

VOTE 11

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	602 825	614 002		11 177
<i>of which:</i>				
Current payments	536 870	531 957	(4 913)	
Transfers and subsidies	38 476	57 884		19 408
Payments for capital assets	27 479	24 151	(3 328)	
Payment for financial assets		10		10
Executive authority	MEC for Agriculture and Rural Development			
Accounting officer	Head of Department			

1. Vision and mission

Vision

To ensure vibrant, equitable, sustainable communities, food security for all and to ensure protected and enhanced environmental assets and natural assets.

Mission

To radically modernise and transform agriculture, environment and rural development by:

- promoting environmental protection and management;
- expanding access to agricultural opportunities;
- maximising food security;
- up-scaling rural development;
- promoting the One Health system; and
- Supporting sustainable livelihoods and communities.

2. Changes to programme purpose and objectives

Not Applicable

3. Summary of Adjusted Estimates of Departmental Expenditure 2014/15

TABLE 11.1: AGRICULTURE AND RURAL DEVELOPMENT

Programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1. Administration	157 914	(1 500)			595				(905)	157 009
2. Agriculture and Rural Development	283 037				(181)			15 677	15 496	298 533
3. Environmental Affairs	161 874	(6 000)			(414)			3 000	(3 414)	158 460
Total for programmes	602 825	(7 500)						18 677	11 177	614 002

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	536 870	(1 500)			(12 033)			8 620	(4 913)	531 957
Compensation of employees	326 875	(932)			(800)				(1 732)	325 143
Goods and services	209 995	(568)			(11 253)			8 620	(3 201)	206 794
Interest and rent on land					20				20	20
Transfers and subsidies	38 476				9 351			10 057	19 408	57 884
Provinces and municipalities	8 694							5 457	5 457	14 151
Departmental agencies and accounts	3 886				6 527			4 600	11 127	15 013
Higher education institutions	2 402									2 402
Foreign governments and international organisations										
Public corporations and private enterprises	23 283				2 600				2 600	25 883
Non-profit institutions										
Households	211				224				224	435
Payments for capital assets	27 479	(6 000)			2 672				(3 328)	24 151
Buildings and other fixed structures	16 300	(6 000)			(1 195)				(7 195)	9 105
Machinery and equipment	11 179				3 497				3 497	14 676
Heritage assets										
Specialized military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets					370				370	370
Payments for financial assets					10				10	10
Total economic classification	602 825	(7 500)						18 677	11 177	614 002

The department's outputs are aligned to the relevant pillars it supports and these include Radical economic Transformation; Decisive Spatial transformation; Accelerated social transformation; and Modernisation of the economy. Significant costs saving measure have been implemented resulting in savings and the department used these funds, along with the process of reprioritisation to redirect funds to priority areas.

The 2014/15 main appropriation amounts to R602.8 million and is adjusted up to R614 million as a result of the additional funding of R18.7 million from Land Bank while an amount of R1.5 million is suspended to the Department of Social Development to cater for the costs of the office of the MEC. An amount of R6 million is surrendered to Gauteng Provincial Treasury due to capital infrastructure related projects.

4. Details of Adjustments to Estimates of Departmental Expenditure 2014/15

Programme 1: Administration

TABLE 11.2: PROGRAMME 1: ADMINISTRATION

Sub-programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1. Corporate Services	91 288				(175)				(175)	91 113
2. Financial Management	23 301									23 301
3. Office of the MEC	7 032	(1 500)							(1 500)	5 532
4. Senior Management	36 293				770				770	37 063
Total for programme	157 914	(1 500)			595				(905)	157 009

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	152 370	(1 500)			(1 910)				(3 410)	148 960
Compensation of employees	96 197	(932)							(932)	95 265
Goods and services	56 173	(568)			(1 930)				(2 498)	53 675
Interest and rent on land					20				20	20
Transfers and subsidies	1 195				224				224	1 419
Provinces and municipalities										
Departmental agencies and accounts	984									984
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions										
Households	211				224				224	435
Payments for capital assets	4 349				2 271				2 271	6 620
Buildings and other fixed structures										
Machinery and equipment	4 349				2 271				2 271	6 620
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Software and other intangible assets										
Payments for financial assets					10				10	10
Total economic classification	157 914	(1 500)			595				(905)	157 009

