



LIMPOPO
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

**DEPARTMENT OF
AGRICULTURE AND RURAL DEVELOPMENT
OFFICE OF THE HOD**

Ref: 2/2/1/3/2
Enq: Labuschagne M
Date: 11 October 2017


**The Secretary
Portfolio Committee on Agriculture and Rural Development
Private Bag X 9309
Polokwane
0700**

Dear Sir

SUBMISSION OF 2ND QUARTER APP REPORT 2017/18

The Limpopo Department of Agriculture and Rural Development hereby submit the 2nd Quarter Performance and Financial report 2017/18.

Kind regards


**MAISELA RJ
HEAD OF DEPARTMENT**



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**The Director
Office of the Auditor General
Private Bag X 9336
Polokwane
0700**

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HEAD OF DEPARTMENT**

**LIMPOPO DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT:
2nd QUARTER REPORT JULY – SEPTEMBER 2017/18**

| PROGRAMME 1: ADMINISTRATION | | | | | | | | |
|---|--------------------------------------|----------------------|-------------------------------------|-------------------------|--------------------------------|---|------------------------------|--------------------------------|
| SUB – PROGRAMME 1.2: SENIOR MANAGEMENT | | | | | | | | |
| 1.2.1 RISK MANAGEMENT | | | | | | | | |
| PERFORMANCE INDICATOR | | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 |
| 1.2.1.1 | Number of risk assessments conducted | 5 | 0 | 0 | 0 | None | None | 8 944 |

| PROGRAMME 1: ADMINISTRATION | | | | | | | | |
|---|--|----------------------|-------------------------------------|-------------------------|--------------------------------|---|------------------------------|--------------------------------|
| SUB – PROGRAMME 1.2: SENIOR MANAGEMENT | | | | | | | | |
| 1.2.2: SECURITY MANAGEMENT SERVICES | | | | | | | | |
| PERFORMANCE INDICATOR | | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 |
| 1.2.2.1 | Number of security threat risk assessment reports compiled | 20 | 5 | 5 | 5 | None | None | |

| PROGRAMME 1: ADMINISTRATION | | | | | | | | | |
|---|---|---------------|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|--|
| SUB – PROGRAMME 1.3: CORPORATE SERVICES | | | | | | | | | |
| 1.3.1 STRATEGIC MANAGEMENT | | | | | | | | | |
| PERFORMANCE INDICATOR | | ANNUAL TARGET | QUARTERLY TARGETS | | | | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| | | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | | | |
| 1.3.1.1 | Number of strategic planning sessions conducted | 2 | 0 | 1 | 1 | None | None | 79 210 | |
| 1.3.1.2 | Number of software and systems acquired | 2 | 0 | 1 | 1 | None | None | | |

| SUB – PROGRAMME 1.3.2: HUMAN RESOURCES MANAGEMENT | | | | | | | | | |
|---|--------------------------------|---------------|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|--|
| PERFORMANCE INDICATOR | | | | | | | | | |
| | | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| 1.3.2.1 | Number of Resource Implemented | 1 | 1 | 0 | 0 | None | None | | |

| SUB -- PROGRAMME 1.4: FINANCIAL MANAGEMENT | | QUARTERLY TARGETS | | | | | | |
|--|---|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| 1.4.1.1 | Number of payroll audits performed to vouch for all employees under control of the Department | 0 | 0 | 0 | None | None | 75 724 | |
| 1.4.1.2 | Number of annual financial statements produced | 1 | 0 | 0 | None | None | | |
| 1.4.1.3 | Number of asset verifications conducted | 0 | 1 | 1 | None | None | | |

| SUB -- PROGRAMME 1.5: COMMUNICATION AND LIAISON SERVICES | | QUARTERLY TARGETS | | | | | | |
|--|--|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| 1.5.1.1 | Number of Communication Strategies implemented | 1 | 0 | 0 | None | None | 3 619 | |

