

Vote 1

The Presidency

Adjusted budget summary

R thousand	2023/24			Adjusted appropriation
	Appropriation	Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	617 192	(19 989)	9 050	606 253
<i>of which:</i>				
Current payments	601 038	(19 989)	–	581 049
Transfers and subsidies	570	–	1 050	1 620
Payments for capital assets	15 584	–	8 000	23 584
Direct charge against the National Revenue Fund	7 864	–	6 227	14 091
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operations Officer in the Presidency			
Website	www.thepresidency.gov.za			

Vote purpose

Facilitate a common programme towards the achievement of the electoral mandate and the enhanced integrity of the state through considered planning, coordination, oversight, mobilisation and support.

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2023/24	Achieved in the first half of 2023/24 (April to September)	Changed target for 2023/24
Number of quarterly reports produced per year on the implementation of the annual Cabinet and forum of South African directors-general programme	Executive Support	Priority 1: A capable, ethical and developmental state	4	2	–
Number of reviews conducted on the implementation of the national strategic plan on gender- based violence with recommendations to strengthen reporting and accountability per year	Administration	Priority 6: Social cohesion and safer communities	1	– ¹	–
Number of quarterly reports produced on the implementation of the Operation Vulindlela economic reform programme per year	Administration	Priority 2: Economic transformation and job creation	2 ²	1	–
Number of socioeconomic impact assessment reports developed per year	Policy and Research Services	Priority 1: A capable, ethical and developmental state	2	1	–
Number of engagements with partners and stakeholders to promote the country's social transformation agenda per year	Administration	Priority 6: Social cohesion and safer communities	8 ²	12	–
Number of reports produced on the work of the National Anti-corruption Advisory Council per year	Administration		2	1	–
Number of facilitated interventions in selected hotspot municipalities with governance challenges and service delivery failures in identified provinces as part of intergovernmental coordination and collaboration per year	Administration	Priority 1: A capable, ethical and developmental state	3	1	–
Number of quarterly reports produced on the implementation of the annual legislative programme per year	Executive Support		4	2	–

1. Data will be available only at the end of the financial year.

2. Target revised to align with the department's 2023/24 annual performance plan.

Progress

The department has exceeded its annual target for the number of engagements with partners and stakeholders to promote the national social transformation agenda. This was mainly due to unanticipated engagements with the South African National AIDS Council, the Human Resource Development Council, interfaith communities and other role players that support the country's social cohesion and national building objectives.

Adjusted estimates

Programme		2023/24							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events		Other adjustments ¹	
Administration	544 921	–	–	–	–	(9 000)	–	(9 000)	535 921
Executive	51 651	–	–	–	–	(1 000)	–	(1 000)	50 651
Support									
Policy and Research Services	20 620	–	–	–	–	(939)	–	(939)	19 681
Subtotal	617 192	–	–	–	–	(10 939)	–	(10 939)	606 253
Direct charge against the National Revenue Fund	7 864	–	–	–	–	–	6 227	6 227	14 091
Salary of the president	4 242	–	–	–	–	–	–	–	4 242
Salary of the deputy president	3 622	–	–	–	–	–	6 227	6 227	9 849
Total	625 056	–	–	–	–	(10 939)	6 227	(4 712)	620 344
Economic classification									
Current payments	608 902	–	–	(9 050)	–	(10 939)	–	(19 989)	588 913
Compensation of employees	390 948	–	–	(1 050)	–	(10 939)	–	(11 989)	378 959
Goods and services	217 954	–	–	(8 000)	–	–	–	(8 000)	209 954
Transfers and subsidies	570	–	–	1 050	–	–	6 227	7 277	7 847
Provinces and municipalities	48	–	–	–	–	–	–	–	48
Households	522	–	–	1 050	–	–	6 227	7 277	7 799
Payments for capital assets	15 584	–	–	8 000	–	–	–	8 000	23 584
Machinery and equipment	15 584	–	–	8 000	–	–	–	8 000	23 584
Total	625 056	–	–	–	–	(10 939)	6 227	(4 712)	620 344

1. Other adjustments include rollovers, the shifting of funds following a function shift within a vote, self-financing expenditure, declared unspent funds and expenditure in terms of section 16 of the Public Finance Management Act (1999).

