

Vote 12

Department of Agriculture, Land Reform and Rural Development

Adjusted Budget Summary

Table 12.1: Adjustment Budget Summary

2016/17			
R thousand	Main appropriation	Adjusted appropriation	(Decrease) / Increase
Amount to be appropriated	552 383	555 205	2 822
<i>of which</i>			-
Current payments	368 594	369 493	899
Transfers and subsidies	43 850	44 072	222
Payments for capital assets	139 939	141 640	1 701
Payments for financial assets	-	-	-
Direct Charge against the Provincial Fund			
Executing Authority	MEC: Agriculture, Land Reform and Rural Development		
Accounting Officer	Deputy Director-General : Agriculture, Land Reform and Rural Development		
Website Address	www.agric.ncape.gov.za		

Aim

The aim of the department is to develop the agricultural sector and contribute to 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.

Changes to programme purposes, objectives and measures

There were no changes to the programme purposes, objectives and measures.

Adjusted Estimates of Provincial Expenditure 2016

Table 12.2: Adjusted Estimate of Provincial Expenditure

2016/17								
Programme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Administration	111 486	86	-	6 159	-	-	6 245	117 731
Sustainable Resource Management	96 832	-	-	(800)	-	-	(800)	96 032
Farmer Support and Development	225 477	2 173	-	(1 700)	-	-	473	225 950
Veterinary Services	46 546	297	-	(1 703)	-	-	(1 406)	45 140
Technology Research and Development Services	48 147	243	-	(1 100)	-	-	(857)	47 290
Agricultural Economics	10 704	-	-	(856)	-	-	(856)	9 848
Rural Development	13 191	23	-	-	-	-	23	13 214
Total	552 383	2 822	-	-	-	-	2 822	555 205
Economic classification	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Current payments	368 594	2 822	-	(1 923)	-	-	899	369 493
Compensation of employees	223 420	-	-	(9 915)	-	-	(9 915)	213 505
Goods and services	145 174	2 822	-	7 992	-	-	10 814	155 988
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to:	43 850	-	-	222	-	-	222	44 072
Provinces and municipalities	-	-	-	12	-	-	12	12
Departmental agencies and accounts	40 900	-	-	-	-	-	-	40 900
Universities and technikons	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	2 950	-	-	210	-	-	210	3 160
Payments for capital assets	139 939	-	-	1 701	-	-	1 701	141 640
Buildings and other fixed structures	125 030	-	-	1 535	-	-	1 535	126 565
Machinery and equipment	14 850	-	-	(2 380)	-	-	(2 380)	12 470
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	59	-	-	2 546	-	-	2 546	2 605
Payments for financial assets	-	-	-	-	-	-	-	-
Total	552 383	2 822	-	-	-	-	2 822	555 205

Rollovers - R2.822 million

The main appropriation of the department has been increased with an amount of R2.822 million relating to conditional grants rollovers of which R1.560 million relates to the Comprehensive Agricultural Support Programme (CASP) Grant and R0.172 million for the Ilima/Letsema Projects Grant and R1.090 million relates to the equitable share rollover for a fleet services payment to the Department of Roads and Public Works (DRPW).

Details of Adjustments to Estimates of Provincial Expenditure 2016

Programme 1: Administration

Table 12.2.1: Programme 1: Administration

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
R thousand								
Office of the MEC	11 313	12		822			834	12 147
Senior Management	21 413	4		811			815	22 228
Corporate Services	43 226	70		3 972			4 042	47 268
Financial Management	25 116			1 039			1 039	26 155
Communication Services	10 418			(485)			(485)	9 933
Total	111 486	86	-	6 159		-	6 245	117 731
Economic classification								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
R thousand								
Current payments	106 492	86	-	6 083		-	6 169	112 661
Compensation of employees	70 220			(1 677)			(1 677)	68 543
Goods and services	36 272	86		7 760			7 846	44 118
Interest and rent on land							-	-
Transfers and subsidies to:	2 950	-	-	76		-	76	3 026
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households	2 950			76			76	3 026
Payments for capital assets	2 044	-	-	-		-	-	2 044
Buildings and other fixed structures							-	-
Machinery and equipment	2 044						-	2 044
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets							-	-
Total	111 486	86	-	6 159		-	6 245	117 731

Rollovers – R0.086 million

An amount of R0.086 million was rolled over from the 2015/16 financial year to the 2016/17 financial year relating to a payment for the white fleet services to DRPW.

