

VOTE 3

Agriculture and Rural Development

Operational budget	R2 546 179 205
MEC remuneration	R 1 977 795
Total amount to be appropriated	R2 548 157 000
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

The new framework for SPs and APPs has shifted from a goal-focused approach to an impact-focused approach. As such, the implementation of the new framework resulted in the phasing out of strategic objectives and the introduction of outcomes. However, at the time of printing this document, DARD had not finalised its SP and APP and, as a result, this information is not updated from the 2019/20 EPRE.

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 Supply Chain Management (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 2019/20 financial year

Section 2 provides a review of 2019/20, 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 department filled two of its most critical vacancies i.e. the post of Head of Department and the Chief Financial Officer. The other 56 critical posts, for which approval was received to fill, are at the selection stage and should be filled before the end of 2019/20 or at the beginning of 2020/21.

Interventions aimed at the development of the department's own professional and technical skills in order to reduce reliance on consultants were implemented, resulting in three candidate Agricultural Engineers submitting their final portfolio to the council for possible registration. A total of 25 officials were enrolled in an artisan development programme, with six focusing on the mechanical field, while two are attending bricklaying, eight are focusing on plumbing and five on carpentry. With regard to equity targets, there was a small improvement with regard to women at SMS level from 36 per cent to 38 per cent. The department attained a profile of candidates with disabilities to consider when filling posts through strengthened partnerships with organisations for people living with disabilities.

The Operations Management Framework (OMF), which is aimed at ensuring efficiency in the manner in which services are delivered, was prioritised, with the department's core service being agricultural extension and advisory services. The OMF investigations were conducted for these services in partnership with OTP and recommendations were shared with the agricultural services management. The development of standard operating procedures and business process mapping, which are part of the OMF, were also executed for other critical components such as SCM, including contract management, district services, agricultural crop research services, a veterinary services improvement plan, and other support services.

Agriculture

During 2019/20, the agricultural sector experienced drought conditions which delayed the timely start of the planting season with regard to the dryland summer crops. The delay in rainfall is likely to negatively influence the expected production output for smallholder producers and consequently reduce households'

resilience to food insecurity. The livestock programmes, especially for farmers in the communal areas, experienced major constraints as a result of the drier than normal weather conditions which delayed the grass regrowth. The assessments conducted by the department showed that a significant number of livestock farmers were affected.

Notwithstanding the inclement weather conditions, the department successfully hosted the Provincial Multi-planting Season Launch on 13 September 2019 in the uMkhanyakude District. Furthermore, district launches of the multi-planting season were also successfully hosted by all districts. At the end of the third quarter, approximately 8 500 hectares of beans, maize and vegetables were planted, out of the 16 000 planned hectares. In addition, as part of heightened awareness campaigns to promote food production and reduce the levels of food insecurity especially by vulnerable producers, the department successfully hosted the World Food Day event on 16 October 2019.

The agrarian transformation programme should, among others, translate into the creation of sustainable black commercial farming enterprises. Accordingly, the Cabinet *Lekgotla* took a resolution in February 2018 to mandate DARD to assess all land reform farms in KZN in order to develop a resuscitation plan to restore farm production. This was further reinforced by the Honourable Premier in his 2019 State of the Province Address. The Honourable Premier enjoined the province to engage in a process of reactivation of all those farms within a clear framework based on supporting those who work the land. Of the 1 399 farms assessed in KZN, it was projected that 1 220 farms, constituting approximately 772 000 hectares, can be classified as having agricultural potential and should be prioritised. The report with details per project and the financial investment required to resuscitate these farms, will be finalised before the end of 2019/20.

In line with the livestock, horticulture and infrastructure development programmes, the department has identified the development of vegetables, beef, poultry and piggery as areas of strategic focus in the medium to long-term. The department is at an advanced stage in supporting the core focal areas of production by smallholder producers. This will see the implementation of 79 projects (constituting 13 vegetable, 38 beef, 14 poultry and 14 pig production projects) with a total investment of approximately R98 million by the end of 2019/20.

The province, in partnership with the national Department of Agriculture, Land Reform and Rural Development (DALRRD), started with the producer/farmer register data collection exercise, which will assist in establishing a clear base of clients of the department. This should help improve services as these will be informed by inputs from the farming communities.

The department supported 5 856 smallholder producers through extension and advisory services, created 482 job opportunities through the EPWP Integrated Grant for Provinces and the Land Care grant, assisted 19 153 households with agricultural food production initiatives, established and rehabilitated 40 agricultural infrastructure and erected 271 kilometres of fence to enhance the use of agricultural land.

Rural development

The Rural Development Socio-economic Strategy is in draft stage. The finalisation of the strategy depends on the finalisation of the 2019-2024 MTSF that will give direction to the mandate of Rural Development. In development currently, the strategy is incorporated into the KZN Agricultural Master Plan, and will be finalised when the new MTSF has been adopted by National Cabinet. The KZN Agricultural Master Plan document was developed and underwent further refinement following a series of consultations with relevant stakeholders. The plan incorporates the Rural Development Socio-economic Strategy. The summit on agriculture to be hosted by the department in March 2020 will focus on the KZN Agricultural Master Plan as a final stakeholder consultation engagement.

Rationalisation of public entities

The department completed the due diligence to amalgamate the agricultural entities in the province under the Agri-business Development Agency (ADA), including Mjindi Farming (Pty) Ltd (referred to as Mjindi) and Ntingwe Tea Estate (referred to as Ntingwe). The department and these entities created joint workgroups to manage the technical aspects of the merger, such as the transfer of assets, cessation of contracts, and interim organisational structures, among others. A detailed process map was finalised and an audit of the assets held by Ntingwe and Mjindi was undertaken. The draft strategy for the new entity was developed.

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 continued with the implementation of agri-business projects such as Celokuhle Farm, Siyaphambili Tannery, Maphophoma Mill, Madzikane Citrus, KZN Essential Oils and the Cathedral Peak Winery. New projects were also implemented, including the Aqhamile Youth Vegetable Project, Eston abattoir, Summerhill farm project, KZN Rabbit Cluster programme, Thulwane Citrus and Ophondweni Feedlot.

ADA continued with providing capacity building support to the agri-business sector by assisting entrepreneurs with agri-processing technical support and infrastructure development. Furthermore, ADA assisted 15 agri-processors with product testing and this created access to new markets. ADA also supported ten agri-processors to exhibit their products during Export Week, an event hosted by Trade and Investment KZN (TIK).

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. Mjindi's activities focussed on routine repairs and maintenance of the irrigation infrastructure to ensure that all farming activities were supported with reasonable water supply. During the year, a due diligence with ADA was undertaken.

During 2019/20, Mjindi supported five co-operatives, 151 vegetable farmers and trained 305 farmers in diverse agricultural skills. The entity hosted information sharing events, where the private sector and government departments presented various innovative products and services to farmers, for the benefit of agricultural business. No new initiatives were rolled out, as a result of the rationalisation of the public entities process currently underway to merge all agricultural entities in the province.

3. Outlook for the 2020/21 financial year

Section 3 looks at the key focus areas of 2020/21, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. With the 2020/21 budget allocation, the department will continue to focus on providing support to food insecure communities at subsistence and household food production level.

Administration

The department will continue with its efforts of ensuring that it has adequate personnel to deliver on its mandate through filling funded posts. The department is intending to fill 194 vacant posts, as well as the placement of an additional 144 unemployed graduates at various farms relating to the Unemployed Agricultural Graduate Youth Programme (UAGYP). Interventions aimed at building its capacity such as training and development programmes, including leadership development programmes, mentorship and engineering development, will be vigorously implemented. Youth development interventions will receive special focus to ensure that the department builds a pool of skilled youth to select from considering that farming and agriculture have become increasingly challenging to encourage young people to pursue as a career. The enrolment of the department's bursary holders into the engineering development programme will be one of such youth development programmes. The department has four bursary holders who completed in 2019, four are expected to complete in 2021, while one is expected to complete in 2022. The department is currently in the process of allocating the 2020 bursaries.

Agriculture

The agricultural development approach for KZN remains 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, productivity, and promotion of competitiveness and commercialisation of agricultural enterprises, especially of smallholder producers.

The overarching interest remains 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 in the agricultural sector. This entails improving yields and providing access to markets for

crops, livestock and other related sub-sectors. Furthermore, the department seeks to enhance food self-sufficiency and food supply, as well as to increase household food security to promote efficient utilisation of agricultural land, expansion of irrigable land, improve market access and add value and agri-processing to agricultural products. The initiatives implemented in 2020/21 will be strategically integrated to the agri-parks concept as the pinnacle for processing and marketing of agricultural products.

Over the MTEF, the department through its agricultural interventions, seeks to firstly reduce household food insecurity in the province and to improve farmer development for increased agricultural production and sector growth. Support to smallholder farmers through the development of vegetables, beef, poultry and pig production remains as an area of strategic focus in the medium to long-term. Accordingly, the department plans to implement 56 projects (constituting of 10 vegetable, 20 beef, 12 poultry and 14 pig production projects) with a total investment of approximately R116 million by the end of 2020/21.

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 including beans, maize, etc., 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, which is planting throughout the year, continues to 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: This programme will continue 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 remains highly under-developed, mainly due to historic traditional symbolism associated with livestock ownership.

The department will continue to support initiatives to improve market access for communal cattle through livestock auctions, improve traceability (animal identification), provide training on nutrition, provide livestock related infrastructure, improve the livestock genetic pool and general animal husbandry including veterinary services.

Grain development programme: This programme, in support of the strategic areas of focus, remains a critical pillar for both household food security and the creation of links in the supply of feed for pig and beef production enterprises. 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 continue, over the medium-term, to promote the development of grain crops (mainly maize, dry beans and soya beans).

Infrastructure development: Infrastructure remains the key enabler for agricultural growth and the unlocking of investment related to socio-economic agrarian transformation in the province. Accordingly, 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. This will include advocacy for the improvement of general road network for seamless movement of agricultural produce. Post-harvest and handling related losses remain

the biggest contributor in the erosion of profitability of agricultural ventures by smallholder farmers owing to inadequate access to the necessary storage and packaging facilities, including appropriate modes of transportation for agricultural produce.

Services in support of the programmes implemented by the department are anticipated to support 3 716 smallholder producers through extension and advisory service, 876 job opportunities will be created, 16 162 hectares for food production will be established, 22 097 households will be assisted with agricultural food production initiatives, 214 agricultural infrastructure will be established and rehabilitated and 370 kilometres of fence will be erected to enhance the use of agricultural land in 2020/21.

Research: Research in agriculture is inextricably linked with agricultural growth and the department's influence in the sector. The developmental focus areas for research will include the following:

- Conservation of indigenous livestock to ensure availability of suitable breeds that can withstand climate change.
- Promote feed-lotting of beef cattle within communities in order to improve production revenue.
- Improve genetic material for communities by providing high quality indigenous bulls and rams.
- Conduct training and awareness on mitigation against climatic challenges, such as high temperatures, shortage of water and heavy rains to protect agricultural production.
- Develop bio-resource plans to promote efficient use of agricultural resources to ensure sustainability.
- Disseminate appropriate information on land potential for agricultural production.
- Promote soil and plant analysis for correct fertilizer and cultivar use.
- Produce and distribute mushroom packs to promote food security in the communities.
- Conduct research on latest technologies of producing mushrooms economically.
- Registering with the Quality Council for Trades and Occupations (QCTO) as a provider and assessment centre.

Rural development

The main focus of the Rural Development branch in 2020/21 will be to operationalise Farmer Production Support Units (FPSUs) and agri-parks in partnership with DALRRD. The programme will also spearhead a number of new initiatives, including a partnership with the Jobs Fund and the Land Bank, an initiative to ensure that a portion of DARD's research stations produce the department's own horticultural seedlings and agronomic seeds in partnership with the Agricultural Research Council (ARC). Also, the department will expand its efforts to develop employment opportunities relating to the UAGYP by providing for an additional 144 graduates to be placed on commercial farms in 2020/21.

The Provincial Executive Council took a resolution that DARD must develop a plan to produce its own seeds and seedlings in partnership with relevant institutions. This plan will see the department supplying its own seeds and seedlings to its farmers as part of RASET, as well as dealing with issues of food and nutrition insecurity in the province. The department proposes to use its own research stations to execute the plan by establishing nurseries with the department's own seedlings, agronomic seeds and fruits tree propagation. The six research stations are at Cedara, Dundee, Kokstad, Makhathini, Bartlow and Owen Sithole College of Agriculture (OSCA). These research stations are geographically spread across KZN, under different bio-resource groups and can specialise in producing different seeds and seedlings.

Rationalisation of public entities

It is envisaged that the merged ADA, comprising the functions of the former ADA, Mjindi and Ntingwe, will be operational, effective from 1 April 2020. The new mandate of the combined entity will be to support and develop commercial farming, allowing DARD to focus on household and smallholder farmers.

A new strategy and vision will be developed for ADA, inclusive of the Mjindi and Ntingwe functions, and a legal mandate, incorporating the new strategic vision and mandate, will be refined during the year. As such, the MTEF budget included in this chapter and in the Annexure at the end represents the combined budgets of the former entities, in line with their current operations, and has not yet been reviewed in line with the new mandate, programmes and priorities of the new entity.

Agri-business Development Agency (ADA)

ADA will implement a new strategic direction, in line with the Rationalisation of public entities recommendations and due diligence study outcomes. ADA will absorb some Mjindi staff members (technical staff and required administration officials) and activities, while others will be taken over by DARD. Some Mjindi staff are on contract and, when their contracts end, they might not be absorbed if their skills are not required by ADA. It is anticipated that the Makhathini irrigation scheme that was run by Mjindi will be handed over to a farmer-driven entity in 2020/21. ADA will continue to support the scheme financially and technically. Consultations with relevant stakeholders are continuing regarding the privatisation and commercialisation of the scheme. A turnaround strategy, aimed at transforming the scheme into a viable sustainable business, will be developed, after which support will be phased out.

The activities of Ntingwe will also be absorbed by ADA. The aim is to revitalise the tea plantation and the factory in order to resuscitate tea production and the selling thereof. There is also a turnaround strategy that is currently being consulted on with the various stakeholders.

ADA will continue to develop farmers and promote agri-processing in KZN. ADA will also continue to implement projects that were initiated in 2019/20, such as the Phesheya farm (vegetables and indigenous tree nursery), and KMD essential oils (tea tree oils). Furthermore, ADA will implement new projects, such as the KZN Women in agri-processing, Oro Management Feedlot, Willow Hydroponics Works and New Generation Seedlings. ADA will also fund Sheepcor in 2020/21, an intensive sheep production project. The strategy to link ADA-funded enterprises along the value chain will be pursued by identifying key stakeholders with market linkages, creating synergies, as well as grouping commodities in the value chain.

4. Reprioritisation

The department reprioritised funds from *Compensation of employees* that were in the baseline for filling vacant posts. Over the last few years, the department has set aside funds for filling posts, however, due to a shortage of capacity available to process the high volume of applications, the department has been unable to fill these posts within the financial years they are budgeted for. Furthermore, employees exit the service through natural attrition resulting in further savings and unfilled posts.

The department reviewed this approach and thus moved R30 million for each year over the 2020/21 MTEF out of *Compensation of employees* under Programme 2: Agriculture. These funds were reprioritised to *Goods and services* under Programme 3: Rural Development, and will be used to establish agri-parks, seed banks and nurseries in the province.

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. The department continues using the three-year contracts for the supply and delivery of fertilizer, seeds and seedlings per district where bidders are restricted to only two districts, as well as a panel of service providers for mechanisation services with restriction to servicing a maximum of three districts.

The department established panels for the supply and delivery of fencing material, as well as the erection of fencing. Unfortunately, after establishment of the panels, it was found that the specifications did not adequately cater for the local content. The panels were cancelled and the department will re-establish these during the fourth quarter of 2019/20 and these will then be used from 2020/21 onward. Procurement for the supply and delivery of fencing material, as well as the erection of fencing will be done through the normal bid process for projects above R500 000 and quotations for projects under R500 000.

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 2016/17 to 2022/23. The department will receive a budget of R2.548 billion in 2020/21, including conditional grants of R297.027 million made

up of the Land Care grant, the Comprehensive Agricultural Support Programme (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 2020/21 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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Equitable share	1 870 141	1 899 712	2 009 546	2 135 077	2 135 077	2 135 077	2 251 130	2 348 062	2 460 822
Conditional grants	300 503	297 432	324 412	291 864	288 413	288 413	297 027	314 572	324 317
CASP grant	222 155	209 598	223 975	199 351	199 351	199 351	206 446	219 645	226 604
Ilima/Letsema Projects grant	63 876	67 356	71 263	75 253	71 802	71 802	73 233	81 905	84 328
Land Care grant	10 632	12 012	21 866	12 418	12 418	12 418	12 701	13 022	13 385
EPWP Integrated Grant for Provinces	3 840	8 466	7 308	4 842	4 842	4 842	4 647	-	-
Total receipts	2 170 644	2 197 144	2 333 958	2 426 941	2 423 490	2 423 490	2 548 157	2 662 634	2 785 139
Total payments	2 216 366	2 032 865	2 126 696	2 426 941	2 588 546	2 588 546	2 548 157	2 662 634	2 785 139
Surplus/(Deficit) before financing	(45 722)	164 279	207 262	-	(165 056)	(165 056)	-	-	-
Financing									
of which									
Provincial roll-overs	46 098	-	57 138	-	165 056	165 056	-	-	-
Provincial cash resources	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after financing	376	164 279	264 400	-	-	-	-	-	-

The table shows that, in the period 2016/17 to 2018/19, the department under-spent its budget allocation by R376 000, R164.279 million and R264.400 million, respectively.

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 for 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 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 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 conditional grants. The CASP grant under-spending 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 failed 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. An amount of R19.031 million was 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 agreement claims from DOPW, amounting to R6.723 million.
- Transfers 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 from 2017/18 for the following:

- R15.291 million in respect of the CASP grant. These funds related to computers for extension officers, the Ndumo A irrigation scheme, agricultural infrastructure such as construction of broiler houses, store rooms, fencing, etc., animal feed and medicine, mentorship, training and mechanisation services, as well as a transfer payment to Mpofana Land Reform Cluster.
- R22.816 million in respect of the Ilima/Letsema Projects grant. These funds relate to the installation of sub-surface drainage at Block 6 in the Makhathini area, as well as various mechanisation projects, such as ploughing and planting.
- R19.031 million relating to the department's equitable share funding in respect of capital projects implemented by DOPW. This relates to office accommodation upgrades, as well as the repair of official houses at the department's research farms (at Dundee and Bartlow).

In 2018/19, the department recorded significant under-expenditure of R264.400 million, of which R97.912 million related to conditional grants (R68.304 million against the CASP grant, R26.424 million against the Ilima/Letsema Projects grant and R3.184 million against the Land Care grant) and R166.488 million related 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 R68.304 million was due to:

- R3.619 million in respect of uniforms, protective clothing and training for Extension Officers that were procured but not delivered and paid for by year-end.
- R29.522 million for animal feed for all districts to assist piggery farmers, as well as livestock and livestock fodder for agricultural projects.
- R16.353 million for the supply of fertilizer for sugarcane projects in iLembe.
- R274 000 for the supply, delivery and off-load of fencing material at Inhunga Farm in the Harry Gwala District.
- R1.451 million for the construction of a sport complex, upgrades at the campus and the addition of classrooms at OSCA. There is a specific pillar for college infrastructure under the CASP grant.
- R13.256 million for fertilizer and herbicides.
- R3.829 million for irrigation schemes, fencing, animal handling facilities, etc.

The under-expenditure of R26.424 million under the Ilima/Letsema Projects grant relates to the following and the funds were rolled-over to 2019/20:

- R20.624 million relating to fertilizer, seeds, insecticides, and chemicals.
- R549 000 for the supply of construction and building material for food security projects in Zululand, as well as the repair and maintenance of tractors, and also fuel.

- R298 000 in respect of fencing material for fencing communal gardens at Harry Gwala.
- R4.953 million in respect of mechanisation services for the ploughing and planting of dry beans and maize for communities.

An amount of R2.697 million was rolled over in respect of the Land Care grant, and the balance of R487 000 was not requested for roll-over as it relates to wages due to later than planned commencement of some projects while awaiting for inputs to be supplied. The under-spending related to the following:

- R729 000 for the supply and delivery of protective clothing. Land care projects are implemented through EPWP and the workers require protective clothing and this forms part of the project costs.
- R1.154 million for the supply of insecticides and fertilizer.
- R814 000 for supply and delivery of building and construction material for the prevention of erosion.

