

Vote 3

Foreign Affairs

Amount to be appropriated	Main appropriation R2 595 071 000	Adjusted appropriation R2 693 766 000	Decrease	Increase R98 695 000
Responsible minister	Minister of Foreign Affairs			
Administering department	Department of Foreign Affairs			
Accounting officer	Director-General of Foreign Affairs			

Aim

The Department of Foreign Affairs is responsible for the formulation, co-ordination, implementation and management of South Africa's foreign policy and international relations programmes throughout the world.

Changes to programme purposes and measurable objectives

No changes were made to programme purposes and measurable objectives.

Adjusted Estimates of National Expenditure 2005

Table 3.1: Foreign Affairs

Programme	2005/06						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Other adjustments		
R thousand							
1.Administration	456 549	26 000	–	5 661	–	31 661	488 210
2.Foreign Relations	1 699 874	11 845	38 650	(13 823)	–	36 672	1 736 546
3.Public Diplomacy and Protocol	90 118	14 200	–	8 162	–	22 362	112 480
4.International Transfers	348 530	21 000	–	–	(13 000)	8 000	356 530
Total	2 595 071	73 045	38 650	–	(13 000)	98 695	2 693 766

Economic classification

Current payments	2 014 234	20 200	38 650	16 392	–	75 242	2 089 476
Compensation of employees	1 399 758	–	–	–	–	–	1 399 758
Goods and services	614 476	20 200	38 650	16 392	–	75 242	689 718
Transfers and subsidies to:	348 927	21 000	–	16 086	(13 000)	24 086	373 013
Provinces and municipalities	397	–	–	16 086	–	16 086	16 483
Foreign governments and international organisations	348 530	21 000	–	–	(13 000)	8 000	356 530
Payments for capital assets	231 910	31 845	–	(32 478)	–	(633)	231 277
Buildings and other fixed structures	112 232	20 000	–	634	–	20 634	132 866
Machinery and equipment	119 678	11 845	–	(33 112)	–	(21 267)	98 411
Total	2 595 071	73 045	38 650	–	(13 000)	98 695	2 693 766

Details of adjustments to Estimates of National Expenditure 2005

Roll-overs – R73,045 million

Programme 1: Administration

R12 million has been rolled over for capital projects in Addis Ababa, Abuja and Maseru that could not be completed on time.

R8 million has been rolled over for maintenance projects in Windhoek and Milan that could not be completed on time.

R6 million has been rolled over for the transaction advisor for the PPP project for the head office building.

Programme 2: Foreign Relations

R11,845 million has been rolled over for new missions in Damascus, Toronto, Abu Dhabi, Manila, Malabo and Asmara, which were opened later than planned.

Programme 3: Public Diplomacy and Protocol

R14,2 million has been rolled-over for the Progressive Governance Summit, which will be held in the current financial year.

Programme 4: International Transfers

R13 million has been rolled over for the South African government's contribution to the victims of the tsunami in Asia and East Africa.

R8 million has been rolled over for constructing a library in Mali. The funds were from the Presidential Inauguration.

Unforeseen and unavoidable expenditure - R38,65 million

R38,65 million has been allocated for South Africa's commitment to the mediation effort in Côte d'Ivoire on behalf of the African Union.

Virements

Table 3.2: Foreign Affairs (Net effect of all virements)

From	R thousand	To	R thousand
Programme			
2 Foreign Relations	13 823	1 Administration	5 661
		3 Public Diplomacy and Protocol	8 162
Economic classification item			
Payments for capital assets	32 478	Goods and services	16 392
		Transfers to provinces and municipalities	16 086

Details of savings

Programme 2: Foreign Relations

In a budget review exercise, savings of R13,823 million were identified due to over-budgeting for the maintenance of chanceries, residences, offices and motor vehicles.

Utilisation of savings

Programme 1: Administration

R5,661 million has been used for information and communications technology.

Programme 3: Public Diplomacy and Protocol Services

R8,162 million has been used for diplomatic immunities and Regional Services Council levies.

Funds shifted within a programme

Programme 2: Foreign Relations

R19,485 million has been shifted from payments for capital assets to goods and services to align with the new Standard Chart of Accounts (SCOA) reporting requirements.

Programme 3: Public Diplomacy and Protocol Services

R4,195 million has been shifted from goods and services to transfers to government departments and agencies due to a misallocation, and has been used for municipal rates and taxes for diplomatic missions.

Other adjustments – (R13 million)**Shifting of funds between votes**

Programme 4: Internal Transfers

R13 million has been shifted to the Department of Provincial and Local Government in its capacity as government's co-ordinator of the tsunami relief efforts.