Virements and shifts – R6.159 million

A total amount of R6.159 million has been shifted to Administration from other various Programmes in order to defray excess expenditure in this programme, specifically on goods and services.

Funds amounting to R1.677 million have been shifted away from compensation of employees to goods and services and transfers and subsidies to defray excess expenditure within the programme.

Programme 2: Sustainable Resource Management

Table 12.2.2: Programme 2: Sustainable Resource Management

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Engineering Services	7 456			-			-	7 456
Land Care	9 320			-			-	9 320
Land Use Management	16 056			(800)			(800)	15 256
Disaster Risk Management	64 000						-	64 000
Total	96 832	-	-	(800)		-	(800)	96 032
Economic classification	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Current payments	42 204	-	-	(982)		-	(982)	41 222
Compensation of employees	18 849			(1 716)			(1 716)	17 133
Goods and services	23 355			734			734	24 089
Interest and rent on land							-	
Transfers and subsidies to:	-	-	-	16		-	16	16
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households				16			16	16
Payments for capital assets	54 628	-	-	166		-	166	54 794
Buildings and other fixed structures	54 550						-	54 550
Machinery and equipment	78						-	78
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets				166			166	166
Payments for financial assets	-	-	-	-		-	-	-
Total	96 832	-	-	(800)		-	(800)	96 032

Virements and shifts

A total amount of R0.800 million has been shifted from this programme to other Programmes. An amount of R1.716 million was shifted away from compensation of employees to Administration. An amount of R0.734 million has added to goods and services from other programmes.

Programme 3: Farmer Support and Development

Table 12.2.3: Programme 3: Farmer Support and Development

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Farmer Settlement and Development	4 503			-			-	4 503
Extension & Advisory Services	215 406	2 173		(1 500)			673	216 079
Food Security	5 568			(200)			(200)	5 368
Total	225 477	2 173	-	(1 700)		-	473	225 950
Economic classification	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
Current payments	104 591	2 173	-	(1 756)		-	417	105 008
Compensation of employees	45 719			(1 791)			(1 791)	43 928
Goods and services	58 872	2 173		35			2 208	61 080
Interest and rent on land							-	-
Transfers and subsidies to:	38 350	-	-	56		-	56	38 406
Provinces and municipalities				2			2	2
Departmental agencies and accounts	38 350						-	38 350
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households				54			54	54
Payments for capital assets	82 536	-	-	-		-	-	82 536
Buildings and other fixed structures	70 480						-	70 480
Machinery and equipment	12 010			(2 380)			(2 380)	9 630
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets	46			2 380			2 380	2 426
Payments for financial assets							-	-
Total	225 477	2 173	-	(1 700)		-	473	225 950

Rollovers – R2.173 million

An amount of R2.173 million relating to approved conditional grants rollovers for this programme of which R1.560 million relates to the CASP Grant and an amount of R0.172 million relates to Ilima/Letsema Projects Grant.

An amount of R0.441 million relates to equitable share rollovers in respect of payment for the white fleet services to DRPW.

Virements and shifts – R1.700 million

A total amount of R1.700 million has been shifted from the programme to Administration of which an amount of R1.791 million is from compensation of employees to defray excess expenditure in other programmes.

An amount of 0.056 million has been added to transfers and subsidies to defray excess expenditure relating to leave gratuities. An amount of R2.380 million has been shifted within capital payments from machinery and equipment to software and other intangible assets in order to defray excess expenditure relating to IT software that procured.

Programme 4: Veterinary Services

Table 12.2.4: Programme 4: Veterinary Services

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Animal Health	33 741	266		(2 086)			(1 820)	31 921
Export Control	1 612	4		(987)			(983)	629
Veterinary Public Health	5 450	27		-			27	5 477
Veterinary Laboratory Services	5 743			1 370			1 370	7 113
Total	46 546	297	-	(1 703)		-	(1 406)	45 140
Economic classification	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
Current payments	46 204	297	-	(2 717)		-	(2 420)	43 784
Compensation of employees	36 778			(2 775)			(2 775)	34 003
Goods and services	9 426	297		58			355	9 781
Interest and rent on land							-	-
Transfers and subsidies to:	-	-	-	24		-	24	24
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households				24			24	24
Payments for capital assets	342	-	-	990		-	990	1 332
Buildings and other fixed structures				990			990	990
Machinery and equipment	342						-	342
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets							-	-
Total	46 546	297	-	(1 703)		-	(1 406)	45 140

Rollovers – R0.297 million

A total amount of R0.297 million has been added to the programme which relates to equitable share rollovers for payment of white fleet services to DRPW.

