

VOTE 04**DEPARTMENT OF AGRICULTURE****Adjusted budget summary:****Adjusted budget summary**

2014/15				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 602 228	1 605 128	(23 570)	26 470
<i>of which:</i>				
Current payments	1 369 766	1 346 196	(23 570)	-
Transfers and Subsidies	159 894	161 727	-	1 833
Payments for Capital Assets	72 568	97 205	-	24 637
Direct charge against the Provincial Revenue Fund	1 735	1 735	-	-
Executive authority	MEC for Agriculture			
Accounting officer	Deputy Director General			

Aim

To contribute to the economic growth of the province through sustainable agricultural sector and food security programmes for better life for all.

Adjusted Estimates of Departmental Expenditure 2014/2015

Table 4.1: Adjusted estimates

Table 4.1: Adjusted estimates									
		2014/15							
		Adjustments appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme									
1. Administration	298 691	-	-	(61)	-	-	-	(61)	298 630
2. Sustainable Resource Management	104 420	-	-	(8 747)	-	-	-	(8 747)	95 673
3. Farmer Support and Development	957 935	2 900	-	23 660	-	-	-	26 560	984 495
4. Veterinary Services	47 115	-	-	184	-	-	-	184	47 299
5. Technology Research and Development	54 808	-	-	(4 500)	-	-	-	(4 500)	50 308
6. Agricultural Economics	25 245	-	-	(2 000)	-	-	-	(2 000)	23 245
7. Structured Agricultural Training	104 042	-	-	(8 036)	-	-	-	(8 036)	96 006
8. Rural Development Co-ordination	8 237	-	-	(500)	-	-	-	(500)	7 737
Subtotal	1 600 493	2 900	-	-	-	-	-	2 900	1 603 393
Fund									
Statutory	1 735	-	-	-	-	-	-	-	1 735
Total	1 602 228	2 900	-	-	-	-	-	2 900	1 605 128
Economic classification.									
Current Payments	1 369 766	-	-	(23 570)	-	-	-	(23 570)	1 346 196
Compensation of employees	1 015 759	-	-	-	-	-	-	-	1 015 759
Goods and services	354 007	-	-	(23 570)	-	-	-	(23 570)	330 437
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	159 894	-	-	1 833	-	-	-	1 833	161 727
Provinces and municipalities	376	-	-	20	-	-	-	20	396
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	159 518	-	-	1 813	-	-	-	1 813	161 331
Payment for capital assets	72 568	2 900	-	21 737	-	-	-	24 637	97 205
Building and other fixed structures	55 761	-	-	(506)	-	-	-	(506)	55 255
Machinery and equipment	13 743	2 900	-	22 688	-	-	-	25 588	39 331
Biological assets	54	-	-	-	-	-	-	-	54
Software and other intangible assets	3 010	-	-	(445)	-	-	-	(445)	2 565
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 602 228	2 900	-	-	-	-	-	2 900	1 605 128

Significant narrations

The department's Compensation of Employees is affected by resolutions pertaining to OSD, ITCA and upgrading of post levels. The backlogs on these obligations are being addressed through reprioritisation of the Compensation of Employees budget. The department resolved that, all affected salary scales must be aligned in accordance with relevant mandates, within the 2014/15 financial year. However, the backlogs are to be settled retrospectively from 2007/08 financial year. These will be addressed over the MTEF as Provincial Treasury has indicated that, no additional funding will be received. To achieve several reprioritisations, some positions will be merged when vacated through retirements and/or resignations.

The Makhado Office building project requires R15.0 million for the remainder of the financial year. The department reprioritised other projects from Equitable Share and shifted the funds thereof to cater for the office building.

The Fetsa Tlala programme remains a priority for the department. As a result of the enormous challenges experienced with the management of departmental tractors (tractors implementing Fetsa Tlala programme), a Management Company tender will be awarded.

