

Administration of the Land Redistribution for Agricultural Development programme in the North West Province of South Africa

by

**Masellane Caleb Matshego** 

Submitted in partial fulfilment of the requirements for the degree
PHILOSOPHIAE DOCTOR in Public Affairs
in the Faculty of Economic and Management Sciences
University of Pretoria
Pretoria

Supervisor: Prof. Dr. C. Thornhill

**April 2011** 

© University of Pretoria



## **Acknowledgements**

God the Father, the Omnipotent, the Omnipresent, the Omniscient,

God the Son, who strengthens me, and

God the Holy Spirit, who teaches us in all things, made this important achievement in my life possible.

Special thanks go to my supervisor, Professor Chris Thornhill, for the excellent and highly professional work done in guiding me through the conceptualisation and writing of the thesis. Not only did he equip me with skills, but also built in me the confidence I needed to complete the thesis, as well as to embark on future research projects.

To Lidia De Wet, for language editing the document.

The assistance received from the management of the North West Department of Agriculture, Conservation and Environment, as well as the North West Provincial Land Reform Office, during data collection and analysis, is appreciated. Staff of the departments of Agriculture and Land Affairs was helpful in providing additional information which I required. The participation of respondents from both institutions is also appreciated.

To my late father, Silwane David Matshego and my mother, Emily Manini Matshego, who instilled in me from an early age the value of education in life and ensured through parental love and discipline, that I remain focused in life. My late father planted in me the seed to consider pursuing PhD studies. Both parents made important sacrifices in their lives to ensure that I have the basic resources to achieve this important goal.

To my wife, Thami Mamogodi Matshego, who has been a constant source of encouragement and support, not only in my ultimate decision to enrol for PhD studies, but also in me being able to complete the degree programme. She cushioned me from other family-related pressures, thus allowing me space and time to complete my assignments. I am aware that during the period of my studies, I may have deprived my three children, Resego, Retlametswe and Bakang, sufficient time to interact with me as their father in a manner that they would have

ii



wished to. However, it is my wish that, in future, they will become inspired by what I have achieved, which inspiration will propel them to much greater heights in their academic careers.



TABLE OF CONTENTS		
Acknowledgements List of tables List of figures List of appendices List of abbreviations		ii viii ix x xi
Abstr		xiii
1.1	Research into Public Administration	1 1 1 5
	<ul> <li>1.3.1 Triangulation</li> <li>1.3.2 Idiographic and nomothetic explanation</li> <li>1.3.3 Quantitative research paradigm</li> <li>1.3.4 Qualitative research paradigm</li> </ul>	5 8 8
1.4 1.5 1.6	Postulates of the quantitative and qualitative research paradigms Choice of research approach and methods Qualitative research methods 1.6.1 Case studies 1.6.2 Grounded theory	10 11 13 13 14
1.7 1.8 1.9 1.10	1.6.3 Content analysis Motivation for the study Objectives of the study Limitations Statement of the problem	18 20 25 25 26
1.11	Research question Data collection methodology	27 27 32
CHAI	PTER 2: INTRODUCTION AND BACKGROUND TO THE LAND PROBLEM IN SOUTH AFRICA	33
2.1 2.2	Introduction Land policy in colonial South Africa 2.2.1 The first period in the Cape Colony 2.2.2 The establishment of Boer Republics 2.2.3 The Union of South Africa - 1910	33 34 34 36 36
2.3 2.4	2.2.4 Apartheid policy and the homelands in South Africa - 1948 The land policy of the new democratic South Africa Conclusion	39 42 43



CHAP	TER 3: PUBLIC ADMINISTRATION: CLARIFICATION FOR RESEARCH	45
3.1	Introduction	45
3.2		45
0.2	3.2.1 Understanding the concept of <i>Public</i> in Public	70
		45
		_
0.0	•	49
3.3	·	51
3.4	<b>J</b>	53
		53
		54
	3.4.3 Public Administration definitions	54
	3.4.4 Public Administration and its locus within the political	
	·	58
3.5	<u> </u>	60
0.0	1 7	63
		70
3.6	. , ,	77
5.0		77
	•	
	3	81
	3.6.3 Alternative views to understanding human behaviour	~ <b>-</b>
	<b>5</b>	85
	<b>5</b>	87
	3.6.5 Governance	92
	3.6.6 The structure and performance of policy administration networks	107
3.7		114
3.8	5 1 7	115
3.9	<del>-</del> ·	120
	·	_
	3, <sup>2</sup> 1 3	121
3.11	Conclusion	127
CHAP		129
4.4	INTERNATIONAL PERSPECTIVE	400
4.1		129
	· ·	129
4.3		131
4.4	Land reform case studies	135
	4.4.1 Background to land redistribution in Latin America	136
	4.4.2 The Brazilian case	137
	4.4.3 The Filipino case	145
4.5	· ·	154
СНАР	TER 5: LAND REDISTRIBUTION IN SOUTH AFRICA	156
5.1		156
_	Administrative policies relevant to LRAD programme administration	
J.Z	Authinistrative policies relevant to LIVAD programme authinistration	100



