

**DEPARTMENT OF AGRICULTURE AND RURAL
DEVELOPMENT**

**CONDITIONAL GRANT EXPENDITURE
(2020/21 FINANCIAL YEAR)**

17 February 2021

Presented by:

Free State Department of Agriculture and Rural Development



agriculture & rural development
Department of
Agriculture and Rural Development
FREE STATE PROVINCE

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Conditional grants:

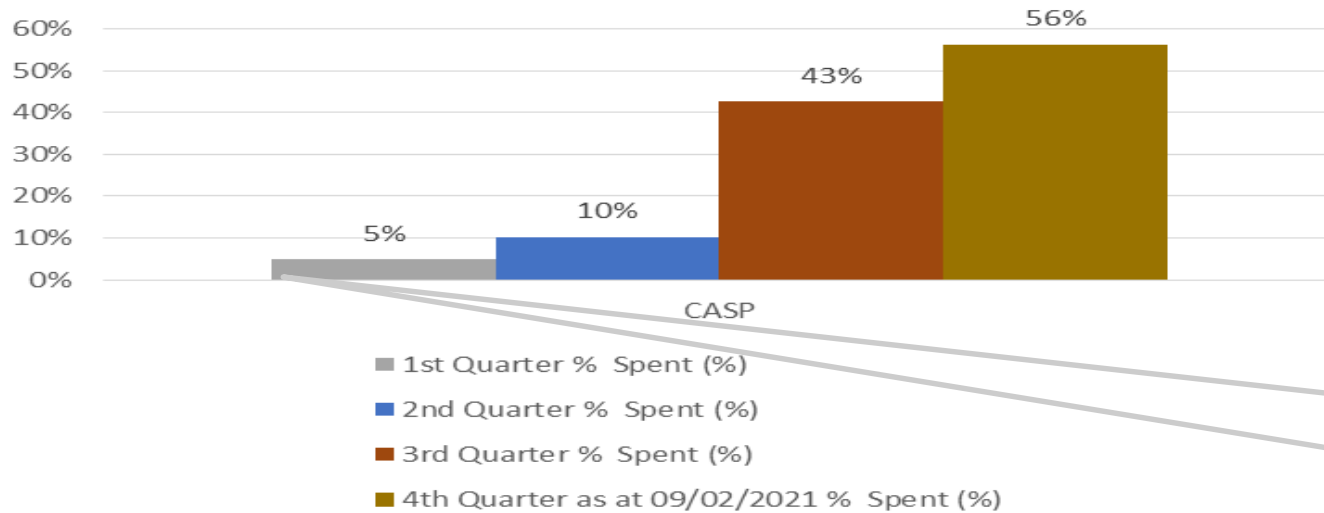
*Performance
Challenges
Interventions*



PERFORMANCE REPORT ON CASP

Fund	Actual Budget (R'000)	1st Quarter		2nd Quarter		3rd Quarter			4th Quarter as at 09/02/2021	
		Actual expenditure	% Spent	Actual expenditure	% Spent	Adjusted Budget	Actual expenditure	% Spent	Actual expenditure	% Spent
		(R'000)	(%)	(R'000)	(%)	(R'000)	(R'000)	(%)	(R'000)	(%)
CASP	143 374	6 842	5%	14 696	10%	159 764	67 980	43%	89 898	56%

Spending trends



Impact of COVID 19 and the amendment of the allocations and the business plan due to the redirection of money to the COVID 19 programmes

PERFORMANCE REPORT ON CASP PER DISTRICT

CASP	District					
	Provincial	Xhariep	Mangaung	Leweleputswa	Thabo Mofutsanyana	Fezile Dabi
Nr of project	10	2	9	5	4	11
Budget (R'000)	85 464	5 500	27 000	6 500	7 600	27 700
Expenditure (R'000)	46 149	3 250	9 250	4 750	7 549	18 950
Commitments (R'000)	20 883	2 250	17 750	1 750	51	8 750
Budget to be spent before 31 March 2021(R'000)	18 432	-	-	-	-	-
% spent 9th of February 2021	54%	59%	34%	73%	99%	68%