Virements and shifts – R1.703 million

A total amount of R1.703 million has been shifted away from the programme to defray excess expenditure in other programmes. A total amount of R2.775 million has been moved away from compensation of employees to alleviate pressures within the programme and in other programmes. An amount of R0.058 million has been added to the goods and services budget while an amount of R0.024 million is added to transfers and subsidies.

Payment of capital assets has been increased with an amount of R0.990 million from other programmes due refurbishment of office accommodation.

Programme 5: Research and Technology Development Services

Table 12.2.5: Programme 5: Research Technology and Development Services

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Research	26 891	166		200			366	27 257
Technology Transfer Services	266	-		-			-	266
Infrastructure Support Services	20 990	77		(1 300)			(1 223)	19 767
Total	48 147	243	-	(1 100)		-	(857)	47 290
Economic classification	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Current payments	45 353	243	-	(1 695)		-	(1 452)	43 901
Compensation of employees	33 890			(1 100)			(1 100)	32 790
Goods and services	11 463	243		(595)			(352)	11 111
Interest and rent on land							-	
Transfers and subsidies to:	2 550	-	-	50		-	50	2 600
Provinces and municipalities				10			10	10
Departmental agencies and accounts	2 550						-	2 550
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households				40			40	40
Payments for capital assets	244	-	-	545		-	545	789
Buildings and other fixed structures				545			545	545
Machinery and equipment	244						-	244
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets							-	-
Total	48 147	243	-	(1 100)		-	(857)	47 290

Rollovers – R0.243 million

A total amount of R0.243 million has been added to the programme's budget in respect of equitable share rollovers related to the payment for the white fleet services.

Virements and shifts – R1.100 million

A total of R1.100 million has been shifted away from this programme to defray excess expenditure on goods and services in Administration.

An amount of R0.595 million has also been shifted within the programme from goods and services to transfers and subsidies including payments for capital to defray excess expenditure in these items.

Programme 6: Agricultural Economics

Table 12.2.6: Programme 6: Agricultural Economics

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Agric-Business Support and Development	3 563			(856)			(856)	2 707
Macroeconomics Support	7 141						-	7 141
Total	10 704	-	-	(856)		-	(856)	9 848
Economic classification	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Current payments	10 559	-	-	(856)		-	(856)	9 703
Compensation of employees	8 492			(856)			(856)	7 636
Goods and services	2 067						-	2 067
Interest and rent on land							-	
Transfers and subsidies to:	-	-	-	-		-	-	-
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households							-	-
Payments for capital assets	145	-	-	-		-	-	145
Buildings and other fixed structures							-	-
Machinery and equipment	132						-	132
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets	13						-	13
Payments for financial assets							-	-
Total	10 704	-	-	(856)		-	(856)	9 848

Virements and shifts – R0.856 million

A total amount of R0.856 million has been shifted from Programme 6 within goods and services to Administration to alleviate pressures on goods and services.

Programme 7: Rural Development Coordination

Table 12.2.7: Programme 7: Rural Development Coordination

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Development Planning	13 191	23					23	13 214
Total	13 191	23	-	-		-	23	13 214
Economic classification	Adjustment appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
Current payments	13 191	23	-	-		-	23	13 214
Compensation of employees	9 472						-	9 472
Goods and services	3 719	23					23	3 742
Interest and rent on land								
Transfers and subsidies to:	-	-	-	-		-	-	-
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households							-	-
Payments for capital assets	-	-	-	-		-	-	-
Buildings and other fixed structures							-	-
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and sub-soil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-		-	-	-
Total	13 191	23	-	-		-	23	13 214

Rollovers – R0.023 million

An amount of R0.023 million has been added to the programme's budget relating to rollovers for payment of the white fleet services.

