

Vote 1

The Presidency

Adjusted budget summary

2012/13				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 018 031	1 061 940	–	43 909
of which:				
Current payments	478 052	510 747	–	32 695
Transfers and subsidies	524 789	540 921	–	16 132
Payments for capital assets	15 190	10 272	(4 918)	–
Payments for financial assets	–	–	–	–
Direct charge against the National Revenue Fund	2 658	2 658	–	–
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operations Officer in the Presidency			
Website address	www.thepresidency.gov.za			

Aim

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.

Mid-year performance status

Indicator	Programme	Annual performance		
As published in the 2012 ENE	Programme linked to the indicator	Projected for 2012/13 as published in the 2012 ENE	Achieved in the first six months of 2012/13 (April to September)	Changed estimate for 2012/13
Vision 2030 and National Development Plan completed	National Planning	Draft Vision 2030 and National Development Plan released for public and stakeholder consultation. Vision 2030 and National Development Plan refined and approved by Cabinet	The public and stakeholder consultation for Vision 2030 and National Development Plan was completed and both were approved by Cabinet	–
Number of sector research reports with major and cross-cutting macro-social implications developed per year	National Planning	6 Research reports on employment, child poverty, climate change, food security, energy security and water security initiated	0 initiated	–
Number of households surveyed on income, consumption and expenditure in the national income dynamics study	National Planning	10 500	8 121	–

Mid-year progress

The Vision 2030 and the National Development Plan were first released for public and stakeholder consultation, completed and handed over on 15 August 2012 and then approved by Cabinet in September 2012. Six research reports on employment, child poverty, food security, climate change, energy security and water security were planned for completion in 2012/13. However, due to the prolonged timeframes of developing the National Development Plan, no research reports have been completed yet and the projected number for the year has been reduced to three.

The National Income Dynamics Study has already interviewed 8 121 households within the first six months of 2012/13, and has identified an additional 150 households that arose due to children leaving home to start their own households.

Adjusted Estimates of National Expenditure 2012

Programme		2012/13						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration	397 667	2 586	22 800	5 000	–	2 680	33 066	430 733
National Planning	95 575	–	–	(5 000)	–	–	(5 000)	90 575
National Youth Development Agency	376 010	9 843	–	–	–	–	9 843	385 853
International Marketing and Communication	148 779	–	6 000	–	–	–	6 000	154 779
Total	1 018 031	12 429	28 800	–	–	2 680	43 909	1 061 940
Direct charge against the National Revenue Fund	2 658	–	–	–	–	–	–	2 658
Salary of the President	2 658	–	–	–	–	–	–	2 658
Total	1 020 689	12 429	28 800	–	–	2 680	43 909	1 064 598
Economic classification								
Current payments	480 710	2 586	22 800	4 629	–	2 680	32 695	513 405
Compensation of employees	271 405	–	–	(7 096)	–	2 680	(4 416)	266 989
Goods and services	209 305	2 586	22 800	11 725	–	–	37 111	246 416
Transfers and subsidies	524 789	9 843	6 000	289	–	–	16 132	540 921
Provinces and municipalities	–	–	–	7	–	–	7	7
Departmental agencies and accounts	524 789	9 843	6 000	–	–	–	15 843	540 632
Non-profit institutions	–	–	–	110	–	–	110	110
Households	–	–	–	172	–	–	172	172
Payments for capital assets	15 190	–	–	(4 918)	–	–	(4 918)	10 272
Machinery and equipment	15 190	–	–	(4 918)	–	–	(4 918)	10 272
Total	1 020 689	12 429	28 800	–	–	2 680	43 909	1 064 598