TABLE 11.3: DETAILS OF VIREMENTS AND SHIFTS PER ECONOMIC CLASSIFICATION: PROGRAMME 1: ADMINISTRATION

Economic classification	Motivation	From	Motivation	To
Current payments		(6 423)		4 513
Compensation of employees	The department implemented cost containment measures which translated to funds realised under the following items: legal costs, computer services, contractors for maintenance and repairs for computers moved capital for leasing.	(6 423)	The funds will cater for the shortfall on security services contract, maintenance of GG vehicles and departmental fleet.	4 493
Goods and services				
Interest and rent on land				20
Transfers and subsidies				224
Provinces and municipalities				224
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions				
Households				
Payments for capital assets		(80)		2 351
Buildings and other fixed structures	Re-alignment of budget for computers which will no longer be purchased but leased.	(80)	Provision made for injury on duty and leave gratuity.	2 351
Machinery and equipment				
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
Payments for financial assets			Provision made for debts written off.	10
Total economic classification		(6 503)		7 098

Suspension: R1.5 million

The suspension of R1.5 million relates to the Department of Social Development since the two departments no longer share an MEC. An amount of R932 000 has been reduced under compensation of employees and R568 000 from goods and services. The Department of Economic Development (DED) now shares its MEC with GDARD and the MEC's office is covered by the budget allocation in DED.

Virements and shifts

The net increase of R595 000 under virements and shifts are due to funds shifted from Programme 3: Environment Affairs programmes to procure trucks for buyback centre within Gauteng municipalities. The budget decreases by R1.9 million under goods and services due to the implementation of stringent cost containment measures on items such as catering and travel and subsistence to fund the shortfall on security services contract. The increase of R224 000 under households is for the payment of injury on duty and leave gratuity. Furthermore, an amount of R2.3 million has been moved to payments for capital assets under machinery and equipment for the leasing of computer equipment.

Programme 2: Agriculture and Rural Development**TABLE 11.4: PROGRAMME 2: AGRICULTURE AND RURAL DEVELOPMENT**

Sub-programmes R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
1. Agricultural Economics Services	26 580				(1 000)			2 500	1 500	28 080
2. Farmer Support and Development	122 863							2 000	2 000	124 863
3. Research and Technology Development Services	28 131				1 000			6 000	7 000	35 131
4. Rural Development Coordination	7 504							2 077	2 077	9 581
Sustainable Resource Management	36 629				(181)				(181)	36 448
5. Veterinary Services	61 330							3 100	3 100	64 430
Total for programme	283 037				(181)			15 677	15 496	298 533

Economic classification R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
Current payments	238 926				(10 208)			8 500	(1 708)	237 218
Compensation of employees	113 238				(800)				(800)	112 438
Goods and services	125 688				(9 408)			8 500	(908)	124 780
Interest and rent on land										
Transfers and subsidies	37 281				9 127			7 177	16 304	53 585
Provinces and municipalities	8 694							2 577	2 577	11 271
Departmental agencies and accounts	2 902				6 527			4 600	11 127	14 029
Higher education institutions	2 402									2 402
Foreign governments and international organisations										
Public corporations and private enterprises	23 283				2 600				2 600	25 883
Non-profit institutions										
Households										
Payments for capital assets	6 830				900				900	7 730
Buildings and other fixed structures										
Machinery and equipment	6 830				530				530	7 360
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										

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Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Software and other intangible assets					370				370	370
Payments for financial assets										
Total economic classification	283 037				(181)			15 677	15 496	298 533

