

# VOTE 3

## Agriculture and Rural Development

Operational budget	R2 424 963 205
MEC remuneration	R 1 977 795
Total amount to be appropriated	R2 426 941 000
Responsible MEC	MEC for Agriculture and Rural Development
Administering department	Agriculture and Rural Development
Accounting officer	Head: Agriculture and Rural Development

### 1. Overview

#### Vision

The vision of the Department of Agriculture and Rural Development (DARD) is: *An inclusive, sustainable and radically transformed agricultural sector that builds thriving communities in balance with nature.*

#### Mission statement

The department's mission is: *To advance sound agricultural practices that stimulate comprehensive economic growth, food security and advancement of rural communities.*

#### Strategic objectives

**Strategic policy direction:** The department's strategic direction is biased toward food security at subsistence and household level, thereby addressing poverty, inequality and unemployment.

The department has set the following goals and strategic objectives in order to achieve this:

- **Corporate governance and integrated service delivery:** Provision of sound and transparent corporate and financial management systems.
- **Develop and promote the agricultural potential in KZN:** Promotion of optimal agricultural production for improved economic development and job creation.
- **Sustainable natural environmental management:** Promotion of natural resource conservation for improved agricultural production.
- **Promote sustainable rural livelihoods:** Improve access to services in rural areas through co-ordination.

#### Core functions

The core functions of the department are as follows:

- Food security
- Farmer development
- Veterinary services
- Rural development
- Governance

#### Legislative mandate

The core functions are governed by various Acts and regulations, falling under the following categories:

***Transversal legislation***

- Constitution of the Republic of South Africa (Act No. 108 of 1996)
- Public Finance Management Act (Act No. 1 of 1999, as amended) and Treasury Regulations
- KZN Provincial SCM Policy Framework of 2006
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)
- Companies Act (Act No. 61 of 1973)
- Public Service Act (Act No. 109 of 1994, as amended) and Public Service Regulations of 2001
- Labour Relations Act (Act No. 66 of 1995)
- Basic Conditions of Employment Act (Act No. 75 of 1997)
- Skills Development Act (Act No. 97 of 1998)
- Promotion of Access to Information Act (Act No. 2 of 2000)
- Promotion of Administrative Justice Act (Act No. 3 of 2000)
- Occupational Health and Safety Act (Act No. 85 of 1993)
- Compensation for Occupational Injuries and Diseases Act (Act No. 130 of 1993)
- Annual Division of Revenue Act
- Employment Equity Act (Act No. 55 of 1998)
- Public Service Commission Act (Act No. 65 of 1984)
- Intergovernmental Relations Framework Act (Act No. 13 of 2005)

***Agriculture and rural development legislation***

- Conservation of Agricultural Resources Act (Act No. 43 of 1983)
- Marketing of Agricultural Products Act (Act No. 47 of 1996)
- Subdivision of Agricultural Land Act (Act No. 10 of 1970)
- Plant Improvement Act (Act No. 53 of 1976)
- Agricultural Pests Act (Act No. 36 of 1983)
- Agriculture Law Extension Act (Act No. 87 of 1996)
- National Veld and Forest Fire Act (Act No. 101 of 1998)
- Veterinary and Para-Veterinary Professions Act (Act No. 19 of 1982)
- Livestock Brands Act (Act No. 87 of 1962)
- Livestock Improvement Act (Act No. 25 of 1977)
- Meat Safety Act (Act No. 40 of 2000) (Replacing Abattoir and Co-operation Act)
- Animal Diseases Act (Act No. 35 of 1984)
- Water Services Act (Act No. 108 of 1997)
- Marketing of Agricultural Products Act (Act No. 47 of 1996)
- Agricultural Pests Act (Act No. 36 of 1983)
- Agricultural Research Act (Act No. 86 1990)
- Agricultural Products Standards Act (Act No. 119 of 1990)
- Agricultural Produce Agents Act (Act No. 12 of 1992)
- Agricultural Development Fund Act (Act No. 175 of 1993)
- Perishable Product Export Control Act (Act No. 9 of 1983)
- Fertilizers, Farm Feeds, Agricultural Remedies and Stock Remedies Act (Act No. 36 of 1947)
- Agricultural Credit Act (Act No. 28 of 1966)
- Fencing Act (Act No. 31 of 1963)
- Marketing Act (Act No. 59 of 1958)
- Plant Breeders Rights Act (Act No. 15 of 1976)
- Agricultural Debt Management Act (Act No. 45 of 2001)

- Soil User Planning Ordinance (Ordinance No. 15 of 1985)
- Genetically Modified Organisms Act (Act No. 15 of 1997)
- Hazardous Substances Act (Act No. 63 of 1973)
- Construction Industry Development Board Act (Act No. 38 of 2000)
- Environment Conservation Act (Act No. 73 of 1989)
- Environmental Conservation Amendment Act (Act No. 50 of 2003)
- Municipal Systems Act (Act No. 32 of 2000)
- South African Medicines and Medical Devices Regulatory Authority Act (Act No. 32 of 1998)
- Further Education and Training Act (Act No. 98 of 1998)
- Higher Education Act (Act No. 101 of 1997)
- National Qualifications Act (Act No. 67 of 2008)
- International Animal Health Code of World Organisation for Animal Health (OIE-Office International des Epizooties)
- International Code for Laboratory Diagnostic Procedure for Animal Diseases of World Organisation for Animal Health
- The Sanitary and Phyto-sanitary Agreement of the World Trade Organisation (WTO)
- Spatial Planning and Land Use Management White Paper 2001
- Land Redistribution Policy for Agricultural Development

## **2. Review of the 2018/19 financial year**

Section 2 provides a review of 2018/19, outlining the main achievements and progress made by the department during the year, as well as providing a brief discussion on challenges and new developments.

### ***Administration***

The review and alignment of the organisational structure was completed and is now in line with the strategic objectives of the department. Discussions are being held with the OTP before engagement with the DPSA for approval of this structure. The entire process is planned to be completed in May 2019.

The proposed structure includes the re-introduction of directorates to oversee food security, youth, women and people living with disability. While the existing structure makes provision for a branch for Rural Development, due to lack of funding, this branch is integrated within the agricultural branch in the new structure, to ensure a reasonable allocation of funding, as well as to ensure equity in providing client services. Two branches are thus provided for within Agriculture, one to render implementation services, while the other is concerned with operational support, resulting in a reconfigured Rural Development and Sectoral Services component at chief directorate level. It is noted that the budget structure of the department will not be changed at this stage and there will continue to be two separate budget programmes for Agriculture and for Rural Development.

Furthermore, the structure extends the span of control within the Chief Directorate: Agricultural Services by introducing a second chief directorate, to oversee the northern and southern districts. In addition, a directorate to manage risk and integrity within the department was created and will be reporting directly to the HOD. To ensure work improvement and standardisation within the department, a number of internal control measures were introduced along with the development of standard operating procedures and processes. All the core functions of the department have been process mapped (inclusive of standardising operating procedures) and approved by the HOD, and the standard operating procedures are in the process of implementation.

### ***Agriculture***

#### ***Food security and nutrition programme:***

KZN embarked on a nutritious food security programme that promotes multi-season planting, where the focus is no longer only on maize and bean production. This intervention includes one-home-one-garden,

community gardens, one-hectare-one-household, institution gardens, one-household-one-fruit-tree (or more), indigenous goats, indigenous chickens, as well as mushrooms.

*Mechanisation programme:*

DARD finalised a procurement process to establish a panel of mechanisation service providers that consists of B-BBEE Level 1 contributing companies for a period of 24 months, which commenced in November 2018. Each district will have a dedicated number of service providers to expand the service among the rural communities, including to household and subsistence farmers. The lease agreement for tractors and agricultural implements for the Communal Estates was extended to the end of 2018/19.

*Infrastructure development:*

The implementation of infrastructure projects comprising nurseries, grazing camps, dams, boreholes, irrigation schemes, diptanks, poultry houses, piggeries, etc. was slower than planned as the department's SCM unit's capacity was stretched with the high volume of bids advertised and high number of responses thereto. In addition, priority was given to finalising the tender processes that established contracts for the supply of fertiliser and panels of service providers for the supply and delivery of seeds and seedlings. The establishment of a panel of service providers for the supply and delivery of fencing, as well as the supply, delivery and installation of fencing will be finalised in the last quarter of 2018/19. The establishment of these various contracts and panels will streamline procurement during the ensuing year. These panels are appointed for a period of 24 months. Most of the infrastructure projects were funded through the Comprehensive Agricultural Support Programme (CASP) grant. These facilities assisted smallholder farmers to increase productivity and move up the ladder toward commercial farming.

*Extension and advisory services:*

The department was unable to finalise the procurement of a service provider to render the hardware and support services for the digi-pen software due to the bid price being higher than budgeted. The recording of digital information was therefore not achieved which limited the manner in which the department was able to share its knowledge and also record its achievements. The digi-pen software is budgeted for and will be procured in 2019/20.

*Research and technology development:*

The department's research unit invests in a needs-driven research and technology development programme to provide solutions to problems and constraints in the agriculture sector and to offer new and innovative technologies that ensure sustainable agricultural production in KZN. In terms of Agricultural Risk and Disaster Management Relief Schemes, no specific interventions were required, apart from the allocation of R9.850 million from National Treasury for drought assistance that was added to the Land Care Programme Grant: Poverty Relief and Infrastructure Development (henceforth called Land Care grant) during the Adjustments Estimate to be utilised on land care projects, such as the management of grazing land, alien species control, fencing, etc. The department is finalising the terms of reference for the study on the Status of Agriculture in the Province. The tender process to hire a service provider to undertake this study is expected to start in the fourth quarter of 2018/19. The aim of the study is to establish baseline data of farmers, crops, livestock, etc. in agriculture in the province. This is an initiative of the department but it also addresses a Cabinet *Lekgotla* resolution in this regard.

***Rural development***

The Rural Development branch was severely affected by a vacancy rate of between 72 – 100 per cent per directorate, with two critical posts on the list approved for filling in November 2018 and these are at recruitment stage. The other vacancies are not on the approved list, as they are not funded following the budget cuts in 2016/17. The focus of the branch was to consolidate its programmes to best accommodate the available resources and implement achievable targets. Critical posts were identified, however, due to the incorporation of Rural Development as a chief directorate under Agriculture, no posts were approved for recruitment. The incorporation is in terms of the new structure and is due to lack of funding, as mentioned.

Focus was on the promotion of the Unemployed Agriculture Graduates Youth Programme (UAGYP), where 160 unemployed graduates were placed on identified farms for a period of two years. This included a process of consultation, interviews and best placement for the graduates.

The KZN Rural Development co-ordinating mechanism was effected through formal inter-governmental structures that include the KZN Inter-departmental Task Team and the KZN Technical Implementation Forum. These structures meet quarterly and are represented by relevant sector departments, state owned entities and district municipalities. This arrangement has since been rationalised into one structure to be more effective. The Inter-departmental Task Team is responsible for the preparation, approval and submission of the KZN programme of action, which is geared toward the effective implementation of the Comprehensive Rural Development Programme (Outcome 7, Chapter 6 of the NDP).

#### ***Rationalisation of public entities***

The department commenced with the due diligence to amalgamate all agricultural entities in the province, including Mjindi Farming (Pty) Ltd (henceforth called Mjindi), Agri-business Development Agency (ADA) and Ntingwe Tea Estate, during the fourth quarter of 2018/19. It is envisaged that this study will be completed by December 2019. The new mandate of the combined entity will be to support and develop commercial farming, allowing the department to focus on household and smallholder farmers. The impact on the entities will only be established once the study is completed.

#### ***Agri-business Development Agency (ADA)***

In line with its mandate, ADA developed farmers and entrepreneurs for agri-processing in KZN in order to achieve a more competitive, equitable and sustainable agriculture sector. ADA implemented agri-business projects such as Celokuhle Farm and Siyaphambili Tannery, conducted a SABS Certification programme, and organised a basic taxation workshop, facilitated by SARS, to ensure tax compliance by farmers, as well as to enhance their understanding of the provisions available to them in the Tax Act.

To foster product differentiation and diversification in the market, ADA successfully implemented and maintained three projects in the field of strawberries and wine grapes by providing operational inputs (seedlings and fertilizer) and started exploring models for commercial farming as this could have a broad impact in rural areas. ADA continued with providing capacity building support to the agri-business sector by assisting 81 entrepreneurs with technical support in their related agri-processing enterprises and four enterprises with infrastructure development.

ADA assisted 20 agri-processors with product testing and this created international exhibition opportunities for two companies to exhibit in Miami and China in terms of processed vegetables and herb commodities. In addition, ADA supported three agri-processors to exhibit their products during Export Week, which is an event hosted by Trade and Investment KZN (TIK), and a further three during the Provincial Agricultural Summit.

#### ***Mjindi Farming (Pty) Ltd (Mjindi)***

The mandate of Mjindi involves the provision of farmer advisory services and irrigation water, as well as the maintenance of the infrastructure, including the canal, balancing dams, pump stations, underground pipes, fences and infield roads, in the Makhathini irrigation scheme. In 2018/19, Mjindi's activities focussed on routine maintenance, operating the irrigation infrastructure and provision of advisory services to increase the productivity of farmers.

The entity trained 302 farmers in diverse agricultural skills. Mjindi pursued initiatives to link farmers and major role-players in the fresh produce market, and assisted agri-businesses by supporting farmers and facilitating relations between them and the banking sector.

The entity leveraged local entrepreneurs which created job opportunities for the community at large. A number of sizable projects, such as the maintenance of fences, grading of infield roads, and refurbishment of sluice gates, canal rehabilitation, and clearing of vegetation, were implemented.

### **3. Outlook for the 2019/20 financial year**

Section 3 looks at the key focus areas of 2019/20, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. With the 2019/20 budget allocation, the department will continue to focus on providing support to food insecure communities at subsistence and household food production level. The department established 24-month contracts per district for the supply and delivery of fertilizer. This is the first time that the department has

its own contracts and will not be relying on the national transversal contract. Also, a panel of service providers was established for the supply and delivery of seeds and seedlings, as well as a panel of service providers for mechanisation services.

#### ***Administration***

The department will focus on building capacity to deliver its mandate through filling all vacant funded posts, after receiving approval from DPSA for its new structure. The department will implement interventions aimed at the development of its own professionals and technical skills in order to reduce its reliance on consultants. This will include fast-tracking the registration of engineers and establishing an artisanal development programme with a particular focus on the mechanical field. Meeting equity targets remains a challenge and therefore interventions, such as mentorship and strengthened partnerships with organisations for people living with disabilities, will be implemented. The department will ensure that the Operations Management Framework, which is aimed at ensuring efficiency in the manner in which services are delivered, is fully implemented. Even though the department has made strides in developing standard operating procedures, as well as business process mapping which are part of the Operations Management Framework, other critical components must be implemented. The department will develop sound performance standards for its key services, as well as commitment charters. The department will continue to embrace the fourth industrial revolution through automation of business processes such as leave application, as well as by empowering its employees in the use of technology.

#### ***Agriculture***

The department's agricultural development approach for the province will, in the medium- to long-term, be premised on the transformation and promotion of previously disadvantaged producers, ensuring their inclusion in the agricultural mainstream economy, in particular to achieve household food security, increased production and productivity and promotion of competitiveness and commercialisation of agricultural enterprises, especially of smallholder producers.

The department will focus agricultural development on transforming key institutions in agriculture and the agri-business value chain through the inclusion of designated groups (women, youth and people with disabilities) in agriculture. The aim of this transformation is to promote agricultural growth and offer multiple economic opportunities so as to increase productivity of crops. This entails improving yields and providing access to markets for the crops produced, livestock and other related sub-sectors. Also, the aim is to enhance national food self-sufficiency and food supply, as well as to increase household food security. Furthermore, the aim is to promote efficient utilisation of agricultural land, expansion of irrigable land, improving market access and adding value and agri-processing to agricultural products.

#### ***Food security and nutrition programme:***

The department will continue to accelerate its food security interventions, especially at household level. The programme will focus on interventions that seek to promote food access and utilisation of food by vulnerable households. This will be achieved through various structured and informal interventions, such as the up-scaled production of staple food crops, investing in indigenous knowledge systems of food production including research and technology development, training and capacity building of producers, strengthening of partnerships with relevant agricultural sector stakeholders (sub-tropical fruit, citrus and wool growers), and the provision of support to initiatives such as the South African Vulnerability Assessment Committee. This committee measures food security status and vulnerability levels, and this will assist the department in identifying the relevant interventions required. The multi-planting season programme will be one of the main focus areas of the department, aimed at enhancing and promoting access to sufficient food by vulnerable households throughout the year.

#### ***Horticultural programme:***

The focus of this programme will be promoting vegetable production (including mushrooms for household food security) in line with the Radical Agrarian Socio-Economic Transformation (RASET) programme, as well as sub-tropical fruits such as macadamia, citrus, mango and amarula. The interventions will include increased market access, increased extension support, and encouraging value addition to primary products, provision of capacity building to smallholder farmers, encouraging export of primary and processed products, as well as promoting partnerships with commodity organisations in order to ensure standard compliance, among others.

*Livestock programme:*

The natural resources of the province provide a conducive environment for the production and promotion of a thriving livestock industry. It is reported that communal areas account for almost 40 per cent of the total livestock in the province, however, the potential commercial value proposition still remains highly under-developed, mainly due to historic traditional symbolism associated with livestock ownership. The initiatives largely aimed at turning this around are as follows:

- Improved market access for communal cattle.
- Improved traceability (animal identification).
- Training on grazing management and nutrition.
- Provision of livestock water (dams, boreholes).
- Breeding and selection.
- Commercialisation of piggery projects for smallholder producers.
- Resuscitation and intensification of poultry production.
- Investigation into rabbit production practices, and implementation of rabbit projects.
- Up-skilling of farmers.
- Improved veterinary services.
- Improved quality of products.
- Improved sheep, bird and goat flock productivity.
- Farmer support programme intensification.
- Access to funds (public and private partnerships).

*Grain development programme:*

Recognising the suitability of KZN's natural resources for the production of grains and its competitive advantage, especially in the northern and inland parts of the province, the department will, over the medium-term, promote the development of grain crops (maize, dry beans, soya beans and groundnuts), both for household food production and commercialisation purposes. Grains, especially maize and soya beans, have a well-established market which smallholder producers will be assisted to access through state supported initiatives. The interventions will include intensification of farmer support programmes and facilitation of public and private partnerships to access funding by smallholder producers.

*Infrastructure development:*

It is widely accepted that, both internationally and domestically, investment in agricultural infrastructure is one of the key instruments in unlocking rural socio-economic development and this is clearly stated in the NDP. The department will continue to support the establishment and maintenance of infrastructure such as diptanks, animal handling facilities, livestock dams, fencing including grazing camps, livestock watering systems (boreholes) and irrigation, etc.

***Rural development***

A draft Rural Development Strategy was previously developed. However, this was not adopted as there were a number of changes in policy direction by government, which necessitated the development of a revised Rural Development Strategy for the province. The revised strategy will include agri-parks, agri-hubs and farmer development support centres. The land reform process and the agri-parks have various co-ordinating structures in which the department plays an oversight role.

The department will engage in Rural Development and Sector roadshows and these will encompass stakeholder consultation at a provincial and district level. This exercise will be undertaken parallel with the revised MTSF 2019/2024 as mandated by the National Department of Performance Management and Evaluation and delegated to the National Planning Commission. The review of the outcome indicators will form the base of the revised Rural Development Strategy. This will also find its focus within the PGDS Strategy. The Rural Development Strategy will form part of the KZN Agricultural Master Plan as developed by DARD. This is planned for adoption in the third quarter of 2019/20.

### ***Rationalisation of public entities***

The department will finalise the due diligence to amalgamate all agricultural entities, including Mjindi, ADA and Ntingwe Tea Estate, during 2019/20. The budget provision over the 2019/20 MTEF for Mjindi and ADA is therefore based on the current operations and mandate of the entities. Any amendments affecting the 2019/20 allocation will be included in the 2019/20 Adjustments Estimate process.

### ***Agri-business Development Agency (ADA)***

It is anticipated that ADA will implement a new strategic direction, in line with the Rationalisation of public entities recommendations and the due diligence study outcomes, once the amalgamation process is finalised. In the interim, ADA will continue to develop farmers and promote agri-processing in KZN. ADA will also continue to implement projects that were initiated in 2018/19, such as the Siyaphambili Tannery, Maphophoma Mill, KZN Essential Oils, Ubumbano Chicory, Madzikane Citrus, and Cathedral Peak Winery. ADA will also implement new projects, such as the Aqhamile Youth Vegetable project, Eston Abattoir, KZN Rabbit Cluster programme, Thulwane Citrus and Ophondweni Feedlot.

### ***Mjindi Farming (Pty) Ltd (Mjindi)***

Mjindi will continue to facilitate agricultural development in the Makhathini irrigation scheme, with production focus on field crops, vegetables and fruits, thereby benefitting the local community and enhancing the KZN economy. The aged infrastructure is a major challenge, undermining the realisation of high yields and production. In addition to the high costs of rehabilitating the underground pipes and canal, investment decisions are also complicated as the land under the irrigation scheme is now privately owned. The realisation of the economic benefits of the irrigation scheme requires a co-ordinated and common vision among the stakeholders, including government, traditional leadership, land owners and farmers.

In line with the Rationalisation of public entities recommendations, the entity will develop a turnaround strategy in consultation with DARD, which takes into account the merger of agricultural entities in the province, while addressing the issues of financial sustainability and rehabilitation of the water infrastructure, as well as engaging stakeholders with a view to move from a primary agricultural focus to agri-processing.

## **4. Reprioritisation**

There is limited scope for significant reprioritisation. However, reprioritisation was undertaken over the MTEF within Programme 2: Agriculture to fund the fight against rabies as an ongoing programme. In this way, the outbreak of rabies will be controlled and eventually eliminated. There was also reprioritisation to ensure adequate provision of mushroom substrates that are required to ensure continuous supply of mushroom to the district mushroom bases and communal projects over the MTEF. All these funds are reprioritised within the sub-programme: Farmer Support and Development. An amount of R2 million, within CASP, is allocated in 2019/20 for the Foot and Mouth Disease (FMD) outbreak.

Spending pressures as a result of higher than inflationary increases in utility costs, particularly for water at Cedara, as well as provision of security costs at all departmental offices, were also catered for through reprioritisation.

## **5. Procurement**

During 2018/19, the department finalised a number of bids and set up contracts per district. These bids were aligned to RASET, with only B-BBEE Level 1 contributors and bias toward locally based service providers being considered, as far as possible.

In this regard, contracts were established per district for the supply and delivery of fertilizer. This is the first time that the department has its own contract and will not be relying on the national transversal contract. Also, a panel of service providers was established for the supply and delivery of seeds and seedlings per district where bidders are restricted to only two districts, as well as a panel of service providers for the mechanisation services with restriction to servicing a maximum of three districts. The department is in final stages of setting up similar panels for the supply and delivery of fencing material, as well as erection of fencing. These panels are valid for a period of 24 months.



A number of contracts that had expired and resulted in irregular expenditure were awarded through the bid process and will be finalised in February 2019, such as Cedara security services, bus services for transport of officials and catering at the two agricultural colleges. The security contracts for the offices in the southern district is on appeal while the northern district contract is at bid stage, and both should be resolved by March 2019. This will significantly reduce the irregular expenditure of the department. To this end, the department is establishing a comprehensive contract management tool, to be implemented during the first quarter of 2019/20, that will ensure close monitoring of all contracts with timeous renewal.

## 6. Receipts and financing

### 6.1 Summary of receipts and financing

Table 3.1 indicates the sources of funding for Vote 3 for the period 2015/16 to 2021/22. The department will receive a budget of R2.427 billion for 2019/20, including conditional grants of R291.864 million made up of the Land Care grant, the CASP grant, the Ilima/Letsema Projects grant and the EPWP Integrated Grant for Provinces, details of which are provided in Section 7.4. It is noted that the EPWP Integrated Grant for Provinces allocation ends in 2019/20 since this grant is allocated on an annual basis, dependent on the department's prior year's actual performance.