	5.2.1	the pre-1994 political settlement for the creation of a democratic South Africa	156
	522	Constitutional mandate	159
		Political accountability	159
		Transformation of the South African Public Service	160
		Organisational arrangements	161
		Administration of intergovernmental relations in	
	0.2.0	South Africa	164
	5.2.7	Financial administration of government programmes	166
5.3		reform policy in South Africa	169
		The land reform policy after 1994	173
		The LRAD programme	177
5.4	Conclu		192
СНА	PTER 6	: Land Redistribution for Agricultural Development	
	in the	North West Province	194
6.1	Introdu	uction	194
6.2	Brief d	lescription of the North West Province	194
	6.2.1	Geographical location	194
	6.2.2	Agricultural production systems	195
6.3		tions administering the LRAD programme	196
6.4	Roles	in terms of LRAD programme administration	198
6.5	Respo	onsibilities created by the LRAD programme	203
6.6	Roles	of LRAD administering institutions as perceived by	
	•	ndents	207
6.7		gic planning for the LRAD programme	210
	6.7.1	Perceived role of the administrative officials	211
		Strategic goals and objectives	213
6.8		mance outputs in terms of the LRAD programme	220
	6.8.1	Projects approved by the Provincial Grants Committee	
		but not transferred	221
		Project turnaround time	222
		Number of hectares of land transferred	224
	6.8.4	Defining features of an effectively administered LRAD	
		programme	227
	6.8.5	Policy-related constraints towards LRAD programme	
		administration	230
	6.8.6	Measures perceived to have facilitated effective	
	_	administration of the LRAD programme	238 239
6.9	Organising		
	6.9.1	·	
	<b>.</b>	pertaining to execution of organising functions	239
		Institutional structures for LRAD programme administration	241
	6.9.3	Dependency relationships among institutions that	<b>.</b>
		administered the LRAD programme	245

	6.9.4	relationships	248
	6.9.5	Constraints pertaining to organising for LRAD programme	
	606	administration  Measures perceived to have facilitated effective	249
	6.9.6	administration of the LRAD programme	253
6.10	Finan	cial administration	256
		1 Constraints related to financial administration of the	
		LRAD programme	258
6.11		ng of public organisations	265
	6.11.	1 Expectations of the role of the administrative executive	005
	6 11 1	pertaining to execution of staffing functions	265
	0.11.2	2 Constraints related to staffing for LRAD programme administration	266
	6 11 3	3 Measures perceived to have facilitated effective	200
	0.11.0	administration of the LRAD programme	270
6.12	Work	methods and procedures for LRAD programme	
	admir	nistration	272
	6.12.	1 Constraints pertaining to processing of LRAD	
	0.40.6	programme applications	278
	6.12.2	2 Measures perceived to have facilitated effective	279
6.13	Contr	administration of the LRAD programme ol and accountability in LRAD programme administration	280
0.13		1 Measures perceived to have facilitated effective	200
	0.10.	administration of the LRAD programme	280
6.14	Sumn	nary and synthesis	283
6.15	Concl	lusion	289
CHAF	PTER 7	7: CONCLUSIONS AND RECOMMENDATIONS	291
7.1		tiveness of LRAD programme administration	294
7.2	Admir	nistrative incapacity of the DACE	295
7.3		ctive integration of government policy	296
7.4		n/interaction strategies	300
7.5		equences	301
7.6		mmendations	302 302
	7.6.1	Increased funding for the LRAD programme Increasing administrative capacity	302
		Alignment of administrative systems and procedures	302
	7.0.0	between the DACE and the NWPLRO	303
	7.6.4	Performance management	306
Refer	ences		307
Appe	ndices		328