TABLE 11.5: DETAILS OF VIREMENTS AND SHIFTS PER ECONOMIC CLASSIFICATION: PROGRAMME 2: AGRICULTURE AND RURAL DEVELOPMENT

Economic classification	Motivation	From	Motivation	To
Current payments		(19 960)		9 752
Compensation of employees	Not all posts have been filled. Part of compensation of employees is moved to fund equity schemes.	(1 800)	The funds will make provision for the shortfall on compensation of employees due to filling of critical posts.	1 000
Goods and services	Stringent cost containment measures were introduced along with reprioritisation towards priority areas as well as areas with budget pressures. Funds were shifted to Departmental agencies and accounts: Public corporation and private enterprises.	(18 160)	Provision will be made under Travel and subsistence for field workers conducting site visits which were not adequately budgeted for at the beginning of the financial year. The funds will also cater for the equity schemes and Nguni cattle launch.	8 752
Interest and rent on land				
Transfers and subsidies				9 127
Provinces and municipalities				
Departmental agencies and accounts			A transfer will be made to the Agricultural Research Council for farmer training, disease diagnostic services and research agenda projects.	6 527
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises			A transfer will be made to the Rand Water Foundation to establish Agro-processing infrastructure projects such as micro milling plants.	2 600
Non-profit institutions				
Households				
Payments for capital assets		(1 400)		2 300
Buildings and other fixed structures				
Machinery and equipment	Funds were budgeted for 2 mechanisation inputs. The department will only procure 1 for the current financial year.	(1 400)	Provision is be made for Mobile Clinics.	1 930
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets			To fund clinical management software.	370
Payments for financial assets				
Total economic classification		(21 360)		21 179

Provincial additional funding: R15.6 million

The additional funding of R15.6 million from Land Bank for this programme will be allocated as follows:

- R8.5 million under goods and services: R4 million will be transferred to Innovation Hub for Agri-parks tunnels, R2.5 million to South African Poultry Association for poultry abattoirs and R1.5 million for Horticulture Show;
- R2.5 million under provinces and municipalities: R1 million to Mogale City for completion of the Tarlton Agri Park and R1.5 million to Merafong for the Agri-youth programme; and
- R4.6 million under departmental agencies and accounts: R1.5 million will be transferred to the Agricultural Research council for farmer training and R3.1 million to the Industrial Development Corporation for Nguni cattle project.

Virements and shifts

The net decrease in the programme budget amounts to R181 000 as a result of a virements to Programme 1: Administration. The function of acquisition of departmental laptops and training is centralised in corporate services.

The personnel budget is reduced by an amount of R800 000 due to posts not being filled. The funds are redirected to fund the following critical outputs such as the equity schemes in rural development and coordination; the Nguni cattle and the launch of the Mobile clinics. The aim of using mobile clinics is to create one stop mobile service centers within the 50 prioritized townships (there are 50 poorest wards). The department will contribute towards local economic development by growing local entrepreneurs and developing local livelihoods strategies linked to the EPWP and LandCare Exit Strategy public interface and communication nexus. The aim of Nguni project is to develop and promote Nguni cattle farming in Gauteng.

The increase of R2.6 million under public corporation and private enterprises will be transferred to the Rand Water Foundation to establish Agro-processing infrastructure projects such as milling plants. Whilst, an amount of R6.5 million under departmental agencies and accounts will be transferred to Agricultural Research Council for farmer training, Laboratory Diagnostic Diseases and Research Agenda project.

Programme 3: Environmental Affairs

TABLE 11.6 : PROGRAMME 3: ENVIRONMENTAL AFFAIRS

Sub-programmes R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
1. Environment Policy, Planning and Coordination	15 800				(1 417)				(1 417)	14 383
2. Environmental Quality Management	36 466				(1 172)			3 000	1 828	38 294
3. Compliance and Enforcement	35 215									35 215
4. Biodiversity Management	74 393	(6 000)			2 175				(3 825)	70 568
Total for programme	161 874	(6 000)			(414)			3 000	(3 414)	158 460

Economic classification R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
Current payments	145 574				85			120	205	145 779
Compensation of employees	117 440									117 440
Goods and services	28 134				85			120	205	28 339
Interest and rent on land										
Transfers and subsidies								2 880	2 880	2 880
Provinces and municipalities								2 880	2 880	2 880
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions										
Households										
Payments for capital assets	16 300	(6 000)			(499)				(6 499)	9 801
Buildings and other fixed structures	16 300	(6 000)			(1 195)				(7 195)	9 105
Machinery and equipment					696				696	696

