

Vote 5

International Relations and Cooperation

Adjusted budget summary

R thousand	2013/14			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	5 548 390	5 754 646	–	206 256
<i>of which:</i>				
Current payments	4 300 316	4 403 339	–	103 023
Transfers and subsidies	875 381	965 831	–	90 450
Payments for capital assets	372 693	385 476	–	12 783
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	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first quarter of 2013/14 (April to June) ¹	Changed target for 2013/14
Total number of diplomatic missions abroad	International Relations / International Cooperation	Outcome 11: Create a better South Africa and contributing to a better and safer Africa in a better world	124	124	–
Number of bilateral agreements signed with foreign countries per year	International Relations		87	0	–
Number of international conferences hosted by South Africa per year	Public Diplomacy and Protocol Services		2	0	–
Number of foreign representatives in South Africa per year	Public Diplomacy and Protocol Services		309	0	–
Number of structured bilateral mechanisms to promote national priorities (African Agenda and the Agenda of the South)	International Relations		46	9	–
Number of high level engagements coordinated in order to promote national priorities	International Relations		61	24	–
Number of economic diplomacy activities to attract investment and tourism:	International Relations				
– Trade and investment seminars			100	45	–
– Engagements with chambers of commerce		50	8	–	
– Bilateral meetings held with targeted government ministries and high level potential investors		120	34	–	
– Development cooperation initiatives		40	1	–	

2013 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first quarter of 2013/14 (April to June) ¹	Changed target for 2013/14
Number of African Union structures and processes on the continent	International Cooperation	Outcome 11: Create a better South Africa and contributing to a better and safer Africa in a better world	4	1	–
Number of New Partnership for Africa's Development summits, meetings and processes	International Cooperation		10	2	–
Number of Southern African Development Community structures and processes	International Cooperation		14	0	–

1. Performance information for the second quarter of 2013/14 was not available at the time of publication, thus information above is only for the first quarter.

Mid-year progress

During the 23rd session of the United Nations Human Rights Council, the department negotiated 9 resolutions from a targeted 46 structured bilateral mechanisms for the year. These 9 resolutions were on democratic procedures to promote national priorities and advance the African Agenda towards political and socioeconomic reforms for other African countries. The department also continues to participate in multilateral forums, including the 67th United Nations General Assembly and provides advocacy in support for peaceful resolution of conflict in Africa and Syria.

Progress in the first quarter of 2013/14 towards the department's other performance targets has been slow. However, the department anticipates improvements in performance by the end of the financial year.

Adjusted Estimates of National Expenditure 2013

Programme	2013/14							Adjusted Appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	1 327 802	–	–	(7 140)	–	–	(7 140)	1 320 662
International Relations	2 653 389	–	101 008	7 140	–	6 603	114 751	2 768 140
International Cooperation	447 875	–	10 000	–	–	1 128	11 128	459 003
Public Diplomacy and Protocol Services	243 943	10 525	–	–	–	–	10 525	254 468
International Transfers	875 381	–	38 992	–	–	38 000	76 992	952 373
Total	5 548 390	10 525	150 000	–	–	45 731	206 256	5 754 646
Economic classification								
Current payments	4 300 316	10 525	111 008	(26 241)	–	7 731	103 023	4 403 339
Compensation of employees	2 238 784	–	107 758	–	–	7 731	115 489	2 354 273
Goods and services	2 061 532	10 525	3 250	(62 062)	–	–	(48 287)	2 013 245
Interest and rent on land	–	–	–	35 821	–	–	35 821	35 821
Transfers and subsidies	875 381	–	38 992	13 458	–	38 000	90 450	965 831
Departmental agencies and accounts	476 942	–	–	(15 247)	–	37 000	21 753	498 695
Foreign governments and international organisations	398 439	–	38 992	22 000	–	1 000	61 992	460 431
Households	–	–	–	6 705	–	–	6 705	6 705
Payments for capital assets	372 693	–	–	12 783	–	–	12 783	385 476
Buildings and other fixed structures	330 272	–	–	12 783	–	–	12 783	343 055
Machinery and equipment	42 421	–	–	–	–	–	–	42 421
Total	5 548 390	10 525	150 000	–	–	45 731	206 256	5 754 646