LIST OF TABLES		Page
Table 1.1	Postulates of research paradigms	10
Table 3.1	A simple typology of governance types	100
Table 4.1	Key features of state- and market-led approaches	
T-61- 54	to land Redistribution	134
Table 5.1	CASP allocations and projections in terms of	160
Table 6.1	annual Division of Revenue Act LRAD programme administration roles as prescribed	168
Table 0.1	by policy	198
Table 6.2	Perceptions by respondents (n=8) of responsibilities	100
. 0.0.0 0.2	created by the LRAD programme	204
Table 6.3	Number of LRAD projects approved in the	
	North West Province - 2001/02 to 2006/07	206
Table 6.4	Actual roles played by LRAD administering institutions	
	as perceived by respondents (n=8)	209
Table 6.5	LRAD programme strategic planning and operational	
T.I.I.O.O.	management roles as perceived by respondents (n=8)	212
Table 6.6	Average project turnaround time (calendar days)	223
Table 6.7	for LRAD projects in the North West Province  Number of hectares of land transferred by the North West	223
Table 0.7	Province through the LRAD programme-	
	2001/02 to 2006/07	225
Table 6.8	Critical factors for effective LRAD programme	220
	administration as perceived by respondents (n=8)	228
Table 6.9	Programme organising roles as perceived by respondents	240
Table 6.10	Budget allocations for the DLA and the DACE	257
Table 6.11	The cost of agricultural land for projects purchased	
	through the LRAD programme in the	
	North West Province (2001/02 to 2006/07 financial years)	000
Table 6.10	n=173	260
Table 6.12 Table 6.13	Roles in terms of staffing for the LRAD programme Vacancy rate on critical posts for the DACE	266 269
Table 6.13	Summary of issues reported by the NWPLRO to the	209
1 4510 0.14	DLA: 2001/02 financial year to 2006/07 financial year	281
Table 6.15	Constraints towards effective administration of the	_0.
	LRAD programme in the North West Province	283



LIST OF FIGURES		Page
Figure 1.1	Classification of theories of Public Administration	2
Figure 1.2	A simplified model of axial coding	17
Figure 6.1	Relationship between number of beneficiaries per LRAD project (n=173) and size of farm purchased through	303
	the LRAD programme in the North West Province	264
Figure 7.1	Factors affecting LRAD programme administration in the North West Province	293



APPENDICES	Page
Appendix 1: Land reform institutional arrangements in the	
North West Province.	328
Appendix 2: Institutional structures for dealing with LRAD applications	329
Appendix 3: LRAD project approval process	330
Appendix 4: Structured interview schedule with managers on	
Administration of the LRAD programme in the North West Province of	
South Africa	331
Appendix 5: Process for approving LRAD applications in the North West	
Province	335



## LIST OF ABREVIATIONS

ACLA Advisory Commission on Land Allocation

ANC African National Congress
BAS Basic Accounting System

BATAT Broadening Access to Agriculture Thrust

CA Compulsory Acquisition

CASP Comprehensive Agricultural Support Programme
CARP Comprehensive Agrarian Reform Programme

CBFM Community Based Forest Management

CMARP Community-Managed Agrarian Reform Programme

CMARPRP Community-Managed Agrarian Reform and Poverty Reduction

Programme

CODESA Convention for a Democratic Alternative for South Africa CONTAG Confederação Nacional dos Trabalhadores na Agricultura

National Confederation of Agricultural Workers

COSATU Congress of South African Trade Unions

DACE provincial Department of Agriculture, Conservation and Environment, the

North West Province

DAR Department of Agrarian Reform

DENR Department of Environment and Natural Resources

DLA Department of Land Affairs
DLRC District Land Reform Committee
DLRO District Land Reform Office

DOA (National) Department of Agriculture EXCO Executive Committee of the Province

EXTEC Executive Technical Committee IDP Integrated Development Plan

IFSNP Integrated Food Security and Nutrition Programme

IGFR Intergovernmental Relations Framework Act

IMF International Monetary Fund

INCRA National Institute of Colonisation and Agrarian Reform

ISS Institute of Social Studies

ITCAL Intergovernmental Technical Committee on Agriculture and Land

LARP Land and Agrarian Reform Project

LDC Local Development Centre LLRC Local Land Reform Committee

LRAD Land Redistribution for Agricultural Development

MEC Member of Executive Committee

MINMEC Ministerial and Members of Executive Committee Structure

MALR Market-Led Agrarian Reform

MST Movimento dos Trabalhadores Rurais Sem Terra

Landless Rural Workers Movement

MTEF Medium Term Expenditure Framework
NAO network administration organisation
NAFU National African Farmers Union