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets										
Total economic classification	161 874	(6 000)			(414)			3 000	(3 414)	158 460

TABLE 11.7: DETAILS OF VIREMENTS AND SHIFTS PER ECONOMIC CLASSIFICATION: PROGRAMME 3: ENVIRONMENTAL AFFAIRS

Economic classification	Motivation	From	Motivation	To
Current payments		(6 019)		6 104
Compensation of employees	Funds shifted within this line item to where expenditure is incurred.	(2 500)	Provision is made to fund shortage on salaries and wages within Policy sub-programme	2 500
Goods and services	Cost containment measures have been introduced. In addition, the department has redirected funding to priority areas.	(3 519)	The funds will cater for conducting a pre-feasibility study on alternative energy for targeted communities	3 604
Interest and rent on land				
Transfers and subsidies				
Provinces and municipalities				
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions				
Households				
Payments for capital assets		(1 195)		696
Buildings and other fixed structures	Re-alignment of infrastructure projects, funds allocated to Biodiversity management.	(1 195)		
Machinery and equipment			Funds will be utilised for fire equipment and workshop tools at the reserves.	696
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
Payments for financial assets				
Total economic classification		(7 214)		6 800

Surrenders: R6 million

An amount of R6 million will be surrendered to the Provincial Revenue Fund for capital infrastructure projects at Suikerbosrand Nature Reserve-Booster pump for the Northern Water line.

Provincial additional funding: R3 million

An additional amount of R2.8 million from Land Bank will be transferred to Municipalities and R120 000 under goods and services for waste reclaiming infrastructure facilities such as: the procurement of waste reclaimers' trollies; personnel protective equipment (hand gloves, goggles, safety boots, and work suits) and the transfer of funds for empowerment of Waste Reclaimers to the City of Johannesburg Metropolitan Municipality.

Virements and shifts

The net decrease in the programme budget amounts to R414 000 which is as a result of a virements to Programme 1: Administration to purchase trucks for buyback centres to support municipalities within Gauteng. The shifting of funds of R6 million under current payments is to augment the inadequate compensation of

employees' budget within the Policy sub- programme. Provision will also be made under travel and subsistence for conducting site visits.

5. Expenditure 2013/14 and preliminary expenditure 2014/15

TABLE 11.8: EXPENDITURE 2013/14 AND PRELIMINARY EXPENDITURE 2014/15

Department	2013/14				2014/15		
	Expenditure Outcome				Preliminary expenditure		
	Adjusted appropriation	April 2013 - September 2013	April 2013 - March 2014	April 2013 - March 2014 as a % of adjusted appropriation	Adjusted appropriation	April 2014-September 2014	% Change 13/14-14/15 Apr-Sept
R thousand							
1. Administration	152 649	78 995	155 615	102%	157 009	78 822	(50%)
2. Agriculture and Rural Development	256 459	123 022	253 150	99%	298 533	100 450	(66%)
3. Environmental affairs	145 069	66 047	134 933	93%	158 460	65 500	(59%)
Total for programmes	554 177	268 064	543 698	98%	614 002	244 772	(9%)
Current payments	505 924	239 538	493 122	97%	531 957	225 677	(159%)
Compensation of employees	303 632	145 515	291 624	96%	325 143	159 322	(51%)
Goods and Services	202 292	93 919	201 491	100%	206 794	66 343	(68%)
Interest and rent on land		104	7	0%	20	12	(40%)
Transfers and subsidies	39 610	27 158	38 791	98%	57 884	16 740	(221%)
Provinces and municipalities	6 825	1 500	7 325	107%	14 151	5 236	(63%)
Departmental agencies and accounts	7 605	1 600	6 056	80%	15 013	3 269	(1%)
Higher education institutions	2 423	2 306	3 156	130%	2 402	2 306	
Foreign governments & international organisations							
Public corporations & private enterprises	22 432	21 356	21 645	96%	25 883	5 480	(1%)
Non-profit institutions							
Households	325	396	609	187%	435	449	
Payments for capital assets	8 643	1 368	11 760	136%	24 151	2 349	72%
Buildings and other fixed structures	5 906	68	5 838	99%	9 105	1 338	(85%)
Machinery and equipment	2 737	1 300	5 922	2 %	14 676	1 011	(93%)
Heritage assets							
Specialised military assets							
Biological assets							
Land and sub-soil assets							
Software and other intangible assets					370		(100%)
Payments for financial assets			25		10	6	(40%)
Total economic payments	554 177	268 064	543 698	98%	614 002	244 772	(9%)

