

# Vote 5

## International Relations and Cooperation

### Adjusted budget summary

R thousand	2012/13			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>5 116 591</b>	<b>5 271 525</b>	–	154 934
<b>of which:</b>				
Current payments	4 044 082	4 001 624	(42 458)	–
Transfers and subsidies	825 558	898 558	–	73 000
Payments for capital assets	246 951	371 343	–	124 392
Executive authority	Minister of International Relations and Cooperation			
Accounting officer	Director-General of International Relations and Cooperation			
Website address	www.dirco.gov.za			

### Aim

*Formulate, coordinate, implement and manage South Africa's foreign policy and international relations programmes.*

### Mid-year performance status

Indicator	Programme	Annual performance		
		Projected for 2012/13 as published in the 2012 ENE	Achieved in the first six months of 2012/13 (April to September)	Changed estimate for 2012/13
<b>As published in the 2012 ENE</b>	<b>Programme linked to the indicator</b>			
Total number of diplomatic missions abroad:	International Relations and Cooperation	125	125	–
-Africa		47	47	–
-Asia and the Middle East		32	32	–
-Americas and the Caribbean		18	18	–
-Europe		28	27	–
Number of bilateral agreements signed with foreign countries	International Relations and Cooperation	81	19	–
Number of countries assisted with post-conflict reconstruction and development per year	International Relations and Cooperation	4	4	–
Number of countries assisted with democratic election processes per year	International Relations and Cooperation	4	4	–
Number of incoming and outgoing visits facilitated per year	Public Diplomacy and Protocol Services	310	123	–
Number of people facilitated through the VIP lounges at international airports (OR Tambo and Cape Town International) per year	Public Diplomacy and Protocol Services	23 150	17 633	–
Number of international conferences hosted by South Africa per year	Public Diplomacy and Protocol Services	2	2	–
Number of foreign representatives in South Africa per year	Public Diplomacy and Protocol Services	309	309	–

### Mid-year progress

The Department continues to have foreign representation through 124 diplomatic missions. During May 2012, the Department hosted the Global African Diaspora Summit at the Sandton Convention Centre and it continues to participate in multilateral forums, including the United Nations Security Council. It also facilitated the appointment of the African Union Commission chairperson from the Southern African Development Community region. To enhance global governance reform, peace and security in Africa, four countries have been assisted with their democratic election process.

Within the first six months of 2012/13, the department had slow progress in achieving the targeted number of bilateral agreements signed with foreign countries and the targeted number of incoming and outgoing visits facilitated per year.

## Adjusted Estimates of National Expenditure 2012

Programme	2012/13							Adjusted appropriation
	Main Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
R thousand								
Administration	1 265 310	-	-	-	-	-	-	1 265 310
International Relations	2 802 589	-	32 912	-	(40 000)	11 022	3 934	2 806 523
Public Diplomacy and Protocol Services	223 134	60 000	18 000	-	-	-	78 000	301 134
International Transfers	825 558	-	-	-	-	73 000	73 000	898 558
<b>Total</b>	<b>5 116 591</b>	<b>60 000</b>	<b>50 912</b>	<b>-</b>	<b>(40 000)</b>	<b>84 022</b>	<b>154 934</b>	<b>5 271 525</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>4 044 082</b>	<b>60 000</b>	<b>48 412</b>	<b>(121 892)</b>	<b>(40 000)</b>	<b>11 022</b>	<b>(42 458)</b>	<b>4 001 624</b>
Compensation of employees	1 851 500	-	-	255 764	-	11 022	266 786	2 118 286
Goods and services	2 072 620	60 000	48 412	(257 694)	(40 000)	-	(189 282)	1 883 338
Interest and rent on land	119 962	-	-	(119 962)	-	-	(119 962)	-
<b>Transfers and subsidies</b>	<b>825 558</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>73 000</b>	<b>73 000</b>	<b>898 558</b>
Departmental agencies and accounts	444 982	-	-	-	-	73 000	73 000	517 982
Foreign governments and international organisations	380 576	-	-	-	-	-	-	380 576
<b>Payments for capital assets</b>	<b>246 951</b>	<b>-</b>	<b>2 500</b>	<b>121 892</b>	<b>-</b>	<b>-</b>	<b>124 392</b>	<b>371 343</b>
Buildings and other fixed structures	207 657	-	-	119 962	-	-	119 962	327 619
Machinery and equipment	39 294	-	2 500	1 930	-	-	4 430	43 724
<b>Total</b>	<b>5 116 591</b>	<b>60 000</b>	<b>50 912</b>	<b>-</b>	<b>(40 000)</b>	<b>84 022</b>	<b>154 934</b>	<b>5 271 525</b>