Programme 1: Administration

Subprogramme		2012/13						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Ministry	31 953	–	800	–	–	–	800	32 753
Management	267 718	–	20 000	1 900	–	–	21 900	289 618
Support Services to President	36 516	–	–	5 248	–	1 742	6 990	43 506
Support Services to Deputy President	37 971	–	2 000	(248)	–	938	2 690	40 661
Cabinet Services	23 509	–	–	(1 900)	–	–	(1 900)	21 609
Commission on State Owned Enterprises	–	2 586	–	–	–	–	2 586	2 586
Total	397 667	2 586	22 800	5 000	–	2 680	33 066	430 733
Economic classification								
Current payments	382 477	2 586	22 800	9 862	–	2 680	37 928	420 405
Compensation of employees	231 973	–	–	4 834	–	2 680	7 514	239 487
Goods and services	150 504	2 586	22 800	5 028	–	–	30 414	180 918
Transfers and subsidies	–	–	–	176	–	–	176	176
Provinces and municipalities	–	–	–	4	–	–	4	4
Households	–	–	–	172	–	–	172	172
Payments for capital assets	15 190	–	–	(5 038)	–	–	(5 038)	10 152
Machinery and equipment	15 190	–	–	(5 038)	–	–	(5 038)	10 152
Total	397 667	2 586	22 800	5 000	–	2 680	33 066	430 733

Programme 2: National Planning

Subprogramme		2012/13						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments	Total adjustments appropriation	
Ministry	50 804	–	–	(5 000)	–	–	(5 000)	45 804
Research and Policy Services	38 020	–	–	–	–	–	–	38 020
Communication and Public Participation	6 751	–	–	–	–	–	–	6 751
Total	95 575	–	–	(5 000)	–	–	(5 000)	90 575
Economic classification								
Current payments	95 575	–	–	(5 233)	–	–	(5 233)	90 342
Compensation of employees	36 774	–	–	(11 930)	–	–	(11 930)	24 844
Goods and services	58 801	–	–	6 697	–	–	6 697	65 498
Transfers and subsidies	–	–	–	113	–	–	113	113
Provinces and municipalities	–	–	–	3	–	–	3	3
Non-profit institutions	–	–	–	110	–	–	110	110
Payments for capital assets	–	–	–	120	–	–	120	120
Machinery and equipment	–	–	–	120	–	–	120	120
Total	95 575	–	–	(5 000)	–	–	(5 000)	90 575

Programme 3: National Youth Development Agency

Subprogramme		2012/13						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments	Total adjustments appropriation	
National Youth Development Agency	376 010	9 843	–	–	–	–	9 843	385 853
Total	376 010	9 843	–	–	–	–	9 843	385 853
Economic classification								
Transfers and subsidies	376 010	9 843	–	–	–	–	9 843	385 853
Departmental agencies and accounts	376 010	9 843	–	–	–	–	9 843	385 853
Total	376 010	9 843	–	–	–	–	9 843	385 853

Programme 4: International Marketing and Communication

Subprogramme		2012/13						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments	Total adjustments appropriation	
Brand South Africa	148 779	–	6 000	–	–	–	6 000	154 779
Total	148 779	–	6 000	–	–	–	6 000	154 779
Economic classification								
Transfers and subsidies	148 779	–	6 000	–	–	–	6 000	154 779
Departmental agencies and accounts	148 779	–	6 000	–	–	–	6 000	154 779
Total	148 779	–	6 000	–	–	–	6 000	154 779

Details of adjustments to Estimates of National Expenditure 2012

Roll-overs – R12.429 million

Programme 1: Administration

R2.586 million has been rolled over for the presidential State Owned Enterprises Review Committee.

Programme 3: National Youth Development Agency

R9.843 million has been rolled over for the National Youth Development Agency.

Unforeseeable and unavoidable expenditure – R28.800 million

Programme 1: Administration:

R800 000 for the Deputy Minister: Performance Monitoring and Evaluation.

R2 million for the private office of the Deputy President.

R20 million for legal and executive service costs.

Programme 4: International Marketing and Communication

R6 million for Brand South Africa: Africa Cup of Nations 2013.