Expenditure trends for 2013/14

Programme 1: Administration

This programme spent 99.4 per cent of its allocated budget for the 2013/14 financial year. The underspending was for compensation of employees due to the late filling of the posts.

Programme 2: Agriculture and Rural Development

This programme spent 99.9 per cent of its allocated budget. An amount of R281 000 was not spent on payment for capital assets. The money was committed but the expenditure could not be realized at the end of the 2013/14 financial year.

Programme 3: Environmental Affairs

This programme spent 98.5 per cent of its allocated budget. An amount of R2.1 million was not spent under the compensation of employees budget. The under-spending can be attributed to vacancies not filled during the financial year

Expenditure trends for the first half of 2014/15**Programme 1: Administration**

The programme spent 50 per cent of its adjusted budget. The total expenditure for the first six months of the financial year amounts to R79 million which is parallel to the expenditure trend observed in the previous financial year. The programme also incurred incidental cost such as leave gratuity payment to ex-employees. The total amount of R1.4 million under departmental agencies and accounts expenditure relates to skills development transferred to SETA's. The expenditure on capital assets amounts to R844 000 as at the end of September 2014 which emanates from the payments of machinery and equipment, capital assets has increased in comparison to the previous financial year.

Programme 2: Agriculture and Rural Development

The programme spent R100 million which is 66 per cent of the adjusted budget for 2014/15. The programme demonstrates a slow spending rate due to delays in the tender process to advertised project link for the conditional grant.

Delays in implementation of Agricultural projects relating to conditional grants, farm infrastructure, household food security and agro processing also emanate from inadequate engineering skills.

Transfers to institutions amounts to R16.7 million for the first six months of the current financial year which presents 38 per cent less than the comparative figure in the previous financial year. Expenditure under provinces and municipalities were transferred to Merafong for Agri-youth Programme and alien vegetation eradication project, Sedibeng and West rand for maintenance of mechanization inputs. Departmental agencies and accounts expenditure relates to Wetlands rehabilitation transferred to South African National Botanic Institute (SANBI). A total of R5.4 million was transferred to the Rand Water Foundation under public corporations and private enterprises and also to the Rand Water Foundation relating Bamba and Wonga Manzi, and Integrated EPWP Incentive grant for the continuation alien plants removal project thus impacting on job creation.

Programme 3: Environmental Affairs

The total expenditure under the programme is R66 million or 40 per cent of the adjusted programme budget for 2014/15. The expenditure is linked to the Biodiversity Management Programme which manages six Nature Reserves in Gauteng assessments. The expenditure under travel and subsistence links to the implementation of Environmental Impact Assessments which is also a cost driver due to the escalated fuel tariffs.

6. Departmental receipts**TABLE 11.9: DEPARTMENTAL RECEIPTS**

Department	2013/14				2014/15		
	Audited Outcome				Actual Receipts		
	Adjusted appropriation	April 2013 - Sep 2014	April 2013 - Mar 2014	April 2013 - March 2014 as a % of adjusted appropriation	Adjusted appropriation	Apr 2014-Sep 2014	% Change 13/14-14/15 Apr-Sept
R thousand							
Tax receipts							
Casino taxes							
Horse racing taxes							
Liquor licences							
Motor vehicle licences							
Sales of goods and services other than capital assets	850	373	743	87%	1 421	896	140%
Of which Health patient fees							
Transfers received							
Fines, penalties and forfeits							
Interest, dividends and rent on land	40			3%	42		
Sales of capital assets							

