

**DEPARTMENT OF AGRICULTURE, LAND REFORM AND RURAL DEVELOPMENT
VOTE 29**

**NOTES TO THE APPROPRIATION STATEMENT
for the year ended 31 March 2022**

1. Detail of transfers and subsidies as per Appropriation Act (after Virement):

Detail of these transactions can be viewed in the note on Transfers and subsidies and Annexure 1 (A-H) to the Annual Financial Statements.

2. Detail of specifically and exclusively appropriated amounts voted (after Virement):

Detail of these transactions can be viewed in note 1 (Annual Appropriation) to the Annual Financial Statements.

3. Detail on payments for financial assets

Detail of these transactions per programme can be viewed in the note to Payments for financial assets to the Annual Financial Statements.

4. Explanations of material variances from Amounts Voted (after Virement):

4.1 Per programme	Final Appropriation R'000	Actual Expenditure R'000	Variance R'000	Variance as a % of Final Appropriation R'000
Administration	3 303 858	3 303 826	32	100.0
Agricultural Production, Biosecurity and Natural Resources Management	2 507 679	2 471 198	36 481	98.5
Food Security, Land Reform and Restitution	9 483 432	8 781 155	702 277	92.6
Rural Development.	993 285	919 552	73 733	92.6
Economic Development, Trade and Marketing	994 394	804 453	189 941	80.9
Land Administration	740 612	651 040	89 572	87.9
Total	18 023 260	16 931 224	1 092 036	93.9

Agricultural Production, Biosecurity and Natural Resources

Underspending was mainly under compensation of employees classification due to 120 vacant posts.

Food Security, Land Reform and Restitution

Underspending was mainly due to; delays in the transfer of funds to support farmers through the Presidential Employment Stimulus Initiative (PESI) due to prolonged verification of applicants process and shortage of suppliers; slow movement of land claims settlement expenditure as a result of delays in finalising valuations process, and disputes by landowners and claimants regarding offered amounts; delays in acquisition of land due to prolonged facilitation and negotiations with landowners; and delays in the filling of vacant posts.

Rural Development

The slow movement of expenditure was due to delays in finalising some of the rural infrastructure projects. Contributing factors were slow progress in construction due to factors such as disruptions due to social unrest by local subcontractors and COVID-19 restrictions on the site. Furthermore, some contractors did not deliver as per agreement and some projects were terminated due to non-performance.

Economic Development, Trade and Marketing

Underspending was mainly due to vacant posts in South Africa's Missions and local offices. Furthermore, there were outstanding invoices to be paid regarding membership subscriptions fees to international organisations which were not received by close of the financial year.

Land Administration

Underspending was mainly due to delays in the filling of vacancies and slow progress in the implementation of spatial planning and land use management projects.

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4.2 Per economic classification	Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Appropriation
	R'000	R'000	R'000	R'000
Current payments				
Compensation of employees	4 112 898	3 836 758	276 140	93.3
Goods and services	4 323 775	3 707 952	615 823	85.8
Interest and rent on land	14	13	1	92.9
Transfers and subsidies				
Provinces and municipalities	2 462 999	2 459 893	3 106	99.9
Departmental agencies and accounts	2 429 025	2 428 821	204	100.0
Public corporations and private enterprises	565 820	564 194	1 626	99.7
Foreign governments and international organisations	45 638	36 301	9 337	79.5
Non-profit institutions	4 140	4 140	-	100.0
Households	2 302 911	2 142 112	160 799	93.0
Payments for capital assets				
Buildings and other fixed structures	1 055 019	1 048 211	6 808	99.4
Machinery and equipment	102 059	84 096	17 963	82.4
Land and subsoil assets	616 500	616 500	-	100.0
Software and other intangible assets	229	-	229	-
Payments for financial assets	2 233	2 233	-	-
Total	18 023 260	16 931 224	1 092 036	93.9
4.3 Per conditional grant	Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Appropriation
	R'000	R'000	R'000	R'000
Comprehensive Agricultural Support Programme (CASP)	1 557 560	1 557 560	-	100.0
Illima/Letsema	597 126	597 126	-	100.0
Infrastructure Development and Poverty Relief (LandCare)	83 337	80 578	2 759	96.7
Total	2 238 023	2 235 264	2 759	99.9

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STATEMENT OF FINANCIAL PERFORMANCE
as at 31 March 2022

	<i>Note</i>	2021/22 R'000	2020/21 R'000
REVENUE			
Annual appropriation	1	18 023 260	15 247 613
Departmental revenue	2	311 952	259 763
Aid assistance	3	77 227	-
TOTAL REVENUE		18 412 439	15 507 376
EXPENDITURE			
Current expenditure			
Compensation of employees	4	3 836 758	3 764 069
Goods and services	5	3 707 952	3 743 344
Interest and rent on land	6	13	7 580
Aid assistance	3	5 285	-
Total current expenditure		7 550 008	7 514 993
Transfers and subsidies			
Transfers and subsidies	8	7 635 461	5 679 039
Total transfers and subsidies		7 635 461	5 679 039
Expenditure for capital assets			
Tangible assets	9	1 748 807	909 639
Intangible assets	9	-	970
Total expenditure for capital assets		1 748 807	910 609
Payments for financial assets	7	2 233	4 442
TOTAL EXPENDITURE		16 936 509	14 109 083
SURPLUS/(DEFICIT) FOR THE YEAR		1 475 930	1 398 293
Reconciliation of Net Surplus/(Deficit) for the year			
Voted funds		1 092 036	1 138 530
Annual appropriation		1 092 036	1 138 530
Departmental revenue and NRF Receipts	15	311 952	259 763
Aid assistance	3	71 942	-
SURPLUS FOR THE YEAR		1 475 930	1 398 293

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STATEMENT OF FINANCIAL POSITION
as at 31 March 2022

	<i>Note</i>	2021/22 R'000	2020/21 R'000
ASSETS			
Current assets		1 317 459	1 277 251
Cash and cash equivalents	10	1 284 051	1 176 139
Prepayments and advances	11	5 664	62 562
Receivables	12	27 744	38 550
Non-current assets		11 375	2 616
Investments	13	1	1
Receivables	12	11 374	2 615
TOTAL ASSETS		1 328 834	1 279 867
LIABILITIES			
Current liabilities		1 316 313	1 268 330
Voted funds to be surrendered to the Revenue Fund	14	1 062 973	1 124 808
Departmental revenue and NRF Receipts to be surrendered to the Revenue Fund	15	11 676	21 652
Payables	16	169 722	121 870
Aid assistance repayable	3	59 743	
Aid assistance unutilised	3	12 199	-
Non-current liabilities			
Payables	17	1	1
TOTAL LIABILITIES		1 316 314	1 268 331
NET ASSETS		12 520	11 536
Represented by:			
Recoverable revenue		12 520	11 536
TOTAL		12 520	11 536

(DEPARTMENT OF AGRICULTURE, LAND REFORM AND RURAL DEVELOPMENT)
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STATEMENT OF CHANGES IN NET ASSETS
for the year ended 31 March 2022

NET ASSETS	Note	2021/22 R'000	2020/21 R'000
Recoverable revenue			
Opening balance		11 536	-
Transfers:		984	11 536
Irrecoverable amounts written off	7.2	(441)	(2 922)
Debts recovered (included in departmental receipts)		(1 652)	(1 918)
Debts raised		3 077	16 376
Closing balance		12 520	11 536
TOTAL		12 520	11 536



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**CASH FLOW STATEMENT
for the year ended 31 March 2022**

	<i>Note</i>	2021/22 R'000	2020/21 R'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts		18 412 439	15 506 664
Annual appropriated funds received	1.1	18 023 260	15 246 901
Departmental revenue received	2	295 991	243 057
Interest received	2.3	15 961	16 706
Aid assistance received	3	77 227	-
Net (increase)/decrease in working capital		115 556	20 758
Surrendered to Revenue Fund		(1 475 799)	(251 121)
Current payments		(7 549 995)	(7 507 413)
Interest paid	6	(13)	(7 580)
Payments for financial assets		(2 233)	(4 442)
Transfers and subsidies paid		(7 635 461)	(5 679 039)
Net cash flow available from operating activities	18	1 864 494	2 077 827
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for capital assets	9	(1 748 807)	(910 609)
(Increase)/decrease in investments		-	(1)
(Increase)/decrease in non-current receivables	12	(8 759)	(2 615)
Net cash flows from investing activities		(1 757 566)	(913 225)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase/(decrease) in net assets		984	11 536
Increase/(decrease) in non-current payables		-	1
Net cash flows from financing activities		984	11 537
Net increase/(decrease) in cash and cash equivalents		107 912	1 176 139
Cash and cash equivalents at beginning of period		1 176 139	-
Cash and cash equivalents at end of period	10	1 284 051	1 176 139

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ACCOUNTING POLICIES
for the year ended 31 March 2022

Summary of significant accounting policies	
<p>The financial statements have been prepared in accordance with the following policies, which have been applied consistently in all material aspects, unless otherwise indicated. Management has concluded that the financial statements present fairly the department's primary and secondary information.</p> <p>The historical cost convention has been used, except where otherwise indicated. Management has used assessments and estimates in preparing the annual financial statements. These are based on the best information available at the time of preparation.</p> <p>Where appropriate and meaningful, additional information has been disclosed to enhance the usefulness of the financial statements and to comply with the statutory requirements of the Public Finance Management Act (PFMA), Act 1 of 1999 (as amended by Act 29 of 1999), and the Treasury Regulations issued in terms of the PFMA and the annual Division of Revenue Act.</p>	
1	Basis of preparation The financial statements have been prepared in accordance with the Modified Cash Standard.
2	Going concern The financial statements have been prepared on a going concern basis.
3	Presentation currency Amounts have been presented in the currency of the South African Rand (R) which is also the functional currency of the department.
4	Rounding Unless otherwise stated financial figures have been rounded to the nearest one thousand Rand (R'000).
5	Foreign currency translation Cash flows arising from foreign currency transactions are translated into South African Rands using the spot exchange rates prevailing at the date of payment / receipt.
6	Comparative information
6.1	Prior period comparative information The combined Department of Agriculture, Land Reform and Rural Development need not to present comparative information in the first reporting period in accordance with the Modified Cash Standards, chapter 20 Paragraph 31.
6.2	Current year comparison with budget A comparison between the approved, final budget and actual amounts for each programme and economic classification is included in the appropriation statement.
7	Revenue
7.1	Appropriated funds Appropriated funds comprise of departmental allocations as well as direct charges against the revenue fund (i.e. statutory appropriation). Appropriated funds are recognised in the statement of financial performance on the date the appropriation becomes effective. Adjustments made in terms of the adjustments budget process are recognised in the statement of financial performance on the date the adjustments become effective. The net amount of any appropriated funds due to / from the relevant revenue fund at the reporting date is recognised as a payable / receivable in the statement of financial position.
7.2	Departmental revenue Departmental revenue is recognised in the statement of financial performance when received and is subsequently paid into the relevant revenue fund, unless stated otherwise. Any amount owing to the relevant revenue fund at the reporting date is recognised as a payable in the statement of financial position.
7.3	Accrued departmental revenue Accruals in respect of departmental revenue (excluding tax revenue) are recorded in the notes to the financial statements when: <ul style="list-style-type: none"> it is probable that the economic benefits or service potential associated with the transaction will flow to the department; and the amount of revenue can be measured reliably. The accrued revenue is measured at the fair value of the consideration receivable. Write-offs are made according to the department's debt write-off policy
8	Expenditure
8.1	Compensation of employees
8.1.1	Salaries and wages Salaries and wages are recognised in the statement of financial performance on the date of payment. Employee costs are capitalised to the cost of a capital project when an employee spends more than 50% of his/her time on the project. These payments form part of the expenditure for capital assets in the statement of financial performance.

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8.1.2	<p>Social contributions</p> <p>Social contributions made by the department in respect of current employees are recognised in the statement of financial performance on the date of payment.</p> <p>Social contributions made by the department in respect of ex-employees are classified as transfers to households in the statement of financial performance on the date of payment.</p>
8.2	<p>Other expenditure</p> <p>Other expenditure (such as goods and services, transfers and subsidies and payments for capital assets) is recognised in the statement of financial performance on the date of payment. The expense is classified as a capital expense if the total consideration paid is more than the capitalisation threshold.</p>
8.3	<p>Financial transactions in assets and liabilities</p> <p>Debts are written off when they are identified as irrecoverable. Debts written off are limited to the amount of savings and/or underspending of appropriated funds, with the exception of debt transferred to the department from the Agricultural Debt Account, after the Agricultural Debt Management Act, 2001 (Act No. 45 of 2001) had been repealed during the 2008/09 financial year.</p> <p>Debt written-off is recorded in the notes to the financial statements.</p> <p>No provision is made for irrecoverable amounts, but an estimate is included in the notes to the financial statements. The estimate in respect of the Agricultural Debt Account debtors is based on the calculation of impairments on financial instruments in accordance with Generally Accepted Accounting Practice (GAAP).</p> <p>All other losses are recognised once authorisation has been granted for the recognition thereof.</p>
8.4	<p>Accruals and payables not recognised</p> <p>Accruals and payables not recognised are recorded in the notes to the financial statements at cost at the reporting date.</p>
8.5	Leases
8.5.1	<p>Operating leases</p> <p>Operating lease payments made during the reporting period are recognised as current expenditure in the statement of financial performance on the date of payment.</p> <p>The operating lease commitments are recorded in the notes to the financial statements.</p>
8.5.2	<p>Finance leases</p> <p>Finance lease payments made during the reporting period are recognised as capital expenditure in the statement of financial performance on the date of payment.</p> <p>The finance lease commitments are recorded in the notes to the financial statements and are not apportioned between the capital and interest portions.</p> <p>Finance lease assets acquired at the end of the lease term are recorded and measured at the lower of:</p> <ul style="list-style-type: none"> • cost, being the fair value of the asset; or • the sum of the minimum lease payments made, including any payments made to acquire ownership at the end of the lease term, excluding interest.
9	Aid Assistance
9.1	<p>Aid assistance received</p> <p>Aid assistance received in cash is recognised in the statement of financial performance when received. In-kind aid assistance is recorded in the notes to the financial statements on the date of receipt and is measured at fair value.</p> <p>Aid assistance not spent for the intended purpose and any unutilised funds from aid assistance that are required to be refunded to the donor are recognised as a payable in the statement of financial position.</p>
9.2	<p>Aid assistance paid</p> <p>Aid assistance paid is recognised in the statement of financial performance on the date of payment. Aid assistance payments made prior to the receipt of funds are recognised as a receivable in the statement of financial position.</p>
10	<p>Cash and cash equivalents</p> <p>Cash and cash equivalents are stated at cost in the statement of financial position.</p> <p>Bank overdrafts are shown separately on the face of the statement of financial position as a current liability.</p> <p>For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held, other short-term highly liquid investments and bank overdrafts.</p>
11	<p>Prepayments and advances</p> <p>Prepayments and advances are recognised in the statement of financial position when the department receives or disburses the cash.</p> <p>Prepayments and advances are initially and subsequently measured at cost.</p>

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	Advances (payments to government entities) are recognised in the statement of financial performance if the advance is material and was budgeted for as an expense in the year in which the actual advance was made.
12	Loans and receivables Loans and receivables are recognised in the statement of financial position at cost plus accrued interest, where interest is charged, less amounts already settled or written off. Write-offs are made according to the department's write-off policy.
13	Investments Investments are recognised in the statement of financial position at cost.
14	Financial assets
14.1	Financial assets (not covered elsewhere) A financial asset is recognised initially at its cost plus transaction costs that are directly attributable to the acquisition or issue of the financial asset. At the reporting date, a department shall measure its financial assets at cost, less amounts already settled or written-off, except for recognised loans and receivables, which are measured at cost plus accrued interest, where interest is charged, less amounts already settled or written-off.
14.2	Impairment of financial assets Where there is an indication of impairment of a financial asset, an estimation of the reduction in the recorded carrying value, to reflect the best estimate of the amount of the future economic benefits expected to be received from that asset, is recorded in the notes to the financial statements. Impairment will be based on the type of debt according to the applicable policy.
15	Payables Payables recognised in the statement of financial position are recognised at cost.
16	Capital Assets
16.1	Immovable capital assets Immovable assets reflected in the asset register of the department are recorded in the notes to the financial statements at cost or fair value where the cost cannot be determined reliably. Immovable assets acquired in a non-exchange transaction are recorded at fair value at the date of acquisition. Immovable assets are subsequently carried in the asset register at cost and are not currently subject to depreciation or impairment. Subsequent expenditure that is of a capital nature is added to the cost of the asset at the end of the capital project unless the movable asset is recorded by another department/entity in which case the completed project costs are transferred to that department. Additional information on immovable assets not reflected in the assets register is provided in the notes to financial statements.
16.2	Movable capital assets Movable capital assets are initially recorded in the notes to the financial statements at cost. Movable capital assets acquired through a non-exchange transaction is measured at fair value as at the date of acquisition. Where the cost of movable capital assets cannot be determined reliably, the movable capital assets are measured at fair value and where fair value cannot be determined; the movable assets are measured at R1. All assets acquired prior to 1 April 2002 (or a later date as approved by the OAG) may be recorded at R1. Movable capital assets are subsequently carried at cost and are not subject to depreciation or impairment. Biological assets are subsequently carried at fair value. Biological assets (plantations) are measured at standing value. The standing value is the value of the standing, marketable timber that is present in a stand at the age when the value is computed. The standing value is determined with reference to the market volume, obtained from a growth model or yield table, which is applicable to a specific species, site and silviculture regime. The department uses the Microforest for managing the growing stock data base. The valuation is performed annually and is recognised in the notes to the financial statements. Biological assets (plantations) are subsequently carried at fair value. Subsequent expenditure that is of a capital nature is added to the cost of the asset at the end of the capital project unless the movable asset is recorded by another department/entity in which case the completed project costs are transferred to that department.
16.3	Intangible assets Intangible assets are initially recorded in the notes to the financial statements at cost. Intangible assets acquired through a non-exchange transaction are measured at fair value as at the date of acquisition. Internally generated intangible assets are recorded in the notes to the financial statements when the department commences the development phase of the project.