Virements and shifts

Programmes

1. Administration
2. National Planning
3. National Youth Development Agency
4. International Marketing and Communication

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(5 332)	Programme 1		5 332
Goods and services	Realignment of funds	(62)	Machinery and equipment	For the acquisition of computers	62
	Realignment of funds	(4)	Provinces and municipalities	For the renewal of vehicle licenses	4
Compensation of employees	Funds incorrectly classified in the 2012 ENE were reclassified	(166)	Households	Leave gratuity	166
Machinery and equipment	Funds shifted from payment for capital assets because items cost less than R5000	(5 094)	Goods and services	For computer related expenditure	5 094
	Funds shifted from payment for capital assets because items cost less than R5000	(6)	Households	For claims against the state	6
Shifts within the programme as percentage of programme budget		1.3%			
Virements to other programmes as percentage of programme budget		0.0%			
Programme 2		(12 040)	Programme 2		110
Goods and services	Re-classification of funds ¹	(110)	Non Profit Institution	For the National Planning Commission	110
Compensation of employees	High vacancy rate due to the timelines for the drafting of the National Development Plan	(5 000)	Programme 1		5 000
	High vacancy rate due to the timelines for the drafting of the National Development Plan	(6 807)	Compensation of employees	Realignment of funds	5 000
			Programme 2		6 930
			Goods and services	Funds for research and for goods and services linked to the finalisation of the National Development Plan	6 807

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
	High vacancy rate due to the timelines for the drafting of the National Development Plan	(120)	Machinery and equipment	Procurement of furniture for new appointments and filing cabinets for additional documentation	120
	High vacancy rate due to the timelines for the drafting of the National Development Plan	(3)	Provinces and municipalities	For the renewal of vehicle licenses	3
Shifts within the programme as percentage of programme budget		7.4%			
Virements to other programmes as percentage of programme budget		5.2%			
Total		(17 372)			17 372

1. Only the legislature may approve this virement in terms of the Public Finance Management Act, (Act 1 of 1999).

Other adjustments – R2.790 million

Adjustments due to significant and unforeseeable economic and financial events

An additional R2.680 million has been allocated for higher personnel remuneration increases than the main budget provided for, as follows:

Programme 1: Administration

R2.680 million

Gifts, donations and sponsorships - R110 000

Programme 2: National Planning

A sponsorship of R110 000 to Support Pro-Poor Policy Development (PSPPD).

Expenditure for 2011/12 and preliminary expenditure for 2012/13

Programme	2011/12 Expenditure outcome					2012/13 Preliminary expenditure		
	Adjusted appropriation	Apr 11 - Sep 11	Apr 11 - Sep 11 % of adjusted appropriation	Apr 11 - Mar 12	Apr 11 - Mar 12 % of adjusted appropriation	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation
R thousand								
Administration	397 502	188 931	47.5	397 412	100.0	430 733	157 270	36.5
National Planning	85 102	21 589	25.4	69 621	81.8	90 575	29 038	32.1
National Youth Development Agency	385 853	200 000	51.8	374 721	97.1	385 853	200 000	51.8
International Marketing and Communication	62 453	–	0.0	62 453	100.0	154 779	77 350	50.0
Subtotal	930 910	410 520	44.1	904 207	97.1	1 061 940	463 658	43.7
Direct charge against the National Revenue Fund	3 837	2 501	65.2	4 010	104.5	2 658	1 243	46.8
Salary of the President	2 531	1 579	62.4	2 881	113.8	2 658	1 243	46.8
Salary of the Deputy President	1 306	922	70.6	1 129	86.4	–	–	0.0
Total	934 747	413 021	44.2	908 217	97.2	1 064 598	464 901	43.7
Economic classification								
Current payments	477 612	210 259	44.0	465 188	97.4	513 405	185 586	36.1
Compensation of employees	264 689	115 539	43.7	238 340	90.0	266 989	126 526	47.4
Goods and services	212 923	94 720	44.5	226 848	106.5	246 416	59 060	24.0

