

# Vote 2

## Parliament

### Adjusted budget summary

R thousand	2009/10			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>974 062</b>	<b>1 108 002</b>	–	<b>133 940</b>
<i>of which:</i>				
Current payments	705 088	821 128	–	116 040
Transfers and subsidies	261 442	261 442	–	–
Payments for capital assets	7 532	25 432	–	17 900
<b>Direct charge against the National Revenue Fund</b>	<b>376 678</b>	<b>376 678</b>	–	–
Executive authority	Presiding officers			
Accounting officer	Secretary to Parliament			
Website address	<a href="http://www.parliament.gov.za">www.parliament.gov.za</a>			

### Aim

*The aim of Parliament is to provide the support services required by Parliament to fulfill its constitutional functions, assist political parties represented in Parliament to secure administrative support and service constituents, and provide members of Parliament with the necessary facilities.*

### Mid-year performance status

Indicator	Programme	Annual performance		
		Projected for 2009/10 as published in the 2009 ENE	Achieved in the first six months of 2009/10 (April to September)	Change of estimate for 2009/10
As published in the 2009 ENE	Programme linked to the indicator			
Number of bills passed each year	Legislation and Oversight	40	3	15
Number of questions put to the executive each year	Legislation and Oversight	2 000	1 599	–
Number of annual reports tabled and scrutinised by committees	Legislation and Oversight	270	219	–
Number of oversight visits undertaken by committees each year	Legislation and Oversight	50	–	–
Number of debates held for the public consideration of issues each year	Legislation and Oversight	30	14	25
Number of visitors to Parliament each year	Public and International Participation	24 000	18 101	–
Number of international agreements adopted each year	Public and International Participation	30	14	25

Data on the number of oversight visits undertaken by committees could not be verified as the committees have just returned from recess.

The estimated number of bills passed in 2009/10 has been decreased because attention is being given to policy formulation rather than to legislation.

The estimated number of debates held for the public consideration of issues in 2009/10 has been decreased in anticipation of a shorter period for Parliament due to general and municipal bi-elections.

The estimated number of international agreements adopted in 2009/10 has been decreased because attention is being given to policy formulation.

## Adjusted Estimates of National Expenditure 2009

Programme	2009/10							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
R thousand		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments		
1. Administration	247 763	–	44 387	–	–	–	44 387	292 150
2. Legislation and Oversight	187 805	–	45 186	–	–	–	45 186	232 991
3. Public and International Participation	67 781	–	31 151	–	–	–	31 151	98 932
4. Members' Facilities	212 027	–	13 216	–	–	–	13 216	225 243
5. Associated Services	258 686	–	–	–	–	–	–	258 686
<b>Subtotal</b>	<b>974 062</b>	<b>–</b>	<b>133 940</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>133 940</b>	<b>1 108 002</b>
<b>Direct charge against the National Revenue Fund</b>	<b>376 678</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>376 678</b>
Members' remuneration	376 678	–	–	–	–	–	–	376 678
<b>Total</b>	<b>1 350 740</b>	<b>–</b>	<b>133 940</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>133 940</b>	<b>1 484 680</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>1 081 766</b>	<b>–</b>	<b>116 040</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>116 040</b>	<b>1 197 806</b>
Compensation of employees	725 686	–	54 366	–	–	–	54 366	780 052
Goods and services	356 080	–	61 674	–	–	–	61 674	417 754
<b>Transfers and subsidies</b>	<b>261 442</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>261 442</b>
Foreign governments and international organisations	2 756	–	–	–	–	–	–	2 756
Non-profit institutions	258 686	–	–	–	–	–	–	258 686
<b>Payments for capital assets</b>	<b>7 532</b>	<b>–</b>	<b>17 900</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>17 900</b>	<b>25 432</b>
Machinery and equipment	7 532	–	17 900	–	–	–	17 900	25 432
<b>Total</b>	<b>1 350 740</b>	<b>–</b>	<b>133 940</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>133 940</b>	<b>1 484 680</b>

## Details of adjustments to Estimates of National Expenditure 2009

### Unforeseeable and unavoidable expenditure – R133.940 million

#### Programme 1: Administration

An additional R14.175 million is allocated for hosting the Fourth Parliament.

An additional R12.432 million is allocated for the restructuring of the constitutional and legal services unit.

An additional R17.780 million is allocated for higher salary increases than the main budget provided for.

#### Programme 2: Legislation and oversight

An additional R20.236 million is allocated for appointing content advisors to accommodate the increase in Parliamentary committees.

An additional R24.950 million is allocated for appointing language practitioners in the language services section.

#### Programme 3: Public and International Participation

An additional R31.151 million is allocated for the unexpected increase in international events in which Parliament is expected to participate.

#### Programme 4: Members' Facilities

An additional R13.216 million is allocated for adjustments to MPs' benefits.