Programme 1: Administration

Table 4.1.1: Adjusted estimates

Administration		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Office of the MEC	10 631	-	-	500	-	-	-	500	11 131
2. Senior Management	11 777	-	-	138	-	-	-	138	11 915
3. Communication Services	9 042	-	-	-	-	-	-	-	9 042
4. Corporate Services	138 242	-	-	2 260	-	-	-	2 260	140 502
5. Financial Management	130 734	-	-	(2 959)	-	-	-	(2 959)	127 775
Total	300 426	-	-	(61)	-	-	-	(61)	300 365
Economic classification.									
Current Payments	288 856	-	-	(13 482)	-	-	-	(13 482)	275 374
Compensation of employees	204 308	-	-	1 050	-	-	-	1 050	205 358
Goods and services	84 548	-	-	(14 532)	-	-	-	(14 532)	70 016
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	2 933	-	-	(90)	-	-	-	(90)	2 843
Provinces and municipalities	179	-	-	-	-	-	-	-	179
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	2 754	-	-	(90)	-	-	-	(90)	2 664
Payment for capital assets	8 637	-	-	13 511	-	-	-	13 511	22 148
Buildings and other fixed structures	1 132	-	-	-	-	-	-	-	1 132
Machinery and equipment	4 778	-	-	13 956	-	-	-	13 956	18 734
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	2 727	-	-	(445)	-	-	-	(445)	2 282
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	300 426	-	-	(61)	-	-	-	(61)	300 365

The programme decreased its allocation by R0.061 million as a result of:

- Security services will be shifted to Programme 3 due to the fact that most expenditure emanates from the District offices.
- Finance and Operating Leases are shifted to CAPEX as directed by BAS accounting frameworks.
- Bursaries for external students (non-state employees) were shifted to Transfers and Subsidies.

Programme 2: Sustainable Resource Management

Table 4.1.2: Adjusted estimates

Sustainable Resource Management		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Engineering Services	47 494	-	-	(8 077)	-	-	-	(8 077)	39 417
2. Land Care	40 560	-	-	(670)	-	-	-	(670)	39 890
3. Disaster Risk Management	16 366	-	-	-	-	-	-	-	16 366
Total	104 420	-	-	(8 747)	-	-	-	(8 747)	95 673
Economic classification.									
Current Payments	70 053	-	-	-	-	-	-	-	70 053
Compensation of employees	36 298	-	-	670	-	-	-	670	36 968
Goods and services	33 755	-	-	(670)	-	-	-	(670)	33 085
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	15 040	-	-	-	-	-	-	-	15 040
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	15 040	-	-	-	-	-	-	-	15 040
Payment for capital assets	19 327	-	-	(8 747)	-	-	-	(8 747)	10 580
Buildings and other fixed structures	15 249	-	-	(8 550)	-	-	-	(8 550)	6 699
Machinery and equipment	3 795	-	-	(197)	-	-	-	(197)	3 598
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	283	-	-	-	-	-	-	-	283
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	104 420	-	-	(8 747)	-	-	-	(8 747)	95 673

The department decreased the allocation for the Programme by R8.7 million:

- The allocation for stationery is shifted to other Programmes to cater for the over expenditure on stationery items.
- Due to reprioritisation, RESIS projects have surrendered R8.0 million to Programme 3 for the Makhado Office building.

Programme 3: Farmer Support and Development

Table 4.1.3: Adjusted estimates

Farmer Support and Development		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Farmer Settlement and Development	243 933	-	-	-	-	-	-	-	243 933
2. Extension and Advisory Services	707 944	2 900	-	23 660	-	-	-	26 560	734 504
3. Food Security	6 058	-	-	-	-	-	-	-	6 058
Total	957 935	2 900	-	23 660	-	-	-	26 560	984 495
Economic classification.									
Current Payments	791 427	-	-	(1 287)	-	-	-	(1 287)	790 140
Compensation of employees	613 266	-	-	3 280	-	-	-	3 280	616 546
Goods and services	178 161	-	-	(4 567)	-	-	-	(4 567)	173 594
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	140 603	-	-	650	-	-	-	650	141 253
Provinces and municipalities	177	-	-	-	-	-	-	-	177
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	140 426	-	-	650	-	-	-	650	141 076
Payment for capital assets	25 905	2 900	-	24 297	-	-	-	27 197	53 102
Buildings and other fixed structures	22 769	-	-	15 000	-	-	-	15 000	37 769
Machinery and equipment	3 136	2 900	-	9 297	-	-	-	12 197	15 333
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	957 935	2 900	-	23 660	-	-	-	26 560	984 495

A total amount of R 26.5 million has been allocated for the following:

