

Vote 1

The Presidency

Adjusted budget summary

2013/14				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 092 881	1 092 881	–	–
of which:				
Current payments	531 912	520 536	(11 376)	–
Transfers and subsidies	553 148	553 462	–	314
Payments for capital assets	7 821	18 883	–	11 062
Direct charge against the National Revenue Fund	2 804	2 804	–	–
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	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Implementation of Vision 2030 and national development plan	National Planning	Outcome 12: An effective, and development oriented public service and an empowered fair and inclusive citizenship	Broad consultations held for the propagation of the national development plan across national and provincial departments, various sectors, business and non-governmental organisations to facilitate ideas and determine the role of all stakeholders	Consultations and engagements were held with 28 national departments, 9 provincial departments, 6 local governments, 15 business organisations, 2 unions, 10 non-governmental organisations and 45 other organisations	–
Number of sector research reports, and reports on major and cross cutting macro-social implications finalised per year	National Planning		2	– ¹	–

1. A research study commissioned into spatial planning is currently in progress.

Mid-year progress

In the first half of the financial year, the department held 115 consultations and engagements with various public and private stakeholders on the implementation framework for the national development plan Vision 2030. The medium term strategic framework 2014-19, a major deliverable of the approved implementation framework for the national development plan, was submitted to the forum of South African directors general and subsequently to the Cabinet lekgotla in August 2013. It is currently being refined and will be resubmitted to Cabinet in the second half of the financial year and finalised after the 2014 elections.

The National Planning Commission also supports the formation of partnerships to implement key proposals of the national development plan. To date, the commission has facilitated and established a national partnership to improve learning outcomes, consisting of various stakeholders and led by the Department of

Basic Education. Similar engagements with provincial structures are still at the preliminary stages, as are plans to initiate partnerships with the relevant sectors on youth, urban innovation, land reform and early childhood development by year end.

The department also began work on a comparative analysis of approaches to creating and managing data observation for effective spatial planning and has scheduled a study in the third quarter of 2013/14 into innovative approaches to implementing basic education proposals. Both of these studies form part of the implementation framework for the national development plan.

The national income dynamics study is conducted every two years and is in its third stage of implementation. The fieldwork for the current stage was completed in December 2012, with preliminary outcomes presented to the Presidency. The number of households surveyed decreased by 2 460 against the projected target of 10 500, due to the changing composition of the sampled households. Subsequently, the Presidency has decided to extend the third stage project until January 2014. The fourth stage of the study is scheduled to begin in 2014/15 with 12 500 households expected to form part of the study.

Adjusted Estimates of National Expenditure 2013

Programme	2013/14							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	462 080	–	–	345	–	–	345	462 425
National Planning	77 657	–	–	(345)	–	–	(345)	77 312
National Youth Development Agency	392 710	–	–	–	–	–	–	392 710
International Marketing and Communication	160 434	–	–	–	–	–	–	160 434
Total	1 092 881	–	–	–	–	–	–	1 092 881
Direct charge against the National Revenue Fund	2 804	–	–	–	–	–	–	2 804
Salary of the President	2 804	–	–	–	–	–	–	2 804
Total	1 095 685	–	–	–	–	–	–	1 095 685
Economic classification								
Current payments	534 716	–	–	(11 376)	–	–	(11 376)	523 340
Compensation of employees	296 937	–	–	3 025	–	–	3 025	299 962
Goods and services	237 779	–	–	(14 401)	–	–	(14 401)	223 378
Transfers and subsidies	553 148	–	–	314	–	–	314	553 462
Provinces and municipalities	4	–	–	5	–	–	5	9
Departmental agencies and accounts	553 144	–	–	26	–	–	26	553 170
Households	–	–	–	283	–	–	283	283
Payments for capital assets	7 821	–	–	11 062	–	–	11 062	18 883
Machinery and equipment	7 821	–	–	10 872	–	–	10 872	18 693
Software and other intangible assets	–	–	–	190	–	–	190	190
Total	1 095 685	–	–	–	–	–	–	1 095 685