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	<p>Where the cost of intangible assets cannot be determined reliably, the intangible capital assets are measured at fair value and where fair value cannot be determined; the intangible assets are measured at R1.</p> <p>All assets acquired prior to 1 April 2002 (or a later date as approved by the OAG) may be recorded at R1.</p> <p>Intangible assets are subsequently carried at cost and are not subject to depreciation or impairment. Subsequent expenditure of a capital nature forms part of the cost of the existing asset when ready for use.</p>
16.4	<p>Project Costs: Work-in-progress</p> <p>Expenditure of a capital nature is initially recognised in the statement of financial performance at cost when paid.</p> <p>Amounts paid towards capital projects are separated from the amounts recognised and accumulated in work-in-progress until the underlying asset is ready for use. Once ready for use, the total accumulated payments are recorded in an asset register. Subsequent payments to complete the project are added to the capital asset in the asset register.</p> <p>Where the department is not the custodian of the completed project asset, the asset is transferred to the custodian subsequent to completion.</p>
17	Provisions and Contingents
17.1	<p>Provisions</p> <p>Provisions are recorded in the notes to the financial statements when there is a present legal or constructive obligation to forfeit economic benefits as a result of events in the past and it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate of the obligation can be made. The provision is measured as the best estimate of the funds required to settle the present obligation at the reporting date.</p>
17.2	<p>Contingent liabilities</p> <p>Contingent liabilities are recorded in the notes to the financial statements when there is a possible obligation that arises from past events, and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the department or when there is a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation or the amount of the obligation cannot be measured reliably.</p>
17.3	<p>Contingent assets</p> <p>Contingent assets are recorded in the notes to the financial statements when a possible asset arises from past events, and whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not within the control of the department.</p>
17.4	<p>Capital commitments</p> <p>Capital commitments are recorded at cost in the notes to the financial statements.</p>
18	<p>Unauthorised expenditure</p> <p>Unauthorised expenditure is recognised in the statement of financial position until such time as the expenditure is either:</p> <ul style="list-style-type: none"> • approved by Parliament or the Provincial Legislature with funding and the related funds are received; or • approved by Parliament or the Provincial Legislature without funding and is written off against the appropriation in the statement of financial performance; or • transferred to receivables for recovery. <p>Unauthorised expenditure is measured at the amount of the confirmed unauthorised expenditure.</p>
19	<p>Fruitless and wasteful expenditure</p> <p>Fruitless and wasteful expenditure is recorded in the notes to the financial statements when confirmed. The amount recorded is equal to the total value of the fruitless and or wasteful expenditure incurred. Fruitless and wasteful expenditure is removed from the notes to the financial statements when it is resolved or transferred to receivables or written off.</p> <p>Fruitless and wasteful expenditure receivables are measured at the amount that is expected to be recoverable and are de-recognised when settled or subsequently written-off as irrecoverable.</p>
20	<p>Irregular expenditure</p> <p>Irregular expenditure is recorded in the notes to the financial statements when confirmed. The amount recorded is equal to the value of the irregular expenditure incurred unless it is impracticable to determine, in which case reasons therefor are provided in the note.</p> <p>Irregular expenditure is removed from the note when it is either condoned by the relevant authority, transferred to receivables for recovery, not condoned and removed or written-off.</p> <p>Irregular expenditure receivables are measured at the amount that is expected to be recoverable and are de-recognised when settled or subsequently written-off as irrecoverable.</p>
21	Changes in accounting estimates and errors

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	Changes in accounting estimates are applied prospectively in accordance with MCS requirements. Correction of errors is applied retrospectively in the period in which the error has occurred in accordance with MCS requirements, except to the extent that it is impracticable to determine the period-specific effects or the cumulative effect of the error. In such cases the department shall restate the opening balances of assets, liabilities and net assets for the earliest period for which retrospective restatement is practicable.
22	Events after the reporting date Events after the reporting date that are classified as adjusting events have been accounted for in the financial statements. The events after the reporting date that are classified as non-adjusting events after the reporting date have been disclosed in the notes to the financial statements.
23	Principal-Agent arrangements Where the department is party to a principal-agent arrangement all related revenues, expenditures, assets and liabilities have been recognised or recorded in terms of the relevant policies listed herein. Additional disclosures have been provided in the notes to the financial statements where appropriate.
24	Departures from the MCS requirements The department did not departure from MCS requirements
25	Capitalisation reserve The capitalisation reserve comprises of financial assets and/or liabilities originating in a prior reporting period but which are recognised in the statement of financial position for the first time in the current reporting period. Amounts are recognised in the capitalisation reserves when identified in the current period and are transferred to the National Revenue Fund when the underlying asset is disposed and the related funds are received.
26	Recoverable revenue Amounts are recognised as recoverable revenue when a payment made in a previous financial year becomes recoverable from a debtor in the current financial year. Amounts are either transferred to the National Revenue Fund when recovered or are transferred to the statement of financial performance when written-off.
27	Related party transactions Related party transactions within the Minister portfolio are recorded in the notes to the financial statements when the transaction is not at arm's length. Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the department. Key management personnel include all executive management on level 14 and above. The number of individuals and the full compensation of key management personnel is recorded in the notes to the financial statements.
28	Inventories At the date of acquisition, inventories are recognised at cost in the statement of financial performance. Where inventories are acquired as part of a non-exchange transaction, the inventories are measured at fair value as at the date of acquisition. Inventories are subsequently measured at the lower of cost and net realisable value or where intended for distribution (or consumed in the production of goods for distribution) at no or a nominal charge, the lower of cost and current replacement value. The cost of inventories is assigned by using the weighted average cost basis.
29	Public-Private Partnerships Public Private Partnerships are accounted for based on the nature and or the substance of the partnership. The transaction is accounted for in accordance with the relevant accounting policies. A summary of the significant terms of the PPP agreement, the parties to the agreement, and the date of commencement thereof together with the description and nature of the concession fees received, the unitary fees paid, rights and obligations of the department are recorded in the notes to the financial statements.
30	Employee benefits The value of each major class of employee benefit obligation (accruals, payables not recognised and provisions) is disclosed in the Employee benefits note.
31	Transfers of functions Transfers of functions are accounted for by the acquirer by recognising or recording assets acquired and liabilities assumed at their carrying amounts at the date of transfer. Transfers of functions are accounted for by the transferor by derecognising or removing assets and liabilities at their carrying amounts at the date of transfer.
32	Mergers Mergers are accounted for by the combined department by recognising or recording assets acquired and liabilities assumed at their carrying amounts at the date of the merger. Mergers are accounted for by the combining departments by derecognising or removing assets and liabilities at their carrying amounts at the date of the merger.

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2022

1. Annual Appropriation

1.1 Annual Appropriation

Included are funds appropriated in terms of the Appropriation Act (and the Adjustments Appropriation Act) for national departments (Voted funds) and provincial departments:

	2021/22			2020/21		
	Final Appropriation	Actual Funds Received	Funds not requested/ not received	Final Appropriation	Appropriation received	Funds not requested/ not received
	R'000	R'000	R'000	R'000	R'000	R'000
Administration	3 303 858	3 303 858	-	2 817 077	2 817 077	-
Agricultural Production, Health, Food Safety, Natural Resources and Disaster Management	2 507 679	2 507 679	-	2 960 049	2 959 990	59
Food Security, Land Reform and Restitution	9 483 432	9 483 432	-	6 986 096	6 985 977	119
Rural Development	993 285	993 285	-	770 405	770 346	59
Economic Development, Trade and Marketing	994 394	994 394	-	656 900	656 544	356
Land Administration	740 612	740 612	-	1 057 086	1 056 967	119
Total	18 023 260	18 023 260	-	15 247 613	15 246 901	712

2. Departmental revenue

	Note	2021/22 R'000	2020/21 R'000
Sales of goods and services other than capital assets	2.1	277 520	228 822
Fines, penalties and forfeits	2.2	-	1
Interest, dividends and rent on land	2.3	18 854	18 806
Transactions in financial assets and liabilities	2.4	14 634	12 112
Transfer received	2.5	944	22
Total revenue collected		311 952	259 763
Departmental revenue collected		311 952	259 763

2.1 Sales of goods and services other than capital assets

	Note	2021/22 R'000	2020/21 R'000
Sales of goods and services produced by the department	2	277 520	228 818
Sales by market establishment		1 401	1 552
Administrative fees		268 224	222 304
Other sales		7 895	4 962
Sales of scrap, waste and other used current goods		-	4
Total		277 520	228 822

2.2 Fines, penalties and forfeits

	Note	2021/22 R'000	2020/21 R'000
Penalties	2	-	1
Total		-	1

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2.3 Interest, dividends and rent on land

	Note 2	2021/22 R'000	2020/21 R'000
Interest		15 961	16 706
Rent on land		2 893	2 100
Total		18 854	18 806

2.4 Transactions in financial assets and liabilities

	Note 2	2021/22 R'000	2020/21 R'000
Receivables		12 830	1 744
Stale cheques written back		-	7 677
Other Receipts including Recoverable Revenue		1 804	2 691
Total		14 634	12 112

2.5 Transfers received

	Note 2	2021/22 R'000	2020/21 R'000
Foreign governments		944	-
Public corporations and private enterprises		-	22
Total		944	22

2.5.1 Donations received in-kind (not included in the main note or sub note)

	Note 2	2021/22 R'000	2020/21 R'000
Gifts and donations		11	-
Training		4 013	-
Travel and subsistence		32	-
Equipment		500	-
<i>Prior year 2020/21</i>			-
Food & Agriculture Organisation of the United Nation (FAO)		-	205
Nestle		-	1
Japan International Cooperation Agency (JICA)		-	475
The Technical Centre for Agriculture and Rural Cooperation (CTA)		-	83
Female Entrepreneur Award programme		-	1 350
Total		4 556	2 114

2.6 Cash received not recognised (not included in the main note) – 2021/22

Name of entity	Amount received R'000	Amount paid to the revenue fund R'000	2021/22 Balance R'000
Gauteng Provincial Treasury	6 118	6 118	-
Mpumalanga Provincial Treasury	3 153	3 153	-
Limpopo Provincial Treasury	50 823	50 823	-
KwaZulu-Natal Provincial Treasury	10 970	10 970	-
North West Provincial Treasury	110 378	110 378	-
Eastern Cape Provincial Treasury	5 897	5 897	-
Western Cape Provincial Treasury	3	3	-
Northern Cape Provincial Treasury	16 129	16 129	-
Free State Provincial Treasury	3 908	3 908	-
Office of the Valuer-General	159 622	159 622	-
North West Provincial Treasury	42 103	42 103	-
Total	409 104	409 104	-

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Cash received not recognised (not included in the main note) – 2020/21

Name of entity	Amount received	Amount paid to the revenue fund	2020/21 Balance
	R'000	R'000	R'000
Eastern and Western Cape Provincial Treasury	8 758	427	8 331
Northern Cape and Free State Provincial Treasury	7 722	7 722	–
Gauteng Provincial Treasury	6 714	6 714	–
KwaZulu Natal Provincial Treasury	5 736	5 736	–
Mpumalanga and Limpopo Provincial Treasury	20 048	20 048	–
North West Provincial Treasury	90 636	90 636	–
	139 614	131 283	8 331

2021/22:

Cash received represent unspent conditional grants surrendered by the provincial departments for the 2020/21 financial year. Office of the Valuer-General: Surrender of surplus funds for the 2020/21 financial year.

2020/21:

The balance of R8,331 million was refunded to National Treasury on 15 April 2021.

3. Aid assistance

	Note	2021/22 R'000	2020/21 R'000
Transferred from statement of financial performance		71 942	–
Closing Balance		71 942	–

3.1 Analysis of balance by source

	Note	2021/22 R'000	2020/21 R'000
Aid assistance from RDP		59 743	–
Aid assistance from other sources		12 199	–
Closing balance	3	71 942	–

3.2 Analysis of balance

	Note	2021/22 R'000	2020/21 R'000
Aid assistance unutilised		12 199	–
Aid assistance repayable		59 743	–
Closing balance	3	71 942	–

Aid assistance not requested/not received		60 722	6 324
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Biodiversity International informed the department that the funds surrendered in 19/20 of R87 000 is available for the extension of the seed banks project in SA which will run from 1 July 2021 to 30 November 2021.

The Australian Centre for International Agriculture Research (ACIAR).

Funds to the value of R2,888 million is still available at National Treasury for the Small scale and emerging cattle farmers in SA.

The European Union

Fund to the value of R57,747 million is still available at National Treasury for the EU-SADC Economic Partnership programme

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3.3 Aid assistance expenditure per economic classification

	Note	2021/22 R'000	2020/21 R'000
Current		5 285	-
Total aid assistance expenditure		5 285	-

4. Compensation of employees

4.1 Salaries and Wages

	Note	2021/22 R'000	2020/21 R'000
Basic salary		2 570 901	2 629 396
Performance award		25 097	30 191
Service Based		6 792	4 202
Compensative/circumstantial		71 083	45 009
Periodic payments		25 440	11 083
Other non-pensionable allowances		640 217	546 164
Total		3 339 530	3 266 045

4.2 Social contributions

	Note	2021/22 R'000	2020/21 R'000
Employer contributions			
Pension		316 221	324 890
Medical		178 535	171 766
Bargaining council		725	729
Insurance		1 747	639
Total		497 228	498 024
Total compensation of employees		3 836 758	3 764 069
Average number of employees		9 012	10 982

The Directorate: Infrastructure Support has two projects Drilling and FMD of which the COE and Goods and Services expenditure are capitalised.
Compensation of employees – excludes R9,081 million disclosed as project costs (refer to note 9).
Decrease in the average of employees are due to lesser appointment of abnormal appointees.