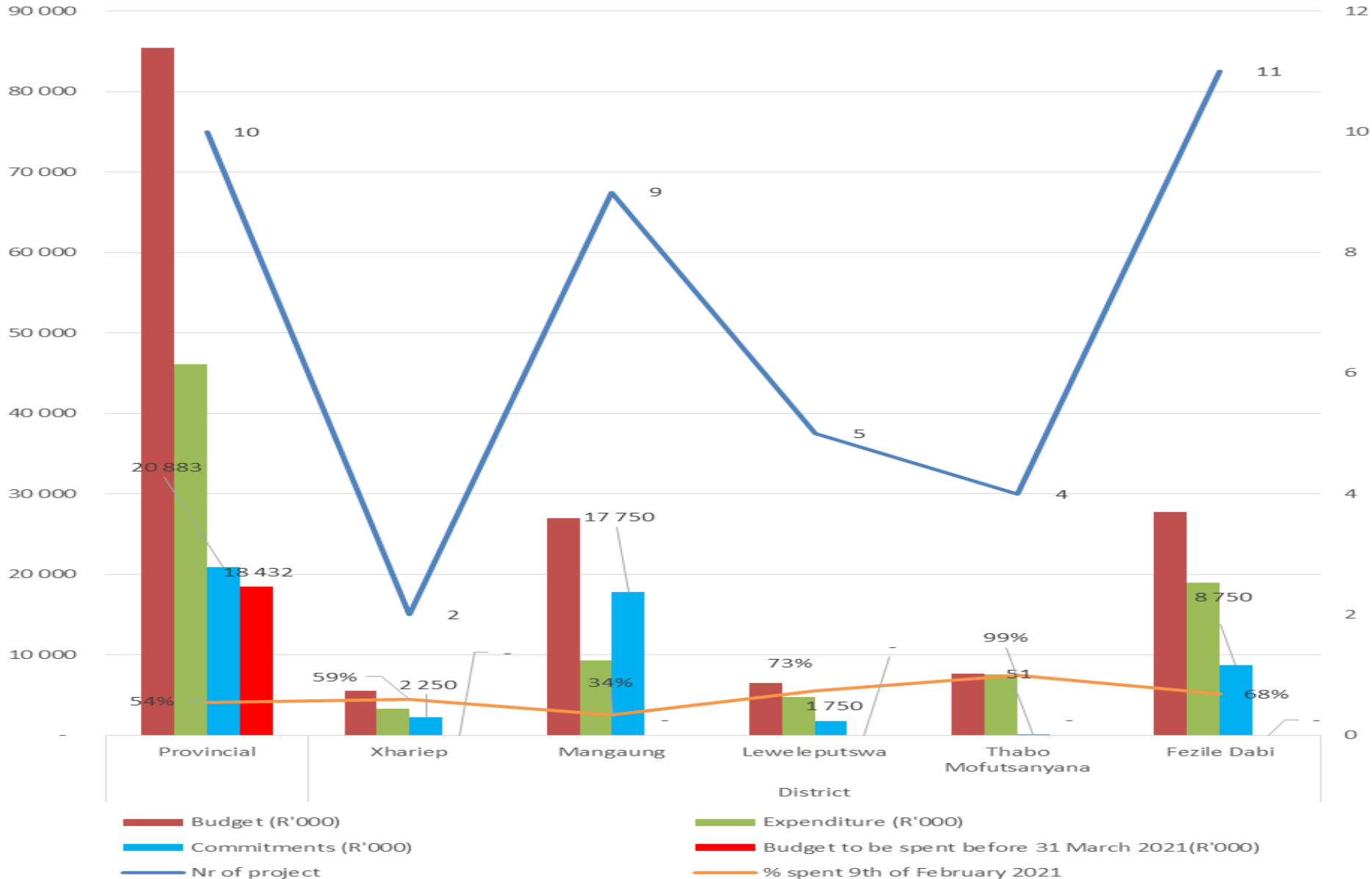
The following projects to the value of R18.432 million is in the process of generating orders:

- (i) Xhariep Fish Hatchery R4.445 million
- (ii) Glen College R3.516 million
- (iii) Risk Management solution R3 million
- (iv) Marketing Infrastructure R2.3 million
- (v) Training and Capacity building R900 000
- (vi) ERP R726 000
- (vii) Graduate programme R3.545 million

All projects is districts are committed through allocation letters issued to the beneficiaries and as per agreements signed between the department and the beneficiaries. The projects are under implementation

PERFORMANCE REPORT ON CASP PER DISTRICT

% CASP spending per district



CASP

<u>Challenges experienced</u>	<u>Interventions to address the under expenditure</u>
DELAYED ONSET OF PROJECT- INITIATION ADMINISTRATION PROCESS DUE TO DELAYED APPROVAL OF BUSINESS PLANS & BUDGET APPROVAL (INDICATED BELOW) DUE TO THE REPRIORITISATION OF THE BUDGET TO COVID 19 RELIEF	
1. Beneficiary Project Approval Letter.	1. Expenditure Catch Up Plan was developed to fast track expenditure in the 3 rd and 4 th quarter.
2. Singing of Transfer Agreements by Beneficiaries and the Accounting Officer	2. Beneficiary Project Approval letter, Transfer Agreement and Project Implementation Plans signed OFF.
3. Opening of Beneficiary Grant Holding Accounts with the Participating Bank (Standard Bank)	3. Approve transfer of funds in tranches informed by the imminent commodity seasonality and project activities.
4. CSD Beneficiary Business Entity/ies Establishment	4. Fast-Track project implementation