| Administration | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) / Under Expenditure Variance R'000 |
|--------------------------------|--------------------------|-------------------------------|--|--|--|--|--|---|---|
| Economic classification | | | | | | | | | |
| Current payments | 351 526 | - | 77 902 | 88 865 | - | - | 184 759 | 351 526 | - |
| Compensation of employees | 246 046 | | 59 360 | 62 263 | | | 124 423 | 246 046 | - |
| Goods and Services | 105 480 | | 18 542 | 26 602 | | | 60 336 | 105 480 | - |
| Provincial & Local Governments | 250 | | 43 | 37 | | | 170 | 250 | - |
| Households | 8 800 | | 1 282 | 749 | | | 6 769 | 8 800 | - |
| Payments for capital assets | 9 770 | | 1 225 | 972 | | | 7 573 | 9 770 | - |
| Total | 370 346 | - | 80 452 | 90 623 | - | - | 199 271 | 370 346 | - |

| PROGRAMME 2: SUSTAINABLE RESOURCE MANAGEMENT | | | | | | | | |
|--|---|------------------------------|------------------|-------------------------|----------------------------------|---|--|-------|
| SUB-PROGRAMME: 2.1 ENGINEERING SERVICES | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATOR | | | | | | | | |
| 2.1.1.1 | Number of agricultural infrastructure established | 27 | 5 | 8 | 10 | Two infrastructure projects completed earlier than expected | Continue to support the clients | 6 754 |
| PROVINCIAL INDICATORS | | | | | | | | |
| 2.1.1.2 | Number of hectares equipped with infield irrigation systems | 120 | 0 | 70 | 0 | Behind schedule due to the contractor's slow performance | Enforce the contractor's adherence to agree upon work schedule | |
| 2.1.1.3 | Number of dams inspected | 1 | 0 | 0 | 0 | None | None | |

| SUB-PROGRAMME: 2.2: LAND CARE PERFORMANCE INDICATOR | | ANNUAL TARGET | QUARTERLY TARGETS | | | | | |
|---|---|---------------|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|
| | | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 |
| NATIONAL INDICATORS | | | | | | | | |
| 2.2.1.1 | Number of hectares protected/rehabilitated to improve agricultural production | 14 000 | 2 500 | 3 500 | 3 500 | None | None | 16 429 |
| 2.2.1.2 | Number of green jobs created | 4 500 | 805 | 1 200 | 1 200 | None | None | |
| PROVINCIAL INDICATORS | | | | | | | | |
| 2.2.1.3 | Number of hectares cleared of alien invasive plants and weeds | 2 200 | 61.9 | 600 | 600 | None | None | |
| 2.2.1.4 | Number of awareness campaigns conducted on Landcare | 110 | 30 | 50 | 50 | None | None | |

| SUB-PROGRAMME: 2.3 LAND USE MANAGEMENT | | | | | | | | |
|--|--|------------------------------|------------------|-------------------------|----------------------------------|--|--|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATOR | | | | | | | | |
| 2.3.1.1 | Number of hectares of agricultural land protected through guiding subdivision / rezoning / change of agricultural land use | 5 300 | 1 200 | 1 300 | 1 465 | More applications on Act 70 of 1970 were received (subdivisions, change of land use) | Engage municipalities through Spatial Development Frameworks | |

| SUB-PROGRAMME: 2.4: DISASTER RISK MANAGEMENT | | | | | | | | |
|--|--|------------------------------|------------------|-------------------------|----------------------------------|---|--|-------|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 2.4.1.1 | Number of disaster relief schemes managed | 1 | 0 | 0 | 0 | None | None | 4 996 |
| 2.4.1.2 | Number of disaster risk reduction programmes managed | 16 | 8 | 4 | 7 | Extreme weather conditions induced veld fire outbreaks resulted to more risk reduction programmes implemented | Continual awareness to farmers on mitigation strategies against extreme weather conditions | |

| SUB-PROGRAMME: 2.4: DISASTER RISK MANAGEMENT | | QUARTERLY TARGETS | | | | | | |
|--|--|------------------------------|------------------|-------------------------|---|---|-------------------------|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| PROVINCIAL INDICATORS | | | | | | | | |
| 2.4.1.3 | Number of farmers assisted through disaster relief schemes | 607 | 600 | 664 | Provision of additional livestock water infrastructure funded by DAFF | Provision of support and advice to farmers on appropriate mitigation strategies | | |
| 2.4.1.4 | Number of data and mapping requests handled | 80 | 150 | 150 | None | None | | |
| 2.4.1.5 | Number of GIS products and application tools developed | 0 | 0 | 0 | None | None | | |