5. Goods and services

	Note	2021/22 R'000	2020/21 R'000
Administrative fees		34 209	41 462
Advertising		11 833	12 941
Minor assets	5.1	8 353	6 061
Bursaries (employees)		12 908	10 011
Catering		2 417	1 196
Communication		39 422	55 822
Computer services	5.2	239 312	236 625
Consultants: Business and advisory services		133 869	222 884
Infrastructure and planning services		1 588	746
Laboratory services		434	544
Legal services		258 654	169 326
Contractors		56 633	84 257
Agency and support / outsourced services		44 924	60 030
Entertainment		2	1
Audit cost – external	5.3	39 667	31 113
Fleet services		36 693	26 664
Inventory	5.4	1 229 786	1 315 068

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	Note	2021/22 R'000	2020/21 R'000
Consumables	5.5	42 606	51 549
Operating leases		469 561	528 308
Property payments	5.6	614 199	571 992
Rental and hiring		357	439
Transport provided as part of the departmental activities		37	458
Travel and subsistence	5.7	315 868	185 718
Venues and facilities		38 384	29 214
Training and development		65 154	87 296
Other operating expenditure	5.8	11 082	13 619
Total		3 707 952	3 743 344

*The Directorate: Infrastructure Support has two projects Drilling and FMD of which the COE and Goods and Services expenditure are capitalised.
Good & Services – excludes R11,749 million disclosed as project costs (refer to note 9)*

5.1 Minor assets

	Note 5	2021/22 R'000	2020/21 R'000
Tangible assets		8 353	6 061
Buildings and other fixed structures		-	199
Machinery and equipment		8 343	5 862
Transport assets		10	-
Total		8 353	6 061

5.2 Computer services

	Note 5	2021/22 R'000	2020/21 R'000
SITA computer services		13 364	15 393
External computer service providers		225 948	221 232
Total		239 312	236 625

5.3 Audit cost – External

	Note 5	2021/22 R'000	2020/21 R'000
Regularity audits		28 081	28 181
Investigations		11 586	2 932
Total		39 667	31 113

5.4 Inventory

	Note 5	2021/22 R'000	2020/21 R'000
Clothing material and accessories		6 655	1 965
Farming supplies		992 753	358 289
Food and food supplies		2 166	1 403
Fuel, oil and gas		11 844	1 865
Materials and supplies		22 561	4 009
Medical supplies		1 117	1 950
Medicine		29 527	9 764
Other supplies	5.4.1	163 163	935 823
Total		1 229 786	1 315 068

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5.4.1 Other supplies

	Note 5.4	2021/22 R'000	2020/21 R'000
Assets for distribution		161 974	48 007
Machinery and equipment		144 384	48 007
Other assets for distribution		17 590	-
Other		1 189	887 816
Total		163 163	935 823

5.5 Consumables

	Note 5	2021/22 R'000	2020/21 R'000
Consumable supplies		15 062	28 404
Uniform and clothing		1 538	1 853
Household supplies		4 749	5 425
Building material and supplies		3 211	3 858
Communication accessories		4	19
IT consumables		916	628
Other consumables		4 644	16 621
Stationery, printing and office supplies		27 544	23 145
Total		42 606	51 549

5.6 Property payments

	Note 5	2021/22 R'000	2020/21 R'000
Municipal services		97 020	152 736
Property management fees		339 219	253 586
Property maintenance and repairs		6 829	13 487
Other		171 131	152 183
Total		614 199	571 992

5.7 Travel and subsistence

	Note 5	2021/22 R'000	2020/21 R'000
Local		314 528	183 140
Foreign		1 340	2 578
Total		315 868	185 718

5.8 Other operating expenditure

	Note 5	2021/22 R'000	2020/21 R'000
Professional bodies, membership and subscription fees		420	827
Resettlement costs		1 166	1 673
Other		9 496	11 119
Total		11 082	13 619

5.9 Remuneration of members of a commission or committee (Included in Consultants: Business and advisory services)
(Treasury Regulation 20.2.4)

Name of Commission / Committee	No. of members	Note 5	2021/22 R'000	2020/21 R'000
Audit committee	4		2 855	2 658
Risk Management	4		407	584
Genetic Resources – Registrat GMO Act, 1997	25		428	561
Grootfontein Agriculture Development Institute	4		72	-
Appeal Board	4		28	-
Total			3 790	3 803

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6. Interest and rent on land

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Interest paid		13	7 580
Total		13	7 580

7. Payments for financial assets

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Other material losses written off	7.1	1 165	1 413
Debts written off	7.2	1 068	3 029
Total		2 233	4 442

7.1 Other material losses written off

	<i>Note</i> 7	2021/22 R'000	2020/21 R'000
Nature of losses			
Damage rental vehicles – officials did not forfeit state cover		1 120	1 367
Other		45	46
Total		1 165	1 413

7.2 Debts written off

	<i>Note</i> 7	2021/22 R'000	2020/21 R'000
Recoverable revenue written off			
Bursary debt		177	2 909
Salary overpayments		154	9
Tax debt		2	3
Traffic fines			1
Leave without pay		13	-
Losses/damages – employees		95	-
Total		441	2 922
Other debt written off			
Salary overpayments		482	87
Tax debt		7	19
Traffic fines			1
Cell phone debt		4	-
Leave without pay		112	-
Losses/damages -employees		22	-
Total		627	107
Total debt written off		1 068	3 029

8. Transfers and subsidies

		2021/22 R'000	2020/21 R'000
	<i>Note</i>		
Provinces and municipalities	37, 38	2 459 893	1 866 384
Departmental agencies and accounts	<i>Annexure 1B</i>	2 428 821	2 231 348
Foreign governments and international organisations	<i>Annexure 1E</i>	36 301	29 338
Public corporations and private enterprises	<i>Annexure 1D</i>	564 194	14 000
Non-profit institutions	<i>Annexure 1F</i>	4 140	4 035
Households	<i>Annexure 1G</i>	2 142 112	1 533 934
Total		7 635 461	5 679 039

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9. Expenditure for capital assets

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Tangible assets		1 748 807	909 639
Buildings and other fixed structures	34	1 048 211	788 599
Machinery and equipment	32	84 096	93 753
Land and subsoil assets	34	616 500	27 191
Biological assets	32	-	96
Intangible assets		-	970
Software	33	-	970
Total		1 748 807	910 609

The following amounts have been included as project costs in
Expenditure for capital assets

Compensation of employees	9 081	9 676
Goods and services	11 749	14 414
Total	20 830	24 090

9.1 Analysis of funds utilised to acquire capital assets – 2021/22

	Voted funds R'000	Total R'000
Tangible assets	1 748 807	1 748 807
Buildings and other fixed structures	1 048 211	1 048 211
Machinery and equipment	84 096	84 096
Land and subsoil assets	616 500	616 500
Total	1 748 807	1 748 807

9.2 Analysis of funds utilised to acquire capital assets – 2020/21

	Voted funds R'000	Total R'000
Tangible assets	909 639	909 639
Buildings and other fixed structures	788 599	788 599
Machinery and equipment	93 753	93 753
Land and subsoil assets	27 191	27 191
Biological assets	96	96
Intangible assets	970	970
Software	970	970
Total	910 609	910 609

9.3 Finance lease expenditure included in Expenditure for capital assets

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Tangible assets			
Machinery and equipment		35 733	17 214
Total		35 733	17 214

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10. Cash and cash equivalents

	Note	2021/22 R'000	2020/21 R'000
Consolidated Paymaster General Account		1 283 618	1 175 747
Cash on hand		433	392
Total		1 284 051	1 176 139

Donor funding to the amount of R71,942 million is included in the cash and cash equivalents. Refer to Note 3: Aid assistance.

11. Prepayments and advances

	Note	2021/22 R'000	2020/21 R'000
Travel and subsistence		2 691	1 634
Prepayments (Not expensed)	11.2	-	56 176
Advances paid (Not expensed)	11.1	2 973	4 752
Total		5 664	62 562

11.1 Advances paid (Not expensed)

	Note	Balance as at 1 April 2021	Less: Amount expensed in current year	Add or Less: Other	Add: Current Year advances	Balance as at 31 March 2022
		R'000	R'000	R'000	R'000	R'000
National departments	11	4 752	(3 559)	-	1 780	2 973
Total		4 752	(3 559)	-	1 780	2 973

The advance was paid to the Department of Government Communication and Information Systems (GCIS) for purposes of the various media campaigns that GCIS runs on behalf of the department. The funds are advanced based on the pro-forma invoice that the GCIS sends to the department. Once the campaign has run, the final invoice is then sent to the department in order for the department to correctly account for it against expenditure items and at the same time reduce the balance of the advance.

	Note	Balance as at 1 April 2020	Less: Amount expensed in current year	Add or Less: Other	Add: Current Year advances	Balance as at 31 March 2021
		R'000	R'000	R'000	R'000	R'000
National departments	11	-	(11 086)	2 639	13 199	4 752
Total		-	(11 086)	2 639	13 199	4 752

11.2 Prepayments (Not expensed)

	Note	Balance as at 1 April 2021	Less: Amount expensed in current year	Add or Less: Other	Add: Current Year prepayments	Balance as at 31 March 2022
		R'000	R'000	R'000	R'000	R'000
Goods and services	11	56 176	(155 864)	-	99 688	-
Total		56 176	(155 864)	-	99 688	-

The department contracted the services of an external firm of attorney for purposes of proving legal services to Land Reform beneficiaries under the Land Rights Management Facility (MLRF). The funds are advanced in line with the MOU that was entered into between the department and the service provider. The funds are expensed monthly. As and when the services are provided, the service provider provide the department with a progress

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report of what has been done and the cost thereof together with the invoices already paid from the advance. These invoices are then captured onto the department's general ledger to correctly reflect expenditure incurred in the department.
The contract ended during the 2021/22 financial year.

Prepayments (Not Expensed)

	Note	Balance as at 1 April 2020	Less: Amount expensed in current year	Add or Less: Other	Add: Current Year prepayments	Balance as at 31 March 2021
		R'000	R'000	R'000	R'000	R'000
Goods and services	11	-	(150 145)	51 911	154 410	56 176
Total		-	(150 145)	51 911	154 410	56 176

11.3 Prepayments (Expensed)

	Balance as at 1 April 2021	Less: Received in the current year	Add or Less: Other	Add: Current Year prepayments	Amount as at 31 March 2022
	R'000	R'000	R'000	R'000	R'000
Goods and services	240 964	-	(335 603)	601 704	507 065
Total	240 964	-	(335 603)	601 704	507 065

These funds were advanced in line with the Presidential Employment Stimulus Initiatives (PESI) that was introduced in order to provide relief to distressed farmers affected by the COVID-19 pandemic. The assistance is provided through the issue of e-vouchers to the farmers. The department did not have the resources to administer the e-voucher function, thus the services of an external service provider (Vodacom) were sought in order to administer the vouchers. Funds are dispersed to Vodacom in line with the department approval process. Vodacom will in return disperse the vouchers to the approved farmers through the Connected Farmer e-voucher solution.

Prepayment (Expensed)

	Balance as at 1 April 2020	Less: Received in the current year	Add or Less: Other	Add: Current Year prepayments	Amount as at 31 March 2021
	R'000	R'000	R'000	R'000	R'000
Goods and services	-	-	(706)	241 670	240 964
Total	-	-	(706)	241 670	240 964

11.4 Advances paid (Expensed)

	Balance as at 1 April 2021	Less: Received in the current year	Add or Less: Other	Add: Current Year advances	Amount as at 31 March 2022
	R'000	R'000	R'000	R'000	R'000
National departments	4 296	(1 196)	(2 380)	33 000	33 720
Public entities	911 919	-	(446 789)	565 818	1 030 948
Other Institutes	69 107	-	(42 376)	276 016	302 747
Total	985 322	(1 196)	(491 545)	874 834	1 367 415

*National departments: Government Communication and Information System and Statistics South Africa
Public Entities: The Land Bank and Agricultural Research Council.
Other institutions: Fruit SA and Human Research Council, and SA Farmers Development Association.
The funds are dispersed to these entities in line with the MOU's that the department has concluded with these entities. Refer to note 35.1 on the word template of the service provided.*

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Advances paid (Expensed)

	Balance as at 1 April 2020	Less: Received in the current year	Add or Less: Other	Add: Current Year advances	Amount as at 31 March 2021
	R'000	R'000	R'000	R'000	R'000
National departments	-	11 488	(7 270)	78	4 296
Public entities	-	1 014 355	(116 436)	14 000	911 919
Other Institutions	-	59 033	(25 783)	35 857	69 107
Total	-	1 084 876	(149 489)	49 935	985 322

12. Receivables

		2021/22			2020/21		
	Note	Current	Non-current	Total	Current	Non-current	Total
		R'000	R'000	R'000	R'000	R'000	R'000
Claims recoverable	12.1	2 881	123	3 004	4 042	-	4 042
Recoverable expenditure	12.2	7 326	7 703	15 029	18 054	-	18 054
Staff debt	12.3	15 963	3 043	19 006	14 669	2 615	17 284
Fruitless and wasteful expenditure	12.5	1 574	-	1 574	1 337	-	1 337
Other receivables	12.4	-	505	505	448	-	448
Total		27 744	11 374	39 118	38 550	2 615	41 165

12.1 Claims recoverable

	Note	2021/22	2020/21
	12	R'000	R'000
National departments		3 004	3 009
Provincial departments		-	34
Public entities		-	999
Total		3 004	4 042

12.2 Recoverable expenditure (disallowance accounts)

	Note	2021/22	2020/21
	12	R'000	R'000
Damage vehicles		7 878	8 201
Disallowance damage and losses		35	6 900
Salary: Reversal control		1 652	1 053
Salary: Tax debt		49	80
Disallowance: Dishonoured cheques		-	1
Salary: Deduction disallowance		101	68
Agency: Services: NSF		1 109	1 751
Salary: Medical Aid		1	-
Pension Recoverable Account		51	-
Salary: GEHS refund control		4 153	-
Total		15 029	18 054

Agency Services: NSF – An amount of R9,052 million was received during April 2022.

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12.3 Staff debt

	<i>Note 12</i>	2021/22 R'000	2020/21 R'000
Bursary debt		6 848	6 181
Student debt – GADI		6 193	4 649
Leave without pay		1 167	1 308
Salary debt		2 970	3 038
GG accident		336	340
Losses/damages – Employees and non-employees		839	995
Tax debt		155	151
Suppliers		337	356
Other staff debt		161	215
Pension Recoverable Account		-	51
Total		19 006	17 284

Other staff debt	2020/21
Subsidised motor scheme – R37 000	R52 000
Telephone debt – R0.00	R1 000
Breach of Contract employees – R0.00	R36 000
Cell phone debt – R71 000	R66 000
State Guarantee – R12 000	R12 000
Breach of Contract non-employees – R0.00	R5 000
Travel and Subsistence – R41 000	R43 000
Total R161 000	R215 000

12.4 Other receivables

	<i>Note 12</i>	2021/22 R'000	2020/21 R'000
Transport payment suspense		505	448
Total		505	448

12.5 Fruitless and wasteful expenditure

	<i>Note 12</i>	2021/22 R'000	2020/21 R'000
Opening balance		1 337	-
Less amounts recovered		-	(50)
Transfers from note 32 Fruitless and Wasteful Expenditure		-	1 387
Interest		237	-
Total		1 574	337

12.6 Impairment of receivables

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Estimate of impairment of receivables		20 676	19 985
Total		20 676	85

13. Investments

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Non-Current			
Shares and other equity			
Onderstepoort Biological Products Ltd		1	1
Total non-current		1	1
		2021/22 R'000	2020/21 R'000
Analysis of non-current investments			
Opening balance		1	1
Closing balance		1	1

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14. Voted funds to be surrendered to the Revenue Fund

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Opening balance		1 124 808	-
As restated		1 124 808	-
Transfer from statement of financial performance (as restated)		1 092 036	1 138 530
Voted funds not requested/not received	1.1	-	(712)
Paid during the year		(1 153 871)	(13 010)
Closing balance		1 062 973	1 124 808

14.1 Prior period error

	<i>Note</i>	2020/21 R'000
Nature of prior period error		
Relating to 2019/20 <i>[affecting the opening balance]</i>	14	13 010
Reversal of claim – CRLR		13 010
Relating to 2020/21		16 052
Reversal of claim – CRLR		16 052
Total		29 062

15. Departmental revenue and NRF Receipts to be surrendered to the Revenue Fund

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Opening balance		21 652	-
As restated		21 652	-
Transfer from Statement of Financial Performance (as restated)		311 952	259 763
Paid during the year		(321 928)	(238 111)
Closing balance		11 676	21 652

15.1 Prior period error

	<i>Note</i>	2020/21 R'000
Relating to 2020/21	15	726
Reversal of Restitution claim – Revenue refer to note 3 and 3.5		726
Total		726

16. Payables – current

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Advances received	16.1	58	311
Clearing accounts	16.2	10 105	10 758
Other payables	16.3	159 559	110 801
Total		169 722	121 870

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16.1 Advances received

	<i>Note</i> 16	2021/22 R'000	2020/21 R'000
Other institutions	<i>Annex</i> <i>8B</i>	58	311
Total		58	311

16.2 Clearing accounts

	<i>Note</i> 16	2021/22 R'000	2020/21 R'000
Salary: Income tax		3 385	7 616
Salary: Pension fund		21	357
Salary: ACB recalls		742	294
Telephone control account		260	260
Salary: Reversal account		627	649
Salary: GEHS refund control		5 008	1 568
Salary: Bargaining Control		3	2
Salary: Medical Aid		-	12
Sal Deduction Disallowance		59	-
Total		10 105	10 758

16.3 Other payables

	<i>Note</i> 16	2021/22 R'000	2020/21 R'000
Disallowance damages and losses		41	11 045
Restitution unclaimed vouchers		73 292	75 392
Payable: Advance National Department/Public Entities		-	13
Restitution Bank Account		86 175	24 351
Transport payment suspense		51	-
Total		159 559	110 801

17. Payables – non-current

		2021/22 One to two years	Two to three years	More than three years	Total R'000	2020/21 Total R'000
		R'000	R'000	R'000		
Other payables	<i>Note</i> 17.1			1	1	1
Total		-	-	1	1	1

17.1 Other payables

	<i>Note</i> 17	2021/22 R'000	2020/21 R'000
Description			
Onderstepoort Biological Products Ltd		1	1
Total		1	1

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18. Net cash flow available from operating activities

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Net surplus/(deficit) as per Statement of Financial Performance		1 475 930	1 398 293
Add back non cash/cash movements not deemed operating activities		388 564	679 534
(Increase)/decrease in receivables		10 806	(38 550)
(Increase)/decrease in prepayments and advances		56 898	(62 562)
Increase/(decrease) in payables – current		47 852	121 870
Expenditure on capital assets		1 748 807	910 609
Surrenders to Revenue Fund		(1 475 799)	(251 121)
Voted funds not requested/not received		-	(712)
Net cash flow generated by operating activities		1 864 494	2 077 827

19. Reconciliation of cash and cash equivalents for cash flow purposes

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Consolidated Paymaster General account		1 283 618	1 175 747
Cash on hand		433	392
Total		1 284 051	1 176 139

20. Contingent liabilities and contingent assets

20.1 Contingent liabilities

		<i>Note</i>	2021/22 R'000	2020/21 R'000
Liable to	Nature			
Housing loan guarantees	Employees	<i>Annex 3A</i>	-	57
Claims against the department		<i>Annex 3B</i>	2 253 679	2 306 950
Intergovernmental payables (unconfirmed balances)		<i>Annex 5</i>	-	431 035
Other		<i>Annex 3B</i>	444 175	-
Total			2 697 854	2 738 042

Interest and legal cost that may arise from claims against the State are not disclosed as contingent liability as the occurrence obligation depends on the handing down of an order by a court that the department is liable for payment of interest and legal costs, and it is only in instances where the department is not appealing or reviewing in order.