The equitable share under-expenditure of R166.488 million was mainly attributable to the following:

- Slow progress by DOPW in respect of the upgrade at the Cedara College poultry abattoir, converting an old piggery into an office/ablution facility and upgrading of the canteen facility at Cedara, as well as various additions/upgrades at departmental offices in Loskop, Hlanganani, uMhlabuyalingana and uMzimkhulu, and these projects are at various stages of the DOPW delivery programme.
- Delays in the delivery of various items of machinery and equipment. These items total R5.460 million and include audio-visual equipment, computers, farming equipment, office furniture, security equipment, as well as survey, laboratory and storage facilities.
- Agricultural structures such as fencing, irrigation, tunnels, diptanks, etc. that were at various stages of completion – R15.583 million.
- Veterinary supplies and services – R6.904 million.
- KZN Goat Project – R3.113 million.
- Agricultural services such as seeds, fertilizer, insecticides, fencing and irrigation material – R55.398 million.
- Computer and security services – R3.550 million.
- Maintenance of office buildings – R1.666 million.
- Amalgamation of public entities. The department appointed a service provider to facilitate the amalgamation of all its entities and this took longer than anticipated – R4.050 million.
- Various under-expenditure and savings on vacant posts, travelling and subsistence, stationery, etc. – R28.860 million.

In 2019/20, the department received a combined conditional grant and equitable share roll-over of R165.056 million during the Adjustments Estimate. Of this amount, R97.425 million was in respect of the CASP grant (R68.304 million), Ilima/Letsema Projects grant (R26.424 million) and R2.697 million in respect of the Land Care grant (a minor amount of R487 000 in respect of the Land Care grant was not requested for roll-over because it related to wages) and the balance of R67.631 million was approved in respect of the equitable share. An amount of R98.857 million was not approved for roll-over and was in respect of slow progress by DOPW, agricultural structures such as fencing, irrigation, tunnels, diptanks, etc. In terms of the December IYM, the department is projecting to fully spend the Adjusted Appropriation of R2.589 billion.

The 2020/21 MTEF sees various cuts as a result of the data updates to the PES formula and the first round of fiscal consolidation cuts, CPI inflation projections being revised downward from 5.5 to 4.8 per cent, budget cuts due to low spending on *Compensation of employees*, as well as budget cuts on events. The impact of these cuts is elaborated on under Section 7.2. Further to these equitable share cuts, the department's conditional grants were also cut by R12.657 million, R18.524 million and R8.779 million over the MTEF. The budget cuts to the conditional grants will have an impact on the funding of agricultural on-farm structures such as fencing, irrigation schemes, animal handling facilities, as well as provision of agricultural inputs such as seeds, seedlings, fertilizer, etc., at household and smallholder level.

There is steady growth in the equitable share and conditional grants over the 2020/21 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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	16 295	18 129	14 911	20 152	20 152	18 853	21 225	22 392	23 467
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	1	-	-	1	1	-	1	1	1
Interest, dividends and rent on land	79	56	91	21	21	398	22	23	24
Sale of capital assets	426	2 108	4 480	3 000	3 000	3 000	3 200	3 400	3 563
Transactions in financial assets and liabilities	3 222	1 050	1 905	625	625	625	659	695	728
Total	20 023	21 343	21 387	23 799	23 799	22 876	25 107	26 511	27 783

The bulk of department's revenue is derived 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 OSCA, as well as soil and veterinary analytical services offered at the department's laboratories, etc. The peak in 2017/18 was due to the recovery of tuition fees owed by the University of KwaZulu-Natal (UKZN), for the 2016 and 2017 academic years which were not paid in those years. The 2018/19 and 2019/20 Revised Estimate reflect lower collection due to fewer samples sent to laboratories for analysis, slow collection of academic fees from bursars, as well as a reduction in rental from official houses. The MTEF shows conservative growth.

Interest, dividends and rent on land relates to interest on outstanding debts. The fluctuating trend over the seven-year period is due to the unpredictable nature of this source, hence the marginal growth over the MTEF. The 2019/20 Revised Estimate shows high collection as a result of unbudgeted interest received in respect of a debt owed by a supplier. The growth over the MTEF relates to inflationary increases.

Sale of capital assets is derived from the sale of redundant assets, such as the sale of farming and office equipment, vehicles, as well as biological assets sold at more than R5 000. The high 2018/19 collection is mainly related to the sale of redundant motor vehicles. The MTEF growth relates to inflationary increases.

Transactions in financial assets and liabilities comprises staff debts recovered, such as breached bursary contracts, salary and supplier over-payments, etc. The revenue collection fluctuates from 2016/17 to 2019/20 due to the unpredictable nature of this revenue source.

6.3 Donor funding – Nil

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 7.3 per cent in 2020/21, 7.3 per cent in 2021/22 and 7.2 per cent in 2022/23, including the 1.5 per cent pay progression. The *Compensation of employees* budget adequately caters for the increase and the filling of 338 posts in 2020/21 at 16.1 per cent. These 338 posts include 194 vacant posts and the appointment of 144 unemployed graduates. The growth is not adequate in 2021/22 at 6.6 per cent and 6.8 per cent in 2022/23 and this will be reviewed by the department in the next budget process, depending on progress made with the filling of posts.

- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2019/20, will continue to be adhered to over the 2020/21 MTEF, in conjunction with National Treasury Instruction Note 03 of 2017/18: Cost-containment measures.

7.2 Amendments to provincial and equitable share funding: 2018/19 to 2020/21 MTEF

Table 3.3 shows amendments to provincial and equitable share funding received by the department over the 2018/19, 2019/20 and 2020/21 MTEF periods, and excludes conditional grant funding. The carry-through allocations for the outer year (i.e. 2022/23) are based on the incremental percentage used in the 2020/21 MTEF.

Table 3.3 : Summary of amendments to provincial and equitable share allocations for the 2018/19 to 2020/21 MTEF

R thousand	2018/19	2019/20	2020/21	2021/22	2022/23
2018/19 MTEF period	-	-	25 188	26 573	27 902
Above-budget wage agreement	-	-	25 188	26 573	27 902
2019/20 MTEF period		(643)	(682)	(692)	(727)
Budget cut for remuneration of public office bearers		(643)	(682)	(692)	(727)
2020/21 MTEF period		-	(26 561)	(54 930)	(62 320)
Fiscal consolidation and PES formula updates budget cut			(7 170)	(35 130)	(50 577)
Adjustment to COE (due to revised CPI inflation projections)			(7 648)	(8 057)	-
Budget cut due to low COE spending			(7 545)	(7 545)	(7 545)
Budget cut: Events budget			(4 198)	(4 198)	(4 198)
Total	-	(643)	(2 055)	(29 049)	(35 145)

In the 2018/19 MTEF, National Treasury allocated additional funding in the outer year of the MTEF to provide for the above-budget wage agreement. This was split proportionally across all 15 Votes, with the department receiving R25.188 million in 2020/21, with carry-through.

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 were cut from provinces in line with fiscal consolidation efforts.

In the 2020/21 MTEF, the following reductions are made:

- The department's budget was reduced by R7.170 million, R35.130 million and R50.577 million over the 2020/21 MTEF as a result of the fiscal consolidation and PES formula updates budget, aimed at reducing spending levels across all three spheres of government. The department effected these budget cuts against Programmes 1 and 2, as follows:
 - R3.679 million was cut under Programme 1 within the sub-programme: Corporate Services against *Compensation of employees* due to the historic savings resulting from natural attrition, as well as the slow process of filling of vacant posts in the department. In the two outer years, the department implemented cuts of R30.749 million and R45.317 million, respectively under Programme 2 in the sub-programme: Farmer Support and Development against *Goods and services*. These cuts will result in a reduction of funds available for direct interventions such as the provision of seeds and seedlings, fertilizer, chemicals etc. to households, community gardens and smallholder farmers. The department will review the impact and feasibility of the cuts being implemented in this area during the 2021/22 MTEF budget process to explore other alternative areas of reduction within the budget.
 - Amounts of R3.491 million, R4.381 million and R5.260 million were cut over the MTEF, under Programme 2 against *Transfers and subsidies to: Departmental agencies and accounts*, in respect of projects implemented by ADA. The impact of these cuts is that the entity will have to reprioritise projects to be implemented over the MTEF and defer some projects to further years.
- The department's *Compensation of employees* budget was reduced by R7.648 million and R8.057 million in 2020/21 and 2021/22, respectively, due to the CPI inflation projections being revised downward from 5.5 to 4.8 per cent. The reductions were effected against all three programmes.
- The department's budget was also reduced by R7.545 million in each year over the 2020/21 MTEF, due to low *Compensation of employees* spending. These cuts were implemented against *Compensation of employees* under Programme 2 in the sub-programme: Sustainable Resource Management

(R2.545 million) and the sub-programme: Research and Technology Development (R5 million). It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts.

- The budget was cut by R4.198 million in each year over the 2020/21 MTEF in respect of events. These cuts were effected under Programme 2 against *Goods and services* under the item *Contractors*. These budget cuts will reduce the number of outreach programmes undertaken by the department.

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.

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 public entity, ADA (which incorporates Mjindi from 2020/21 onward).

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 3.4 and 3.5 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 3.4 : Summary of payments and estimates by programme: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
1. Administration	457 419	476 647	490 025	567 101	591 869	578 106	658 844	700 489	737 695
2. Agriculture	1 744 190	1 536 918	1 619 583	1 827 866	1 969 822	1 984 579	1 803 227	1 867 259	1 943 028
3. Rural Development	14 757	19 300	17 088	31 974	26 855	25 861	86 086	94 886	104 416
Total	2 216 366	2 032 865	2 126 696	2 426 941	2 588 546	2 588 546	2 548 157	2 662 634	2 785 139

Table 3.5 : 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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	1 644 912	1 635 267	1 694 113	2 070 454	2 176 767	2 117 361	2 054 537	2 164 827	2 277 071
Compensation of employees	950 488	996 587	1 023 233	1 195 333	1 102 743	1 074 071	1 246 640	1 329 472	1 419 270
Goods and services	694 322	637 724	670 871	875 030	1 073 933	1 043 198	807 805	835 258	857 699
Interest and rent on land	102	956	9	91	91	92	92	97	102
Transfers and subsidies to:	275 994	287 119	320 815	208 053	315 783	316 149	360 031	361 747	376 364
Provinces and municipalities	1 278	1 380	1 626	2 159	2 159	2 159	2 216	2 338	2 450
Departmental agencies and accounts	97 000	123 184	122 649	129 357	136 485	136 485	198 188	208 390	217 724
Higher education institutions	3 000	44	92	-	100	100	99	99	99
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	155 526	136 592	171 426	66 773	160 340	160 340	149 670	140 730	145 412
Non-profit institutions	3 569	7 321	-	-	-	-	-	-	-
Households	15 621	18 598	25 022	9 764	16 699	17 065	9 858	10 190	10 679
Payments for capital assets	293 622	109 991	110 079	148 434	95 996	155 036	133 589	136 060	131 704
Buildings and other fixed structures	163 282	76 430	63 165	100 832	40 060	102 730	93 929	95 156	85 198
Machinery and equipment	130 120	32 866	46 695	47 032	55 366	51 497	39 090	40 303	45 876
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	169	695	219	570	570	570	570	601	630
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	51	-	-	-	-	239	-	-	-
Payments for financial assets	1 838	488	1 689	-	-	-	-	-	-
Total	2 216 366	2 032 865	2 126 696	2 426 941	2 588 546	2 588 546	2 548 157	2 662 634	2 785 139

Programme 1: Administration shows a steady increase over the seven-year period. The increase from the 2019/20 Main to Adjusted Appropriation is in respect of the centralisation of the security services at district and local offices previously allocated under Programme 2, as well as a roll-over relating to the maintenance of office buildings, SITA payments and adjustments to security services costs. The decrease in the 2019/20 Revised Estimate is due to vacant posts, planned additional office space not secured by DOPW, as well as a decrease in consumable supplies and travel and subsistence costs. There is inflationary growth over the MTEF to provide the necessary administrative support to the line function programmes. An amount of R3.679 million was cut in 2020/21 only under Programme 1 within the sub-programme: Corporate Services against *Compensation of employees* as a result of the fiscal consolidation and PES formula updates budget cuts. This cut was implemented in this programme due to the historic savings resulting from natural attrition, as well as the slow process of filling vacant posts.

Programme 2 shows a significant decrease from 2016/17 to 2017/18 and a minimal increase in 2018/19 due to the under-expenditure incurred by the department during this period. The increase from the 2019/20 Main to Adjusted Appropriation is attributable to the conditional grant roll-over of R97.425 million, as well as R62.415 million in respect of the equitable share for the production inputs and goods and services committed in 2018/19 and finalised and paid for in 2019/20. There was also a virement from Programme 1 and 3 towards augmenting the budget for the planting season. These increases were offset by a reduction in respect of the centralisation of security services. 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 production inputs and veterinary supplies. The decrease in 2020/21 is due to the reprioritisation of R30 million from *Compensation of employees* to Programme 3 for agri-parks, nurseries and seed banks, as well as the effects of the fiscal consolidation and PES formula updates budget cuts, budget cuts due to low spending on *Compensation of employees*, budget cuts on events, as well as conditional grant budget cuts, as mentioned. 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, as well as the digi-pen software to enhance the departments' extension and advisory services. The programme shows steady growth over the MTEF despite the budget cuts.

Programme 3: Rural Development provides for rural development co-ordination and social facilitation functions. The increase in 2017/18 is in respect of the implementation of the UAGYP, whereby the department formed a partnership with the Future Farmers Foundation in implementing the UAGYP and the placement of graduates on farms. The roll-out of the programme declined in 2018/19 due to a change in the implementation approach and the department discontinuing the partnership with the Future Farmers Foundation. The increase in 2019/20 is for the placement of unemployed graduates under the UAGYP. The revised strategy is to appoint the graduates on contract and manage the stipends through PERSAL and not through partnerships with other stakeholders. The actual implementation was slower than planned and, hence, the reduction in the 2019/20 Adjusted Appropriation and Revised Estimate. The significant increase in 2020/21 is in respect of the R30 million reprioritised from Programme 2 for the establishment of agri-parks, nurseries and seed banks. The MTEF provides for the continued roll-out of the UAGYP programme, establishment of agri-parks, nurseries and seed banks, as well as co-ordinating, monitoring and reporting on rural development in the province. This programme was reduced by R133 000 and R140 000 in 2020/21 and 2021/22, respectively against *Compensation of employees* due to the CPI inflation projections being revised downward from 5.5 to 4.8 per cent.

Compensation of employees shows a steady increase from 2016/17 to 2018/19 which is mainly in respect of the annual wage adjustments and pay progressions, rather than the appointment of additional staff. The increase in the 2019/20 Main Appropriation was to cater for the above-budget wage adjustment, as well as filling an additional 56 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 spending pressures of agricultural production inputs, unplanned SIU investigations, financial assistance for Ntingwe, as well as to offset the shortfall under *Transfers and subsidies to: Households*, as a result of unplanned staff exit costs. The non-filling of posts also accounts for the further decrease in the Revised Estimate. The significant increase in 2020/21 is to cater for the planned filling of 194 critical posts, as well as the increase by 144 in the number of UAGYP graduates. *Compensation of employees*

growth is 16.1 per cent in 2020/21, which adequately caters for the increase and the filling of 338 posts, including 144 graduates. The growth is inadequate in 2021/22 at 6.6 per cent, growing to 6.8 per cent in 2022/23. The growth is impacted on by budget cuts of R13.457 million, R13.798 million and R7.545 million over the MTEF as a result of the fiscal consolidation and PES formula updates budget cuts, CPI inflation projections being revised downward, as well as cuts relating to low *Compensation of employees* spending in previous years. It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts. The department will carefully manage this reduction in *Compensation of employees* in 2020/21 and over the MTEF.

Goods and services shows an uneven trend between 2016/17 and 2018/19. The decrease in 2017/18 was due to the varying levels of under-expenditure during 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 provided 50 per cent of the funding to farmers as support and the farmer had to 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. This resulted in an increase under *Transfers and subsidies to: Public corporations and private enterprises*. The increase in the 2019/20 Adjusted Appropriation was due to the roll-over of conditional grant and equitable share funds of R159.606 million, as well as a virement from *Compensation of employees* to augment the production inputs budget and the budget for SIU investigations. The roll-over in 2019/20 explains the decrease in 2020/21. The decrease in 2020/21 is also as a result of the budget cuts in respect of events in an amount of R4.198 million in each year over the MTEF, which will reduce the number of outreach programmes undertaken by the department. Also impacting this category are the fiscal consolidation and PES formula updates budget cuts of R35.130 million in 2021/22 and R50.577 million in 2022/23 which will result in a reduction of funds available for direct interventions such as the provision of seeds and seedlings, fertilizer, chemicals etc. to households, community gardens and smallholder farmers. The department was also cut in respect of conditional grants and these cuts will have an impact on the funding of agricultural on-farm structures such as fencing, irrigation schemes, animal handling facilities, as well as provision of agricultural inputs such as seeds, seedlings, fertilizer, etc. at household and smallholder level. 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 and OSCA rates.

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 department implemented fiscal consolidation and PES formula updates budget cuts of R3.491 million, R4.381 million and R5.260 million over the MTEF, against this category in respect of projects implemented by ADA, as mentioned. The significant increase over the 2020/21 MTEF is due to the fact that ADA will implement a new strategic direction, in line with the rationalisation of public entities recommendations and the due diligence study outcomes. As such, the allocation over the MTEF includes allocations for ADA, Ntingwe, as well as Mjindi.

Transfers and subsidies to: Public corporations and private enterprises comprises transfers to Mjindi and the SA Sugar Research Institute (SASRI) over the seven-year period. The inconsistent trend between 2016/17 and the 2019/20 Revised Estimate is in respect of various farming enterprises that received once-off funding in line with the department's 50:50 funding model for projects. The number of entities and cost of projects varies resulting in the inconsistent trends. The list of enterprises assisted during the period is provided under Sections 7.7 and 7.9. Other entities, such as the Independent Development Trust (IDT) received once-off funding of R20.322 million in 2016/17 for the clearing of invasive alien species under the land care programme. Transfers were also made to Ithala Development Finance Corporation (Ithala) in 2017/18 and 2018/19 in respect of assistance to Ntingwe. The MTEF provides for continued support for the development of farmers. As from 2020/21, the transfers in respect of Mjindi are incorporated into ADA following the recommendations of the rationalisation of public entities.

Transfers and subsidies to: Non-profit institutions in 2016/17 and 2017/18 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 also benefitted 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.

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 2016/17 and 2018/19 as a result of slow progress by DOPW, a number of projects at Makhathini being completed, as well as various farming enterprises that received once-off funding in line with the department's 50:50 funding model, as mentioned under *Goods and services* and *Transfers and subsidies to: Public corporations and private enterprises*. The decrease from the 2019/20 Main to the Adjusted Appropriation was due to the implementation of the department's 50:50 funding model where funds were moved to *Transfers and subsidies to: Public corporations and private enterprises*. In the 2019/20 Adjustments Estimate, the department erroneously moved too much from this category to *Transfers and subsidies to: Public corporations and private enterprises* instead of moving it out of *Goods and services* and hence the increase in the 2019/20 Revised Estimate after a post Adjustments Estimate virement to this category. The MTEF provides for infrastructure projects at departmental offices, agricultural colleges and research farms, as well as smaller projects such as diptanks, stock watering dams, broiler houses, piggeries, irrigation schemes, fencing, etc.

Machinery and equipment shows high expenditure in 2016/17 due to the once-off acquisition of additional tractors and implements for the development of Communal Estates. The steady increase from 2017/18 to the 2019/20 Revised Estimate and over the MTEF provides for the replacement of the existing fleet of departmental vehicles, farm and laboratory equipment, as well as computers and office related furniture and equipment.

Biological assets caters 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, hence the fluctuating trend in the prior years. The MTEF shows inflationary growth.

Payments for financial relates to the approved write-off of thefts and losses in 2016/17 to 2018/19.

7.4 Summary of conditional grant payments and estimates

Tables 3.6 and 3.7 illustrate conditional grant payments and estimates from 2016/17 to 2022/23. 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 2016/17 to 2022/23 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 3.6, which show the actual expenditure and estimates.