Programme 1: Administration

Subprogramme		2013/14						
		Adjustments appropriation						
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
R thousand								
Ministry	33 127	—	—	—	—	—	—	33 127
Management	304 633	—	—	(840)	—	—	(840)	303 793
Support Services to President	53 481	—	—	1 251	—	—	1 251	54 732
Support Services to Deputy President	46 677	—	—	345	—	—	345	47 022
Cabinet Services	24 162	—	—	(411)	—	—	(411)	23 751
Total	462 080	—	—	345	—	—	345	462 425

Programme 1: Administration (continued)

R thousand	Main appropriation	2013/14 Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Economic classification								
Current payments	454 714	–	–	(9 933)	–	–	(9 933)	444 781
Compensation of employees	272 144	–	–	25	–	–	25	272 169
Goods and services	182 570	–	–	(9 958)	–	–	(9 958)	172 612
Transfers and subsidies	–	–	–	286	–	–	286	286
Provinces and municipalities	–	–	–	5	–	–	5	5
Departmental agencies and accounts	–	–	–	26	–	–	26	26
Households	–	–	–	255	–	–	255	255
Payments for capital assets	7 366	–	–	9 992	–	–	9 992	17 358
Machinery and equipment	7 366	–	–	9 802	–	–	9 802	17 168
Software and other intangible assets	–	–	–	190	–	–	190	190
Total	462 080	–	–	345	–	–	345	462 425

Programme 2: National Planning

Subprogramme	Main appropriation	2013/14 Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Economic classification								
Current payments	77 198	–	–	(1 443)	–	–	(1 443)	75 755
Compensation of employees	21 989	–	–	3 000	–	–	3 000	24 989
Goods and services	55 209	–	–	(4 443)	–	–	(4 443)	50 766
Transfers and subsidies	4	–	–	28	–	–	28	32
Provinces and municipalities	4	–	–	–	–	–	–	4
Households	–	–	–	28	–	–	28	28
Payments for capital assets	455	–	–	1 070	–	–	1 070	1 525
Machinery and equipment	455	–	–	1 070	–	–	1 070	1 525
Total	77 657	–	–	(345)	–	–	(345)	77 312

Details of adjustments to the Estimates of National Expenditure 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		(10 659)	Programme 1		10 659
Goods and services	Reclassification of funds due to changes to the standard chart of accounts	(26)	Departmental agencies and accounts	Reclassification of funds due to changes to the standard chart of accounts ¹	26
	Reallocation of funds from information technology related projects and travelling	(9 802)	Machinery and equipment	Audio visual equipment for new staff and IT capital projects submitted as part of the 2013/14 procurement plan	9 802

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Compensation of employees	Reallocation of funds due to delays in renewal of software licences	(5)	Provinces and municipalities	Renewal of software licences	5
	Reallocation of funds following a postponement of a planning workshop for the forum of South African directors general ¹	(225)	Compensation of employees	Funding for new employees	225
	Reallocation of funds from domestic trips and accommodation	(190)	Software and other intangible assets	Web hosting and maintenance software costs not provided for in the 2013 ENE	190
	Unspent funds due to employees being transferred to other departments	(290)	Goods and services	Internal audit projects	290
	Unspent funds due to voluntary resignation	(121)	Households	Leave gratuities	121
Shifts within the programme as a percentage of the programme budget		2.3%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(4 816)	Programme 2		4 443
Goods and services	Reclassification of funds incorrectly classified in the 2013 ENE	(1 070)	Machinery and equipment	Reclassification of funds incorrectly classified in the 2013 ENE	1 070
	Reallocation of funds from spending on consultants and printing and publications	(3 373)	Compensation of employees	Appointment of employees required for the rollout of the national development plan ¹	3 373
	Reallocation of funds for the remuneration of commissioners a planned meeting in August of the National Planning Commission did not take place in August as planned	(345)	Programme 1		345
			Compensation of employees	Appointment of new staff	345
			Programme 2		28
Compensation of employees	Resignation	(28)	Households	Leave gratuities	28
Shifts within the programme as a percentage of the programme budget		5.8%			
Virements to other programmes as a percentage of the programme budget		0.4%			
Total		(15 475)			15 475