## Expenditure 2008/09 and preliminary expenditure 2009/10

Programme	2008/09					2009/10		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted appropriation	Apr 08 - Mar 09	Apr 08 - Mar 09 % of adjusted appropriation	Adjusted appropriation	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted appropriation
1. Administration	224 944	124 097	55.2	397 239	176.6	292 150	143 551	49.1
2. Legislation and Oversight	178 268	85 807	48.1	203 521	114.2	232 991	78 635	33.8
3. Public and International Participation	64 489	35 496	55.0	130 355	202.1	98 932	26 946	27.2
4. Members' Facilities	183 025	73 845	40.3	158 609	86.7	225 243	81 619	36.2
5. Associated Services	263 073	131 536	50.0	245 362	93.3	258 686	129 344	50.0
<b>Subtotal</b>	<b>913 799</b>	<b>450 781</b>	<b>49.3</b>	<b>1 135 086</b>	<b>124.2</b>	<b>1 108 002</b>	<b>460 095</b>	<b>41.5</b>
<b>Direct charge against the National Revenue Fund</b>	<b>253 979</b>	<b>120 689</b>	<b>47.5</b>	<b>356 884</b>	<b>140.5</b>	<b>376 678</b>	<b>247 686</b>	<b>65.8</b>
Members' remuneration	253 979	120 689	47.5	356 884	140.5	376 678	247 686	65.8
<b>Total</b>	<b>1 167 778</b>	<b>571 470</b>	<b>48.9</b>	<b>1 491 970</b>	<b>127.8</b>	<b>1 484 680</b>	<b>707 781</b>	<b>47.7</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>888 446</b>	<b>420 317</b>	<b>47.3</b>	<b>1 166 396</b>	<b>131.3</b>	<b>1 197 806</b>	<b>573 728</b>	<b>47.9</b>
Compensation of employees	562 826	283 166	50.3	708 576	125.9	780 052	443 823	56.9
Goods and services	325 620	137 151	42.1	439 942	135.1	417 754	129 905	31.1
Financial transactions in assets and liabilities	–	–	–	17 878	–	–	–	–
<b>Transfers and subsidies</b>	<b>265 698</b>	<b>134 267</b>	<b>50.5</b>	<b>288 395</b>	<b>108.5</b>	<b>261 442</b>	<b>130 717</b>	<b>50.0</b>
Departmental agencies and accounts	–	–	–	40 476	–	–	–	–
Foreign governments and international organisations	2 625	2 731	104.0	2 557	97.4	2 756	1 373	49.8
Non-profit institutions	263 073	131 536	50.0	245 362	93.3	258 686	129 344	50.0
<b>Payments for capital assets</b>	<b>13 634</b>	<b>16 886</b>	<b>123.9</b>	<b>37 179</b>	<b>272.7</b>	<b>25 432</b>	<b>3 336</b>	<b>13.1</b>
Machinery and equipment	13 634	16 886	123.9	37 179	272.7	25 432	3 336	13.1
<b>Total</b>	<b>1 167 778</b>	<b>571 470</b>	<b>48.9</b>	<b>1 491 970</b>	<b>127.8</b>	<b>1 484 680</b>	<b>707 781</b>	<b>47.7</b>

### Main expenditure trends for the first half of 2009/10

Total expenditure for 2008/09 was 127.8 per cent of the 2008/09 adjusted appropriation. Expenditure in the first six months of 2009/10 was R707.8 million, or 47.7 per cent of the adjusted appropriation of R1.485 billion for the year as a whole. In comparison, mid-year expenditure in 2008/09 was R571.5 million, or 48.9 per cent of the 2008/09 adjusted appropriation. Expenditure in the first six months of 2009/10 increased by R136.3 million or 23.9 per cent, compared to expenditure in the first six months of 2008/09.

The main expenditure increase compared to 2008/09 is due to logistical costs relating to the Fourth Parliament, and capacity building in the constitutional and legal services unit, the committees section and language services.

## Departmental receipts

R thousand	2008/09					2009/10			
	Adjusted estimate	Audited outcome			Actual receipts				
		Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted estimate	Apr 08 - Mar 09	Apr 08 - Mar 09 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted estimate
<b>Retained revenue</b>	<b>36 440</b>	<b>27 044</b>	<b>74.2</b>	<b>45 406</b>	<b>124.6</b>	<b>17 812</b>	<b>11 312</b>	<b>12 099</b>	<b>107.0</b>
Sales of goods and services produced by department	7 440	5 227	70.3	6 914	92.9	7 812	7 812	2 772	35.5
Interest, dividends and rent on land	29 000	21 817	75.2	38 492	132.7	5 000	3 500	9 327	266.5
<b>Extraordinary receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9 784</b>	<b>-</b>	<b>5 000</b>	<b>5 000</b>	<b>1 342</b>	<b>26.8</b>
Other income	-	-	-	9 784	-	5 000	5 000	1 342	26.8
<b>Total</b>	<b>36 440</b>	<b>27 044</b>	<b>74.2</b>	<b>55 190</b>	<b>151.5</b>	<b>17 812</b>	<b>16 312</b>	<b>13 441</b>	<b>82.4</b>

### Main departmental revenue trends for the first half of 2009/10

Departmental revenue collection in the first six months of 2009/10 was R13.4 million, or 82.4 per cent of the adjusted revenue estimate of R16.3 million for the year as a whole. In comparison, mid-year revenue collection in 2008/09 was R27.0 million, or 74.2 per cent of the 2008/09 adjusted estimate. Departmental revenue collection in the first six months of 2009/10 decreased by R13.6 million or 50.3 per cent, compared to revenue collected in the first six months of 2008/09.

The main revenue decrease compared to 2008/09 is due to lower interest income earned on the retained surplus, as the surplus was used for Parliament's projects, including the Inter-Parliamentary Union and the Space Utilisation project.