Table 3.6 : Summary of conditional grant payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
CASP grant	222 155	159 935	170 962	199 351	267 655	267 655	206 446	219 645	226 604
Ilima/Letsema Projects grant	63 876	44 540	67 655	75 253	98 226	98 226	73 233	81 905	84 328
Land Care grant	10 632	12 012	18 682	12 418	15 115	15 115	12 701	13 022	13 385
EPWP Integrated Grant for Provinces	3 840	8 466	7 308	4 842	4 842	4 842	4 647	-	-
Total	300 503	224 953	264 607	291 864	385 838	385 838	297 027	314 572	324 317

Table 3.7 : Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	154 476	90 828	143 740	205 418	275 482	239 178	90 475	115 505	131 490
Compensation of employees	19 296	21 000	24 129	25 844	18 344	21 927	33 356	35 242	36 856
Goods and services	135 180	69 828	119 611	179 574	257 138	217 251	57 119	80 263	94 634
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	36 593	68 351	75 340	29 863	96 245	93 713	144 866	135 690	140 130
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	10 500	27 087	18 000	29 863	2 532	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	26 093	41 264	57 340	-	93 713	93 713	144 866	135 690	140 130
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payments for capital assets	109 434	65 774	45 527	56 583	14 111	52 947	61 686	63 377	52 697
Buildings and other fixed structures	72 812	62 516	31 936	48 204	(2 568)	38 342	55 341	57 607	46 770
Machinery and equipment	36 622	3 258	13 591	8 379	16 679	14 605	6 345	5 770	5 927
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	300 503	224 953	264 607	291 864	385 838	385 838	297 027	314 572	324 317

The department receives funding 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 decrease in 2017/18 was due to fiscal consolidation, to allow the DALRRD 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 and R68.304 million in 2018/19, due to slow progress in the implementation of infrastructure projects and delivery of agricultural inputs, further contributed to the low expenditure. The increase from the 2019/20 Main to the Adjusted Appropriation was due to the roll-over of unspent funds from 2018/19. The decrease from 2019/20 to 2020/21 in an amount of R10.745 million is due to funds being allocated to DALRRD in order to support animal and plant health to sustain the country's exports. Sustainable agricultural exports depend on sound biosecurity capacity and the ability of the country to quarantine animals and plants, and their products. Several recent incidents have highlighted the risks that South Africa could lose its ability to export agricultural products to the European Union and other markets if our biosecurity capacity is not improved. These funds are therefore reprioritised to fund improved laboratory capacity, border controls and inspections by the national department. These cuts will have an impact on the funding of agricultural on-farm structures such as fencing, irrigation schemes, and animal handling facilities, as mentioned. In KZN, a portion of the CASP grant is transferred to ADA against *Transfers and subsidies to: Departmental agencies and accounts* in respect of projects implemented by ADA for 2016/17 to 2018/19 as per the CASP grant business plan. These projects were identified specifically for ADA. From the 2019/20 Revised Estimate onward, the department will no longer utilise ADA for implementation of CASP projects. The grant allocation is also used for projects that are funded by way of direct transfers and are managed through funding agreements between the department and beneficiaries. This method of funding is only utilised once the beneficiary has met certain criteria. 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 2020/21 onward, despite the budget cuts, to develop and support farmers by improving their infrastructure (driptanks, broiler houses, fencing, irrigation, etc.), improving the extension services through the Extension Recovery Plan (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 infrastructure at OSCA. In addition, a portion of the CASP grant funds is earmarked to support the national target of releasing 700 000 hectares for agricultural development under the leadership of the

Deputy President, as pronounced in the State of Nation Address. DALRRD is currently doing assessments on the support needed for 84 farms identified in the province.

- The Ilima/Letsema Projects grant, which falls under the Ilima/Letsema campaign driven by DALRRD, 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. There was further under-expenditure of R26.424 million in 2018/19 which accounts for the increase from the 2019/20 Main to Adjusted Appropriation due to the funds being rolled over. The grant allocation is reduced by R6.159 million and R2.329 million in 2020/21 and 2021/22, with a nominal increase of R95 000 in 2022/23. This reduction is due to an indirect Ilima/Letsema Projects grant that was created in the 2019/20 Adjustments Estimate to fund the National Food and Nutrition Survey aimed at setting the baseline for poverty, vulnerability and food insecurity in the country. This survey is being conducted by the Human Sciences Research Council (HSRC). The shifting of funds to an indirect grant allows DALRRD to pay the HSRC directly as opposed to the funds coming from the nine provinces. These cuts will have an impact on the provision of agricultural inputs such as seeds, seedlings, fertilizer, etc., at household and smallholder level, as mentioned.
- 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 between 2016/17 and 2017/18. The increase in 2018/19 is due to the once-off allocation of R9.850 million for drought relief. This explains the increase in the 2019/20 Adjusted Appropriation. The grant shows a steady increase from 2020/21 to 2022/23 in respect of the management of grazing land, alien species control, fencing, etc. despite the minor reduction to the grant due to fiscal consolidation.
- 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 2021/22 and 2022/23. 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 for the period 2016/17 to 2018/19 relates to extension officers funded from the ERP pillar of the CASP grant. The 2019/20 grant amount made provision for the appointment of graduates on a contractual basis to work with extension officers under the CASP grant. The 2020/21 MTEF allocation provides for the appointment of graduates.

The decrease in *Goods and services* in 2017/18 and 2018/19 was due to under-expenditure, of which a portion was rolled over to 2018/19 and 2019/20 and resulted in the increase from the 2019/20 Main to Adjusted Appropriation. The reduction from the 2019/20 Adjusted Appropriation to the Revised Estimate is due to funds that were erroneously moved from *Buildings and other fixed structures* instead of this category in the Adjustments Estimate, as mentioned. This category shows a decrease over the MTEF due to funds being allocated under *Transfers and subsidies to: Public corporations and private enterprises* to provide support through the direct funded approach to farming enterprises. The budget cuts will have an impact on the funding of agricultural on-farm structures such as animal handling facilities, as well as provision of agricultural inputs such as seeds, seedlings, fertilizer, etc. at household and smallholder level. Over the MTEF, 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.

Transfers and subsidies to: Departmental agencies and accounts relates to transfers made to ADA to implement projects funded from the CASP grant. In 2016/17 there was no spending due to the slow progress made by the entity in implementing its projects and the department limiting the funding from the CASP grant. There was a steady increase from 2017/18 to 2018/19 and this is an indication of the number and value of projects that were implemented by ADA. The reduction from the 2019/20 Adjusted Appropriation to the Revised Estimate is due to the department wanting to take ownership and accountability of the conditional grant funds. The department will thus not utilise ADA to implement CASP funded projects from 2020/21 onwards.

Transfers and subsidies to: Public corporations and private enterprises from 2016/17 to 2018/19 is in respect of those projects where the department provided 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. The increase from the 2019/20 Main to Adjusted Appropriation was due to further transfers made to farmers in respect of the direct funding model. The increased allocation over the 2020/21 MTEF is to continue to provide support through direct funding to farming enterprises.

Buildings and other fixed structures mainly relates to agricultural infrastructure such as poultry houses, fencing, irrigation schemes, etc. The decrease in 2017/18 and 2018/19 was due to under-expenditure against the grant allocation, of which a portion was rolled over to 2018/19 and 2019/20. The increase in the Adjusted Appropriation is in respect of the roll-over from 2018/19 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. The increase in the 2019/20 Adjusted Appropriation is due to additional vehicles to be acquired through the ERP pillar. 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 3.8 illustrates infrastructure payments and estimates for the period 2016/17 to 2022/23. Further details of the department's infrastructure payments and estimates are presented in the 2020/21 *Estimates of Capital Expenditure (ECE)*.

Table 3.8 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Existing infrastructure assets	44 218	33 956	24 283	79 522	36 527	51 870	53 178	44 325	36 138
Maintenance and repair: Current	6 059	4 001	10 190	9 798	11 464	14 477	10 337	10 906	11 429
Upgrades and additions: Capital	1 089	5 659	693	8 810	5 258	12 137	27 388	18 099	15 865
Refurbishment and rehabilitation: Capital	37 070	24 296	13 400	60 914	19 805	25 256	15 453	15 320	8 844
New infrastructure assets: Capital	125 123	46 475	49 072	31 108	14 997	65 337	51 088	61 737	60 489
Infrastructure transfers	30 606	10 621	33 395	-	52 137	52 137	-	-	-
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	30 606	10 621	33 395	-	52 137	52 137	-	-	-
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	25 463	23 407	27 397	45 214	29 676	28 013	39 386	44 340	46 947
Non infrastructure¹	-	-	-	-	-	-	-	-	-
Total	225 410	114 459	134 147	155 844	133 337	197 357	143 652	150 402	143 574
Capital infrastructure	193 888	87 051	96 560	100 832	92 197	154 867	93 929	95 156	85 198
Current infrastructure	31 522	27 408	37 587	55 012	41 140	42 490	49 723	55 246	58 376

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

Maintenance and repair: Current decreases in 2017/18 before increasing in 2018/19 and again increasing in the 2019/20 Revised Estimate. The increase from the 2019/20 Main to Adjusted Appropriation and Revised Estimate is due to the roll-over from 2018/19 for various maintenance projects, as well as some reprioritisation within the year to address the poor state of district and local offices. Over the 2020/21 MTEF, the category continues to provide for the maintenance and repairs of departmental buildings such as toilets, water supply, roof leaks, etc. at head office, district and local offices.

Upgrades and additions: Capital shows a significant dip in 2018/19 due to the under-expenditure recorded, and part of the funds were rolled over to 2019/20. The decrease from the 2019/20 Main to Adjusted Appropriation relates to a reprioritisation that was done in the 2019/20 Adjustments Estimate to provide relief to livestock farmers affected by the drought. This was done erroneously and the department is correcting this in the Revised Estimate. The significant increase in 2020/21 and steady decrease over the MTEF is due to the planned upgrades and additions to be completed over the MTEF and funds to be directed to new infrastructure projects. Projects under this category include upgrading of storage facilities, upgrading of ablution facilities and fencing at local offices.

Refurbishment and rehabilitation: Capital shows a significant decrease between 2016/17 and 2018/19, associated with the under-expenditure incurred during 2017/18 and 2018/19. The decrease from the 2019/20 Main to Adjusted Appropriation relates to reprioritisation that was done in the 2019/20 Adjustments Estimate to provide relief to livestock farmers affected by the drought. This was done erroneously and the department is correcting this in the Revised Estimate. The 2020/21 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 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 fluctuating trend between 2016/17 to the 2019/20 Revised Estimate is due to the under-expenditure as mentioned, as well as the shift from this category to *Infrastructure transfers: Capital* in respect of projects where the department's CASP grant portion is 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. The number and size of projects supported through this funding mechanism varies from year-to-year. The 2020/21 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* is for projects supported through the direct funding mechanism and is largely funded through the CASP grant infrastructure pillar. Details of the entities supported is provided under Section 7.7 and 7.9. The project implementation is administered through a formal funding agreement with close monitoring and evaluation taking place to ensure funds are appropriately utilised in terms of the business plan approved by the department.

Infrastructure: Leases relates to the operational leases for office accommodation leased by the department.

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 3.9 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 in this chapter.

The rationalisation of the department's entities is at an advanced stage and is planned to be finalised by 31 March 2020, which sees the amalgamation of Mjindi and ADA into one entity under ADA from 2020/21 onward, as explained.

Agri-business Development Agency (ADA)

The actual expenditure and the 2020/21 MTEF transfers are for projects to be implemented by ADA, as well as the operational costs of the entity. The increase in the 2019/20 Adjusted Appropriation is in respect of funding provided for support to Ntingwe's operational costs. In the past, such support was provided through Ithala. The support to Ntingwe will in future be provided through ADA as part of the rationalisation of public entities process. This was once-off support in 2019/20 and hence the reduction in 2020/21. The significant increase over the 2020/21 MTEF is due to the fact that ADA will implement a new strategic direction, in line with the rationalisation of public entities recommendations. As such, the allocation over the MTEF includes allocations for ADA, Ntingwe, as well as Mjindi, as mentioned. In addition, there was a reduction in the funding for projects of R3.491 million, R4.381 million and R5.260 million over the 2020/21 MTEF due to fiscal consolidation budget cuts. The impact of these cuts are that the entity will have to reprioritise projects to be implemented over the MTEF and defer some projects to other years. 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. The department will not utilise ADA to implement CASP funded projects from 2019/20 onward.

Table 3.9 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

			Main			Adjusted			Revised			Medium-term Estimates		
			Appropriation			Appropriation			Estimate					
R thousand			2019/20											
			2016/17	2017/18	2018/19							2020/21	2021/22	2022/23
Transfers to public entities			147 764	188 658	202 372	188 402	195 747	195 747				194 898	204 919	214 086
Agri-business Development Agency	2.2. Farmer Supp. and Dev.		94 581	121 334	120 014	126 308	133 653	133 653				194 898	204 919	214 086
Ithala Development Finance Corporation	2.2. Farmer Supp. and Dev.		-	11 323	23 557	-	-	-				-	-	-
Mjindi Farming (Pty) Ltd	2.2. Farmer Supp. and Dev.		53 183	56 001	58 801	62 094	62 094	62 094				-	-	-
Transfers to other entities			108 912	76 633	89 160	4 679	98 346	98 346				149 769	140 829	145 511
Agricultural Schools	2.6.Struc. Agric. Edu. and Train.		3 569	5 543	-	-	-	-				-	-	-
Communal Estates	2.2. Farmer Supp. and Dev.		12 426	12 633	-	-	-	-				-	-	-
Copperfield Dairy	2.2. Farmer Supp. and Dev.		6 500	-	-	-	-	-				-	-	-
Ekuphileni Poultry and Agric. Farming Prim. Co-op.	2.2. Farmer Supp. and Dev.		5 500	6 500	-	-	-	-				-	-	-
Future Farmers Foundation	3.2. Social Facilitation		-	2 224	-	-	-	-				-	-	-
Independent Development Trust (IDT)	2.2. Farmer Supp. and Dev.		20 322	-	-	-	-	-				-	-	-
Indlovu Family CC	2.2. Farmer Supp. and Dev.		3 221	-	-	-	-	-				-	-	-
Inqanawe Tunnel Project	2.2. Farmer Supp. and Dev.		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	-	-	-	-				-	-	-
Mbangweni Logistics (PTY) LTD	2.2. Farmer Supp. and Dev.		-	2 200	2 754	-	-	-				-	-	-
Mpofana Land Reform Cluster	2.2. Farmer Supp. and Dev.		-	20 563	-	-	-	-				-	-	-
Ndisinduna Multipurpose Co-op LTD	2.2. Farmer Supp. and Dev.		-	800	-	-	-	-				-	-	-
Nozinkaniso Trading CC	2.2. Farmer Supp. and Dev.		-	2 200	2 741	-	-	-				-	-	-
Nyezenhle Holdings - Roadside Abattoir	2.2. Farmer Supp. and Dev.		7 000	3 900	-	-	-	-				-	-	-
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.		2 242	2 692	2 541	2 760	2 718	2 718				2 885	3 015	3 160
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.		1 604	659	-	1 919	1 815	1 815				1 919	2 025	2 122
South African Sugar Association (SASA)	2.2. Farmer Supp. and Dev.		15 117	7 156	-	-	-	-				-	-	-
THB Matebese Trading 114 CC	2.2. Farmer Supp. and Dev.		-	4 121	-	-	-	-				-	-	-
University of KwaZulu-Natal	3.2. Social Facilitation		-	44	92	-	100	100				99	99	99
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.		-	1 778	-	-	-	-				-	-	-
AMD Farming	2.2. Farmer Supp. and Dev.		-	-	1 700	-	-	-				-	-	-
Bangwati Catering & Services	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
Cebolakhe Piggery and Projects	2.2. Farmer Supp. and Dev.		-	-	2 000	-	-	-				-	-	-
Copper Sunset Trading 360	2.2. Farmer Supp. and Dev.		-	-	605	-	-	-				-	-	-
Coastal Cashew	2.2. Farmer Supp. and Dev.		-	-	1 850	-	-	-				-	-	-
Emihle Agric Primary	2.2. Farmer Supp. and Dev.		-	-	2 250	-	-	-				-	-	-
Enhlahleni Primary Co-op	2.2. Farmer Supp. and Dev.		-	-	2 500	-	-	-				-	-	-
Esayidi Tea Tree	2.2. Farmer Supp. and Dev.		-	-	2 000	-	-	-				-	-	-
Isinganga Piggery	2.2. Farmer Supp. and Dev.		-	-	2 500	-	-	-				-	-	-
Khukhza Farming 01	2.2. Farmer Supp. and Dev.		-	-	3 525	-	-	-				2 374	-	-
Kwazi-Gugu Investments	2.2. Farmer Supp. and Dev.		-	-	1 420	-	-	-				-	-	-
Liberty Farmers Co-operative Ltd	2.2. Farmer Supp. and Dev.		-	-	2 650	-	-	-				-	-	-
Lulu-T & S-B Trading & Projects	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
M and T Generations (Pty) Ltd	2.2. Farmer Supp. and Dev.		-	-	2 100	-	-	-				-	-	-
Mamontshi Farming & Fencing CC	2.2. Farmer Supp. and Dev.		-	-	2 614	-	-	-				-	-	-
Mandalay Farm Agric Primary Co-op	2.2. Farmer Supp. and Dev.		-	-	1 200	-	-	-				-	-	-
Masande Youth Piggery	2.2. Farmer Supp. and Dev.		-	-	2 000	-	-	-				-	-	-
Masinga Investment Co-operative	2.2. Farmer Supp. and Dev.		-	-	900	-	-	-				-	-	-
MGIG Investments Pty (Ltd)	2.2. Farmer Supp. and Dev.		-	-	1 521	-	-	-				-	-	-
Minzosize Pty (Ltd)	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
Mkhize Farm	2.2. Farmer Supp. and Dev.		-	-	700	-	-	-				-	-	-
Mthabela Estates Pty (Ltd)	2.2. Farmer Supp. and Dev.		-	-	3 000	-	-	-				-	-	-
Mthethuyavuma Trading & Projects	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
Ndisi Nduna Multipurpose Co-op	2.2. Farmer Supp. and Dev.		-	-	1 500	-	-	-				-	-	-
Njojo Construction	2.2. Farmer Supp. and Dev.		-	-	2 000	-	-	-				-	-	-
Nkosi Moses Development Trust	2.2. Farmer Supp. and Dev.		-	-	6 659	-	-	-				-	-	-
Nomaphenduka Investments	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
Ntembe Development	2.2. Farmer Supp. and Dev.		-	-	6 659	-	-	-				-	-	-
Omangena Ngophahla Pty(Ltd)	2.2. Farmer Supp. and Dev.		-	-	2 600	-	-	-				-	-	-
Ozone Projects Pty (Ltd)	2.2. Farmer Supp. and Dev.		-	-	1 870	-	-	-				-	-	-
Pure Water Plus Pty Ltd	2.2. Farmer Supp. and Dev.		-	-	1 024	-	-	-				-	-	-
Taste & See Foods Enterprise	2.2. Farmer Supp. and Dev.		-	-	1 024	-	-	-				-	-	-
Thabela Kavezi Trading Cc	2.2. Farmer Supp. and Dev.		-	-	1 024	-	-	-				-	-	-
The Mabaso Community Trust	2.2. Farmer Supp. and Dev.		-	-	6 659	-	-	-				-	-	-
Ukukhanya Kwasemvunzini Primary	2.2. Farmer Supp. and Dev.		-	-	2 000	-	-	-				-	-	-
Wonder Dream Civil & Plant Hire	2.2. Farmer Supp. and Dev.		-	-	2 500	-	-	-				-	-	-
Xhamela Construction & Gen Serv	2.2. Farmer Supp. and Dev.		-	-	1 023	-	-	-				-	-	-
Yamandosi Trading	2.2. Farmer Supp. and Dev.		-	-	2 340	-	-	-				-	-	-
Omangena Ngophala - Piggery	2.2. Farmer Supp. and Dev.		-	-	-	-	1 426	1 426				-	-	-
Mthabela Estates (Pty) Ltd - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	820	820				-	-	-
Ezekhethelo Products - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 100	3 100				1 000	-	-
Amahlubi 1985 - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	2 000	2 000				-	-	-
Athayabonga layers - Poultry production	2.2. Farmer Supp. and Dev.		-	-	-	-	1 451	1 451				-	-	-
Ntombikazazi corporation - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 151	3 151				-	-	-
Njonjo - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	2 000	2 000				-	-	-
Mtuba mini farm - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	1 660	1 660				-	-	-
Cebolakhe piggery and projects - Piggery	2.2. Farmer Supp. and Dev.		-	-	-	-	2 000	2 000				-	-	-
Ozone projects - Piggery	2.2. Farmer Supp. and Dev.		-	-	-	-	2 130	2 130				-	-	-
Tasma Estate - Vegetable production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 000	3 000				900	-	-
Phangela trading - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 000	3 000				1 000	-	-
Amandlentuthko - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	1 500	1 500				2 500	-	-
Wonderdream civils and plant hire - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	1 500	1 500				-	-	-
Enhlahleni - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	1 150	1 150				-	-	-
Mamontshi Piggery	2.2. Farmer Supp. and Dev.		-	-	-	-	3 870	3 870				-	-	-
Nozinkaniso CC - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 338	3 338				-	-	-
Amakhondlo Construction cc - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	3 793	3 793				217	-	-
Chemdora - Beef production	2.2. Farmer Supp. and Dev.		-	-	-	-	2 100	2 100				1 130	-	-

Table 3.9 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities (cont.)