Programme 1: Administration

Subprogramme	2013/14							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/Unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Ministry	5 619	-	-	-	-	-	-	5 619
Departmental Management	14 780	-	-	-	-	-	-	14 780
Audit Services	15 184	-	-	2 600	-	-	2 600	17 784
Financial Management	109 386	-	-	3 900	-	-	3 900	113 286
Corporate Services	611 288	-	-	-	-	-	-	611 288
Diplomatic Training, Research and Development	87 078	-	-	(13 640)	-	-	(13 640)	73 438
Foreign Fixed Assets Management	202 919	-	-	-	-	-	-	202 919
Office Accommodation	281 548	-	-	-	-	-	-	281 548
Total	1 327 802	-	-	(7 140)	-	-	(7 140)	1 320 662
Economic classification								
Current payments	997 545	-	-	(19 923)	-	-	(19 923)	977 622
Compensation of employees	329 718	-	-	-	-	-	-	329 718
Goods and services	667 827	-	-	(55 744)	-	-	(55 744)	612 083
Interest and rent on land	-	-	-	35 821	-	-	35 821	35 821
Payments for capital assets	330 257	-	-	12 783	-	-	12 783	343 040
Buildings and other fixed structures	330 257	-	-	12 783	-	-	12 783	343 040
Total	1 327 802	-	-	(7 140)	-	-	(7 140)	1 320 662

Programme 2: International Relations

Subprogramme	2013/14							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/Unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Africa	779 074	-	24 956	-	-	2 652	27 608	806 682
Asia and Middle East	695 951	-	37 272	-	-	1 651	38 923	734 874
Americas and Caribbean	475 908	-	17 050	-	-	850	17 900	493 808
Europe	702 456	-	21 730	7 140	-	1 450	30 320	732 776
Total	2 653 389	-	101 008	7 140	-	6 603	114 751	2 768 140
Economic classification								
Current payments	2 612 874	-	101 008	2 450	-	6 603	110 061	2 722 935
Compensation of employees	1 525 158	-	97 758	-	-	6 603	104 361	1 629 519
Goods and services	1 087 716	-	3 250	2 450	-	-	5 700	1 093 416
Transfers and subsidies	-	-	-	4 690	-	-	4 690	4 690
Households	-	-	-	4 690	-	-	4 690	4 690
Payments for capital assets	40 515	-	-	-	-	-	-	40 515
Buildings and other fixed structures	15	-	-	-	-	-	-	15
Machinery and equipment	40 500	-	-	-	-	-	-	40 500
Total	2 653 389	-	101 008	7 140	-	6 603	114 751	2 768 140

Programme 3: International Cooperation

Subprogramme	2013/14							Adjusted Appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Global System of Governance	252 100	-	10 000	-	-	1 128	11 128	263 228
Continental Cooperation	126 964	-	-	-	-	-	-	126 964
South-South Cooperation	6 400	-	-	-	-	-	-	6 400
North-South Dialogue	62 411	-	-	-	-	-	-	62 411
Total	447 875	-	10 000	-	-	1 128	11 128	459 003
Economic classification								
Current payments	446 394	-	10 000	(1 467)	-	1 128	9 661	456 055
Compensation of employees	260 512	-	10 000	-	-	1 128	11 128	271 640
Goods and services	185 882	-	-	(1 467)	-	-	(1 467)	184 415
Transfers and subsidies	-	-	-	1 467	-	-	1 467	1 467
Households	-	-	-	1 467	-	-	1 467	1 467
Payments for capital assets	1 481	-	-	-	-	-	-	1 481
Machinery and equipment	1 481	-	-	-	-	-	-	1 481
Total	447 875	-	10 000	-	-	1 128	11 128	459 003