**Table 3.1 : Summary of receipts and financing**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Equitable share	1 884 349	1 870 141	1 899 712	2 009 546	2 009 546	2 009 546	2 135 077	2 277 691	2 402 992
Conditional grants	308 524	300 503	297 432	314 562	324 412	324 412	291 864	309 684	333 096
CASP grant	226 161	222 155	209 598	223 975	223 975	223 975	199 351	217 191	235 040
Ilima/Letsema Projects grant	69 401	63 876	67 356	71 263	71 263	71 263	75 253	79 392	84 234
Land Care grant	10 666	10 632	12 012	12 016	21 866	21 866	12 418	13 101	13 822
EPWP Integrated Grant for Provinces	2 296	3 840	8 466	7 308	7 308	7 308	4 842	-	-
<b>Total receipts</b>	<b>2 192 873</b>	<b>2 170 644</b>	<b>2 197 144</b>	<b>2 324 108</b>	<b>2 333 958</b>	<b>2 333 958</b>	<b>2 426 941</b>	<b>2 587 375</b>	<b>2 736 088</b>
<b>Total payments</b>	<b>2 199 187</b>	<b>2 216 366</b>	<b>2 032 865</b>	<b>2 324 108</b>	<b>2 391 096</b>	<b>2 391 096</b>	<b>2 426 941</b>	<b>2 587 375</b>	<b>2 736 088</b>
Surplus/(Deficit) before financing	(6 314)	(45 722)	164 279	-	(57 138)	(57 138)	-	-	-
Financing									
of which									
Provincial roll-overs	50 506	46 098	-	-	57 138	57 138	-	-	-
Provincial cash resources	49 100	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after financing</b>	<b>93 292</b>	<b>376</b>	<b>164 279</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The table shows that, in the period 2015/16 to 2017/18, the department under-spent its budget allocation by R93.292 million, R376 000 and R164.279 million, respectively.

In 2015/16, the provincial roll-overs of R50.506 million consisted of the following:

- R1.554 million in respect of a project to install Exinda software on all official computers.
- R22.490 million in respect of the FMD barrier, irrigation projects in the Makhathini area relating to irrigation at Ndumo, the KwaNgwanase abattoir and Jozini packer house, construction of diptanks, boreholes, stock watering dams and repairs to quarantine camps for the red-line fence.
- R26.462 million for animal vaccines that were ordered in 2014/15 but only delivered and paid for in 2015/16, as well as production inputs for the food security programme, which were delayed as a result of late rains and procurement challenges.

In addition to the roll-overs, the department received once-off provincial cash resources of R49.100 million, as follows:

- R10.200 million for assistance in the form of livestock fodder for farmers affected by the veld fire disaster in 2014 in the Harry Gwala District.
- R38.900 million which was suspended from the 2014/15 budget to 2015/16. The remaining R28.700 million related to rural development initiatives.

The under-expenditure of R93.292 million in 2015/16 was mainly attributable to:

- R22 million for the software migration from Novell to Microsoft.
- R38.009 million in respect of the drought relief programme, of which R10.276 million relates to animal feed and medicines that were ordered but not delivered and R27.733 million in respect of boreholes, stock watering dams and diptanks that were not completed by 31 March 2016.
- R8.089 million in respect of departmental vehicles ordered but not delivered.
- R19.852 million under transfer payments, of which R15.752 million related to Communal Estates for fuel and tractor drivers that was not transferred due to the impact of the drought that resulted in fewer hectares planted. A further R4 million related to a direct transfer for a poultry project where the project was behind schedule, hence DARD withheld the next tranche.

In 2016/17, an amount of R46.098 million was rolled over from 2015/16 for the following:

- R8.089 million in respect of motor vehicles.
- R27.733 million related to boreholes, stock watering dams and the rehabilitation of diptanks.
- R10.276 million in respect of feed, fodder and animal medicine.

The under-expenditure of R376 000 in 2016/17 was against *Compensation of employees* as a result of vacant posts.

In 2017/18, the department did not receive any additional funding during the year and recorded an under-expenditure of R164.279 million, of which R72.479 million related to conditional grants (R49.663 million against the CASP grant and R22.816 million against the Ilima/Letsema Projects grant) and R91.800 million to the equitable share. The conditional grant roll-overs were treated as provincial roll-overs, hence are not reflected against the respective conditional grants. The CASP grant under-expenditure of R49.663 million was due to:

- Slow progress in the implementation of infrastructure related projects such as fencing, irrigation schemes, construction of poultry houses, piggeries, etc. mainly due to the late finalisation of projects and SCM capacity constraints, resulting in R34.372 million not committed at the end of 2018/19.
- Various services committed in 2017/18 for goods and services not delivered or completed by 31 March 2018, such as computer equipment for the Extension Recovery Programme (ERP), supply and delivery of animal feed, construction of animal handling facilities, irrigation schemes, as well as mechanisation services, amounting to R15.291 million. This amount was rolled-over to 2018/19.

The under-expenditure of R22.816 million under the Ilima/Letsema Projects grant relates to the following and the funds were rolled-over to 2018/19:

- Mechanisation services not completed and paid for, amounting to R9.573 million.
- Irrigation scheme development in the Makhathini area where there was a nine-month delay due to environmental concerns and thereafter the implementing agent failing to obtain a variation order on time, amounting to R13.116 million.
- Supply and delivery of fertilizer not completed, amounting to R127 000.

The equitable share under-expenditure of R91.800 million was attributable to the following:

- Slow progress by DOPW in implementing the rehabilitation/ upgrades and construction of new office buildings and departmental staff houses, amounting to R19.031 million. These funds were rolled over to 2018/19.
- Vehicles ordered but not delivered, amounting to R6.568 million.
- R4.210 million relating to computer equipment and highly specialised laboratory equipment.
- Slow progress in the implementation of irrigation, fencing, animal handling facilities, diptanks etc. due to late finalisation of projects, as well as capacity constraints to deal with the high volume of requests submitted simultaneously to SCM, amounting to R4.423 million.
- Supply and delivery of veterinary supplies, fencing material, agricultural inputs, repairs of tractors, etc. not finalised by 31 March 2018, amounting to R26.502 million.

- Computer services for migration to Microsoft, maintenance of office buildings and outstanding lease agreements claims from DOPW, amounting to R6.723 million.
- Transfer payments not paid due to slow progress by the agricultural schools in implementing the schools revitalisation programme, delays in finalising the awards of external bursaries, as well as Agri-SETA submitting invoices late in respect of the skills development levy, amounting to R7.308 million.
- Various under-expenditure and savings on vacant posts, travelling and subsistence, stationery, etc. amounting to the balance of the under-expenditure of R17 million.

In 2018/19, the department received a roll-over of R57.138 million during the Adjustments Estimate as explained above and, in terms of the December IYM, the department is projecting to fully spend the entire Adjusted Appropriation of R2.391 billion.

The 2019/20 allocation shows a decrease in conditional grants, in particular the CASP grant allocation in line with the proposal from the Department of Agriculture, Forestry and Fisheries (DAFF) to reduce allocations to provinces in respect of this grant, and redirect these funds toward the Black Producer Commercialisation Programme (BPCP). The farmers will still have access to the funding, but this will be managed through a funding model at a national level. The reduction in the CASP grant is also to fund the FMD facility to be established by the Agricultural Research Council. There is steady growth in the equitable share and conditional grants over the two outer years of the 2019/20 MTEF.

## 6.2 Departmental receipts collection

The estimated departmental receipts for Vote 3 are reflected in Table 3.2. Further details are provided in *Annexure – Vote 3: Agriculture and Rural Development*.

**Table 3.2 : Summary of departmental receipts collection**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	18 720	16 295	18 129	19 967	19 967	17 564	20 152	21 225	22 392
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	1	-	1	1	1	1	1	1
Interest, dividends and rent on land	27	79	56	20	20	41	21	22	23
Sale of capital assets	3 323	426	2 108	4 000	4 000	4 000	3 000	3 200	3 400
Transactions in financial assets and liabilities	1 642	3 222	1 050	592	592	702	625	659	695
<b>Total</b>	<b>23 712</b>	<b>20 023</b>	<b>21 343</b>	<b>24 580</b>	<b>24 580</b>	<b>22 308</b>	<b>23 799</b>	<b>25 107</b>	<b>26 511</b>

The bulk of department's revenue is from *Sale of goods and services other than capital assets*. This category comprises rental on departmental dwellings, parking fees, tender fees, sale of assets less than R5 000, student fees from the Cedara Agricultural College and Owen Sithole College of Agriculture (OSCA), as well as soil and veterinary analytical services offered at the department's laboratories, etc. There was low revenue collection in the 2015 and 2016 academic years due to no increase in tuition fees, coupled with the scholarships granted to 30 students, as well as the slow rate of payments made by students, resulting in low collections in these years. Also, in 2016/17 the department received a smaller number of sample tests at the laboratories due to the drought in that year. The 2018/19 Revised Estimate shows a possible under-collection mainly due to low revenue received from the department's two colleges for students' academic fees and a decline in the number of samples received by the laboratories, among others. The revenue budget is expected to grow significantly in 2019/20, despite the projected under-collection in 2018/19. The department will review the revenue figures in the next budget process.

*Interest, dividends and rent on land* mainly relates to interest charged on outstanding debts. The high collection in the 2018/19 Revised Estimate is due to interest received on staff debts. It is difficult to budget for this category, hence the department's projections are conservative over the MTEF.

*Sale of capital assets* is derived from the sale of redundant assets, such as the sale of farming equipment, office equipment, and vehicles. The high revenue collection in 2015/16 and 2017/18 is mainly related to the sale of redundant motor vehicles. A steady increase is anticipated over the MTEF.

*Transactions in financial assets and liabilities* comprises staff debts recovered, such as breached bursary contracts, salary and supplier over-payments, etc. The 2018/19 Revised Estimate is projecting to over-collect due to salary reversals and staff debts recovered from pension funds. The budget grows gradually over the MTEF.

### 6.3 Donor funding

Tables 3.3 and 3.4 reflect information relating to donor funding that the department receives. The department does not have any current donor funding agreements and hence the tables only reflect historic information. The department had an agreement with the World Health Organisation (WHO) which ended in December 2015.

**Table 3.3 : Details of donor funding receipts**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Donor funding	2 895	-	-	-	-	-	-	-	-
World Health Organisation (Rabies project)	2 895	-	-	-	-	-	-	-	-
<b>Total</b>	<b>2 895</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Table 3.4 : Details of donor funding payments and estimates**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Donor funding	2 895	-	-	-	-	-	-	-	-
World Health Organisation (Rabies project)	2 895	-	-	-	-	-	-	-	-
<b>Total</b>	<b>2 895</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The agreement with WHO provided funding over five years from 2009/10, aimed at human rabies prevention through dog rabies control and eventual elimination in KZN. This funding was made available by the Bill and Melinda Gates Foundation, through WHO. The final transfer was received in the first quarter of 2015/16 and the programme ended in December 2015.

## 7. Payment summary

Section 7 reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 3: Agriculture and Rural Development*.

### 7.1 Key assumptions

The key assumptions that underpin the MTEF budget of the department are summarised below:

- All inflation related increases are based on CPI projections.
- In terms of National Treasury's guidelines, the cost of living adjustment is 6.3 per cent in 2019/20, 6.5 per cent in 2020/21 and 6.5 per cent in 2021/22, which excludes the 1.5 per cent pay progression. The *Compensation of employees* budget adequately caters for the increase and the filling of 80 posts in 2019/20 at 15.6 per cent. The growth is slightly inadequate in 2020/21 at 7.8 per cent, declining to growth in 2021/22 at 5.5 per cent, and the department will review this in the next budget process, taking into account progress made with the filling of vacant posts in 2019/20.
- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2018/19, will continue to be adhered to over the 2019/20 MTEF, in conjunction with National Treasury Instruction Note 03 of 2017/18: Cost-containment measures.

## 7.2 Additional provincial and equitable share allocations: 2017/18 to 2019/20 MTEF

Table 3.5 shows additional provincial and equitable share funding received by the department over the 2017/18, 2018/19 and 2019/20 MTEF periods, and excludes conditional grant funding. The carry-through allocations for the outer year (i.e. 2021/22) are based on the incremental percentage used in the 2019/20 MTEF.

**Table 3.5 : Summary of additional provincial allocations for the 2017/18 to 2019/20 MTEF**

R thousand	2017/18	2018/19	2019/20	2020/21	2021/22
<b>2017/18 MTEF period</b>	<b>(10 312)</b>	<b>(11 541)</b>	<b>1 452</b>	<b>1 532</b>	<b>1 616</b>
PES and Provincial Own Revenue reductions	(7 485)	(8 558)	(15 179)	(16 014)	(16 895)
Budget cuts to fund remuneration of <i>Izinduna</i>	(2 827)	(2 983)	(3 147)	(3 320)	(3 503)
Additional funding from National Treasury	-	-	19 778	20 866	22 013
<b>2018/19 MTEF period</b>		-	-	<b>25 188</b>	<b>26 573</b>
Above-budget wage agreement		-	-	25 188	26 573
<b>2019/20 MTEF period</b>		-	<b>(643)</b>	<b>(682)</b>	<b>(692)</b>
Budget cut for remuneration of Public Office Bearers			(643)	(682)	(692)
<b>Total</b>	<b>(10 312)</b>	<b>(11 541)</b>	<b>809</b>	<b>26 038</b>	<b>27 497</b>

With regard to 2017/18, as determined by the Provincial Executive Council on 2 November 2016, the province commenced the process of the remuneration of *Izinduna* in compliance with previously issued Presidential proclamations. There were also reductions to the Provincial Own Revenue and the PES due to data updates of the PES formula, as well as fiscal framework reductions. The department also received a baseline adjustment over the MTEF, as well as additional funding from National Treasury in the outer year which offset the budget cuts in that year.

Over the 2018/19 MTEF, the department received additional funding from National Treasury from 2020/21 for the above-budget wage agreement.

In the 2019/20 MTEF, the department's budget was cut by R643 000 in 2019/20, with carry-through. In this regard, the President announced that there would be minimal or no annual salary increases in 2018/19 for public office bearers. In the case of provincial executives, Premiers, MECs and Speakers did not receive salary increases, while MPLs received a 2.5 per cent increase. The savings realised from this announcement were cut from provinces in line with fiscal consolidation efforts.

## 7.3 Summary by programme and economic classification

The department's budget structure conforms to the uniform programme structure prescribed for the Agriculture and Rural Development sector.

The department has opted to utilise three programmes, namely Administration, Agriculture and Rural Development. Administration comprises the support services budget, and the core functions are housed under the Agriculture and Rural Development programmes. While the existing structure makes provision for a branch for Rural Development, due to lack of funding, this branch is integrated within the agricultural branch in the new structure, to ensure a reasonable allocation of funding, as well as ensuring equity in providing client services. At this stage the budget structure remains unchanged, though.

The bulk of the department's budget allocation is for Agriculture (crop production, livestock farming, natural resources use and management, extension, and land care and agricultural research), Veterinary Services (animal disease control, prevention of zoonotic diseases, inspection services, and primary health care services), as well as Rural Development (co-ordination and social facilitation). The department also receives various conditional grants and makes transfers to its two public entities, ADA and Mjindi.

Programme 2 provides the sector information by sub-programme and sub-sub-programme, due to the level of detail required by the sector in respect of Agriculture.

Tables 3.6 and 3.7 reflect a summary per programme and per economic classification for the Vote, details of which are given in *Annexure – Vote 3: Agriculture and Rural Development*.

**Table 3.6 : Summary of payments and estimates by programme: Agriculture and Rural Development**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
1. Administration	432 548	457 419	476 647	532 805	564 160	527 102	567 101	604 516	638 481
2. Agriculture	1 764 748	1 744 190	1 536 918	1 759 864	1 794 556	1 839 244	1 827 866	1 948 581	2 061 445
3. Rural Development	1 891	14 757	19 300	31 439	32 380	24 750	31 974	34 278	36 162
<b>Total</b>	<b>2 199 187</b>	<b>2 216 366</b>	<b>2 032 865</b>	<b>2 324 108</b>	<b>2 391 096</b>	<b>2 391 096</b>	<b>2 426 941</b>	<b>2 587 375</b>	<b>2 736 088</b>

**Table 3.7 : Summary of payments and estimates by economic classification: Agriculture and Rural Development**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 738 423</b>	<b>1 644 912</b>	<b>1 635 267</b>	<b>1 938 325</b>	<b>1 946 481</b>	<b>1 993 498</b>	<b>2 070 454</b>	<b>2 199 210</b>	<b>2 325 794</b>
Compensation of employees	911 392	950 488	996 587	1 106 994	1 074 337	1 033 451	1 195 333	1 289 565	1 360 492
Goods and services	826 804	694 322	637 724	831 241	872 054	959 957	875 030	909 553	965 205
Interest and rent on land	227	102	956	90	90	90	91	92	97
<b>Transfers and subsidies to:</b>	<b>246 968</b>	<b>275 994</b>	<b>287 119</b>	<b>208 699</b>	<b>212 300</b>	<b>219 017</b>	<b>208 053</b>	<b>218 588</b>	<b>230 400</b>
Provinces and municipalities	1 313	1 278	1 380	2 092	2 083	2 083	2 159	2 216	2 338
Departmental agencies and accounts	101 306	97 000	123 184	122 838	122 840	122 840	129 357	136 170	143 659
Higher education institutions	-	3 000	44	-	-	92	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	112 091	155 526	136 592	74 230	69 586	69 586	66 773	70 344	74 213
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Households	18 488	15 621	18 598	9 539	17 791	24 416	9 764	9 858	10 190
<b>Payments for capital assets</b>	<b>213 177</b>	<b>293 622</b>	<b>109 991</b>	<b>177 084</b>	<b>232 315</b>	<b>178 582</b>	<b>148 434</b>	<b>169 577</b>	<b>179 894</b>
Buildings and other fixed structures	172 688	163 282	76 430	130 547	169 512	124 410	100 832	121 689	129 374
Machinery and equipment	40 139	130 120	32 866	45 987	62 253	53 953	47 032	47 318	49 919
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	350	169	695	550	550	219	570	570	601
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	51	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>619</b>	<b>1 838</b>	<b>488</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>2 199 187</b>	<b>2 216 366</b>	<b>2 032 865</b>	<b>2 324 108</b>	<b>2 391 096</b>	<b>2 391 096</b>	<b>2 426 941</b>	<b>2 587 375</b>	<b>2 736 088</b>

Programme 1: Administration shows a steady increase over the seven-year period. The increase from the 2018/19 Main to Adjusted Appropriation is in respect of the roll-over of R14.575 million relating to the rehabilitation and upgrading of office accommodation at the Cedara head office, which was not completed in 2017/18 and is being undertaken by DOPW. In addition, there was a virement of R15.580 million from Programme 2 from *Compensation of employees* to fund the investigations undertaken by the Special Investigating Unit (SIU) which were not budgeted for, to cater for increases in utility tariffs, such as water, at the Cedara head office, as well as to fund the terms of reference for the study on the Status of Agriculture in the Province. Furthermore, an amount of R1.200 million was shifted from *Goods and services* under Programme 3 relating to the communication strategy for the UAGYP and was moved to the same category in Programme 1, as the communication strategy for the UAGYP will be managed by Communication Services. The decrease in the Revised Estimate is mainly due to slow progress by DOPW in securing office accommodation, as well as slow implementation of infrastructure projects. There is a steady inflationary linked increase over the MTEF to provide the necessary administrative support to the line function programmes.

Programme 2 shows a significant decrease from 2015/16 to 2017/18 due to the under-expenditure incurred by the department over this period, as well as the effect of the matching and placing of staff in terms of the new organisational structure. The increase from the 2018/19 Main to Adjusted Appropriation is attributable to the roll-over of conditional grant funding, as well as R4.456 million in respect of the equitable share for the rehabilitation of staff accommodation. The further increase in the Revised Estimate is as a result of reprioritisation that was undertaken at the end of the third quarter toward increasing the service delivery programmes such as intervention and assistance to the piggery industry and veterinary services. The low growth in 2019/20 relates to budget cuts in respect of the CASP grant, as mentioned. The programme shows steady growth in 2020/21 and 2021/22. This programme is the core of the department's service delivery and, over the MTEF, provides for sustainable resource management, farmer support and development through extension services and project interventions, veterinary services,

research and technology development, agricultural education training at the department's two colleges, the Status of Agriculture in the Province Study, as well as the digi-pen software to enhance the departments' extension and advisory services.

Programme 3: Rural Development is a programme that commenced in 2015/16 and provides rural development co-ordination and social facilitation functions. The increase from 2015/16 to 2016/17 takes into account the new organisational structure, where certain directorates such as Investment and Partnerships were moved to this programme. Also contributing to the 2016/17 increase is the partnership with the University of Zululand (UNIZULU) for the development of a Centre for Sustainable and Integrated Rural Development (CSIRD) at the university. The increase from 2017/18 onward provides for the implementation of the UAGYP aimed at facilitating comprehensive interventions towards promoting equitable and sustainable opportunities for unemployed agricultural graduates in KZN. The decrease from the 2018/19 Main to Adjusted Appropriation is due to the slower than planned implementation of the UAGYP, in particular the formation of partnerships for the placement of unemployed graduates on farms. The department advertised in the third quarter and placements on farms commenced in the fourth quarter of 2018/19. The decrease in the Revised Estimate is due to the slow implementation of UAGYP, as mentioned. The department will be remunerating the graduates that are placed and will also manage their progress. The MTEF provides for the continued roll-out of the UAGYP programme, as well as co-ordinating, monitoring and reporting on rural development in the province.

*Compensation of employees* shows a steady increase from 2015/16 to 2017/18 which is mainly in respect of the annual wage adjustments and pay progressions, rather than the appointment of additional staff. The increase in the 2018/19 Main Appropriation was to cater for the above-budget wage adjustment, as well as filling additional posts. The filling of posts was slower than anticipated, though, and these savings were reprioritised in the Adjustments Estimate toward service delivery items under *Goods and services* to fund the spending pressure of increased water costs and unplanned SIU investigations, as well as to offset the shortfall under *Transfers and subsidies to: Households*, as a result of unplanned staff exits. The non-filling of posts also accounts for the further drop in the Revised Estimate. The significant increase in 2019/20 is to cater for the filling of 80 critical posts. The growth of 15.6 per cent caters for the increase and the filling of 80 posts in 2019/20, but is inadequate in 2020/21 at 7.8 per cent and in 2021/22 at 5.5 per cent and the department will review this in the next budget process.

*Goods and services* shows a decrease from 2015/16 to 2017/18 due to the under-expenditure in that period, as well as an increase in funding through transfer payments for projects funded using the department's 50:50 funding model. The department provides 50 per cent of the funding to farmers as support and the farmer must provide the other 50 per cent. These beneficiaries include Copperfield Dairy, Izobuya Nini Trading Enterprise CC, Indlovu Family CC, as well as Ekuphileni Poultry and Agricultural Farming Primary Co-operative. This resulted in an increase under *Transfers and subsidies to: Public corporations and private enterprises*. During 2018/19, the increase from the Main to the Adjusted Appropriation and again to the Revised Estimate is to address the high demand for services such as veterinary supplies, production inputs, as well as the provision for animal feed, and is funded through reprioritisation from savings under *Compensation of employees*, as well as funds rolled over from 2017/18. There is low but steady growth over the MTEF to enable the department to continue developing and providing support to address food insecurity, poverty and inequality, as well as operational costs for extension work, research and education/training.

*Transfers and subsidies to: Provinces and municipalities* relates to the payment of motor vehicle licences.

*Transfers and subsidies to: Departmental agencies and accounts* relates mainly to the transfers to ADA, as well as some transfers in terms of the Skills Development Levy and TV licences. The funding for ADA is for operational costs and project implementation by the entity in line with its mandate to improve the secondary agriculture sector in the province. The decrease in 2016/17 was due to the review of ADA to ensure that there is no duplication of functions between the department and the entity, which led to delays in the implementation of projects, as well as slow implementation of projects by ADA. There is a steady increase over the MTEF to provide for projects to be implemented by the ADA.

*Transfers and subsidies to: Public corporations and private enterprises* comprises transfers to several entities, the main ones being Mjindi, SA Sugar Research Institute and Ithala Development Finance

Corporation (Ithala) in 2015/16. The increase from 2015/16 to 2016/17 was due to an increase in the number of entities that received once-off funding in line with the department's 50:50 funding model for projects. The peak in 2016/17 was due to the once-off transfer to the Independent Development Trust (IDT) of R20.322 million for the clearing of invasive alien species under the land care programme. The decrease in 2018/19 is due to the uncertainty of the continued use of direct transfers following an audit finding on the classification of such expenditure. The department has since received confirmation from National Treasury that such transfers are correctly classified as transfer payments. Details of the various entities receiving funds from the department are provided under Sections 7.7 and 7.9 of this document.

The high amount under *Transfers and subsidies to: Non-profit institutions* in 2015/16 is in respect of the agricultural schools revitalisation programme. The department provided R50 million between 2015/16 to 2017/18 to improve the facilities for agricultural education at the five agricultural schools in the province, namely Zakhe Agricultural College, Weston Agricultural College, Vryheid Landbou High School, James Nxumalo Agricultural High School and Shakaskraal Secondary School. It is noted that Zakhe Agricultural College is a private college, unlike the other four government colleges, but is benefitting from the programme. This allocation was based on approved business plans and was done in collaboration with DOE, with the original plan to implement over three years. Actual implementation at the schools is very slow, hence the decrease in 2016/17 and the slight increase in 2017/18.

*Transfers and subsidies to: Households* caters for staff exit costs and bursaries to external bursary holders.