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
		108 912	76 633	89 160	4 679	98 346	98 346	149 769	140 829	145 511
Transfers to other entities										
	Nyamayengwe - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	2 480	2 480	-	-	-
	Qhawe - Poultry production	2.2. Farmer Supp. and Dev.	-	-	-	1 000	1 000	500	-	-
	Liberty Farmers Co-op - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	4 813	4 813	-	-	-
	Karabos Enterprise - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	4 000	4 000	-	-	-
	Still Mac Printing and Trading - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	4 000	4 000	-	-	-
	Mabhelasenge Comm. Trust - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	2 900	2 900	-	-	-
	Ingcaka youth cooperative - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	1 300	1 300	1 000	-	-
	Clothier farm - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	1 300	1 300	1 000	-	-
	Esavidi Tea Tree - Tea tree production	2.2. Farmer Supp. and Dev.	-	-	-	2 000	2 000	-	-	-
	Masinga Investment Co-operative - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	1 025	1 025	-	-	-
	Masande Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	2 000	2 000	-	-	-
	Olwasini macademia nursery - Nursery	2.2. Farmer Supp. and Dev.	-	-	-	1 170	1 170	-	-	-
	Phiwo's Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	250	250	2 230	1 875	-
	Masisukume Tunnels - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	1 250	1 250	-	-	-
	Ibutho Tunnels - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	1 799	1 799	-	-	-
	Mtolo farming co-op - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	600	600	-	-	-
	Confluence Farm - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	2 000	2 000	1 850	-	-
	Peppers & Veggies - Crop production	2.2. Farmer Supp. and Dev.	-	-	-	1 788	1 788	-	-	-
	Atlas Fresh Produce - Vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	2 000	2 000	-	-	-
	Mandlay piggyery - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	3 000	3 000	-	-	-
	Senzokuhle - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	325	325	-	-	-
	Isinganga - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	1 340	1 340	-	-	-
	Mlulama - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	1 000	1 000	875	-	-
	M.S. Effect Pty - Poultry broiler	2.2. Farmer Supp. and Dev.	-	-	-	1 137	1 137	2 337	-	-
	Gugulethu Project - Crops and vegetable production	2.2. Farmer Supp. and Dev.	-	-	-	1 023	1 023	2 542	-	-
	Emketeni Project - Beef production	2.2. Farmer Supp. and Dev.	-	-	-	1 000	1 000	181	-	-
	Bergvillet 4 - Livestock production	2.2. Farmer Supp. and Dev.	-	-	-	724	724	-	-	-
	Shayimamba - Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	2 000	2 000	2 600	-	-
	Mush Global - Leased land	2.2. Farmer Supp. and Dev.	-	-	-	1 500	1 500	-	-	-
	Isigawuli Layers	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 000	-	-
	Okusha Supply	2.2. Farmer Supp. and Dev.	-	-	-	-	-	4 400	-	-
	Concur Farm	2.2. Farmer Supp. and Dev.	-	-	-	-	-	943	-	-
	Sizanani Mazulu Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	-	-	2 462	-	-
	Gobela	2.2. Farmer Supp. and Dev.	-	-	-	-	-	2 000	-	-
	Lethukuthula Dumakude	2.2. Farmer Supp. and Dev.	-	-	-	-	-	2 000	-	-
	Ayabonga Consulting services CC	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 400	-	-
	Impilwenye Trading and projects (Pty) Ltd	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 157	-	-
	Sikhangane Enterprise (Pty) Ltd	2.2. Farmer Supp. and Dev.	-	-	-	-	-	2 560	-	-
	Inkabanhle Piggyery project	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 350	-	-
	HT Piggyery	2.2. Farmer Supp. and Dev.	-	-	-	-	-	972	-	-
	Melusane	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 654	-	-
	Intandela Broiler Co-operative	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 300	-	-
	KwaMthethwa Secondary Co-op	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 380	-	-
	Sikhathi Layer	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 962	-	-
	Sinekhona Broiler	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 000	-	-
	Pro found	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 974	-	-
	Nqabeshu	2.2. Farmer Supp. and Dev.	-	-	-	-	-	1 000	-	-
	Unallocated	2.2. Farmer Supp. and Dev.	-	-	-	-	-	90 116	133 815	140 130
Total		256 676	265 291	291 532	193 081	294 093	294 093	344 667	345 748	359 597

Ithala Development Finance Corporation (Ithala)

The 2017/18 and 2018/19 amounts relating to Ithala cater for a shortfall in wages and operational costs of Ntingwe in the off-season, as well as rain forest accreditation. DARD is the main shareholder in Ntingwe. Ithala is a lesser shareholder, and provides management oversight of the entity. The department used Ithala as a vehicle to channel the funding to Ntingwe. The rationalisation of public entities process also impacts on Ntingwe. As indicated under ADA, Ntingwe will be supported through ADA from 2019/20 onward.

Mjindi Farming (Pty) Ltd (Mjindi)

Mjindi is amalgamated with ADA from 2020/21, hence there are no transfers to Mjindi over the MTEF.

Other entities:

The department entered into a funding agreement with DOE whereby R50 million was made available over three years commencing in 2015/16, for improving facilities at agricultural schools to enable practical teaching and learning. The funding was allocated to the five agricultural schools in KZN, 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. 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 operational costs, such as fuel and tractor drivers, in respect of the tractors and farming implements that the department provided on free loan to them, in line with its agricultural transformation strategy implemented from 2015/16. 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 funding model. The department did extend the lease of the tractors and implements to 2019/20, but the Communal Estates provided the funding for the operational costs.

The department entered into an agreement up to 2017/18 with the SA Sugar Association to implement specifically approved sugarcane projects. The partnership with the SASRI, 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 recorded as *Goods and services* and not a transfer payment, hence the only transfer is recorded in 2017/18.

The department provides support to various farming enterprises through the direct funding mechanism where the department approves the entities' business plans and enters into formal funding agreements with each entity. The funding agreement is used to administer the grant with close monitoring by an appointed steering committee that ensures that the approved business plan is implemented and funds utilised for the intended purpose. The entities supported between 2016/17 and 2020/21 are indicated in the table. The complexity of the business plan and interventions required determine the time period for implementation, hence some projects receive funding over multiple years. The unallocated amounts in 2020/21 to 2022/23 are in respect of CASP grant funds that are earmarked to support the national target of releasing 700 000 hectares for agricultural development, as mentioned. DALRRD is currently doing assessments on the support needed for 84 farms identified in the province.

7.8 Transfers to local government

Tables 3.10 and 3.11 show the details of transfers to local government, which relate to the payment of 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 3.10 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Category A	-	-	-	-	-	-	-	-	-
Category B	-	-	-	-	-	-	-	-	-
Category C	-	52	25	38	38	38	40	42	44
Unallocated	-	-	-	-	-	-	-	-	-
Total	-	52	25	38	38	38	40	42	44

Table 3.11 : 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		
		2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
OSCA - Rates and Taxes	2.6 Struc. Agric. Edu. and Train	-	52	25	38	38	38	40	42	44
Total		-	52	25	38	38	38	40	42	44

7.9 Transfers and subsidies

Table 3.12 summarises *Transfers and subsidies* made by the department 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.
- *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.

Table 3.12 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Administration	8 971	7 569	10 071	9 348	10 258	10 510	9 819	10 360	10 858
Provinces and municipalities	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Motor vehicle licences	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Departmental agencies and accounts	2 418	1 849	2 632	3 048	2 831	2 831	3 289	3 470	3 637
Skills Development Levy	2 418	1 849	2 632	3 048	2 831	2 831	3 289	3 470	3 637
Households	5 275	5 002	6 443	5 100	6 227	6 479	5 320	5 613	5 883
Staff exit costs	1 259	2 034	3 498	100	1 227	1 479	220	232	244
Bursaries	4 016	2 968	2 945	5 000	5 000	5 000	5 100	5 381	5 639
2. Agriculture	263 995	277 095	310 573	198 705	305 406	305 406	350 113	351 288	365 407
Provinces and municipalities	-	662	630	959	959	959	1 006	1 061	1 112
Motor vehicle licences	-	610	605	921	921	921	966	1 019	1 068
Municipal agencies and funds	-	52	25	38	38	38	40	42	44
Departmental agencies and accounts	94 582	121 335	120 017	126 309	133 654	133 654	194 899	204 920	214 087
Agri-business Development Agency	94 581	121 334	120 014	126 308	133 653	133 653	194 898	204 919	214 086
TV and radio licences	1	1	3	1	1	1	1	1	1
Public corporations and private enterprises	155 526	134 368	171 426	66 773	160 340	160 340	149 670	140 730	145 412
Mjindi	53 183	56 001	58 801	62 094	62 094	62 094	-	-	-
Communal Estates	12 426	12 633	-	-	-	-	-	-	-
Independent Development Trust (IDT)	20 322	-	-	-	-	-	-	-	-
Ithala	-	11 323	23 557	-	-	-	-	-	-
SA Sugarcane Research Institute	2 242	2 692	2 541	2 760	2 718	2 718	2 885	3 015	3 160
Soil conservation subsidy	1 604	659	-	1 919	1 815	1 815	1 919	2 025	2 122
South African Sugar Association (SASA)	15 117	7 156	-	-	-	-	-	-	-
Direct transfers (Listed in Table 3.9)	50 632	43 904	86 527	-	93 713	93 713	144 866	135 690	140 130
Non-profit institutions	3 569	7 321	-	-	-	-	-	-	-
Zakhe Agricultural College	-	1 778	-	-	-	-	-	-	-
Agricultural Schools	3 569	5 543	-	-	-	-	-	-	-
Households	10 318	13 409	18 500	4 664	10 453	10 453	4 538	4 577	4 796
Staff exit costs	10 318	13 409	18 500	4 464	10 207	10 207	4 338	4 577	4 796
External bursaries	-	-	-	200	246	246	200	-	-
3. Rural Development	3 028	2 455	171	-	119	233	99	99	99
Higher education institutions	3 000	44	92	-	100	100	99	99	99
University of Zululand	3 000	-	-	-	-	-	-	-	-
University of KwaZulu-Natal	-	44	92	-	100	100	99	99	99
Non-profit institutions	-	2 224	-	-	-	-	-	-	-
Future Farmers Foundations	-	2 224	-	-	-	-	-	-	-
Households	28	187	79	-	19	133	-	-	-
Staff exit costs	28	187	79	-	19	133	-	-	-
Total	275 994	287 119	320 815	208 053	315 783	316 149	360 031	361 747	376 364

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, as well as the support to Ntingwe in the 2019/20 Adjusted Appropriation. The 2020/21 MTEF included fiscal consolidation budget cuts of R3.491 million, R4.381 million and R5.260 million implemented under this category over the 2020/21 MTEF. Also, the department will no longer be transferring the CASP grant to the entity. The high amount over the MTEF is due to the inclusion of amounts previously transferred to Mjindi, as mentioned.
- *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 2020/21, this category provides for transfers for soil conservation subsidy, the SASRI and entities that receive direct funding from the department.
- 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 schools' revitalisation programme, also to Zakhe Agricultural College, as mentioned.

Households caters for staff exit costs and external bursaries.

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 Centre for Studies in International Relations and Development (CSIRD) at

the University of Zululand (UNIZULU). The payments from 2017/18 and over the MTEF 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 agri-processing. The expenditure for this activity is reflected against *Goods and services* from 2018/19 in line with the National Treasury Circular on the classification of expenditure, as mentioned.
- *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 3.13 and 3.14 summarise payments and estimates relating to Programme 1 for the period 2016/17 to 2022/23. An amount of R3.679 million was cut under this programme against *Compensation of employees* as a result of the fiscal consolidation and PES formula updates budget cuts in 2020/21 only, as mentioned.

Table 3.13 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
1. Office of the MEC	16 001	11 812	14 729	16 475	22 484	23 457	24 745	26 295	27 848
2. Senior Management	26 144	43 393	54 738	47 259	58 953	57 383	52 558	55 701	58 849
3. Corporate Services	244 961	272 772	262 469	293 430	330 652	319 633	361 553	389 174	409 885
4. Financial Management	142 117	117 230	133 806	173 659	143 819	141 609	180 612	187 517	197 142
5. Communication Services	28 196	31 440	24 283	36 278	35 961	36 024	39 376	41 802	43 971
Total	457 419	476 647	490 025	567 101	591 869	578 106	658 844	700 489	737 695

Table 3.14 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	412 181	443 038	446 646	507 458	541 316	524 724	596 173	634 371	669 634
Compensation of employees	192 245	205 016	213 402	241 093	231 553	224 111	266 205	282 198	300 075
Goods and services	219 850	238 022	233 241	266 365	309 763	300 613	329 968	352 173	369 559
Interest and rent on land	86	-	3	-	-	-	-	-	-
Transfers and subsidies to:	8 971	7 569	10 071	9 348	10 258	10 510	9 819	10 360	10 858
Provinces and municipalities	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Departmental agencies and accounts	2 418	1 849	2 632	3 048	2 831	2 831	3 289	3 470	3 637
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	5 275	5 002	6 443	5 100	6 227	6 479	5 320	5 613	5 883
Payments for capital assets	34 448	25 685	32 574	50 295	40 295	42 872	52 852	55 758	57 203
Buildings and other fixed structures	6 650	3 184	6 485	29 345	19 345	19 345	30 959	32 662	32 998
Machinery and equipment	27 747	22 501	26 089	20 950	20 950	23 288	21 893	23 096	24 205
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	51	-	-	-	-	239	-	-	-
Payments for financial assets	1 819	355	734	-	-	-	-	-	-
Total	457 419	476 647	490 025	567 101	591 869	578 106	658 844	700 489	737 695

The sub-programme: Office of the MEC provides for the efficient operation of the ministry. The increase in the 2019/20 Adjusted Appropriation and Revised Estimate relates to the current staff establishment and filled posts. The MTEF allocations show steady growth in line with anticipated wage adjustments and inflationary increases.

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. The increase in the 2019/20 Adjusted Appropriation is in respect of the ongoing SIU investigations, Treasury support in SCM, as well as consultants' support during the audit. The growth over the MTEF is in respect of the carry-through costs of the above-budget wage agreements and annual salary increments.

The Corporate Services sub-programme includes human resource management and development, business support services, legal and security services, facilities, etc. The MTEF caters 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 being charged to the programmes that utilise the vehicles. The DOPW is the implementing agent for the department's infrastructure projects, such as the upgrade and refurbishment of departmental offices and staff accommodation. The 2020/21 MTEF provides for continued support to the line functions, 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 department's image and market the services provided by the department through a comprehensive communication strategy for both external stakeholders, as well as internal employees. The sub-programme shows steady growth over the MTEF, providing for the annual wage adjustment and inflationary increases for marketing and advertising.

Compensation of employees in the 2019/20 Main Appropriation provided for filling 21 critical posts in the Office of the HOD, Corporate Services, and Financial Management. The decrease in the 2019/20 Adjusted Appropriation and Revised Estimate is due to slower than anticipated filling of posts, as well as natural attrition resulting in no real increase in the number of employees. The savings from these vacant posts were re-allocated towards funding the ongoing SIU investigations, Provincial Treasury support within SCM, consultants' support during the audit, as well as payments of unplanned staff exit costs. The increase in 2020/21 again provides for the filling of 23 vacant posts and the growth over the MTEF is aligned to the projected annual wage adjustment over the period. The *Compensation of employees* budget adequately caters for the increase and the filling of these 23 posts in 2020/21, at 18.8 per cent. As mentioned, R3.679 million was cut under Programme 1 against *Compensation of employees* as a result of the fiscal consolidation and PES formula updates budget cuts in 2020/21. This cut was implemented in this programme due to the historic savings resulting from natural attrition, as well as the slow process of filling of vacant posts in the department, and it is thus not anticipated that there will be any significant impact on service delivery.

Goods and services provides for the hiring of offices and ITC services through SITA, for the entire department, as well as leases of office buildings, labour saving devices, telecommunication services, fleet management costs, operational costs such as subsistence and travel, as well as utility services relating to Programme 1. In addition, the costs of office leases and security services (from the 2019/20 Adjusted Appropriation) for the entire department are budgeted under this category. The budget over the 2020/21 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. The fluctuating trend between 2018/19 and the 2019/20 Revised Estimate is aligned to the actual payroll.

- *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, as the need for rehabilitation and upgrading remains high at local and district offices. The department is reliant on DOPW to perform the rehabilitation and upgrading, and the budget is aligned to the Infrastructure Programme Improvement Plan (IPIP) and Infrastructure Programme Management Plan (IPMP). These projects include Edumbe, uMzimkhulu, Utrecht, Nkandla local offices, upgrades and additions at Cedara College, storage facilities at Hlanganani and Ixopo local offices, rehabilitation, renovations and refurbishments at Allerton laboratory, Cedara College, 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 2020/21 MTEF shows a steady increase.

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

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.

This programme was cut by R3.491 million, R35.130 million and R50.572 million over the MTEF as a result of the fiscal consolidation and PES formula updates budget cuts, as well as R11.743 million in each year over the MTEF due to low spending on *Compensation of employees* and cuts on events. Further to the budget cuts, there were conditional grant cuts of R12.657 million, R18.524 million and R8.779 million on all three grants, as explained below. The department undertook a reprioritisation of R30 million from this programme to Programme 3 for agri-parks, nurseries and seed banks, as mentioned.

Tables 3.15 and 3.16 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 3.15 : Summary of payments and estimates by sub-programme: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
1. Sustainable Resource Management	74 396	75 340	74 186	96 390	92 386	86 483	94 578	94 921	98 088
Engineering Services	19 084	17 264	13 676	28 044	21 343	15 213	21 242	23 083	24 829
Land Care	41 601	41 712	46 158	51 471	54 168	54 273	53 777	51 350	51 788
Land Use Management	10 193	11 496	9 908	11 908	11 908	11 970	14 275	14 906	15 621
Disaster Risk Management	3 518	4 868	4 444	4 967	4 967	5 027	5 284	5 582	5 850
2. Farmer Support and Development	1 233 265	958 766	1 077 006	1 168 026	1 374 876	1 362 100	1 181 755	1 213 200	1 252 738
Farmer-Settlement and Development	701 418	315 123	375 607	285 593	398 828	400 591	376 877	350 972	334 441
Extension and Advisory Services	514 022	556 164	604 325	668 432	652 650	633 073	694 160	741 850	785 877
Food Security	17 825	87 479	97 074	214 001	323 398	328 436	110 718	120 378	132 420
3. Veterinary Services	176 333	200 850	208 050	212 060	207 617	256 299	217 200	230 558	244 004
Animal Health	141 881	166 079	175 658	170 607	172 239	222 182	175 802	186 537	197 289
Veterinary Public Health	9 117	2 721	6 044	8 941	8 941	6 896	8 096	8 754	9 532
Veterinary Laboratory Services	25 335	32 050	26 348	32 512	26 437	27 221	33 302	35 267	37 183
4. Research and Technology Development	170 881	187 457	159 520	226 676	177 812	169 484	184 470	196 153	208 201
Research	126 406	127 259	103 951	144 186	108 186	104 177	116 527	124 347	132 369
Research Infrastructure Support	44 475	60 198	55 569	82 490	69 626	65 307	67 943	71 806	75 832
5. Agricultural Economic Services	5 047	9 289	8 363	11 540	10 830	8 234	13 850	14 752	15 675
Agri-Business Support and Development	5 047	9 289	8 363	11 540	10 830	8 234	13 850	14 752	15 675
6. Structured Agricultural Education and Training	84 268	105 216	92 458	113 174	106 301	101 979	111 374	117 675	124 322
Higher Education and Training	76 440	95 230	75 896	90 808	83 935	80 503	91 055	93 261	98 424
Further Education and Training (FET)	7 828	9 986	16 562	22 366	22 366	21 476	20 319	24 414	25 898
Total	1 744 190	1 536 918	1 619 583	1 827 866	1 969 822	1 984 579	1 803 227	1 867 259	1 943 028

Table 3.16 : Summary of payments and estimates by economic classification: Agriculture

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	1 221 290	1 175 394	1 231 665	1 531 164	1 608 891	1 567 185	1 372 642	1 435 943	1 503 407
Compensation of employees	750 131	779 552	798 491	942 894	851 789	831 391	934 298	992 457	1 055 252
Goods and services	471 143	395 838	433 168	588 179	757 011	735 702	438 252	443 389	448 053
Interest and rent on land	16	4	6	91	91	92	92	97	102
Transfers and subsidies to:	263 995	277 095	310 573	198 705	305 406	305 406	350 113	351 288	365 407
Provinces and municipalities	-	662	630	959	959	959	1 006	1 061	1 112
Departmental agencies and accounts	94 582	121 335	120 017	126 309	133 654	133 654	194 899	204 920	214 087
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	155 526	134 368	171 426	66 773	160 340	160 340	149 670	140 730	145 412
Non-profit institutions	3 569	7 321	-	-	-	-	-	-	-
Households	10 318	13 409	18 500	4 664	10 453	10 453	4 538	4 577	4 796
Payments for capital assets	258 886	84 296	77 342	97 997	55 525	111 988	80 472	80 028	74 214
Buildings and other fixed structures	156 632	73 246	56 680	71 487	20 715	83 385	62 970	62 494	52 200
Machinery and equipment	102 085	10 355	20 443	25 940	34 240	28 033	16 932	16 933	21 384
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	169	695	219	570	570	570	570	601	630
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	19	133	3	-	-	-	-	-	-
Total	1 744 190	1 536 918	1 619 583	1 827 866	1 969 822	1 984 579	1 803 227	1 867 259	1 943 028

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. 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 received under the Land Care grant in 2018/19. The decrease in the 2019/20 Adjusted Appropriation under the sub-sub-programme Engineering Services is due to delays in the filling of critical posts. The 2020/21 MTEF provides for the implementation of land care projects and for re-establishing 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 growth of this sub-programme is impacted on by budget cuts totalling R2.545 million against *Compensation of employees* in each year over the 2020/21 MTEF, due to low *Compensation of employees* spending. It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts.