| Sustainable Resources Management | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over)/Under Expenditure Variance R'000 |
|----------------------------------|-----------------------|-------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|----------------------------------|-----------------------------------|---|
| Economic classification | | | | | | | | - | |
| Current payments | 74 476 | - | 11 740 | 16 438 | - | - | 46 298 | 74 476 | - |
| Compensation of employees | 42 590 | - | 8 789 | 9 426 | | | 24 375 | 42 590 | - |
| Goods and Services | 31 886 | - | 2 951 | 7 012 | | | 21 923 | 31 886 | - |
| Provincial & Local Governments | | | | | | | - | - | - |
| Households | | | | | | | - | - | - |
| Payments for capital assets | 1 440 | | | | | | 1 440 | 1 440 | - |
| Total | 75 916 | - | 11 740 | 16 438 | - | - | 47 738 | 75 916 | - |

| PROGRAMME: 3: FARMER SUPPORT AND DEVELOPMENT | | | | | | | | |
|--|--|------------------------------|------------------|-------------------------|----------------------------------|---|-------------------------|--------|
| SUB – PROGRAMME: 3.1 FARMER SETTLEMENT AND DEVELOPMENT | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATOR | | | | | | | | |
| 3.1.1.1 | Number of small holder producers receiving support | 11 010 | 1 370 | 2 289 | 2 585 | More number of farmers due to additional chemicals to control the Fall Army Worm pest | None | 60 677 |
| PROVINCIAL INDICATOR | | | | | | | | |
| 3.1.1.2 | Number of farmers trained through CASP | 1 001 | 151 | 200 | 200 | None | None | |

| SUB – PROGRAMME: 3.2 EXTENSION AND ADVISORY SERVICES | | | | | | | | |
|--|---|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|---------|
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATOR | | | | | | | | |
| 3.2.1.1 | Number of small holder producers supported with agricultural advice (refer to a footnote) | 21 581 | 4 592 | 0 | 0 | None | None | 374 933 |
| PROVINCIAL INDICATORS | | | | | | | | |
| 3.2.1.2 | Number of commodity groups supported with capacity building | 8 | 8 | 8 | 8 | None | None | |
| 3.2.1.3 | Number of projects provided with technical support to achieve seed certification | 10 | 10 | 10 | 10 | None | None | |

Indicator 3.2.1.1 is a National Indicator. The Department of Agriculture, Forestry and Fisheries requires reporting only in Quarter 4, with a zero target for the preceding quarters. However the Department keeps track on this indicator by targeting quarterly in the 2017/18 Operational Plan.

| SUB – PROGRAMME: 3.2 EXTENSION AND ADVISORY SERVICES | | | | | | | | | |
|--|---------------|------------------------------|------------------|-------------------------|---|-----------------------|-------------------------|--|--|
| PROVINCIAL INDICATORS | | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | | |
| 3.2.1.4 Number of animal breeding materials provided to farmers | 310 | 31 | 120 | 124 | Farmers repaid their loan cattle earlier than anticipated | None | | | |
| 3.2.1.5 Number of fish breeding stock provided to farmers | 25 000 | 0 | 12 500 | 12 500 | None | None | 3.2.1.5 | | |

| SUB - PROGRAMME: 3.3 FOOD SECURITY | | | | | | | |
|------------------------------------|--|------------------------------|------------------|-------------------------|---|---|-------------------------|
| PERFORMANCE INDICATOR | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | QUARTERLY TARGETS | | BUDGET EXPENDITURE '000 |
| | | | | | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | |
| NATIONAL INDICATORS | | | | | | | |
| 3.3.1.1 | Number of households benefiting from agricultural food security initiatives | 501 | 2 500 | 2 411 | The Department is finalising the programme of reaching more households through Community Nutrition Development Centres (CNDC's) in local municipalities. This will help in reaching more households | None | 1 720 |
| 3.3.1.2 | Number of hectares cultivated for food production in communal areas and land reform projects | 357.95 | 1 097 | 102.045 | Delays in the repairs of tractors (government fleet). Ladine took time to complete/ finalise required SCM documents | The service Provider completed and submitted all required forms | |

