

ILIMA LETSEMA GRANT FRAMEWORK	
Strategic goal	<ul style="list-style-type: none"> To reduce poverty through increased food production initiatives.
Grant purpose	<ul style="list-style-type: none"> To assist targeted vulnerable South African farming communities to increase agricultural production and improve farming skills.
Outcome statements	<ul style="list-style-type: none"> Increased production efficiency. Increased agricultural production for the targeted group. Improved ability of targeted group to cope with high food prices. Improved food production at both household and national level.
Outputs	<ul style="list-style-type: none"> Number of hectares (ha) supported by the programme. Number of farmers trained. Number of tons produced within agricultural development corridors. Number of beneficiaries supported. Number of newly established irrigation infrastructure plants. Number of hectares (ha) of rehabilitated and expanded irrigation schemes.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 7: Vibrant, equitable and sustainable rural communities with food security for all. Outcome 4: Decent employment through inclusive economic growth.
Details contained in the Business Plan	<ul style="list-style-type: none"> Outcome indicators Output indicators Inputs Key activities Monitoring and Evaluation Plan Risks and mitigations Exit strategies
Conditions	<ul style="list-style-type: none"> The Ilima/Letsema Grant must be allocated in terms of the approved Provincial Land and Agrarian Programme (LARP) Business Plan and must support Comprehensive Rural Development (CRDP) sites in Provinces. Provincial Departments must confirm human resources capacity to implement Ilima/Letsema Business Plans by 1 April 2011. Provinces must inform the national transferring officer of any changes from plans and allocations approved by national transferring officer within 30 days of such change. The Business Plans must be signed off by the Head of Department (HOD) of Agriculture in collaboration with the Head of the Provincial Treasury.
Allocation Criteria	<ul style="list-style-type: none"> The formula used to allocate funds is a weighted average of LARP priority areas and targeted areas of increased food production.
Reasons not incorporated in equitable share	<ul style="list-style-type: none"> The funding originated with the special poverty allocations made by National Government for a specific purpose and a conditional grant enables government to ensure that specific projects are targeted.
Past Performance	<p><u>2009/10 Audited Financial Outcomes:</u></p> <ul style="list-style-type: none"> Allocated and transferred R50 million to Provinces Of the total available R70.9 million (including roll overs), R66.9 million (94.3%) was spent. <p><u>2009/10 Service Delivery Performance:</u></p> <ul style="list-style-type: none"> 1 053 jobs were created 12 967 beneficiaries/households were supported 8 029 hectares planted with seeds 3 irrigation schemes were rehabilitated
Projected Life	<ul style="list-style-type: none"> Grant will be reviewed during 2011/12
MTEF Allocations	<ul style="list-style-type: none"> 2011/12: R400 million, 2012/13: R420 million and 2013/14: R443 million
Payment schedule	<ul style="list-style-type: none"> 20 %: 21 April 2011, 35 %: 22 July 2011, 35%: 7 October 2011 and 10%: 11 January 2012

Responsibilities of the Transferring National Officer and Receiving Officer	<u>Responsibilities of the National Department:</u> <ul style="list-style-type: none"> • Agree on outputs and targets with provincial departments in line with grant objectives • Revise and review norms and standards for the implementation of the grant during Intergovernmental Technical Committee on Agriculture and Land Affairs (ITCAL)-Letsema workshops held quarterly. • Provide the guidelines and criteria for the development and approval of business plans. • Monitor implementation through project site visits and provide support on a monthly and quarterly basis. • Submit quarterly performance reports to National Treasury within 45 days after the end of each quarter. • Convene the National Assessment Panel (NAP)
	<u>Responsibilities of the Provincial Department:</u> <ul style="list-style-type: none"> • Provinces to report monthly (financial) and quarterly (non-financial) on the progress of the projects. • Participate in the National Assessment Panel. • Provinces to implement the projects according to the approved business plans and notify DAFF in writing about deviations before implementation of projects can take place. • Monitor projects implementation and evaluate the impacts of projects in achieving Ilima/Letsema goals
Process for approval of the 2012/13 business plans	<ul style="list-style-type: none"> • Provide Provincial Departments with Business Plan format guidelines, criteria and outputs as prescribed by National Treasury by 31 May 2011. • Submission of Provincial and Individual Ilima/Letsema business plans by Provinces on 30 September 2011. • Engagement with Provinces on submitted Business Plans during October 2011 prior to National Assessment Panel (NAP). • Evaluation and recommendation of Business Plans by NAP during November 2011. • Send Funding Agreements to Provinces by January/February 2011 to be signed by the Heads of Departments, Chief Financial Officers, and CASP/Ilima/Letsema Coordinators. • Approval of Business Plans by Minister before 31 March 2012 • Inform Provinces of approval of the Business Plan in March/April 2012