## Programme 1: Administration

Subprogramme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
R thousand								
Ministry	5 326	-	-	-	-	-	-	5 326
Management	97 260	-	-	-	-	-	-	97 260
Corporate Services	605 245	-	-	8 125	-	-	8 125	613 370
Diplomatic Academy	83 799	-	-	(8 125)	-	-	(8 125)	75 674
Foreign and Domestic Properties Management	206 985	-	-	-	-	-	-	206 985
Office Accommodation	266 695	-	-	-	-	-	-	266 695
<b>Total</b>	<b>1 265 310</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 265 310</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>1 057 627</b>	<b>-</b>	<b>-</b>	<b>(119 962)</b>	<b>-</b>	<b>-</b>	<b>(119 962)</b>	<b>937 665</b>
Compensation of employees	343 588	-	-	-	-	-	-	343 588
Goods and services	594 077	-	-	-	-	-	-	594 077
Interest and rent on land	119 962	-	-	(119 962)	-	-	(119 962)	-
<b>Payments for capital assets</b>	<b>207 683</b>	<b>-</b>	<b>-</b>	<b>119 962</b>	<b>-</b>	<b>-</b>	<b>119 962</b>	<b>327 645</b>
Buildings and other fixed structures	207 657	-	-	119 962	-	-	119 962	327 619
Machinery and equipment	26	-	-	-	-	-	-	26
<b>Total</b>	<b>1 265 310</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 265 310</b>

**Programme 2: International Relations**

Subprogramme	2012/13								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared Savings	Other adjustments			
R thousand									
Bilateral Relations Management	303 213	–	–	–	–	3 306	3 306	306 519	
Diplomatic Representation	2 499 376	–	32 912	–	(40 000)	7 716	628	2 500 004	
<b>Total</b>	<b>2 802 589</b>	<b>–</b>	<b>32 912</b>	<b>–</b>	<b>(40 000)</b>	<b>11 022</b>	<b>3 934</b>	<b>2 806 523</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>2 763 701</b>	<b>–</b>	<b>30 412</b>	<b>–</b>	<b>(40 000)</b>	<b>11 022</b>	<b>1 434</b>	<b>2 765 135</b>	
Compensation of employees	1 393 125	–	–	255 764	–	11 022	266 786	1 659 911	
Goods and services	1 370 576	–	30 412	(255 764)	(40 000)	–	(265 352)	1 105 224	
<b>Payments for capital assets</b>	<b>38 888</b>	<b>–</b>	<b>2 500</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>2 500</b>	<b>41 388</b>	
Machinery and equipment	38 888	–	2 500	–	–	–	2 500	41 388	
<b>Total</b>	<b>2 802 589</b>	<b>–</b>	<b>32 912</b>	<b>–</b>	<b>(40 000)</b>	<b>11 022</b>	<b>3 934</b>	<b>2 806 523</b>	

**Programme 3: Public Diplomacy and Protocol Services**

Subprogramme	2012/13								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared Savings	Other adjustments			
R thousand									
Public Diplomacy	53 354	–	–	–	–	–	–	53 354	
Protocol	169 780	60 000	18 000	–	–	–	78 000	247 780	
<b>Total</b>	<b>223 134</b>	<b>60 000</b>	<b>18 000</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>78 000</b>	<b>301 134</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>222 754</b>	<b>60 000</b>	<b>18 000</b>	<b>(1 930)</b>	<b>–</b>	<b>–</b>	<b>76 070</b>	<b>298 824</b>	
Compensation of employees	114 787	–	–	–	–	–	–	114 787	
Goods and services	107 967	60 000	18 000	(1 930)	–	–	76 070	184 037	
<b>Payments for capital assets</b>	<b>380</b>	<b>–</b>	<b>–</b>	<b>1 930</b>	<b>–</b>	<b>–</b>	<b>1 930</b>	<b>2 310</b>	
Machinery and equipment	380	–	–	1 930	–	–	1 930	2 310	
<b>Total</b>	<b>223 134</b>	<b>60 000</b>	<b>18 000</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>78 000</b>	<b>301 134</b>	

**Programme 4: International Transfers**

Subprogramme	2012/13								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared Savings	Other adjustments			
R thousand									
International Organisations	825 558	–	–	–	–	73 000	73 000	898 558	
<b>Total</b>	<b>825 558</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>73 000</b>	<b>73 000</b>	<b>898 558</b>	
<b>Economic classification</b>									
<b>Transfers and subsidies</b>	<b>825 558</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>73 000</b>	<b>73 000</b>	<b>898 558</b>	
Departmental agencies and accounts	444 982	–	–	–	–	73 000	73 000	517 982	
Foreign governments and international organisations	380 576	–	–	–	–	–	–	380 576	
<b>Total</b>	<b>825 558</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>73 000</b>	<b>73 000</b>	<b>898 558</b>	

**Details of adjustments to Estimates of National Expenditure 2012****Roll-overs – R60 million**

Programme 3: Public Diplomacy and Protocol Services

R60 million has been rolled over for the hosting of the Global African Diaspora Summit.