Virements and shifts

Table 12.3: Virements and shifts within a department

FROM			TO		
Programme by Economic classification	R thousand	Motivation	Programme by Economic classification	R thousand	Motivation
Programme 1:	(3 333)		Programme 1:	9 492	
Current payments	(3 333)		Current payments	9 416	
Compensation of employees	(3 333)		Compensation of employees	856	Virement of funds from Pr6: Compensation of Employees
			Compensation of employees	800	Virement of funds from Pr2: Compensation of Employees
Goods and services			Goods and services	1 500	Virement of funds from Pr3: Compensation of Employees
			Goods and services	1 703	Virement of funds from Pr4: Compensation of Employees
			Goods and services	1 100	Virement of funds from Pr5: Compensation of Employees:
			Goods and services	200	Virement of funds from Pr3: Goods & Services
			Goods and services	3 257	Shiftings within programme
Interest on rent and land			Interest on rent and land		
Transfers and Subsidies			Transfers and Subsidies	76	Shifting of funds within the Programme
Payment for capital assets			Payment for capital assets		
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	-3%		Percentage of programme budget	9%	
Programme 2:	(1 716)		Programme 2:	916	
Current payments	(1 716)		Current payments	734	
Compensation of employees	(800)	Virement of funds to Pr1: Compensation of employees	Compensation of employees		
			Goods and services	734	Shifting of funds within the programme
Compensation of employees	(916)	Shiftings within programme	Goods and services		
Goods and services			Interest on rent and land		
Interest on rent and land			Transfers and Subsidies	16	Shifting of funds within the programme
Transfers and Subsidies			Payment for capital assets	166	Shifting of funds within the programme
Payment for capital assets			Payment for financial assets		
Payment for financial assets					
Percentage of programme budget	-2%		Percentage of programme budget	1%	
Programme 3:	(1 991)		Programme 3:	291	
Current payments	(1 991)		Current payments	235	
Compensation of employees	(291)	Shiftings within programme	Compensation of employees		
Compensation of employees	(1 500)	Virement of funds to Pr1: Goods & services	Goods and services	235	Shifting of funds within programme
Goods and services	(200)	Virement of funds to Pr1: Goods&services	Goods and services		
Interest on rent and land			Interest on rent and land		
Transfers and Subsidies			Transfers and Subsidies	56	Shifting of funds within programme
Payment for capital assets			Payment for capital assets		
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	-1%		Percentage of programme budget	0%	
Programme 4:	(2 775)		Programme 4:	1 072	
Current payments	(2 775)		Current payments	58	
Compensation of employees	(1 703)	Virement of funds to Pr1: Goods & services	Compensation of employees		
Compensation of employees	(1 072)	Shiftings within programme	Goods and services	58	Shifting of funds within programme
Goods and services			Goods and services		
Interest on rent and land			Interest on rent and land		
Transfers and Subsidies			Transfers and Subsidies	24	Shifting of funds within programme
Payment for capital assets			Payment for capital assets	990	Shifting of funds within programme
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	-6%		Percentage of programme budget	2%	
Programme 5:	(1 695)		Programme 5:	595	
Current payments	(1 695)		Current payments	-	
Compensation of employees	(1 100)	Virement of funds to Pr1: Goods & Services	Compensation of employees		
Goods and services	(595)	Shiftings within programme	Goods and services		
Interest on rent and land			Interest on rent and land		
Transfers and Subsidies			Transfers and Subsidies	50	Shifting of funds within programme
Payment for capital assets			Payment for capital assets	545	Shifting of funds within programme
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	-4%		Percentage of programme budget	1%	
Programme 6:	(856)		Programme 6:	-	
Total for Vote	(12 366)		Total for Vote	12 366	

