 068	
<b>Finance component</b>										
Personnel numbers (head count)	23	23	19	20	22	22	40	40	40	
Personnel cost	1 953	3 400	3 842	3 530	4 451	4 702	5 178	5 565	5 983	
Head count as % of total for department	8%	8%	6%	7%	7%	7%	14%	14%	14%	
Personnel cost as % of total for department	5%	8%	9%	8%	11%	11%	12%	13%	14%	
<b>Full time workers</b>										
Personnel numbers (head count)	289	308	455	467	467	472	553	598	647	
Personnel cost	41 293	51 402	70 685	65 947	77 587	85 028	90 146	96 754	103 810	
Head count as % of total for department	98%	98%	100%	100%	100%	100%	100%	100%	100%	
Personnel cost as % of total for department	99%	99%	100%	99%	100%	99%	83%	83%	84%	
<b>Contract workers</b>										
Personnel numbers (head count)	6	6	1	1	1	1				
Personnel cost	471	521	51	51	51	51				
Head count as % of total for department	2%	2%	0%	0%	0%	0%				
Personnel cost as % of total for department	1%	1%	0%	0%	0%	0%				

## 7.2 Training

Table 7.2: Summary of training: Department of Agriculture and Land Reform

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			
	Audited	Audited	Audited				2008/09	2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08							
<b>Programme 1: Administration</b>	25	32	145	152	152	127	167	176	188	
of which										
Subsistence and travel										
Payments on tuition	25	32	145	152	152	127	167	176	188	
<b>Programme 2:</b>			36	48	48	48	61	61	65	
Subsistence and travel										
Payments on tuition			36	48	48	48	61	61	65	
<b>Programme 3:</b>			97	122	122	122	127	127	136	
Subsistence and travel										
Payments on tuition			97	122	122	122	127	127	136	
<b>Programme 4:</b>			108	118	118	118	126	126	135	
Subsistence and travel										
Payments on tuition			108	118	118	118	126	126	135	
<b>Programme 5:</b>			109	109	109	109	119	119	127	
Subsistence and travel										
Payments on tuition			109	109	109	109	119	119	127	
<b>Programme 6:</b>			17	21	21	21	27	27	29	
Subsistence and travel										
Payments on tuition			17	21	21	21	27	27	29	
<b>Total payments on training</b>	25	32	512	570	570	545	627	636	681	

## **Annexure to budget statement 2**

Table B.3: Summary of Payments and estimates by economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2009/10	2010/11	2011/12
	2005/06	2006/07	2007/08	2008/09					
<b>Current payments</b>	<b>110 261</b>	<b>109 954</b>	<b>173 976</b>	<b>196 543</b>	<b>241 551</b>	<b>220 720</b>	<b>229 832</b>	<b>253 748</b>	<b>271 865</b>
<b>Compensation of employees</b>	<b>41 611</b>	<b>51 773</b>	<b>70 685</b>	<b>66 635</b>	<b>77 725</b>	<b>86 281</b>	<b>108 775</b>	<b>116 435</b>	<b>124 068</b>
Salaries and wages	36 391	46 391	61 817	57 145	67 012	73 926	91 116	97 118	104 168
Social contributions	5 220	5 382	8 868	9 490	10 713	12 355	17 659	19 317	19 900
<b>Goods and services</b>	<b>68 177</b>	<b>58 181</b>	<b>103 291</b>	<b>129 908</b>	<b>163 826</b>	<b>134 439</b>	<b>121 057</b>	<b>137 313</b>	<b>147 797</b>
Cons/prof: Infrastructre & planning	6 000	5 000	6 883	20 500	20 500	29 119	41 051	49 056	54 199
Inventory	992	1 809	36 609	19 042	16 241	20 467	16 591	12 583	14 883
Contractors	13 000	6 000	10 000	16 000	15 692	9 010	1 200	1 000	556
Leases payments	724	942	6 448	6 925	6 960	8 891	6 889	7 145	5 860
Owned & leasehold property expenditure				200	2	1 000	2 500	5 500	3 500
Travel and subsistence	2 370	3 450	5 253	5 800	5 770	7 409	8 832	9 887	11 662
Training & staff development	120	200	1 291	300	388	400	988	1 038	983
Transport provided dept activity	3 400	2 231	1 100	4 400	2 964	3 593	700	1 366	1 928
Operating expenditure	9 341	14 572	5 147	11 971	11 961	14 123	10 220	10 432	9 495
Other	32 230	23 977	30 560	44 770	83 348	40 427	32 086	39 306	44 731
Interest and rent on land									
Financial transactions in assets and liabilities	473								
Unauthorised expenditure									
<b>Transfers and subsidies:</b>	<b>397</b>	<b>290</b>	<b>338</b>	<b>105</b>	<b>105</b>	<b>203</b>	<b>115</b>	<b>122</b>	<b>130</b>
Provinces and municipalities	144	46	5			10	5	6	7
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	253	244	333	105	105	193	110	116	123
<b>Payments for capital assets</b>	<b>21 648</b>	<b>38 016</b>	<b>45 331</b>	<b>1 943</b>	<b>15 375</b>	<b>53 634</b>	<b>20 270</b>	<b>45 129</b>	<b>77 273</b>
Buildings and other fixed structures	1 997	9 056	4 215		10 712	26 969	11 250	13 447	15 400
Machinery and equipment	19 570	25 900	35 325	1 903	3 923	25 700	8 978	31 638	61 826
Cultivated assets	65	2 982	3 503		700	925			
Software and other intangible assets	16	78	1 891	40	40	40	42	44	47
Land and subsoil assets			397						
<b>Total economic classification</b>	<b>132 306</b>	<b>148 260</b>	<b>219 645</b>	<b>198 591</b>	<b>257 031</b>	<b>274 557</b>	<b>250 217</b>	<b>298 999</b>	<b>349 268</b>