*Buildings and other fixed structures* shows a decreasing trend between 2015/16 and 2017/18 as a result of slow progress by DOPW, a number of projects at Makhathini being completed, as well as budget cuts, resulting in fewer new projects being undertaken. Also contributing to the slow spending was slow progress in implementing agricultural infrastructure projects that led to the under-expenditure in 2017/18, as mentioned. The increase in the 2018/19 Adjusted Appropriation is in respect of the roll-over of funds for office accommodation upgrades and the repair of official houses at the department's research farms (at Dundee and Bartlow), as well as the CASP and Ilima/Letsema Projects conditional grants roll-overs for the Ndumo A irrigation scheme, installation of sub-surface drainage at Block 6 in Makhathini, as well as agricultural infrastructure such as the construction of broiler houses, store rooms and fencing. The Revised Estimate indicates under-expenditure due to continued slow progress by DOPW and departmental infrastructure projects. The further decrease in 2019/20 is due to the reduction against the CASP grant to fund the BPCP, as mentioned. The MTEF provides for infrastructure projects such as diptanks, stock watering dams, broiler houses, piggeries, irrigation schemes, fencing, etc.

*Machinery and equipment* shows a peak in 2016/17 due to the once-off acquisition of additional tractors and implements for the development of Communal Estates. The steady growth over the 2019/20 MTEF provides for the replacement of the existing fleet of departmental vehicles, farm equipment, laboratory equipment, as well as computers and office related furniture and equipment.

*Biological assets* provides for the acquisition of animals for research purposes, as well as livestock projects in respect of food security at household and smallholder level. The quantum of animals required is dependent on the research to be conducted, natural death, as well as the specific needs of livestock food security projects and therefore the fluctuating trend between 2015/16 and 2018/19. The MTEF provides for an inflationary increase in the outer year.

*Payments for financial assets* reflects expenditure in 2016/17 only, and this relates to an approved write-off of thefts and losses.

## **7.4 Summary of conditional grant payments and estimates**

Tables 3.8 and 3.9 illustrate conditional grant payments and estimates from 2015/16 to 2021/22. Further details are given in *Annexure – Vote 3: Agriculture and Rural Development*.

Note that the conditional grant figures in Table 3.1 for the period 2015/16 to 2021/22 indicate the actual receipts for each grant, as well as other technical adjustments, and therefore should not be compared to the figures reflected in Table 3.8, which show the actual expenditure and estimates.



Table 3.8 : Summary of conditional grant payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
CASP grant	226 161	222 155	159 935	223 975	239 266	239 266	199 351	217 191	235 040
Ilima/Letsema Projects grant	69 401	63 876	44 540	71 263	94 079	94 079	75 253	79 392	84 234
Land Care grant	10 666	10 632	12 012	12 016	21 866	21 866	12 418	13 101	13 822
EPWP Integrated Grant for Provinces	2 296	3 840	8 466	7 308	7 308	7 308	4 842	-	-
<b>Total</b>	<b>308 524</b>	<b>300 503</b>	<b>224 953</b>	<b>314 562</b>	<b>362 519</b>	<b>362 519</b>	<b>291 864</b>	<b>309 684</b>	<b>333 096</b>

Table 3.9 : Summary of conditional grant payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>179 231</b>	<b>154 476</b>	<b>90 828</b>	<b>209 334</b>	<b>230 333</b>	<b>230 333</b>	<b>205 418</b>	<b>215 550</b>	<b>234 692</b>
Compensation of employees	18 000	19 296	21 000	24 381	24 381	24 381	25 844	27 395	29 312
Goods and services	161 231	135 180	69 828	184 953	205 952	205 952	179 574	188 155	205 380
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>48 297</b>	<b>36 593</b>	<b>68 351</b>	<b>34 030</b>	<b>34 823</b>	<b>34 823</b>	<b>29 863</b>	<b>29 863</b>	<b>29 863</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	20 707	10 500	27 087	28 500	28 500	28 500	29 863	29 863	29 863
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>80 996</b>	<b>109 434</b>	<b>65 774</b>	<b>71 198</b>	<b>97 363</b>	<b>97 363</b>	<b>56 583</b>	<b>64 271</b>	<b>68 541</b>
Buildings and other fixed structures	70 633	72 812	62 516	63 824	83 758	83 758	48 204	55 892	59 701
Machinery and equipment	10 363	36 622	3 258	7 374	13 605	13 605	8 379	8 379	8 840
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>308 524</b>	<b>300 503</b>	<b>224 953</b>	<b>314 562</b>	<b>362 519</b>	<b>362 519</b>	<b>291 864</b>	<b>309 684</b>	<b>333 096</b>

The department is responsible for the following four national conditional grants:

- The CASP grant is aimed at enhancing the capacity of the Agriculture sector by providing support to beneficiaries of land and agrarian reform programmes. This grant also focuses on the revival of agricultural extension services. The decreases in 2016/17 and 2017/18 were due to fiscal consolidation, to allow DAFF to conduct an agricultural and rural census, as well as to correctly allocate disaster funds that were inadvertently allocated to all nine provinces instead of the Northern Cape. The under-expenditure of R49.663 million in 2017/18, due to slow progress in the implementation of infrastructure projects, further contributed to the low expenditure. The increase from the 2018/19 Main to Adjusted Appropriation is due to the roll-over of unspent committed funds from 2017/18. The drop in 2019/20 is due to a reduction in the CASP grant allocation to provinces to fund the BPCP. The funding model will be such that the portion from DAFF will be a grant and the portion from the financier will be a loan to the farmer. This programme aims to accelerate growth of black commercial farmers in the agricultural sector. In KZN, a portion of the CASP funding is transferred to ADA against *Transfers and subsidies to: Departmental agencies and accounts* in respect of projects implemented by ADA, following the finalisation of the CASP grant business plan. These projects were identified specifically for ADA. The grant allocation is also used for projects that are funded by way of direct transfers and are managed through a funding agreement between the department and beneficiaries. This method of funding is only utilised once the beneficiary has met certain criteria and the adjustments are then effected in the Adjustments Estimate, and hence there is no allocation against *Transfers and subsidies to: Public corporations and private enterprises* over the MTEF, at this stage. Beneficiaries funded under this category include Inqanawe Tunnel Project, Rapid Dawn 1064 CC, Siyathuthuka Farms, Copperfield Dairy, Ekuphileni Poultry and Agricultural Farming Primary Co-operative, Mpofana Land Reform Cluster, etc. The grant shows a steady increase from 2019/20 onward to develop and support farmers by improving their infrastructure (diptanks, broiler houses, fencing, irrigation, etc.), improving the extension services through the ERP by providing skills and training, as well as provision of adequate tools and equipment. The MTEF also provides for continued upgrading and improvement of the colleges' infrastructure.

- The Ilima/Letsema Projects grant, which falls under the Ilima/Letsema campaign driven by DAFF, is aimed at unlocking the potential of currently ‘dead’ land and other assets, particularly in communal areas. In KZN, this grant is used for various projects, including the food security and mechanisation programme and the irrigation schemes within the Makhathini development project. The decrease in 2016/17 was due to fiscal consolidation cuts. The under-expenditure of R22.816 million was the reason for the further dip in 2017/18. The increase from the 2018/19 Main to Adjusted Appropriation is due to the roll-over of the unspent amount of R22.816 million. Apart from these fluctuations, the grant shows a steady increase over the 2019/20 MTEF. The grant will deliver mechanisation services, irrigation development, and establishment of institutional gardens, one-home-one-garden and one-home-one-hectare programmes to improve the food and nutrition security in the province.
- The Land Care grant is aimed at optimising the sustainable use of natural resources to ensure greater productivity, food security and job creation. The allocation remains largely constant in 2015/16 and 2016/17, due to fiscal consolidation, before increasing again from 2017/18 onward. The increase from the 2018/19 Main to Adjusted Appropriation is due to the once-off allocation of R9.850 million for drought relief. This funding was allocated to the province from the National Disaster Relief Fund. These funds will be utilised on land care projects such as the management of grazing land, alien species control, fencing, etc. to assist farmers in protecting their farms against the impact of potential drought in the future. This is a proactive response taking into account the recent drought in the province. The grant shows a steady increase from 2019/20 to 2021/22 in respect of the management of grazing land, alien species control, fencing, etc.
- The EPWP Integrated Grant for Provinces allocation is based on the number of EPWP jobs created in the previous year and therefore allocations are for one year only and not over the MTEF period, hence there is no allocation in 2020/21 and 2021/22. This grant is used to fund additional projects in the department’s land care programme, and includes costs for materials and wages.

*Compensation of employees* relates to extension officers funded from the ERP pillar of the CASP grant.

The decrease in *Goods and services* from 2015/16 to 2016/17 was due to a change of the funding mechanism to direct transfer for certain projects against *Transfers and subsidies to: Public corporations and private enterprises* and the acquisition of tractors and implements under *Machinery and equipment*. The further decrease in 2017/18 was due to under-expenditure, of which a portion was rolled over to 2018/19, and resulted in the increase from the 2018/19 Main to Adjusted Appropriation. This category caters for agricultural production inputs and materials, as well as computer services, training costs and uniforms for extension officers under the ERP pillar of CASP. The allocation shows a further decrease in 2019/20 to fund the BPCP, as mentioned. An amount of R2 million within CASP is allocated to control the FMD outbreak. The category increases in the outer two years of the MTEF and caters for the services, mentioned above.

*Transfers and subsidies to: Departmental agencies and accounts* relates to transfers made to ADA to implement projects funded from the CASP grant. The dip in 2016/17 was due to the slow progress made by the entity in implementing its projects and the department limiting the funding from CASP. There was a steady increase from 2017/18 to 2018/19 and this is an indication of the number and value of projects that are implemented by ADA. This category is flat-lined over the MTEF.

*Transfers and subsidies to: Public corporations and private enterprises* from 2015/16 to 2018/19 is in respect of those projects where the department provides the funding as a direct transfer instead of procuring the *Goods and services*. This funding mechanism is only utilised where the beneficiary meets specific requirements and the adjustments are therefore effected during the year. Beneficiaries funded under this category include Inqanawe Tunnel Project, Rapid Dawn 1064 CC, Siyathuthuka Farms, Copperfield Dairy, Ekuphileni Poultry and Agricultural Farming Primary Co-operative, as mentioned.

*Buildings and other fixed structures* is mainly related to agricultural infrastructure such as poultry houses, fencing, irrigation schemes, etc. The decrease in 2017/18 was due to the department’s under-expenditure against the grant allocation, of which a portion was rolled over to 2018/19 and accounts for the increase from the 2018/19 Main to Adjusted Appropriation. The further dip in 2019/20 is due to the reduction of

the CASP grant to fund the BPCP, as indicated above, and thereafter there is a steady increase over the MTEF to provide for diptanks, animal handling facilities, irrigation and fencing, etc.

*Machinery and equipment* relates to various agricultural equipment, as well as computers and vehicles acquired under the ERP pillar of the CASP grant. The high expenditure in 2016/17 relates to additional tractors and implements acquired for the Communal Estates programme. The low expenditure in 2017/18 is attributable to computers ordered but not delivered for the ERP programme and the funds were rolled over to 2018/19, resulting in the increase from the 2018/19 Main to Adjusted Appropriation. The MTEF allocations cater for the replacement of existing equipment, such as computers and office furniture.

## 7.5 Summary of infrastructure payments and estimates

Table 3.10 illustrates infrastructure payments and estimates for the period 2015/16 to 2021/22. Further details of the department's infrastructure payments and estimates are presented in the *2019/20 Estimates of Capital Expenditure*.

**Table 3.10 : Summary of infrastructure payments and estimates by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Existing infrastructure assets</b>	<b>56 937</b>	<b>44 218</b>	<b>33 956</b>	<b>84 721</b>	<b>68 484</b>	<b>15 824</b>	<b>79 522</b>	<b>93 460</b>	<b>98 600</b>
Maintenance and repair: Current	25 312	6 059	4 001	9 278	9 278	9 441	9 798	10 337	10 906
Upgrades and additions: Capital	6 321	1 089	5 659	-	13 243	8 472	8 810	9 150	9 654
Refurbishment and rehabilitation: Capital	25 304	37 070	24 296	75 443	45 963	(2 089)	60 914	73 973	78 040
<b>New infrastructure assets: Capital</b>	<b>141 063</b>	<b>125 123</b>	<b>46 475</b>	<b>55 104</b>	<b>110 306</b>	<b>92 852</b>	<b>31 108</b>	<b>38 567</b>	<b>41 680</b>
<b>Infrastructure transfers</b>	<b>-</b>	<b>30 606</b>	<b>10 621</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	-	30 606	10 621	-	-	-	-	-	-
<b>Infrastructure: Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Infrastructure: Leases</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Non infrastructure<sup>1</sup></b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>198 000</b>	<b>199 947</b>	<b>91 052</b>	<b>139 825</b>	<b>178 790</b>	<b>108 676</b>	<b>110 630</b>	<b>132 026</b>	<b>140 280</b>
<i>Capital infrastructure</i>	<i>172 688</i>	<i>193 888</i>	<i>87 051</i>	<i>130 547</i>	<i>169 512</i>	<i>99 235</i>	<i>100 832</i>	<i>121 689</i>	<i>129 374</i>
<i>Current infrastructure</i>	<i>25 312</i>	<i>6 059</i>	<i>4 001</i>	<i>9 278</i>	<i>9 278</i>	<i>9 441</i>	<i>9 798</i>	<i>10 337</i>	<i>10 906</i>

1. *Non infrastructure* is a stand-alone item, and is therefore excluded from *Capital infrastructure* and *Current infrastructure*, but it is included in the overall total

It should be noted that *Capital infrastructure* in the Revised Estimate does not balance to R124.410 million in *Buildings and other fixed structures* in Table 3.7 due to an error in the December IYM because of the negative Revised Estimate against *Refurbishment and rehabilitation: Capital*. This will be corrected in the January IYM. The department's infrastructure spending was at its highest in 2016/17 and then decreases. The decreasing trend is associated with the fiscal consolidation budget cuts from 2016/17. The major dip in 2017/18 was due to the significant under-expenditure of R42.488 million.

*Maintenance and repair: Current* was high in 2015/16 due to an incorrect allocation for repairs of agricultural infrastructure which should have been classified under *Refurbishment and rehabilitation: Capital*, hence the decrease against this category between 2015/16 and 2016/17. The further decrease in 2017/18 is associated with under-expenditure and thereafter the category shows a steady increase to 2021/22. Over the 2019/20 MTEF, the category continues to provide for the maintenance and repairs of departmental buildings such as toilets, water supply, roof leaks, etc. at district and local offices.

*Upgrades and additions: Capital* shows no provision in the 2018/19 Main Appropriation as all the projects were classified as *Refurbishment and rehabilitation: Capital*. The increase in the 2018/19 Adjusted Appropriation is to correct the classification of projects which were incorrectly classified, as mentioned. The allocations over the MTEF reflect a steady increase and include upgrading of storage facilities, upgrading of ablution facilities and fencing at local offices.

*Refurbishment and rehabilitation: Capital* shows a significant increase between 2015/16 and 2016/17, as mentioned above. The 2019/20 MTEF provides for continuous refurbishment and rehabilitation of departmental offices and official houses at research farms, district and local offices, as well as the two agricultural colleges, namely Cedara and OSCA. These projects include refurbishment of the Zululand District office, lecture rooms, office building roofs, student offices, store rooms and dormitories at both colleges.

*New infrastructure assets: Capital* relates mainly to the development of agricultural infrastructure such as animal handling facilities, irrigation schemes, fencing projects, boreholes, stock watering dams, etc. The decrease in 2016/17 was in respect of a shift from this category to *Infrastructure transfers: Capital* in respect of projects where the department's CASP grant portion was transferred to the beneficiaries. The department provides 50 per cent of the funding to farmers as support and the farmer must provide the other 50 per cent. These beneficiaries included Copperfield Dairy, Izobuya Nini Trading Enterprise CC, Indlovu Family CC, as well as Ekuphileni Poultry and Agricultural Farming Primary Co-operative. In 2017/18, only R10.621 million was transferred to beneficiaries for infrastructure. The increase from the 2018/19 Main to Adjusted Appropriation is in respect of the roll-over of unspent funds from 2017/18. The decrease in 2019/20 is due to the reduction in the CASP grant allocation to provinces to fund the BPCP. The 2019/20 MTEF provides for projects such as irrigation schemes to enhance crop production across all districts, animal handling facilities and new sport facilities at OSCA, as these are multi-year projects, as well as fencing, boreholes, stock watering dams, etc.

The category *Infrastructure transfers: Capital* in 2016/17 is in respect of a shift relating to projects where the department's CASP grant portion was transferred to the beneficiaries, as mentioned. The spending in 2017/18 was to finalise projects, such as Nyezenhle Holdings – Roadside Abattoir, which commenced in 2016/17.

## 7.6 Summary of Public Private Partnerships – Nil

## 7.7 Transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

Table 3.11 shows transfers made by the department to public entities that are listed in terms of Schedule 3 of the PFMA, as well as other entities. The financial summaries received from ADA and Mjindi are provided in *Annexure – Vote 3: Agriculture and Rural Development*. Note that Ithala does not fall under the auspices of DARD, hence Ithala's financial summary is not included here.

Table 3.11 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

Sub-programme		Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
R thousand		2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Transfers to public entities</b>		<b>162 199</b>	<b>147 764</b>	<b>188 658</b>	<b>178 815</b>	<b>178 815</b>	<b>178 815</b>	<b>188 402</b>	<b>198 389</b>	<b>209 300</b>
Agri-business Development Agency	2.2. Farmer Supp. and Dev.	99 500	94 581	121 334	120 014	120 014	120 014	126 308	132 880	140 188
Ithala Development Finance Corporation	2.2. Farmer Supp. and Dev.	12 193	-	11 323	-	-	-	-	-	-
Mjindi Farming (Pty) Ltd	2.2. Farmer Supp. and Dev.	50 506	53 183	56 001	58 801	58 801	58 801	62 094	65 509	69 112
<b>Transfers to other entities</b>		<b>63 157</b>	<b>108 912</b>	<b>76 633</b>	<b>15 429</b>	<b>10 785</b>	<b>10 877</b>	<b>4 679</b>	<b>4 835</b>	<b>5 101</b>
Agricultural Schools	2.6.Struc. Agric. Edu. and Train.	10 681	3 569	5 543	-	-	-	-	-	-
Communal Estates	2.2. Farmer Supp. and Dev.	9 640	12 426	12 633	-	-	-	-	-	-
Copperfield Dairy	2.2. Farmer Supp. and Dev.	-	6 500	-	-	-	-	-	-	-
Ekuphileni Poultry and Agric. Farm. Prim. Co-op.	2.2. Farmer Supp. and Dev.	-	5 500	6 500	-	-	-	-	-	-
Future Farmers Foundation	3.2. Social Facilitation	-	-	2 224	2 324	-	-	-	-	-
Independent Development Trust (IDT)	2.2. Farmer Supp. and Dev.	-	20 322	-	-	-	-	-	-	-
Indlovu Family CC	2.2. Farmer Supp. and Dev.	-	3 221	-	-	-	-	-	-	-
Inqanawo Tunnel Project	2.2. Farmer Supp. and Dev.	4 450	3 054	-	-	-	-	-	-	-
Izobuya Nini Trading Enterprise CC	2.2. Farmer Supp. and Dev.	-	1 500	-	-	-	-	-	-	-
KZN Goat Agri-business Project	2.2. Farmer Supp. and Dev.	-	-	2 950	3 113	-	-	-	-	-
Mbangweni Logistics (Pty) Ltd	2.2. Farmer Supp. and Dev.	-	-	2 200	2 765	2 765	2 765	-	-	-
Mpofana Land Reform Cluster	2.2. Farmer Supp. and Dev.	-	-	20 563	-	793	793	-	-	-
Ndisinduna Multi-purpose Co-op Ltd	2.2. Farmer Supp. and Dev.	-	-	800	-	-	-	-	-	-
Nozikanis Trading CC	2.2. Farmer Supp. and Dev.	-	-	2 200	2 765	2 765	2 765	-	-	-
Nyezenhle Holdings - Roadside Abattoir	2.2. Farmer Supp. and Dev.	-	7 000	3 900	-	-	-	-	-	-
Nyonende Hatchery	2.2. Farmer Supp. and Dev.	4 200	-	-	-	-	-	-	-	-
Rapid Dawn 1064 CC	2.2. Farmer Supp. and Dev.	-	1 474	-	-	-	-	-	-	-
River Valley Project	2.2. Farmer Supp. and Dev.	-	1 200	-	-	-	-	-	-	-
SA Sugarcane Research Institute	2.2. Farmer Supp. and Dev.	2 544	2 242	2 692	2 645	2 645	2 645	2 760	2 916	3 076
Siyathuthuka Farms	2.2. Farmer Supp. and Dev.	-	3 429	670	-	-	-	-	-	-
Sizisizwe Trad. Ent. Primary Co-op.	2.2. Farmer Supp. and Dev.	-	4 728	-	-	-	-	-	-	-
Soil conservation subsidy	2.1. Sust. Resource Man.	1 500	1 604	659	1 817	1 817	1 817	1 919	1 919	2 025
South African Sugar Association (SASA)	2.2. Farmer Supp. and Dev.	27 053	15 117	7 156	-	-	-	-	-	-
THB Matebes Trading 114 CC	2.2. Farmer Supp. and Dev.	-	-	4 121	-	-	-	-	-	-
University of KwaZulu-Natal	3.2. Social Facilitation	-	-	44	-	-	92	-	-	-
University of Zululand	3.2. Social Facilitation	-	3 000	-	-	-	-	-	-	-
uThukela Local House of Trad. Leaders Dev. Tr.	2.2. Farmer Supp. and Dev.	-	13 026	-	-	-	-	-	-	-
Zakhe Agricultural College	2.6. Struc. Agric. Edu. and Train.	3 089	-	1 778	-	-	-	-	-	-
<b>Total</b>		<b>225 356</b>	<b>256 676</b>	<b>265 291</b>	<b>194 244</b>	<b>189 600</b>	<b>189 692</b>	<b>193 081</b>	<b>203 224</b>	<b>214 401</b>

Although decisions taken in respect of the Rationalisation of public entities process are expected to have an impact on the 2019/20 MTEF budgets of Mjindi and ADA, the baselines for these entities were maintained, with inflationary growth provided for over the MTEF, pending the outcome of the due diligence study.

***Agri-business Development Agency (ADA)***

The actual expenditure and 2019/20 MTEF transfers are for projects to be implemented by ADA, as well as the operational costs of the entity. The decrease in 2016/17 was due to the slow progress in implementation of projects that led to the department not transferring all the funds to the entity. The transfers increase steadily from 2017/18 onward. The entity will continue to focus on secondary agriculture and commercial farming with particular focus on the agri-processing sector, while the department will focus on household and subsistence farming aligned to the department's agrarian transformation strategy.

***Ithala Development Finance Corporation (Ithala)***

The 2015/16 and 2017/18 amounts relating to Ithala cater for a shortfall in wages and operational costs of Ntingwe Tea Estate during the off-season. DARD is the main shareholder in the Ntingwe Tea Estate. Ithala is a lesser shareholder, and provides the management oversight of the entity. The department uses Ithala as a vehicle to channel the funding to Ntingwe Tea Estate. The Rationalisation of public entities exercise also impacts on Ntingwe Tea, including the outcome of the due diligence study, and a priority area for the entity is to obtain its rain forest accreditation that will allow the entity to export its products and obtain better returns, thus increasing profits.

***Mjindi Farming (Pty) Ltd (Mjindi)***

The transfers over the 2019/20 MTEF provide for the operational costs of the entity, as well as maintenance of the existing infrastructure.

***Other entities:***

The department entered into a funding agreement with the DOE whereby R50 million was made available over three years commencing in 2015/16, for the improvement of facilities at agricultural schools in order to enable practical teaching and learning. The funding was allocated to the five agricultural schools in the province, namely Zakhe Agricultural College (a private college), Weston Agricultural College, Vryheid Landbou High School, James Nxumalo Agricultural High School and Shakaskraal Secondary School, as mentioned previously. The funding ended in 2017/18 and the DOE is responsible for the maintenance of the infrastructure thereafter.

The transfers to Communal Estates were for the operational costs, such as fuel and tractor drivers, in respect of the tractors and farming implements that the department has transferred to them, in line with its agricultural transformation strategy implemented from 2015/16. The 2015/16 transfer was low due to the drought which restricted agricultural activities. The transfer ended in 2017/18, as all Communal Estates were on the programme for three years and therefore no longer qualify for financial assistance in terms of the current funding model. The department did extend the lease of the tractors and implements to 2018/19, but the Communal Estates provided the funding for the operational costs.

In 2014/15, DARD entered into an agreement with the SA Sugar Association to implement specifically approved sugarcane projects from 2014/15 to 2017/18. Funding of R4.200 million was provided to the Nyonende Hatchery in 2015/16 to enable the hatchery to become economically viable. Also, funding was provided to project beneficiaries under the 50:50 funding model, including Inqanawe Tunnel Project, Ekuphileni Poultry and Agricultural Farming Primary Co-operative, Siyathuthuka Farms, Masisizane Fund and Nyezenhle Holdings – Roadside Abattoir.

