

Central Government Administration

Vote 1

The Presidency

2006/07				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	255 923	238 865	(17 058)	-
<i>of which:</i>				
Current payments	223 239	208 118	(15 121)	-
Transfers and subsidies	26 407	24 350	(2 057)	-
Payments for capital assets	6 277	6 397	-	120
Direct charge against the National Revenue Fund	2 113	2 154	-	41
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operating Officer in the Presidency			

Aim

The aim of the Presidency is to provide leadership in developing and managing government's strategic agenda.

Changes to programme purposes and measurable objectives

No changes were made to programme purposes or measurable objectives.

Adjusted Estimates of National Expenditure 2006

Table 1.1: The Presidency

Programme		2006/07					
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	106 901	-	-	2 262	-	2 262	109 163
2. Support Services to the President and Deputy President	54 473	-	-	(1 828)	(3 000)	(4 828)	49 645
3. Communications	17 077	-	-	500	-	500	17 577
4. Cabinet Office	22 960	-	-	314	(14 017)	(13 703)	9 257
5. Policy Co-ordination	35 284	-	-	(1 289)	-	(1 289)	33 995
6. National Youth Commission	19 228	-	-	-	-	-	19 228
Subtotal	255 923	-	-	(41)	(17 017)	(17 058)	238 865
Direct charge against the National Revenue Fund	2 113	-	-	41	-	41	2 154
Salary of the President	1 140	-	-	41	-	41	1 181
Salary of the Deputy President	973	-	-	-	-	-	973
Total	258 036	-	-	-	(17 017)	(17 017)	241 019

Table 1.1: The Presidency (continued)

		2006/07					
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		Total additional appropriation
Economic classification							
Current payments	225 352	-	-	(1 063)	(14 017)	(15 080)	210 272
Compensation of employees	122 076	-	-	(13 953)	-	(13 953)	108 123
Goods and services	103 276	-	-	12 890	(14 017)	(1 127)	102 149
Transfers and subsidies	26 407	-	-	943	(3 000)	(2 057)	24 350
Provinces and municipalities	82	-	-	-	-	-	82
Departmental agencies and accounts	23 228	-	-	-	-	-	23 228
Public corporations and private enterprises	3 097	-	-	-	(3 000)	(3 000)	97
Households	-	-	-	943	-	943	943
Payments for capital assets	6 277	-	-	120	-	120	6 397
Machinery and equipment	6 127	-	-	(185)	-	(185)	5 942
Software and other intangible assets	150	-	-	305	-	305	455
Total	258 036	-	-	-	(17 017)	(17 017)	241 019

Details of adjustments to Estimates of National Expenditure 2006

Virements

Table 1.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	(9 746)	12 008	
Current payments	(9 441)	10 760	
Compensation of employees	(9 441)	-	Savings are due to vacant posts. Appropriate candidates are difficult to find and senior management posts were filled late in the year.
Goods and services	-	10 760	Funds shifted from compensation of employees (in this programme and in programmes 2, 4 and 5) will be used for the former deputy president's legal fees (R10 million) and once-off human resource-related projects.
Transfers and Subsidies	-	943	
Households	-	943	Funds shifted from compensation of employees (in this programme) will be used for leave gratuity payments.
Payments for capital assets	(305)	305	
Machinery and equipment	(305)	-	The budget for machinery and equipment was overestimated.
Software and other intangible assets	-	305	Funds were shifted from machinery and equipment (in this programme).
2. Support Services to the President and Deputy President	(2 808)	980	
Current payments	(2 808)	860	
Compensation of employees	(2 808)	-	Savings are due to vacant posts because appropriate candidates are difficult to find, and senior management posts were filled late in the year.
Goods and services	-	860	Funds shifted from compensation of employees (in this programme) will be used for once-off projects for the deputy president, still to be announced.
Payments for capital assets	-	120	
Machinery and equipment	-	120	Funds shifted from goods and services (in programme 1) will be used for the minister's official vehicle.
3. Communications	-	500	
Current payments	-	500	
Goods and services	-	500	Funds shifted from compensation of employees (in programme 2) will be used for expanded communication projects.