There are some claims brought against the department that are not sounding in money and which are therefore not quantifiable due to the nature of the claims not sounding in money.

The cases reported under contingent liabilities in Annexure 3B represent legal cases instituted against the Department of Agriculture, Land Reform and Rural Development which are in various stages of investigation/legal actions. Also included are Occupation Specific Dispensation (OSD's) claims, that are unpaid and are subject to approval.

20.2 Contingent assets

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Asset seized by AFU		13 010	13 010
Legal		29 167	29 167
Total		42 177	42 177

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21. Capital commitments

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Buildings and other fixed structures		1 288 795	1 442 010
Machinery and equipment		33 321	14 231
Total		1 322 117	1 456 241

Included in commitments are projects that are between 1 to 3 years and projects that are older than 3 years this is due to changes of Restitution settlement options, community, tribal and family disputes and untraceable claim. Interest might be charged on settlement of some of these claims in terms of Section 80 of PFMA as prescribed by the Minister of Finance.

22. Accruals and payables not recognised

22.1 Accruals

			2021/22 R'000	2020/21 R'000
Listed by economic classification				
	30 Days	30+ Days	Total	Total
Goods and services	144 861	44 740	189 601	80 618
Interest and rent on land	13	-	13	-
Transfers and subsidies	36 183	13 435	49 618	7 161
Capital assets	6000	3 037	9 037	-
Other	10 962	2 114	13 076	2 041
Total	198 019	63 326	261 345	89 820

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Listed by programme level			
Programme 1		109 154	61 390
Programme 2		45 337	10 269
Programme 3		67 159	7 581
Programme 4		5 920	9 296
Programme 5		32 446	151
Programme 6		1 329	1 133
Total		261 345	89 820

22.2 Payables not recognised

			2021/22 R'000	2020/21 R'000
Listed by economic classification				
	30 Days	30+ Days	Total	Total
Goods and services	31 821	12 100	43 921	87 818
Transfers and subsidies	29 129	1 042	30 171	355
Capital assets	10 626	859	11 485	12 689
Other	2 247	148	2 395	2 716
Total	73 823	14 149	87 972	103 578

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Listed by programme level			
Programme 1		15 573	26 335
Programme 2		8 582	32 058
Programme 3		28 443	32 797
Programme 4		6 083	2 151
Programme 5		28 737	9 223
Programme 6		554	1 014
Total		87 972	103 578

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	Note	2021/22 R'000	2020/21 R'000
Included in the above totals are the following:			
Confirmed balances with other departments	Annex 5	6 620	-
Confirmed balances with other government entities	Annex 5	26 305	8 022
Total		32 925	8 022

23. Employee benefits

	Note	2021/22 R'000	2020/21 R'000
Leave entitlement		228 343	283 830
Service bonus		98 809	100 519
Capped leave		46 807	50 609
Other		3 190	3 226
Total		377 149	438 184

Leave entitlement balance has been considered and the negative balances of R1,142 million which resulted from the following:

At the beginning of the year, officials are allocated 22 or 30 days of vacation leave for the whole year which is pro-rated from month to month. Sometimes officials take leave that is more than the leave accumulated for a particular period which then result in the pro-rated days of that particular period being exceeded hence the negative balance.

24. Lease commitments

24.1 Operating leases

2021/22	Land R'000	Buildings and other fixed structures R'000	Machinery and equipment R'000	Total R'000
Not later than 1 year	1	620 790	14 118	634 909
Later than 1 year and not later than 5 years	3	1 318 744	1 428	1 320 175
Later than five years	40	7 589		7 629
Total lease commitments	44	1 947 123	15 546	1 962 713

2020/21	Land R'000	Buildings and other fixed structures R'000	Machinery and equipment R'000	Total R'000
Not later than 1 year	1	468 410	61 780	530 191
Later than 1 year and not later than 5 years	3	904 338	10 216	914 557
Later than five years	41	7 157	-	7 198
Total lease commitments	44	1 379 905	71 996	1 451 945

Existing lease agreements: The lease commitments for lease office accommodation/ buildings/facilities/land were based on the actual lease tariff and escalation rate per annum, as outlined in the signed lease agreements/cost analyses per building/facility/land.

Leases extended by NDPWI (month-to-month basis): The National Department of Public Works and Infrastructure (NDPWI) extends the leases on a month-to-month basis to allow monthly rental payments until the finalisation of the lease renewals or acquisition of alternative office space as per Procurement Instruction (PI) and the Department of Agriculture, Land Reform and Rural Development's "Confirmation of period of continued use of leasehold schedule" dated Monday 25 October 2021 (Agriculture Component) as well as the Department of Agriculture, Land Reform and Rural Development's "Lease Renewal Confirmation Schedule" dated Sunday, 27 September 2021 (Rural Development Component). Refer to enclosed schedules in this regard.

State owned accommodation charges: The State-owned accommodation charges over the MTEF period are included in the above figure. Refer to enclosed schedules in this regard.

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Existing lease agreements: The lease commitments for lease office accommodation/buildings/facilities/land were based on the actual lease tariff and escalation rate per annum, as outlined in the signed lease agreement/cost analyses per building/facility/land.

GG vehicles:

The lease has expired yet the department still uses the vehicles. The process of renewing the lease has not begun. The lease thus continues month to month and management has not decided to continue with the lease or not.

24.2 Finance leases **

	Land	Buildings and other fixed structures	Machinery and equipment	Total
	R'000	R'000	R'000	R'000
2021/22				
Not later than 1 year			6 376	6 376
Later than 1 year and not later than 5 years			3 595	3 595
Total lease commitments	-	-	9 971	9 971

	Land	Buildings and other fixed structures	Machinery and equipment	Total
	R'000	R'000	R'000	R'000
2020/21				
Not later than 1 year	-	-	7 881	7 881
Later than 1 year and not later than 5 years	-	-	7 101	7 101
Total lease commitments	-	-	14 982	14 982

****This note excludes leases relating to public private partnership as they are separately disclosed in note no. 30.**

The finance leases consist of photocopy machines leases.

24.3 Operating lease future revenue**

	Land	Buildings and other fixed structures	Machinery and equipment	Total
	R'000	R'000	R'000	R'000
2021/22				
Not later than 1 year	7 228			7 228
Later than 1 year and not later than 5 years	43 498			43 498
Later than five years	2 150 888			2 150 888
Total operating lease revenue receivable	2 201 614	-	-	2 201 614

	Land	Buildings and other fixed structures	Machinery and equipment	Total
	R'000	R'000	R'000	R'000
2020/21				
Not later than 1 year	5 817	-	-	5 817
Later than 1 year and not later than 5 years	30 630	-	-	30 630
Later than five years	1 989 871	-	-	1 989 871
Total operating lease revenue receivable	2 026 318	-	-	2 026 318

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25. Accrued departmental revenue

	<i>Note</i>	2021/22	2020/21
		R'000	R'000
Sales of goods and services other than capital assets		34 854	19 548
Interest, dividends and rent on land		201 022	160 872
Total		235 876	180 420

25.1 Analysis of accrued departmental revenue

	<i>Note</i>	2021/22	2020/21
		R'000	R'000
Opening balance		180 420	-
Less: amounts received		161 031	138 008
Less: services received in lieu of cash			-
Add: amounts recognised		217 784	320 510
Less: amounts written-off/reversed as irrecoverable		1 297	2 082
Closing balance		235 876	180 420

25.2 Accrued department revenue written off

	<i>Note</i>	2021/22	2020/21
		R'000	R'000
Nature of losses			
Trade debtors		11	2 082
Lease debtors		1 286	-
Total		1 297	2 082

25.3 Impairment of accrued departmental revenue

	<i>Note</i>	2021/22	2020/21
		R'000	R'000
Estimate of impairment of accrued departmental revenue		97 972	100 837
Total		97 972	100 837

26. Irregular expenditure

26.1 Reconciliation of irregular expenditure

	<i>Note</i>	2021/22	2020/21
		R'000	R'000
Opening balance		203 297	-
As restated		203 297	-
Add: Irregular expenditure – relating to prior year	26.2	1 179	173 684
Add: Irregular expenditure – relating to current year	26.2	4 268	29 977
Less: Amounts recoverable (current and prior year)	12	-	(364)
Closing balance		208 744	203 297

Analysis of closing balance

Current year	4 268	29 977
Prior years	204 476	173 320
Total	208 744	203 297

26.2 Details of current and prior year irregular expenditure – added current year (under determination and investigation)

Incident	Disciplinary steps taken/criminal proceedings	2021/22
		R'000
Non-Compliance with Supply Chain		5 447
Total		5 447

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26.3 Details of irregular expenditures under assessment (not included in the main note)

Incident	2021/22 R'000
Non compliance with policies Land Acquisition	33 578
Total	33 578

26.4 Prior period error

	<i>Note</i>	2020/21 R'000
Relating to 2020/21		(545)
Recovered		(314)
Removed		(231)
Total		(545)

27. Fruitless and wasteful expenditure

27.1 Reconciliation of fruitless and wasteful expenditure

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Opening balance		41 024	-
As restated		41 024	-
Fruitless and wasteful expenditure – relating to prior year	27.2	-	30 115
Fruitless and wasteful expenditure – relating to current year	27.2	33	10 909
Less: Amounts written off	27.3	(4 953)	-
Closing balance		36 104	41 024

Analysis of awaiting resolution per economic classification

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Current		36 104	41 024
Total		36 104	41 024

27.2 Details of current and prior year fruitless and wasteful expenditure – added current year (under determination and investigation)

Incident	Disciplinary steps taken/criminal proceedings	2021/22 R'000
Interest paid on late payments of invoices		10
Interest on late pension payment		3
Spa treatment		20
Total		33

27.3 Details of fruitless and wasteful expenditure written off

Incident	2021/22 R'000
Interest paid as per court order	4 944
Other interest	9
Total	4 953

27.4 Prior period error

	<i>Note</i>	2020/21 R'000
Relating to 2020/21		(3 524)
Interest paid as a result of court order		(3 524)
Total		(3 524)

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27.5 Details of fruitless and wasteful expenditures under investigation (not in the main note)

Incident	2021/22 R'000
Non-compliance with policies	56 586
Total	56 586

28. Related party transactions

	<i>Note</i>	2021/22 R'000	2020/21 R'000
Year end balances arising from revenue/payments			
Receivables from related parties		2	-
Total		2	-

	<i>Note</i>	2021/22 R'000	2020/21 R'000
In kind goods and services provided/received			
The department paid for the office space for the Deeds		(64 212)	(71 941)
Deeds Registration Trading account has rendered services		8 020	6 417
The Agricultural Land Holdings Account		(13 604)	(13 721)
GG vehicles paid by the department on behalf of Deeds		(1 950)	(1 702)
Commission on Restitution of Land Rights		(14 847)	(16 052)
The department paid for the office space for the OVG		(963)	(983)
Total		(87 556)	(97 982)

Ministerial portfolio:
Department:
Public Entity schedule
Agricultural Research Council
National Agricultural Marketing Council
Perishable Products Export Control Board
Onderstepoort Biological Products
Deeds Registration Trading Entity
Agricultural Land Holdings Account
Office of the Valuer General
Commission of Restitution of Land Rights
Ingonyama Trust Board

29. 31.

	No. of Individuals	2021/22 R'000	2020/21 R'000
Political office bearers (provide detail below)	4	6 377	6 357
Officials:			
Level 15 to 16	20	32 301	39 361
Level 14	76	99 895	103 778
Family members of key management personnel	7	6 062	5 806
Total		144 635	155 302

30. Public Private Partnership

Capital / (Liabilities)	787 887	497 773
Property	787 887	497 773
	787 887	497 773

Any guarantees issued by the department are disclosed in Note 20.1

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PPP is defined as a contract between a public sector institution/municipality and a private party, in which the private party assumes substantial financial, technical and operational risk in the design, financing, building and operation of a project.

PPP is between DALRRD and Tshala Bese Uyavuna Consortium.

The Status of PPP:

The DALRRD has registered a PPP project with National Treasury and prepared the feasibility study comprising of needs analysis, option analysis, project due diligence, value assessment, economic valuation and procurement plan which were also submitted to National Treasury.

In line with the PPP manual, the department further obtained the following approvals:

Treasury Approval I : Design Procurement Processes

Treasury Approval IIA: Pre-qualification of parties, Issuing of RFP receive bids, compare bids with feasibility study, select preferred bidder and prepare value for money report.

Treasury Approval IIB: Negotiations with the preferred bidder.

Treasury Approval III: Approval to sign the PPP agreement (approval granted by National Treasury in May 2017)

PROPOSED PPP PROJECT PLAN

a) The PPP building will accommodate all Pretoria based offices including the Gauteng: PSSC, National Office, Deeds and Restitution.

b) The building will have 82 434 square meters, 1 124 parking bays and will accommodate 2 400 staff members.

c) The building will be fully serviced which will include the provision of the following services by Private Party:

- Printing services
- Cleaning services
- Catering services
- Maintenance service
- Furniture

d) Note: The private party will operate the building for a period of 25 years and thereafter the building becomes state property.

31. Provisions

	Note	2021/22 R'000	2020/21 R'000
Legal cases: Interest		1 706	-
Total		1 706	-

31.1 Reconciliation of movement in provisions – 2021/22

	Provision 1	Provision 2	Provision 3	Total provisions
	R'000	R'000	R'000	R'000
Increase in provision	1 706			1 706
Closing balance	1 706	-	-	1 706

Reconciliation of movement in provisions – 2020/21

	Provision 1	Provision 2	Provision 3	Total provisions
	R'000	R'000	R'000	R'000
Increase in provision	-			-
Closing balance	-	-	-	-

Legal cases: Interest and cost – Department awaits the claim from Department of Justice and Constitutional Development. Department of Justice and Constitutional Development is responsible for the final determination of cost and interest and to pay the claimants.

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32. Movable Tangible Capital Assets

MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2022

	Opening balance R'000	Value adjustments R'000	Additions R'000	Disposals R'000	Closing Balance R'000
MACHINERY AND EQUIPMENT	1 203 507		36 150	9 031	1 230 626
Transport assets	173 294		433	74	173 653
Computer equipment	641 925		22 103	8 461	655 567
Furniture and office equipment	143 727		5 194	172	148 749
Other machinery and equipment	244 561		8 420	324	252 657
BIOLOGICAL ASSETS	445	-	-	27	418
Biological assets	445	-	-	27	418
TOTAL MOVABLE TANGIBLE CAPITAL ASSETS	1 203 952	-	36 150	9 058	1 231 044

The non-cash disposals amongst other represents assets destroyed, lost assets donated and transferred.