| Farmer Support & Dev | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) / (Under Expenditure Variance R'000 |
|--------------------------------|--------------------------|-------------------------------|--|---------------------------------------|--|------------------------------------|--|--------------------------------------|--|
| Economic classification | | | | | | | | | |
| Current payments | 902 742 | . | 188 056 | 206 698 | . | . | 507 988 | 902 742 | . |
| Compensation of employees | 711 805 | | 156 578 | 159 747 | | | 395 480 | 711 805 | . |
| Goods and Services | 190 937 | | 31 478 | 46 951 | | | 112 508 | 190 937 | . |
| Provincial & Local Governments | 255 | | 5 | 77 | | | 173 | 255 | . |
| Households | 163 831 | | 22 941 | 14 295 | | | 126 595 | 163 831 | . |
| Payments for capital assets | 33 721 | | 165 | 5 093 | | | 28 463 | 33 721 | . |
| Total | 1 100 549 | . | 211 167 | 226 163 | . | . | 663 219 | 1 100 549 | . |

| PROGRAMME 4: VETERINARY SERVICES | | | | | | | |
|----------------------------------|--|------------------------------|------------------|-------------------------|-----------------------|---|---|
| SUB-PROGRAMME 4.1: ANIMAL HEALTH | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | | | CHALLENGES / REASON FOR VARIANCE |
| NATIONAL INDICATOR | | | | | | | |
| 4.1.1.1 | Number of epidemiological units visited for veterinary interventions | 14 888 | 3 779 | 4 057 | 4 504 | Respond to disease risks as they present as a way of prevention | 13 067 |
| PROVINCIAL INDICATORS | | | | | | | |
| 4.1.1.2 | Number of FMD vaccination sessions conducted | 148 | 58 | 0 | 0 | None | None |
| 4.1.1.3 | Number of dipping sessions on communal cattle | 4 450 | 1 574 | 1 072 | 1 612 | More dipping sessions to have animals inspected because of the high disease risk (including FMD in Mpumalanga and Giyani) | Dip in response to prevailing disease challenge |

| SUB-PROGRAMME 4.2: EXPORT CONTROL | | | | | | | | |
|-----------------------------------|--|------------------------------|------------------|-------------------------|----------------------------------|--|-----------------------------|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 4.2.1.1 | Number of clients serviced for animal and animal products export control | 2 500 | 522 | 625 | 657 | More trophies from continuing culling of game to reduce stock to deal with the after effects of the previous drought | Service clients as required | |

| SUB-PROGRAMME 4.3: VETERINARY PUBLIC HEALTH | | | | | | | | |
|---|---|------------------------------|------------------|-------------------------|----------------------------------|--|--|--|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 4.3.1.1 | % level of abattoir compliance to meat safety legislation | 60% HAS | 0 | 0 | 0 | None | None | |
| 4.3.1.2 | Number of inspections on abattoirs and processing facilities for compliance | 512 | 144 | 128 | 135 | More abattoirs registered in 2017 that anticipated. All registered abattoirs needs to be inspected | Continue abattoir inspection as required | |

| SUB-PROGRAMME 4.4: VETERINARY LABORATORY SERVICES | | | | | | | | |
|---|--|------------------------------|-------------------|-------------------------|----------------------------------|---|--|-------|
| PERFORMANCE INDICATOR | | ANNUAL TARGET | QUARTERLY TARGETS | | | | | |
| NATIONAL INDICATOR | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| 4.4.1.1 | Number of tests performed the quality of which meets the ISO 17025 standard and OIE requirements | 46 000 | 12 573 | 11 600 | 13 359 | More tests were performed due to instruction from DAFF to conduct national FMD and Avian Influenza survey | Test according to the prevailing risk as well as responding to requests from DAFF to prove disease free status | 5 864 |

| Veterinary Services | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) /Under Expenditure Variance R'000 |
|--------------------------------|--------------------------|-------------------------------|--|--|--|--|--|---|--|
| Economic classification | | | | | | | | - | |
| Current payments | 55 819 | • | 11 208 | 12 269 | • | • | 32 342 | 55 819 | • |
| Compensation of employees | 38 382 | | 8 620 | 8 613 | | | 21 149 | 38 382 | • |
| Goods and Services | 17 437 | | 2 588 | 3 656 | | | 11 193 | 17 437 | • |
| Provincial & Local Governments | | | | | | | • | • | • |
| Households | | | 131 | 243 | | | (374) | • | • |
| Payments for capital assets | 402 | | 25 | | | | 377 | 402 | • |
| Total | 56 221 | • | 11 364 | 12 512 | • | • | 32 345 | 56 221 | • |