- Implementation of OSD and ITCA resolutions as most core positions are attached to it.
- Implementation of CASP and Fetsa Tlala projects
- R15.0 million for Makhado Office Building
- Reallocation Security Services, Transactions Cost for State Vehicle and Leases allocations from Programme 1.
- The Letsema Conditional Grant will assist in the implementation of the Fetsa Tlala programme by funding the appointment of a Management Company to supervise and manage government tractors. This will minimise the ever-challenging delays on achieving the target of 90 000 hectares of land to be ploughed.
- Curb the overheating spending on Leave Gratuity and Injury on Duty (Households)
- R1.1 million from Goods & Services to be taken to Machinery and Equipment for CASP Conditional Grant for audio visual equipment
- R3.3 million from Goods & Services to Building & other Fix structures for network cabling

Programme 4: Veterinary Services

Table 4.1.4: Adjusted estimates

Veterinary Services		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Animal Health	24 848	-	-	484	-	-	-	484	25 332
2. Veterinary Public Health	7 244	-	-	-	-	-	-	-	7 244
3. Veterinary Laboratory Services	15 023	-	-	(300)	-	-	-	(300)	14 723
Total	47 115	-	-	184	-	-	-	184	47 299
Economic classification.									
Current Payments	46 670	-	-	284	-	-	-	284	46 954
Compensation of employees	34 010	-	-	-	-	-	-	-	34 010
Goods and services	12 660	-	-	284	-	-	-	284	12 944
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	7	-	-	-	-	-	-	-	7
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	7	-	-	-	-	-	-	-	7
Payment for capital assets	438	-	-	(100)	-	-	-	(100)	338
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	438	-	-	(100)	-	-	-	(100)	338
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	47 115	-	-	184	-	-	-	184	47 299

- An increase of R0.184 million is allocated to cater for animal medicine and vaccination

Programme 5: Research and Technology and Development

Table 4.1.5: Adjusted estimates

Research and Technology Development Services		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
Research	54 808	-	-	(4 500)	-	-	-	(4 500)	50 308
Total	54 808	-	-	(4 500)	-	-	-	(4 500)	50 308
Economic classification.									
Current Payments	54 004	-	-	(4 500)	-	-	-	(4 500)	49 504
Compensation of employees	45 881	-	-	(5 000)	-	-	-	(5 000)	40 881
Goods and services	8 123	-	-	500	-	-	-	500	8 623
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	85	-	-	-	-	-	-	-	85
Provinces and municipalities	20	-	-	-	-	-	-	-	20
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	65	-	-	-	-	-	-	-	65
Payment for capital assets	719	-	-	-	-	-	-	-	719
Buildings and other fixed structures	167	-	-	-	-	-	-	-	167
Machinery and equipment	498	-	-	-	-	-	-	-	498
Biological assets	54	-	-	-	-	-	-	-	54
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	54 808	-	-	(4 500)	-	-	-	(4 500)	50 308

- The programme decreased by R4.5 million to curb projected overspending on compensation of employee on programme one (1) and three (3).

Programme 6: Agricultural Economics

Table 4.1.6: Adjusted estimates

Agricultural Economics		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Agribusiness Support and Development	18 659	-	-	(2 000)	-	-	-	(2 000)	16 659
2. Macroeconomics Support	6 586	-	-	-	-	-	-	-	6 586
Total	25 245	-	-	(2 000)	-	-	-	(2 000)	23 245
Economic classification.									
Current Payments	25 245	-	-	(3 085)	-	-	-	(3 085)	22 160
Compensation of employees	19 858	-	-	(2 000)	-	-	-	(2 000)	17 858
Goods and services	5 387	-	-	(1 085)	-	-	-	(1 085)	4 302
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	-	-	-	1 053	-	-	-	1 053	1 053
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	1 053	-	-	-	1 053	1 053
Payment for capital assets	-	-	-	32	-	-	-	32	32
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	32	-	-	-	32	32
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	25 245	-	-	(2 000)	-	-	-	(2 000)	23 245

- The decrease of R2.0 million is to curb projected overspending on compensation of employees on programme seven (7) and eight (8).