Movable Tangible Capital Assets under investigation

	Number	Value R'000
Included in the above total of the movable tangible capital assets per the asset register are assets that are under investigation:		
Machinery and equipment	98	1 758

32.1 Movement for 2020/21

MOVEMENT IN TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2021

	Opening balance R'000	Prior period error R'000	Additions R'000	Disposals R'000	Closing Balance R'000
HERITAGE ASSETS			197	197	-
Heritage assets			197	197	-
MACHINERY AND EQUIPMENT		4 193	1 285 694	86 380	1 203 507
Transport assets		741	221 481	48 928	173 294
Computer equipment		1 609	653 396	13 080	641 925
Furniture and office equipment		1 049	146 852	4 174	143 727
Other machinery and equipment		794	263 965	20 198	244 561
BIOLOGICAL ASSETS			776 253	775 808	445
Biological assets			776 253	775 808	445
TOTAL MOVABLE TANGIBLE CAPITAL ASSETS		4 193	2 062 144	862 385	1 203 952

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32.1.1 Prior period error

	Note	2020/21 R'000
Nature of prior period error		
Relating to 2019/20 <i>[affecting the opening balance]</i>		4 193
Other machinery and equipment LOGIS		4 193
Relating to 2020/21		62
Other machinery and equipment LOGIS		60
Biological Assets		2
Total prior period errors		4 255

Majority adjustment are due to data corrections and classification from assets to consumables

32.2 Minor assets

	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Opening balance	43	166 575	1 193	167 811
Value adjustments	-	-	25	25
Additions	-	3 608	600	4 208
Disposals	-	1 158	611	1 769
TOTAL MINOR ASSETS	43	169 025	1 207	170 275

	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Number of R1 minor assets	-	39 877	-	39 877
Number of minor assets at cost	16	96 641	777	97 434
TOTAL NUMBER OF MINOR ASSETS	16	136 518	777	137 311

Minor Capital Assets under investigation

	Number	Value R'000
Included in the above total of the minor capital assets per the asset register are assets that are under investigation:		
Machinery and equipment	441	567

Assets not verified during asset verification but under investigation.

MINOR ASSETS

MOVEMENT IN MINOR ASSETS PER THE ASSET REGISTER FOR THE YEAR ENDED AS AT 31 MARCH 2021

	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Prior period error	-	714	-	714
Additions	49	172 828	1 815	174 692
Disposals	6	6 967	622	7 595
TOTAL MINOR ASSETS	43	166 575	1 193	167 811

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	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Number of R1 minor assets	-	50 369	5	50 374
Number of minor assets at cost	16	96 184	729	96 929
TOTAL NUMBER OF MINOR ASSETS	16	146 553	734	147 303

32.2.1 Prior period error

	<i>Note</i>	2020/21 R'000
Nature of prior period error		
Relating to 2019/20 <i>[affecting the opening balance]</i>		714
Machinery and equipment LOGIS		(130)
Machinery and equipment BAUD		844
Relating to 2020/21		
Relating to 2020/21 <i>[affecting the opening balance]</i>		(41)
Machinery and equipment LOGIS		4
Machinery and equipment BAUD		(45)
Relating to 2020/21		
Total		673

*The majority of the errors are due to data corrections and classification from assets to consumables.
The amount of R45 792,59 is due to the incorrect classification, the amount represents capital book not minor.
The amount of (R130 113,33) represents a data fixes done by NT – LOGIK due to errors.
The amount of R834 560,81 represents prior period errors in BAUD, the total included commission paid of
R10 405,20 = R844 967.01.*

32.3 Movable assets written off

	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Assets written off		10 029	638	10 667
TOTAL MOVABLE ASSETS WRITTEN OFF		10 029	638	10 667

	Intangible assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Assets written off	4	3 803	737	4 544
TOTAL MOVABLE ASSETS WRITTEN OFF	4	3 803	737	4 544

Written off assets are due to assets destroyed and losses

33. Intangible Capital Assets

	Opening balance R'000	Additions R'000	Disposals R'000	Closing Balance R'000
SOFTWARE	75 639	497	-	76 136
TOTAL INTANGIBLE CAPITAL ASSETS	75 639	497	-	76 136

The additions are three IT systems that are finalised and ready for use by the department, they are on the departmental asset register.

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33.1 Movement for 2020/21

MOVEMENT IN INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2021

	Opening balance R'000	Prior period error R'000	Additions R'000	Disposals R'000	Closing Balance R'000
SOFTWARE	-	-	76 656	1 017	75 639
TOTAL INTANGIBLE CAPITAL ASSETS	-	-	76 656	1 017	75 639

34. Immovable Tangible Capital Assets

Movement in immovable tangible capital assets per asset register for the year ended 31 March 2022

	Opening balance R'000	Additions R'000	Disposals R'000	Closing Balance R'000
BUILDINGS AND OTHER FIXED STRUCTURES	675 258	382 576	112 109	945 725
Dwellings	631	-	-	631
Non-residential buildings	800	2 755	2 755	800
Other fixed structures	673 827	379 821	109 354	944 294
LAND AND SUBSOIL ASSETS	1 042 075	198 539	448 993	791 621
Land	1 042 075	198 539	448 993	791 621
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	1 717 333	581 115	561 102	1 737 346

Immovable Tangible Capital Assets under investigation

	Number	Value R'000
Included in the above total of the immovable tangible capital assets per the asset register are assets that are under investigation:		
Buildings and other fixed structures	1	92

Mobile house at Grootfontein Agricultural Development Institute with serial T464867/1 and bar code 24344 was not found during asset verification.

34.1 Movement for 2020/21

MOVEMENT IN IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2021

	Opening balance R'000	Prior period error R'000	Additions R'000	Disposals R'000	Closing Balance R'000
BUILDINGS AND OTHER FIXED STRUCTURES	-	-	1 054 017	378 759	675 258
Dwellings	-	-	1 523	892	631
Non-residential buildings	-	-	800	-	800
Other fixed structures	-	-	1 051 694	377 867	673 827

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LAND AND SUBSOIL ASSETS	-	-	1 054 235	12 160	1 042 075
Land	-	-	1 054 235	12 160	1 042 075
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	-	-	2 108 252	390 919	1 717 333

34.1.1 Prior period error

	<i>Note</i>	2020/21 R'000
Relating to 2020/21		30 921
Land		(294)
Other fix structures: LAM		31 215
Total		30 921

34.2 Capital Work-in-progress

CAPITAL WORK-IN-PROGRESS AS AT 31 MARCH 2022

	<i>Note</i> <i>Annexure 7</i>	Opening balance 1 April 2021 R'000	Current Year WIP R'000	Ready for use (Assets to the AR) / Contracts terminated R'000	Closing balance 31 March 2022 R'000
Buildings and other fixed structures		1 607 833	1 305 975	207 898	2 705 910
Machinery and equipment		26 854	-	-	26 854
Specialised military assets		-	-	-	-
Intangible assets		8 507	4 310	941	11 876
TOTAL		1 643 194	1 310 285	208 839	2 744 640

Payables not recognised relating to Capital WIP

Note

**2021/22
R'000**

**2020/21
R'000**

LAM: Amount relating to invoices received for WCS project 053304 and 052805 but not paid at year end and therefore not included in capital work-in-progress

950

Total

- 950

CAPITAL WORK-IN-PROGRESS AS AT 31 MARCH 2021

	<i>Note</i> <i>Annexure 7</i>	Opening balance 1 April 2020 R'000	Prior period error R'000	Current Year WIP R'000	Ready for use (Assets to the AR) / Contracts terminated R'000	Closing balance 31 March 2021 R'000
Buildings and other fixed structures		-	-	2 060 951	453 118	1 607 833
Machinery and equipment		-	-	26 854	-	26 854
Intangible assets		-	-	9 358	851	8 507
TOTAL		-	-	2 097 163	453 969	1 643 194

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34.3 Immovable assets (additional information)

	Note	2021/22	2020/21
Properties deemed vested	Annexure 9	Number	Number
Land parcels		2 450	2 545

SUPPLIERS NAME	CONTRACT NAME	ASSET	PROJECT VALUE R	REASONS FOR TERMINATION OF CONTRACT
MPUMALANGA				
Chryselda Building Construction	Construction of tractor shed in Dundonald Village in Chief Albert Luthuli Local Municipality in Mpumalanga	Tractor Shed	3 488 509,48	Terminated due to contractor poor performance, non-compliance and abandoned site.
Chryselda Building Construction	Construction of tractor shed at Hutterington in Bushbuckridge Local Municipality, Ehlanzeni District in Mpumalanga	Tractor Shed	3 739 940,88	Terminated due to contractor poor performance, non-compliance, and abandoned site.
NORTH WEST				
Nkomaba Trading & Projects	Construction of feed-mill at Springbokpan Agri-Hub	Feed-Mill	66 331 976,54	Non-performance, cashflows, etc
LIMPOPO				
Diphatse Consulting	Construction of 12 classroom blocks for Ndivheni Primary School (PSP)	PSP	7 728 233,96	Terminated due to protests delayed the PSP & has left the site
Mohwibidu Construction	Construction of internal street paving in Muyexe Village	Street Paving	24 950 378,79	Terminated due to cash flow problems by contractor
Tychofied	PSP construction of Madzivhandila College access road	Road	9 454 552,07	Terminated due to financial problems
KWAZULU-NATAL				
Gridon T/A Sinethemba Construction	Drought emergency: Tangeni feedlot	Dams	14 677 537,68	Project put on hold due to an internal conflict in which the asset forfeiture was involved. The SP was then suspended.
MBB Consulting	Tangeni feedlot	Feedlot	580 602,00	Project put on hold due to an internal conflict in which the asset forfeiture was involved. The SP was then suspended.
EVN Africa	Design and feasibility for Biyela irrigation	PSP	3 723 261,57	Service provider withdrawn
FREE STATE				
The Bright Future	Construction of Makholokoeng mechanisation centre	Mechanisation Centre	4 719 806,80	Poor performance by the contractor. Slow progress, contract period had lapsed, penalties were going to affect the cashflows
Sesbuyile Projects	Construction of Boiketlong Community Hall in Bethlehem	Community Hall	5 686 443,15	Disruption by community members relating to

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SUPPLIERS NAME	CONTRACT NAME	ASSET	PROJECT VALUE R	REASONS FOR TERMINATION OF CONTRACT
				appointment of local labourers
NORTHERN CAPE				
Fem Plan Consortium	Dikgatlong Priel bridge	PSP: BRIDGE	6 986 043,12	Poor performance
GAUTENG				
Sinned Construction	20 tunnels and 1 borehole Bekkersdal	Tunnels & Boreholes	6 646 177,93	Non-performance due to cashflow
Sinned Construction	Supply and installation of 20 production tunnels Carmel Estate	Production Tunnels	7 118 210,91	Non-performance due to cashflow
Mlokotwa Construction	Construction of 800m2 warehouse in Bekkersdal	Warehouse	7 659 223,67	Non-performance due to cashflow
EASTERN CAPE				
Xesibe	Construction of Ncera Macadamia phase-2	Irrigation System	49 082 624,08	Xesibe contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time.
Nebavest	Construction of a high throughput cattle and sheep abattoir in Butterworth	Cattle and Sheep Abattoir	59 999 999,99	Nebavest contract terminated due to contract period lapsing without extension of time.
Sizeya Consulting	Design and monitor construction of Multi-Purpose Centre in Qutubeni	PSP	2 574 148,50	The project had experienced continues and lengthy delays in getting past design development due to continuous changes and delays being made by the architect representing the community, who was not appointed by the department but was designated the role for design oversight by the community.
Montseng/ Mapitsi JV	Construction of a river crossing bridge and 10km access road at Gqunu	Bridge Road	72 616 629,06	Montseng/ Mapitsi JV contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time.
Indyebo Consulting	Zuurberg Heritage Tourism Memorial and Youth Centre	PSP	10 452 747,36	Non-performance failed to deliver as per the contract agreement.
Razzmatazz	Architectural service for the construction of a heritage memorial & youth training centre in Zuurberg	Heritage Memorial	63 487 578,46	Terminated due to psp non-performance and contract expired.
Luphawu Trading	Supply, delivery and erection of 28km fencing at Ntlavuka Village in Lambasi in Hill Local Municipality under OR Tambo District in the Eastern Cape	28km Fencing	1 531 345,70	Non-performance, failed to deliver as per the contract agreement.

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SUPPLIERS NAME	CONTRACT NAME	ASSET	PROJECT VALUE R	REASONS FOR TERMINATION OF CONTRACT
Element Consulting	Design review and construction monitoring for 16.1km road in Ncora in Intsika Yethu LM	PSP	2 583 838,50	Non-performance, failed to deliver as per the contract agreement.
Aecom SA (Pty) Ltd	Professional service for construction of a river crossing bridge & 10 km access road	Road & Bridge	6 358 091,54	Furthermore, to the Montseng/ Mapitsi JV contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time. The project scope will be reduced to minimally provide project objectives as opposed to the proposed costs for completion of the project which has escalated over time and has since proved to be expensive.
BVI Consulting	Civil engineering services for the design and monitoring of 5km road in the Dumalisile	PSP	1 262 407,50	Project cost estimate indications were that it would be too expensive- the project was at planning and design stage
BVI Consulting	Engineering services for the installation of irrigation system at Bumbane Great Place	PSP	714 780,00	Project abandoned following the reprioritisation process. It was at planning and design stage. Project to be considered for implementation in future years.

PROJECT LONGER THAN 5 YEARS

Suppliers Name	Project Name	Status
EASTERN CAPE		
LDM Quantity Surveyors	Construction of a high throughput cattle and sheep abattoir in Butterworth	There has been slow progress on site due to work stoppages, delays because of redesigning, regulatory and compliance issues, community unrest. Contract expired and has therefore been transferred to an Implementing agent for completion.
Element consulting	Design of irrigation system for agricultural land and other infrastructure in Mvezo and Ludondolo	DSW was to assist with reserve determination but ran out funds. Project to be abandoned following the reprioritisation process. It was at planning and design stage
RAZZMATAZZ	Architectural service for the construction of a heritage memorial & youth training centre in Zuurberg	Terminated due to psp non-performance and contract expired.
Indyebo Consulting	Zuurberg Heritage Tourism Memorial and Youth Centre	The service provider (PSP) will be terminated due to poor performance.
ARUP	Architectural service for the construction of a heritage	The contractor depends on the PSP which is Indyebo to complete the project. Indyebo is in a process of being terminated.

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Suppliers Name	Project Name	Status
	memorial & youth training centre in Zuurborg	
Nebavest	Construction of a high throughput cattle and sheep abattoir in Butterworth	Nebavest contract terminated due to contract period lapsing without extension of time.
Xesibe	Construction of Ncera Macadamia Phase-2	Xesibe contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time.
Sizeya Consulting	Design and monitor construction of Multi-Purpose Centre in Qutubeni	The project had experienced continues and lengthy delays in getting past design development due to continuous changes and delays being made by the architect representing the community, who was not appointed by the department but was designated the role for design oversight by the community.
Montseng/Mapitsi Jv	Construction of a river crossing bridge and 10km access road at Gqunu	Montseng/ Mapitsi JV contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time.
AECOM SA (PTY) LTD	Professional service for construction of a river crossing bridge&10 km access road	Furthermore, to the Montseng/ Mapitsi JV contract terminated due to poor performance and slow progress on site with the contract period lapsing without extension of time. The project scope will be reduced to minimally provide project objectives as opposed to the proposed costs for completion of the project which has escalated over time and has since proved to be expensive.
BVI Consulting	Civil engineering services for the designed and monitoring of 5km road in the Dumalisile	Project cost estimate indications were that it would be too expensive- the project was at planning and design stage
BVI Consulting	Engineering services for the installation of irrigation system at Bumbane Great Place	Project abandoned following the reprioritisation process. It was at planning and design stage. Project to be considered for implementation in future years.
NORTHERN CAPE		
Fem Plan Consortium	Dikgatlong Pniel Bridge	To be terminated due to non-performance.
GAUTENG		
Sinned Construction	Construction of a concrete water tower for the Mamello low cost housing development in Vaal Marina, Midvaal Local	The Mamello pressure tower failed the water tightness, practical completion could not be reached as the contractor could not complete the remedial works proposed and a handrailing item which he completely under-priced. When he priced R14 000, the item required R160 000.00. the department is still in discussion with the contractor
KWAZULU-NATAL		
Element Consulting	PSP Mooi River	Phase 1 was terminated; it will be re-advertised. Therefore phase 2 cannot be completed, it depends on phase 1
Gridon T/A Sinethemba Construction	Drought emergency: Tangeni feedlot	Project put on hold due to an internal conflict in which the asset forfeiture was involved. The SP was then suspended
MBB Consulting	Tangeni feedlot	Project put on hold due to an internal conflict in which the asset forfeiture was involved. The SP was then suspended.
Element Consulting	Design & construction monitoring for chicken abattoir & piggeries	Non-performance

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Suppliers Name	Project Name	Status
Element Consulting	PSP REID Phase 2	Delays due Eskom connection.
FREE STATE		
SMEC South Africa Pty Ltd	PSP for Agri-Parks Project	There was an extension of time approved.