The partnership with the SA Sugarcane Research Institute, which was formed in 2010/11, continues and grows steadily over the seven years. This partnership ensures the provision of specialist extension services to assist small-scale sugarcane farmers.

The Soil conservation subsidy is a provision to business and farming enterprises for sub-surface drainage works, and is a national initiative in response to the Conservation of Agricultural Resources Act (CARA).

In 2017/18, the department formed a five-year partnership with the KZN Goat Agri-business Project with the first year contribution initially planned to be R8.350 million, but the department's contribution was subsequently extended over a five-year period. Following the classification circular from National Treasury issued in May 2018, it was found that this transaction should be *Goods and services* and not a transfer payment, hence the decrease from the 2018/19 Main to Adjusted Appropriation and no provision over the MTEF. Also, in 2017/18, further direct transfers were made to THB Matabese Trading 114 CC, Ndisinduna Multipurpose Co-op Ltd, Mbangweni Logistics (Pty) Ltd and Nozinkaniso Trading CC. The latter two projects are also funded in 2018/19.

## 7.8 Transfers to local government

Tables 3.12 and 3.13 show the details of transfers to local government, which relate to rates in respect of OSCA. It is noted that, although the payment of motor vehicle licences falls under *Transfers and subsidies to: Provinces and municipalities*, these funds are not transferred to any municipality, and so are excluded from the tables.

Table 3.12 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Category A	-	-	-	-	-	-	-	-	-
Category B	-	-	-	-	-	-	-	-	-
Category C	13	-	52	34	25	25	38	40	42
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>13</b>	<b>-</b>	<b>52</b>	<b>34</b>	<b>25</b>	<b>25</b>	<b>38</b>	<b>40</b>	<b>42</b>

Table 3.13 : Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
OSCA - Rates and taxes	2.6. Struc. Agric. Edu. and Train.	13	-	52	34	25	25	38	40	42
<b>Total</b>		<b>13</b>	<b>-</b>	<b>52</b>	<b>34</b>	<b>25</b>	<b>25</b>	<b>38</b>	<b>40</b>	<b>42</b>

## 7.9 Transfers and subsidies

Table 3.14 summarises *Transfers and subsidies* by programme and category, as explained above and below the table.

Programme 1's *Transfers and subsidies* fluctuate, largely due to the nature of transfers made as follows:

- *Provinces and municipalities* caters for motor vehicle licences.
- *Departmental agencies and accounts* caters for the Skills Development Levy.
- *Public corporations and private enterprises* is in respect of a donation toward the gala dinner for the Edendale Lay Ecumenical Centre centenary celebration.
- *Households* caters for staff exit costs and bursaries to external bursary holders covering Agricultural Engineering and various Agriculture Science Degrees, as well as Veterinary Degrees and Diplomas.

*Transfers and subsidies* under Programme 2 also fluctuates markedly over the seven years, as follows:

- *Provinces and municipalities* provides for the payment of motor vehicle licences. Municipal agencies and funds are in respect of rates paid for OSCA, which the department is providing for until DOPW takes responsibility for this account.
- *Departmental agencies and accounts* reflects payments for TV licences, as well as transfers made to ADA. The fluctuations take into account the operational costs and projects undertaken by ADA.
- *Public corporations and private enterprises* relates to transfers made by the department to Mjindi, transfers made to an implementing agent (IDT), as well as project beneficiaries that received direct

grant funding, as detailed in Section 7.7. From 2019/20, this category provides for transfers to Mjindi, as well as transfers for the soil conservation subsidy and the SA Sugarcane Research Institute.

- The funding for *Non-profit institutions* is dependent on partnerships/agreements that may be in place at any given point in time. The transfer against agricultural schools is in respect of the agricultural school revitalisation programme, also to Zakhe Agricultural College, as mentioned.
- *Households* caters for staff exit costs.

**Table 3.14 : Summary of transfers and subsidies by programme and main category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>1. Administration</b>	<b>7 327</b>	<b>8 971</b>	<b>7 569</b>	<b>8 713</b>	<b>10 313</b>	<b>11 218</b>	<b>9 348</b>	<b>9 819</b>	<b>10 360</b>
Provinces and municipalities	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Motor vehicle licences	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Departmental agencies and accounts	1 805	2 418	1 849	2 823	2 823	2 823	3 048	3 289	3 470
Skills Development Levy	1 805	2 418	1 849	2 823	2 823	2 823	3 048	3 289	3 470
Public corporations and private enterprises	5	-	-	-	-	-	-	-	-
Edendale Lay Ecumenical Centre	5	-	-	-	-	-	-	-	-
Households	4 370	5 275	5 002	4 710	6 310	7 215	5 100	5 320	5 613
Staff exit costs	1 260	1 259	2 034	10	1 610	2 515	100	220	232
Bursaries	3 110	4 016	2 968	4 700	4 700	4 700	5 000	5 100	5 381
<b>2. Agriculture</b>	<b>239 641</b>	<b>263 995</b>	<b>277 095</b>	<b>197 662</b>	<b>201 939</b>	<b>207 628</b>	<b>198 705</b>	<b>208 769</b>	<b>220 040</b>
Provinces and municipalities	166	-	662	912	903	903	959	1 006	1 061
Motor vehicle licences	153	-	610	878	878	878	921	966	1 019
Municipal agencies and funds	13	-	52	34	25	25	38	40	42
Departmental agencies and accounts	99 501	94 582	121 335	120 015	120 017	120 017	126 309	132 881	140 189
Agri-business Development Agency	99 500	94 581	121 334	120 014	120 014	120 014	126 308	132 880	140 188
TV and radio licences	1	1	1	1	3	3	1	1	1
Public corporations and private enterprises	112 086	155 526	134 368	71 906	69 586	69 586	66 773	70 344	74 213
Communal Estates	9 640	12 426	12 633	-	-	-	-	-	-
Copperfield Dairy	-	6 500	-	-	-	-	-	-	-
Ekuphileni Poultry and Agric. Farming Prim. Co-op.	-	5 500	6 500	-	-	-	-	-	-
Independent Development Trust (IDT)	-	20 322	-	-	-	-	-	-	-
Indlovu Family CC	-	3 221	-	-	-	-	-	-	-
Inqanawu Tunnel Project	4 450	3 054	-	-	-	-	-	-	-
Ithala	12 193	-	11 323	-	-	-	-	-	-
Izobuya Nini Trading Enterprise CC	-	1 500	-	-	-	-	-	-	-
KZN Goat Agri-business Project	-	-	2 950	3 113	-	-	-	-	-
Mbangweni Logistics (Pty) Ltd	-	-	2 200	2 765	2 765	2 765	-	-	-
Mjindi	50 506	53 183	56 001	58 801	58 801	58 801	62 094	65 509	69 112
Mpofana Land Reform Cluster	-	-	20 563	-	793	793	-	-	-
Ndisinduna Multi-purpose Co-op Ltd	-	-	800	-	-	-	-	-	-
Nozinkanis Trading CC	-	-	2 200	2 765	2 765	2 765	-	-	-
Nyezenhle Holdings - Roadside Abattoir	-	7 000	3 900	-	-	-	-	-	-
Nyonende Hatchery	4 200	-	-	-	-	-	-	-	-
Rapid Dawn 1064 CC	-	1 474	-	-	-	-	-	-	-
River Valley Project	-	1 200	-	-	-	-	-	-	-
SA Sugarcane Research Institute	2 544	2 242	2 692	2 645	2 645	2 645	2 760	2 916	3 076
Siyathuthuka Farms	-	3 429	670	-	-	-	-	-	-
Sizisizwe Trad. Ent. Primary Co-op.	-	4 728	-	-	-	-	-	-	-
Soil conservation subsidy	1 500	1 604	659	1 817	1 817	1 817	1 919	1 919	2 025
South African Sugar Association (SASA)	27 053	15 117	7 156	-	-	-	-	-	-
THB Matebese Trading 114 CC	-	-	4 121	-	-	-	-	-	-
uThukela Local House of Trad. Leaders Dev. Tr.	-	13 026	-	-	-	-	-	-	-
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Zakhe Agricultural College	3 089	-	1 778	-	-	-	-	-	-
Agricultural Schools	10 681	3 569	5 543	-	-	-	-	-	-
Households	14 118	10 318	13 409	4 829	11 433	17 122	4 664	4 538	4 577
Staff exit costs	14 118	10 318	13 409	4 829	11 233	16 922	4 464	4 338	4 577
External bursaries	-	-	-	-	200	200	200	200	-
<b>3. Rural Development</b>	<b>-</b>	<b>3 028</b>	<b>2 455</b>	<b>2 324</b>	<b>48</b>	<b>171</b>	<b>-</b>	<b>-</b>	<b>-</b>
Higher education institutions	-	3 000	44	-	-	92	-	-	-
University of Zululand	-	3 000	-	-	-	-	-	-	-
University of KwaZulu-Natal	-	-	44	-	-	92	-	-	-
Public corporations and private enterprises	-	-	2 224	2 324	-	-	-	-	-
Future Farmers Foundation	-	-	2 224	2 324	-	-	-	-	-
Households	-	28	187	-	48	79	-	-	-
Staff exit costs	-	28	187	-	48	79	-	-	-
<b>Total</b>	<b>246 968</b>	<b>275 994</b>	<b>287 119</b>	<b>208 699</b>	<b>212 300</b>	<b>219 017</b>	<b>208 053</b>	<b>218 588</b>	<b>230 400</b>

*Transfers and subsidies* under Programme 3 relates to:

- R3 million against *Higher education institutions* in 2016/17 relates to the department's contribution to the development of the CSIRD at UNIZULU. The payments in 2017/18 and the 2018/19 Revised

Estimate relate to donations made to the UKZN towards funding the Postgraduate Research and Innovation Day.

- *Public corporations and private enterprises* provides for the partnership with the Future Farmers Foundation for the placement of unemployed graduates on various farms, as well as agro-processing. The expenditure for this activity is reflected against *Goods and services* in the 2018/19 Adjusted Appropriation in line with the National Treasury Circular on classification of expenditure.
- *Households* caters for staff exit costs.

## 8. Programme description

The services rendered by the department are categorised under three programmes, which largely conform to the uniform budget and programme structure of the Agriculture and Rural Development sector, as explained previously. Programme 2 provides the sector information by sub-programme and sub-sub-programme, because of the level of detail required by the sector.

### 8.1 Programme 1: Administration

The primary role of Programme 1 is to support the line function components of the department in achieving their goals.

Tables 3.15 and 3.16 summarise payments and estimates relating to Programme 1 for the period 2015/16 to 2021/22.

**Table 3.15 : Summary of payments and estimates by sub-programme: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
1. Office of the MEC	14 129	16 001	11 812	15 535	15 965	16 273	16 475	17 327	18 279
2. Senior Management	31 238	26 144	43 393	45 917	47 925	57 817	47 259	49 797	52 533
3. Corporate Services	227 745	244 961	272 772	275 268	286 893	272 551	293 430	311 283	328 404
4. Financial Management	133 645	142 117	117 230	162 138	177 440	149 855	173 659	187 688	198 730
5. Communication Services	25 791	28 196	31 440	33 947	35 937	30 606	36 278	38 421	40 535
<b>Total</b>	<b>432 548</b>	<b>457 419</b>	<b>476 647</b>	<b>532 805</b>	<b>564 160</b>	<b>527 102</b>	<b>567 101</b>	<b>604 516</b>	<b>638 481</b>

**Table 3.16 : Summary of payments and estimates by economic classification: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>391 822</b>	<b>412 181</b>	<b>443 038</b>	<b>476 750</b>	<b>490 216</b>	<b>470 791</b>	<b>507 458</b>	<b>541 845</b>	<b>572 363</b>
Compensation of employees	188 954	192 245	205 016	223 302	217 923	222 336	241 093	260 068	274 372
Goods and services	202 817	219 850	238 022	253 448	272 293	248 455	266 365	281 777	297 991
Interest and rent on land	51	86	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>7 327</b>	<b>8 971</b>	<b>7 569</b>	<b>8 713</b>	<b>10 313</b>	<b>11 218</b>	<b>9 348</b>	<b>9 819</b>	<b>10 360</b>
Provinces and municipalities	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Departmental agencies and accounts	1 805	2 418	1 849	2 823	2 823	2 823	3 048	3 289	3 470
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	5	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	4 370	5 275	5 002	4 710	6 310	7 215	5 100	5 320	5 613
<b>Payments for capital assets</b>	<b>32 780</b>	<b>34 448</b>	<b>25 685</b>	<b>47 342</b>	<b>63 631</b>	<b>45 093</b>	<b>50 295</b>	<b>52 852</b>	<b>55 758</b>
Buildings and other fixed structures	10 705	6 650	3 184	27 789	42 364	20 386	29 345	30 959	32 662
Machinery and equipment	22 075	27 747	22 501	19 553	21 267	24 707	20 950	21 893	23 096
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	51	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>619</b>	<b>1 819</b>	<b>355</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>432 548</b>	<b>457 419</b>	<b>476 647</b>	<b>532 805</b>	<b>564 160</b>	<b>527 102</b>	<b>567 101</b>	<b>604 516</b>	<b>638 481</b>



The sub-programme: Office of the MEC provides for the efficient operation of the ministry, and the MTEF allocations show steady growth in line with anticipated wage adjustments and inflationary increases, as well as the fact that the MEC's salary did not increase in 2018/19.

The sub-programme: Senior Management provides for the running costs of the office of the HOD, DDGs and Chief Directors. This sub-programme also provides for audit fees, any other audits commissioned, as well as the Rationalisation of public entities and the study on the Status of Agriculture in the Province (to be undertaken in 2019/20). The increase in 2017/18 is ascribed to the filling of posts such as the DDG: Agriculture Services, Chief Directors: Veterinary Services, Research and Development, Rural Enterprise Development, Human Resource Management, as well as the costs for the investigation undertaken by the SIU. The increase against the 2018/19 Revised Estimate was due to an incorrect inter-face between PERSAL and BAS instead of to the Rural Development programme. This will be corrected and there will be no reduction from 2018/19 to 2019/20. The growth over the MTEF is in respect of the carry-through costs of the above-budget wage agreements and annual salary increments, as well as undertaking the Status of Agriculture in the Province study in 2019/20.

The Corporate Services sub-programme includes human resource management and development, business support services, legal services, security services, facilities, etc. The increases in 2016/17 and 2017/18 relate to the cost of the migration from Novell to Microsoft, and hence there is no growth in 2018/19. The decrease in the Revised Estimate is due to savings on computer services, legal fees and subsistence and traveling costs. The 2019/20 MTEF provides for support to the department in terms of sound legal advice, adequate IT infrastructure, human resource management and development, employee wellness and ensuring adherence to the occupational health and safety requirements.

The sub-programme: Financial Management provides for sound financial management systems and controls, SCM systems that are fair, transparent and address the need for radical economic transformation, as well as the management of the departmental fleet and capital infrastructure development. The operational costs of vehicles are charged to the programmes that utilise the vehicles. DOPW is the implementing agent for the department's infrastructure projects, such as the upgrade and refurbishment of departmental offices and staff accommodation. The progress of implementation was slow between 2015/16 and 2017/18 which explains the low spending against this sub-programme and *Buildings and other fixed structures*. This trend continues into 2018/19, and the roll-over of funds increased the 2018/19 Adjusted Appropriation. The 2019/20 MTEF provides for continued support to the line function, rehabilitation and upgrade of office accommodation at various departmental district and local offices, as well as the replacement of departmental vehicles.

The sub-programme: Communication Services includes activities to promote the image of the department and market the services provided by the department through a comprehensive communication strategy for both external stakeholders, as well as internal employees. The decrease in the 2018/19 Revised Estimate is due to the procurement of signage for the remaining offices not covered in phase 1 not being finalised.

*Compensation of employees* shows a steady increase over the seven-year period, with 2019/20 providing for the filling of 21 vacant posts in the Office of the HOD, Corporate Services, and Financial Management. The growth is 7.2 per cent in 2019/20, 10.5 per cent in 2020/21 and 5.8 per cent in 2021/22. The growth of 7.2 per cent in 2019/20 is not adequate for filling 21 posts and the department will review this, as well as the low growth in the outer year.

*Goods and services* provides for the hiring of offices and ITC services through SITA, for the entire department, as well as leases of labour saving devices, telecommunication services, fleet management costs, operational costs such as subsistence and travel, as well as utility and security services, all in respect of Programme 1. The budget over the 2019/20 MTEF provides for inflationary increases for these items.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* relates to the payment of motor vehicle licence fees.
- *Departmental agencies and accounts* is in respect of the Skills Development Levy payable to the Agriculture SETA.

- *Public corporations and private enterprises* relates to a once-off donation of R5 000 toward the gala dinner for the Edendale Lay Ecumenical Centre centenary celebration.
- *Households* caters for staff exit costs, as well as bursaries to 54 external bursary holders.

*Buildings and other fixed structures* comprises mainly renovations of office buildings at head office, as well as district and local offices. There is steady growth over the MTEF despite the slow spending in prior years which resulted in the roll-over of funds in the 2018/19 Adjusted Appropriation. Capital projects over the 2019/20 MTEF relate to the rehabilitation of departmental buildings, such as local and district offices, staff accommodation and college facilities, including the canteen at Cedara, installation of electricity, boreholes and elevated water tanks, upgrade of ablution facilities, repair and renovation of the district office in the eThekweni Metro, etc.

*Machinery and equipment* provides for the purchase of replacement vehicles and, to a limited extent, new vehicles for the departmental fleet, centralised under Programme 1, as well as office furniture and equipment. The allocation over the 2019/20 MTEF shows a steady increase.

*Payments for financial assets* provides for the approved write-off of thefts and losses.

## 8.2 Programme 2: Agriculture

Programme 2 has two main core functions, namely Agriculture and Veterinary Services.

Agriculture encompasses crop production, livestock farming, land use and land reform (a national priority run by DARD at a provincial level).

Veterinary Services entails animal disease control, prevention of zoonotic diseases, and ensuring safety of food products of animal origin.

Tables 3.17 and 3.18 give information relating to Programme 2, providing detail at sub-programme and sub-sub programme level, largely conforming to the uniform budget and programme structure for the sector, as mentioned earlier.

**Table 3.17 : Summary of payments and estimates by sub-programme: Agriculture**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>1. Sustainable Resource Management</b>	<b>75 492</b>	<b>74 396</b>	<b>75 340</b>	<b>85 176</b>	<b>89 495</b>	<b>90 556</b>	<b>96 390</b>	<b>96 321</b>	<b>101 621</b>
Engineering Services	36 571	19 084	17 264	26 098	18 534	19 779	28 044	29 984	31 636
Land Care	38 921	41 601	41 712	43 250	57 218	56 205	51 471	48 372	51 032
Land Use Management	-	10 193	11 496	11 214	9 674	10 007	11 908	12 589	13 281
Disaster Risk Management	-	3 518	4 868	4 614	4 069	4 565	4 967	5 376	5 672
<b>2. Farmer Support and Development</b>	<b>1 235 839</b>	<b>1 233 265</b>	<b>958 766</b>	<b>1 146 349</b>	<b>1 187 853</b>	<b>1 257 627</b>	<b>1 168 026</b>	<b>1 253 314</b>	<b>1 327 931</b>
Farmer-Settlement and Development	452 879	701 418	315 123	313 275	348 723	430 800	285 593	288 476	310 026
Extension and Advisory Services	761 833	514 022	556 164	630 215	636 271	620 666	668 432	738 040	778 633
Food Security	21 127	17 825	87 479	202 859	202 859	206 161	214 001	226 798	239 272
<b>3. Veterinary Services</b>	<b>163 086</b>	<b>176 333</b>	<b>200 850</b>	<b>198 694</b>	<b>193 131</b>	<b>211 261</b>	<b>212 060</b>	<b>226 594</b>	<b>239 058</b>
Animal Health	131 833	141 881	166 079	159 655	154 092	176 848	170 607	182 933	192 995
Veterinary Public Health	7 951	9 117	2 721	8 409	8 409	6 296	8 941	9 410	9 928
Veterinary Laboratory Services	23 302	25 335	32 050	30 630	30 630	28 117	32 512	34 251	36 135
<b>4. Research and Technology Development</b>	<b>181 914</b>	<b>170 881</b>	<b>187 457</b>	<b>212 362</b>	<b>209 729</b>	<b>170 482</b>	<b>226 676</b>	<b>240 417</b>	<b>253 641</b>
Research	133 932	126 406	127 259	135 104	128 015	105 381	144 186	153 065	161 485
Research Infrastructure Support	47 982	44 475	60 198	77 258	81 714	65 101	82 490	87 352	92 156
<b>5. Agricultural Economic Services</b>	<b>5 699</b>	<b>5 047</b>	<b>9 289</b>	<b>10 746</b>	<b>9 281</b>	<b>9 265</b>	<b>11 540</b>	<b>12 480</b>	<b>13 167</b>
Agri-Business Support and Development	5 699	5 047	9 289	10 746	9 281	9 265	11 540	12 480	13 167
<b>6. Structured Agricultural Education and Training</b>	<b>102 718</b>	<b>84 268</b>	<b>105 216</b>	<b>106 537</b>	<b>105 067</b>	<b>100 053</b>	<b>113 174</b>	<b>119 455</b>	<b>126 027</b>
Higher Education and Training	102 718	76 440	95 230	85 534	84 064	83 390	90 808	95 747	101 015
Further Education and Training (FET)	-	7 828	9 986	21 003	21 003	16 663	22 366	23 708	25 012
<b>Total</b>	<b>1 764 748</b>	<b>1 744 190</b>	<b>1 536 918</b>	<b>1 759 864</b>	<b>1 794 556</b>	<b>1 839 244</b>	<b>1 827 866</b>	<b>1 948 581</b>	<b>2 061 445</b>

Table 3.18 : Summary of payments and estimates by economic classification: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 344 710</b>	<b>1 221 290</b>	<b>1 175 394</b>	<b>1 432 677</b>	<b>1 424 150</b>	<b>1 498 345</b>	<b>1 531 164</b>	<b>1 623 347</b>	<b>1 717 543</b>
Compensation of employees	720 896	750 131	779 552	873 193	843 822	799 143	942 894	1 017 246	1 073 195
Goods and services	623 638	471 143	395 838	559 394	580 238	699 112	588 179	606 009	644 251
Interest and rent on land	176	16	4	90	90	90	91	92	97
<b>Transfers and subsidies to:</b>	<b>239 641</b>	<b>263 995</b>	<b>277 095</b>	<b>197 662</b>	<b>201 939</b>	<b>207 628</b>	<b>198 705</b>	<b>208 769</b>	<b>220 040</b>
Provinces and municipalities	166	-	662	912	903	903	959	1 006	1 061
Departmental agencies and accounts	99 501	94 582	121 335	120 015	120 017	120 017	126 309	132 881	140 189
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	112 086	155 526	134 368	71 906	69 586	69 586	66 773	70 344	74 213
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Households	14 118	10 318	13 409	4 829	11 433	17 122	4 664	4 538	4 577
<b>Payments for capital assets</b>	<b>180 397</b>	<b>258 886</b>	<b>84 296</b>	<b>129 525</b>	<b>168 467</b>	<b>133 272</b>	<b>97 997</b>	<b>116 465</b>	<b>123 862</b>
Buildings and other fixed structures	161 983	156 632	73 246	102 758	127 148	104 024	71 487	90 730	96 712
Machinery and equipment	18 064	102 085	10 355	26 217	40 769	29 029	25 940	25 165	26 549
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	350	169	695	550	550	219	570	570	601
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>19</b>	<b>133</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 764 748</b>	<b>1 744 190</b>	<b>1 536 918</b>	<b>1 759 864</b>	<b>1 794 556</b>	<b>1 839 244</b>	<b>1 827 866</b>	<b>1 948 581</b>	<b>2 061 445</b>

The Sustainable Resource Management sub-programme includes the Engineering Services and Land Care sub-sub-programmes, as well as Land Use Management and Disaster Risk Management from 2016/17 onward. The additions of the latter two sub-sub-programmes were in line with the organisational structure, as well as further alignment to the uniform budget structure for the sector. Also affecting the Land Care sub-sub-programme, is the EPWP Integrated Grant for Provinces, which is an annual allocation based on the prior year's performance. This grant shows fluctuations over the years, accounting for the fluctuations under that sub-sub-programme. Furthermore, a drought relief allocation of R9.850 million was added to the Land Care grant in the 2018/19 Adjusted Appropriation under the sub-sub-programme: Land Care. The budget over the 2019/20 MTEF is to provide for the implementation of land care projects and to re-establish land for agricultural purposes, and these projects are implemented using EPWP principles aimed at job creation. The Engineering Services sub-sub-programme provides technical support and specifications for infrastructure related projects, such as irrigation schemes, fencing, animal handling facilities, etc., and also ensures that the service providers adhere to the correct standards and specification during implementation. This sub-sub-programme also provides for soil conservation services, including developing and conducting research on new soil conservation methods that will be adaptive to climate change, as well as providing advisory services to farmers. The Disaster Risk Management sub-sub-programme caters for the operational costs of the unit only, which provides continuous monitoring and advisory services on any potential and unusual climatic conditions. This unit will manage any disaster that may occur and oversee the implementation of any interventions required, including the submission of requests for funding to the provincial and national disaster management centres.