| PROGRAMME 5: RESEARCH AND TECHNOLOGY DEVELOPMENT SERVICES | | | | | | | | |
|---|---|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|--------|
| SUB - PROGRAMME: 5.1 RESEARCH SERVICES | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 5.1.1.1 | Number of research and technology development projects implemented to improve agricultural production | 20 | 0 | 0 | 0 | None | None | 25 068 |

| PROVINCIAL INDICATORS | | | | | | | | |
|---|--|------------------------------|------------------|-------------------------|----------------------------------|--|---|--|
| SUB-PROGRAMME 5.2: TECHNOLOGY TRANSFER SERVICES | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 5.2.1.1 | Number of scientific papers published nationally / internationally | 8 | 0 | 0 | 0 | None | None | |
| 5.2.1.2 | Number of research presentations made nationally / internationally | 14 | 0 | 7 | 10 | The over-achievement was due to the other collaborative research work presented by LDARD research partners | Continue with collaborative work with research partners | |
| PROVINCIAL INDICATOR | | | | | | | | |
| 5.2.1.3 | Number of demonstration trials conducted | 16 | 2 | 5 | 5 | None | None | |

| SUB-PROGRAMME 5.3: INFRASTRUCTURE SUPPORT SERVICES | | | | | | | | | |
|--|---|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|-------------------------|------|------|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | | |
| NATIONAL INDICATOR | | | | | | | | | |
| 5.3.1.1 | Number of research infrastructure managed | 2 | 0 | 0 | None | None | None | None | None |

| Technology, Research & Dev | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) / Under Expenditure Variance R'000 |
|--------------------------------|-----------------------|-------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|----------------------------------|-----------------------------------|---|
| Economic classification | | | | | | | | - | |
| Current payments | 56 205 | . | 12 081 | 12 967 | . | . | 31 157 | 56 205 | . |
| Compensation of employees | 46 629 | | 10 066 | 10 315 | | | 26 248 | 46 629 | . |
| Goods and Services | 9 576 | | 2 015 | 2 652 | | | 4 909 | 9 576 | . |
| Provincial & Local Governments | 20 | | 6 | 1 | | | 13 | 20 | . |
| Households | 1 100 | | | 13 | | | 1 087 | 1 100 | . |
| Payments for capital assets | | | | | | | . | . | . |
| Total | 57 325 | . | 12 087 | 12 981 | . | . | 32 257 | 57 325 | . |

| PROGRAMME 6: AGRICULTURAL ECONOMICS SERVICES | | | | | | | | |
|---|---|------------------------------|------------------|-------------------------|----------------------------------|--|--|-------|
| SUB – PROGRAMME: 6.1 AGRIBUSINESS SUPPORT AND DEVELOPMENT | | | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 6.1.1.1 | Number of Agri-Businesses supported with agricultural economic services towards accessing markets | 164 | 45 | 42 | 46 | More agribusinesses were supported to access markets after good winter season for vegetable crops | Continue to support farmers with advice to access more commodity markets | 8 051 |
| 6.1.1.2 | Number of clients who have benefitted from agricultural economic advice provided | 5 075 | 1 629 | 1 450 | 1 667 | More farmers attended information days | Continue to create awareness and provide economic advice to clients | |
| PROVINCIAL INDICATORS | | | | | | | | |
| 6.1.1.3 | Number of agricultural economics reports / plans developed | 350 | 111 | 90 | 117 | More agricultural economics reports in the form of business plans were developed for farmers requiring financial support | Current demand and trend will be monitored to inform future planning | |
| 6.1.1.4 | Number of Agro-processing development initiatives facilitated | 6 | 2 | 2 | 2 | None | None | |

| SUB-PROGRAMME 6.2: MACRO-ECONOMICS SUPPORT | | | | | | | | |
|--|--|------------------------------|------------------|-------------------------|----------------------------------|---|--|-----|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATORS | | | | | | | | |
| 6.2.1.1 | Number of agricultural economic information responses provided | 28 | 9 | 6 | 7 | More requested received | Respond to requests as they are received | 744 |
| 6.2.1.2 | Number of economic reports compiled | 28 | 10 | 6 | 11 | More economic reports were compiled due to more market and sector data that required analysis | Will continue to have timely analysis of sector data for advisory and strategic planning | |