Programme 4: Public Diplomacy and Protocol Services

Subprogramme	2013/14							Adjusted Appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Public Diplomacy	61 871	-	-	6 753	-	-	6 753	68 624
Protocol Services	182 072	10 525	-	(6 753)	-	-	3 772	185 844
Total	243 943	10 525	-	-	-	-	10 525	254 468
Economic classification								
Current payments	243 503	10 525	-	(7 301)	-	-	3 224	246 727
Compensation of employees	123 396	-	-	-	-	-	-	123 396
Goods and services	120 107	10 525	-	(7 301)	-	-	3 224	123 331
Transfers and subsidies	-	-	-	7 301	-	-	7 301	7 301
Departmental agencies and accounts	-	-	-	6 753	-	-	6 753	6 753
Households	-	-	-	548	-	-	548	548
Payments for capital assets	440	-	-	-	-	-	-	440
Machinery and equipment	440	-	-	-	-	-	-	440
Total	243 943	10 525	-	-	-	-	10 525	254 468

Programme 5: International Transfers

Subprogramme	2013/14							Adjusted Appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Departmental agencies	476 942	-	-	(22 000)	-	37 000	15 000	491 942
Membership contribution	398 439	-	38 992	22 000	-	1 000	61 992	460 431
Total	875 381	-	38 992	-	-	38 000	76 992	952 373
Economic classification								
Transfers and subsidies	875 381	-	38 992	-	-	38 000	76 992	952 373
Departmental agencies and accounts	476 942	-	-	(22 000)	-	37 000	15 000	491 942
Foreign governments and international organisations	398 439	-	38 992	22 000	-	1 000	61 992	460 431
Total	875 381	-	38 992	-	-	38 000	76 992	952 373

Details of adjustments to the Estimates of National Expenditure 2013

Roll-overs – R10.525 million

Programme 4: Public Diplomacy and Protocol Services

R10.525 million has been rolled over to pay accommodation invoices for the Brazil, Russia, India and South Africa (BRICS) summit, which was held in March 2013 at the Durban Convention Centre.

Unforeseeable and unavoidable expenditure – R150 million

Funds have been allocated for unforeseen and unavoidable expenditure due to the impact of the depreciation of the Rand on foreign currency denominated expenditure, as follows:

Programme 2: International Relations

R101.008 million mainly for remuneration, leases, foreign allowances, educational allowances, foreign municipality cost and special travel allowances at diplomatic missions

Programme 3: International Cooperation

R10 million mainly for remuneration, leases, foreign allowances, educational allowances, foreign municipality costs and special travel allowances at diplomatic missions

Programme 5: International Transfers

R38.992 million for membership fee contributions made to international organisations.

Virements and shifts

Programmes

1. Administration
2. International Relations
3. International Cooperation
4. Public Diplomacy and Protocol Services
5. International Transfers

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(55 744)	Programme 1		48 604
Goods and services	Reclassification of funds incorrectly classified in the 2013 ENE for the agency fee portion on unitary fee payments for the department's head office building	(35 821)	Interest and rent on land	Reclassification of funds incorrectly classified in the 2013 ENE for the agency fee portion on unitary fee payments for the department's head office building	35 821
	Reclassification of funds incorrectly classified in the 2013 ENE for the agency fee portion on unitary fee payments for the department's head office building	(12 783)	Buildings and other fixed structures	Reclassification of funds incorrectly classified in the 2013 ENE for the agency fee portion on unitary fee payments for the department's head office building	12 783
	Reallocation of funds realised from savings	(5 700)	Programme 2		7 140
	Reallocation of funds realised from savings	(1 440)	Goods and services	Accommodation leases at diplomatic missions	5 700
			Households	Leave gratuities	1 440
Shifts within the programme as a percentage of the programme budget		3.7%			
Virements to other programmes as a percentage of the programme budget		0.5%			