Expenditure for 2015/16 and preliminary expenditure for 2016/17

Table 12.4: Expenditure for 2015/16 and preliminary expenditure for 2016/17

Programme	2015/16					2016/17			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 - percentage of adjusted appropriation	Apr 2015 - Mar 2016	Apr 2015 - Mar 2016 - percentage of adjusted appropriation	Adjusted appropriation	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 - percentage of adjusted appropriation	% change in Expenditure 2015/16 - 2016/17 Apr - Sep
Administration	103 061	54 677	53%	106 424	103%	117 731	65 577	56%	20%
Sustainable Resource Management	96 846	23 078	24%	97 496	101%	96 032	32 492	34%	41%
Farmer Support and Development	246 565	66 042	27%	243 345	99%	225 950	83 388	37%	26%
Veterinary Services	42 445	21 122	50%	42 682	101%	45 140	22 120	49%	5%
Research and Technology Development Services	46 203	19 818	43%	43 065	93%	47 290	22 793	48%	15%
Agricultural Economics	9 911	3 650	37%	8 138	82%	9 848	3 896	40%	7%
Rural Development Coordination	12 916	5 894	46%	12 900	100%	13 214	7 266	55%	23%
Total	557 947	194 281	35%	554 050	99%	555 205	237 532	43%	22%
Economic classification									
Current payments	428 400	151 182	35%	373 026	87%	369 493	184 624	50%	22%
Compensation of employees	198 519	93 720	47%	192 575	97%	213 505	105 892	50%	13%
Goods and services	229 881	57 462	25%	180 429	78%	155 988	78 732	50%	37%
Interest and rent on land	-	-	0%	22	0%	-	-	0%	0%
Transfers and subsidies to:	57 076	17 219	30%	47 016	82%	44 072	18 456	42%	7%
Provinces and municipalities	-	-	0%	54	0%	12	12	100%	
Departmental agencies and accounts	42 550	13 324	31%	30 101	71%	40 900	16 137	39%	21%
Universities and technikons	-	-	0%	-	0%	-	-	0%	0%
Foreign governments and international organisations	-	-	0%	-	0%	-	-	0%	0%
Public corporations and private enterprises	10 400	200	2%	10 415	100%	-	-	0%	
Non-profit institutions	-	100	0%	157	0%	-	-	0%	0%
Households	4 126	3 595	87%	6 289	152%	3 160	2 307	73%	-36%
Payments for capital assets	72 471	25 880	36%	134 007	185%	141 640	34 452	24%	33%
Buildings and other fixed structures	37 862	21 442	57%	109 464	289%	126 565	25 008	20%	17%
Machinery and equipment	34 553	2 462	7%	21 738	63%	12 470	6 159	49%	150%
Heritage assets	-	-	0%	-	0%	-	-	0%	0%
Specialised military assets	-	-	0%	-	0%	-	-	0%	0%
Biological assets	-	-	0%	930	0%	-	439	0%	0%
Land and sub-soil assets	-	-	0%	-	0%	-	-	0%	0%
Software and other intangible assets	56	1 976	3529%	1 875	3348%	2 605	2 846	109%	44%
Payments for capital assets	-	-	0%	1	0%	-	-	0%	0%
Total	557 947	194 281	35%	554 050	99%	555 205	237 532	43%	22%

Main expenditure trends for the first half of 2015/16

The total expenditure in the first six months of the 2016/17 financial year amounts to R237.532 million or 43 percent of the adjusted budget. When compared to the expenditure for the first half of the 2015/16 financial year which amounted to R194.281 million or 35 percent of the adjusted budget of R557.947 million, this represents an increase of R41.515 million or 22 per cent for the same period. This is primarily as a result of the improved spending on conditional grants and the final funds allocated for the flood disaster of 2011.

Programme1: Administration

Total expenditure for the first six month amounts to R65.577 million or 56 percent of the adjusted budget. The expenditure trends show a 20 per cent increase in expenditure when compared to the 2015/16 financial year. The growth in expenditure relates increases in contractual obligations and audit fees.

Programme 2: Sustainable Resource Management

Expenditure trends show that the programme has spent R32.492 million or 34 per cent of the adjusted budget, which indicates an increase of 41 percent when compared to the same period of the previous financial year. This is as a result of improved expenditure of the final allocation of the flood disaster scheme which was suspended in the 2015/16 financial year.

Programme 3: Farmer Support and Development

The expenditure trends show that the programme spent an amount of R83.388 million or 37 per cent of the adjusted budget, which reflects an increase of 26 per cent from 2015/16 financial year to the 2016/17 financial year. This is mainly attributed to improved conditional grant expenditure when compared to the same period of the previous financial year, especially CASP.

Programme 4: Veterinary Services

The programme spent R22.120 million or 49 per cent of the adjustment budget up to end of September 2016 and expenditure trends show a growth in spending of 5 per cent when compared to the same in 2015/16 financial year mainly as a result of disease outbreak and this required additional disease control measures and test to be performed.

Programme 5: Research and Technology Development Services

The programme spent an amount of R22.793 million or 48 per cent of the adjusted budget. The expenditure trends reflect growth of 15 per cent when compared to the same period in the 2015/16 financial year.

Programme 6: Agricultural Economics

The programme spent an amount of R3.896 million or 40 per cent of the allocated budget, which is a slight improvement when compared with the 37 per cent spent for the same period in the year 2015/16.

Programme 7: Rural Development

The mid-term expenditure of the programme amounts to R7.266 million or 55 per cent, which is significantly higher than the comparative period of the previous financial year by 9 percent. This is attributed to the earlier implementation of projects funded from the EPWP Integrated Incentive Grant compared to the previous financial year.