Department	2013/14				2014/15		
	Audited Outcome				Actual Receipts		
	Adjusted appropriation	April 2013 - Sep 2014	April 2013 - Mar 2014	April 2013 - March 2014 as a % of adjusted appropriation	Adjusted appropriation	Apr 2014-Sep 2014	% Change 13/14-14/15 Apr-Sept
R thousand							
Financial transactions in assets and liabilities	500	128	287	57%		51	(60%)
Total receipts	1 390	501	1 030	147%	1 463	947	80%

Revenue trends for the first half of the 2014/15 financial year

During the 2013/14 financial year, the department budgeted to collect R1.4 million in revenue from parking fees, access cards and interest on outstanding debt. In the first six months of the current financial year, the department collected R947 000 which accounts for 65 per cent of the total budgeted revenue collection for the 2014/15 financial year.

Revenue collection is on sale of goods and services, staff parking, staff accommodation collection remains more or less constant from one month to the next.

The National Minister of Environmental Affairs signed a new legislation for charging fees for considering and processing of applications for Environmental authorities which came into effect from 01 April 2014. Hence the introduction of the new line item Environmental Authorisation application fees, to date the department collected R518 000.

7. Changes to transfers and subsidies, conditional grants and infrastructure

7.1 Changes to transfers and subsidies

TABLE 11.10: CHANGES TO TRANSFERS AND SUBSIDIES

R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
Programme 1	1 195				224				224	1 419
Departmental agencies and accounts	984									984
Households	211				224				224	435
Programme 2	37 281				9 127		7 177		16 304	53 585
Provinces and municipalities	8 694						2 577		2 577	11 271
Departmental agencies and accounts	2 902				6 527		4 600		11 127	14 029
Higher education institutions	2 402									2 402
Public corporations and private enterprises	23 283				2 600				2 600	25 883
Programme 3							2 880		2 880	2 880
Provinces and municipalities							2 880		2 880	2 880
Total changes in transfer and subsidies	38 476				9 351		10 057		19 408	57 884

An amount of R6.5 million under departmental agencies will be transferred to Agricultural Research Council for training of farmers, Disease Diagnostic Services and Research Agenda projects. An amount of R2.6 million under public corporations and private enterprises will be transferred to the Rand Water Foundation to establish agro processing infrastructure projects.

An additional amount of R7.1 million sourced from Land Bank, R3.1 million will be transferred to Industrial Development Corporation for Nguni cattle and R1.5 million will be transferred to Agricultural Research Council

for training of farmers. Under provinces and municipalities, R1 million to Mogale city for completion of the Tarlton Agri park ,R1.5 million to Merafong for Agri youth programme, R2.8 million to West Rand, Sedibeng and Lesedi for Waste reclaiming infrastructure.

7.2 Changes to conditional grants

No changes to conditional grants

7.3 Changes to Infrastructure

TABLE 11.11: CHANGES TO INFRASTRUCTURE

R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
New infrastructure assets	108				490				490	598
Existing Infrastructure assets	19 346	(6 000)			(490)				(6 490)	12 856
Upgrading and additions	11 792	(6 000)			(2 770)				(8 770)	3 022
Rehabilitation, renovation and refurbishment	4 350				1 135				1 135	5 485
Maintenance and repair	3 204				1 145				1 145	4 349
Infrastructure transfers										
Current										
Capital										
Capital infrastructure	16 250	(6 000)			(1 145)				(7 145)	9 105
Current infrastructure	3 204				1 145				1 145	4 349
Total changes to infrastructure	19 454	(6 000)							(6 000)	13 454

Surrenders: R6 million

An amount of R6 million will be surrendered to the PRF for capital infrastructure projects at Suikerbosrand Nature Reserve-Booster pump for Northern Water line due to the project not being ready for implementation. Amount has been reduced under Building and other fixed structures

Virements and shifts

Re-alignment of budget allocated to the department for upgrading, renovations and maintenance of existing infrastructure at the reserves and the implementation of new construction at Temba for veterinary clinic.

The 2014/15 Infrastructure allocation is intended to address new projects, upgrading and additions, rehabilitation and refurbishments and maintenance of existing infrastructure. The programmes are for the six Nature Reserves and implementation of the Southern and Northern Water line and booster pump capital projects in the Suikerbosrand Nature Reserve.