

National School of Government

Adjusted budget summary

R thousand	Appropriation	Adjustments appropriation	2020/21		Adjusted appropriation
			Second adjustments appropriation		
			Decrease	Increase	
Amount to be appropriated	206 593	(16 000)	(5 981)	42 795	227 407
<i>of which:</i>					
Current payments	109 458	(16 000)	(5 981)	–	87 477
Transfers and subsidies	93 703	–	–	42 795	136 498
Payments for capital assets	3 432	–	–	–	3 432
Executive authority	Minister for Public Service and Administration				
Accounting officer	Principal of the National School of Government				
Website	www.thensg.gov.za				

Vote purpose

Provide or coordinate the provision of learning, training and development interventions that lead to improved performance and service delivery in the public sector.

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2020/21	Achieved in the first half of 2020/21 (April to September)	Changed target for 2020/21
Implementation of a quality management policy for the department	Administration	Priority 1: A capable, ethical and developmental state	Quality management policy developed	Benchmarking and internal consultations on the development of the policy has been completed within the organisation	–
Implementation of an operations management policy for the department	Administration		Operations management policy and plan developed	Draft policy and plan developed	–
Number of newly registered learning facilities made available to support the department's operations per year	Administration		9	0 ¹	–
Development and implementation of an approved brand and marketing strategy for the department ²	Administration		10% of the brand strategy implemented	Draft brand and marketing strategy developed	–
Number of stakeholder engagements with provincial and local government departments on the department's brand strategy per year	Administration		2	0 ¹	–

1. Targets not met due to the COVID-19 lockdown.

2. Indicator changed to align with the department's revised 2020/21 annual performance plan.

Progress

Some progress has been made regarding the implementation of a quality management policy. This involves having concluded benchmarking exercises and internal consultations. The department is on track to meet its annual target for this indicator. A draft policy and plan have been developed for the implementation of an operations management policy for the department. Relevant stakeholders such as the Department of Public Service and Administration are being consulted on the policy and plan. The department has, in line with its revised annual performance plan, developed a draft brand and marketing strategy. It is on track to achieve this target by the end of 2020/21.

Adjusted estimates

Programme		2020/21							
		Second adjustments appropriation						Total Second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Roll- overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	112 890	(16 000)	–	–	–	–	(5 981)	(5 981)	90 909
Public Sector Organisational and Staff Development	93 703	–	–	–	–	–	42 795	42 795	136 498
Total	206 593	(16 000)	–	–	–	–	36 814	36 814	227 407
Economic classification									
Current payments	109 458	(16 000)	–	–	–	–	(5 981)	(5 981)	87 477
Compensation of employees	62 420	–	–	–	–	–	(3 776)	(3 776)	58 644
Goods and services	47 038	(16 000)	–	–	–	–	(2 205)	(2 205)	28 833
Transfers and subsidies	93 703	–	–	–	–	–	42 795	42 795	136 498
Departmental agencies and accounts	93 703	–	–	–	–	–	42 795	42 795	136 498
Payments for capital assets	3 432	–	–	–	–	–	–	–	3 432
Machinery and equipment	3 432	–	–	–	–	–	–	–	3 432
Total	206 593	(16 000)	–	–	–	–	36 814	36 814	227 407

Programme 1: Administration

Subprogramme		2020/21							
		Second adjustments appropriation						Total Second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Roll- overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Management	17 022	(3 541)	–	–	–	–	(1 448)	(1 448)	12 033
Corporate Services	95 171	(12 459)	–	–	–	–	(4 533)	(4 533)	78 179
Property Management	697	–	–	–	–	–	–	–	697
Total	112 890	(16 000)	–	–	–	–	(5 981)	(5 981)	90 909
Economic classification									
Current payments	109 458	(16 000)	–	–	–	–	(5 981)	(5 981)	87 477
Compensation of employees	62 420	–	–	–	–	–	(3 776)	(3 776)	58 644
Goods and services	47 038	(16 000)	–	–	–	–	(2 205)	(2 205)	28 833
Payments for capital assets	3 432	–	–	–	–	–	–	–	3 432
Machinery and equipment	3 432	–	–	–	–	–	–	–	3 432
Total	112 890	(16 000)	–	–	–	–	(5 981)	(5 981)	90 909

Programme 2: Public Sector Organisational and Staff Development

Subprogramme		2020/21							
		Second adjustments appropriation						Total Second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Roll- overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
National School of Government training trading account	93 703	–	–	–	–	–	42 795	42 795	136 498
Total	93 703	–	–	–	–	–	42 795	42 795	136 498

Programme 2: Public Sector Organisational and Staff Development (continued)

Subprogramme		2020/21							
		Adjustments appropriation	Second adjustments appropriation					Total Second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Economic classification									
	Transfers and subsidies	93 703	–	–	–	–	42 795	42 795	136 498
	Departmental agencies and accounts	93 703	–	–	–	–	42 795	42 795	136 498
	Total	93 703	–	–	–	–	42 795	42 795	136 498

Details of adjustments to the 2020 Estimates of National Expenditure**Other adjustments – R36.814 million****Adjustments to expenditure earmarked in the 2020 Budget and Supplementary Budget**

Programme 1: Administration – R3.776 million

A reduction of R3.776 million is effected on compensation of employees.