## Unforeseeable and unavoidable expenditure – R50.912 million

### Programme 2: International Relations

R32.912 million for financial support for the increased involvement of South Africa in peacekeeping and post-conflict resolution initiatives. The Department continues to pursue African Agenda initiatives through its facilitation role in the mediation processes in Madagascar and Zimbabwe. Funding will be utilised to support special African Union programmes as well as regional integration initiatives.

### Programme 3: Public Diplomacy and Protocol Services

R18 million for the Africa Cup of Nations 2013 for the provision of protocol services to the visiting heads of state and government.

## Virements and shifts

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 1</b>					
Interest and rent on land	Funds incorrectly classified in the 2012 ENE were reclassified	(119 962)	Buildings and other fixed structures	For payment of capital assets	119 962
Shifts within the programme as percentage of programme budget		9.5%			
<b>Virements to other programmes as percentage of programme budget</b>		<b>0.0%</b>			
<b>Programme 2</b>					
Goods and services	Reduction in catering, entertainment, stationery, printing and travelling costs	(255 764)	Compensation of employees	For the filling of posts and social benefits	255 764
Shifts within the programme as percentage of programme budget		9.1%			
<b>Virements to other programmes as percentage of programme budget</b>		<b>0.0%</b>			
<b>Programme 3</b>					
Goods and services	Reduction in consultants and professional services	(1 930)	Machinery and equipment	For the purchase of capital assets	1 930
Shifts within the programme as percentage of programme budget		0.9%			
<b>Virements to other programmes as percentage of programme budget</b>		<b>0.0%</b>			
<b>Total</b>		<b>(377 656)</b>	<b>377 656</b>		

## Declared savings – R40 million

### Programme 2: International Relations

Savings of R40 million have been declared due to foreign exchange transaction gains.

## Other adjustments – R84.022 million

### *Adjustments due to significant and unforeseeable economic and financial events*

An additional R11.022 million has been allocated for higher personnel remuneration increases than the main budget provided for, as follows:

### Programme 2: International Relations

R11.022 million

### *Funds shifted between votes following a transfer of a function*

### Programme 4: International Transfers

R73 million was transferred from the Department of Trade and Industry for the recapitalisation of the African Renaissance and International Cooperation Fund.

## Expenditure for 2011/12 and preliminary expenditure for 2012/13

Programme	2011/12					2012/13		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 11 - Sep 11	% of adjusted appropriation	Apr 11 - Mar 12	% of adjusted appropriation	Adjusted appropriation	Apr 12 - Sep 12	% of adjusted appropriation
Administration	1 239 376	406 250	32.8	1 162 385	93.8	1 265 310	506 046	40.0
International Relations	2 609 668	1 184 114	45.4	2 552 400	97.8	2 806 523	1 359 213	48.4
Public Diplomacy and Protocol Services	494 402	87 249	17.6	487 453	98.6	301 134	138 554	46.0
International Transfers	809 943	81 752	10.1	819 588	101.2	898 558	79 454	8.8
<b>Total</b>	<b>5 153 389</b>	<b>1 759 365</b>	<b>34.1</b>	<b>5 021 826</b>	<b>97.4</b>	<b>5 271 525</b>	<b>2 083 267</b>	<b>39.5</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>4 146 996</b>	<b>1 608 407</b>	<b>38.8</b>	<b>3 788 946</b>	<b>91.4</b>	<b>4 001 624</b>	<b>1 833 308</b>	<b>45.8</b>
Compensation of employees	1 843 564	908 062	49.3	1 934 206	104.9	2 118 286	1 020 475	48.2
Goods and services	2 192 872	700 328	31.9	1 854 657	84.6	1 883 338	811 836	43.1
Interest and rent on land	110 560	17	0.0	83	0.1	-	997	0.0
<b>Transfers and subsidies</b>	<b>809 943</b>	<b>125 370</b>	<b>15.5</b>	<b>827 860</b>	<b>102.2</b>	<b>898 558</b>	<b>83 389</b>	<b>9.3</b>
Departmental agencies and accounts	450 370	-	0.0	450 370	100.0	517 982	315	0.1
Foreign governments and international organisations	359 573	123 941	34.5	369 218	102.7	380 576	79 578	20.9
Households	-	1 429	0.0	8 272	0.0	-	3 496	0.0
<b>Payments for capital assets</b>	<b>196 450</b>	<b>23 497</b>	<b>12.0</b>	<b>361 818</b>	<b>184.2</b>	<b>371 343</b>	<b>166 360</b>	<b>44.8</b>
Buildings and other fixed structures	161 444	-	0.0	326 627	202.3	327 619	91 783	28.0
Machinery and equipment	35 006	23 497	67.1	35 191	100.5	43 724	3 873	8.9
Land and subsoil assets	-	-	0.0	-	0.0	-	70 704	0.0
<b>Payments for financial assets</b>	<b>-</b>	<b>2 091</b>	<b>-</b>	<b>43 202</b>	<b>-</b>	<b>-</b>	<b>210</b>	<b>-</b>
<b>Total</b>	<b>5 153 389</b>	<b>1 759 365</b>	<b>34.1</b>	<b>5 021 826</b>	<b>97.4</b>	<b>5 271 525</b>	<b>2 083 267</b>	<b>39.5</b>