| Agricultural Economics | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) /Under Expenditure Variance R'000 |
|--------------------------------|-----------------------|-------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|----------------------------------|-----------------------------------|--|
| Economic classification | | | | | | | | | |
| Current payments | 22 261 | • | 4 192 | 4 604 | • | • | 13 465 | 22 261 | • |
| Compensation of employees | 17 881 | | 3 781 | 4 136 | | | 9 964 | 17 881 | • |
| Goods and Services | 4 380 | | 411 | 468 | | | 3 501 | 4 380 | • |
| Provincial & Local Governments | • | | | • | | | - | - | • |
| Households | 42 000 | | | | | | 42 000 | 42 000 | • |
| Payments for capital assets | • | | | | | | • | • | • |
| Total | 64 261 | • | 4 192 | 4 604 | • | • | 55 465 | 64 261 | • |

| PROGRAMME 7: STRUCTURED AGRICULTURAL EDUCATION AND TRAINING | | | | | | |
|---|---|------------------------------|------------------|-------------------------|----------------------------------|-----------------------|
| SUB-PROGRAMME 7.1: HIGHER EDUCATION AND TRAINING | | | | | | |
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS |
| NATIONAL INDICATOR | | | | | | |
| 7.1.1.1 | Number of Agricultural Higher Education and Training graduates | 100 | 0 | 0 | None | None |
| PROVINCIAL INDICATOR | | | | | | |
| 7.1.1.2 | Number of agricultural Education and Training learners registered | 100 | 0 | 0 | None | None |

| SUB-PROGRAMME 7.2: AGRICULTURAL SKILLS DEVELOPMENT | | | | | | | | | |
|--|--|---------------|------------------------------|------------------|-------------------------|--|---|-------------------------|--|
| PERFORMANCE INDICATOR | | ANNUAL TARGET | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 | |
| NATIONAL INDICATOR | | | | | | | | | |
| 7.2.1.1 | Number of participants trained in agricultural skills development programmes | 400 | 130 | 120 | 133 | More participants attendant the training than anticipated | None | 55 925 | |
| PROVINCIAL INDICATORS | | | | | | | | | |
| 7.2.1.2 | Number of outreach services conducted to support farmers with farming skills | 180 | 30 | 60 | 59 | One aftercare service postponed due to other learner activities at Tompi Seleka College | Shortfall to be covered in quarter 3 | | |
| 7.2.1.3 | Number of clients assisted with laboratory analytical services | 320 | 60 | 100 | 72 | Analytical services were rendered for all 100 clients, but 18 clients did not pay for the services and the results were kept | Continue to motivate clients to pay for the services rendered | | |

| Structured Agric Training | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over)/Under Expenditure Variance R'000 |
|--------------------------------|-----------------------|-------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|----------------------------------|-----------------------------------|---|
| Economic classification | | | | | | | | | |
| Current payments | 111 268 | . | 23 913 | 27 378 | . | . | 59 977 | 111 268 | . |
| Compensation of employees | 70 941 | | 16 837 | 17 775 | | | 36 329 | 70 941 | . |
| Goods and Services | 40 327 | | 7 076 | 9 603 | | | 23 648 | 40 327 | . |
| Provincial & Local Governments | 25 | | 1 | 15 | | | 9 | 25 | . |
| Households | 750 | | 282 | 231 | | | 237 | 750 | . |
| Payments for capital assets | 13 247 | | 2 606 | 1 499 | | | 9 142 | 13 247 | . |
| Total | 125 290 | . | 26 802 | 29 123 | . | . | 69 365 | 125 290 | . |