The Farmer Support and Development sub-programme houses the bulk of the conditional grants, funding for the Makhathini development project, extension services, as well as the fencing and irrigation scheme programmes. The Farmer-Settlement and Development sub-sub-programme includes the subsidies to ADA and Mjindi. The decrease in 2017/18 is as a result of fiscal consolidation cuts, as well as the reprioritisation undertaken to fund 133 critical vacant posts in the department and the effect of the under-expenditure in that year. The increase from the 2018/19 Main to Adjusted Appropriation is in respect of the roll-over of the CASP and Ilima/Letsema Projects grants. Further reprioritisation into this sub-programme for additional hectares to be cultivated accounts for the increase in the 2018/19 Revised Estimate. This sub-programme shows steady growth over the 2019/20 MTEF and is the key service delivery programme of the department, with the budget allowing the department to facilitate, co-ordinate and provide support to smallholder and commercial farmers through sustainable agricultural development within agrarian reform initiatives such as on-and off-farm infrastructure development, market access, agro-processing, etc. The Food Security sub-sub-programme shows an increase in 2017/18 and 2018/19 in line with the shift in the strategy towards providing nutritious food security support at household and

subsistence level. The interventions at household level will include, among others, one-household-one-hectare, communal gardens and distribution of various varieties of seeds/commodities to provide nutritious food throughout the year whereas, in the past, it was biased toward summer crops only (maize and beans in particular). The sub-sub-programme: Extension and Advisory Services, which is also partly funded by the CASP grant, provides for extension services to farmers through the department's extension officers that are located at the local offices throughout the province. The budget under this sub-sub-programme is therefore primarily for *Compensation of employees* and related costs such as travel and subsistence, the digi-pen software and ERP, as well as the utility and security services at district and local offices.

Veterinary Services provides for the acquisition of animal medicines and dipping chemicals. The increase in 2017/18 and again in the 2018/19 Revised Estimate is the result of reprioritisation for the acquisition of dipping material and chemicals to address the high demand for this service at communal level. There is steady growth over the 2019/20 MTEF to provide veterinary services to clients in order to ensure healthy animals, safe animal products and the welfare of the people of South Africa. The sub-sub-programme: Animal Health provides for animal health technicians in the various veterinary offices to facilitate and provide animal disease control services in order to protect the animal and human population against identified infectious, zoonotic and/or economic diseases, through the implementation of the Animal Diseases Act, and primary animal health programme/projects such as dipping and vaccinations. The sub-sub-programme: Veterinary Public Health ensures the safety of meat and meat products through the implementation of the Meat Safety Act, the Animal Diseases Act, and other relevant legislation through inspections of abattoir facilities and quality control of the export of meat. The provision for the sub-sub-programme: Veterinary Laboratory Services is for the operational costs of the veterinary laboratories at Allerton in Pietermaritzburg and Vryheid, which are utilised to render veterinary diagnostic, laboratory and investigative services that will focus on the control of animal diseases for adherence to hygienic standards and for generating data.

The sub-programme: Research and Technology Development Services shows a fluctuating trend between 2015/16 and the 2018/19 Revised Estimate, due to the effect of the matching and placing of posts, difficulty in the procurement of high-tech equipment for the soil analytical laboratory, as well as slow progress in the rehabilitation of official houses at research farms. There is a steady increase over the 2019/20 MTEF. The sub-sub-programme: Research provides for existing and new scientists to conduct, facilitate and co-ordinate research and to participate in multi-disciplinary development projects, as well as to disseminate information on research and technology to farmers. The department has a soil analytical laboratory at Cedara that provides critical soil analysis for farmers to enable them to maintain and enhance the fertility of the soil. The sub-sub-programme: Research Infrastructure Support Services provides for the maintenance and management of the six agricultural research farms that are used to conduct the above-mentioned research. These research farms are at Cedara in uMgungundlovu, Kokstad in Harry Gwala, Dundee in uMzinyathi, as well as Makhathini, Bartlow and OSCA in uMkhanyakude.

The purpose of the Agricultural Economic Services sub-programme is to market information and facilitate marketing and provide agricultural economic services to clients. It is expected that the activities will play a leading role in stimulating agri-business and related activities in the rural areas of KZN. As such, this sub-programme increases steadily over the period, and was not impacted by any budget cuts.

The Structured Agricultural Education and Training sub-programme houses the department's agricultural colleges, namely Cedara and OSCA, as well as the other agricultural colleges (Zakhe Agricultural College, Weston College, etc.). The two colleges provide an accredited two-year diploma in agriculture courses, and various FET short courses. Cedara is also accredited with UKZN and provides a three-year B. Agric. Degree. Funding for improving the infrastructure facilities at these colleges is received from the CASP grant across all seven years. The MTEF allocations are mainly in respect of the appointment of lecturers and support staff, operational costs for the student farms and hostels, as well as rehabilitation/upgrading and new infrastructure such as sport facilities, lecture rooms, dairy milk parlours for the two colleges.

*Compensation of employees* shows steady growth over the seven-year period, which is reflective of the annual wage adjustments, filling of critical vacant posts, as well as the implementation of the various OSDs within the department. The decrease in the 2018/19 Adjusted Appropriation and further reduction in the Revised Estimate is due to slower than anticipated filling of critical posts. The funds for these critical

posts remain in the 2019/20 MTEF and hence the increase from the 2018/19 Revised Estimate to 2019/20. The progress in filling vacant posts will be closely monitored by the department so that any savings emanating from vacant posts can be re-directed to other areas during the year. The growth is 17.9 per cent in 2019/20, 7.8 per cent in 2020/21 and 5.5 per cent in 2021/22. The growth is thus adequate in 2019/20 for filling 62 posts, while the growth in the two outer years will be reviewed in the next budget process, taking into account progress made with regard to the filling of the vacant posts.

*Goods and services* includes the bulk of the conditional grant funding. This category was negatively affected by the reduction in the conditional grants, budget cuts and the need to reprioritise to fund critical posts. The decreases in 2016/17 and 2017/18 were also due to funding some projects through direct transfer, as already mentioned. This category recorded under-expenditure in 2017/18, further explaining the significant decrease in that year. The increase from the 2018/19 Main to Adjusted Appropriation and again to the Revised Estimate is due to the roll-over of unspent funds from 2017/18 and the reprioritisation of funds towards increased mechanisation and provision of agricultural inputs. The increase in the Revised Estimate is to address the high demand for services such as veterinary supplies, production inputs, as well as the provision for animal feed, and is funded through reprioritisation from savings under *Compensation of employees*, as mentioned. There is steady growth over the 2019/20 MTEF. This category provides for the acquisition of agricultural inputs such as seeds, fertilizer, chemicals and pesticides, as well as fencing and irrigation material and supplies which are on a two-year contract. The other major items are subsistence and travel for scientists, extension officers and animal health technicians, running costs of departmental vehicles and the payment for security and utility services at the district and local offices.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* relates to motor vehicle and tractor licences.
- *Departmental agencies and accounts* comprises transfers made to ADA and a minimal allocation for TV and radio licences.
- *Public corporations and private enterprises* includes the transfers to Mjindi, but also includes transfers to various other entities, as well as direct transfers for certain agricultural projects and details thereof are provided under Section 7.7 and 7.9. This category provides for transfers for the soil conservation subsidy and the SA Sugarcane Research Institute over the 2019/20 MTEF.
- *Non-profit institutions* provides for the transfer to agricultural schools as part of the agricultural school revitalisation programme and these transfers ended in 2017/18.
- *Households* caters for staff exit costs.

*Buildings and other fixed structures* shows a steady decrease from 2015/16 to 2017/18 due to budget cuts, as well as the completion of projects in the Makhathini area and the fact that the department under-spent at the end of 2017/18. The increase in the 2018/19 Adjusted Appropriation is in respect of the roll-over of unspent funds in respect of both conditional grants and equitable share. The low rate of spending, however, is continuing and accounts for the decrease in the 2018/19 Revised Estimate due to slow procurement processes. The decrease in 2019/20 is due to the reduction in the CASP grant allocation to fund the BPCP, as mentioned. The MTEF includes further development in the Makhathini area, upgrade of agricultural colleges, as well as construction of fencing, boreholes, stock watering dams, diptanks, etc.

*Machinery and equipment* shows high expenditure in 2016/17 due to the acquisition of tractors and implements to increase the fleet for the Communal Estates. The allocations show a slight decrease over the 2019/20 MTEF due to the budget pressure to increase funding for interventions at household and smallholder level, which are provided under *Goods and services*. The MTEF provides for farming equipment, irrigation equipment, departmental vehicles for the ERP, the digi-pen software, as well as office furniture and equipment at the various district and local agricultural offices.

*Biological assets* is primarily in respect of animals acquired for research and educational purposes and is affected by deaths, type of research to be undertaken, as well as availability of the specific breed, resulting in the fluctuating trend. Also provided for are livestock for food security and smallholder livestock projects, adding to the fluctuations.

*Software and other intangible assets* fluctuates, as it is dependent on the need for updated software.

**Service delivery measures – Programme 2: Agriculture**

Table 3.19 shows service delivery measures pertaining to Programme 2, which are aligned to the customised measures prescribed for the Agriculture sector. In addition to the information reflected, the department reports on several measures which are not prescribed by the sector, which are not reflected here but are included in the APP.

The department reviewed its service delivery measures for 2019/20, and hence four new targets are included, indicated by “New” in the 2018/19 column.

**Table 3.19 : Service delivery measures: Agriculture**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2018/19	2019/20	2020/21	2021/22
<b>1. Sustainable Resource Management</b>					
1.1 Engineering services	<ul style="list-style-type: none"> <li>No. of agricultural infrastructure established</li> <li>No. of agricultural infrastructure rehabilitated</li> <li>No. of km fenced</li> </ul>	100 47 450	85 84 300	90 90 320	95 95 350
1.2 Land use management	<ul style="list-style-type: none"> <li>No. of agro-ecosystem management plans developed</li> <li>No. of ha protected to improve agricultural production</li> <li>No. of farm management plans developed</li> </ul>	New 6 500 New	10 6 500 10	10 7 000 10	10 7 500 10
1.3 Disaster risk management	<ul style="list-style-type: none"> <li>No. of disaster relief schemes managed</li> <li>No. of disaster risk reduction services managed</li> </ul>	3 4	1 1	3 4	3 4
1.4 Land care	<ul style="list-style-type: none"> <li>No. of green jobs created</li> <li>No. of ha of agricultural land rehabilitated</li> </ul>	1 120 8 000	1 000 8 800	1 100 8 800	1 100 8 800
<b>2. Farmer Support and Development</b>					
2.1 Farmer-settlement and development	<ul style="list-style-type: none"> <li>No. of smallholder producers supported</li> <li>No. of commercial farmers supported</li> </ul>	7 010 103	3 200 90	3 750 100	4 000 105
2.2 Extension and advisory services	<ul style="list-style-type: none"> <li>No. of smallholder producers supported with agricultural advice</li> <li>No. of ha under irrigation used by smallholder farmers</li> <li>No. of jobs created</li> </ul>	30 724 6 129 832	22 500 1 429 710	25 000 1 500 800	27 000 1 510 900
2.3 Food security	<ul style="list-style-type: none"> <li>No. of ha planted for food production</li> <li>No. of households supported with agricultural food production initiatives</li> </ul>	7 020 54 180	11 310 21 096	12 000 22 361	12 500 23 702
<b>3. Veterinary Services</b>					
3.1 Animal health	<ul style="list-style-type: none"> <li>No. of epidemiological units visited for veterinary interventions</li> </ul>	New	40 000	40 000	40 000
3.2 Veterinary export control	<ul style="list-style-type: none"> <li>No. of export control certificates issued</li> </ul>	New	1 848	2 500	2 600
3.3 Veterinary public health	<ul style="list-style-type: none"> <li>Average percentage of compliance of all operating abattoirs in the province to meat safety legislation</li> </ul>	100%	100%	100%	100%
3.4 Veterinary laboratory services	<ul style="list-style-type: none"> <li>No. of laboratory tests performed according to prescribed standards</li> </ul>	65 000	65 000	72 000	76 000
<b>4. Research and Technology Development Services</b>					
4.1 Research	<ul style="list-style-type: none"> <li>No. of research projects implemented to improve agricultural production</li> </ul>	96	80	80	80
4.2 Technology transfer services	<ul style="list-style-type: none"> <li>No. of scientific papers published</li> <li>No. of research presentations made at peer reviewed events</li> <li>No. of research presentations made at technology transfer events</li> </ul>	11 5 101	5 11 228	12 12 228	12 12 228
4.3 Research infrastructure support	<ul style="list-style-type: none"> <li>No. of research infrastructure managed</li> </ul>	11	6	11	11
<b>5. Agricultural Economic Services</b>					
5.1 Production economics and marketing support	<ul style="list-style-type: none"> <li>No. of agri-businesses supported with marketing services</li> <li>No. of agri-businesses supported with production economic services</li> </ul>	20 1 100	30 2 000	40 2 000	45 2 100
5.2 Macroeconomics support	<ul style="list-style-type: none"> <li>No. of economic reports compiled</li> </ul>	4	4	4	4
5.3 Agro-processing support	<ul style="list-style-type: none"> <li>No. of agro-processing initiatives supported</li> </ul>	10	10	20	20
<b>6. Structured Agricultural Education and Training</b>					
6.1 Higher Education and Training	<ul style="list-style-type: none"> <li>No. of students graduated from agricultural training institutions</li> </ul>	90	90	90	90
6.2 Agricultural skills development	<ul style="list-style-type: none"> <li>No. of participants trained in skills development programmes in the sector</li> <li>No. of interventions in school programmes</li> </ul>	2 400 4	1 200 4	1 200 4	1 200 4

### 8.3 Programme 3: Rural Development

The programme aims to initiate, plan and monitor development in specific rural areas (comprehensive rural development project sites) across the three spheres of government, as well as facilitate rural development initiatives by engaging communities on priorities and to institutionalise and support community organisational structures.

The programme has six main priorities which respond directly to the intended outcome of the mandate, which seeks to achieve vibrant, equitable, sustainable rural communities contributing toward food security for all. These six main priorities are:

- Improved land administration and spatial planning for integrated development in rural areas.
- Sustainable land reform (agrarian transformation).
- Improved food security.
- Smallholder farmer development and support (technical, financial, infrastructure) for agrarian transformation.
- Increased access to quality basic infrastructure and services, particularly in education, healthcare and public transport in rural areas.
- Growth of sustainable rural enterprises and industries characterised by strong rural-urban linkages, increased investment in agro-processing, trade development and access to markets and financial services resulting in rural job creation.

Tables 3.20 and 3.21 summarise payments and estimates for Programme 3, which conforms to the uniform budget structure of the Agriculture and Rural Development sector.

**Table 3.20 : Summary of payments and estimates by sub-programme: Rural Development**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
1. Rural Development Co-ordination	1 089	7 999	5 875	6 415	7 546	6 914	6 934	7 478	7 890
2. Social Facilitation	802	6 758	13 425	25 024	24 834	17 836	25 040	26 800	28 272
<b>Total</b>	<b>1 891</b>	<b>14 757</b>	<b>19 300</b>	<b>31 439</b>	<b>32 380</b>	<b>24 750</b>	<b>31 974</b>	<b>34 278</b>	<b>36 162</b>

**Table 3.21 : Summary of payments and estimates by economic classification: Rural Development**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 891</b>	<b>11 441</b>	<b>16 835</b>	<b>28 898</b>	<b>32 115</b>	<b>24 362</b>	<b>31 832</b>	<b>34 018</b>	<b>35 888</b>
Compensation of employees	1 542	8 112	12 019	10 499	12 592	11 972	11 346	12 251	12 925
Goods and services	349	3 329	3 864	18 399	19 523	12 390	20 486	21 767	22 963
Interest and rent on land	-	-	952	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>-</b>	<b>3 028</b>	<b>2 455</b>	<b>2 324</b>	<b>48</b>	<b>171</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	3 000	44	-	-	92	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	2 224	2 324	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	28	187	-	48	79	-	-	-
<b>Payments for capital assets</b>	<b>-</b>	<b>288</b>	<b>10</b>	<b>217</b>	<b>217</b>	<b>217</b>	<b>142</b>	<b>260</b>	<b>274</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	288	10	217	217	217	142	260	274
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 891</b>	<b>14 757</b>	<b>19 300</b>	<b>31 439</b>	<b>32 380</b>	<b>24 750</b>	<b>31 974</b>	<b>34 278</b>	<b>36 162</b>

The Rural Development Co-ordination sub-programme aims to ensure that effective rural development co-ordination, monitoring and evaluation structures are established across all three spheres of government. The allocation provides for *Compensation of employees* and related costs and, to some extent, the hosting and co-ordination of meetings and forums. As mentioned, a draft Rural Development Strategy was previously developed, but was not adopted. The department will focus on developing a revised strategy, to include agri-parks, agri-hubs and farmer development support centres.

The Social Facilitation sub-programme increased in 2017/18 and in the 2018/19 Main Appropriation relating to the implementation of the UAGYP, aimed at facilitating comprehensive interventions towards promoting equitable and sustainable opportunities for unemployed agricultural graduates in KZN. Progress was slower than planned, though, and this accounts for the decrease in the 2018/19 Revised Estimate. A total of 160 graduates were employed in the final quarter of 2018/19. The allocation increases over the MTEF, taking into account the ongoing implementation of the UAGYP.

The *Compensation of employees* budget over the 2019/20 MTEF is to cater for carry-through costs and anticipated wage adjustments only, and no provision is made for additional posts. This will be reviewed during the year, taking into account when the new structure is implemented.

*Goods and services* provides for operational costs such as travel and subsistence, stationery, office furniture and equipment less than R5 000, as well as the implementation of the UAGYP, as mentioned. It also provides for costs relating to the facilitation of rural development co-ordination meetings and forums.

The spending against *Transfers and subsidies to: Higher education institutions* in 2016/17 relates to the department's contribution to the development of the CSIRD at UNIZULU. Expenditure in 2017/18 and 2018/19 is for a donation to UKZN in respect of the Postgraduate Research and Innovation Day. These are once-off transfers and hence there is no provision over the MTEF.

*Transfers and subsidies to: Public corporations and private enterprise* in 2017/18 and the 2018/19 Main Appropriation related to the partnership with the Future Farmers Foundation in placing unemployed agriculture graduates on various farms and/or within the agro-processing industry. In line with the National Treasury guidelines of classification of transfer payments, this transaction was recorded under *Goods and services* from the 2018/19 Adjusted Appropriation onwards, hence it is not budgeted for under this category over 2019/20 MTEF.

*Machinery and equipment* provides for computer and office related equipment and furniture.

### Service delivery measures – Programme 3: Rural Development

Table 3.22 shows service delivery pertaining to Programme 3. Although there are no customised measures for this programme, the following measures are part of the set of measures published in the APP. Note that the department publishes additional measures for this programme in its annual APP. The department reviewed its service delivery measures for 2019/20, and hence one new target is included, indicated by “New” in the 2018/19 column.

**Table 3.22 : Service delivery measures: Rural Development**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2018/19	2019/20	2020/21	2021/22
<b>1. Integrated Co-ordination of implementation for Rural Development</b>					
1.1 Integrated rural development	<ul style="list-style-type: none"> <li>Develop a KZN programme of action aligned to Outcome 7</li> <li>No. of structures co-ordinated in line with Comprehensive Rural Dev. Prog.</li> <li>Outcome 7 performance reports submitted for the province</li> </ul>	1 New 4	1 2 4	1 2 4	1 2 4
<b>2. Rural Enterprise and Industry Development</b>					
2.1 Maximisation of agricultural profitability for benefit of society	<ul style="list-style-type: none"> <li>No. of projects mentored</li> </ul>	50	50	50	50



## 9. Other programme information

### 9.1 Personnel numbers and costs

Table 3.23 illustrates personnel estimates for the department by programme from 2015/16 to 2021/22.

Table 3.23 : Summary of departmental personnel numbers and costs by component

R thousands	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF 2018/19 - 2021/22		
	2015/16		2016/17		2017/18		2018/19				2019/20		2020/21		2021/22				
	Pers. nos <sup>1</sup>	Costs	Pers. nos <sup>1</sup>	Costs	Pers. nos <sup>1</sup>	Costs	Filled posts	Addit. posts	Pers. nos <sup>1</sup>	Costs	Pers. nos <sup>1</sup>	Costs	Pers. nos <sup>1</sup>	Costs	Pers. nos <sup>1</sup>	Costs	Pers. growth rate	Costs growth rate	% Costs of Total
<b>Salary level</b>																			
1 – 6	1 416	261 030	1 326	277 806	1 238	251 452	1 350	-	1 350	289 994	1 293	315 031	1 293	339 730	1 293	358 416	(1.4%)	7.3%	26.8%
7 – 10	1 191	466 207	1 139	435 778	1 096	447 164	1 075	-	1 075	514 867	1 176	599 119	1 176	646 456	1 176	682 010	3.0%	9.8%	50.0%
11 – 12	185	131 275	170	171 930	205	222 693	200	-	200	158 063	240	197 549	240	213 337	240	225 072	6.3%	12.5%	16.2%
13 – 16	48	49 935	46	48 203	51	53 876	54	-	54	65 576	60	76 746	60	82 603	60	87 146	3.6%	9.9%	6.4%
Other	17	2 945	65	16 771	79	21 402	93	-	93	4 951	83	6 888	83	7 439	83	7 848	(3.7%)	16.6%	0.5%
<b>Total</b>	<b>2 857</b>	<b>911 392</b>	<b>2 746</b>	<b>950 488</b>	<b>2 669</b>	<b>996 587</b>	<b>2 772</b>	<b>-</b>	<b>2 772</b>	<b>1 033 451</b>	<b>2 852</b>	<b>1 195 333</b>	<b>2 852</b>	<b>1 289 565</b>	<b>2 852</b>	<b>1 360 492</b>	<b>1.0%</b>	<b>9.6%</b>	<b>100.0%</b>
<b>Programme</b>																			
1. Administration	352	188 954	534	192 245	530	205 016	565	-	565	222 336	586	241 093	586	260 068	586	274 372	1.2%	7.3%	20.5%
2. Agriculture	2 501	720 896	2 202	750 131	2 127	779 552	2 192	-	2 192	799 143	2 254	942 894	2 254	1 017 246	2 254	1 073 195	0.9%	10.3%	78.4%
3. Rural Development	4	1 542	10	8 112	12	12 019	15	-	15	11 972	12	11 346	12	12 251	12	12 925	(7%)	2.6%	1.0%
<b>Total</b>	<b>2 857</b>	<b>911 392</b>	<b>2 746</b>	<b>950 488</b>	<b>2 669</b>	<b>996 587</b>	<b>2 772</b>	<b>-</b>	<b>2 772</b>	<b>1 033 451</b>	<b>2 852</b>	<b>1 195 333</b>	<b>2 852</b>	<b>1 289 565</b>	<b>2 852</b>	<b>1 360 492</b>	<b>1.0%</b>	<b>9.6%</b>	<b>100.0%</b>
<b>Employee dispensation classification</b>																			
PSA appointees not covered by OSDs	-	840 538	2 600	869 554	2 634	975 250	2 728	-	2 728	1 006 307	2 777	1 146 511	2 777	1 237 534	2 777	1 305 104	0.6%	9.1%	96.3%
Legal Professionals	-	2 891	4	3 277	4	3 533	3	-	3	2 184	3	2 361	3	2 550	3	2 690	0%	7.2%	0.2%
Engineering Prof. and related occ.	-	67 963	142	77 657	31	17 804	41	-	41	24 960	72	46 461	72	49 481	72	52 698	20.6%	28.3%	3.5%
<b>Total</b>	<b>-</b>	<b>911 392</b>	<b>2 746</b>	<b>950 488</b>	<b>2 669</b>	<b>996 587</b>	<b>2 772</b>	<b>-</b>	<b>2 772</b>	<b>1 033 451</b>	<b>2 852</b>	<b>1 195 333</b>	<b>2 852</b>	<b>1 289 565</b>	<b>2 852</b>	<b>1 360 492</b>	<b>1.0%</b>	<b>9.6%</b>	<b>100.0%</b>

1. Personnel numbers includes all filled posts together with those posts additional to the approved establishment

The approved organisational structure makes provision for 3 719 posts but the department plans to fill only 2 852 posts during 2019/20 due to the budget cuts carried over following the freezing of posts in the 2016/17 MTEF and unavailability of funds at this stage. As at 31 December 2018, 2 662 posts were filled and the department is projecting that 110 posts will be filled during the last quarter, resulting in 2 772 filled posts at the end of 2018/19. A further 80 posts are to be filled during 2019/20, increasing the total number of filled posts to 2 852. The number of budgeted posts remains at 2 852 and funding for these posts has been catered for over the 2019/20 MTEF.