	Expenditure outcome					Preliminary expenditure		
	Adjusted appropriation	Apr 11 - Sep 11	Apr 11 - Sep 11 % of adjusted appropriation	Apr 11 - Mar 12	Apr 11 - Mar 12 % of adjusted appropriation	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation
R thousand								
Transfers and subsidies	448 367	200 090	44.6	437 836	97.7	540 921	277 531	51.3
Provinces and municipalities	–	5	0.0	15	0.0	7	4	57.1
Departmental agencies and accounts	448 306	200 000	44.6	437 174	97.5	540 632	277 350	51.3
Households	61	85	139.3	647	1060.7	172	177	102.9
Payments for capital assets	8 768	2 672	30.5	4 567	52.1	10 272	1 784	17.4
Machinery and equipment	8 768	2 672	30.5	4 567	52.1	10 272	1 784	17.4
Payments for financial assets	–	–	–	626	–	–	–	–
Total	934 747	413 021	44.2	908 217	97.2	1 064 598	464 901	43.7

Main expenditure trends for the first half of 2012/13

Total expenditure for 2011/12 was 97.2 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 was R464.901 million, or 43.7 per cent of the adjusted appropriation of R1.065 billion for the year as a whole. In comparison, mid-year expenditure in 2011/12 was R413.021 million, or 44.2 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 increased by R51.880 million or 12.6 per cent, compared to expenditure in the first six months of 2011/12.

The main expenditure increase compared to 2011/12 is due to transfers made by the international marketing and communication programme in 2012/13 which was not included in the expenditure for the first six months of 2011/12.

Departmental receipts

	2011/12					2012/13			
	Adjusted estimate	Apr 11 - Sep 11	Apr 11 - Sep 11 adjusted estimate	Apr 11 - Mar 12	Apr 11 - Mar 12 adjusted estimate	Budget estimate	Adjusted estimate	Apr 12 - Sep 12	Apr 12 - Sep 12 adjusted estimate
R thousand									
Departmental receipts	258	180	69.8	2 413	935.3	311	8 568	8 498	99.2
Sales of goods and services produced by department	144	90	62.5	192	133.3	197	253	113	44.7
Sales of scrap, waste, arms and other used current goods	6	–	–	–	–	–	–	–	–
Interest, dividends and rent on land	8	(11)	(137.5)	3	37.5	9	9	4	44.4
Sales of capital assets	–	24	–	24	–	–	–	22	–
Transactions in financial assets and liabilities	100	77	77.0	2 194	2 194.0	105	8 306	8 359	100.6
Total	258	180	69.8	2 413	935.3	311	8 568	8 498	99.2

Main departmental revenue trends for the first half of 2012/13

Departmental revenue collection in the first six months of 2012/13 was R8.498 million, or 99.2 per cent of the adjusted revenue estimate of R8.568 million for the year as a whole. In comparison, mid-year revenue collection in 2011/12 was R180 000, or 69.8 per cent of the 2011/12 adjusted estimate. Departmental revenue collection in the first six months of 2012/13 increased by R8.318 million or 4 621.1 per cent, compared to revenue in the first six months of 2011/12.

The main revenue increase compared to 2011/12 is due to a donation of R3 million each received from Transnet and Eskom, and also due to a reversal of R2.3 million by government motor transport due to incorrect billing.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Summary of changes to transfers and subsidies per programme								
2012/13								
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	-	-	-	4	-	-	4	4
Municipal services	-	-	-	2	-	-	2	2
Municipal services	-	-	-	2	-	-	2	2
Households								
Social benefits								
Current	-	-	-	172	-	-	172	172
Employee social benefits	-	-	-	5	-	-	5	5
Employee social benefits	-	-	-	167	-	-	167	167
National Planning								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	-	-	-	3	-	-	3	3
Municipal services	-	-	-	3	-	-	3	3
Non-profit institutions								
Current	-	-	-	110	-	-	110	110
Donations and gifts	-	-	-	110	-	-	110	110
National Youth Development Agency								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	376 010	9 843	-	-	-	-	9 843	385 853
National Youth Development Agency	376 010	9 843	-	-	-	-	9 843	385 853
International Marketing and Communication								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	148 779	-	6 000	-	-	-	6 000	154 779
Brand South Africa	148 779	-	6 000	-	-	-	6 000	154 779