The Farmer Support and Development sub-programme houses the bulk of the conditional grants, funding for the Makhathini development project during 2016/17 to 2018/19, extension services, as well as the fencing and irrigation scheme programmes and food security interventions at household, subsistence and smallholder level. The Farmer-Settlement and Development sub-sub-programme includes the transfers 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 2019/20 Main to Adjusted Appropriation is in respect of the roll-over of the CASP grant, Ilima/Letsema Projects grant and the equitable share. Further reprioritisation into this sub-programme was made in line with Provincial Executive Council directive in 2019/20, that the department should plant at least 16 000 hectares instead of 12 000 hectares and this accounts for the increase in the 2019/20 Revised Estimate and over the MTEF. There was reprioritisation of R30 million from this sub-programme to Programme 3 in 2020/21 and over MTEF for the

establishment of agri-parks, nurseries and seed banks. This sub-programme 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, agri-processing, etc. The Food Security sub-sub-programme shows an increase in 2019/20 in line with the shift in the strategy towards providing nutritious food security support at household and subsistence level. The roll-over of funds (conditional grant and equitable share) explains the increase in the 2019/20 Adjusted Appropriation. 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 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 services at district and local offices. The department implemented cuts of R30.749 million and R45.317 million, respectively under this sub-programme against *Goods and services*, as well as R4.198 million in each year of the MTEF on events. These cuts will result in a reduction of funds available for direct interventions such as the provision of seeds and seedlings, fertilizer, chemicals etc. to households, community gardens and smallholder farmers. The department will review the impact and feasibility of the budget cuts being implemented in this area during the 2021/22 MTEF budget process to explore other alternative areas of reduction within the department's budget. Also, this sub-programme was affected by budget cuts to the conditional grants which will have an impact on the funding of agricultural on-farm structures such as fencing, irrigation schemes, animal handling facilities, as well as provision of agricultural inputs such as seeds, seedlings, fertilizer, etc., at household and smallholder level.

Veterinary Services provides for the acquisition of animal medicines and dipping chemicals. There is steady growth over the 2020/21 MTEF to provide veterinary services to clients in order to ensure healthy animals, and safe animal products. 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 hygiene standards and for generating data. This sub-programme was not impacted on by any budget cuts except for the reduced inflationary forecast on *Compensation of employees* which should not have any impact on service delivery.

The sub-programme: Research and Technology Development Services shows that the 2019/20 Main Appropriation provides for filling additional posts, however these were not filled at the anticipated rate thus resulting in a decrease in the Adjusted Appropriation. There is a steady increase over the 2020/21 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 Bartlow, Makhathini, and OSCA in uMkhanyakude. The growth of this sub-programme is impacted on by budget cuts of R5 million against *Compensation of employees* in each year over the MTEF, due to low *Compensation of employees* spending. It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts.

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 on by any budget cuts except for the reduced inflationary forecast from *Compensation of employees* of R71 000 and R75 000 in 2020/21 and 2021/22, respectively which should not have any impact on service delivery.

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 department's 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. This sub-programme was not impacted on by any budget cuts except for the reduced inflationary forecast from *Compensation of employees* of R359 000 and R379 000 in 2020/21 and 2021/22, respectively which should not have any impact on service delivery.

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 2019/20 Adjusted Appropriation and further reduction in the Revised Estimate is due to slower than anticipated filling of critical posts, as well as natural attrition. There was reprioritisation of R30 million from this category to Programme 3 in 2020/21 and over MTEF for the establishment of agri-parks, nurseries and seed banks. 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 from the 2019/20 Revised Estimate to 2020/21 is 12.3 per cent, providing for additional posts, and thereafter inflationary increases of 6.2 and 6.3 per cent over the MTEF. The growth is thus adequate in 2020/21 for filling 29 posts, while the growth in the two outer years is not sufficient for projected cost of living wage adjustments. The allocation will be reviewed in the next budget process, taking into account progress made with regard to the filling of the vacant posts. The department's *Compensation of employees* budget was reduced by R7.648 million and R8.057 million in 2020/21 and 2021/22, respectively, due to the CPI inflation projections being revised downward, as well as a reduction of R7.545 million in each year over the 2020/21 MTEF, due to low *Compensation of employees* spending. It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts, as mentioned.

Goods and services includes the bulk of the conditional grant funding. This category was negatively affected by the reduction in the conditional grants since 2016/17. The low expenditure in 2017/18 and 2018/19 is due to the high under-expenditure recorded during that period. The increase from the 2019/20 Main to Adjusted Appropriation is in respect of the roll-over from 2018/19 primarily in respect of agricultural production inputs and veterinary supplies ordered but not delivered in that year. The further decrease in the Revised Estimate is due to funds moved to *Buildings and other fixed structures* to correct an error made in the Adjustments Estimate. In the Adjustments Estimate, funds were moved from *Goods and services* and *Buildings and fixed structures* to *Transfer and subsidies to: Public corporation and private enterprises* in respect of projects implemented through direct funding. The amount moved from *Buildings and fixed structures* was too high and this is corrected in the Revised Estimate. There is fairly low growth over the 2020/21 MTEF because of the budget cuts of R30.749 million and R45.317 million as a result of the fiscal consolidation and PES formula updates budget cuts. 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 utility services at the district and local offices.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* relates to motor vehicle and tractor licences and rates for OSCA.

- *Departmental agencies and accounts* comprises transfers made to ADA and a minimal allocation for TV and radio licences. Ntingwe has in the past received assistance from the department *via* Ithala. As part of the rationalisation process, ADA has been identified as the appropriate vehicle to provide assistance to Ntingwe. The department implemented fiscal consolidation and PES formula updates budget cuts of R3.491 million, R4.381 million and R5.260 million over the MTEF, against this category in respect of projects implemented by ADA, as mentioned. The significant increase over the 2020/21 MTEF is due to the fact that ADA will implement a new strategic direction, in line with the rationalisation of public entities recommendations and the due diligence study outcomes. As such, the MTEF budget includes allocations for ADA, Ntingwe, as well as Mjindi, as mentioned.
- *Public corporations and private enterprises* includes the transfers to Mjindi (up to 2019/20), SASRI and soil conservation subsidy, and also includes transfers for direct funded agricultural projects and details thereof are provided in Sections 7.7 and 7.9. The fluctuating trend is due to the level of direct funded projects supported by the department. The 2020/21 MTEF provides for transfers to SASRI, soil conservation subsidy and direct funded projects.
- *Non-profit institutions* provides for the transfer to agricultural schools as part of the agricultural schools' revitalisation programme, and these transfers ended in 2017/18.
- *Households* caters for staff exit costs and external bursaries.

Buildings and other fixed structures shows high expenditure in 2016/17 due to the projects in the Makhathini area such as the Babanango Abattoir, Amarula Plant and Irrigation Scheme. The decrease in 2017/18 and 2018/19 is due to the under-expenditure recorded during this period. The decrease in the 2019/20 Adjusted Appropriation and subsequent increase in the Revised Estimate relates to the incorrect amount that was moved to *Transfers and subsidies to: Public corporations and private enterprises*, as mentioned under *Goods and services*. The MTEF includes further development in the Makhathini area under the Ilima/Letsema Projects grant, upgrade of agricultural colleges, research farm infrastructure, 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 2020/21 MTEF due to the budget pressure to increase funding for interventions at household and smallholder level, which are provided for 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.

Service delivery measures – Programme 2: Agriculture

Table 3.17 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.

Table 3.17 : Service delivery measures: Agriculture

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2019/20	2020/21	2021/22	2022/23
1. Sustainable Resource Management					
1.1 Engineering services	• No. of agricultural infrastructure established	104	90	95	100
	• No. of agricultural infrastructure rehabilitated	225	95	95	100
	• No. of km fenced	543	320	350	368
1.2 Land use management	• No. of agro-ecosystem management plans developed	1	10	10	11
	• No. of ha protected to improve agricultural production	6 500	7 000	7 500	7 875
	• No. of farm management plans developed	10	10	10	11

Table 3.17 : Service delivery measures: Agriculture

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2019/20	2020/21	2021/22	2022/23	
1.3	Disaster risk management	<ul style="list-style-type: none"> No. of disaster relief schemes managed No. of disaster risk reduction services managed 	1 1	3 4	3 4	3 4
1.4	Land care	<ul style="list-style-type: none"> No. of green jobs created No. of ha of agricultural land rehabilitated 	1 000 8 800	1 100 8 800	1 100 8 800	1 155 9 240
2.	Farmer Support and Development					
2.1	Farmer-settlement and development	<ul style="list-style-type: none"> No. of smallholder producers supported No. of commercial farmers supported 	1 458 31	3 750 100	4 000 105	4 200 110
2.2	Extension and advisory services	<ul style="list-style-type: none"> No. of smallholder producers supported with agricultural advice No. of ha under irrigation used by smallholder farmers No. of jobs created 	9 787 1 554 840	25 000 1 500 800	27 000 1 510 900	28 350 1 586 945
2.3	Food security	<ul style="list-style-type: none"> No. of ha planted for food production No. of households supported with agricultural food production initiatives 	16 162 17 968	12 000 22 361	12 500 23 702	13 125 24 887
3.	Veterinary Services					
3.1	Animal health	<ul style="list-style-type: none"> No. of epidemiological units visited for veterinary interventions No. of rabies vaccinations 	15 000 New	20 000 35 000	20 000 40 000	20 000 45 000
3.2	Veterinary export control	<ul style="list-style-type: none"> No. of export control certificates issued 	1 848	2 500	2 600	2 700
3.3	Veterinary public health	<ul style="list-style-type: none"> Average percentage of compliance of all operating abattoirs in the province to meat safety legislation 	100%	100%	100%	100%
3.4	Veterinary laboratory services	<ul style="list-style-type: none"> No. of laboratory tests performed according to prescribed standards 	85 000	90 000	95 000	100 000
4.	Research and Technology Development Services					
4.1	Research	<ul style="list-style-type: none"> No. of research projects implemented to improve agricultural production 	80	80	80	80
4.2	Technology transfer services	<ul style="list-style-type: none"> No. of scientific papers published No. of research presentations made at peer reviewed events No. of research presentations made at technology transfer events 	5 11 228	6 12 228	6 12 228	6 12 228
4.3	Research infrastructure support	<ul style="list-style-type: none"> No. of research infrastructure managed 	6	6	6	6
5.	Agricultural Economic Services					
5.1	Production economics and marketing support	<ul style="list-style-type: none"> No. of agri-businesses supported with marketing services No. of agri-businesses supported with production economic services 	30 2 000	40 2 000	45 2 100	47 2 205
5.2	Macroeconomics support	<ul style="list-style-type: none"> No. of economic reports compiled 	4	4	4	4
5.3	Agro-processing support	<ul style="list-style-type: none"> No. of agro-processing initiatives supported 	10	20	20	21
6.	Structured Agricultural Education and Training					
6.1	Higher Education and Training	<ul style="list-style-type: none"> No. of students graduated from agricultural training institutions 	90	90	90	95
6.2	Agricultural skills development	<ul style="list-style-type: none"> No. of participants trained in skills development programmes in the sector No. of interventions in school programmes 	2 400 2	1 200 4	1 200 4	1 260 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 agri-processing, trade development and access to markets and financial services resulting in rural job creation.

This programme was reduced by R133 000 and R140 000 in 2020/21 and 2021/22, respectively, due to the CPI inflation projections being revised downward. This programme was increased by R30 million over the 2020/21 MTEF as a result of a reprioritisation from Programme 2, as mentioned.

Tables 3.18 and 3.19 summarise payments and estimates for Programme 3, which conforms to the uniform budget structure of the Agriculture and Rural Development sector.

Table 3.18 : Summary of payments and estimates by sub-programme: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
1. Rural Development Co-ordination	7 999	5 875	6 207	6 934	6 934	4 283	7 490	7 953	8 425
2. Social Facilitation	6 758	13 425	10 881	25 040	19 921	21 578	78 596	86 933	95 991
Total	14 757	19 300	17 088	31 974	26 855	25 861	86 086	94 886	104 416

Table 3.19 : Summary of payments and estimates by economic classification: Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	11 441	16 835	15 802	31 832	26 560	25 452	85 722	94 513	104 030
Compensation of employees	8 112	12 019	11 340	11 346	19 401	18 569	46 137	54 817	63 943
Goods and services	3 329	3 864	4 462	20 486	7 159	6 883	39 585	39 696	40 087
Interest and rent on land	-	952	-	-	-	-	-	-	-
Transfers and subsidies to:	3 028	2 455	171	-	119	233	99	99	99
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	3 000	44	92	-	100	100	99	99	99
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	2 224	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	28	187	79	-	19	133	-	-	-
Payments for capital assets	288	10	163	142	176	176	265	274	287
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	288	10	163	142	176	176	265	274	287
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	952	-	-	-	-	-	-
Total	14 757	19 300	17 088	31 974	26 855	25 861	86 086	94 886	104 416

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. Also, in 2020/21, there will be a focus on operationalising FPSUs and Agri-parks in partnership with DALRRD. The programme will also spearhead a number of new initiatives, including a partnership with the Jobs Fund and the Land Bank, an initiative to ensure that a portion of DARD's research stations produce the department's own horticultural seedlings and agronomic seeds in partnership with the ARC, as mentioned.

The Social Facilitation sub-programme increased between 2017/18 and the 2019/20 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 slight decrease in the 2019/20 Revised Estimate. A total of 239 graduates were employed by the fourth quarter of 2019/20 and will increase to 359 by 2022/23. Of these, 120 are funded from the CASP grant. The increase in 2020/21 is in respect of establishment of agri-parks, nurseries and seed banks across the province, as well as to maintain the number of graduates placed on farms. The department proposes to use its own research stations to execute the plan by establishing nurseries with the departments own seedlings, agronomic seeds and fruits trees propagation. The six research stations are Cedara, Dundee, Kokstad, Bartlow, Makhathini and OSCA and an amount of R30 million, with carry-through, is reprioritised to this programme in this regard. Also, the budget for the placement of 120 graduates on farms funded under the CASP grant is now allocated under this programme, whereas it was previously under Programme 2.

The *Compensation of employees* budget over the 2020/21 MTEF caters for carry-through costs and anticipated wage adjustments, the graduates placed on farms, as well as filling 142 posts. The growth from the 2019/20 Revised Estimate to 2020/21 is 148.4 per cent, providing for 286 additional posts. These posts are made up of 142 permanent employees such as Deputy Director: Rural Development, Assistant Director: Rural Development, etc. and an additional 144 unemployed graduates. Thereafter, there is growth of 18.8 and 16.6 per cent over the MTEF. The growth is thus adequate in 2020/21 for filling 286 posts, while the growth in the two outer years is sufficient for projected cost of living wage adjustments and filling of additional posts in those years. The allocation will be reviewed in the next budget process, taking into account progress made with regard to filling vacant posts.

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 establishment of agri-parks, nurseries and seed banks at the six research stations namely Cedara, Dundee, Kokstad, Bartlow, Makhathini and OSCA, where R30 million, with carry-through, is reprioritised to this category. It also provides for costs relating to the facilitation of rural development co-ordination meetings and forums.

Transfers and subsidies to: Higher education institutions over the MTEF is for a donation to UKZN in respect of the Postgraduate Research and Innovation Day.

Transfers and subsidies to: Public corporations and private enterprise in 2017/18 relate to the partnership with the Future Farmers Foundation in placing unemployed agriculture graduates on various farms and/or within the agri-processing industry. The agreement was for one year only in 2017/18.

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

Service delivery measures – Programme 3: Rural Development

Table 3.20 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.

Table 3.20 : Service delivery measures: Rural Development

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2019/20	2020/21	2021/22	2022/23
1. Integrated Co-ordination of implementation for Rural Development					
1.1 Integrated rural development	<ul style="list-style-type: none"> Develop a KZN programme of action aligned to Outcome 7 No. of structures co-ordinated in line with Comprehensive Rural Dev. Prog. Outcome 7 performance reports submitted for the province 	1 2 4	1 2 4	1 2 4	1 2 4
2. Rural Enterprise and Industry Development					
2.1 Maximisation of agricultural profitability for benefit of society	<ul style="list-style-type: none"> No. of projects mentored 	-	60	70	74

9. Other programme information

9.1 Personnel numbers and costs

Table 3.21 illustrates personnel estimates for the department by programme from 2016/17 to 2022/23.

Table 3.21 : Summary of departmental personnel numbers and costs by component

R thousands	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF 2019/20 - 2022/23		
	2016/17		2017/18		2018/19		2019/20		Filled posts	Additional posts	2020/21		2021/22		2022/23		Pers. growth rate	Costs growth rate	% Costs of Total
	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs			Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs			
Salary level																			
1 – 7	1 326	277 806	1 238	251 452	1 350	279 776	1 127	-	1 127	276 282	1 208	303 206	1 209	322 684	1 209	342 787	2.4%	7.5%	24.6%
8 – 10	1 139	435 778	1 096	447 164	1 075	514 867	1 107	-	1 107	545 211	1 168	615 416	1 175	658 244	1 175	700 948	2.0%	8.7%	49.8%
11 – 12	170	171 930	205	222 693	200	158 063	209	-	209	170 238	242	211 415	237	219 829	237	232 655	4.3%	11.0%	16.3%
13 – 16	46	48 203	51	53 876	54	65 576	43	-	43	57 391	62	78 799	61	82 307	61	87 068	12.4%	14.9%	5.9%
Other	65	16 771	79	21 402	93	4 951	264	-	264	24 949	408	37 804	468	46 408	528	55 812	26.0%	30.8%	3.3%
Total	2 746	950 488	2 669	996 587	2 772	1 023 233	2 750	-	2 750	1 074 071	3 088	1 246 640	3 150	1 329 472	3 210	1 419 270	5.3%	9.7%	100.0%
Programme																			
1. Administration	534	192 245	530	205 016	565	213 402	557	-	557	224 111	580	266 205	582	282 198	582	300 075	1.5%	10.2%	21.1%
2. Agriculture	2 202	750 131	2 127	779 552	2 192	798 491	2 121	-	2 121	831 391	2 150	934 298	2 150	992 457	2 150	1 055 252	0.5%	8.3%	75.3%
3. Rural Development	10	8 112	12	12 019	15	11 340	72	-	72	18 569	358	46 137	418	54 817	478	63 943	87.9%	51.0%	3.6%
Total	2 746	950 488	2 669	996 587	2 772	1 023 233	2 750	-	2 750	1 074 071	3 088	1 246 640	3 150	1 329 472	3 210	1 419 270	5.3%	9.7%	100.0%
Employee dispensation classification																			
PSA appointees not covered by OSDs	2 535	852 783	2 555	953 848	2 635	991 138	2 411	-	2 411	1 000 300	2 605	1 157 112	2 607	1 228 001	2 607	1 305 752	2.6%	9.3%	92.4%
Legal Professionals	4	3 277	4	3 533	3	2 184	3	-	3	2 361	3	2 535	3	2 674	3	2 802	-	5.9%	0.2%
Engineering Prof. and related occ.	142	77 657	31	17 804	41	24 960	72	-	72	46 461	72	49 189	72	52 389	72	54 904	-	5.7%	4.0%
Others (interns, EPWP, learnerships)	65	16 771	79	21 402	93	4 951	264	-	264	24 949	408	37 804	468	46 408	528	55 812	26.0%	30.8%	3.3%
Total	2 746	950 488	2 669	996 587	2 772	1 023 233	2 750	-	2 750	1 074 071	3 088	1 246 640	3 150	1 329 472	3 210	1 419 270	5.3%	9.7%	100.0%

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

It is noted that National Treasury has changed the groupings of the salary levels 1 – 6 to 1 – 7 and 7 – 10 to 8 – 10, but has not amended the formula in the *EPRE* tables. The department was able to change the costs of the levels but not the number of personnel. As such, the number of personnel remains unchanged for previous years as in the 2019/20 *EPRE*, while the costs have changed taking into account the change in the grouping levels.

The approved organisational structure makes provision for 3 719 posts but the department plans to fill only 3 088 posts during 2020/21 due to the budget cuts carried over following the freezing of posts in the 2016/17 MTEF. As at 31 December 2019, 2 729 posts were filled and the department is projecting that 21 posts will be filled during the last quarter, resulting in 2 750 filled posts at the end of 2019/20. A further 338 posts are to be filled during 2020/21, increasing the total number of filled posts to 3 088. This sharp increase in the number of posts, more especially in Programme 3, is as a result of the placement of unemployed graduates under the UAGYP, as well as 142 posts such as Deputy Director: Rural Development, Assistant Director: Rural Development, etc. The revised strategy is to appoint the graduates on contract and manage the stipends through PERSAL and not through partnerships with other stakeholders, as mentioned.

The budget adequately caters for the increase in 2020/21 at 16.1 per cent to fill 338 posts. These 338 posts include 194 vacant posts and 144 appointments of unemployed graduates. The growth is not adequate in 2021/22 at 6.3 per cent, and in 2022/23 at 6.2 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 2016/17 and 2018/19 is far below the approved establishment of 3 796 posts for a number of reasons, including the freezing of posts and the internal moratorium on the filling of posts, pending the finalisation of the matching and placing of existing employees into the new organisational structure, at that time. The declining number of employees during this period is due to natural attrition and retirements.

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. Also, over the 2020/21 MTEF, the department reprioritised an amount of R30 million from *Compensation of employees* to Programme 3 for the establishment of agri-parks, nurseries and seed banks at the five research stations.