Programme 1: Administration

Subprogramme		2023/24							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events	Other adjustments		
Management	391 622	–	–	–	–	–	–	–	391 622
Support Services to the President	93 413	–	–	–	–	(9 000)	–	(9 000)	84 413
Support Services to the Deputy President	59 886	–	–	–	–	–	–	–	59 886
Total	544 921	–	–	–	–	(9 000)	–	(9 000)	535 921
Economic classification									
Current payments	530 565	–	–	(9 000)	–	(9 000)	–	(18 000)	512 565
Compensation of employees	352 138	–	–	(1 000)	–	(9 000)	–	(10 000)	342 138
Goods and services	178 427	–	–	(8 000)	–	–	–	(8 000)	170 427
Transfers and subsidies	570	–	–	1 000	–	–	–	1 000	1 570
Provinces and municipalities	48	–	–	–	–	–	–	–	48
Households	522	–	–	1 000	–	–	–	1 000	1 522
Payments for capital assets	13 786	–	–	8 000	–	–	–	8 000	21 786
Machinery and equipment	13 786	–	–	8 000	–	–	–	8 000	21 786
Total	544 921	–	–	–	–	(9 000)	–	(9 000)	535 921

Programme 2: Executive Support

Subprogramme		2023/24							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events	Other adjustments		
Cabinet Services	51 651	–	–	–	–	(1 000)	–	(1 000)	50 651
Total	51 651	–	–	–	–	(1 000)	–	(1 000)	50 651
Economic classification									
Current payments	50 198	–	–	(30)	–	(1 000)	–	(1 030)	49 168
Compensation of employees	15 531	–	–	(30)	–	(1 000)	–	(1 030)	14 501
Goods and services	34 667	–	–	–	–	–	–	–	34 667
Transfers and subsidies	–	–	–	30	–	–	–	30	30
Households	–	–	–	30	–	–	–	30	30
Payments for capital assets	1 453	–	–	–	–	–	–	–	1 453
Machinery and equipment	1 453	–	–	–	–	–	–	–	1 453
Total	51 651	–	–	–	–	(1 000)	–	(1 000)	50 651

Programme 3: Policy and Research Services

Subprogramme		2023/24							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events	Other adjustments		
Economy, Trade and Investment	12 687	-	-	-	-	-	-	-	12 687
Socioeconomic Impact Assessment System	7 933	-	-	-	-	(939)	-	(939)	6 994
Total	20 620	-	-	-	-	(939)	-	(939)	19 681
Economic classification									
Current payments	20 275	-	-	(20)	-	(939)	-	(959)	19 316
Compensation of employees	15 415	-	-	(20)	-	(939)	-	(959)	14 456
Goods and services	4 860	-	-	-	-	-	-	-	4 860
Transfers and subsidies	-	-	-	20	-	-	-	20	20
Households	-	-	-	20	-	-	-	20	20
Payments for capital assets	345	-	-	-	-	-	-	-	345
Machinery and equipment	345	-	-	-	-	-	-	-	345
Total	20 620	-	-	-	-	(939)	-	(939)	19 681

Direct charges against the National Revenue Fund

		2023/24							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events	Other adjustments		
Salary of the president	4 242	-	-	-	-	-	-	-	4 242
Salary of the deputy president	3 622	-	-	-	-	-	6 227	6 227	9 849
Total	7 864	-	-	-	-	-	6 227	6 227	14 091
Economic classification									
Current payments	7 864	-	-	-	-	-	-	-	7 864
Compensation of employees	7 864	-	-	-	-	-	-	-	7 864
Transfers and subsidies	-	-	-	-	-	-	6 227	6 227	6 227
Households	-	-	-	-	-	-	6 227	6 227	6 227
Total	7 864	-	-	-	-	-	6 227	6 227	14 091

Details of adjustments to the 2023 Estimates of National Expenditure

Virements and shifts within the vote

Programmes					
1. Administration					
2. Executive Support					
3. Policy and Research Services					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1			Programme 1		
Compensation of employees	Reallocation of funds incorrectly allocated in the 2023 ENE ¹	(1 000)	Households	Leave gratuities ¹	1 000
Goods and services	Reallocation of funds incorrectly allocated in the 2023 ENE ¹	(8 000)	Machinery and equipment	Computers and laptops ¹	8 000
Shifts within the programme as a percentage of the programme budget		1.7%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2			Programme 2		
Compensation of employees	Reallocation of funds incorrectly allocated in the 2023 ENE ¹	(30)	Households	Leave gratuities ¹	30
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			Programme 3		
Compensation of employees	Reallocation of funds incorrectly allocated in the 2023 ENE ¹	(20)	Households	Leave gratuities ¹	20
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%			
Total		(9 050)	9 050		

1. National Treasury approval has been obtained.

Adjustments due to significant and unforeseeable economic and financial events

Cabinet has approved reductions of R10.939 million to the department's baseline, of which:

- R9 million is in Programme 1: Administration
- R1 million is in Programme 2: Executive Support
- R939 000 is in Programme 3: Policy and Research Services.

Other adjustments

Direct charges against the National Revenue Fund – R6.227 million

Salaries of the president and deputy president

R6.227 million is allocated to the salary of the deputy president for the former deputy president's leave gratuity payment.