CASP

<u>Challenges experienced</u>	<u>Interventions to address the under expenditure</u>
DELAYED ONSET OF PROJECT- INITIATION ADMINISTRATION PROCESS DUE TO DELAYED APPROVAL OF BUSINESS PLANS & BUDGET APPROVAL (INDICATED BELOW)	
5. Preparation of Sundry Payment Advice Request Form for payment transfers	<ol style="list-style-type: none">1. Expenditure Catch Up Plan was developed to fast track expenditure in the 3rd and 4th quarter.2. Beneficiary Project Approval letter, Transfer Agreement and Project Implementation Plans were signed all at the same time to release the first payment of funds into beneficiary holding accounts3. Approve transfer of funds in tranches informed by the imminent commodity seasonality and project activities.
6. Transfer of funds in tranches to Beneficiary Grant Holding Accounts	
7. Project Implementation in line with Project Implementation Plan	

CASP SUPPORTED PROJECTS

Commonage
Handling Facilities



Commonage
Fencing (4 Km)



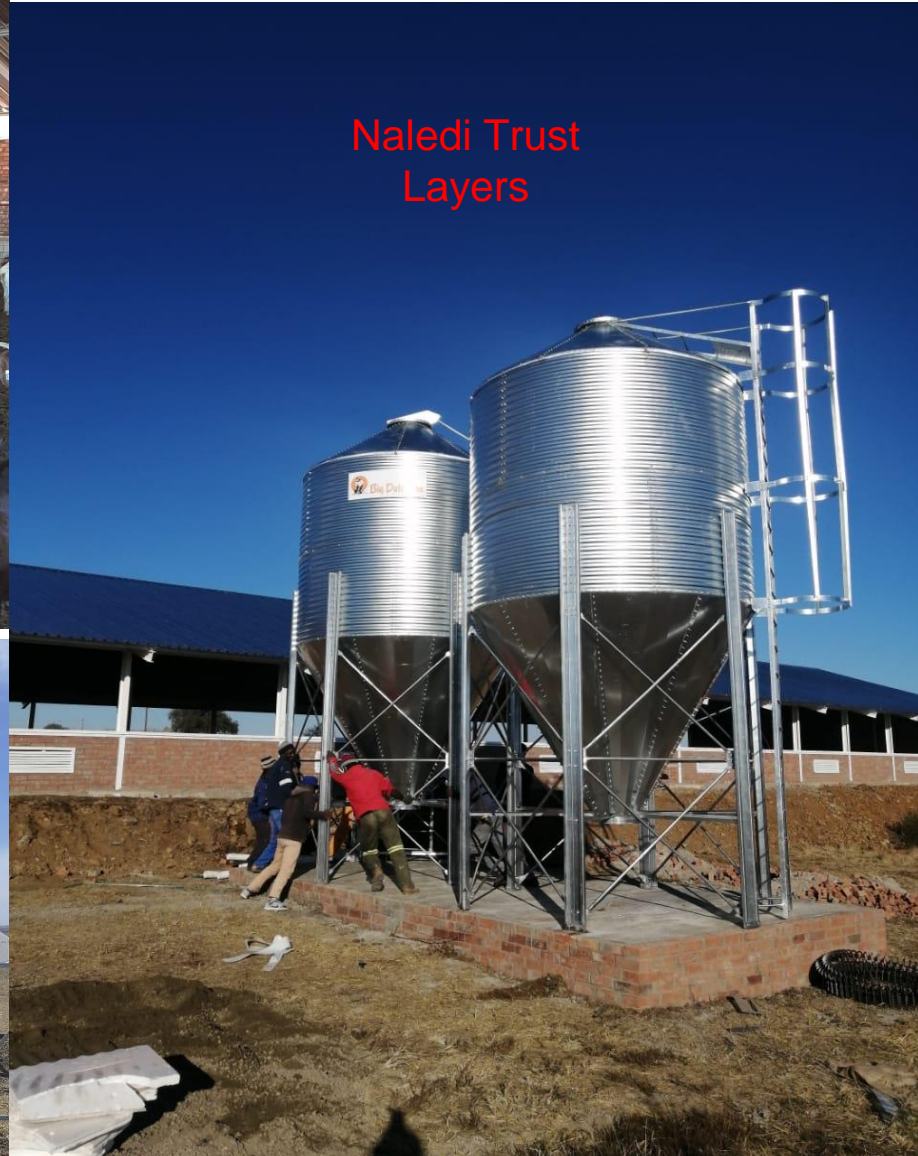
Commonage
Cattle Handling
Facilities



Commonage
Cattle Handling
Facilities



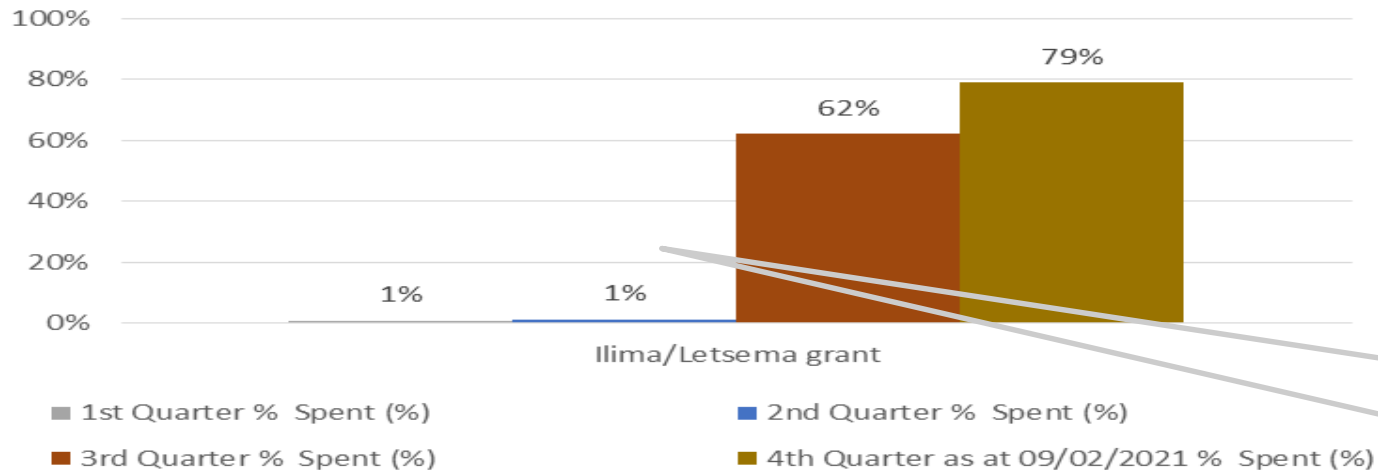
CASP SUPPORTED PROJECTS



PERFORMANCE REPORT ON ILIMA/LETSEMA

Fund	Actual Budget (R'000)	1st Quarter		2nd Quarter		3rd Quarter			4th Quarter as at 09/02/2021	
		Actual expenditure	% Spent	Actual expenditure	% Spent	Adjusted Budget	Actual expenditure	% Spent	Actual expenditure	% Spent
		(R'000)	(%)	(R'000)	(%)	(R'000)	(R'000)	(%)	(R'000)	(%)
Ilima/Letsema grant	51 331	447	1%	675	1%	52 649	32 796	62%	41 615	79%

Spending trends



Impact of COVID 19 and the amendment of the allocations and the business plan due to the redirection of money to the COVID 19 programmes