The growth of this category is impacted on by budget cuts totalling R13.457 million, R13.798 million and R7.545 million over the 2020/21 MTEF as a result of the fiscal consolidation and PES formula updates budget cuts, CPI inflation projections being revised downward, as well as budget cuts relating to low *Compensation of employees* spending in previous years. It is anticipated that this cut will not have a significant impact as there is a high vacancy rate in the department and slow filling of posts. The department will carefully manage this reduction in the *Compensation of employees* allocation within 2020/21 and over the MTEF, as mentioned

9.2 Training

Table 3.22 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 3.22 : Information on training: Agriculture and Rural Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Number of staff	2 746	2 669	2 772	2 852	2 750	2 750	3 088	3 150	3 210
Number of personnel trained	2 000	1 500	2 500	2 640	2 640	2 640	2 785	2 837	2 837
of which									
Male	800	600	1 000	1 056	1 056	1 056	1 114	1 125	1 125
Female	1 200	900	1 500	1 584	1 584	1 584	1 671	1 712	1 712
Number of training opportunities	2 000	1 500	1 500	1 584	1 584	1 584	1 672	1 705	1 705
of which									
Tertiary	150	150	130	137	137	137	145	147	147
Workshops	1 746	1 226	1 266	1 337	1 337	1 337	1 411	1 439	1 439
Seminars	100	120	100	106	106	106	112	115	115
Other	4	4	4	4	4	4	4	4	4
Number of bursaries offered	195	195	206	218	218	218	230	235	235
Number of interns appointed	148	190	201	212	212	212	224	228	228
Number of learnerships appointed	20	20	11	12	12	12	13	13	13
Number of days spent on training	3 700	2 700	2 740	2 893	2 893	2 893	3 052	3 113	3 113
Payments on training by programme									
1. Administration	3 724	1 964	1 126	5 645	5 706	3 856	6 128	6 465	6 775
2. Agriculture	2 001	611	4 002	5 041	6 586	4 832	2 423	2 568	2 647
3. Rural Development	-	-	-	4 629	622	296	901	430	460
Total	5 725	2 575	5 128	15 315	12 914	8 984	9 452	9 463	9 882

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		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	16 295	18 129	14 911	20 152	20 152	18 853	21 225	22 392	23 467
Sale of goods and services produced by department (excluding capital assets)	16 291	18 127	14 910	20 150	20 150	18 851	21 223	22 390	23 465
Sale by market establishments	3 130	2 461	2 254	2 600	2 600	2 136	2 400	2 400	2 516
Administrative fees	7	270	404	405	405	403	420	440	461
Other sales	13 154	15 396	12 252	17 145	17 145	16 312	18 403	19 550	20 488
Of which									
Commission	4 304	7 271	4 444	7 400	7 400	7 570	7 807	8 235	8 630
Academic services	2 736	3 210	2 487	3 518	3 518	3 152	3 729	3 952	4 142
Laboratory services	1 862	1 283	1 611	2 607	2 607	1 675	2 763	2 928	3 069
Sale of goods	2 137	1 669	1 452	2 120	2 120	2 120	2 230	2 363	2 476
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	4	2	1	2	2	2	2	2	2
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	1	-	-	1	1	-	1	1	1
Interest, dividends and rent on land	79	56	91	21	21	398	22	23	24
Interest	79	56	91	21	21	398	22	23	24
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sale of capital assets	426	2 108	4 480	3 000	3 000	3 000	3 200	3 400	3 563
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	426	2 108	4 480	3 000	3 000	3 000	3 200	3 400	3 563
Transactions in financial assets and liabilities	3 222	1 050	1 905	625	625	625	659	695	728
Total	20 023	21 343	21 387	23 799	23 799	22 876	25 107	26 511	27 783

Estimates of Provincial Revenue and Expenditure

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		
	2016/17	2017/18	2018/19	2019/20	2019/20	2019/20	2020/21	2021/22	2022/23
Current payments	1 644 912	1 635 267	1 694 113	2 070 454	2 176 767	2 117 361	2 054 537	2 164 827	2 277 071
Compensation of employees	950 488	996 587	1 023 233	1 195 333	1 102 743	1 074 071	1 246 640	1 329 472	1 419 270
Salaries and wages	815 014	855 639	876 360	1 015 044	946 733	923 560	1 063 989	1 134 837	1 214 615
Social contributions	135 474	140 948	146 873	180 289	156 010	150 511	182 651	194 635	204 655
Goods and services	694 322	637 724	670 871	875 030	1 073 933	1 043 198	807 805	835 258	857 699
Administrative fees	2 654	2 624	3 289	2 468	4 449	4 776	2 618	2 766	2 891
Advertising	4 381	1 784	2 456	1 645	13 811	13 472	13 137	2 255	2 363
Minor assets	4 860	3 945	5 332	7 578	6 957	4 149	7 623	7 742	8 111
Audit cost: External	4 151	11 542	13 750	6 914	15 725	16 309	7 198	7 594	7 958
Bursaries: Employees	1 165	443	2 039	1 089	1 186	1 086	1 000	1 056	1 102
Catering: Departmental activities	3 507	3 787	2 287	4 679	5 104	4 517	4 791	4 682	4 872
Communication (G&S)	33 670	37 720	26 346	42 545	24 747	24 055	28 237	48 043	50 174
Computer services	46 014	70 014	49 418	60 678	63 964	61 890	65 217	68 681	71 753
Cons. and prof. serv.: Bus. and advisory services	7 247	945	4 469	825	8 779	8 370	550	580	608
Infrastructure and planning	51 467	44 180	64 011	72 034	106 463	128 975	96 323	94 383	99 293
Laboratory services	32	110	26	25	18	55	30	32	34
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 282	735	1 461	3 610	2 368	2 099	3 525	3 719	3 898
Contractors	29 763	33 502	34 057	47 869	57 321	53 083	49 264	49 390	51 631
Agency and support / outsourced services	10 721	10 659	10 265	19 512	14 402	13 167	23 021	26 985	27 733
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	35 414	38 453	42 366	42 565	43 191	41 685	45 053	47 235	49 502
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	6 059	358	7	4	44	3	5	5	5
Inventory: Farming supplies	193 417	116 553	117 727	226 729	319 440	330 890	109 487	102 971	91 094
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	1 976	2 212	2 297	3 543	4 616	4 288	3 934	4 150	4 350
Inventory: Learner and teacher support material	1 650	1 129	994	2 090	1 480	1 548	2 210	2 332	2 444
Inventory: Materials and supplies	6 496	7 646	14 772	26 745	69 129	27 339	21 592	22 760	24 117
Inventory: Medical supplies	254	797	1 536	1 071	2 351	1 077	1 027	1 084	1 136
Inventory: Medicine	32 577	27 924	29 114	10 500	15 283	25 353	11 607	12 246	12 833
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	3 469	-	-	-	-	-	-	-	-
Consumable supplies	23 947	22 443	14 901	24 038	32 507	23 715	29 042	27 745	28 477
Consumable: Stationery, printing and office supplies	3 977	4 771	4 111	8 729	7 555	4 844	10 331	9 778	10 231
Operating leases	30 603	29 237	33 757	51 867	36 504	34 340	46 890	50 700	53 607
Property payments	71 046	86 658	107 241	88 197	110 252	111 504	120 979	128 718	134 897
Transport provided: Departmental activity	340	-	352	10 356	737	-	-	-	-
Travel and subsistence	65 499	66 131	66 273	81 261	81 511	79 278	82 265	86 760	90 755
Training and development	5 725	2 575	5 128	15 315	12 914	8 984	9 452	9 463	9 882
Operating payments	8 754	7 535	10 997	9 331	10 774	11 751	10 414	10 353	10 850
Venues and facilities	2 195	1 207	92	1 168	295	582	966	1 032	1 079
Rental and hiring	10	105	-	50	56	14	17	18	19
Interest and rent on land	102	956	9	91	91	92	92	97	102
Interest	102	956	9	-	-	1	-	-	-
Rent on land	-	-	-	91	91	91	92	97	102
Transfers and subsidies	275 994	287 119	320 815	208 053	315 783	316 149	360 031	361 747	376 364
Provinces and municipalities	1 278	1 380	1 626	2 159	2 159	2 159	2 216	2 338	2 450
Provinces	1 278	1 328	1 601	2 121	2 121	2 121	2 176	2 296	2 406
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 278	1 328	1 601	2 121	2 121	2 121	2 176	2 296	2 406
Municipalities	-	52	25	38	38	38	40	42	44
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	52	25	38	38	38	40	42	44
Departmental agencies and accounts	97 000	123 184	122 649	129 357	136 485	136 485	198 188	208 390	217 724
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	97 000	123 184	122 649	129 357	136 485	136 485	198 188	208 390	217 724
Higher education institutions	3 000	44	92	-	100	100	99	99	99
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	155 526	136 592	171 426	66 773	160 340	160 340	149 670	140 730	145 412
Public corporations	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Private enterprises	82 021	69 268	89 068	4 679	98 246	98 246	149 670	140 730	145 412
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	82 021	69 268	89 068	4 679	98 246	98 246	149 670	140 730	145 412
Non-profit institutions	3 569	7 321	-	-	-	-	-	-	-
Households	15 621	18 598	25 022	9 764	16 699	17 065	9 858	10 190	10 679
Social benefits	11 605	15 630	22 077	4 564	11 453	11 819	4 558	4 809	5 040
Other transfers to households	4 016	2 968	2 945	5 200	5 246	5 246	5 300	5 381	5 639
Payments for capital assets	293 622	109 991	110 079	148 434	95 996	155 036	133 589	136 060	131 704
Buildings and other fixed structures	163 282	76 430	63 165	100 832	40 060	102 730	93 929	95 156	85 198
Buildings	6 650	37 766	26 159	57 740	24 367	47 893	64 599	53 603	54 944
Other fixed structures	156 632	38 664	37 006	43 092	15 693	54 837	29 330	41 553	30 254
Machinery and equipment	130 120	32 866	46 695	47 032	55 366	51 497	39 090	40 303	45 876
Transport equipment	18 030	21 260	31 174	21 923	29 423	29 423	22 776	24 046	25 134
Other machinery and equipment	112 090	11 606	15 521	25 109	25 943	22 074	16 314	16 257	20 742
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	169	695	219	570	570	570	570	601	630
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	51	-	-	-	-	239	-	-	-
Payments for financial assets	1 838	488	1 689	-	-	-	-	-	-
Total	2 216 366	2 032 865	2 126 696	2 426 941	2 588 546	2 588 546	2 548 157	2 662 634	2 785 139

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	412 181	443 038	446 646	507 458	541 316	524 724	596 173	634 371	669 634
Compensation of employees	192 245	205 016	213 402	241 093	231 553	224 111	266 205	282 198	300 075
Salaries and wages	165 772	178 040	185 227	206 102	199 557	195 089	231 004	245 100	260 482
Social contributions	26 473	26 976	28 175	34 991	31 996	29 022	35 201	37 098	39 593
Goods and services	219 850	238 022	233 241	266 365	309 763	300 613	329 968	352 173	369 559
Administrative fees	1 031	1 000	1 123	660	1 703	1 902	706	748	784
Advertising	4 309	1 767	2 423	1 605	13 603	13 264	13 102	2 218	2 324
Minor assets	1 922	218	123	2 073	1 143	533	2 341	2 169	2 274
Audit cost: External	4 019	11 542	13 750	6 764	15 660	16 309	7 038	7 425	7 781
Bursaries: Employees	1 144	443	2 039	869	1 086	1 086	900	950	996
Catering: Departmental activities	986	976	390	1 489	654	855	1 930	1 657	1 737
Communication (G&S)	22 503	24 840	17 406	33 272	15 917	15 262	18 860	38 145	39 976
Computer services	42 252	64 736	47 546	55 458	57 371	55 797	58 447	61 539	64 493
Cons. and prof. serv.: Bus. and advisory services	224	945	4 469	440	6 779	5 370	455	480	503
Infrastructure and planning	160	1 525	276	267	156	156	281	296	310
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 282	735	1 461	3 610	2 368	2 099	3 525	3 719	3 898
Contractors	11 257	16 424	16 257	15 927	15 053	15 290	12 962	13 810	14 473
Agency and support / outsourced services	270	795	45	10	484	484	20	21	22
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	32 342	7 403	9 435	7 270	7 717	7 243	7 952	8 093	8 481
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	2 641	355	-	-	-	-	-	-	-
Inventory: Farming supplies	25	-	135	545	545	237	590	622	652
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	1	2	-	-	1	3	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	3 056	-	-	22	-	-	23	24	25
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 712	13 151	3 168	5 764	8 250	4 384	9 931	6 690	7 011
Consumable: Stationery, printing and office supplies	2 150	2 596	1 923	4 298	3 726	2 004	5 916	5 117	5 362
Operating leases	27 710	25 642	29 672	47 579	31 834	30 232	42 358	45 924	48 609
Property payments	37 584	41 255	57 846	46 167	90 986	93 641	109 189	117 819	123 475
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	15 670	16 840	16 192	21 543	23 197	22 812	21 433	22 671	23 759
Training and development	3 724	1 964	1 126	5 645	5 706	3 856	6 128	6 465	6 775
Operating payments	980	2 638	6 344	4 566	5 810	7 780	5 491	5 159	5 407
Venues and facilities	886	170	92	522	8	8	373	394	413
Rental and hiring	10	60	-	-	6	6	17	18	19
Interest and rent on land	86	-	3	-	-	-	-	-	-
Interest	86	-	3	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	8 971	7 569	10 071	9 348	10 258	10 510	9 819	10 360	10 858
Provinces and municipalities	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Provinces	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 278	718	996	1 200	1 200	1 200	1 210	1 277	1 338
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	2 418	1 849	2 632	3 048	2 831	2 831	3 289	3 470	3 637
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	2 418	1 849	2 632	3 048	2 831	2 831	3 289	3 470	3 637
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	5 275	5 002	6 443	5 100	6 227	6 479	5 320	5 613	5 883
Social benefits	1 259	2 034	3 498	100	1 227	1 479	220	232	244
Other transfers to households	4 016	2 968	2 945	5 000	5 000	5 000	5 100	5 381	5 639
Payments for capital assets	34 448	25 685	32 574	50 295	40 295	42 872	52 852	55 758	57 203
Buildings and other fixed structures	6 650	3 184	6 485	29 345	19 345	19 345	30 959	32 662	32 998
Buildings	6 650	3 184	6 485	29 345	19 345	19 345	30 959	32 662	32 998
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	27 747	22 501	26 089	20 950	20 950	23 288	21 893	23 096	24 205
Transport equipment	16 050	18 832	24 468	18 323	18 323	18 323	19 331	20 394	21 373
Other machinery and equipment	11 697	3 669	1 621	2 627	2 627	4 965	2 562	2 702	2 832
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	51	-	-	-	-	239	-	-	-
Payments for financial assets	1 819	355	734	-	-	-	-	-	-
Total	457 419	476 647	490 025	567 101	591 869	578 106	658 844	700 489	737 695

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	1 221 290	1 175 394	1 231 665	1 531 164	1 608 891	1 567 185	1 372 642	1 435 943	1 503 407
Compensation of employees	750 131	779 552	798 491	942 894	851 789	831 391	934 298	992 457	1 055 252
Salaries and wages	641 834	666 661	680 909	799 121	729 320	710 997	788 425	836 594	891 966
Social contributions	108 297	112 891	117 582	143 773	122 469	120 394	145 873	155 863	163 286
Goods and services	471 143	395 838	433 168	588 179	757 011	735 702	438 252	443 389	448 053
Administrative fees	1 601	1 593	2 059	1 786	2 629	2 776	1 809	1 908	1 992
Advertising	72	17	33	30	208	208	35	37	39
Minor assets	2 899	3 727	5 201	5 476	5 767	3 605	5 267	5 557	5 820
Audit cost: External	132	-	-	150	65	-	160	169	177
Bursaries: Employees	21	-	-	100	100	-	100	106	106
Catering: Departmental activities	2 397	2 703	1 735	2 527	4 247	3 481	2 614	2 758	2 848
Communication (G&S)	10 926	12 679	8 801	9 104	8 783	8 746	9 296	9 808	10 101
Computer services	3 762	5 278	1 872	5 220	6 093	6 093	6 270	6 642	6 760
Cons. and prof. serv.: Bus. and advisory services	7 022	-	-	85	2 000	3 000	95	100	105
Infrastructure and planning	51 307	42 655	63 735	63 798	106 307	128 819	66 042	64 087	68 674
Laboratory services	32	110	26	25	18	55	30	32	34
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	18 345	16 826	17 489	31 867	41 760	35 183	35 652	34 830	36 308
Agency and support / outsourced services	10 451	9 864	10 220	17 064	13 843	12 583	20 881	24 834	25 571
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	3 064	31 048	32 899	35 295	35 474	34 442	37 101	39 142	41 021
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	3 418	3	7	4	44	3	5	5	5
Inventory: Farming supplies	193 392	116 553	117 592	226 184	318 895	330 653	108 897	102 349	90 442
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	1 975	2 210	2 297	3 543	4 615	4 285	3 934	4 150	4 350
Inventory: Learner and teacher support material	1 650	1 129	994	2 090	1 480	1 548	2 210	2 332	2 444
Inventory: Materials and supplies	3 439	7 305	14 772	26 723	69 129	27 339	21 569	22 736	24 092
Inventory: Medical supplies	254	797	1 536	1 071	2 351	1 077	1 027	1 084	1 136
Inventory: Medicine	32 577	27 924	29 114	10 500	15 283	25 353	11 607	12 246	12 833
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	3 469	-	-	-	-	-	-	-	-
Consumable supplies	21 608	8 376	10 489	17 701	22 356	18 156	17 546	19 162	19 749
Consumable: Stationery, printing and office supplies	1 796	2 118	2 102	4 384	3 694	2 745	4 317	4 556	4 753
Operating leases	2 826	3 409	3 934	4 100	4 490	3 959	4 316	4 553	4 768
Property payments	33 462	45 403	49 395	42 030	19 266	17 863	11 790	10 899	11 422
Transport provided: Departmental activity	-	-	-	10 356	737	-	-	-	-
Travel and subsistence	48 918	47 685	48 211	57 154	55 767	54 397	58 190	61 391	64 252
Training and development	2 001	611	4 002	5 041	6 586	4 832	2 423	2 568	2 647
Operating payments	7 418	4 897	4 653	4 684	4 937	3 959	4 911	5 181	5 429
Venues and facilities	909	873	-	87	87	534	158	167	175
Rental and hiring	-	45	-	-	-	8	-	-	-
Interest and rent on land	16	4	6	91	91	92	92	97	102
Interest	16	4	6	-	-	1	-	-	-
Rent on land	-	-	-	91	91	91	92	97	102
Transfers and subsidies	263 995	277 095	310 573	198 705	305 406	305 406	350 113	351 288	365 407
Provinces and municipalities	-	662	630	959	959	959	1 006	1 061	1 112
Provinces	-	610	605	921	921	921	966	1 019	1 068
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	610	605	921	921	921	966	1 019	1 068
Municipalities	-	52	25	38	38	38	40	42	44
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	52	25	38	38	38	40	42	44
Departmental agencies and accounts	94 582	121 335	120 017	126 309	133 654	133 654	194 899	204 920	214 087
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	94 582	121 335	120 017	126 309	133 654	133 654	194 899	204 920	214 087
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	155 526	134 368	171 426	66 773	160 340	160 340	149 670	140 730	145 412
Public corporations	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Private enterprises	82 021	67 044	89 068	4 679	98 246	98 246	149 670	140 730	145 412
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	82 021	67 044	89 068	4 679	98 246	98 246	149 670	140 730	145 412
Non-profit institutions	3 569	7 321	-	-	-	-	-	-	-
Households	10 318	13 409	18 500	4 664	10 453	10 453	4 538	4 577	4 796
Social benefits	10 318	13 409	18 500	4 464	10 207	10 207	4 338	4 577	4 796
Other transfers to households	-	-	-	200	246	246	200	-	-
Payments for capital assets	258 886	84 296	77 342	97 997	55 525	111 988	80 472	80 028	74 214
Buildings and other fixed structures	156 632	73 246	56 680	71 487	20 715	83 385	62 970	62 494	52 200
Buildings	-	34 582	19 674	28 395	5 022	28 548	33 640	20 941	21 946
Other fixed structures	156 632	38 664	37 006	43 092	15 693	54 837	29 330	41 553	30 254
Machinery and equipment	102 085	10 355	20 443	25 940	34 240	28 033	16 932	16 933	21 384
Transport equipment	1 980	2 428	6 706	3 600	11 100	11 100	3 445	3 652	3 761
Other machinery and equipment	100 105	7 927	13 737	22 340	23 140	16 933	13 487	13 281	17 623
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	169	695	219	570	570	570	570	601	630
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	19	133	3	-	-	-	-	-	-
Total	1 744 190	1 536 918	1 619 583	1 827 866	1 969 822	1 984 579	1 803 227	1 867 259	1 943 028