Programme 7: Structured Agricultural Training

Table 4.1.7: Adjusted estimates

Structured Agricultural Training		2014/15							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
Further Education and Training(FET)	104 042	-	-	(8 036)	-	-	-	(8 036)	96 006
Total	104 042	-	-	(8 036)	-	-	-	(8 036)	96 006
Economic classification.									
Current Payments	85 274	-	-	(1 000)	-	-	-	(1 000)	84 274
Compensation of employees	58 279	-	-	1 000	-	-	-	1 000	59 279
Goods and services	26 995	-	-	(2 000)	-	-	-	(2 000)	24 995
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	1 226	-	-	220	-	-	-	220	1 446
Provinces and municipalities	-	-	-	20	-	-	-	20	20
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	1 226	-	-	200	-	-	-	200	1 426
Payment for capital assets	17 542	-	-	(7 256)	-	-	-	(7 256)	10 286
Buildings and other fixed structures	16 444	-	-	(6 956)	-	-	-	(6 956)	9 488
Machinery and equipment	1 098	-	-	(300)	-	-	-	(300)	798
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	104 042	-	-	(8 036)	-	-	-	(8 036)	96 006

An amount of R8.0 million is decreased from this programme to programme three (3) to cater for the following:

- Security Services (R1.1 million).
- Makhado Office Building project will by (R6.9 million)

Programme 8: Rural Development Coordination

Table 4.1.8: Adjusted estimates

Rural Development Coordination		2014/15							Adjusted appropriation
R thousand	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
Development Planning	8 237	-	-	(500)	-	-	-	(500)	7 737
Total	8 237	-	-	(500)	-	-	-	(500)	7 737
Economic classification.									
Current Payments	8 237	-	-	(500)	-	-	-	(500)	7 737
Compensation of employees	3 859	-	-	1 000	-	-	-	1 000	4 859
Goods and services	4 378	-	-	(1 500)	-	-	-	(1 500)	2 878
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	8 237	-	-	(500)	-	-	-	(500)	7 737

- R1.0 million has been allocated for Compensation of Employees to defray projected over expenditure.
- R0.50 million reduced to for cater for leave gratuities in programme three (3).

Other Adjustments

- The department has identified a budget pressure R30.0 million in Compensation of Employees to cater for the backlog of OSD, ITCA and levels re-grading .Due to economic distress in the province department has resolved to reprioritise and fund this obligation within the current allocation.
- The funds will however not be adequate to cater for all obligations and the plan is to continue fund them over the MTEF hence any provision of additional funds from the Treasury would assist in dealing with these matters quicker.

Direct charge against Provincial Revenue Fund – R1. 735 million

- An amount of R1.735 million is for the MEC's Statutory Payments.

Expenditure 2013/14 and preliminary expenditure 2014/15

Table 4.3: Expenditure trends

R thousand	2013/14					2014/15		
	Expenditure outcome					Preliminary outcome		
	Adjusted appropriation	Apr 2013- Sept 2013	13 % of adjusted	Apr 2013- Mar 2014	% of adjusted appropriation	Adjusted appropriation	Apr 2014- Sept 2014	14 % of adjusted
Programme								
1. Administration	296 340	142 743	48.2%	286 182	96.6%	300 365	148 139	49.3%
2. Sustainable Resource Management	105 088	35 228	33.5%	93 372	88.9%	95 673	41 629	43.5%
3. Farmer Support and Development	946 802	427 526	45.2%	948 703	100.2%	984 495	403 475	41.0%
4. Veterinary Services	43 179	17 974	41.6%	39 087	90.5%	47 299	19 882	42.0%
5. Technology Research and Development	51 201	20 718	40.5%	42 410	82.8%	50 308	21 301	42.3%
6. Agricultural Economics	24 041	7 604	31.6%	24 831	103.3%	23 245	7 995	34.4%
7. Structured Agricultural Training	99 993	39 177	39.2%	88 052	88.1%	96 006	44 593	46.4%
8. Rural Development Coordination	6 974	4 387	62.9%	7 738	111.0%	7 737	2 466	31.9%
Total	1 573 618	695 357	44.2%	1 530 375	97.3%	1 605 128	689 480	43.0%
Economic classification								
Current payments	1 307 629	619 181	47.4%	1 262 828	96.6%	1 346 196	617 228	45.8%
Compensation of employees	961 760	467 825	48.6%	938 192	97.5%	1 015 759	481 291	47.4%
Goods and services	345 869	151 356	43.8%	324 636	93.9%	330 437	135 937	41.1%
Interest and rent on land	-	-	-	-	-	-	-	-
Transfer and subsidies to:	200 637	58 015	28.9%	218 269	108.8%	161 727	47 279	29.2%
Provinces and municipalities	302	100	33.1%	199	65.9%	396	114	28.8%
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	200 335	57 915	28.9%	218 070	108.9%	161 331	47 165	29.2%
Payments for capital assets	65 352	18 161	27.8%	49 137	75.2%	97 205	24 973	25.7%
Buildings and other fixed structures	50 558	15 755	31.2%	42 029	83.1%	55 255	19 534	35.4%
Machinery and equipments	14 794	2 406	16.3%	7 108	48.0%	39 331	5 439	13.8%
Biological assets	-	-	-	-	-	54	-	-
Softw are & other intangible assets	-	-	-	-	-	2 565	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	141	-	-	-	-
Total	1 573 618	695 357	44.2%	1 530 375	97.3%	1 605 128	689 480	43.0%