LIMPOPO		
Tychofied	PSP construction of Madzivhandila College access road	Terminated due to financial problems
Mohwibidu Construction	Construction of internal street paving in Muyexe Village	Terminated due to cash flow problems by contractor
Ranti & Associates	PSP for a construction of internal street paving for Dingamansi	The contractor underestimated the material and resulted in him under quoting. The money he needs to finish the project is too much. As a result, the matter is going to be presented to NBAC.
Diphatse Consulting	Construction of 12 classroom block for Ndivheni Primary School (PSP)	Terminated due to protests delayed the PSP & has left the site

35. Principal-agent arrangements

35.1 Department acting as the principal

	2021/22 R'000	2020/21 R'000
Nkosi Sabelo Incorp	32 325	32 325
Heifer project (HPSA)	500	500
CSIR	-	153
Vodacom	18 453	1 007
The Land & Agricultural Development Bank of SA	7 029	-
SAFDA	6 324	-
Entsika	623	-
Other	6 323	-
Total	71 577	33 985

Cotton SA - R298 000
 Potatoes South Africa – R358 000
 Peulwana Agricultural Financial Services R337 000
 PSJ group R159 000
 Normax Holding R1,682 million
 Second Generation and Call Bix trading R35 000
 Seriti Institute R52 000
 Thuso Enviro and Agric Development R2,312 million
 RKM Consultancy R147 000
 IT Mirror Consulting R579 000
 Kgokagano Trading R154 000
 Indalo Agriconsulting and Projects R210 000

Name of Public Entity	Description	Achievements of the Public Entity
CSIR	Provision of agro-biotechnology research. Procurement and installation of ICT equipment at 24 rural schools, development of training manuals and training to educators. iSchool Africa Rural Development Programme and ICT for education project. Operational support and maintenance of infrastructure installed under the digital	Provision of agro-biotechnology research. Procurement and installation of ICT equipment at 24 rural schools, development of training manuals and training to educators. iSchool Africa Rural Development Programme and ICT for education project. Operational support and maintenance of infrastructure installed under the digital doorways and schools connectivity and ICT educational

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Name of Public Entity	Description	Achievements of the Public Entity
	doorways and schools connectivity and ICT educational projects.	projects. There were no projects during 2021/22 financial year.
NKOSI	Refer cases and matters to members of legal and mediation panels, and other experts on behalf of the department and the Commission of Restitution Land Rights. Also perform all necessary administration duties and training programmes to panel members and departmental officials.	All cases and matters during the year under review were referred to members of legal and mediation panels. Administration fees were paid during this financial year, as per the Service Level Agreement. A total of R98,992 million was paid during the 2021/22 financial year, of which, R32,325 million was for Administration fees.
HEIFER PROJECT (HPSA)	Umdukathshane rural development project - implementation of KZN goat agribusiness in five prioritised districts of KwaZulu Natal province.	CAHWs pilot training and facilitation has taken place. Project administration fees were paid during this financial year. A total of R3,682 million was paid during the 2021/22 financial year, of which, R500k was for management fees.
ECDC	To coordinate the implementation of the Agri-Parks programme across the country. The Department of Agriculture, Land Reform and Rural Development will contribute funds towards the development of the Zanyokhwe production site renovations/ repairs of existing buildings and mechanisation centre, Zanyokhwe construction of hydroponic tunnels, Mnqumashe Abattoir completion and commissioning of the abattoir and Mbodla heritage facility.	ECDC appointed as the implementing agent to ensure successful implementation of projects. There were no projects during the 2021/22 financial year.
The Land and Agriculture Development Bank of South Africa	AgriBEE fund: Support the economic empowerment and successful entry of black people into the agriculture sector in accordance with the objectives of the AgriBEE Charter. The Land Bank and the Department of Agriculture, Forestry and Fisheries shall manage, disburse and monitor the funds as per MoU and Operational plan.	R40,166 million, R42,496 million, R43,754 million, R14 million and R43,633 million were respectively transferred to the Land Bank in the 2017/18, 2018/19, 2019/20, 2020/21 and 2021/22 financial years. The Land Bank compile quarterly and annual qualitative evaluation reports that is monitored and evaluated by the Directorate: Business and Entrepreneurial. The Land Bank AGRIBEE had a balance of R204,963 million in their books at the end of 2021/22.
	BPCP: The objective is to create a partnership to provide blended support to Black Commercial Producers in the agriculture, land reform and rural development sectors in an attempt to accelerate agricultural development and to transform these sectors. The support will include blended funding, skills and technical support required by these producers. The Land Bank will be the implementing agency	R100 million, R120 million, R360,019 million and R525, 185 million were respectively transferred to the Land Bank in the 2017/18, 2018/19, 2019/20 and 2021/22 financial years. The funds were appropriated in the ENE as transfer payments – earmarked amounts. The Land Bank is responsible to provide monthly and quarterly reports. The Joint Steering Committee is responsible for the co-ordination, performance of parties, monitoring and report activities. The Land Bank BPCP had a balance of R721, 337

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Name of Public Entity	Description	Achievements of the Public Entity
	for managing the Grant Funding in an interesting bearing account.	million in their books at the end of 2021/22.
	MAFISA: The purpose of the MAFISA project is to provide micro and retail agricultural financial services in the rural areas for agriculture activities. The Land Bank has been appointed during 2008 by the Department of Agriculture, Forestry and Fisheries to implement the MAFISA project. The Land Bank will use the funds only when written instruction is given by the Director-General-DAFF. The agreement lapsed in 2013	The former Department of Agriculture, Forestry and Fisheries further entered into agreements with intermediaries. The Land Bank was responsible for transferring MAFISA funds to the intermediaries to expense in terms of the agreement. The former Department of Agriculture, Forestry and Fisheries did not transfer any funds to the Land Bank in the 2017/18, 2018/19, 2019/20 financial years. The Department of Agriculture, Land Reform and Rural Development did not transfer any funds in the 2020/21 and 2021/22 financial year. The Land Bank had a balance of R15,192 million in their books at the end of 2021/22. The intermediaries had balances of R79,16, R80,61, R72,49 and R79, 280 million respectively in the 2018/19, 2019/20, 2020/21 and 2021/22 financial years.
	COVID-19:	A R100 million was paid from the 2019/20 budget to the Land Bank. The Land Bank COVID-19 fund had a balance of R89,098 million in their books at the end of 2021/22.
Vodacom	The Connected farmer eVoucher solution is a Vodacom solution aimed at assisting the Department of Agriculture, Land Reform and Rural Development with the distribution of electronic vouchers to their farmers. The proposal has been prepared by Vodacom SA with the assistance of Mezzanine, a wholly owned subsidiary of Vodacom Group based in SA.	The eVoucher solution is designed for configurability and scalability. The objective is to support a cost-effective, long-term solution that can adapt to client requirements over time.
SAFDA	Provide training, advice, strategy leadership and capacity building to farmers and the sugar industry to ensure success of the sector and maintain profitability. Upon termination of the agreement, the implementing entity shall take immediate steps to bring the service to a close within 3 months from the rumination date.	Training, advice, and strategy leadership were provided. The SAFDA will be entitled to 2% management fees of the total budget approved for each project/farm. A total of R316, 224 million was paid during the 21/22 fy.
AFRIVET Training services	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, ie poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. The contractor will be paid their management fees based on services rendered. There were no payments made during the 2021/22 financial year.
ENTSIKA	The main objective is to support the growth and development of	Training, advice, and strategy leadership were provided. DALRRD will pay within

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Name of Public Entity	Description	Achievements of the Public Entity
	marginalised categories of producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. The contractor will be paid their management fees based on services rendered. A total of R8,6 million was paid during the 21/22 financial year.
NWGA	Provision of animal and veld infrastructure to rural communities to participate in the livestock (rams) improvement programme.	Genetic improvement programme. The NWGA will be entitled to 2% management fees of the total budget approved for each project/farm. There were no payments made during the 2021/22 financial year.
COTTON SA	This programme aims to foster local food security by addressing food production sustainability as agricultural intensification progresses, health and income generation, and the global economy through supporting Black farmers.	Training, advice, and strategy leadership were provided. Cotton SA will be entitled to 2% management fees of the total budget for each project/farm. There was payment of R14, 923 million during the 2021/22 financial year.
POTATOES SOUTH AFRICA	Ensuring integration of farmers into the agricultural value chain.	Providing appropriate skills development and mentorship support to agricultural. PSA will be entitled to 2% management fees of the total budget for each project/farm. There was payment of R17, 892 million during the 2021/22 f/y.
PEULWANA AGRICULTURAL FIN SERVICES	Previously disadvantaged producers will be assisted with resources that will enable them to meet the market requirements and build stronger commodity value chains.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R4,683 million during the 2021/22 financial year.
PSJ GROUP	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R2, 208 million during the 2021/22 financial year.
NORMAX HOLDING	Previously disadvantaged producers will be assisted with resources that will enable them to meet the market requirements and build stronger commodity value chains.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R23, 365 million during the 2021/22 financial year.
SECOND GENERATION/CALL BIX	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R488 thousand during the 2021/22 financial year.
SERITI INSTITUTE	The main aim of the Programme is to support the growth and	Training, advice, and strategy leadership were provided. DALRRD will pay within

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Name of Public Entity	Description	Achievements of the Public Entity
	development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R724 thousand during the 2021/22 financial year.
THUSO ENVIRO	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R32, 107 million during the 2021/22 financial year.
RKM CONSULTANCY	The main objective is to support the growth and development of marginalised categories of producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R2,038 million during the 2021/22 financial year.
IT MIRROR	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R8, 041 million during the 2021/22 financial year.
KGOKAGANO	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R2,135 million during the 2021/22 financial year.
INDALO	The main objective is to support the growth and development of marginalised categories of producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There was payment of R2,921 million during the 2021/22 financial year.
MANEKWANE BUSINESS	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There were no payments made during the 2021/22 financial year.

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Name of Public Entity	Description	Achievements of the Public Entity
MASUMINI CAPITAL/ NKWELE	The main objective is to support the growth and development of marginalised categories of producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There were no payments made during the 2021/22 financial year.
KMA BUSINESS	The main aim of the Programme is to support the growth and development of the previously disadvantaged producers to substantially contribute towards the achievement of the national development objectives, i.e. poverty eradication; economic growth and job creation.	Training, advice, and strategy leadership were provided. DALRRD will pay within the benchmark of up to a maximum of 7.2% management fee per project allocated as per the Bid submitted. There were no payments made during the 2021/22 financial year.



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35.2 Department acting as the agent

35.2.1 Revenue received for agency activities

	2021/22 R'000	2020/21 R'000
DHE – National Skills Fund		-
Total		-

35.2.2 Reconciliation of funds and disbursements – 2021/22

Category of revenue or expenditure per arrangement	Total funds received R'000	Expenditure incurred against funds R'000
DHE – National Skills fund	45 171	46 280
Total	45 171	46 280

Reconciliation of funds and disbursements – 2020/21

Category of revenue or expenditure per arrangement	Total funds received R'000	Expenditure incurred against funds R'000
DHE – National Skills Fund	14 091	15 842
Total	14 091	15 842

The balance of R1,109 million will be recovered from the April 2022 advance paid by DHE National Skills fund.

35.2.3 Reconciliation of carrying amount of receivables and payables – 2021/22

Payables

Name of principal entity	Opening balance 1 Apr 2021 R'000	Expenses incurred on behalf of the principal R'000	Cash paid on behalf of the principal R'000	Closing Balance 31 Mar 2022 R'000
DHE – National Skills fund	-	46 280	-	46 280
Total	-	46 280	-	46 280

Payables

Name of principal entity	Opening balance 1 Apr 2020 R'000	Expenses incurred on behalf of the principal R'000	Cash paid on behalf of the principal R'000	Closing Balance 31 Mar 2021 R'000
DHE – National Skills Fund	-	15 842	-	15 842
Total	-	15 842	-	15 842

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36. Prior period errors

36.1 Correction of prior period errors

	Note	Amount before error correction 2020/21 R'000	Prior period error 2020/21 R'000	Restated Amount 2020/21 R'000
Revenue: (E.g. Annual appropriation, departmental revenue, Aid assistance, etc.)				
Departmental Revenue – Transactions in	2	260 489	(726)	259 763
Financial assets and liabilities – Receivables	2.4			
Related party transactions	28	(81 930)	(16 052)	(97 982)
Principal Agents	35	35 825	(1 840)	33 985
Net effect		214 384	(18 618)	195 766

	Note	Amount before error correction 2020/21 R'000	Prior period error 2020/21 R'000	Restated Amount 2020/21 R'000
Expenditure: (E.g. Compensation of employees, Goods and services, Tangible capital assets, etc.)				
Compensation of Employees	4	3 753 613	10 456	3 764 069
Goods and services	5	3 737 854	5 490	3 743 344
Expenditure for capital assets: Tangible assets	9	909 533	106	909 639
Net effect		8 401 000	16 052	8 417 052

The claim instituted during 2020/21 financial year against the Commission of Restitution of Land Rights, relating to the expenditure for Commissioners was reversed.

	Note	Amount before error correction 2020/21 R'000	Prior period error 2020/21 R'000	Restated Amount 2020/21 R'000
Assets: (E.g. Receivables, Investments, Accrued departmental revenue, Movable tangible capital assets, etc.)				
Prepayments (expensed)	11.3	169 736	71 228	240 964
Tangible Assets	32.1.1	1 199 697	4 255	1 203 952
Accrued departmental revenue	25	155 567	24 853	180 420
Minor	32.2.1	167 138	673	167 811
Current Asset – Receivables	12	68 338	(29 788)	38 550
Prepayment and advances expend	11.4	(7 663)	393	(7 270)
Operating lease revenue	24	1 947 107	79 211	2 026 318
Net effect		3 699 920	150 825	3 850 745

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	<i>Note</i>	Amount before error correction 2020/21 R'000	Prior period error 2020/21 R'000	Restated Amount 2020/21 R'000
Liabilities: (E.g. Payables current, Voted funds to be surrendered, Commitments, Provisions, etc.)				
Line item 1 affected by the change				
Contingent liabilities	3B	1 089 397	1 217 553	2 306 950
Contingent assets	20.2	39 864	2 313	42 177
State Guarantees Housing	3A	127	(70)	57
Current Liabilities: Voted funds to be surrendered to the Revenue	14	1 153 870	(29 062)	1 124 808
Departmental revenue receipts to be surrendered to the National Revenue Fund	15	22 378	(726)	21 652
Operating leases Building	24	934 723	445 181	1 379 904
Finance leases photocopy machines	24.2	12 590	2 392	14 982
Commitments (Contracts)	21	578 437	7 089	585 526
Commitments (Restitution)	21	847 100	384	847 484
Net effect		4 678 486	1 645 054	6 323 540

	<i>Note</i>	Amount before error correction 2020/21 R'000	Prior period error 2020/21 R'000	Restated Amount 2020/21 R'000
Other: (E.g. Irregular expenditure, Fruitless and wasteful expenditure, etc.)				
Irregular expenditure	26	203 842	(545)	203 297
Fruitless & wasteful expenditure	27	44 548	(3 524)	41 024
Gift and Donation received in kind	Annex 1 H	764	1 350	2 114
Immovable assets: Other Fix Structure	34	642 612	31 215	673 827
Immovable assets: Land	34	1 042 369	(294)	1 042 075
CWIP	34.2	1 621 557	(13 724)	1 607 833
Net effect		3 555 692	14 478	3 570 170

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STATEMENT OF CONDITIONAL GRANTS PAID TO THE PROVINCES

	GRANT ALLOCATION				TRANSFER			SPENT				2021/22
	Division of Revenue Act	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds Withheld	Re-allocations by National Treasury or National department	Amount received by department	Amount spent by department	Unspent funds	% of available funds spent by department	Division of Revenue Act
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000
Provincial Government	333 690	-	-	333 690	333 690	-	-	333 690	327 602	6 088	98	240 420
Local Government	265 612	-	-	265 612	265 612	-	-	265 612	235 186	30 426	89	200 743
Private	140 588	-	-	140 588	137 829	-	-	137 829	118 381	19 448	86	111 868
Other	300 874	-	-	300 874	300 874	-	-	300 874	300 874	-	100	227 909
State	320 236	-	-	320 236	320 236	-	-	320 236	230 749	89 487	72	237 301
Other	239 459	-	-	239 459	239 459	-	-	239 459	239 459	-	100	187 394
Other	197 059	-	-	197 059	197 059	-	-	197 059	196 959	100	100	157 397
Other	260 580	-	-	260 580	260 580	-	-	260 580	161 842	98 738	62	196 911
Other	179 925	-	-	179 925	179 925	-	-	179 925	176 683	3 242	98	135 174
	2 238 023	-	-	2 238 023	2 235 264	-	-	2 235 264	1 987 735	247 529	-	1 695 117
Provincial Government	1 557 560	-	-	1 557 176	1 557 560	-	-	1 557 560	1 354 392	203 168	87	1 190 695
Local Government	597 126	-	-	597 126	597 126	-	-	597 126	557 541	39 585	93	422 983
Private	83 337	-	-	83 337	80 578	-	-	80 578	75 802	4 776	94	81 439
	2 238 023	-	-	2 238 023	2 235 264	-	-	2 235 264	1 987 735	247 529		1 695 117
Provincial Government	246 610	-	-	246 610	246 610	-	-	246 610	241 353	5 257	98	177 836