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

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2016/17	2017/18	2018/19	Appropriation	Appropriation	Estimate	2020/21	2021/22	2022/23
Current payments	72 580	73 318	72 580	93 191	89 291	83 588	91 640	91 821	94 863
Compensation of employees	27 947	27 152	26 275	40 118	32 469	29 846	37 277	39 747	42 291
Salaries and wages	25 432	24 681	23 736	34 529	28 681	26 922	33 109	35 330	37 616
Social contributions	2 515	2 471	2 539	5 589	3 788	2 924	4 168	4 417	4 675
Goods and services	44 633	46 166	46 305	53 073	56 822	53 742	54 363	52 074	52 572
Administrative fees	155	126	156	166	215	177	171	180	188
Advertising	53	-	-	-	-	-	-	-	-
Minor assets	114	389	132	-	254	577	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	202	457	636	750	1 022	1 136	750	791	791
Communication (G&S)	784	724	246	449	300	247	472	498	522
Computer services	-	928	456	-	500	500	-	-	-
Cons. and prof. serv.: Bus. and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	30 620	28 339	30 203	35 368	36 692	34 714	35 572	32 703	32 413
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	7	3	-	50	344	188	50	53	56
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	94	93	61	89	55	47	100	106	111
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	2 910	-	-	-	-	-	-	-	-
Inventory: Farming supplies	916	5 977	4 475	3 269	2 263	3 419	3 874	3 983	4 145
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	424	2 866	2 319	3 750	5 961	4 696	3 750	3 956	4 133
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	3 266	2 142	2 703	4 025	3 722	3 603	4 238	4 121	4 272
Consumable: Stationery, printing and office supplies	126	103	77	329	90	60	360	380	398
Operating leases	170	259	261	320	223	205	330	348	365
Property payments	-	-	730	-	79	79	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	4 631	3 565	3 674	4 163	4 643	3 683	4 319	4 557	4 763
Training and development	76	139	116	192	247	147	192	203	211
Operating payments	85	56	60	153	212	264	185	195	204
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	1 631	1 241	426	2 119	2 015	1 815	1 919	2 025	2 122
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	1 604	659	-	1 919	1 815	1 815	1 919	2 025	2 122
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	1 604	659	-	1 919	1 815	1 815	1 919	2 025	2 122
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	1 604	659	-	1 919	1 815	1 815	1 919	2 025	2 122
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	27	582	426	200	200	-	-	-	-
Social benefits	27	582	426	200	200	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	185	773	1 180	1 080	1 080	1 080	1 019	1 075	1 103
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	185	773	1 180	1 080	1 080	1 080	1 019	1 075	1 103
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	185	773	1 180	1 080	1 080	1 080	1 019	1 075	1 103
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	8	-	-	-	-	-	-	-
Total	74 396	75 340	74 186	96 390	92 386	86 483	94 578	94 921	98 088

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		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	741 124	642 349	711 114	906 444	1 048 227	984 531	789 629	819 377	852 385
Compensation of employees	426 763	431 089	463 329	512 091	494 261	482 363	532 685	564 400	599 785
Salaries and wages	363 259	367 145	394 337	433 262	423 729	412 393	446 998	472 832	505 119
Social contributions	63 504	63 944	68 992	78 829	70 532	69 970	85 687	91 568	94 666
Goods and services	314 349	211 258	247 780	394 353	553 966	502 167	256 944	254 977	252 600
Administrative fees	477	535	890	486	1 171	1 104	460	485	501
Advertising	-	-	33	-	208	208	-	-	-
Minor assets	2 325	2 649	3 814	5 054	3 338	615	4 887	5 156	5 400
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	21	-	-	100	100	-	100	106	106
Catering: Departmental activities	2 135	2 203	945	1 665	1 346	1 531	1 739	1 835	1 919
Communication (G&S)	8 779	10 547	6 799	7 188	7 188	7 222	7 291	7 692	7 884
Computer services	3 112	3 036	-	4 200	4 200	4 200	5 225	5 539	5 605
Cons. and prof. serv.: Bus. and advisory services	7 022	-	-	-	2 000	3 000	-	-	-
Infrastructure and planning	20 687	14 316	33 532	28 430	69 615	94 105	30 470	31 384	36 261
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	12 122	10 752	9 771	24 676	29 813	28 015	28 784	27 584	28 713
Agency and support / outsourced services	232	5	-	-	-	-	6 000	6 350	6 200
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	95	28 352	30 436	32 133	33 212	32 717	33 675	35 527	37 232
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	49	-	-	-	-	-	-	-	-
Inventory: Farming supplies	183 940	73 579	81 868	187 492	276 258	257 646	68 869	60 224	46 325
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	68	279	202	299	1 248	1 691	314	331	347
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	1 856	2 183	10 473	19 643	58 566	14 928	14 555	15 336	16 350
Inventory: Medical supplies	-	-	-	-	1 313	-	-	-	-
Inventory: Medicine	865	32	15	542	-	38	571	602	630
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	15 550	1 106	866	5 920	10 184	6 074	5 905	7 230	7 291
Consumable: Stationery, printing and office supplies	1 073	1 019	773	2 118	1 935	752	1 944	2 051	2 128
Operating leases	1 649	1 868	2 429	2 199	2 250	2 301	2 283	2 409	2 521
Property payments	18 543	29 527	30 416	24 105	10 798	10 103	8 332	7 630	7 996
Transport provided: Departmental activity	-	-	-	10 356	737	-	-	-	-
Travel and subsistence	26 021	25 630	28 893	30 256	30 256	29 784	30 563	32 244	33 719
Training and development	1 925	48	2 652	4 849	5 588	3 836	2 231	2 365	2 436
Operating payments	4 894	2 719	2 983	2 555	2 555	1 763	2 688	2 836	2 972
Venues and facilities	909	873	-	87	87	534	58	61	64
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	12	2	5	-	-	1	-	-	-
Interest	12	2	5	-	-	1	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	255 248	263 660	306 407	195 554	300 458	300 294	347 050	348 056	362 021
Provinces and municipalities	-	610	605	921	921	921	966	1 019	1 068
Provinces	-	610	605	921	921	921	966	1 019	1 068
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	610	605	921	921	921	966	1 019	1 068
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	94 581	121 334	120 014	126 308	133 653	133 653	194 898	204 919	214 086
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	94 581	121 334	120 014	126 308	133 653	133 653	194 898	204 919	214 086
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	153 922	133 709	171 426	64 854	158 525	158 525	147 751	138 705	143 290
Public corporations	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	73 505	67 324	82 358	62 094	62 094	62 094	-	-	-
Private enterprises	80 417	66 385	89 068	2 760	96 431	96 431	147 751	138 705	143 290
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	80 417	66 385	89 068	2 760	96 431	96 431	147 751	138 705	143 290
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 745	8 007	14 362	3 471	7 359	7 195	3 435	3 413	3 577
Social benefits	6 745	8 007	14 362	3 271	7 159	6 995	3 235	3 413	3 577
Other transfers to households	-	-	-	200	200	200	200	-	-
Payments for capital assets	236 884	52 644	59 483	66 028	26 191	77 275	45 076	45 767	38 332
Buildings and other fixed structures	138 141	48 272	45 990	51 564	4 290	61 562	39 131	40 425	29 072
Buildings	-	9 608	9 423	9 541	1 428	8 661	10 870	-	-
Other fixed structures	138 141	38 664	36 567	42 023	2 862	52 901	28 261	40 425	29 072
Machinery and equipment	98 692	4 162	13 493	14 464	21 901	15 713	5 945	5 342	9 260
Transport equipment	1 980	2 428	6 706	3 600	11 100	11 100	3 445	3 652	3 761
Other machinery and equipment	96 712	1 734	6 787	10 864	10 801	4 613	2 500	1 690	5 499
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	51	210	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	9	113	2	-	-	-	-	-	-
Total	1 233 265	958 766	1 077 006	1 168 026	1 374 876	1 362 100	1 181 755	1 213 200	1 252 738

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23
Current payments	164 274	196 081	205 904	210 175	205 686	253 046	215 180	228 427	241 771
Compensation of employees	115 526	122 192	133 637	153 783	138 267	139 476	156 532	166 552	176 925
Salaries and wages	98 805	104 392	113 938	131 167	117 749	118 976	133 570	142 034	150 773
Social contributions	16 721	17 800	19 699	22 616	20 518	20 500	22 962	24 518	26 152
Goods and services	48 748	73 889	72 267	56 392	67 419	113 570	58 648	61 875	64 846
Administrative fees	516	387	378	538	565	637	543	573	601
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	153	312	26	110	355	698	126	133	139
Audit cost: External	132	-	-	150	65	-	160	169	177
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	4	95	30	23	-	40	42	44
Communication (G&S)	441	471	835	398	452	452	415	438	459
Computer services	13	645	505	280	350	350	300	317	332
Cons. and prof. serv.: Bus. and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	27	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	844	759	946	662	793	1 101	557	588	616
Agency and support / outsourced services	566	719	484	1 399	971	433	1 422	1 500	1 572
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	39	-	-	-	40	-	-	-	-
Inventory: Farming supplies	972	28 968	23 894	23 244	28 959	58 999	24 032	25 354	26 571
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	78	219	323	204	315	293	215	227	238
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	12	633	248	-	314	5 831	-	-	-
Inventory: Medical supplies	242	770	1 531	1 008	1 008	1 047	959	1 012	1 061
Inventory: Medicine	31 595	27 536	28 442	9 298	14 539	24 648	10 344	10 913	11 437
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	2 509	-	-	-	-	-	-	-	-
Consumable supplies	118	2 504	4 157	3 838	4 040	4 169	3 664	3 866	4 052
Consumable: Stationery, printing and office supplies	240	313	375	765	630	874	760	802	840
Operating leases	93	171	196	262	496	260	263	277	290
Property payments	142	203	211	201	224	174	209	220	231
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	8 166	7 906	8 663	12 798	12 055	12 595	13 364	14 099	14 776
Training and development	-	2	5	-	-	-	-	-	-
Operating payments	1 877	1 340	953	1 207	1 225	1 009	1 275	1 345	1 410
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	1 415	3 147	1 663	876	922	951	978	1 032	1 081
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1	1	3	1	1	1	1	1	1
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	1	1	3	1	1	1	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	1 414	3 146	1 660	875	921	950	977	1 031	1 080
Social benefits	1 414	3 146	1 660	875	875	904	977	1 031	1 080
Other transfers to households	-	-	-	-	46	46	-	-	-
Payments for capital assets	10 644	1 622	483	1 009	1 009	2 302	1 042	1 099	1 152
Buildings and other fixed structures	9 912	1 110	35	-	-	1 312	-	-	-
Buildings	-	1 110	35	-	-	1 293	-	-	-
Other fixed structures	9 912	-	-	-	-	19	-	-	-
Machinery and equipment	732	512	448	1 009	1 009	990	1 042	1 099	1 152
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	732	512	448	1 009	1 009	990	1 042	1 099	1 152
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	176 333	200 850	208 050	212 060	207 617	256 299	217 200	230 558	244 004

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		
	2016/17	2017/18	2018/19	Appropriation	Appropriation	Estimate	2020/21	2021/22	2022/23
Current payments	166 664	181 020	151 523	209 782	163 245	150 831	167 374	178 117	189 300
Compensation of employees	133 196	147 684	118 056	168 760	122 652	119 133	135 436	144 655	154 233
Salaries and wages	114 383	126 503	100 140	142 683	104 261	101 034	113 247	120 917	128 858
Social contributions	18 813	21 181	17 916	26 077	18 391	18 099	22 189	23 738	25 375
Goods and services	33 465	33 335	33 466	40 931	40 502	31 607	31 846	33 365	34 965
Administrative fees	93	111	141	119	197	206	125	132	138
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	136	184	529	312	778	668	254	268	281
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	48	24	46	82	65	65	85	90	94
Communication (G&S)	327	299	453	326	363	363	339	358	375
Computer services	586	432	457	500	547	547	500	528	553
Cons. and prof. serv.: Bus. and advisory services	-	-	-	85	-	-	95	100	105
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	32	83	26	25	18	18	30	32	34
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	5 011	4 913	6 479	5 704	10 116	5 575	5 461	5 761	6 038
Agency and support / outsourced services	41	29	100	210	200	171	220	232	243
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	471	487	437	457	434	434	479	505	529
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	392	-	1	-	-	-	-	-	-
Inventory: Farming supplies	5 614	6 383	5 379	8 244	8 876	8 209	7 987	8 426	8 830
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	1 780	1 711	1 753	2 955	2 902	2 151	3 315	3 497	3 665
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	1 097	1 505	1 538	3 200	3 978	1 578	3 124	3 296	3 454
Inventory: Medical supplies	12	27	5	63	30	30	68	72	75
Inventory: Medicine	61	308	356	370	441	364	392	414	434
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	960	-	-	-	-	-	-	-	-
Consumable supplies	2 189	2 009	2 245	3 193	3 567	3 555	2 979	3 143	3 294
Consumable: Stationery, printing and office supplies	227	235	188	349	208	211	392	414	434
Operating leases	323	408	467	514	531	365	532	561	588
Property payments	7 307	7 896	9 530	9 284	3 187	3 076	539	335	351
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	6 298	5 942	3 125	4 480	3 845	3 819	4 489	4 736	4 963
Training and development	-	-	-	-	1	1	-	-	-
Operating payments	460	304	211	459	218	193	441	465	487
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	45	-	-	-	8	-	-	-
Interest and rent on land	3	1	1	91	91	91	92	97	102
Interest	3	1	1	-	-	-	-	-	-
Rent on land	-	-	-	91	91	91	92	97	102
Transfers and subsidies to	1 661	942	1 543	118	1 877	1 877	126	133	139
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	1 661	942	1 543	118	1 877	1 877	126	133	139
Social benefits	1 661	942	1 543	118	1 877	1 877	126	133	139
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	2 550	5 490	6 453	16 776	12 690	16 776	16 970	17 903	18 762
Buildings and other fixed structures	182	347	1 613	7 119	3 033	7 119	7 474	7 885	8 263
Buildings	-	347	1 174	7 119	719	6 719	7 474	7 885	8 263
Other fixed structures	182	-	439	-	2 314	400	-	-	-
Machinery and equipment	2 250	4 658	4 621	9 087	9 087	9 087	8 926	9 417	9 869
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	2 250	4 658	4 621	9 087	9 087	9 087	8 926	9 417	9 869
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	118	485	219	570	570	570	570	601	630
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	6	5	1	-	-	-	-	-	-
Total	170 881	187 457	159 520	226 676	177 812	169 484	184 470	196 153	208 201

Table 3.I : Details of payments and estimates by economic classification - Sub-programme: Agricultural Economic Services

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2016/17	2017/18	2018/19	Appropriation	Appropriation	Estimate	2020/21	2021/22	2022/23
					2019/20				
Current payments	4 978	9 180	7 956	11 540	10 830	8 234	13 850	14 752	15 675
Compensation of employees	4 147	7 826	7 262	9 823	9 113	7 296	11 975	12 773	13 601
Salaries and wages	3 864	7 177	6 537	8 606	8 041	6 526	10 744	11 462	12 206
Social contributions	283	649	725	1 217	1 072	770	1 231	1 311	1 395
Goods and services	831	1 354	694	1 717	1 717	938	1 875	1 979	2 074
Administrative fees	10	31	15	13	17	20	14	15	16
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	1	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	12	7	1	-	0	-	-	-	-
Communication (G&S)	121	146	83	135	135	135	141	149	156
Computer services	-	-	-	-	-	-	-	-	-
Cons. and prof. serv.: Bus. and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	1	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	40	19	35	47	47	47	50	53	56
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	3	3	6	4	4	3	5	5	5
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	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	60	120	120	36	125	132	138
Consumable: Stationery, printing and office supplies	-	12	39	28	28	15	31	33	35
Operating leases	4	58	49	55	55	51	58	61	64
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	606	1 048	395	1 315	1 262	587	1 351	1 425	1 493
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	1	10	-	49	44	-	-	-
Venues and facilities	-	-	-	-	-	-	100	106	111
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	69	109	407	-	-	-	-	-	-
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	69	109	407	-	-	-	-	-	-
Social benefits	69	109	407	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	5 047	9 289	8 363	11 540	10 830	8 234	13 850	14 752	15 675

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

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2016/17	2017/18	2018/19	Appropriation	Appropriation	Estimate	2020/21	2021/22	2022/23
Current payments	71 670	73 446	82 588	100 032	91 612	86 955	94 969	103 449	109 413
Compensation of employees	42 552	43 609	49 932	58 319	55 027	53 277	60 393	64 330	68 417
Salaries and wages	36 091	36 763	42 221	48 874	46 859	45 146	50 757	54 019	57 394
Social contributions	6 461	6 846	7 711	9 445	8 168	8 131	9 636	10 311	11 023
Goods and services	29 117	29 836	32 656	41 713	36 585	33 678	34 576	39 119	40 996
Administrative fees	350	403	479	464	464	632	496	523	548
Advertising	19	17	-	30	-	-	35	37	39
Minor assets	171	193	699	-	1 042	1 047	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	8	12	-	1 791	749	-	-	-
Communication (G&S)	474	492	385	608	345	327	638	673	705
Computer services	51	237	454	240	496	496	245	258	270
Cons. and prof. serv.: Bus. and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	37	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	360	399	293	775	694	304	800	844	885
Agency and support / outsourced services	9 612	9 111	9 636	15 455	12 672	11 979	13 239	16 752	17 556
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	2 364	2 097	1 930	2 569	1 726	1 197	2 797	2 951	3 093
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	25	-	-	-	-	-	-	-	-
Inventory: Farming supplies	1 950	1 646	1 976	3 935	2 539	2 380	4 135	4 362	4 571
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	48	1	19	85	150	150	90	95	100
Inventory: Learner and teacher support material	1 650	1 129	994	2 090	1 480	1 548	2 210	2 332	2 444
Inventory: Materials and supplies	44	118	194	130	310	306	140	148	155
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	56	48	301	290	303	303	300	317	332
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	458	586	468	605	723	719	635	670	702
Consumable: Stationery, printing and office supplies	130	436	650	795	803	833	830	876	918
Operating leases	587	645	532	750	935	777	850	897	940
Property payments	7 470	7 777	8 508	8 440	4 978	4 431	2 710	2 714	2 844
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	3 196	3 594	3 461	4 142	3 706	3 929	4 104	4 330	4 538
Training and development	-	422	1 229	-	750	848	-	-	-
Operating payments	102	477	436	310	678	686	322	340	356
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	1	1	-	-	-	-	-	-	-
Interest	1	1	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	3 971	7 996	127	38	134	469	40	42	44
Provinces and municipalities	-	52	25	38	38	38	40	42	44
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	52	25	38	38	38	40	42	44
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	52	25	38	38	38	40	42	44
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	3 569	7 321	-	-	-	-	-	-	-
Households	402	623	102	-	96	431	-	-	-
Social benefits	402	623	102	-	96	431	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	8 623	23 767	9 743	13 104	14 555	14 555	16 365	14 184	14 865
Buildings and other fixed structures	8 397	23 517	9 042	12 804	13 392	13 392	16 365	14 184	14 865
Buildings	-	23 517	9 042	11 735	2 875	11 875	15 296	13 056	13 683
Other fixed structures	8 397	-	-	1 069	10 517	1 517	1 069	1 128	1 182
Machinery and equipment	226	250	701	300	1 163	1 163	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	226	250	701	300	1 163	1 163	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	4	7	-	-	-	-	-	-	-
Total	84 268	105 216	92 458	113 174	106 301	101 979	111 374	117 675	124 322

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	11 441	16 835	15 802	31 832	26 560	25 452	85 722	94 513	104 030
Compensation of employees	8 112	12 019	11 340	11 346	19 401	18 569	46 137	54 817	63 943
Salaries and wages	7 408	10 938	10 224	9 821	17 856	17 474	44 560	53 143	62 167
Social contributions	704	1 081	1 116	1 525	1 545	1 095	1 577	1 674	1 776
Goods and services	3 329	3 864	4 462	20 486	7 159	6 883	39 585	39 696	40 087
Administrative fees	22	31	107	22	117	98	103	110	115
Advertising	-	-	-	10	-	-	-	-	-
Minor assets	39	-	8	29	47	11	15	16	17
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	120	-	-	-	-	-
Catering: Departmental activities	124	108	162	663	203	181	247	267	287
Communication (G&S)	241	201	139	169	47	47	81	90	97
Computer services	-	-	-	-	500	-	500	500	500
Cons. and prof. serv.: Bus. and advisory services	1	-	-	300	-	-	-	-	-
Infrastructure and planning	-	-	-	7 969	-	-	30 000	30 000	30 309
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	161	252	311	75	508	2 610	650	750	850
Agency and support / outsourced services	-	-	-	2 438	75	100	2 120	2 130	2 140
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	8	2	32	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
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	1 244	573	1 901	1 175	1 565	1 893	1 717
Consumable: Stationery, printing and office supplies	31	57	86	47	135	95	98	105	116
Operating leases	67	186	151	188	180	149	216	223	230
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	340	-	352	-	-	-	-	-	-
Travel and subsistence	911	1 606	1 870	2 564	2 547	2 069	2 642	2 698	2 744
Training and development	-	-	-	4 629	622	296	901	430	460
Operating payments	356	-	-	81	27	12	12	13	14
Venues and facilities	400	164	-	559	200	40	435	471	491
Rental and hiring	-	-	-	50	50	-	-	-	-
Interest and rent on land	-	952	-	-	-	-	-	-	-
Interest	-	952	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 028	2 455	171	-	119	233	99	99	99
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	-	100	100	99	99	99
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	2 224	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	2 224	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	2 224	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	28	187	79	-	19	133	-	-	-
Social benefits	28	187	79	-	19	133	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	288	10	163	142	176	176	265	274	287
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	288	10	163	142	176	176	265	274	287
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	288	10	163	142	176	176	265	274	287
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	952	-	-	-	-	-	-
Total	14 757	19 300	17 088	31 974	26 855	25 861	86 086	94 886	104 416