The budget adequately caters for the increase in 2019/20 at 15.6 per cent to fill 80 posts, but growth is inadequate in 2020/21 at 7.8 per cent, and in 2021/22 at 5.5 per cent, and the department will review this in the next budget process.

As is evident in the table, the number of filled posts between 2015/16 and 2017/18 is far below the approved establishment of 3 796 posts for a number of reasons, including the freezing of posts and the moratorium on the filling of posts, pending the finalisation of the matching and placing of existing employees into the new organisational structure. The declining number of employees during this period is due to natural attrition and retirements. Also affecting the decrease in 2015/16 against Programme 2 is the assistant extension officer programme that ended in September 2014. This programme offered contracts to undergraduates with a diploma to gain experience and an opportunity to improve their qualification from a diploma to a three-year degree.

The increase in personnel numbers under Programme 1 and similar decrease under Programme 2 from March 2016 to March 2017 is due to the new organisational structure in terms of which the support functions, such as Human Resource and Finance at regional offices, form part of Programme 1, and no longer fall under Programme 2.

### 9.2 Training

Table 3.24 gives a summary of departmental spending and information on training per programme over the seven-year period. The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training, to cater for human resource development. As the percentage spent on training exceeds three per cent of the department's baseline, this requirement is fully achieved.

**Table 3.24 : Information on training: Agriculture and Rural Development**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Number of staff	2 857	2 746	2 669	2 772	2 772	2 772	2 852	2 852	2 852
Number of personnel trained	2 600	2 000	1 500	2 500	2 500	2 500	2 640	2 785	2 837
of which									
Male	1 100	800	600	1 000	1 000	1 000	1 056	1 114	1 125
Female	1 500	1 200	900	1 500	1 500	1 500	1 584	1 671	1 712
Number of training opportunities	2 731	2 000	1 500	1 500	1 500	1 500	1 584	1 672	1 705
of which									
Tertiary	127	150	150	130	130	130	137	145	147
Workshops	2 500	1 746	1 226	1 266	1 266	1 266	1 337	1 411	1 439
Seminars	100	100	120	100	100	100	106	112	115
Other	4	4	4	4	4	4	4	4	4
Number of bursaries offered	127	195	195	206	206	206	218	230	235
Number of interns appointed	149	148	190	201	201	201	212	224	228
Number of learnerships appointed	20	20	20	11	11	11	12	13	13
Number of days spent on training	5 000	3 700	2 700	2 740	2 740	2 740	2 893	3 052	3 113
<b>Payments on training by programme</b>									
1. Administration	3 898	3 724	1 964	5 183	5 183	5 183	5 645	6 128	6 465
2. Agriculture	3 263	2 001	611	4 405	6 743	6 474	5 041	5 041	4 897
3. Rural Development	-	-	-	4 650	4 685	430	4 629	4 656	4 912
<b>Total</b>	<b>7 161</b>	<b>5 725</b>	<b>2 575</b>	<b>14 238</b>	<b>16 611</b>	<b>12 087</b>	<b>15 315</b>	<b>15 825</b>	<b>16 274</b>

## ANNEXURE TO VOTE 3 – AGRICULTURE AND RURAL DEVELOPMENT

Table 3.A : Details of departmental receipts: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
<b>Sale of goods and services other than capital assets</b>	<b>18 720</b>	<b>16 295</b>	<b>18 129</b>	<b>19 967</b>	<b>19 967</b>	<b>17 564</b>	<b>20 152</b>	<b>21 225</b>	<b>22 392</b>
Sale of goods and services produced by department (excluding capital assets)	18 717	16 291	18 127	19 965	19 965	17 562	20 150	21 223	22 390
Sale by market establishments	3 071	3 130	2 461	2 600	2 600	2 300	2 600	2 600	2 600
Administrative fees	26	7	270	404	404	501	405	420	420
Other sales	15 620	13 154	15 396	16 961	16 961	14 761	17 145	18 203	19 370
Of which									
Commission	916	932	963	950	950	972	976	980	985
Academic services	5 798	4 304	7 271	7 200	7 200	5 825	5 800	6 000	6 200
Laboratory services	4 280	4 566	4 493	5 521	5 521	4 922	5 000	5 100	5 200
Sale of goods	3 829	2 841	2 162	2 000	2 000	2 541	2 120	2 230	2 400
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	3	4	2	2	2	2	2	2	2
<b>Transfers received from:</b>	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
<b>Fines, penalties and forfeits</b>	-	<b>1</b>	-	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
<b>Interest, dividends and rent on land</b>	<b>27</b>	<b>79</b>	<b>56</b>	<b>20</b>	<b>20</b>	<b>41</b>	<b>21</b>	<b>22</b>	<b>23</b>
Interest	27	79	56	20	20	41	21	22	23
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Sale of capital assets</b>	<b>3 323</b>	<b>426</b>	<b>2 108</b>	<b>4 000</b>	<b>4 000</b>	<b>4 000</b>	<b>3 000</b>	<b>3 200</b>	<b>3 400</b>
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	3 323	426	2 108	4 000	4 000	4 000	3 000	3 200	3 400
<b>Transactions in financial assets and liabilities</b>	<b>1 642</b>	<b>3 222</b>	<b>1 050</b>	<b>592</b>	<b>592</b>	<b>702</b>	<b>625</b>	<b>659</b>	<b>695</b>
<b>Total</b>	<b>23 712</b>	<b>20 023</b>	<b>21 343</b>	<b>24 580</b>	<b>24 580</b>	<b>22 308</b>	<b>23 799</b>	<b>25 107</b>	<b>26 511</b>

Table 3.B : Payments and estimates by economic classification: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 738 423</b>	<b>1 644 912</b>	<b>1 635 267</b>	<b>1 938 325</b>	<b>1 946 481</b>	<b>1 993 498</b>	<b>2 070 454</b>	<b>2 199 210</b>	<b>2 325 794</b>
Compensation of employees	911 392	950 488	996 587	1 106 994	1 074 337	1 033 451	1 195 333	1 289 565	1 360 492
Salaries and wages	781 300	815 014	855 639	940 190	917 748	885 117	1 015 044	1 094 884	1 155 103
Social contributions	130 092	135 474	140 948	166 804	156 589	148 334	180 289	194 681	205 389
Goods and services	826 804	694 322	637 724	831 241	872 054	959 957	875 030	909 553	965 205
Administrative fees	2 070	2 654	2 624	2 272	2 250	3 346	2 468	2 544	2 682
Advertising	5 844	4 381	1 784	6 432	4 976	2 774	1 645	2 148	2 266
Minor assets	5 806	4 860	3 945	8 557	10 284	6 630	7 578	7 338	7 742
Audit cost: External	5 765	4 151	11 542	6 640	14 654	18 294	6 914	7 198	7 594
Bursaries: Employees	1 451	1 165	443	1 070	1 070	850	1 089	1 125	1 188
Catering: Departmental activities	1 336	3 507	3 787	4 509	4 600	2 778	4 679	4 882	5 152
Communication (G&S)	34 983	33 670	37 720	37 130	34 285	34 282	42 545	45 626	48 135
Computer services	58 362	46 014	70 014	58 907	61 291	49 991	60 678	64 256	67 790
Cons and prof services: Business and advisory services	1 522	7 247	945	2 858	9 388	3 907	825	900	949
Infrastructure and planning	75 473	51 467	44 180	90 964	120 888	127 266	72 034	82 371	89 902
Laboratory services	53	32	110	24	242	22	25	30	32
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 637	1 282	735	3 278	3 054	1 525	3 610	3 525	3 719
Contractors	44 672	29 763	33 502	43 942	39 680	34 491	47 869	45 020	44 922
Agency and support / outsourced services	14 315	10 721	10 659	15 795	18 951	13 479	19 512	20 106	21 211
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	34 715	35 414	38 453	39 910	41 884	45 342	42 565	44 773	47 235
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	5 790	6 059	358	-	8	6	4	5	5
Inventory: Farming supplies	251 256	193 417	116 553	196 324	130 059	262 147	226 729	224 949	241 220
Inventory: Food and food supplies	2	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	2 733	1 976	2 212	3 434	5 771	3 602	3 543	3 934	4 150
Inventory: Learner and teacher support material	1 793	1 650	1 129	1 958	1 465	1 435	2 090	2 210	2 332
Inventory: Materials and supplies	4 264	6 496	7 646	25 474	51 482	37 040	26 745	27 592	29 110
Inventory: Medical supplies	595	254	797	1 127	2 965	1 214	1 071	1 027	1 084
Inventory: Medicine	30 036	32 577	27 924	8 913	12 253	45 273	10 500	11 607	12 246
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	3 883	3 469	-	-	-	-	-	-	-
Consumable supplies	46 946	23 947	22 443	24 443	35 051	25 054	24 038	24 159	26 489
Consumable: Stationery, printing and office supplies	8 032	3 977	4 771	8 718	8 107	5 690	8 729	9 222	9 731
Operating leases	29 284	30 603	29 237	48 007	46 033	34 990	51 867	56 837	60 682
Property payments	64 253	71 046	86 658	84 323	108 881	103 166	88 197	106 937	112 818
Transport provided: Departmental activity	281	340	-	8 473	-	-	10 356	-	-
Travel and subsistence	71 774	65 499	66 131	76 461	77 299	71 917	81 261	82 363	86 894
Training and development	7 161	5 725	2 575	14 238	16 611	12 087	15 315	15 825	16 274
Operating payments	9 784	8 754	7 535	5 947	8 016	11 179	9 331	9 884	10 427
Venues and facilities	873	2 195	1 207	1 050	480	160	1 168	1 093	1 153
Rental and hiring	60	10	105	63	76	20	50	67	71
Interest and rent on land	227	102	956	90	90	90	91	92	97
Interest	157	102	956	-	-	-	-	-	-
Rent on land	70	-	-	90	90	90	91	92	97
<b>Transfers and subsidies</b>	<b>246 968</b>	<b>275 994</b>	<b>287 119</b>	<b>208 699</b>	<b>212 300</b>	<b>219 017</b>	<b>208 053</b>	<b>218 588</b>	<b>230 400</b>
Provinces and municipalities	1 313	1 278	1 380	2 092	2 083	2 083	2 159	2 216	2 338
Provinces	1 300	1 278	1 328	2 058	2 058	2 058	2 121	2 176	2 296
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 300	1 278	1 328	2 058	2 058	2 058	2 121	2 176	2 296
Municipalities	13	-	52	34	25	25	38	40	42
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	13	-	52	34	25	25	38	40	42
Departmental agencies and accounts	101 306	97 000	123 184	122 838	122 840	122 840	129 357	136 170	143 659
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	101 306	97 000	123 184	122 838	122 840	122 840	129 357	136 170	143 659
Higher education institutions	-	3 000	44	-	-	92	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	112 091	155 526	136 592	74 230	69 586	69 586	66 773	70 344	74 213
Public corporations	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Private enterprises	49 392	82 021	69 268	15 429	10 785	10 785	4 679	4 835	5 101
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	49 392	82 021	69 268	15 429	10 785	10 785	4 679	4 835	5 101
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Households	18 488	15 621	18 598	9 539	17 791	24 416	9 764	9 858	10 190
Social benefits	15 378	11 605	15 630	4 839	12 891	19 516	4 564	4 558	4 809
Other transfers to households	3 110	4 016	2 968	4 700	4 900	4 900	5 200	5 300	5 381
<b>Payments for capital assets</b>	<b>213 177</b>	<b>293 622</b>	<b>109 991</b>	<b>177 084</b>	<b>232 315</b>	<b>178 582</b>	<b>148 434</b>	<b>169 577</b>	<b>179 894</b>
Buildings and other fixed structures	172 688	163 282	76 430	130 547	169 512	124 410	100 832	121 689	129 374
Buildings	8 548	6 650	37 766	68 837	89 907	60 148	57 740	60 053	63 356
Other fixed structures	164 140	156 632	38 664	61 710	79 605	64 262	43 092	61 636	66 018
Machinery and equipment	40 139	130 120	32 866	45 987	62 253	53 953	47 032	47 318	49 919
Transport equipment	17 896	18 030	21 260	20 351	24 288	25 758	21 923	22 931	24 192
Other machinery and equipment	22 243	112 090	11 606	25 636	37 965	28 195	25 109	24 387	25 727
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	350	169	695	550	550	219	570	570	601
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	51	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>619</b>	<b>1 838</b>	<b>488</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>2 199 187</b>	<b>2 216 366</b>	<b>2 032 865</b>	<b>2 324 108</b>	<b>2 391 096</b>	<b>2 391 096</b>	<b>2 426 941</b>	<b>2 587 375</b>	<b>2 736 088</b>

Table 3.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>391 822</b>	<b>412 181</b>	<b>443 038</b>	<b>476 750</b>	<b>490 216</b>	<b>470 791</b>	<b>507 458</b>	<b>541 845</b>	<b>572 363</b>
Compensation of employees	188 954	192 245	205 016	223 302	217 923	222 336	241 093	260 068	274 372
Salaries and wages	162 487	165 772	178 040	190 924	188 595	193 908	206 102	222 291	234 517
Social contributions	26 467	26 473	26 976	32 378	29 328	28 428	34 991	37 777	39 855
Goods and services	202 817	219 850	238 022	253 448	272 293	248 455	266 365	281 777	297 991
Administrative fees	995	1 031	1 000	614	775	1 174	660	710	748
Advertising	5 792	4 309	1 767	6 341	3 634	2 669	1 605	2 103	2 218
Minor assets	2 317	1 922	218	1 968	2 656	887	2 073	2 056	2 169
Audit cost: External	5 765	4 019	11 542	6 500	14 594	18 294	6 764	7 038	7 425
Bursaries: Employees	1 260	1 144	443	850	850	850	869	900	950
Catering: Departmental activities	550	986	976	1 456	1 444	771	1 489	1 570	1 657
Communication (G&S)	26 139	22 503	24 840	28 622	25 749	22 114	33 272	36 157	38 145
Computer services	47 305	42 252	64 736	52 308	51 454	48 587	55 458	58 331	61 539
Cons and prof services: Business and advisory services	1 472	224	945	2 418	5 988	3 031	440	455	480
Infrastructure and planning	1 651	160	1 525	252	446	446	267	281	296
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 637	1 282	735	3 278	3 054	1 525	3 610	3 525	3 719
Contractors	12 372	11 257	16 424	14 810	14 398	17 909	15 927	13 090	13 810
Agency and support / outsourced services	242	270	795	-	700	580	10	20	21
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	5 337	32 342	7 403	6 660	8 675	9 232	7 270	7 672	8 093
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 825	2 641	355	-	-	-	-	-	-
Inventory: Farming supplies	-	25	-	501	-	373	545	590	622
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	4	1	2	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	591	3 056	-	21	-	-	22	23	24
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 255	1 712	13 151	7 469	8 876	5 234	5 764	6 341	6 690
Consumable: Stationery, printing and office supplies	4 897	2 150	2 596	4 701	3 731	2 664	4 298	4 850	5 117
Operating leases	26 009	27 710	25 642	43 963	41 852	30 635	47 579	52 326	55 924
Property payments	33 118	37 584	41 255	43 503	51 698	51 666	46 167	50 841	53 637
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	15 959	15 670	16 840	19 947	22 096	17 885	21 543	21 489	22 671
Training and development	3 898	3 724	1 964	5 183	5 183	5 183	5 645	6 128	6 465
Operating payments	1 625	980	2 638	1 503	4 254	6 606	4 566	4 891	5 159
Venues and facilities	802	886	170	570	150	120	522	373	394
Rental and hiring	-	10	60	10	36	20	-	17	18
Interest and rent on land	51	86	-	-	-	-	-	-	-
Interest	51	86	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>7 327</b>	<b>8 971</b>	<b>7 569</b>	<b>8 713</b>	<b>10 313</b>	<b>11 218</b>	<b>9 348</b>	<b>9 819</b>	<b>10 360</b>
Provinces and municipalities	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Provinces	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 147	1 278	718	1 180	1 180	1 180	1 200	1 210	1 277
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1 805	2 418	1 849	2 823	2 823	2 823	3 048	3 289	3 470
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	1 805	2 418	1 849	2 823	2 823	2 823	3 048	3 289	3 470
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	5	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	5	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	5	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	4 370	5 275	5 002	4 710	6 310	7 215	5 100	5 320	5 613
Social benefits	1 260	1 259	2 034	10	1 610	2 515	100	220	232
Other transfers to households	3 110	4 016	2 968	4 700	4 700	4 700	5 000	5 100	5 381
<b>Payments for capital assets</b>	<b>32 780</b>	<b>34 448</b>	<b>25 685</b>	<b>47 342</b>	<b>63 631</b>	<b>45 093</b>	<b>50 295</b>	<b>52 852</b>	<b>55 758</b>
Buildings and other fixed structures	10 705	6 650	3 184	27 789	42 364	20 386	29 345	30 959	32 662
Buildings	8 548	6 650	3 184	27 789	42 364	20 386	29 345	30 959	32 662
Other fixed structures	2 157	-	-	-	-	-	-	-	-
Machinery and equipment	22 075	27 747	22 501	19 553	21 267	24 707	20 950	21 893	23 096
Transport equipment	13 958	16 050	18 832	17 351	17 351	18 821	18 323	19 331	20 394
Other machinery and equipment	8 117	11 697	3 669	2 202	3 916	5 886	2 627	2 562	2 702
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	51	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>619</b>	<b>1 819</b>	<b>355</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>432 548</b>	<b>457 419</b>	<b>476 647</b>	<b>532 805</b>	<b>564 160</b>	<b>527 102</b>	<b>567 101</b>	<b>604 516</b>	<b>638 481</b>

# Estimates of Provincial Revenue and Expenditure

**Table 3.D : Payments and estimates by economic classification: Agriculture**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 344 710</b>	<b>1 221 290</b>	<b>1 175 394</b>	<b>1 432 677</b>	<b>1 424 150</b>	<b>1 498 345</b>	<b>1 531 164</b>	<b>1 623 347</b>	<b>1 717 543</b>
Compensation of employees	720 896	750 131	779 552	873 193	843 822	799 143	942 894	1 017 246	1 073 195
Salaries and wages	617 402	641 834	666 661	740 178	717 653	680 474	799 121	861 989	909 399
Social contributions	103 494	108 297	112 891	133 015	126 169	118 669	143 773	155 257	163 796
Goods and services	623 638	471 143	395 838	559 394	580 238	699 112	588 179	606 009	644 251
Administrative fees	1 066	1 601	1 593	1 639	1 457	2 071	1 786	1 809	1 908
Advertising	52	72	17	71	1 322	105	30	35	37
Minor assets	3 489	2 899	3 727	6 578	7 586	5 671	5 476	5 267	5 557
Audit cost: External	-	132	-	140	60	-	150	160	169
Bursaries: Employees	191	21	-	100	100	-	100	100	106
Catering: Departmental activities	786	2 397	2 703	2 436	2 478	1 730	2 527	2 614	2 758
Communication (G&S)	8 844	10 926	12 679	8 343	8 399	12 088	9 104	9 296	9 808
Computer services	11 057	3 762	5 278	6 599	9 837	1 404	5 220	5 925	6 251
Cons and prof services: Business and advisory services	50	7 022	-	90	3 050	550	85	95	100
Infrastructure and planning	73 822	51 307	42 655	81 978	112 908	126 820	63 798	73 252	80 282
Laboratory services	53	32	110	24	242	22	25	30	32
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	32 300	18 345	16 826	29 057	25 207	16 272	31 867	31 850	31 028
Agency and support / outsourced services	14 073	10 451	9 864	15 795	15 927	10 275	17 064	17 521	18 484
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	29 378	3 064	31 048	33 250	33 209	36 084	35 295	37 101	39 142
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	3 965	3 418	3	-	8	6	4	5	5
Inventory: Farming supplies	251 256	193 392	116 553	195 823	130 059	257 553	226 184	224 359	240 598
Inventory: Food and food supplies	2	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	2 729	1 975	2 210	3 434	5 771	3 602	3 543	3 934	4 150
Inventory: Learner and teacher support material	1 793	1 650	1 129	1 958	1 465	1 435	2 090	2 210	2 332
Inventory: Materials and supplies	3 673	3 439	7 305	25 453	51 482	37 040	26 723	27 569	29 086
Inventory: Medical supplies	595	254	797	1 127	2 965	1 214	1 071	1 027	1 084
Inventory: Medicine	30 036	32 577	27 924	8 913	12 253	45 273	10 500	11 607	12 246
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	3 883	3 469	-	-	-	-	-	-	-
Consumable supplies	45 691	21 608	8 376	16 435	25 631	18 383	17 701	17 214	19 162
Consumable: Stationery, printing and office supplies	3 135	1 796	2 118	3 981	4 330	2 904	4 384	4 317	4 556
Operating leases	3 275	2 826	3 409	3 861	4 025	4 197	4 100	4 316	4 553
Property payments	31 135	33 462	45 403	40 820	57 183	51 500	42 030	56 096	59 181
Transport provided: Departmental activity	281	-	-	8 473	-	-	10 356	-	-
Travel and subsistence	55 475	48 918	47 685	54 206	52 846	51 881	57 154	58 190	61 391
Training and development	3 263	2 001	611	4 405	6 743	6 474	5 041	5 041	4 897
Operating payments	8 159	7 418	4 897	4 392	3 695	4 558	4 684	4 911	5 181
Venues and facilities	71	909	873	-	-	-	87	158	167
Rental and hiring	60	-	45	13	-	-	-	-	-
Interest and rent on land	176	16	4	90	90	90	91	92	97
Interest	106	16	4	-	-	-	-	-	-
Rent on land	70	-	-	90	90	90	91	92	97
<b>Transfers and subsidies</b>	<b>239 641</b>	<b>263 995</b>	<b>277 095</b>	<b>197 662</b>	<b>201 939</b>	<b>207 628</b>	<b>198 705</b>	<b>208 769</b>	<b>220 040</b>
Provinces and municipalities	166	-	662	912	903	903	959	1 006	1 061
Provinces	153	-	610	878	878	878	921	966	1 019
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	153	-	610	878	878	878	921	966	1 019
Municipalities	13	-	52	34	25	25	38	40	42
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	13	-	52	34	25	25	38	40	42
Departmental agencies and accounts	99 501	94 582	121 335	120 015	120 017	120 017	126 309	132 881	140 189
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	99 501	94 582	121 335	120 015	120 017	120 017	126 309	132 881	140 189
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	112 086	155 526	134 368	71 906	69 586	69 586	66 773	70 344	74 213
Public corporations	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Private enterprises	49 387	82 021	67 044	13 105	10 785	10 785	4 679	4 835	5 101
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	49 387	82 021	67 044	13 105	10 785	10 785	4 679	4 835	5 101
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Households	14 118	10 318	13 409	4 829	11 433	17 122	4 664	4 538	4 577
Social benefits	14 118	10 318	13 409	4 829	11 233	16 922	4 464	4 338	4 577
Other transfers to households	-	-	-	-	200	200	200	200	-
<b>Payments for capital assets</b>	<b>180 397</b>	<b>258 886</b>	<b>84 296</b>	<b>129 525</b>	<b>168 467</b>	<b>133 272</b>	<b>97 997</b>	<b>116 465</b>	<b>123 862</b>
Buildings and other fixed structures	161 983	156 632	73 246	102 758	127 148	104 024	71 487	90 730	96 712
Buildings	-	-	34 582	41 048	47 543	39 762	28 395	29 094	30 694
Other fixed structures	161 983	156 632	38 664	61 710	79 605	64 262	43 092	61 636	66 018
Machinery and equipment	18 064	102 085	10 355	26 217	40 769	29 029	25 940	25 165	26 549
Transport equipment	3 938	1 980	2 428	3 000	6 937	6 937	3 600	3 600	3 798
Other machinery and equipment	14 126	100 105	7 927	23 217	33 832	22 092	22 340	21 565	22 751
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	350	169	695	550	550	219	570	570	601
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>19</b>	<b>133</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 764 748</b>	<b>1 744 190</b>	<b>1 536 918</b>	<b>1 759 864</b>	<b>1 794 556</b>	<b>1 839 244</b>	<b>1 827 866</b>	<b>1 948 581</b>	<b>2 061 445</b>