PERFORMANCE REPORT ON ILIMA PER DISTRICT

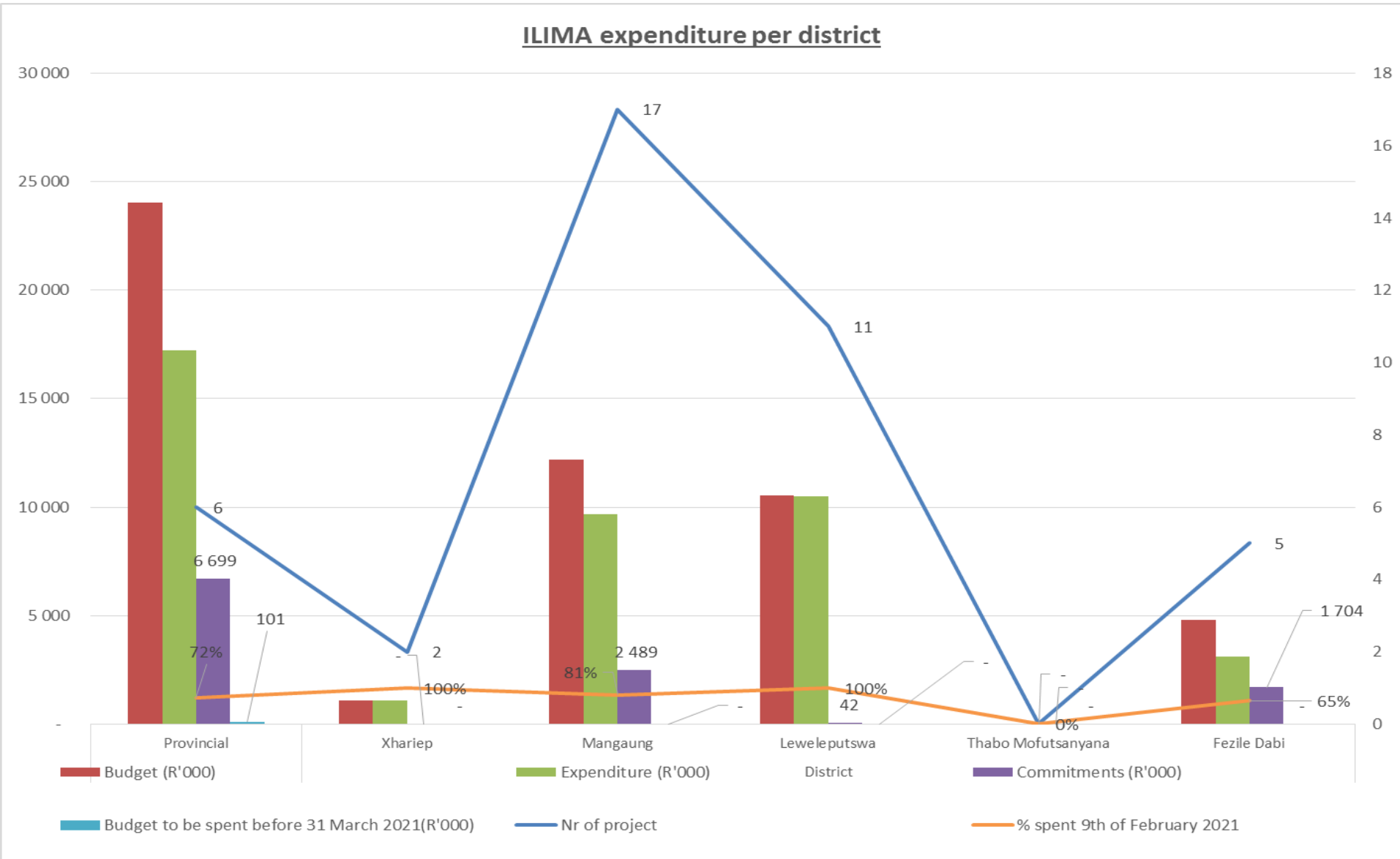
Ilima	District					
	Provincial	Xhariep	Mangaung	Leweleputswa	Thabo Mofutsanyana	Fezile Dabi
Nr of project	6	2	17	11	-	5
Budget (R'000)	24 018	1 100	12 175	10 546	-	4 810
Expenditure (R'000)	17 218	1 100	9 686	10 504	-	3 106
Commitments (R'000)	6 699	-	2 489	42	-	1 704
Budget to be spent before 31 March 2021(R'000)	101	-	-	-	-	-
% spent 9th of February 2021	72%	100%	81%	100%	0%	65%

Payment of the license fees of the tractors to be processed

All projects at districts level are committed through allocation letters issued to the beneficiaries and as per agreements signed between the department and the beneficiaries. The projects are under implementation

PERFORMANCE REPORT ON ILIMA PER DISTRICT

ILIMA expenditure per district



ILIMA

<u>Challenges experienced</u>	<u>Interventions to address the under expenditure</u>
Adjusting of Business Plans and approval thereof after National Adjusted Appropriation due to COVID 19	
<p>Delays in approval of the provincial BP which resulted in the delay in project implementation.</p> <p>Final approval of Projects and Budget Allocations including transfers of funds delayed project implementation and expenditure</p>	
DELAYED ONSET OF PROJECT- INITIATION ADMINISTRATION PROCESS DUE TO DELAYED APPROVAL OF BUSINESS PLANS & BUDGET APPROVAL (INDICATED BELOW)	
1. Beneficiary Project Approval Letter	<ol style="list-style-type: none"> 1. Expenditure Catch Up Plan was developed to fast track expenditure in the 3rd and 4th quarter. 2. Beneficiary Project Approval letter, Transfer Agreement and Project Implementation Plans were signed all at the same time to release the first payment of funds into beneficiary holding accounts 3. Approve transfer of funds in tranches informed by the imminent commodity seasonality and project activities.
2. Singing of Transfer Agreements by Beneficiaries and the Accounting Officer	
3. Opening of Beneficiary Grant Holding Accounts with the Participating Bank (Standard Bank)	
4.CSD Beneficiary Business Entity/ies Establishment	