Expenditure trends per economic classification

Current payments

Expenditure on current payments as at 30 September 2016 amounts to R184.624 million. This is 15 percent higher than the expenditure in the same period in the previous financial year and this is as a result of improved conditional grant expenditure and expenditure related for the flood disaster scheme in Programme 2: Sustainable Resource Management. The increase in expenditure of compensation of employees is due to the higher than inflation adjustments on salaries as well as payments related to the Employee Performance Management & Development System (EPMDS) which were paid earlier in 2016/17 than 2015/16.

Transfers and Subsidies

Transfers and subsidies expenditure up to September 2016 amounts to R18.456 million or 42 per cent, which reflects a 12 per cent increase when compared to the same period of the previous financial year. This higher expenditure trend is mainly as a result of the transfers to the National Agriculture Marketing Council (NAMC) for the vineyard development schemes.

Payment for capital assets

Expenditure on payments for capital assets amounts to R34.452 million or 24 per cent, which has decreased by 12 per cent when compared with the 2015/16 financial year expenditure. This is mainly as a result of numerous projects being paid from goods and services rather than capital in the current financial year.

Departmental receipts

Table 12.5: Departmental Receipts

R thousand	Adjusted appropriation	2015/16				2016/17			
		Receipts Outcome				Preliminary Receipts			
		Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 - percentage of adjusted estimate	Apr 2015 - Mar 2016	Apr 2015 - Mar 2016 - percentage of adjusted estimate	Budget estimate	Adjusted estimate	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 - percentage of adjusted estimate
Departmental Receipts	2 055	1 264	62%	2 968	144%	2 165	3 311	2 494	75%
Tax receipts			0%		0%				0%
Sales of goods and services other than capital assets	1 974	1 227	62%	2 820	143%	2 089	2 557	1 762	69%
Transfers received			0%		0%				0%
Fines, penalties and forfeits			0%		0%				0%
Interest, dividends and rent on land	9	9	100%	9	100%	1	4	5	125%
Sales of capital assets			0%		0%		648	648	100%
Financial transactions in assets and liabilities	72	28	39%	139	193%	75	102	79	77%
Total	2 055	1 264	62%	2 968	144%	2 165	3 311	2 494	75%

Main departmental revenue trends for the first half of 2015/16

The department has collected R2.494 million as at the end of the second quarter and has already exceeded the original revenue estimate of the 2016/17 financial year. This is a significant increase when compared to the same period of the previous financial year. Consequently, there is an upward revision of the revenue budget to R3.311 million for the 2016/17 financial year. This upward revision is attributed to the following reasons:

- Sales of goods and services other than capital assets: this revenue collected relates to PERSAL related items such as insurance commissions. The department is projecting to over collect by R0.468 million hence the item has been adjusted.
- Interest, dividend and rent on land: The revenue collected is due to rent on land. The department has already over collected on this item hence an adjustment is made to R0.004 million.
- Sale of capital assets: An over collection of R0.648 million is due to the funds received from the insurance pay out of the MEC's official vehicle.

Financial transaction in financial assets and liabilities: This item is projecting to over collect by an adjusted amount of R0.028 million.

Changes to transfers and subsidies, and conditional grants

Summary of changes to transfers and subsidies per programme

Table 12.6: Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Other adjustments	Total adjustment appropriation	
Economic sphere							
Current	43 850	-	-	222	-	222	44 072
Provinces and municipalities		-	-	12	-	12	12
Departmental agencies and accounts	40 900	-	-	-	-	-	40 900
Universities and technikons		-	-	-	-	-	-
Foreign governments and international organisations		-	-	-	-	-	-
Public corporations and private enterprises		-	-	-	-	-	-
Non-profit institutions		-	-	-	-	-	-
Households	2 950	-	-	210	-	210	3 160
Total	43 850	-	-	222	-	222	44 072

Summary of changes to conditional grants

Table 12.7: Summary of changes to conditional grants: Provinces

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Other adjustments	Total adjustment appropriation	
Programme 2, Sustainable Resource Management						-	-
Land Care Programme Grant: Poverty Relief and Infrastructure Development	9,320					-	9,320
Comprehensive Agriculture Support Programme Grant						-	-
Programme 3, Farmer Support and Development						-	-
Comprehensive Agriculture Support Programme Grant	128,364	1,560				1,560	129,924
Ilima/Letsema Projects Grant	55,050	172				172	55,222
Programme 7, Rural Development Coordination							
Expanded Public Works Programme Incentive Grant	2,000					-	2,000
Total	194,734	1,732	-	-	-	1,732	196,466

Total Rollovers of R1.732 million were approved for the CASP and Ilima/Letsema Grants as reflected in table 12.7.