Table 1.2: Details on virements per programme and economic classification (continued)

Programme / Economic classification	R thousand		Motivation
	From	To	
4. Cabinet Office	(456)	770	
Current payments	(456)	770	
Compensation of employees	(456)	-	Savings are due to vacant posts because appropriate candidates are difficult to find, and a decision was taken to fill only two middle management posts by 1 April 2007.
Goods and services	-	770	Funds shifted from compensation of employees (in programme 1) will be used for a new support office for the deputy president as leader of government business.
5. Policy Co-ordination	(1 289)	-	
Current payments	(1 289)	-	
Compensation of employees	(1 289)	-	Senior management posts were filled late in the year, creating savings for the months that the posts were vacant.
Direct charge against the National Revenue Fund	-	41	
Current payments	-	41	
Compensation of employees	-	41	Funds shifted from compensation of employees (in programme 1) will be used for the president's salary.
Total for vote	(14 299)	14 299	

Other adjustments – (R17,017 million)

Shifting of funds between votes

Programme 4: Cabinet Office

R14,017 million will be shifted to the Department of Public Service and Administration for the CabEnet project.

Savings

Programme 2: Support Services to the President and Deputy President

The budgeted transfer payment of R3 million to the Development Bank of Southern Africa towards the World Disabled Congress will be surrendered, as the congress is no longer taking place.

Amounts forming a direct charge against the National Revenue Fund – (R41 000)

Virement adjustments

A saving of R41 000 on compensation of employees in programme 1 will be used for the president's salary.

Expenditure 2005/06 and preliminary expenditure 2006/07

Table 1.3: The Presidency

Programme	2005/06				2006/07		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2005 - Sep 2005	Apr 2005 Mar 2006	Apr 05 - Mar 06 % of adjusted appropriation	Adjusted appropriation	Apr 2006 - Sep 2006	% change 05/06- 06/07 Apr - Sep
1. Administration	96 068	37 371	87 719	91,3	109 163	43 536	16,5
2. Support Services to the President and Deputy President	43 169	19 611	40 881	94,7	49 645	21 228	8,2
3. Communications	13 413	5 602	10 984	81,9	17 577	5 924	5,7
4. Cabinet Office	18 816	3 595	10 603	56,4	9 257	4 421	23,0
5. Policy Co-ordination	27 014	10 500	25 229	93,4	33 995	13 479	28,4
6. National Youth Commission	17 983	10 933	17 983	100,0	19 228	10 895	(0,3)
Subtotal	216 463	87 612	193 399	89,3	238 865	99 483	13,5
Direct charge against the National Revenue Fund	1 993	949	2 012	101,0	2 154	1 051	10,7
Salary of the President	1 075	531	1 117	103,9	1 181	559	5,3
Salary of the Deputy President	918	418	895	97,5	973	492	17,7
Total	218 456	88 561	195 411	89,5	241 019	100 534	13,5
Current payments	184 825	74 911	161 844	87,6	210 272	86 305	15,2
Compensation of employees	105 329	43 723	89 698	85,2	108 123	49 785	13,9
Goods and services	79 135	30 999	71 785	90,7	102 149	36 381	17,4
Financial transactions in assets and liabilities	361	189	361	100,0	-	139	(26,5)
Transfers and subsidies	27 440	12 748	27 436	100,0	24 350	12 268	(3,8)
Provinces and municipalities	299	144	295	98,7	82	79	(45,1)
Departmental agencies and accounts	26 183	11 933	26 183	100,0	23 228	11 246	(5,8)
Public corporations and private enterprises	200	157	200	100,0	97	-	(100,0)
Households	758	514	758	100,0	943	943	83,5
Payments for capital assets	6 191	902	6 131	99,0	6 397	1 961	117,4
Machinery and equipment	5 935	784	5 875	99,0	5 942	1 637	108,8
Cultivated assets	-	-	138	-	-	-	(100,0)
Software and other intangible assets	256	118	118	46,1	455	324	174,6
Total	218 456	88 561	195 411	89,5	241 019	100 534	13,5

Selected expenditure trends for the first half of the 2006/07 financial year

Expenditure in the first six months of 2006/07 has increased by 13,5 per cent compared to the same period of the previous financial year. The main increases are due to the filling of vacancies in programme 1, 4 and 5 and increased expenditure on June 16 commemorations.

Summary of transfers and subsidies, and conditional grants

Table 1.4: Summary of changes to transfers and subsidies per programme

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	133	-	-	943	-	943	1 076
Households							
Social benefits							
Current	-	-	-	943	-	943	943
Leave gratuity	-	-	-	943	-	943	943
2. Support Services to the President and Deputy President	7 022	-	-	-	(3 000)	(3 000)	4 022
Public corporations and private enterprises							
Public corporations							
Other transfers							
Current	3 000	-	-	-	(3 000)	(3 000)	-
Development Bank of Southern Africa	3 000	-	-	-	(3 000)	(3 000)	-