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	185 645	-	-	185 645	185 645	-	-	185 645	164 731	20 914	89	141 745
	99 113	-	-	99 113	99 113	-	-	99 113	79 754	19 359	80	81 735
al	214 053	-	-	214 053	214 053	-	-	214 053	214 053	-	100	161 086
	233 511	-	-	233 511	233 511	-	-	233 511	160 211	73 300	69	172 254
	161 005	-	-	161 005	161 005	-	-	161 005	161 005	-	100	130 982
de	120 382	-	-	120 382	120 382	-	-	120 382	120 382	-	100	99 140
	180 488	-	-	180 488	180 488	-	-	180 488	99 391	81 097	55	136 616
ie	116 753	-	-	116 753	116 753	-	-	116 753	113 512	3 241	97	89 301
	1 557 560	-	-	1 557 560	1 557 560	-	-	1 557 560	1 354 392	203 168	-	1 190 695
na												
e	74 567	-	-	74 567	74 567	-	-	74 567	73 737	830	99	50 360
	71 601	-	-	71 601	71 601	-	-	71 601	62 381	9 220	87	50 720
	36 459	-	-	36 459	36 459	-	-	36 459	36 377	82	100	25 403
al	73 799	-	-	73 799	73 799	-	-	73 799	73 799	-	100	54 273
	73 709	-	-	73 709	73 709	-	-	73 709	61 997	11 712	84	52 231
	68 980	-	-	68 980	68 980	-	-	68 980	68 980	-	100	46 487
de	68 980	-	-	68 980	68 980	-	-	68 980	68 880	100	100	50 733
	71 310	-	-	71 310	71 310	-	-	71 310	53 669	17 641	75	51 888
ie	57 721	-	-	57 721	57 721	-	-	57 721	57 721	-	100	40 888
	597 126	-	-	597 126	597 126	-	-	597 126	557 541	39 585	-	422 983



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	GRANT ALLOCATION				TRANSFER			SPENT				2020/21
	Division of Revenue Act	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds Withheld	Re-allocations by National Treasury or National department	Amount received by department	Amount spent by department	Unspent funds	% of available funds spent by department	Division of Revenue Act
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000
re												
nt												
,												
e	12 513	-	-	12 513	12 513	-	-	12 513	12 512	1	100	12 224
	8 366	-	-	8 366	8 366	-	-	8 366	8 074	292	97	8 278
	5 016	-	-	5 016	2 257	-	-	2 257	2 250	7	100	4 730
al	13 022	-	-	13 022	13 022	-	-	13 022	13 022	-	100	12 550
	13 016	-	-	13 016	13 016	-	-	13 016	8 541	4 475	66	12 816
i	9 474	-	-	9 474	9 474	-	-	9 474	9 474	-	100	9 925
de	7 697	-	-	7 697	7 697	-	-	7 697	7 697	-	100	7 524
	8 782	-	-	8 782	8 782	-	-	8 782	8 782	-	100	8 407
ie	5 451	-	-	5 451	5 451	-	-	5 451	5 450	1	100	4 985
	83 337	-	-	83 337	80 578	-	-	80 578	75 802	4 776	-	81 439

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STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

	2021/22								2020/21	
	GRANT ALLOCATION					TRANSFER				
	DoRA and other transfers	Roll Overs	Adjustm ents	Fund shift	Total Availabl e	Actual Transfer	Funds Withheld	Re- allocations by National Treasury or National department	Division of Revenue Act	Ac tra
MUNICIPALITY	R'000	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	
Province: Mun Rates and taxes										
Eastern District Municipality	-	-	-	-	-	-	-	-	-	
Free State: Whole Province	-	-	7 628	-	7 628	39 903	-	-	7 087	
Free State District Municipality	-	-	-	-	-	-	-	-	33 976	
Free State: Whole Province	-	-	9 257	-	9 257	13 245	-	-	973	
Free State District Municipality	-	-	-	-	-	-	-	-	15 000	
Free State: Whole Province	-	-	647	-	647	14	-	-	572	
Free State District Municipality	-	-	-	-	-	1	-	-	-	
Free State: Whole Province	-	-	3 536	-	3 536	3 684	-	-	4 428	
Free State District Municipality	-	-	12 992	-	12 992	37 821	-	-	2 950	
Free State: Whole Province	-	-	71 782	-	71 782	1	-	-	7 112	
Free State District Municipality	-	-	-	-	-	86 452	-	-	-	

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STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

	2021/22								2020/21	
	GRANT ALLOCATION					TRANSFER				
	DoRA and other transfers	Roll Overs	Adjustments	Fund shift	Total Available	Actual Transfer	Funds Withheld	Re- allocations by National Treasury or National department	Division of Revenue Act	A tr
MUNICIPALITY	R'000	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	
ape: Whole Province	-	-	4 139	-	4 139	48	-	-	3 138	
istrict Municipality	-	-	-	-	-	-	-	-	15 021	
ja										
: Whole Province	-	-	20 101	-	20 101	40 662	-	-	1 767	
wane	-	-	-	-	-	-	-	-	3	
istrict Municipality	-	-	-	-	-	-	-	-	16	
atal										
ape: Whole Province	-	-	1 661	-	1 661	1 639	-	-	2 339	
	-	-	131 743	-	131 743	223 470	-	-	94 382	

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	2021/22								2020/21
	GRANT ALLOCATION					TRANSFER			Division of Revenue Act
	DoRA and other transfers	Roll Overs	Adjustments	Fund shift	Total Available	Actual Transfer	Funds Withheld	Re-allocations by National Treasury or National department	
MUNICIPALITY	R'000	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000
2: Vehicle									
fun									
/hole	-	-	608	-	608	1 040	-	-	213
pe: Whole	-	-	90	-	90	89	-	-	7
Whole	-	-	6	-	6	26	-	-	26
/hole	-	-	9	-	9	-	-	-	51
emba	-	-	-	-	-	-	-	-	8
atal: Whole	-	-	81	-	81	2	-	-	23
/hole	-	-	6	-	6	1	-	-	3
ja: Whole	-	-	-	-	-	-	-	-	.
ape: Whole	-	-	5	-	5	-	-	-	5
: Whole	-	-	50	-	50	-	-	-	1
wane	-	-	-	-	-	-	-	-	395
ape: Whole	-	-	45	-	45	1	-	-	34
L	-	-	900	-	900	1 159	-	-	766
			132 643	-	132 643	224 629	-	-	95 148

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39. COVID-19 Response Expenditure

	<i>Note Annexure 11</i>	2021/2022 R'000	2020/21 R'000
Goods and services		3 556	19 742
Total		3 556	19 742

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Annexure 1A

STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	DoRA and other transfers	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds Withheld	Re-allocation by National Treasury or National department	Amount received by municipality	Amount spent by municipality	Unspent funds	% of available funds spent by municipality	Division of Revenue Act	Actual transfer
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000	R'000
Mun B/ Acc: Mun Rates and Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-
Amatole District Municipality Eastern Cape	-	-	-	-	-	-	-	-	-	-	-	111	111
Eastern Cape: Whole Province	-	-	7 628	7 628	39 903	-	-	-	-	-	-	7 087	24 140
Ehlanzeni District Municipality Mpumalanga	-	-	-	-	-	-	-	-	-	-	-	33 976	49 813

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NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	DoR A and other transfers	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds Withheld	Re-allocations by National Treasury or National Department	Amount received by municipality	Amount spent by municipality	Unspent funds	% of available funds spent by municipality	Division of Revenue Act	Actual transfer
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000	R'000
Free State: Western Province	-	-	9 257	9 257	13 245	-	-	-	-	-	-	973	25 460
Gert Sibande District Municipality	-	-	-	-	-	-	-	-	-	-	-	15 000	21 669
Mpumalanga	-	-	647	647	14	-	-	-	-	-	-	572	413
Gauteng: Whole Province	-	-	3 536	3 536	3 684	-	-	-	-	-	-	4 428	4 371
Gauteng: Metros	-	-	-	-	-	-	-	-	-	-	-	-	-
KwaZulu-Natal: Whole Province	-	-	-	-	-	-	-	-	-	-	-	-	-

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STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	DoRA and other transfers	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds Withheld	Re-allocations by National Treasury or National department	Amount received by municipality	Amount spent by municipality	Unspent funds	% of available funds spent by municipality	Division of Revenue Act	Actual transfer
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000	R'000
Limpopo: Whole Province	-	-	12 992	12 992	37 821	-	-	-	-	-	-	2 950	6 465
Mpumalanga: Whole Province	-	-	71 782	71 782	1	-	-	-	-	-	-	7 112	130
Mpumalanga: Municipality	-	-	-	-	86 452	-	-	-	-	-	-	-	-
Northern Cape: Whole Province	-	-	4 139	4 139	48	-	-	-	-	-	-	3 138	7 598
Nkangala District Municipality	-	-	-	-	-	-	-	-	-	-	-	15 021	24 015
Mpumalanga North West: Whole Province	-	-	20 101	20 101	40 662	-	-	-	-	-	-	1 767	11 017

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ANNEXURE 1A

STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	Do R A and other transfers	R oll O vers	Adjust ments	Total Avail able	Actual Transf er	Fu nd s Wi th he ld	Re- allo cations by Nati onal Trea sury or Nati onal dep artm ent	Amo unt recei ved by muni cipal ity	Am ount spe nt by mun icip ality	Un sp ent fun ds	% of ava ilab le fun ds spe nt by mu nicip ality	Divisio n of Reven ue Act	Actual transfer
	R' 00 0	R' 00 0	R'000	R'000	R'000	R' 00 0	%	R'00 0	R'00 0	R'0 00	%	R'000	R'000
City of Tshwane	-	-	-	-	-	-	-	-	-	-	-	3	2
Uthungul e District Municipa lity	-	-	-	-	-	-	-	-	-	-	-	16	16
KwaZulu -Natal	-	-	1 661	1 661	1 639	-	-	-	-	-	-	2 339	1 839
Western Cape: Whole Province	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	131 743	131 743	223 470	-	-	-	-	-	-	94 493	177 059

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ANNEXURE 1A

STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	DoR A and other transfers	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds With held	Re-allocation by National Treasury or National department	Amount received by municipality	Amount spent by municipality	Unspent funds	% of available funds spent by municipality	Division of Revenue Act	Actual transfer
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000	R'000
Mun B/Acc: Vehicle License Mun													
Domestic Whole	-	-	608	608	1 040	-	-	-	-	-	-	213	237
Country Eastern Cape: Whole Province	-	-	90	90	89	-	-	-	-	-	-	7	6
Free State: Whole Province	-	-	6	6	26	-	-	-	-	-	-	26	-
Gauteng: Whole Province	-	-	9	9	-	-	-	-	-	-	-	51	7
Inxuba Yethemba	-	-	-	-	-	-	-	-	-	-	-	8	8

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ANNEXURE 1A

STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS PAID TO MUNICIPALITIES

NAME OF MUNICIPALITY	GRANT ALLOCATION				TRANSFER			SPENT				2020/21	
	DoR A and other transfers	Roll Overs	Adjustments	Total Available	Actual Transfer	Funds With held	Re - all oc ation s by Na tio na l Tr ea su ry or Na tio na l de pa rt m en t	Am oun t rec eiv ed by mu nici pali ty	A m o u n t s p e n t b y m u n i c i p a l i t y	Un s p e n t f u n d s	% of ava ilab le fun ds spe nt by mu nici pali ty	Divisio n of Reven ue Act	Actual transfer
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000	%	R'000	R'000
KwaZulu-Natal: Whole Province	-	-	81	81	1	-	-	-	-	-	-	23	6
Limpopo: Whole Province	-	-	6	6	1	-	-	-	-	-	-	3	6
Mpumalanga: Whole Province	-	-	-	-	-	-	-	-	-	-	-	-	6
Northern Cape: Whole Province	-	-	5	5	-	-	-	-	-	-	-	5	-
North West: Whole Province	-	-	50	50	-	-	-	-	-	-	-	1	-
City of Tshwane	-	-	-	-	-	-	-	-	-	-	-	395	526
Western Cape: Whole Province	-	-	45	45	1	-	-	-	-	-	-	34	24
Subtotal	-	-	900	900	1 158	-	-	-	-	-	-	766	826
TOTAL	-	-	132 643	132 643	224 628	-	-	-	-	-	-	95 259	177 885

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ANNEXURE 1B

STATEMENT OF TRANSFERS TO DEPARTMENTAL AGENCIES AND ACCOUNTS

DEPARTMENTAL AGENCY/ ACCOUNT	TRANSFER ALLOCATION				TRANSFER		2020/21
	Adjusted Appropriation	Roll Overs	Adjustments	Total Available	Actual Transfer	% of Available funds Transferred	Final Appropriation
	R'000	R'000	R'000	R'000	R'000	%	R'000
Agri sector education and training authority	1 394	-	-	1 394	1 394	100	1 308
Agricultural Land Holdings	937 986	-	-	937 986	937 986	100	448 040
Agricultural Research Council	1 282 632	-	-	1 282 632	1 282 632	100	1 249 920
Ingonyama Trust Board	23 517	-	-	23 517	23 517	100	22 192
National Agricultural Marketing Council	47 305	-	-	47 305	47 305	100	47 422
Registration of Deeds Trade Account	1	-	-	1	-	-	358 034
Office of the Valuer General	131 844	-	-	131 844	131 844	100	100 000
SA Geomatics Council	4 194	-	-	4 194	4 000	95	4 333
Departmental Agency: Donations and gifts	230	-	-	230	121	53	242
COM: Licences	30	-	-	30	22	73	26
TOTAL	2 429 133	-	-	2 429 133	2 428 821	-	2 231 517

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ANNEXURE 1D

STATEMENT OF TRANSFERS/SUBSIDIES TO PUBLIC CORPORATIONS AND PRIVATE ENTERPRISES

NAME OF PUBLIC CORPORATION/ PRIVATE ENTERPRISE	TRANSFER ALLOCATION				EXPENDITURE				2020/21
	Adjusted Appropriation Act	Roll Overs	Adjustments	Total Available	Actual Transfer	% of available funds transferred	Capital	Current	Final Appropriation
	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	R'000
Public Corporations									
Transfers	564 193	-	-	564 193	564 193	100	-	-	14 001
Black Business Supplier Development Programme (BBSDP)	-	-	-	-	-	-	-	-	1
Land and Agri Development Bank of SA	564 193	-	-	564 193	564 193	100	-	-	14 000
Sub-Total: Public Corporations	564 193	-	-	564 193	564 193	100	-	-	14 001
Private Enterprises									
Transfers	1	-	-	1	1	100	-	-	1
Red Meat Industry Forum	1	-	-	1	1	100	-	-	1
Sub-Total: Private Enterprises	1	-	-	1	1	100	-	-	1
TOTAL	564 194	-	-	564 194	564 194	100	-	-	14 002

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**ANNEXURE 1E
STATEMENT OF TRANSFERS TO FOREIGN GOVERNMENT AND INTERNATIONAL ORGANISATIONS**

FOREIGN GOVERNMENT/ INTERNATIONAL ORGANISATION	TRANSFER ALLOCATION				EXPENDITURE		2020/21
	Adjusted Appropriation Act	Roll overs	Adjustments	Total Available	Actual Transfer	% of Available funds Transferred	Final Appropriation
	R'000	R'000	R'000	R'000	R'000	%	R'000
Transfers							
Foreign Rates and Taxes (FIGO)	452	-	-	452	147	33	240
Sub fees: Con Group Inter Agr Res	9 728	-	-	9 728	-	-	9 000
Sub fees: CW Agric Bureau Inter	394	-	-	394	-	-	400
Sub fees: Food and Agric Org UN	26 522	-	-	26 522	19 437	73	25 795
Sub fees: Int Un Pre New VAR Plant	883	-	-	883	-	-	1 031
Sub fees: Inter Comm Agric Engine	21	-	-	21	10	48	21
Sub fees: Inter Cotton Adv Cncil	394	-	-	394	891	226	400
Sub fees: Inter Dairy Federation	49	-	51	100	50	50	50
Sub fees: Inter Grains Council	311	-	-	311	-	-	250
Sub fees: Inter Org Vine& Wine	1 076	-	-	1 076	1 124	104	1 205
Sub fees: Inter Seed Testing Assoc	214	-	-	214	189	88	213
Sub fees: Org Econ Coop & Developmt	404	-	-	404	1 332	330	652
Sub fees: Cen Mapping of Res Dev	2 944	-	(334)	2 610	2 610	100	2 009
Sub fees: World Org Animal Health	2 529	-	-	2 529	-	-	2 620
Sub fees: CARDESA	-	-	-	-	10 511	-	-
TOTAL	45 921	-	(283)	45 638	36 301		43 886