NIFAL National Integrated Forum on Agriculture and Land

NLC National Land Committee

NP National Party

NWPLRO North West Provincial Land Reform Office

OLT Operation Land Transfer

PDA Provincial Department of Agriculture

PGC Provincial Grants Committee

PISU Policy Implementation Support Unit PLAS Proactive Land Acquisition Strategy

PLRCC Provincial Land Reform Co-ordinating Committee

PLRO Provincial Land Reform Office

POSDCORB Planning, Organising, Staffing, Directing, Coordinating, Reporting,

Budgeting

RDP Reconstruction and Development Programme

SACP South African Communist Party SADT South African Development Trust

SANAC South African Native Affairs Commission

SDO Stock Distribution Option

SLAG Settlement and Land Acquisition Grant SPFS Special Programme on Food Security

TOR terms of reference

UNDP United Nations Development Programme

US United States

USA United States of America
VLT Voluntary Land Transfer
VOC Dutch East India Company

VOS voluntary offer-to-sell

WBWS willing-buyer, willing-seller



## **Abstract**

The current Government of South Africa faces many challenges emanating from the legacy of the policies of the pre-1994 apartheid era and the earlier periods. One of these challenges is the skewed distribution of agricultural land, in favour of White commercial farmers.

In 1995, the current democratic government, in an attempt to redress this historical imbalance in terms of ownership of agricultural land, introduced a land policy for South Africa. The policy is anchored to three programmes, namely land restitution, land redistribution and tenure reform. In terms of land redistribution, the Government set a target to redistribute 30% of White-owned agricultural land to historically disadvantaged individuals by March 2014.

The land redistribution programme was designed for the state to play a major role in the administration of the programme. The programme was also structured to recognise the complementary roles played by the national Department of Agriculture (DOA) and provincial departments of agriculture, the Department of Land Affairs (DLA) and its Provincial Land Reform Offices (PLROs), the municipalities and the Land Bank, in policy administration.

Due to the fact that the Settlement/Land Acquisition Grant (SLAG) programme, by the end of 2000, failed to deliver the number of hectares that would meet the land redistribution target for the remaining years up until March 2014, it was abolished. In its place, the Land Redistribution for Agricultural Development (LRAD) programme was introduced in 2001. It was anticipated by the Government that the LRAD programme will fast track the redistribution of White-owned agricultural land to Black farmers.

Because administrative processes are as important as policy outcomes, it is important to examine the administrative aspects impacting on the LRAD programme, given the prominent role played by the state in the administration of the programme. The research thus focused on establishing the extent to which the administration of the LRAD programme enables the Government to achieve its land redistribution goals and objectives.

The LRAD programme is not on course to meet the land redistribution target set for 2014. The North West Province in particular has been transferring White-owned agricultural land on an



annual basis at an average of 13% of what it should if its target of the 30% of White-owned agricultural land to be redistributed is to be met by March 2014.

Among the critical factors impacting on successful administration of the LRAD programme in the North West Province is policy integration. The White Paper on Land Policy (1995) recognises that the success of the land reform programme does not depend only on access to land, but also on the achievement of other instrumental objectives, namely the provision of integrated government policy with respect to support services, infrastructural and other development programmes; and the development of an effective and accessible institutional framework for service delivery, characterised by a strong partnership between national, provincial and local spheres of government.

Data was collected through structured interviews from key respondents, namely deputy-directors in the department of Agriculture, Conservation, and Environment (the DACE) and the North West Provincial Land Reform Office (the NWPLRO), as well as from the chief director for the NWPLRO. Methodological, participant and interdisciplinary triangulation was applied during data collection and analysis.

There was ineffective integration of policies, programmes, systems, and procedures between the DACE and the NWPLRO, which undermined the administration of the LRAD programme in the North West Province. In addition, the DACE in particular suffered from administrative incapacity. This was in part due to the nature of the governance regime pertaining to LRAD programme administration. This situation was also affected by the administration of the Government policy generally, the most important of which was the intergovernmental relations, which imposed limits in terms of allocation of financial resources. The administrative incapacity also undermined the endeavour to collaborate as far as LRAD programme administration was concerned. This negatively impacted mostly on the planning phase, as a result of shortage of critical personnel.

In order to effect effective administration of the LRAD programme, it is recommended as follows:

- the budget allocation for the LRAD programme should be increased;
- the administrative capacity of the DACE and the NWPLRO should be increased;



- the systems and procedures for administering the LRAD and CASP programmes should be aligned; and
- the alignment of administrative systems and procedures should become one of the integral factors for measuring and rewarding performance of senior public service managers in institutions administering the programme.