ILIMA

<u>Challenges experienced</u>	<u>Interventions to address the under expenditure</u>
DELAYED ONSET OF PROJECT- INITIATION ADMINISTRATION PROCESS DUE TO DELAYED APPROVAL OF BUSINESS PLANS & BUDGET APPROVAL (INDICATED BELOW)	
5. Preparation of Sundry Payment Advice Request Form for payment transfers	1. Expenditure Catch Up Plan was developed to fast track expenditure in the 3 rd and 4 th quarter. 2. Beneficiary Project Approval letter, Transfer Agreement and Project Implementation Plans were signed all at the same time to release the first payment of funds into beneficiary holding accounts 3. Approve transfer of funds in tranches informed by the imminent commodity seasonality and project activities.
6. Transfer of funds in tranches to Beneficiary Grant Holding Accounts	
7. Project Implementation in line with Project Implementation Plan	

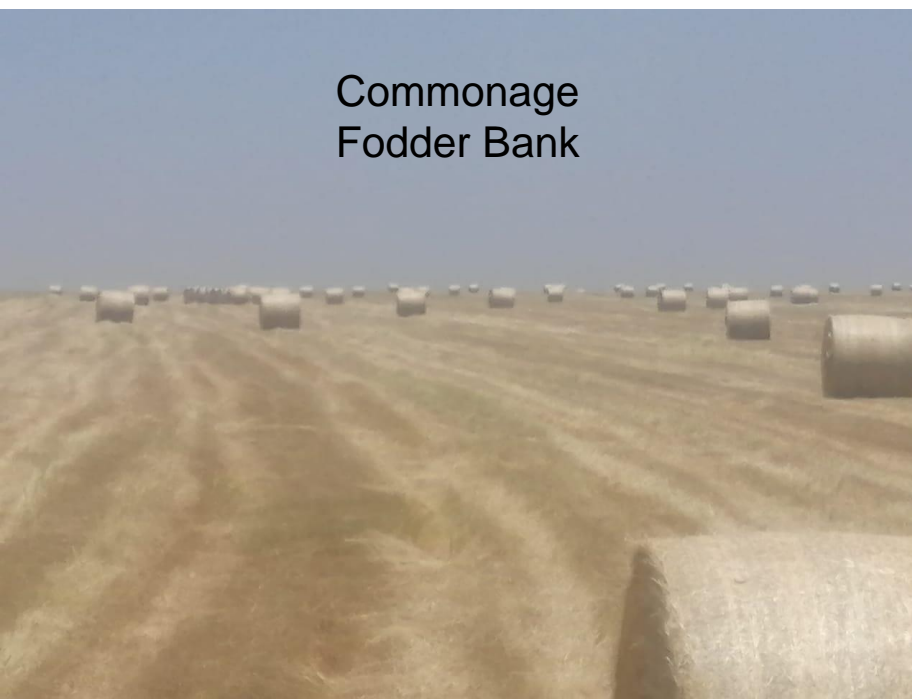
MECHANIZATION SUPPORT PROGRAMME