2013 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2		(3 250)	Programme 2		3 250
Goods and services	Reallocation of funds realised from savings	(3 250)	Households	Leave gratuities	3 250
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 3		(1 467)	Programme 3		1 467
Goods and services	Reallocation of funds realised from savings	(1 467)	Households	Leave gratuities	1 467
Shifts within the programme as a percentage of the programme budget		0.3%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 4		(7 301)	Programme 4		7 301
Goods and services	Reallocation of funds realised from savings	(548)	Households	Leave gratuities	548
	Reallocation of funds realised from savings	(6 753)	Departmental agencies and accounts	Radio and television licences	6 753
Shifts within the programme as a percentage of the programme budget		3.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 5		(28 500)	Programme 5		28 500
Departmental agencies and accounts	Reallocation of funds from the African Renaissance Fund ¹	(22 000)	Foreign governments and international organisations	Operationalisation of the African Union Commission ¹	22 000
	Reallocation of funds from the African Renaissance Fund ¹	(6 500)	Departmental agencies and accounts	Operationalisation of the South African Development Partnership Agency ¹	6 500
Shifts within the programme as a percentage of the programme budget		3.3%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(96 262)			96 262

1. National Treasury approval has been obtained.

Other adjustments – R45.731 million

Adjustments due to significant and unforeseeable economic and financial events

An additional R7.731 million has been allocated to the department to cover the costs of increases in personnel remuneration that were higher than provided for in the Budget, as follows:

Programme 2: International Relations

R6.603 million

Programme 3: International Cooperation

R1.128 million.

Funds shifted between votes

Programme 5: International Transfer

R37 million from the Department of Trade and Industry for the recapitalisation of the African Renaissance and International Cooperation Fund

R1 million from the Department of Health for humanitarian assistance to the State of Palestine.

Expenditure for 2012/13 and preliminary expenditure for 2013/14

Programme	2012/13 Expenditure outcome					2013/14 Preliminary expenditure			
	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - adjusted % of appropriation	Apr 12 - Mar 13	Apr 12 - adjusted % of appropriation	Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 13 - Sep 13	Apr 13 - adjusted % of appropriation
R thousand									
Administration	1 275 626	506 046	39.7	1 142 777	89.6	1 320 662	22.9	516 600	39.1
International Relations	2 360 192	1 303 211	55.2	2 442 862	103.5	2 768 140	48.1	1 343 325	48.5
International Cooperation	438 848	56 001	12.8	370 396	84.4	459 003	8.0	162 939	35.5
Public Diplomacy and Protocol Services	298 301	138 554	46.4	291 266	97.6	254 468	4.4	121 193	47.6
International Transfers	898 558	79 455	8.8	937 775	104.4	952 373	16.5	596 935	62.7
Total	5 271 525	2 083 267	39.5	5 185 076	98.4	5 754 646	100.0	2 740 992	47.6
Economic classification									
Current payments	4 001 624	1 833 308	45.8	4 016 225	100.4	4 403 339	76.5	2 006 505	45.6
Compensation of employees	2 079 286	1 020 475	49.1	2 153 244	103.6	2 354 273	40.9	1 104 329	46.9
Goods and services	1 922 338	811 836	42.2	1 862 981	96.9	2 013 245	35.0	902 176	44.8
Interest and rent on land	–	997	0.0	–	0.0	35 821	0.6	–	0.0
Transfers and subsidies	898 558	83 389	9.3	944 806	105.1	965 831	16.8	605 777	62.7
Departmental agencies and accounts	517 982	315	0.1	518 618	100.1	498 695	8.7	479 986	96.2
Foreign governments and international organisations	380 576	79 578	20.9	419 793	110.3	460 431	8.0	120 387	26.1
Households	–	3 496	0.0	6 395	0.0	6 705	0.1	5 404	80.6
Payments for capital assets	371 343	166 360	44.8	224 045	60.3	385 476	6.7	126 467	32.8
Buildings and other fixed structures	327 619	91 783	28.0	131 764	40.2	343 055	6.0	115 202	33.6
Machinery and equipment	43 724	3 873	8.9	21 538	49.3	42 421	0.7	11 211	26.4
Land and subsoil assets	–	70 704	0.0	70 162	0.0	–	0.0	54	0.0
Software and other intangible assets	–	–	0.0	581	0.0	–	0.0	–	0.0
Payments for financial assets	–	210	–	–	–	–	0.0	2 243	0.0
Total	5 271 525	2 083 267	39.5	5 185 076	98.4	5 754 646	100.0	2 740 992	47.6