Table 3.E : Details of payments and estimates by economic classification - Sub-programme: Sustainable Resource Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
<b>Current payments</b>	<b>72 837</b>	<b>72 580</b>	<b>73 318</b>	<b>82 129</b>	<b>85 900</b>	<b>86 612</b>	<b>93 191</b>	<b>93 383</b>	<b>98 521</b>
Compensation of employees	29 390	27 947	27 152	37 168	23 361	25 943	40 118	43 267	45 647
Salaries and wages	26 300	25 432	24 681	31 993	19 886	23 439	34 529	37 235	39 283
Social contributions	3 090	2 515	2 471	5 175	3 475	2 504	5 589	6 032	6 364
Goods and services	43 447	44 633	46 166	44 961	62 539	60 669	53 073	50 116	52 874
Administrative fees	117	155	126	141	105	187	166	171	180
Advertising	45	53	-	-	-	-	-	-	-
Minor assets	60	114	389	60	-	23	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	174	202	457	750	1 220	804	750	750	791
Communication (G&S)	252	784	724	460	530	424	449	472	498
Computer services	740	-	928	-	483	383	-	-	-
Cons and prof services: Business and advisory services	-	-	-	-	-	-	-	-	-
Infras and planning	29 464	30 620	28 339	28 342	36 712	36 294	35 368	31 756	33 503
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	234	7	3	50	-	-	50	50	53
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	26	94	93	84	84	77	89	100	106
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 281	2 910	-	-	-	-	-	-	-
Inventory: Farming supplies	1 187	916	5 977	2 970	5 067	5 067	3 269	3 775	3 983
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	472	424	2 866	3 750	5 577	5 577	3 750	3 750	3 966
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	2 883	3 266	2 142	3 390	5 800	5 800	4 025	3 906	4 121
Consumable: Stationery, printing and office supplies	238	126	103	292	285	185	329	360	380
Operating leases	81	170	259	300	300	297	320	330	348
Property payments	-	-	-	-	940	936	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	5 833	4 631	3 565	4 019	5 145	4 378	4 163	4 319	4 557
Training and development	111	76	139	192	150	116	192	192	203
Operating payments	249	85	56	161	141	121	153	185	195
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>1 931</b>	<b>1 631</b>	<b>1 241</b>	<b>1 817</b>	<b>1 865</b>	<b>2 243</b>	<b>2 119</b>	<b>1 919</b>	<b>2 025</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	1 500	1 604	659	1 817	1 817	1 817	1 919	1 919	2 025
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	1 500	1 604	659	1 817	1 817	1 817	1 919	1 919	2 025
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 500	1 604	659	1 817	1 817	1 817	1 919	1 919	2 025
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	431	27	582	-	48	426	200	-	-
Social benefits	431	27	582	-	48	426	200	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>724</b>	<b>185</b>	<b>773</b>	<b>1 230</b>	<b>1 730</b>	<b>1 701</b>	<b>1 080</b>	<b>1 019</b>	<b>1 075</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	724	185	773	1 230	1 730	1 701	1 080	1 019	1 075
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	724	185	773	1 230	1 730	1 701	1 080	1 019	1 075
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>75 492</b>	<b>74 396</b>	<b>75 340</b>	<b>85 176</b>	<b>89 495</b>	<b>90 556</b>	<b>96 390</b>	<b>96 321</b>	<b>101 621</b>

Table 3.F : Details of payments and estimates by economic classification - Sub-programme: Farmer Support and Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21	2021/22
<b>Current payments</b>	<b>860 486</b>	<b>741 124</b>	<b>642 349</b>	<b>854 532</b>	<b>859 054</b>	<b>950 664</b>	<b>906 444</b>	<b>963 618</b>	<b>1 021 522</b>
Compensation of employees	396 545	426 763	431 089	474 261	474 507	462 421	512 091	552 442	582 826
Salaries and wages	337 680	363 259	367 145	401 331	406 657	392 639	433 262	467 315	493 017
Social contributions	58 865	63 504	63 944	72 930	67 850	69 782	78 829	85 127	89 809
Goods and services	463 842	314 349	211 258	380 271	384 547	488 243	394 353	411 176	438 696
Administrative fees	383	477	535	425	665	834	486	460	485
Advertising	-	-	-	6	1 200	-	-	-	-
Minor assets	2 788	2 325	2 649	5 229	5 554	3 675	5 054	4 887	5 156
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	191	21	-	100	100	-	100	100	106
Catering: Departmental activities	544	2 135	2 203	1 564	1 114	741	1 665	1 739	1 835
Communication (G&S)	7 669	8 779	10 547	6 498	6 498	10 547	7 188	7 291	7 692
Computer services	10 200	3 112	3 036	5 764	8 050	-	4 200	4 880	5 148
Cons and prof services: Business and advisory services	50	7 022	-	-	3 000	500	-	-	-
Infras and planning	44 358	20 687	14 316	53 636	76 196	90 526	28 430	41 496	46 779
Laboratory services	-	-	-	-	218	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	26 166	12 122	10 752	22 307	16 900	8 468	24 676	24 982	23 782
Agency and support / outsourced services	4 775	232	5	-	3 794	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	26 799	95	28 352	30 562	30 447	33 276	32 133	33 675	35 527
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 014	49	-	-	-	-	-	-	-
Inventory: Farming supplies	236 479	183 940	73 579	158 142	96 690	232 148	187 492	184 430	198 473
Inventory: Food and food supplies	2	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	311	68	279	280	2 428	821	299	314	331
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	552	1 856	2 183	18 600	41 639	27 614	19 643	20 555	21 686
Inventory: Medical supplies	-	-	-	-	1 313	-	-	-	-
Inventory: Medicine	9 808	865	32	513	51	136	542	571	602
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	39 517	15 550	1 106	5 513	11 173	4 466	5 920	5 905	7 230
Consumable: Stationery, printing and office supplies	1 387	1 073	1 019	1 923	1 923	874	2 118	1 944	2 051
Operating leases	1 895	1 649	1 868	2 120	2 126	2 379	2 199	2 283	2 409
Property payments	16 607	18 543	29 527	23 446	38 421	33 681	24 105	37 506	39 569
Transport provided: Departmental activity	281	-	-	8 473	-	-	10 356	-	-
Travel and subsistence	26 461	26 021	25 630	28 517	28 517	29 713	30 256	30 563	32 244
Training and development	127	1 925	48	4 213	4 868	4 868	4 849	4 849	4 694
Operating payments	5 347	4 894	2 719	2 440	1 662	2 976	2 555	2 688	2 836
Venues and facilities	71	909	873	-	-	-	87	58	61
Rental and hiring	60	-	-	-	-	-	-	-	-
Interest and rent on land	99	12	2	-	-	-	-	-	-
Interest	99	12	2	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>218 559</b>	<b>255 248</b>	<b>263 660</b>	<b>194 093</b>	<b>197 122</b>	<b>201 244</b>	<b>195 554</b>	<b>205 706</b>	<b>216 808</b>
Provinces and municipalities	153	-	610	878	878	878	921	966	1 019
Provinces	153	-	610	878	878	878	921	966	1 019
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	153	-	610	878	878	878	921	966	1 019
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	99 500	94 581	121 334	120 014	120 014	120 014	126 308	132 880	140 188
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	99 500	94 581	121 334	120 014	120 014	120 014	126 308	132 880	140 188
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	110 586	153 922	133 709	70 089	67 769	67 769	64 854	68 425	72 188
Public corporations	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	62 699	73 505	67 324	58 801	58 801	58 801	62 094	65 509	69 112
Private enterprises	47 887	80 417	66 385	11 288	8 968	8 968	2 760	2 916	3 076
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	47 887	80 417	66 385	11 288	8 968	8 968	2 760	2 916	3 076
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	8 320	6 745	8 007	3 112	8 461	12 583	3 471	3 435	3 413
Social benefits	8 320	6 745	8 007	3 112	8 261	12 383	3 271	3 235	3 413
Other transfers to households	-	-	-	-	200	200	200	200	-
<b>Payments for capital assets</b>	<b>156 794</b>	<b>236 884</b>	<b>52 644</b>	<b>97 724</b>	<b>131 677</b>	<b>105 720</b>	<b>66 028</b>	<b>83 990</b>	<b>89 601</b>
Buildings and other fixed structures	141 974	138 141	48 272	83 840	103 739	87 345	51 564	69 812	74 643
Buildings	-	-	9 608	23 130	25 134	24 887	9 541	9 245	9 753
Other fixed structures	141 974	138 141	38 664	60 710	78 605	62 458	42 023	60 567	64 890
Machinery and equipment	14 820	98 692	4 162	13 884	27 938	18 375	14 464	14 178	14 958
Transport equipment	3 938	1 980	2 428	3 000	6 937	6 937	3 600	3 600	3 798
Other machinery and equipment	10 882	96 712	1 734	10 884	21 001	11 438	10 864	10 578	11 160
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	51	210	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>9</b>	<b>113</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 235 839</b>	<b>1 233 265</b>	<b>958 766</b>	<b>1 146 349</b>	<b>1 187 853</b>	<b>1 257 627</b>	<b>1 168 026</b>	<b>1 253 314</b>	<b>1 327 931</b>



Table 3.G : Details of payments and estimates by economic classification - Sub-programme: Veterinary Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2015/16	2016/17	2017/18	Appropriation	Appropriation	Estimate	2019/20	2020/21	2021/22
	2018/19				2018/19				
<b>Current payments</b>	<b>152 604</b>	<b>164 274</b>	<b>196 081</b>	<b>196 214</b>	<b>190 390</b>	<b>208 527</b>	<b>210 175</b>	<b>224 574</b>	<b>236 927</b>
Compensation of employees	111 217	115 526	122 192	142 401	137 679	134 225	153 783	165 926	175 052
Salaries and wages	95 342	98 805	104 392	121 477	116 755	114 165	131 167	141 504	149 287
Social contributions	15 875	16 721	17 800	20 924	20 924	20 060	22 616	24 422	25 765
Goods and services	41 387	48 748	73 889	53 813	52 711	74 302	56 392	58 648	61 875
Administrative fees	233	516	387	517	166	454	538	543	573
Advertising	7	-	-	15	22	-	-	-	-
Minor assets	148	153	312	154	140	102	110	126	133
Audit cost: External	-	132	-	140	60	-	150	160	169
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	43	-	4	20	32	115	30	40	42
Communication (G&S)	234	441	471	375	402	280	398	415	438
Computer services	-	13	645	260	449	207	280	300	317
Cons and prof services: Business and advisory services	-	-	-	-	-	-	-	-	-
Infras and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	27	-	-	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	546	844	759	656	920	808	662	557	588
Agency and support / outsourced services	635	566	719	1 347	1 047	546	1 399	1 422	1 500
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	21	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	281	39	-	-	-	-	-	-	-
Inventory: Farming supplies	3 716	972	28 968	23 041	17 872	9 988	23 244	24 032	25 354
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	207	78	219	201	334	280	204	215	227
Inventory: Learner and teacher support material	7	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	85	12	633	-	315	314	-	-	-
Inventory: Medical supplies	532	242	770	1 062	1 623	1 188	1 008	959	1 012
Inventory: Medicine	19 851	31 595	27 536	7 817	11 520	44 370	9 298	10 344	10 913
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	2 736	2 509	-	-	-	-	-	-	-
Consumable supplies	211	118	2 504	3 810	4 623	4 367	3 838	3 664	3 866
Consumable: Stationery, printing and office supplies	451	240	313	692	698	493	765	760	802
Operating leases	138	93	171	233	193	184	262	263	277
Property payments	90	142	203	203	278	179	201	209	220
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	9 566	8 166	7 906	12 267	10 893	9 540	12 798	13 364	14 099
Training and development	-	-	2	-	15	5	-	-	-
Operating payments	1 649	1 877	1 340	1 003	1 109	882	1 207	1 275	1 345
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>2 093</b>	<b>1 415</b>	<b>3 147</b>	<b>965</b>	<b>1 226</b>	<b>1 886</b>	<b>876</b>	<b>978</b>	<b>1 032</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1	1	1	1	3	3	1	1	1
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	1	1	1	1	3	3	1	1	1
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	2 092	1 414	3 146	964	1 223	1 883	875	977	1 031
Social benefits	2 092	1 414	3 146	964	1 223	1 883	875	977	1 031
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>8 389</b>	<b>10 644</b>	<b>1 622</b>	<b>1 515</b>	<b>1 515</b>	<b>848</b>	<b>1 009</b>	<b>1 042</b>	<b>1 099</b>
Buildings and other fixed structures	7 453	9 912	1 110	-	35	35	-	-	-
Buildings	-	-	1 110	-	35	35	-	-	-
Other fixed structures	7 453	9 912	-	-	-	-	-	-	-
Machinery and equipment	936	732	512	1 515	1 480	813	1 009	1 042	1 099
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	936	732	512	1 515	1 480	813	1 009	1 042	1 099
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>163 086</b>	<b>176 333</b>	<b>200 850</b>	<b>198 694</b>	<b>193 131</b>	<b>211 261</b>	<b>212 060</b>	<b>226 594</b>	<b>239 058</b>

Table 3.H : Details of payments and estimates by economic classification - Sub-programme: Research and Technology Development

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2015/16	2016/17	2017/18	Appropriation	Appropriation	Estimate	2019/20	2020/21	2021/22
<b>Current payments</b>	<b>171 966</b>	<b>166 664</b>	<b>181 020</b>	<b>195 545</b>	<b>187 558</b>	<b>156 634</b>	<b>209 782</b>	<b>223 321</b>	<b>235 605</b>
Compensation of employees	133 389	133 196	147 684	156 270	148 198	118 855	168 760	182 082	192 097
Salaries and wages	115 061	114 383	126 503	132 147	124 075	100 999	142 683	153 920	162 386
Social contributions	18 328	18 813	21 181	24 123	24 123	17 856	26 077	28 162	29 711
Goods and services	38 506	33 465	33 335	39 185	39 270	37 689	40 931	41 147	43 411
Administrative fees	93	93	111	114	107	143	119	125	132
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	154	136	184	450	577	902	312	254	268
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	16	48	24	81	81	41	82	85	90
Communication (G&S)	217	327	299	310	333	292	326	339	358
Computer services	111	586	432	340	470	470	500	500	528
Cons and prof services: Business and advisory services	-	-	-	90	50	50	85	95	100
Infras and planning	-	-	-	-	-	-	-	-	-
Laboratory services	53	32	83	24	24	22	25	30	32
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	3 650	5 011	4 913	5 396	6 390	6 295	5 704	5 461	5 761
Agency and support / outsourced services	115	41	29	200	200	115	210	220	232
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	322	471	487	442	560	399	457	479	505
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 174	392	-	-	-	1	-	-	-
Inventory: Farming supplies	6 207	5 614	6 383	7 959	6 977	7 238	8 244	7 987	8 426
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	1 917	1 780	1 711	2 793	2 716	2 306	2 955	3 315	3 497
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	2 485	1 097	1 505	2 903	3 631	3 340	3 200	3 124	3 296
Inventory: Medical supplies	54	12	27	60	29	26	63	68	72
Inventory: Medicine	68	61	308	348	407	391	370	392	414
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	1 147	960	-	-	-	-	-	-	-
Consumable supplies	2 558	2 189	2 009	3 057	2 995	2 813	3 193	2 979	3 143
Consumable: Stationery, printing and office supplies	396	227	235	294	292	213	349	392	414
Operating leases	357	323	408	486	574	516	514	532	561
Property payments	7 562	7 307	7 896	8 888	9 063	8 479	9 284	9 840	10 381
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	9 321	6 298	5 942	4 453	3 337	3 380	4 480	4 489	4 736
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	529	460	304	497	457	257	459	441	465
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	45	-	-	-	-	-	-
Interest and rent on land	71	3	1	90	90	90	91	92	97
Interest	1	3	1	-	-	-	-	-	-
Rent on land	70	-	-	90	90	90	91	92	97
<b>Transfers and subsidies to</b>	<b>2 398</b>	<b>1 661</b>	<b>942</b>	<b>435</b>	<b>1 300</b>	<b>1 519</b>	<b>118</b>	<b>126</b>	<b>133</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	2 398	1 661	942	435	1 300	1 519	118	126	133
Social benefits	2 398	1 661	942	435	1 300	1 519	118	126	133
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>7 550</b>	<b>2 550</b>	<b>5 490</b>	<b>16 382</b>	<b>20 871</b>	<b>12 329</b>	<b>16 776</b>	<b>16 970</b>	<b>17 903</b>
Buildings and other fixed structures	5 627	182	347	6 780	11 236	4 506	7 119	7 474	7 885
Buildings	-	-	347	6 780	11 236	3 702	7 119	7 474	7 885
Other fixed structures	5 627	182	-	-	-	804	-	-	-
Machinery and equipment	1 573	2 250	4 658	9 052	9 085	7 604	9 087	8 926	9 417
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	1 573	2 250	4 658	9 052	9 085	7 604	9 087	8 926	9 417
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	350	118	485	550	550	219	570	570	601
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>6</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>181 914</b>	<b>170 881</b>	<b>187 457</b>	<b>212 362</b>	<b>209 729</b>	<b>170 482</b>	<b>226 676</b>	<b>240 417</b>	<b>253 641</b>

Table 3.1 : Details of payments and estimates by economic classification - Sub-programme: Agricultural Economic Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2015/16	2016/17	2017/18	Appropriation	Appropriation	Estimate	2019/20	2020/21	2021/22
<b>Current payments</b>	<b>5 660</b>	<b>4 978</b>	<b>9 180</b>	<b>10 679</b>	<b>9 131</b>	<b>8 805</b>	<b>11 540</b>	<b>12 480</b>	<b>13 167</b>
Compensation of employees	5 203	4 147	7 826	9 091	7 543	7 437	9 823	10 605	11 188
Salaries and wages	4 656	3 864	7 177	7 965	6 483	6 685	8 606	9 291	9 802
Social contributions	547	283	649	1 126	1 060	752	1 217	1 314	1 386
Goods and services	457	831	1 354	1 588	1 588	1 368	1 717	1 875	1 979
Administrative fees	2	10	31	12	12	15	13	14	15
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	2	47	47	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	12	7	21	31	17	-	-	-
Communication (G&S)	20	121	146	127	127	91	135	141	149
Computer services	-	-	-	-	-	-	-	-	-
Cons and prof services: Business and advisory services	-	-	-	-	-	-	-	-	-
Infras and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	-	1	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	21	40	19	44	44	42	47	50	53
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	3	3	-	8	5	4	5	5
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	1	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	6	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	27	29	100	126	68	120	125	132
Consumable: Stationery, printing and office supplies	-	-	12	25	125	128	28	31	33
Operating leases	-	4	58	52	52	48	55	58	61
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	414	606	1 048	1 205	1 016	907	1 315	1 351	1 425
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	1	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	100	106
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>39</b>	<b>69</b>	<b>109</b>	<b>-</b>	<b>83</b>	<b>393</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	39	69	109	-	83	393	-	-	-
Social benefits	39	69	109	-	83	393	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67</b>	<b>67</b>	<b>67</b>	<b>-</b>	<b>-</b>	<b>-</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	67	67	67	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	67	67	67	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>5 699</b>	<b>5 047</b>	<b>9 289</b>	<b>10 746</b>	<b>9 281</b>	<b>9 265</b>	<b>11 540</b>	<b>12 480</b>	<b>13 167</b>

Table 3.J : Details of payments and estimates by economic classification - Sub-programme: Structured Agricultural Education and Training

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
<b>Current payments</b>	<b>81 157</b>	<b>71 670</b>	<b>73 446</b>	<b>93 578</b>	<b>92 117</b>	<b>87 103</b>	<b>100 032</b>	<b>105 971</b>	<b>111 801</b>
Compensation of employees	45 152	42 552	43 609	54 002	52 534	50 262	58 319	62 924	66 385
Salaries and wages	38 363	36 091	36 763	45 265	43 797	42 547	48 874	52 724	55 624
Social contributions	6 789	6 461	6 846	8 737	8 737	7 715	9 445	10 200	10 761
Goods and services	35 999	29 117	29 836	39 576	39 583	36 841	41 713	43 047	45 416
Administrative fees	238	350	403	430	402	438	464	496	523
Advertising	-	19	17	50	100	105	30	35	37
Minor assets	339	171	193	683	1 268	922	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	9	-	8	-	-	12	-	-	-
Communication (G&S)	452	474	492	573	509	454	608	638	673
Computer services	6	51	237	235	385	344	240	245	258
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infras and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	1 704	360	399	648	997	701	775	800	844
Agency and support / outsourced services	8 548	9 612	9 111	14 248	10 886	9 614	15 455	15 879	16 752
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	2 189	2 364	2 097	2 118	2 074	2 290	2 569	2 797	2 951
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	215	25	-	-	-	-	-	-	-
Inventory: Farming supplies	3 667	1 950	1 646	3 711	3 453	3 112	3 935	4 135	4 362
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	294	48	1	160	293	195	85	90	95
Inventory: Learner and teacher support material	1 786	1 650	1 129	1 958	1 465	1 435	2 090	2 210	2 332
Inventory: Materials and supplies	79	44	118	200	320	195	130	140	148
Inventory: Medical supplies	9	-	-	5	-	-	-	-	-
Inventory: Medicine	309	56	48	235	275	376	290	300	317
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	522	458	586	565	914	869	605	635	670
Consumable: Stationery, printing and office supplies	663	130	436	755	1 007	1 011	795	830	876
Operating leases	804	587	645	670	780	773	750	850	897
Property payments	6 876	7 470	7 777	8 283	8 481	8 225	8 440	8 541	9 011
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	3 880	3 196	3 594	3 745	3 938	3 963	4 142	4 104	4 330
Training and development	3 025	-	422	-	1 710	1 485	-	-	-
Operating payments	385	102	477	291	326	322	310	322	340
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	13	-	-	-	-	-
Interest and rent on land	6	1	1	-	-	-	-	-	-
Interest	6	1	1	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>14 621</b>	<b>3 971</b>	<b>7 996</b>	<b>352</b>	<b>343</b>	<b>343</b>	<b>38</b>	<b>40</b>	<b>42</b>
Provinces and municipalities	13	-	52	34	25	25	38	40	42
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	13	-	52	34	25	25	38	40	42
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	13	-	52	34	25	25	38	40	42
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	13 770	3 569	7 321	-	-	-	-	-	-
Households	838	402	623	318	318	318	-	-	-
Social benefits	838	402	623	318	318	318	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>6 940</b>	<b>8 623</b>	<b>23 767</b>	<b>12 607</b>	<b>12 607</b>	<b>12 607</b>	<b>13 104</b>	<b>13 444</b>	<b>14 184</b>
Buildings and other fixed structures	6 929	8 397	23 517	12 138	12 138	12 138	12 804	13 444	14 184
Buildings	-	-	23 517	11 138	11 138	11 138	11 735	12 375	13 056
Other fixed structures	6 929	8 397	-	1 000	1 000	1 000	1 069	1 069	1 128
Machinery and equipment	11	226	250	469	469	469	300	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	11	226	250	469	469	469	300	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>4</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>102 718</b>	<b>84 268</b>	<b>105 216</b>	<b>106 537</b>	<b>105 067</b>	<b>100 053</b>	<b>113 174</b>	<b>119 455</b>	<b>126 027</b>

Table 3.K : Payments and estimates by economic classification: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>1 891</b>	<b>11 441</b>	<b>16 835</b>	<b>28 898</b>	<b>32 115</b>	<b>24 362</b>	<b>31 832</b>	<b>34 018</b>	<b>35 888</b>
Compensation of employees	1 542	8 112	12 019	10 499	12 592	11 972	11 346	12 251	12 925
Salaries and wages	1 411	7 408	10 938	9 088	11 500	10 735	9 821	10 604	11 187
Social contributions	131	704	1 081	1 411	1 092	1 237	1 525	1 647	1 738
Goods and services	349	3 329	3 864	18 399	19 523	12 390	20 486	21 767	22 963
Administrative fees	9	22	31	19	18	101	22	25	26
Advertising	-	-	-	20	20	-	10	10	11
Minor assets	-	39	-	11	42	72	29	15	16
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	120	120	-	120	125	132
Catering: Departmental activities	-	124	108	617	678	277	663	698	737
Communication (G&S)	-	241	201	165	137	80	169	173	182
Computer services	-	-	-	-	-	-	-	-	-
Cons and prof services: Business and advisory services	-	1	-	350	350	326	300	350	369
Infrastructure and planning	-	-	-	8 734	7 534	-	7 969	8 838	9 324
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	161	252	75	75	310	75	80	84
Agency and support / outsourced services	-	-	-	-	2 324	2 624	2 438	2 565	2 706
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	8	2	-	-	26	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	4 221	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	1	341	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	627	916	539	544	1 437	573	604	637
Consumable: Stationery, printing and office supplies	-	31	57	36	46	122	47	55	58
Operating leases	-	67	186	183	156	158	188	195	205
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	340	-	-	-	-	-	-	-
Travel and subsistence	340	911	1 606	2 308	2 357	2 151	2 564	2 684	2 832
Training and development	-	-	-	4 650	4 685	430	4 629	4 656	4 912
Operating payments	-	356	-	52	67	15	81	82	87
Venues and facilities	-	400	164	480	330	40	559	562	592
Rental and hiring	-	-	-	40	40	-	50	50	53
Interest and rent on land	-	-	952	-	-	-	-	-	-
Interest	-	-	952	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>3 028</b>	<b>2 455</b>	<b>2 324</b>	<b>48</b>	<b>171</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	3 000	44	-	-	92	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	2 224	2 324	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	2 224	2 324	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	2 224	2 324	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	28	187	-	48	79	-	-	-
Social benefits	-	28	187	-	48	79	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>-</b>	<b>288</b>	<b>10</b>	<b>217</b>	<b>217</b>	<b>217</b>	<b>142</b>	<b>260</b>	<b>274</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	288	10	217	217	217	142	260	274
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	288	10	217	217	217	142	260	274
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 891</b>	<b>14 757</b>	<b>19 300</b>	<b>31 439</b>	<b>32 380</b>	<b>24 750</b>	<b>31 974</b>	<b>34 278</b>	<b>36 162</b>