PRODUCTION INPUTS SUPPORT



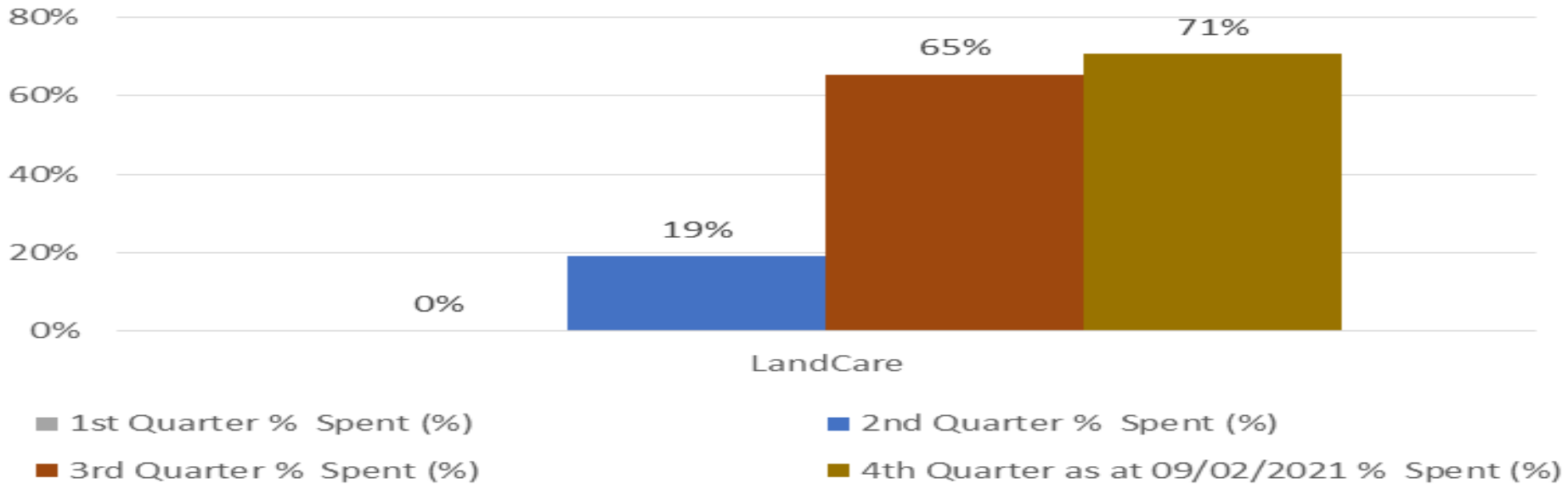
Commonage
Fodder Bank



PERFORMANCE REPORT ON LANDCARE

Fund	Actual Budget	1st Quarter		2nd Quarter		3rd Quarter			4th Quarter as at 09/02/2021	
	(R'000)	Actual expenditure	% Spent	Actual expenditure	% Spent	Adjusted Budget	Actual expenditure	% Spent	Actual expenditure	% Spent
		(R'000)	(%)	(R'000)	(%)	(R'000)	(R'000)	(%)	(R'000)	(%)
LandCare	8 378	-	0%	1 609	19%	8 278	5 415	65%	5 843	71%

Spending trends



PERFORMANCE REPORT ON LANDCARE PER DISTRICT

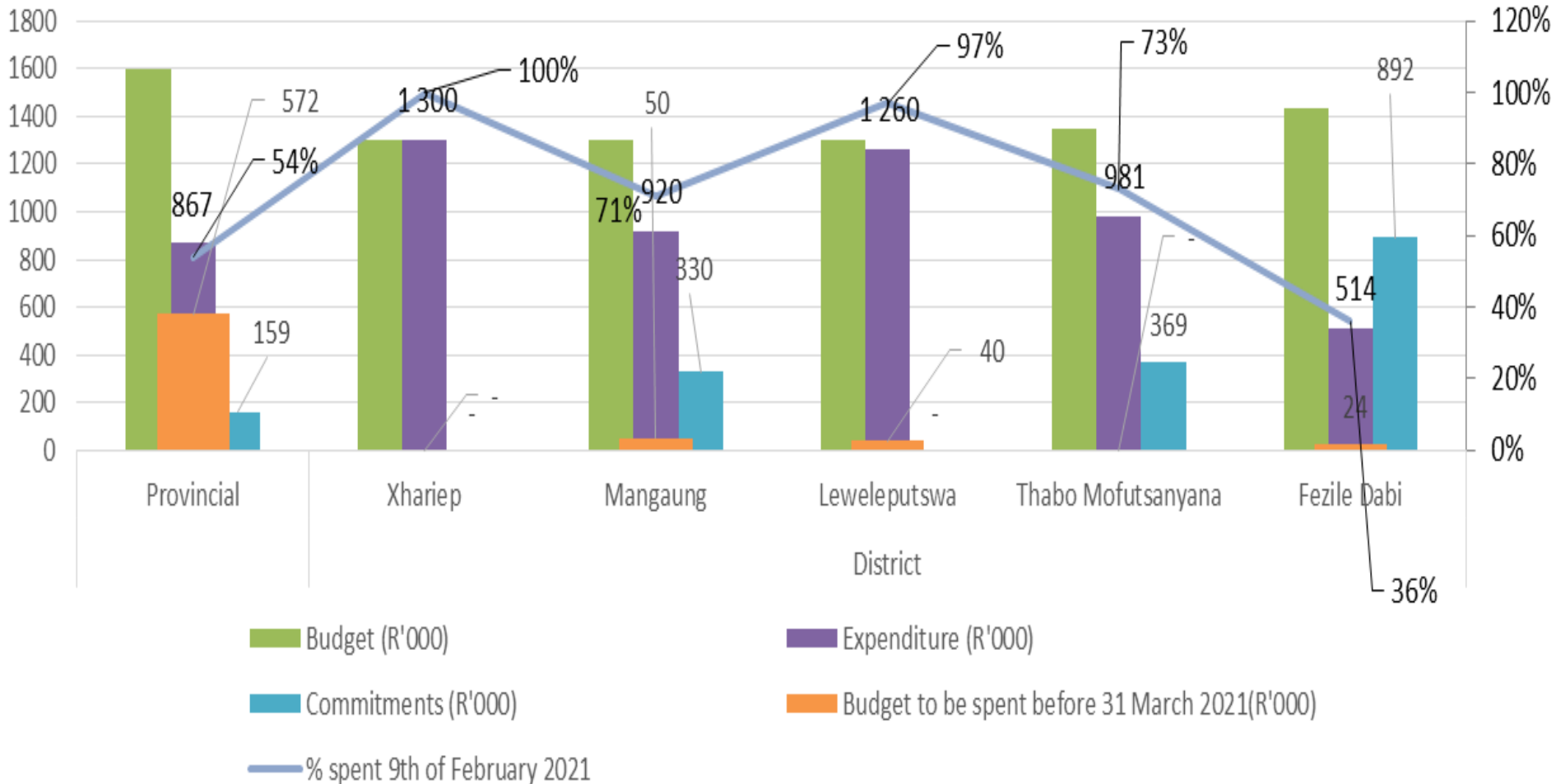
Landcare	District					
	Provincial	Xhariep	Mangaung	Leweleputswa	Thabo Mofutsanyana	Fezile Dabi
Nr of project	2	1	2	3	2	1
Budget (R'000)	1598	1 300	1 300	1 300	1 350	1 430
Expenditure (R'000)	867	1 300	920	1 260	981	514
Commitments (R'000)	159	-	330	-	369	892
Budget to be spent before 31 March 2021(R'000)	572	-	50	40	-	24
% spent 9th of February 2021	54%	100%	71%	97%	73%	36%