Main expenditure trends for the first half of 2014/15

- During the first half of the year 43 percent of the budget had already been spent as compared to 44 percent during the same period last year.
- The late implementation of the projects and the continued implementation of austerity measures contributed to the lower expenditure in the current financial year. However, the department anticipates spending 100 percent of the voted funds as projects are being fast tracked.

Departmental receipts

Table 4.6: Receipts

R thousand	2013/14 Audited outcome					2014/15 Actual receipts			
	Adjusted estimate	Apr 13- Sept 13 % of adjusted estimate		Apr 13- Mar 14 % of adjusted estimate		Budget estimate	Adjusted estimate	Apr 14- Sept 14 % of adjusted estimate	
		Apr 13 - Sept 13	adjusted estimate	Apr 13 - Mar 14	adjusted estimate			Apr 14 - Sept 14	adjusted estimate
Tax receipts									
Sales of goods and services	5 366	1 600	29.8%	3 090	57.6%	5 703	5 163	1 246	24.1%
Interest, dividends and rent on land	80	48	60.0%	93	116.3%	32	82	259	315.9%
Sales of capital assets	1 759		0.0%	280	15.9%	683	1 849	714	38.6%
Financial transactions in assets and liabilities	2 111	1 219	57.7%	1 587	75.2%	2 079	1 403	364	25.9%
Total departmental receipts	9 316	2 867	30.8%	5 050	54.2%	8 497	8 497	2 583	30.4%

- The revenue collection for the department is mainly on sale of o agricultural produce and veterinary services and sale of capital assets.
- The budget of the department remains the same based on poor collection trend and anticipated boarding fees collection from re-opening of two agricultural colleges.

Summary of changes to transfers and subsidies per programme

Table 4.4: Summary of changes to transfers and subsidies per programme.

2014/15									
R thousand	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
1. Administration									
	Provinces and Municipalities	179	-	-	-	-	-	-	179
	Transfers to Households	2 754	-	-	(90)	-	-	(90)	2 664
2. Sustainable Resource Management									
	Households	15 040	-	-	-	-	-	-	15 040
3. Farmer Support and Development									
	Provinces and Municipalities	177	-	-	-	-	-	-	177
	Transfers to Households	140 426	-	-	650	-	-	650	141 076
4. Veterinary Services									
	Households	7	-	-	-	-	-	-	7
5. Technology Research and Development									
	Provinces and Municipalities	20	-	-	-	-	-	-	20
	Transfers to Households	65	-	-	-	-	-	-	65
6. Agricultural Economics									
	Households	-	-	-	1 053	-	-	1 053	1 053
7. Structured Agricultural Training									
	Provinces and municipalities	-	-	-	20	-	-	20	20
	Households	1 226	-	-	200	-	-	200	1 426
Total	159 894	-	-	1 833	-	-	-	1 833	161 727

Summary of changes to conditional grants:

Table 4.5: Summary of changes to conditional grants.

Table 4.5: Summary of changes to conditional grants.									
Programme		2014/15							Adjusted appropriation
		Adjustments appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / Unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
2. Sustainable Resource Management									
	Land Care Grant	10 178	-	-	-	-	-	-	10 178
	EPWP	12 777	-	-	-	-	-	-	12 777
	EPWP social sector	2 263	-	-	-	-	2 263	-	2 263
3. Farmer Support and Development									
	Comprehensive Agricultural Support Programme Gra	225 873	-	-	-	-	-	-	225 873
	Letsima Projects	46 062	-	-	-	-	-	-	46 062
Total		297 153	-	-	-	-	-	-	297 153