Expenditure 2004/05 and preliminary expenditure 2005/06**Table 3.3: Foreign Affairs**

Programme	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
1. Administration	492 437	111 878	425 203	86,3	488 210	145 643	30,2
2. Foreign Relations	1 598 119	242 341	1 535 787	96,1	1 736 546	750 662	209,8
3. Public Diplomacy and Protocol	157 108	54 838	140 846	89,6	112 480	46 023	(16,1)
4. International Transfers	298 985	48 501	251 720	84,2	356 530	55 093	13,6
Total	2 546 649	457 558	2 353 556	92,4	2 693 766	997 421	118,0

R thousand	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
Current payments	2 046 693	379 329	1 910 006	93,3	2 089 476	882 838	132,7
Compensation of employees	1 235 919	227 954	1 011 746	81,9	1 399 758	464 621	103,8
Goods and services	810 774	151 236	897 895	110,7	689 718	418 217	176,5
Financial transactions in assets and liabilities	-	139	365	-	-	-	-
Transfers and subsidies to:	299 409	61 119	311 686	104,1	373 013	92 232	50,9
Provinces and municipalities	424	348	6 075	1432,8	16 483	919	164,1
Departmental agencies and accounts	-	-	50 005	-	-	-	-
Foreign governments and international organisations	298 985	58 095	235 522	78,8	356 530	85 629	47,4
Public corporations and private enterprises	-	1 144	8 329	-	-	2 739	139,4
Households	-	1 532	11 755	-	-	2 945	92,2
Payments for capital assets	200 547	17 110	131 864	65,8	231 277	22 351	30,6
Buildings and other fixed structures	77 981	-	27 293	35,0	132 866	-	-
Machinery and equipment	119 566	15 423	98 821	82,6	98 411	21 995	42,6
Software and other intangible assets	3 000	1 687	5 750	191,7	-	356	(78,9)
Total	2 546 649	457 558	2 353 556	92,4	2 693 766	997 421	118,0

Selected expenditure trends for first half of 2005/06 financial year

Expenditure in the first six months of 2005/06 amounted to R797,421 million, or 37 per cent of the adjusted appropriation of R2,694 billion for the year as a whole.

The year-on-year rate of increase is noticeably high, because delays in implementing the new SCOA reporting requirements in the first six months of 2004/05 forced the department to transact items in the latter part of 2004/05.

Summary of transfers and subsidies

Table 3.4: Summary of transfers and subsidies per programme

R thousand	Main appropriation	2005/06					Adjusted appropriation
		Additional appropriation					
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	
1.Administration	76	-	-	356	-	356	432
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	76	-	-	356	-	356	432
Regional Services Council levies	76	-	-	356	-	356	432
2.Foreign Relations	208	-	-	4 007	-	4 007	4 215
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	208	-	-	4 007	-	4 007	4 215
Regional Services Council levies	208	-	-	4 007	-	4 007	4 215

2005/06							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
3. Public Diplomacy and Protocol	113	-	-	11 723	-	11 723	11 836
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	113	-	-	11 723	-	11 723	11 836
Regional Services Council levies	113	-	-	4 195	-	4 195	4 308
Municipal rates and taxes	-	-	-	7 528	-	7 528	7 528
4. International Transfers	348 530	21 000	-	-	(13 000)	8 000	356 530
Foreign governments and international organisations							
Current	348 530	21 000	-	-	(13 000)	8 000	356 530
United Nations Development Programme	950	-	-	-	-	-	950
Southern African Development Community: Membership Fees	12 665	-	-	-	-	-	12 665
Other International Organisations	7 000	-	-	-	-	-	7 000
Manpower secondment							
African Union	80 000	-	-	-	-	-	80 000
Nepad	30 000	-	-	-	-	-	30 000
Commonwealth: Membership Fees	7 000	-	-	-	-	-	7 000
United Nation: Membership Fees	80 000	-	-	-	-	-	80 000
Maritime Law Institute: University Cape Town	120	-	-	-	-	-	120
Indian Ocean Rim Research Centre	120	-	-	-	-	-	120
Humanitarian Aid	13 000	21 000	-	-	(13 000)	8 000	21 000
Bacterial and Toxic Weapons Convention	414	-	-	-	-	-	414
African Caribbean and Pacific: Membership Fee	2 200	-	-	-	-	-	2 200
Bureau of International Exposition: Membership Fees	25	-	-	-	-	-	25
Comprehensive Test Ban Treaty	4 986	-	-	-	-	-	4 986
South Centre	1 000	-	-	-	-	-	1 000
Perrez-Guerrero Trust Fund	50	-	-	-	-	-	50
United Nations Development Programme: Local Office Costs	9 000	-	-	-	-	-	9 000
African Renaissance Fund	100 000	-	-	-	-	-	100 000
Total	348 927	21 000	-	16 086	(13 000)	24 086	373 013