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

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2016/17	2017/18	2018/19	Appropriation	Appropriation	Estimate	2020/21	2021/22	2022/23
Current payments	154 476	90 828	143 740	205 418	275 482	239 178	90 475	115 505	131 490
Compensation of employees	19 296	21 000	24 129	25 844	18 344	21 927	33 356	35 242	36 856
Salaries and wages	19 296	21 000	24 129	25 844	18 344	21 927	33 356	35 242	36 856
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	135 180	69 828	119 611	179 574	257 138	217 251	57 119	80 263	94 634
Administrative fees	109	103	248	131	221	221	131	139	143
Advertising	48	-	-	-	-	-	250	165	170
Minor assets	713	245	719	62	58	58	1 620	597	599
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	21	-	-	100	-	-	-	-	-
Catering: Departmental activities	375	1 126	636	827	1 820	1 820	827	873	875
Communication (G&S)	4 631	6 815	2 963	3 500	4 320	4 320	4 620	4 897	4 944
Computer services	3 111	3 036	-	4 200	4 200	4 200	5 225	5 539	5 605
Cons. and prof. serv.: Bus. and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	30 758	29 008	38 536	88 803	67 194	45 659	29 662	32 640	34 569
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	6 365	2 952	2 074	247	4 584	4 584	700	742	764
Agency and support / outsourced services	2 242	1 385	3 232	6 607	4 256	4 256	6 000	6 350	6 200
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 216	-	-	-	-	-	-	-	-
Inventory: Farming supplies	76 013	19 331	60 665	59 080	149 089	130 568	924	21 091	33 364
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	40	-	123	-	127	127	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	1 771	1 321	2 724	3 263	5 682	5 851	250	264	264
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	4	32	26	12	217	217	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	2 729	2 184	1 575	6 061	9 156	9 156	3 257	3 096	3 160
Consumable: Stationery, printing and office supplies	-	114	-	415	-	-	-	-	-
Operating leases	47	98	38	80	80	80	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 285	673	1 903	1 695	1 685	1 685	1 380	1 461	1 497
Training and development	2 794	527	3 881	4 491	4 449	4 449	2 273	2 409	2 480
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	908	878	268	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	36 593	68 351	75 340	29 863	96 245	93 713	144 866	135 690	140 130
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	10 500	27 087	18 000	29 863	2 532	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	10 500	27 087	18 000	29 863	2 532	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	26 093	41 264	57 340	-	93 713	93 713	144 866	135 690	140 130
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	26 093	41 264	57 340	-	93 713	93 713	144 866	135 690	140 130
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	26 093	41 264	57 340	-	93 713	93 713	144 866	135 690	140 130
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	109 434	65 774	45 527	56 583	14 111	52 947	61 686	63 377	52 697
Buildings and other fixed structures	72 812	62 516	31 936	48 204	(2 568)	38 342	55 341	57 607	46 770
Buildings	-	29 587	10 979	18 804	(25 844)	5 724	27 080	17 182	17 698
Other fixed structures	72 812	32 929	20 957	29 400	23 276	32 618	28 261	40 425	29 072
Machinery and equipment	36 622	3 258	13 591	8 379	16 679	14 605	6 345	5 770	5 927
Transport equipment	10 030	2 428	6 706	3 600	15 605	9 700	3 445	3 652	3 761
Other machinery and equipment	26 592	830	6 885	4 779	1 074	4 905	2 900	2 118	2 166
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	300 503	224 953	264 607	291 864	385 838	385 838	297 027	314 572	324 317

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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	93 878	44 173	67 463	138 405	190 705	146 619	59 566	61 531	63 377
Compensation of employees	19 296	21 000	24 129	25 844	18 344	21 927	33 356	35 242	36 856
Salaries and wages	19 296	21 000	24 129	25 844	18 344	21 927	33 356	35 242	36 856
Goods and services	74 582	23 173	43 334	112 561	172 361	124 692	26 210	26 289	26 521
Administrative fees	109	97	209	117	196	196	117	124	128
Advertising	-	-	-	-	-	-	250	165	170
Minor assets	660	54	413	62	-	-	1 620	597	599
Bursaries: Employees	21	-	-	100	-	-	-	-	-
Catering: Departmental activities	182	669	-	77	686	686	77	82	84
Communication (G&S)	4 631	6 815	2 963	3 500	4 320	4 320	4 620	4 897	4 944
Computer services	3 111	3 036	-	4 200	4 200	4 200	5 225	5 539	5 605
Infrastructure and planning	13 244	2 327	2 317	55 389	31 485	3 950	2 000	2 121	2 184
Contractors	-	2 952	-	247	3 436	3 436	700	742	764
Agency and support / outsourced services	2 242	1 385	3 232	6 607	4 256	4 256	6 000	6 350	6 200
Inventory: Farming supplies	46 105	2 485	28 259	28 054	106 217	86 083	250	-	-
Inventory: Materials and supplies	-	1 069	586	3 013	3 700	3 700	-	-	-
Inventory: Medicine	4	32	26	12	217	217	-	-	-
Consumable supplies	-	256	101	4 804	7 684	7 684	2 000	2 120	2 184
Consumable: Stationery, printing and office supplies	-	114	-	415	-	-	-	-	-
Operating leases	47	98	38	80	80	80	-	-	-
Travel and subsistence	554	436	1 041	1 435	1 435	1 435	1 120	1 187	1 223
Training and development	2 764	470	3 881	4 449	4 449	4 449	2 231	2 365	2 436
Venues and facilities	908	878	268	-	-	-	-	-	-
Transfers and subsidies	36 593	68 351	75 340	29 863	86 610	93 713	123 335	135 690	140 130
Departmental agencies and accounts	10 500	27 087	18 000	29 863	2 532	-	-	-	-
Entities receiving funds	10 500	27 087	18 000	29 863	2 532	-	-	-	-
Public corporations and private enterprises	26 093	41 264	57 340	-	84 078	93 713	123 335	135 690	140 130
Private enterprises	26 093	41 264	57 340	-	84 078	93 713	123 335	135 690	140 130
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	26 093	41 264	57 340	-	84 078	93 713	123 335	135 690	140 130
Payments for capital assets	91 684	47 411	28 159	31 083	(9 660)	27 323	23 545	22 424	23 097
Buildings and other fixed structures	56 918	44 531	15 476	23 204	(25 844)	13 044	18 600	17 182	17 698
Buildings	-	29 587	10 509	18 804	(25 844)	5 724	17 060	17 182	17 698
Other fixed structures	56 918	14 944	4 967	4 400	-	7 320	1 540	-	-
Machinery and equipment	34 766	2 880	12 683	7 879	16 184	14 279	4 945	5 242	5 399
Transport equipment	10 030	2 428	6 706	3 600	15 605	9 700	3 445	3 652	3 761
Other machinery and equipment	24 736	452	5 977	4 279	579	4 579	1 500	1 590	1 638
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	222 155	159 935	170 962	199 351	267 655	267 655	206 446	219 645	226 604

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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	46 126	26 555	51 195	50 253	65 315	72 928	14 061	41 480	55 256
Goods and services	46 126	26 555	51 195	50 253	65 315	72 928	14 061	41 480	55 256
Minor assets	-	-	248	-	58	58	-	-	-
Infrastructure and planning	6 961	12 128	19 621	19 901	23 134	29 134	14 061	20 996	22 499
Contractors	6 365	-	2 074	-	1 148	1 148	-	-	-
Inventory: Farming supplies	29 035	14 427	28 444	30 352	40 199	41 812	-	20 484	32 757
Inventory: Chemicals, fuel, oil, gas, wood and coal	40	-	123	-	127	127	-	-	-
Inventory: Materials and supplies	1 771	-	685	-	649	649	-	-	-
Consumable supplies	1 954	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	9 635	-	21 531	-	-
Public corporations and private enterprises	-	-	-	-	9 635	-	21 531	-	-
Private enterprises	-	-	-	-	9 635	-	21 531	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	9 635	-	21 531	-	-
Payments for capital assets	17 750	17 985	16 460	25 000	23 276	25 298	37 641	40 425	29 072
Buildings and other fixed structures	15 894	17 985	16 460	25 000	23 276	25 298	36 741	40 425	29 072
Buildings	-	-	470	-	-	-	10 020	-	-
Other fixed structures	15 894	17 985	15 990	25 000	23 276	25 298	26 721	40 425	29 072
Machinery and equipment	1 856	-	-	-	-	-	900	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	1 856	-	-	-	-	-	900	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	63 876	44 540	67 655	75 253	98 226	98 226	73 233	81 905	84 328

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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	10 632	11 634	17 774	11 918	14 620	14 789	12 201	12 494	12 857
Goods and services	10 632	11 634	17 774	11 918	14 620	14 789	12 201	12 494	12 857
Administrative fees	-	6	39	14	25	25	14	15	15
Advertising	48	-	-	-	-	-	-	-	-
Minor assets	53	191	58	-	-	-	-	-	-
Catering: Departmental activities	193	457	636	750	1 134	1 134	750	791	791
Infrastructure and planning	7 331	7 951	10 592	9 102	8 120	8 120	9 385	9 523	9 886
Inventory: Clothing material and accessories	701	-	-	-	-	-	-	-	-
Inventory: Farming supplies	770	1 476	3 699	575	2 432	2 432	575	607	607
Inventory: Materials and supplies	-	252	1 055	250	1 333	1 502	250	264	264
Consumable supplies	775	1 007	833	925	1 326	1 326	925	976	976
Travel and subsistence	731	237	862	260	250	250	260	274	274
Training and development	30	57	-	42	-	-	42	44	44
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	378	908	500	495	326	500	528	528
Machinery and equipment	-	378	908	500	495	326	500	528	528
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	378	908	500	495	326	500	528	528
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	10 632	12 012	18 682	12 418	15 115	15 115	12 701	13 022	13 385

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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Current payments	3 840	8 466	7 308	4 842	4 842	4 842	4 647	-	-
Goods and services	3 840	8 466	7 308	4 842	4 842	4 842	4 647	-	-
Infrastructure and planning	3 222	6 602	6 006	4 411	4 455	4 455	4 216	-	-
Inventory: Clothing material and accessories	515	-	-	-	-	-	-	-	-
Inventory: Farming supplies	103	943	263	99	241	241	99	-	-
Inventory: Materials and supplies	-	-	398	-	-	-	-	-	-
Consumable supplies	-	921	641	332	146	146	332	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 840	8 466	7 308	4 842	4 842	4 842	4 647	-	-

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17*	2017/18*	2018/19*	2019/20			2020/21	2021/22	2022/23
Revenue									
Tax revenue	-	-	-	-	-	-	-	-	-
Non-tax revenue	135 634	150 265	166 176	128 588	161 810	161 810	189 854	199 862	208 697
Sale of goods and services other than capital assets	845	1 041	651	80	179	179	277	293	307
Entity revenue other than sales	357	1 396	2 300	2 200	2 000	2 000	2 679	2 850	2 996
Transfers received	134 402	147 822	163 225	126 308	159 631	159 631	186 898	196 719	205 394
Of which:									
DARD	94 581	121 334	120 014	126 308	133 653	133 653	129 389	135 807	141 657
COGTA	14 550	-	-	-	-	-	-	-	-
Other transfers: Mjindi	-	-	-	-	-	-	65 509	69 112	72 429
Roll-over: DARD	21 367	17 984	36 858	-	24 650	24 650	-	-	-
Roll-over: COGTA	3 904	8 504	6 353	-	1 328	1 328	(8 000)	(8 200)	(8 692)
Sale of capital assets	30	6	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Other non-tax revenue	-	-	-	-	-	-	-	-	-
Total revenue	135 634	150 265	166 176	128 588	161 810	161 810	189 854	199 862	208 697
Expenses									
Programmes									
1. Finance and Administration	38 685	40 396	42 054	51 316	55 684	55 684	65 615	69 988	73 232
2. Comprehensive Capacity Building	9 020	11 101	2 056	3 150	4 051	4 051	32 736	33 079	34 878
3. Enterprise and Value Chain Development	400	23 943	23 530	16 834	30 505	30 505	17 928	19 093	20 048
4. Infrastructure Development	68 501	33 393	73 000	57 288	71 570	71 570	73 256	77 702	80 539
Total	116 606	108 833	140 640	128 588	161 810	161 810	189 535	199 862	208 697
Economic classification									
Current expenses	116 227	107 182	138 297	128 288	160 492	160 492	189 085	199 389	208 202
Compensation of employees	19 377	22 350	24 060	33 238	32 114	32 114	41 528	43 178	45 330
Goods and services	96 850	84 832	114 237	95 050	128 378	128 378	147 557	156 211	162 872
Interest on rent and land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	379	1 651	2 343	300	1 318	1 318	450	473	495
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total expenses	116 606	108 833	140 640	128 588	161 810	161 810	189 535	199 862	208 697
Surplus / (Deficit)	19 028	41 432	25 536	-	-	-	319	-	-
Adjustments for Surplus / (Deficit)	(19 028)	(41 432)	(25 536)	-	-	-	(319)	-	-
Accumulated reserves	6 404	(5 277)	-	-	-	-	(319)	-	-
Roll-over: various	(26 488)	(28 382)	(25 978)	-	-	-	-	-	-
Non-cash items	1 056	(7 773)	442	-	-	-	-	-	-
Surplus / (Deficit) after adjustments	-	-	-	-	-	-	-	-	-

*Note: The budget from 2020/21 onward provides for the merger of Mjindi into ADA. Prior year figures have not been restated.

Table 3.R : Personnel summary for ADA

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Board members									
Personnel cost (R thousand)	2 152	1 536	1 337	1 815	1 400	1 400	2 521	2 644	2 774
Personnel numbers (head count)	8	9	9	9	9	9	17	17	17
Unit cost	269	171	149	202	156	156	148	156	163
Executive management									
Personnel cost (R thousand)	2 520	1 820	775	5 633	4 239	4 239	6 290	5 068	5 449
of which:									
Chief Financial Officer**	1 182	1 020	632	1 842	1 516	1 516	2 302	2 412	1 908
Chief Executive Officer**	1 338	800	143	3 791	2 723	2 723	3 988	2 656	3 541
Personnel numbers (head count)	3	3	2	3	3	3	5	3	3
Unit cost	840	607	388	1 878	1 413	1 413	1 258	1 689	1 816
Senior management									
Personnel cost (R thousand)	1 891	1 800	4 140	5 449	4 100	4 100	4 667	5 768	6 456
Personnel numbers (head count)	2	4	4	4	4	4	6	6	6
Unit cost	946	450	1 035	1 362	1 025	1 025	778	961	1 076
Middle management									
Personnel cost (R thousand)	8 889	9 549	9 568	6 042	14 271	14 271	14 887	15 637	18 081
Personnel numbers (head count)	13	13	10	6	18	18	18	18	21
Unit cost	684	735	957	1 007	793	793	827	869	861
Professionals									
Personnel cost (R thousand)	5 414	8 553	8 742	12 125	8 262	8 262	14 430	15 386	13 958
Personnel numbers (head count)	17	17	15	19	20	20	21	21	21
Unit cost	318	503	583	638	413	413	687	733	665
Semi-skilled									
Personnel cost (R thousand)	263	148	163	2 230	186	186	198	210	222
Personnel numbers (head count)	2	1	1	6	1	1	1	1	1
Unit cost	132	148	163	372	337	337	198	210	222
Very low skilled									
Personnel cost (R thousand)	400	480	672	1 759	1 056	1 056	1 056	1 109	1 164
Personnel numbers (head count)	4	5	7	10	11	11	11	11	11
Unit cost	100	96	96	176	96	96	96	101	106
Total for entity									
Personnel cost (R thousand)*	21 529	23 886	25 397	35 053	33 514	33 514	44 049	45 822	48 104
Personnel numbers (head count)	49	52	48	57	66	66	79	77	80
Unit cost	439	459	529	615	508	508	558	595	601

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

**Note: The CEO and CFO were appointed in November 2018, and the CEO's salary was covered by DARD for four months, hence the low salaries reflected in 2018/19 for those positions.

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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Revenue									
Tax revenue	-	-	-	-	-	-	-	-	-
Non-tax revenue	68 065	55 142	58 312	60 929	65 258	65 258	-	-	-
Sale of goods and services other than capital assets	5 522	4 971	3 732	6 367	6 317	6 317	-	-	-
Entity revenue other than sales	473	271	219	300	200	200	-	-	-
Transfers received	62 070	49 900	54 361	54 262	58 741	58 741	-	-	-
Of which:									
DARD	53 183	56 001	58 801	62 094	62 094	62 094	-	-	-
Roll-over: DARD	8 887	-	3 230	-	1 340	1 340	-	-	-
Adjustment for VAT	-	(6 101)	(7 670)	(7 832)	(4 693)	(4 693)	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Other non-tax revenue	-	-	-	-	-	-	-	-	-
Total revenue	68 065	55 142	58 312	60 929	65 258	65 258	-	-	-
Expenses									
Programmes									
1. Administration and Support Services	21 521	13 249	15 354	17 545	15 823	15 823	-	-	-
2. Farmer Development and Support Services	36 789	22 708	28 555	25 512	24 432	24 432	-	-	-
3. Infrastructure and Water Services	14 494	18 936	14 403	17 872	25 003	25 003	-	-	-
Total	72 804	54 893	58 312	60 929	65 258	65 258	-	-	-
Economic classification									
Current expenses	71 852	53 331	56 712	60 929	62 066	62 066	-	-	-
Compensation of employees	20 187	20 374	22 544	22 322	24 222	24 222	-	-	-
Goods and services	51 665	32 957	34 168	38 607	37 844	37 844	-	-	-
Interest on rent and land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	952	1 562	1 600	-	3 192	3 192	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total expenses	72 804	54 893	58 312	60 929	65 258	65 258	-	-	-
Surplus / (Deficit)*	(4 739)	249	-	-	-	-	-	-	-
Adjustments for Surplus / (Deficit)	4 739	(249)	-	-	-	-	-	-	-
Of which:									
Accumulated reserves	4 739	(249)	-	-	-	-	-	-	-
Surplus / (Deficit) after adjustments	-	-	-	-	-	-	-	-	-

*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		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Board members									
Personnel cost (R thousand)	606	853	970	1 363	1 040	1 040	-	-	-
Personnel numbers (head count)	8	8	8	8	8	8	-	-	-
Unit cost	76	107	121	170	130	130	-	-	-
Executive management									
Personnel cost (R thousand)	2 535	2 413	3 178	1 752	1 664	1 664	-	-	-
of which:									
Chief Financial Officer	1 154	1 114	1 436	1 345	1 345	1 345	-	-	-
Chief Executive Officer*	1 381	1 299	1 742	398	319	319	-	-	-
Personnel numbers (head count)	2	2	2	2	2	2	-	-	-
Unit cost	1 268	1 207	1 589	876	832	832	-	-	-
Senior management									
Personnel cost (R thousand)	1 894	2 192	4 650	2 197	2 234	2 234	-	-	-
Personnel numbers (head count)	2	2	2	2	2	2	-	-	-
Unit cost	947	1 096	2 325	1 099	1 117	1 117	-	-	-
Middle management									
Personnel cost (R thousand)	2 288	2 340	2 216	3 163	2 474	2 474	-	-	-
Personnel numbers (head count)	4	4	3	4	3	3	-	-	-
Unit cost	572	585	739	791	825	825	-	-	-
Professionals									
Personnel cost (R thousand)	6 267	6 900	4 420	6 325	5 258	5 258	-	-	-
Personnel numbers (head count)	8	8	8	20	9	9	-	-	-
Unit cost	783	863	553	316	584	584	-	-	-
Semi-skilled									
Personnel cost (R thousand)	6 295	5 619	7 049	6 714	6 958	6 958	-	-	-
Personnel numbers (head count)	50	50	50	29	22	22	-	-	-
Unit cost	126	112	141	232	316	316	-	-	-
Very low skilled									
Personnel cost (R thousand)	908	910	1 031	2 171	5 634	5 634	-	-	-
Personnel numbers (head count)	6	-	9	28	38	38	-	-	-
Unit cost	151	-	115	78	148	148	-	-	-
Total for entity									
Personnel cost (R thousand)**	20 793	21 227	23 514	23 685	25 262	25 262	-	-	-
Personnel numbers (head count)	80	74	82	93	84	84	-	-	-
Unit cost	260	287	287	255	301	301	-	-	-

*Note: The personnel cost for the CEO in 2019/20 represents an acting allowance

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