Expenditure outcome for 2022/23 and actual expenditure for 2023/24

Programme	2022/23					2023/24			
	Adjusted appropriation	Outcome			Adjusted appropriation/Total (%)	Actual expenditure			
		Apr 22 - Sep 22	adjusted % of appropriation	Apr 22 - Mar 23		adjusted % of appropriation	Apr 23 - Sep 23	adjusted % of appropriation	
R thousand									
Administration	538 305	206 410	38.3	475 410	88.3	535 921	86.4	262 676	49.0
Executive Support	53 617	10 666	19.9	51 248	95.6	50 651	8.2	14 107	27.9
Policy and Research Services	26 361	6 915	26.2	16 036	60.8	19 681	3.2	7 652	38.9
Subtotal	618 283	223 991	36.2	542 694	87.8	606 253	97.7	284 435	46.9
Direct charge against the National Revenue Fund	7 704	2 977	38.6	5 870	76.2	14 091	2.3	9 443	67.0
Salary of the president	4 155	1 437	34.6	2 875	69.2	4 242	0.7	1 438	33.9
Salary of the deputy president	3 549	1 540	43.4	2 995	84.4	9 849	1.6	8 005	81.3
Total	625 987	226 968	36.3	548 564	87.6	620 344	100.0	293 878	47.4
Economic classification									
Current payments	608 013	219 590	36.1	520 715	85.6	588 913	94.9	274 279	46.6
Compensation of employees	390 860	164 272	42.0	342 006	87.5	378 959	61.1	186 974	49.3
Goods and services	217 153	55 318	25.5	178 709	82.3	209 954	33.8	87 305	41.6
Transfers and subsidies	3 046	960	31.5	1 277	41.9	7 847	1.3	7 251	92.4
Provinces and municipalities	46	1	2.2	6	13.0	48	0.0	1	2.1
Households	3 000	959	32.0	1 271	42.4	7 799	1.3	7 250	93.0
Payments for capital assets	14 928	6 418	43.0	26 057	174.6	23 584	3.8	12 348	52.4
Machinery and equipment	14 928	6 418	43.0	25 889	173.4	23 584	3.8	12 348	52.4
Software and other intangible assets	-	-	-	168	-	-	-	-	-
Payments for financial assets	-	-	-	515	-	-	-	-	-
Total	625 987	226 968	36.3	548 564	87.6	620 344	100.0	293 878	47.4

Expenditure trends

Total expenditure in 2022/23 was R548.6 million, 87.6 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2022/23 was R227 million, 36.3 per cent of the adjusted appropriation, whereas expenditure in the first half of 2023/24 was R293.9 million, 47.4 per cent of the adjusted appropriation of R620.3 million. Compared to the first half of 2022/23, expenditure over the same period in 2023/24 increased by R66.9 million, 29.5 per cent. This was mainly due to increased spending on direct charges as a result of the former deputy president’s exit gratuity payment, accruals for mainly travel and subsistence, computers and laptops, and the appointment of a new minister and two deputy ministers.

Departmental receipts

Programme	2022/23					2023/24				
	Adjusted estimate	Outcome			Budget estimate	Adjusted estimate	Adjusted receipts estimate/Total (%)	Actual receipts		
		Apr 22 - Sep 22	adjusted estimate	Apr 22 - Mar 23				adjusted estimate	Apr 23 - Sep 23	adjusted estimate
R thousand										
Departmental receipts	969	529	54.6	743	76.7	665	792	100.0	415	52.4
Sales of goods and services produced by the department	302	130	43.0	260	86.1	255	260	32.8	134	51.5
Interest, dividends and rent on land	30	15	50.0	26	86.7	30	31	3.9	10	32.3
Transactions in financial assets and liabilities	637	384	60.3	457	71.7	380	501	63.3	271	54.1
Total	969	529	54.6	743	76.7	665	792	100.0	415	52.4

Revenue trends

Mid-year revenue in 2022/23 was R529 000, 54.6 per cent of the adjusted estimate, whereas revenue for the first half of 2023/24 was R415 000, 52.4 per cent of the adjusted estimate of R792 000. Compared to the first half of 2022/23, revenue over the same period in 2023/24 decreased by R114 000, 21.6 per cent. This was mainly due to a decrease in interest, dividends and rent on land, as well as in financial asset and liability transactions.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2023/24							
		Adjustments appropriation							
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Shifting of funds between votes	Significant and unforeseeable economic and financial events	Other adjustments	Total adjustments appropriation	Adjusted appropriation
	Administration								
	Households								
	Social benefits								
	Current	522	–	–	1 000	–	–	1 000	1 522
	Employee social benefits	522	–	–	1 000	–	–	1 000	1 522
	Executive Support								
	Households								
	Social benefits								
	Current	–	–	–	30	–	–	30	30
	Employee social benefits	–	–	–	30	–	–	30	30
	Policy and Research								
	Services								
	Households								
	Social benefits								
	Current	–	–	–	20	–	–	20	20
	Employee social benefits	–	–	–	20	–	–	20	20