| PROGRAMME 8: RURAL DEVELOPMENT | | | | | | | | | |
|--------------------------------|--|------------------------------|------------------|-------------------------|----------------------------------|--|------|-----------------------|-------------------------|
| PERFORMANCE INDICATOR | ANNUAL TARGET | QUARTERLY TARGETS | | | | | | PLANNED INTERVENTIONS | BUDGET EXPENDITURE '000 |
| | | PREVIOUS QUARTER PERFORMANCE | QUARTER 2 TARGET | ACTUAL QUARTER 2 OUTPUT | CHALLENGES / REASON FOR VARIANCE | | | | |
| PROVINCIAL INDICATORS | | | | | | | | | |
| 8.1.1 | Number of CRDP site intervention plans developed | 12 | 3 | 4 | 4 | None | None | 2 754 | |
| 8.1.2 | Number of Agri Parks initiatives coordinated | 5 | 5 | 5 | 6 | One additional report was prepared as required by Economic Cluster | None | | |

| Rural Development | Original Budget R'000 | Adjustment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Expenditure Quarter 4 R'000 | Projected remainder months R'000 | Estimated total expenditure R'000 | (Over) /Under Expenditure Variance R'000 |
|--------------------------------|-----------------------|-------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|----------------------------------|-----------------------------------|--|
| Economic classification | | | | | | | | - | |
| Current payments | 5 444 | . | 1 367 | 1 387 | . | . | 2 690 | 5 444 | . |
| Compensation of employees | 4 811 | | 1 233 | 1 254 | | | 2 324 | 4 811 | . |
| Goods and Services | 633 | | 134 | 133 | | | 366 | 633 | . |
| Provincial & Local Governments | | | | | | | - | - | . |
| Households | | | | | | | - | - | . |
| Payments for capital assets | | | | | | | - | - | . |
| Total | 5 444 | . | 1 367 | 1 387 | . | . | 2 690 | 5 444 | . |

SUMMARY BUDGET PERFORMANCE AS AT END OF QUARTER 2 2017/18 FINANCIAL YEAR

| Programmes | Original Budget R'000 | Justment Budget R'000 | Actual Expenditure Quarter 1 R'000 | Actual Expenditure Quarter 2 R'000 | Actual Expenditure Quarter 3 R'000 | Actual Quarter 4 R'000 | Projected remainder months R'000 | Total expenditure R'000 | (Over) /Under Expenditure Variance R'000 |
|-------------------------------------|-----------------------|-----------------------|------------------------------------|------------------------------------|------------------------------------|------------------------|----------------------------------|-------------------------|--|
| Administration | 370 346 | - | 80 452 | 90 623 | - | - | 199 271 | 370 346 | - |
| sustainable Resource Management | 75 916 | - | 11 740 | 16 438 | - | - | 47 738 | 75 916 | - |
| Farmer Support and Development | 1 100 549 | - | 211 167 | 226 163 | - | - | 663 219 | 1 100 549 | - |
| Veterinary Services | 56 221 | - | 11 364 | 12 512 | - | - | 32 345 | 56 221 | - |
| Technology Research and Development | 57 325 | - | 12 087 | 12 981 | - | - | 32 257 | 57 325 | - |
| Agricultural Economics | 64 261 | - | 4 192 | 4 604 | - | - | 55 465 | 64 261 | - |
| Structured Agrucultural Training | 125 290 | - | 26 802 | 29 123 | - | - | 69 365 | 125 290 | - |
| Rural Development Coordination | 5 444 | - | 1 367 | 1 387 | - | - | 2 690 | 5 444 | - |
| T total | 1 855 352 | - | 359 171 | 393 831 | - | - | 1 102 350 | 1 855 352 | - |
| Economic classification | | | | | | | | | |
| Current payments | 1 579 741 | - | 330 459 | 370 606 | - | - | 878 676 | 1 579 741 | - |
| Compensation of employees | 1 179 085 | - | 265 264 | 273 529 | - | - | 640 292 | 1 179 085 | - |
| Goods and Services | 400 656 | - | 65 195 | 97 077 | - | - | 238 384 | 400 656 | - |
| Provincial & Local Governments | 550 | - | 55 | 130 | - | - | 365 | 550 | - |
| Households | 216 481 | - | 24 636 | 15 531 | - | - | 176 314 | 216 481 | - |
| Payments for capital assets | 58 580 | - | 4 021 | 7 564 | - | - | 46 995 | 58 580 | - |
| T total | 1 855 352 | - | 359 171 | 393 831 | - | - | 1 102 350 | 1 855 352 | - |

Prepared by Baloyi K.G.

Signature: [Signature]

Date: 10/10/2017

Approved by Kota CM

Signature: [Signature]

Date: 10/10/2017