### Main expenditure trends for the first half of 2012/13

Total expenditure for 2011/12 was 97.4 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 was R2.083 billion, or 39.5 per cent of the adjusted appropriation of R5.272 billion for the year as a whole. In comparison, mid-year expenditure in 2011/12 was R1.759 billion, or 34.1 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 increased by R323.902 million or 18.4 per cent, compared to expenditure in the first six months of 2011/12.

The main increase compared to 2011/12 is due to improvements in the capturing of expenditure incurred by foreign missions and the once off event of hosting the Global African Diaspora Summit that was held in May 2012 at the Sandton Convention Centre.

### Departmental receipts

R thousand	2011/12					2012/13			
	Adjusted estimate	Audited outcome			Actual receipts				
Apr 11 - Sep 11		Apr 11 - Sep 11 adjusted estimate	Apr 11 - Mar 12 adjusted estimate	Budget estimate	Adjusted estimate	Apr 12 - Sep 12	Apr 12 - Sep 12 adjusted estimate		
<b>Departmental receipts</b>	<b>22 884</b>	<b>10 206</b>	<b>44.6</b>	<b>82 928</b>	<b>362.4</b>	<b>24 090</b>	<b>24 084</b>	<b>13 286</b>	<b>55.2</b>
Sales of goods and services produced by department	436	264	60.6	586	134.4	541	541	277	51.2
Sales of scrap, waste, arms and other used current goods	112	62	55.4	1 003	895.5	117	2 200	1 137	51.7
Fines, penalties and forfeits	-	-	-	188	-	-	-	-	-
Interest, dividends and rent on land	4 445	416	9.4	1 436	32.3	4 667	867	353	40.7
Sales of capital assets	3 596	1 456	40.5	1 873	52.1	3 756	2 156	950	44.1
Transactions in financial assets and liabilities	14 295	8 008	56.0	77 842	544.5	15 009	18 320	10 569	57.7
<b>Total</b>	<b>22 884</b>	<b>10 206</b>	<b>44.6</b>	<b>82 928</b>	<b>362.4</b>	<b>24 090</b>	<b>24 084</b>	<b>13 286</b>	<b>55.2</b>

## Main departmental revenue trends for the first half of 2012/13

Departmental revenue collection in the first six months of 2012/13 was R13.286 million, or 55.2 per cent of the adjusted revenue estimate of R24.084 million for the year as a whole. In comparison, mid-year revenue collection in 2011/12 was R10.206 million, or 44.6 per cent of the 2011/12 adjusted estimate. Departmental revenue collection in the first six months of 2012/13 increased by R3.080 million or 30.2 per cent, compared to revenue in the first six months of 2011/12.

The main reason for the increase compared to 2011/12 is due to an increase in the revenue received from a trust fund in respect of the building of a state protocol lounge at the King Shaka Airport in KwaZulu–Natal, as well as VAT refunds received from foreign missions.

## Changes to transfers and subsidies, including conditional grants

### Summary of changes to transfers and subsidies per programme

R thousand	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
<b>International Transfers</b>								
<b>Departmental agencies and accounts</b>								
<b>Departmental agencies (non-business entities)</b>								
<b>Current</b>	<b>444 982</b>	–	–	–	–	<b>73 000</b>	<b>73 000</b>	<b>517 982</b>
Africa Renaissance and International Cooperation Fund	444 982	–	–	–	–	73 000	73 000	517 982