Table 3.L : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>179 231</b>	<b>154 476</b>	<b>90 828</b>	<b>209 334</b>	<b>230 333</b>	<b>230 333</b>	<b>205 418</b>	<b>215 550</b>	<b>234 692</b>
Compensation of employees	18 000	19 296	21 000	24 381	24 381	24 381	25 844	27 395	29 312
Salaries and wages	18 000	19 296	21 000	24 381	24 381	24 381	25 844	27 395	29 312
Goods and services	161 231	135 180	69 828	184 953	205 952	205 952	179 574	188 155	205 380
Administrative fees	-	109	103	110	110	110	131	131	138
Advertising	49	48	-	-	-	-	-	-	-
Minor assets	3 521	713	245	61	386	386	62	62	65
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	191	21	-	100	100	100	100	100	106
Catering: Departmental activities	207	375	1 126	810	810	810	827	827	872
Communication (G&S)	3 694	4 631	6 815	3 000	3 000	3 000	3 500	3 500	3 693
Computer services	7 358	3 111	3 036	5 150	5 150	5 150	4 200	4 200	4 431
Cons and prof services: Business and advisory services	-	-	-	-	-	-	-	-	-
Infra and planning	8 610	30 758	29 008	80 419	89 769	89 769	68 902	73 775	80 833
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	6 549	6 365	2 952	17 755	27 328	27 328	20 148	20 148	21 257
Agency and support / outsourced services	449	2 242	1 385	6 314	6 657	6 657	6 607	6 607	6 970
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	236	1 216	-	-	-	-	-	-	-
Inventory: Farming supplies	113 316	76 013	19 331	56 161	57 314	57 314	59 080	63 120	69 067
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	16	40	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	1 771	1 321	3 103	3 103	3 103	3 263	3 263	3 943
Inventory: Medical supplies	9 025	4	32	11	11	11	12	12	13
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	3 851	2 729	2 184	5 682	5 682	5 682	6 061	5 729	6 944
Consumable supplies	12	-	114	405	405	405	415	415	438
Consumable: Stationery, printing and office supplies	126	47	98	70	70	70	80	80	84
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	466	731	237	260	260	260	260	260	274
Transport provided: Departmental activity	585	584	493	1 329	1 329	1 329	1 477	1 477	1 558
Travel and subsistence	2 766	2 764	470	4 213	4 468	4 468	4 449	4 449	4 694
Training and development	163	-	-	-	-	-	-	-	-
Operating payments	41	908	878	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>48 297</b>	<b>36 593</b>	<b>68 351</b>	<b>34 030</b>	<b>34 823</b>	<b>34 823</b>	<b>29 863</b>	<b>29 863</b>	<b>29 863</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	20 707	10 500	27 087	28 500	28 500	28 500	29 863	29 863	29 863
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	20 707	10 500	27 087	28 500	28 500	28 500	29 863	29 863	29 863
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>80 996</b>	<b>109 434</b>	<b>65 774</b>	<b>71 198</b>	<b>97 363</b>	<b>97 363</b>	<b>56 583</b>	<b>64 271</b>	<b>68 541</b>
Buildings and other fixed structures	70 633	72 812	62 516	63 824	83 758	83 758	48 204	55 892	59 701
Buildings	-	-	29 587	30 498	32 295	32 295	18 804	18 972	20 015
Other fixed structures	70 633	72 812	32 929	33 326	51 463	51 463	29 400	36 920	39 686
Machinery and equipment	10 363	36 622	3 258	7 374	13 605	13 605	8 379	8 379	8 840
Transport equipment	3 938	10 030	2 428	3 000	3 000	3 000	3 600	3 600	3 798
Other machinery and equipment	6 425	26 592	830	4 374	10 605	10 605	4 779	4 779	5 042
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>308 524</b>	<b>300 503</b>	<b>224 953</b>	<b>314 562</b>	<b>362 519</b>	<b>362 519</b>	<b>291 864</b>	<b>309 684</b>	<b>333 096</b>

Table 3.M : Payments and estimates by economic classification: CASP grant (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>118 676</b>	<b>93 878</b>	<b>44 173</b>	<b>144 247</b>	<b>146 196</b>	<b>146 196</b>	<b>138 405</b>	<b>148 557</b>	<b>163 539</b>
Compensation of employees	18 000	19 296	21 000	24 381	24 381	24 381	25 844	27 395	29 312
Salaries and wages	18 000	19 296	21 000	24 381	24 381	24 381	25 844	27 395	29 312
Goods and services	100 676	74 582	23 173	119 866	121 815	121 815	112 561	121 162	134 227
Administrative fees	-	109	97	100	100	100	117	117	123
Minor assets	2 911	660	54	61	386	386	62	62	65
Bursaries: Employees	191	21	-	100	100	100	100	100	106
Catering: Departmental activities	10	182	669	60	60	60	77	77	81
Communication (G&S)	3 694	4 631	6 815	3 000	3 000	3 000	3 500	3 500	3 693
Computer services	7 358	3 111	3 036	5 150	5 150	5 150	4 200	4 200	4 431
Cons and prof services: Infrastructure and planning	-	13 244	2 327	65 057	65 057	65 057	55 389	63 990	70 510
Contractors	580	-	2 952	234	234	234	247	247	261
Agency and support / outsourced services	449	2 242	1 385	6 314	6 657	6 657	6 607	6 607	6 970
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	72 790	46 105	2 485	26 694	27 720	27 720	28 054	28 054	31 597
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Material and supplies	-	-	1 069	2 853	2 853	2 853	3 013	3 013	3 679
Inventory: Medicine	8 999	4	32	11	11	11	12	12	13
Consumable supplies	1	-	256	4 257	4 257	4 257	4 804	4 804	5 968
Consumable: Stationery, printing and office supplies	12	-	114	405	405	405	415	415	438
Operating leases	126	47	98	70	70	70	80	80	84
Property payments	-	-	-	-	-	-	-	-	-
Travel and subsistence	585	554	436	1 287	1 287	1 287	1 435	1 435	1 514
Training and development	2 766	2 764	470	4 213	4 468	4 468	4 449	4 449	4 694
Operating payments	163	-	-	-	-	-	-	-	-
Venues and facilities	41	908	878	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>48 297</b>	<b>36 593</b>	<b>68 351</b>	<b>34 030</b>	<b>34 823</b>	<b>34 823</b>	<b>29 863</b>	<b>29 863</b>	<b>29 863</b>
Departmental agencies and accounts	20 707	10 500	27 087	28 500	28 500	28 500	29 863	29 863	29 863
Entities receiving funds	20 707	10 500	27 087	28 500	28 500	28 500	29 863	29 863	29 863
Public corporations and private enterprises	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Private enterprises	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
Other transfers	27 590	26 093	41 264	5 530	6 323	6 323	-	-	-
<b>Payments for capital assets</b>	<b>59 188</b>	<b>91 684</b>	<b>47 411</b>	<b>45 698</b>	<b>58 247</b>	<b>58 247</b>	<b>31 083</b>	<b>38 771</b>	<b>41 638</b>
Buildings and other fixed structures	49 586	56 918	44 531	38 824	45 642	45 642	23 204	30 892	33 326
Buildings	-	-	29 587	30 498	32 295	32 295	18 804	18 972	20 015
Other fixed structures	49 586	56 918	14 944	8 326	13 347	13 347	4 400	11 920	13 311
Machinery and equipment	9 602	34 766	2 880	6 874	12 605	12 605	7 879	7 879	8 312
Transport equipment	3 938	10 030	2 428	3 000	3 000	3 000	3 600	3 600	3 798
Other machinery and equipment	5 664	24 736	452	3 874	9 605	9 605	4 279	4 279	4 514
Biological assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>226 161</b>	<b>222 155</b>	<b>159 935</b>	<b>223 975</b>	<b>239 266</b>	<b>239 266</b>	<b>199 351</b>	<b>217 191</b>	<b>235 040</b>

Table 3.N : Payments and estimates by economic classification: Ilima/Letsema Projects grant (Prog. 2: Agriculture)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>47 750</b>	<b>46 126</b>	<b>26 555</b>	<b>46 263</b>	<b>55 963</b>	<b>55 963</b>	<b>50 253</b>	<b>54 392</b>	<b>57 859</b>
Goods and services	47 750	46 126	26 555	46 263	55 963	55 963	50 253	54 392	57 859
Minor assets	610	-	-	-	-	-	-	-	-
Catering: Departmental activities	23	-	-	-	-	-	-	-	-
Cons and prof services: Infrastructure and planning	-	6 961	12 128	-	-	-	-	-	-
Contractors	5 969	6 365	-	17 521	27 094	27 094	19 901	19 901	20 996
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	39 339	29 035	14 427	28 742	28 869	28 869	30 352	34 491	36 863
Inventory: Fuel, oil and gas	16	40	-	-	-	-	-	-	-
Inventory: Material and supplies	-	1 771	-	-	-	-	-	-	-
Inventory: Medicine	26	-	-	-	-	-	-	-	-
Consumable supplies	1 767	1 954	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>21 651</b>	<b>17 750</b>	<b>17 985</b>	<b>25 000</b>	<b>38 116</b>	<b>38 116</b>	<b>25 000</b>	<b>25 000</b>	<b>26 375</b>
Buildings and other fixed structures	21 047	15 894	17 985	25 000	38 116	38 116	25 000	25 000	26 375
Other fixed structures	21 047	15 894	17 985	25 000	38 116	38 116	25 000	25 000	26 375
Machinery and equipment	604	1 856	-	-	-	-	-	-	-
Other machinery and equipment	604	1 856	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>69 401</b>	<b>63 876</b>	<b>44 540</b>	<b>71 263</b>	<b>94 079</b>	<b>94 079</b>	<b>75 253</b>	<b>79 392</b>	<b>84 234</b>

**Table 3.O : Payments and estimates by economic classification: Land Care grant (Prog. 2: Agriculture)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>10 509</b>	<b>10 632</b>	<b>11 634</b>	<b>11 516</b>	<b>20 866</b>	<b>20 866</b>	<b>11 918</b>	<b>12 601</b>	<b>13 294</b>
Goods and services	10 509	10 632	11 634	11 516	20 866	20 866	11 918	12 601	13 294
Administrative fees	-	-	6	10	10	10	14	14	15
Advertising	49	48	-	-	-	-	-	-	-
Minor assets	-	53	191	-	-	-	-	-	-
Catering: Departmental activities	174	193	457	750	750	750	750	750	791
Cons and prof serv: Infrastructure and planning	6 737	7 331	7 951	8 704	18 054	18 054	9 102	9 785	10 323
Inventory: Clothing material and accessories	206	701	-	-	-	-	-	-	-
Inventory: Farming supplies	794	770	1 476	575	575	575	575	575	607
Inventory: Material and supplies	-	-	252	250	250	250	250	250	264
Consumable supplies	2 083	775	1 007	925	925	925	925	925	976
Transport provided: Departmental activity	466	731	237	260	260	260	260	260	274
Travel and subsistence	-	30	57	42	42	42	42	42	44
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>157</b>	-	<b>378</b>	<b>500</b>	<b>1 000</b>	<b>1 000</b>	<b>500</b>	<b>500</b>	<b>528</b>
Machinery and equipment	157	-	378	500	1 000	1 000	500	500	528
Other machinery and equipment	157	-	378	500	1 000	1 000	500	500	528
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>10 666</b>	<b>10 632</b>	<b>12 012</b>	<b>12 016</b>	<b>21 866</b>	<b>21 866</b>	<b>12 418</b>	<b>13 101</b>	<b>13 822</b>

**Table 3.P : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces (Prog. 2: Agriculture)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Current payments</b>	<b>2 296</b>	<b>3 840</b>	<b>8 466</b>	<b>7 308</b>	<b>7 308</b>	<b>7 308</b>	<b>4 842</b>	-	-
Goods and services	2 296	3 840	8 466	7 308	7 308	7 308	4 842	-	-
Cons and prof services: Infrastructure and planning	1 873	3 222	6 602	6 658	6 658	6 658	4 411	-	-
Inventory: Clothing material and accessories	30	515	-	-	-	-	-	-	-
Inventory: Farming supplies	393	103	943	150	150	150	99	-	-
Consumable supplies	-	-	921	500	500	500	332	-	-
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>2 296</b>	<b>3 840</b>	<b>8 466</b>	<b>7 308</b>	<b>7 308</b>	<b>7 308</b>	<b>4 842</b>	-	-



Table 3.Q : Financial summary for Agri-business Development Agency (ADA)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Revenue</b>									
Tax revenue	-	-	-	-	-	-	-	-	-
Non-tax revenue	125 843	135 634	150 265	121 055	165 654	165 654	128 588	135 327	142 693
Sale of goods and services other than capital assets	38	845	1 041	1 041	461	461	80	86	91
Entity revenue other than sales	927	357	1 396	-	1 650	1 650	2 200	2 361	2 414
Transfers received*	124 870	134 402	147 822	120 014	163 543	163 543	126 308	132 880	140 188
Of which:									
DARD	99 500	94 581	121 334	120 014	120 014	120 014	126 308	132 880	140 188
Other transfers: various	6 150	14 550	-	-	-	-	-	-	-
Roll-over: DARD	19 220	21 367	17 984	-	36 858	36 858	-	-	-
Roll-over: COGTA	-	3 904	8 504	-	6 671	6 671	-	-	-
Sale of capital assets	8	30	6	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Other non-tax revenue	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>125 843</b>	<b>135 634</b>	<b>150 265</b>	<b>121 055</b>	<b>165 654</b>	<b>165 654</b>	<b>128 588</b>	<b>135 327</b>	<b>142 693</b>
<b>Expenses</b>									
<b>Programmes</b>									
1. Finance and Administration	40 638	38 685	40 396	48 123	48 788	48 788	51 316	52 956	55 177
2. Comprehensive Capacity Building	11 817	9 020	11 101	3 150	3 149	3 149	3 150	3 150	3 150
3. Enterprise and Value Chain Development	31 962	400	23 943	16 602	31 227	31 227	16 834	17 928	19 093
4. Infrastructure Development	16 596	68 501	33 393	53 180	82 490	82 490	57 288	61 293	65 273
<b>Total</b>	<b>101 013</b>	<b>116 606</b>	<b>108 833</b>	<b>121 055</b>	<b>165 654</b>	<b>165 654</b>	<b>128 588</b>	<b>135 327</b>	<b>142 693</b>
<b>Economic classification</b>									
<b>Current expenses</b>	<b>98 212</b>	<b>116 227</b>	<b>107 182</b>	<b>120 755</b>	<b>163 772</b>	<b>163 772</b>	<b>128 288</b>	<b>135 027</b>	<b>142 663</b>
Compensation of employees	19 729	19 377	22 350	30 856	27 366	27 366	33 238	33 723	34 982
Goods and services	78 483	96 850	84 832	89 894	136 406	136 406	95 050	101 304	107 681
Interest on rent and land	-	-	-	5	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	2 801	379	1 651	300	1 882	1 882	300	300	30
Payments for financial assets	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>101 013</b>	<b>116 606</b>	<b>108 833</b>	<b>121 055</b>	<b>165 654</b>	<b>165 654</b>	<b>128 588</b>	<b>135 327</b>	<b>142 693</b>
<b>Surplus / (Deficit)</b>	<b>24 830</b>	<b>19 028</b>	<b>41 432</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Adjustments for Surplus / (Deficit)</b>	<b>(24 830)</b>	<b>(19 028)</b>	<b>(41 432)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Accumulated reserves	(2 728)	6 404	(5 277)	-	-	-	-	-	-
Roll-over: various	(25 273)	(26 488)	(28 382)	-	-	-	-	-	-
Non-cash items	3 171	1 056	7 051	-	-	-	-	-	-
Deferred income	-	-	(14 824)	-	-	-	-	-	-
<b>Surplus / (Deficit) after adjustments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

\*Note: Transfers received from Vote 11: COGTA do not equal amounts in Table 11.11, as the amounts reflected include project funds rolled over multiple years

Table 3.R : Personnel summary for ADA

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Board members</b>									
Personnel cost (R thousand)	2 936	2 152	1 536	1 200	1 200	1 200	1 815	1 932	2 058
Personnel numbers (head count)	9	8	9	9	9	9	9	9	9
Unit cost	326	269	171	133	133	133	202	215	229
<b>Executive management</b>									
Personnel cost (R thousand)	2 259	2 520	1 820	3 749	3 178	3 178	5 633	5 992	6 373
of which:									
Chief Financial Officer	1 136	1 182	1 020	1 379	1 395	1 395	1 842	1 962	2 089
Chief Executive Officer	1 123	1 338	800	1 506	1 783	1 783	3 791	4 030	4 284
Personnel numbers (head count)	3	3	3	3	2	2	3	3	3
Unit cost	753	840	607	1 250	1 589	1 589	1 878	1 997	2 124
<b>Senior management</b>									
Personnel cost (R thousand)	2 963	1 891	1 800	3 850	4 753	4 753	5 449	5 537	5 878
Personnel numbers (head count)	3	2	4	4	4	4	4	4	4
Unit cost	988	946	450	963	1 188	1 188	1 362	1 384	1 470
<b>Middle management</b>									
Personnel cost (R thousand)	8 770	8 889	9 549	12 246	5 743	5 743	6 042	6 374	6 725
Personnel numbers (head count)	13	13	13	13	6	6	6	8	8
Unit cost	675	684	735	942	957	957	1 007	797	841
<b>Professionals</b>									
Personnel cost (R thousand)	5 054	5 414	8 553	10 050	10 668	10 668	12 125	12 442	12 546
Personnel numbers (head count)	17	17	17	17	19	19	19	19	19
Unit cost	297	318	503	591	561	561	638	655	660
<b>Semi-skilled</b>									
Personnel cost (R thousand)	523	263	148	161	2 020	2 020	2 230	2 277	2 389
Personnel numbers (head count)	4	2	1	1	6	6	6	6	6
Unit cost	131	132	148	161	337	337	372	380	398
<b>Very low skilled</b>									
Personnel cost (R thousand)	160	400	480	800	1 004	1 004	1 759	1 101	1 071
Personnel numbers (head count)	4	4	5	5	10	10	10	10	8
Unit cost	40	100	96	160	100	100	176	110	134
<b>Total for entity</b>									
Personnel cost (R thousand)*	22 665	21 529	23 886	32 056	28 566	28 566	35 053	35 655	37 040
Personnel numbers (head count)	53	49	52	52	56	56	57	59	57
Unit cost	428	439	459	616	510	510	615	604	650

\*Note: The difference between the Personnel cost and Compensation of employees relates to Board costs, which are paid from Goods and services

# Estimates of Provincial Revenue and Expenditure

**Table 3.S : Financial summary for Mjindi Farming (Pty) Ltd (Mjindi)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Revenue</b>									
<b>Tax revenue</b>	-	-	-	-	-	-	-	-	-
<b>Non-tax revenue</b>	75 785	68 065	55 142	61 977	60 724	60 724	60 929	64 264	68 031
Sale of goods and services other than capital assets	4 538	5 522	4 971	5 805	3 125	3 125	6 367	6 984	7 682
Entity revenue other than sales	706	473	271	284	164	164	300	316	337
Transfers received	70 541	62 070	49 900	55 888	57 435	57 435	54 262	56 964	60 012
Of which:									
DARD	50 506	53 183	56 001	58 801	58 801	58 801	62 094	65 509	69 112
Roll-over: DARD	20 035	8 887	-	-	3 299	3 299	-	-	-
Adjustment for VAT	-	-	(6 101)	(2 913)	(4 665)	(4 665)	(7 832)	(8 545)	(9 100)
<b>Sale of capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Financial transactions in assets and liabilities</b>	-	-	-	-	-	-	-	-	-
<b>Other non-tax revenue</b>	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>75 785</b>	<b>68 065</b>	<b>55 142</b>	<b>61 977</b>	<b>60 724</b>	<b>60 724</b>	<b>60 929</b>	<b>64 264</b>	<b>68 031</b>
<b>Expenses</b>									
<b>Programmes</b>									
1. Administration and Support Services	15 187	21 521	13 249	17 564	14 461	14 461	17 545	18 060	19 119
2. Farmer Development and Support Services	33 629	36 789	22 708	26 430	22 437	22 437	25 512	27 706	29 330
3. Infrastructure and Water Services	32 023	14 494	18 936	17 983	23 826	23 826	17 872	18 498	19 582
<b>Total</b>	<b>80 839</b>	<b>72 804</b>	<b>54 893</b>	<b>61 977</b>	<b>60 724</b>	<b>60 724</b>	<b>60 929</b>	<b>64 264</b>	<b>68 031</b>
<b>Economic classification</b>									
<b>Current expenses</b>	<b>80 839</b>	<b>71 852</b>	<b>53 331</b>	<b>61 300</b>	<b>57 953</b>	<b>57 953</b>	<b>60 929</b>	<b>64 264</b>	<b>67 031</b>
Compensation of employees	19 940	20 187	20 374	25 062	21 989	21 989	22 322	23 949	25 697
Goods and services	60 899	51 665	32 957	36 238	35 964	35 964	38 607	40 315	41 334
Interest on rent and land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	952	1 562	677	2 771	2 771	-	-	1 000
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>80 839</b>	<b>72 804</b>	<b>54 893</b>	<b>61 977</b>	<b>60 724</b>	<b>60 724</b>	<b>60 929</b>	<b>64 264</b>	<b>68 031</b>
<b>Surplus / (Deficit)*</b>	<b>(5 054)</b>	<b>(4 739)</b>	<b>249</b>	-	-	-	-	-	-
<b>Adjustments for Surplus / (Deficit)</b>	<b>5 054</b>	<b>4 739</b>	<b>(249)</b>	-	-	-	-	-	-
Of which:									
Accumulated reserves	5 054	4 739	(249)	-	-	-	-	-	-
<b>Surplus / (Deficit) after adjustments</b>	-	-	-	-	-	-	-	-	-

\*Note: The Surplus / (Deficit) relates to the accounting treatment of capital and other non-cash expense items

**Table 3.T : Personnel summary for Mjindi**

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
<b>Board members</b>									
Personnel cost (R thousand)	53	606	853	1 520	750	750	1 363	1 452	1 542
Personnel numbers (head count)	8	8	8	8	8	8	8	8	8
Unit cost	7	76	107	190	94	94	170	182	193
<b>Executive management</b>									
Personnel cost (R thousand)	2 471	2 535	2 413	1 314	2 625	2 625	1 752	1 866	1 987
of which:									
Chief Financial Officer	1 106	1 154	1 114	1 314	1 327	1 327	1 354	1 442	1 536
Chief Executive Officer	1 365	1 381	1 299	-	1 298	1 298	398	424	451
Personnel numbers (head count)	2	2	2	1	2	2	2	2	2
Unit cost	1 236	1 268	1 207	1 314	1 313	1 313	876	933	994
<b>Senior management</b>									
Personnel cost (R thousand)	1 781	1 894	2 192	2 536	2 149	2 149	2 197	2 340	2 492
Personnel numbers (head count)	2	2	2	2	2	2	2	2	2
Unit cost	891	947	1 096	1 268	1 075	1 075	1 099	1 170	1 246
<b>Middle management</b>									
Personnel cost (R thousand)	1 272	2 288	2 340	2 216	2 591	2 591	3 163	3 495	3 862
Personnel numbers (head count)	4	4	4	3	4	4	4	4	4
Unit cost	318	572	585	739	648	648	791	874	966
<b>Professionals</b>									
Personnel cost (R thousand)	6 399	6 267	6 900	9 584	5 724	5 724	6 325	6 989	7 723
Personnel numbers (head count)	8	8	8	20	20	20	20	20	26
Unit cost	800	783	863	479	286	286	316	349	297
<b>Semi-skilled</b>									
Personnel cost (R thousand)	6 543	6 295	5 619	7 904	5 870	5 870	6 714	6 947	7 173
Personnel numbers (head count)	54	50	50	34	27	27	29	29	29
Unit cost	121	126	112	232	217	217	232	240	247
<b>Very low skilled</b>									
Personnel cost (R thousand)	1 474	908	910	1 508	3 030	3 030	2 171	2 312	2 460
Personnel numbers (head count)	7	6	-	9	24	24	28	28	28
Unit cost	211	151	-	168	126	126	78	83	88
<b>Total for entity</b>									
Personnel cost (R thousand)*	19 993	20 793	21 227	26 582	22 739	22 739	23 685	25 401	27 239
Personnel numbers (head count)	85	80	74	77	87	87	93	93	99
Unit cost	235	260	287	345	261	261	255	273	275

\*Note: The difference between the Personnel cost and Compensation of employees relates to Board costs, which are paid from Goods and services