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**ANNEXURE 1F
STATEMENT OF TRANSFERS TO NON-PROFIT INSTITUTIONS**

NON-PROFIT INSTITUTION S	TRANSFER ALLOCATION				EXPENDITURE		2020/21
	Adjusted Appropriatio n Act	Roll over s	Adjustment s	Total Availabl e	Actual Transfe r	% of Available funds transferre d	Final Appropriatio n
	R'000	R'000	R'000	R'000	R'000	%	R'000
Transfers							
SA Council for Planners	4 140	-	-	4 140	4 140	100	4 035
TOTAL	4 140	-	-	4 140	4 140		4 035

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**ANNEXURE 1G
STATEMENT OF TRANSFERS TO HOUSEHOLDS**

HOUSEHOLD S	TRANSFER ALLOCATION				EXPENDITURE		2020/21
	Adjusted Appropriatio n Act	Roll Over s	Adjustmen ts	Total Available	Actual Transfer	% of Available funds Transferr ed	Final Appropriatio n
	R'000	R'000	R'000	R'000	R'000	%	R'000
Transfers							
Claims against the State	3 603	-	-	3 603	2 600	72	2 735
Leave Gratuities	12 185	-	-	12 185	17 636	145	14 242
Bursaries for non- employees	60 657	-	-	60 657	66 966	110	69 004
Farmer Support (Agricultural Production)	-	-	-	-	-	-	27 522
Restitution Grants	3 151 549	-	-	3 151 549	2 024 802	64	1 345 539
Gifts and Donations	486	-	-	486	-	-	-
HH: Other/t: Rural Development	35 120	-	-	35 120	30 108	86	74 893
TOTAL	3 263 600	-	-	3 263 600	2 142 112		1 533 935

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**ANNEXURE 1H
STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS RECEIVED**

NAME OF ORGANISATION	NATURE OF GIFT, DONATION OR SPONSORSHIP	2021/22	2020/21
		R'000	R'000
Received in cash			
Current financial year 2021/22			
International Poverty Reduction centre in China (IPRCC)	Training	944	-
Prior year 2020/21			
SADC Plant Genetic Resources Centre (SPGRC)	SPGRC data management workshop	-	7
United Nations Women	Sixth session of the regional forum for sustainable development	-	15
Subtotal		944	22
Received in kind			
Current financial year 2021/22			
Perishable Products Export Control Board (PPECB)	Travelling cost	5	-
Sanlam	Promotional items	3	-
Johannesburg Fresh Producers Market	Promotional items	2	-
Embassy of Vietnam	Promotional items	1	-
Food and Agriculture Organisation of the United Nation (FAO)	Workshop	2	-

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**ANNEXURE 1H
STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS RECEIVED**

NAME OF ORGANISATION	NATURE OF GIFT, DONATION OR SPONSORSHIP	2021/22	2020/21
		R'000	R'000
AgriSeta	Wifi access	499	-
Perishable Products export Control Board (PPECB)	Travelling cost	4	-
South African Veterinary Council & South African Society of Veterinary Epidemiology	Promotional items	5	-
Afrivet Business Management/Dykers van Heerden/SA Beekeepers Industry	Promotional items	1	-
South African Veterinary Council (SAVC)	Honorarium	45	-
Dairy Products Embassy of China, Germany & Taiwan	Travelling costs	3	-
Agnes	Travelling	3 768	-
Food and Agriculture organisation of United Nations	Meeting	5	-
CTA	Training	75	-
Deutsche Gesellschaft fur internationale Zusammenabat (GIZ)	Training	9	-
Perishable Products Export Control Board (PPECB)	Training	125	-
	Travelling costs	4	-

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**ANNEXURE 1H
STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS RECEIVED**

NAME OF ORGANISATION	NATURE OF GIFT, DONATION OR SPONSORSHIP	2021/22	2020/21
		R'000	R'000
Prior year 2020/21			
Food & Agriculture Organisation of the United Nation (FAO)	Survey equipment		205
Nestle	Gift		1
Japan International Cooperation Agency (JICA)	Computer equipment		475
The Technical Centre for Agriculture and Rural Cooperation (CTA)	Honorariums and expenses		83
Total SA	Female Entrepreneur Award programme		1 350
Subtotal		4 556	2 114
TOTAL		5 500	2 136

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**ANNEXURE 11
STATEMENT OF AID ASSISTANCE RECEIVED**

NAME OF DONOR	PURPOSE	OPENING BALANCE	REVENUE	EXPENDITURE	PAID BACK ON/BY 31 MARCH	CLOSING BALANCE
		R'000	R'000	R'000	R'000	R'000
Received in cash						
The Australian Centre for International Agriculture Research (ACIAR)	Small scale and emerging beef cattle farmers in SA	-	6 237	-	-	6 237
European Union	Economic Partnership Agreement implementation support programme in SA	-	53 506	-	-	53 506
Department of Small Business	ECO System Development for Small Enterprises (EDSE)	-	17 484	5 285	-	12 199
TOTAL		-	77 227	5 285	-	71 942

Bioversity International informed the department that the funds surrendered in 2019/20 of R87 000 is available for the extension of the seed banks project in South Africa which will run from 1 July 2021 to 30 November 2021. Funds to the value of R1,050 million is still available at National Treasury for the Small scale and emerging cattle farmers in South Africa.

Funds to the value of R995 000 is still available at National Treasury for the Small scale and emerging cattle farmers in South Africa.

Funds to the value of R843 000 is still available at National Treasury for the Small scale and emerging cattle farmers in South Africa.

Funds to the value of R57 747 023.73 is still available at National Treasury for the Economic Partnership Agreement implementation support programme in South Africa.

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ANNEXURE 2A

STATEMENT OF INVESTMENTS IN AND AMOUNTS OWING BY/TO NATIONAL/PROVINCIAL PUBLIC ENTITIES

Name of Public Entity	State Entity's PFMA Schedule type (state yearend if not 31 March)	% Held 21/22	% Held 20/21	Number of shares held		Cost of investment		Net Asset value of investment		Profit/(Loss) for the year		Losses guaranteed Yes/No
						R'000		R'000		R'000		
				2021/22	2020/21	2021/22	2020/21	2021/22	2020/21	2021/22	2020/21	
National/Provincial Public Entity Onderstepoort Biological Products (Pty) Ltd	Manufacturing of vaccines and related products	-	-	1	1	-	-	-	-	-	-	No
TOTAL		-	-	1	1	-	-	-	-	-	-	

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**ANNEXURE 3A
STATEMENT OF FINANCIAL GUARANTEES ISSUED AS AT 31 MARCH 2022 – LOCAL**

Guarant or institutio n	Guarant ee in respect of	Origina l guar ante ed capit al amo unt	Openi ng balan ce 1 April 2021	Guarant ees drawdo wns during the year	Guarant ees repayme nts/ cancelle d/ reduced during the year	Revaluat ion due to foreign currenc y moveme nts	Closi ng balan ce 31 March 2022	Revaluati ons due to inflation rate moveme nts	Accrue d guarant eed interest for year ended 31 March 2022
		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Standard Bank	Housing	-	57	-	57	-	-	-	-
TOTAL		-	57	-	57	-	-	-	-

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**ANNEXURE 3B
STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2022**

Nature of Liability	Opening Balance 1 April 2021	Liabiliti es incurre d during the year	Liabilit ies paid/ cancel led/ reduc ed during the year	Liabilitie s recovera ble (Provide details hereund er)	Closing Balance 31 March 2022
	R'000	R'000	R'000	R'000	R'000
Claims against the department					
Breach of contract and compelling specific performance	44	-	-	-	44
Claim on property	30 859	-	-	-	30 859
Claimant dispute claim of just and equitable compensation	28 470	-	-	-	28 470
Commission disputes feasibility and claim for specific performance	15 678	-	-	-	15 678
Current owner wants to be paid more than the valuation amount on an approved S42D matt	4 500	-	-	-	4 500
Department dispute Alexcor claim of just equitable compensation	164 896	-	-	-	164 896
Liquidator issued summons against commission matter is apposed breach contract	15 252	-	-	-	15 252
Mr Vermaas, claims compensation be received was not just and equitable	67 989	-	-	-	67 989
This is a direct access case for under compensation	5 377	-	-	-	5 377
Claim damages due to failure to comply with contractual obligations in the form of mora interest on the amount of R15 750 000.00	6 522	-	-	-	6 522
Claim for compensation	1 437 338	-	-	-	1 437 338
Avontuur 725 JT that was expropriated by the Minister with an Expropriation Notice dated 19 September 2013 (MP)	48 050	-	-	-	48 050
Claims Financial Compensation not received	2 732	-	-	-	2 732
Mahlangu Family claim (Vanggatfontein 251 IR), the funds were paid to the family, but the claimant allegedly did not receive her share (MP)					
Claims Financial Compensation – Tramways	1 500	-	-	-	1 500
Collision claim	203	-	-	-	203

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**ANNEXURE 3B
STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2022**

Nature of Liability	Opening Balance 1 April 2021	Liabilities incurred during the year	Liabilities paid/ cancelled/ reduced during the year	Liabilities recoverable (Provide details hereunder)	Closing Balance 31 March 2022
	R'000	R'000	R'000	R'000	R'000
Commission is disputing validity of the contract with applicant	3 491	-	-	-	3 491
Compensation for loss of income	25 031	-	-	-	25 031
Contractual claim	9 096	3 204	5 800	-	6 500
Damage motor vehicle	54	374	54	-	374
Payment due to services rendered	20 250	-	-	-	20 250
Farm Fire	11 626	-	-	-	11 626
Dispute within family regarding award. Plaintiff request compensation as per valuation report	881	-	-	-	881
A contractor appointed by the CRLR subcontracted the work to the Applicant and failed to pay the applicant. Now instead of the Applicant claiming money from the contractor they are claiming from CRLR	1 000	-	-	-	1 000
Applicant compelling referral and seeking payment of grants	848	-	-	-	848
Offer was made by official without consent of RLCC. Office explained to claimants not entitled to double SSO as we are paying financial compensation and resorting land	13 757	-	13 757	-	-
Defamation or alternatively, injury in the sum set out hereunder and seek an order in the following terms: An order that the defendants jointly and severally the one paying the order to absolved, pay to the plaintiffs	7 000	-	-	-	7 000
The Minister should decide if she will restore the claimed land with the leases. If the land is restored without leases the 6 th and 7 th Applicant want to receive R80 000 000,00 each for damages. Trial date set 18 till 28 June 2019	160 000	-	-	-	160 000

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**ANNEXURE 3B
STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2022**

Nature of Liability	Opening Balance 1 April 2021	Liabilities incurred during the year	Liabilities paid/ cancelled/reduced during the year	Liabilities recoverable (Provide details hereunder)	Closing Balance 31 March 2022
	R'000	R'000	R'000	R'000	R'000
Fire losses claim	27 423	-	27 423	-	-
Goods sold delivered	161	-	161	-	-
Labour dispute	653	-	-	-	653
Labour matter	1 845	-	-	-	1 845
Malicious prosecution, Unlawful Arrest and Detention	590	-	590	-	-
Negligence	662	-	-	-	662
Non-payment of employment benefits	8	-	-	-	8
Not issuing import permits	53 315	-	-	-	53 315
OSD	125 395	15 815	19 568	-	121 642
Payment due to service rendered	20 250	-	-	-	20 250
Prohibition of movement of animals	8 426	-	-	-	8 426
Services could not be confirmed	5 325	-	5 325	-	-
Vehicle accidents	703	239	224	-	717
Subtotal	2 306 950	19 632	72 902	-	2 253 679
QCC	-	444 175	-	-	444 175
Subtotal	-	444 175	-	-	444 175
TOTAL	2 306 950	463 807	72 902	-	2 697 854

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**ANNEXURE 4
CLAIMS RECOVERABLE**

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		Total		Cash in transit at year end 2021/22 *	
	31/03/2022	31/03/2021	31/03/2022	31/03/2021	31/03/2022	31/03/2021	Receipt date up to six (6) working days after year end	Amount
	R'000	R'000	R'000	R'000	R'000	R'000		R'000
Department National Departments								
Department of Environmental, Forestry and Fisheries	-	-	1 821	2 410	1 821	2 410	-	-
Department of Public Works	-	-	-	599	-	599	-	-
Department of Justice	-	-	48	-	48	-	-	-
Department of Labour	-	-	43	-	43	-	-	-
Provincial Departments								
Department of Agriculture and Agrarian Reform (Eastern Cape)	-	-	-	34	-	34	-	-
	-	-	1 912	3 043	1 912	3 043	-	-
Other Government Entities								
Deeds Registration	1 092	-	-	998	1 092	998	-	-
Trading Account Land Commission Restitution	-	-	-	13 010	-	13 010	-	-
	-	-	-	16 779	-	16 779	-	-
	1 092	-	-	30 787	1 092	30 787	-	-
TOTAL	1 092	-	1 912	33 830	3 004	33 830	-	-

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**ANNEXURE 5
INTER-GOVERNMENT PAYABLES**

GOVERNMENT ENTITY	Confirmed balance outstanding		Unconfirmed balance outstanding		TOTAL		Cash in transit at year end 2021/22	
	31/03/2022	31/03/2021	31/03/2022	31/03/2021	31/03/2022	31/03/2021	Payment date up to six (6) working days before year end	Amount
	R'000	R'000	R'000	R'000	R'000	R'000		R'000
DEPARTMENTS								
Current								
Department of Justice and Constitutional Development	6 551	-	-	-	6 551	-		
Department of Rural Development	13	-	-	-	-	-		
Government motor transport – Western Cape	57	-	-	-	57	-		
TOTAL DEPARTMENTS	6 620	-	-	-	6 608	-		-
OTHER GOVERNMENT ENTITY								
Current								
Department of Public Works (Property Management trading Entity)	2 248	2 619	-	408 830	2 248	411 449		
Telkom SA	1 228	1 248	-	-	1 228	1 248		
Eastern Cape Rural Development Agency	22 205	-	-	22 205	22 205	22 205		
Agricultural Research Council	-	144	-	-	-	144		
The Office of the Auditor-General	624	-	-	-	624	-		
TOTAL OTHER GOVERNMENT ENTITIES	26 305	4 011	-	431 035	26 304	435 046		-
TOTAL INTERGOVERNMENT PAYABLES	32 925	4 011	-	431 035	32 912	435 046		



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**ANNEXURE 6
INVENTORIES**

Inventories for the year ended 31 March 2022	Clothing material & accessories	Farming supplies	Food and supplies	Fuel, oil and gas	Materials and supplies	Medical supplies	Medicine	Machine ry and equipment	Bio-logic al Assets	Others	TOTAL
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Opening balance	-	-					-			-	-
Add/(Less):											-
Adjustments to prior year balances											
Add: Additions/Purchases – Cash	6 654	972 872	2 166	11 843	41 089	1 116	29 527	124 285	7 743	1 136	1 198 431
Add: Additions - Non-cash											-
(Less): Disposals	(6 654)	(972 872)	(2 166)	(11 843)	(41 089)	(1 116)	(29 527)	(124 285)	(7 743)	(1 136)	(1 198 431)
(Less): Issues											
Add/(Less): Received current, not paid (Paid current year, received prior year)											-
Add/(Less): Adjustments											-
Closing balance	-	-	-	-	-	-	-	-	-	-	-

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**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2022**

Inventories for the year ended 31 March 2021	Clothing material & accessories	Farming supplies	Food and supplies	Fuel, oil and gas	Materials and supplies	Medical supplies	Medicine	Machinery and equipment	Biological Assets	Others	TOTAL
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Opening balance	-	-	-	-	-	-	-	-	-	-	-
Add/(Less):											
Adjustments to prior year balances											
Add:	1 965	358 289	1 403	1 865	4 009	1 950	9 764	48 007	-	887 816	1 315 068
Additions/Purchases – Cash											
Add:											
Additions - Non-cash											
(Less):	(1 965)	(358 289)	(1 403)	(1 865)	(4 009)	(1 950)	(9 764)	(48 007)	-	(887 816)	(1 315 068)
Disposals (Less):											
Issues											
Add/(Less):											
Received current, not paid (Paid current year, received prior year)											
Add/(Less):											
Adjustments											
Closing balance	-	-	-	-	-	-	-	-	-	-	-