The following projects to the value of R572 000 is in the process of generating orders:

- (i) Junior Landcare R464 000
- (ii) Landcare Admin Fees R108 000

PERFORMANCE REPORT ON LANDCARE PER DISTRICT

Landcare Expenditure per district



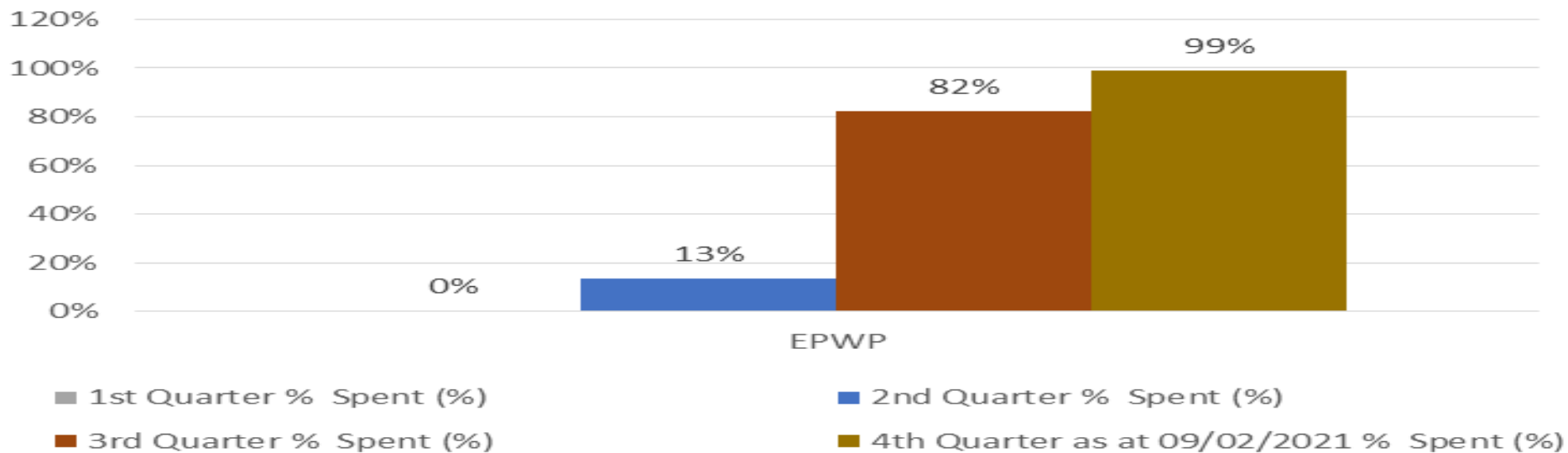
LANDCARE

<u>Challenges experienced</u>	<u>Interventions to address the under expenditure</u>
Junior LandCare, schools (800) were closed due to COVID 19 pandemic.	Smaller Junior LandCare groups (50 a group) will be facilitated in the fourth quarter.
	Tender for Waterways was awarded and busy with implementation.

PERFORMANCE REPORT ON EPWP

Fund	Actual Budget	1st Quarter		2nd Quarter		3rd Quarter			4th Quarter as at 09/02/2021	
	(R'000)	Actual expenditure	% Spent	Actual expenditure	% Spent	Adjusted Budget	Actual expenditure	% Spent	Actual expenditure	% Spent
		(R'000)	(%)	(R'000)	(%)	(R'000)	(R'000)	(%)	(R'000)	(%)
EPWP	2 000	-	0%	269	13%	2 000	1 641	82%	1 978	99%

Spending trends



THANK YOU



agriculture & rural development

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