Programme 2: Public Sector Organisational and Staff Development – R1.505 million

A reduction of R1.505 million is effected on compensation of employees.

Funds shifted between votes

R2.205 million is transferred to the Department of Public Enterprises for the implementation of the South African Airways business rescue plan in terms of section 30(2)(e) of the Public Finance Management Act (1999).

Programme 2: Public Sector Organisational and Staff Development

R44.3 million is transferred from the Department of Public Works and Infrastructure to provide for the funding shortfall in the school's training trading account.

Expenditure outcome for 2019/20 and actual expenditure for 2020/21

Programme	2019/20					2020/21			
	Outcome					Actual expenditure			
	Adjusted appropriation	Apr 19 - Sep 19	% of adjusted appropriation	Apr 19 - Mar 20	% of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 20 - Sep 20	% of adjusted appropriation
R thousand									
Administration	108 058	47 769	44.2	95 522	88.4	90 909	40.0	44 964	49.5
Public Sector Organisational and Staff Development	79 847	39 125	49.0	87 464	109.5	136 498	60.0	55 010	40.3
Subtotal	187 905	86 894	46.2	182 986	97.4	227 407	100.0	99 974	44.0
Total	187 905	86 894	46.2	182 986	97.4	227 407	100.0	99 974	44.0
Economic classification									
Current payments	104 805	46 984	44.8	93 204	88.9	87 477	38.5	43 905	50.2
Compensation of employees	58 416	27 698	47.4	55 207	94.5	58 644	25.8	27 921	47.6
Goods and services	46 389	19 286	41.6	37 997	81.9	28 833	12.7	15 984	55.4

2020 Adjusted Estimates of National Expenditure

Economic classification	2019/20					2020/21			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure	
		Apr 19 - Sep 19 % of adjusted appropriation	Apr 19 - Mar 20	Apr 19 - Sep 19 % of adjusted appropriation	Apr 19 - Mar 20			Apr 20 - Sep 20	Apr 20 - Sep 20 % of adjusted appropriation
R thousand									
Transfers and subsidies	79 847	39 125	49.0	87 464	109.5	136 498	60.0	55 010	40.3
Departmental agencies and accounts	79 847	39 125	49.0	87 464	109.5	136 498	60.0	55 010	40.3
Payments for capital assets	3 253	785	24.1	2 318	71.3	3 432	1.5	1 059	30.9
Machinery and equipment	3 253	785	24.1	2 318	71.3	3 432	1.5	1 059	30.9
Total	187 905	86 894	46.2	182 986	97.4	227 407	100.0	99 974	44.0

Expenditure trends

Total expenditure in 2019/20 was R183.0 million, 97.4 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2019/20 was R86.9 million, 46.2 per cent of the adjusted appropriation for the year, whereas expenditure in the first half of 2020/21 was R100.0 million, 44.0 per cent of the adjusted appropriation of R227.4 million for the year. Compared to the first half of 2019/20, expenditure over the same period in 2020/21 increased by R13.1 million, 15.1 per cent. This was mainly due to an increase in the baseline for the school's training trading account.

Departmental receipts

Economic classification	2019/20					2020/21				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 19 - Sep 19 % of adjusted estimate	Apr 19 - Mar 20	Apr 19 - Sep 19 % of adjusted estimate	Apr 19 - Mar 20				Apr 20 - Sep 20	Apr 20 - Sep 20 % of adjusted estimate
R thousand										
Departmental receipts	125	125	100.0	347	277.6	69	60	100.0	54	90.0
Sales of goods and services produced by department	16	24	150.0	-	-	30	30	50.0	27	90.0
Sales of scrap, waste, arms and other used current goods	35	27	77.1	-	-	-	30	50.0	27	90.0
Interest, dividends and rent on land	45	45	100.0	347	771.1	39	-	-	-	-
Transactions in financial assets and liabilities	29	29	100.0	-	-	-	-	-	-	-
Total	125	125	100.0	347	277.6	69	60	100.0	54	90.0

Revenue trends

Mid-year revenue in 2019/20 was R125 000, 100 per cent of the 2019/20 adjusted estimate, whereas revenue for the first half of 2020/21 was R54 000, 90 per cent of the adjusted estimate of R69 000 for the year. Compared to the first half of 2019/20, revenue over the same period in 2020/21 decreased by R71 000, 56.8 per cent. This was mainly due to a decrease in the sale of capital assets.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2020/21								
		Second adjustments appropriation							Total Second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Special appropriation	Adjustments appropriation	Roll- overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Public Sector										
Organisational and Staff										
Development										
Departmental agencies and accounts										
Departmental agencies (non-business entities)										
Current	93 703	–	–	–	–	–	–	42 795	42 795	136 498
National School of Government training trading account	93 703	–	–	–	–	–	–	42 795	42 795	136 498