Expenditure trends for the first half of 2013/14

Total expenditure in 2012/13 was 98.4 per cent of the 2012/13 adjusted appropriation. Expenditure in the first six months of 2013/14 was R2.741 billion, or 47.6 per cent of the adjusted appropriation of R5.755 billion for the year. In comparison, mid-year expenditure in 2012/13 was R2.083 billion, or 39.5 per cent of the 2012/13 adjusted appropriation. Compared to the first six months of 2012/13, expenditure over the same period in 2013/14 increased by R657.725 million, or 31.6 per cent. This was mainly due to: an increase in transfers to the African Renaissance and International Cooperation Fund; improvements to the processes for capturing expenditure incurred by foreign missions; and the once-off event of hosting the BRICS summit in March 2013.

Departmental receipts

R thousand	2012/13					2013/14				
	Adjusted estimate	Audited outcome				Actual receipts				
		Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
Departmental receipts	24 084	13 286	55.2	46 694	193.9	25 346	25 409	100.0	12 430	48.9
Sales of goods and services produced by department	541	277	51.2	682	126.1	568	631	2.5	338	53.6
Sales of scrap, waste, arms and other used current goods	2 200	1 134	51.5	182	8.3	122	122	0.5	7	5.7
Fines, penalties and forfeits	-	346	-	2 554	-	-	-	-	-	-
Interest, dividends and rent on land	867	10	1.2	582	67.1	4 900	4 900	19.3	398	8.1
Sales of capital assets	2 156	950	44.1	1 675	77.7	3 997	3 997	15.7	848	21.2
Transactions in financial assets and liabilities	18 320	10 569	57.7	41 019	223.9	15 759	15 759	62.0	10 839	68.8
Total	24 084	13 286	55.2	46 694	193.9	25 346	25 409	100.0	12 430	48.9

Revenue trends for the first half of 2013/14

Revenue in the first six months of 2013/14 was R12.430 million, or 48.9 per cent of the adjusted revenue estimate of R25.346 million for the year. In comparison, mid-year revenue in 2012/13 was R13.286 million, or 55.2 per cent of the 2012/13 adjusted estimate. Compared to the first six months of 2012/13, revenue over the same period in 2013/14 decreased by R856 000, or 6.4 per cent. This was mainly due to a decrease in proceeds from the disposal of assets.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
International Relations								
Households								
Social benefits								
Current	-	-	-	4 690	-	-	4 690	4 690
Transfer to household	-	-	-	4 690	-	-	4 690	4 690
International Cooperation								
Households								
Social benefits								
Current	-	-	-	1 467	-	-	1 467	1 467
Transfer to household	-	-	-	1 467	-	-	1 467	1 467
Public Diplomacy and Protocol Services								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	-	-	-	6 753	-	-	6 753	6 753
Communication	-	-	-	6 753	-	-	6 753	6 753
Households								
Social benefits								
Current	-	-	-	548	-	-	548	548
Household	-	-	-	548	-	-	548	548

Summary of changes to transfers and subsidies per programme (continued)

R thousand	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
International Transfers								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	476 942	–	–	(22 000)	–	37 000	15 000	491 942
African Renaissance and International Cooperation Fund	476 942	–	–	(28 500)	–	37 000	8 500	485 442
South African Development Partnership Agency	–	–	–	6 500	–	–	6 500	6 500
Foreign governments and international organisations								
Current	218 217	–	38 992	22 000	–	1 000	61 992	280 209
African Union	144 500	–	17 500	–	–	–	17 500	162 000
Other international organisations	2 787	–	–	30	–	–	30	2 817
Bureau of International Exposition	30	–	–	(30)	–	–	(30)	–
Southern African Development Community	45 433	–	21 492	–	–	–	21 492	66 925
Humanitarian aid	25 467	–	–	–	–	1 000	1 000	26 467
African Union Commission: Office of the Chairperson	–	–	–	22 000	–	–	22 000	22 000