1. National Treasury approval has been obtained.

Expenditure for 2012/13 and preliminary expenditure for 2013/14

Programme	2012/13					2013/14			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation
Administration	430 733	157 270	36.5	368 840	85.6	462 425	42.2	184 947	40.0
National Planning	90 575	29 038	32.1	72 594	80.1	77 312	7.1	17 257	22.3
National Youth Development Agency	385 853	200 000	51.8	385 853	100.0	392 710	35.8	209 000	53.2
International Marketing and Communication	154 779	77 350	50.0	154 779	100.0	160 434	14.6	82 669	51.5
Subtotal	1 061 940	463 658	43.7	982 066	92.5	1 092 881	99.7	493 873	45.2
Direct charge against the National Revenue Fund	2 658	1 243	46.8	2 623	98.7	2 804	0.3	1 311	46.8
Salary of the President	2 658	1 243	46.8	2 623	98.7	2 804	0.3	1 311	46.8
Total	1 064 598	464 901	43.7	984 689	92.5	1 095 685	100.0	495 184	45.2

R thousand	2012/13 Expenditure outcome					2013/14 Preliminary expenditure			
	Adjusted appropriation	Apr 12 - Sep 12 % of adjusted appropriation		Apr 12 - Mar 13 % of adjusted appropriation		Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 13 - Sep 13 % of adjusted appropriation	
		Apr 12 - Sep 12	adjusted appropriation	Apr 12 - Mar 13	adjusted appropriation			Apr 13 - Sep 13	adjusted appropriation
Economic classification									
Current payments	513 405	185 586	36.1	431 539	84.1	523 340	47.8	199 032	38.0
Compensation of employees	266 989	126 526	47.4	262 977	98.5	299 962	27.4	140 634	46.9
Goods and services	246 416	59 060	24.0	168 562	68.4	223 378	20.4	58 398	26.1
Transfers and subsidies	540 921	277 531	51.3	541 002	100.0	553 462	50.5	291 958	52.8
Provinces and municipalities	7	4	57.1	9	128.6	9	0.0	5	55.6
Departmental agencies and accounts	540 632	277 350	51.3	540 632	100.0	553 170	50.5	291 670	52.7
Non-profit institutions	110	–	0.0	110	100.0	–	0.0	–	0.0
Households	172	177	102.9	251	145.9	283	0.0	283	100.0
Payments for capital assets	10 272	1 784	17.4	10 204	99.3	18 883	1.7	4 194	22.2
Machinery and equipment	10 272	1 784	17.4	10 177	99.1	18 693	1.7	4 013	21.5
Software and other intangible assets	–	–	0.0	27	0.0	190	0.0	181	95.3
Payments for financial assets	–	–	–	1 944	–	–	0.0	–	0.0
Total	1 064 598	464 901	43.7	984 689	92.5	1 095 685	100.0	495 184	45.2

Expenditure trends for the first half of 2013/14

Total expenditure in 2012/13 was 92.5 per cent of the 2012/13 adjusted appropriation. Expenditure in the first six months of 2013/14 was R495.184 million, or 45.2 per cent of the adjusted appropriation of R1.096 billion for the year. In comparison, mid-year expenditure in 2012/13 was R464.901 million, or 43.7 per cent of the 2012/13 adjusted appropriation. Compared to the first six months of 2012/13, expenditure over the same period in 2013/14 increased by R30.283 million, or 6.5 per cent. This was mainly due to the filling of vacant posts and increases in transfers and subsidies.

Departmental receipts

R thousand	2012/13 Audited outcome					2013/14 Actual receipts				
	Adjusted estimate	Apr 12 - Sep 12 % of adjusted estimate		Apr 12 - Mar 13 % of adjusted estimate		Budget estimate	Adjusted estimate	Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13 % of adjusted estimate	
		Apr 12 - Sep 12	adjusted estimate	Apr 12 - Mar 13	adjusted estimate				Apr 13 - Sep 13	adjusted estimate
Departmental receipts	8 568	8 498	99.2	8 952	104.5	325	781	100.0	554	70.9
Sales of goods and services produced by department	253	113	44.7	262	103.6	205	265	33.9	140	52.8
Sales of scrap, waste, arms and other used current goods	–	–	–	25	–	–	3	0.4	3	100.0
Interest, dividends and rent on land	9	4	44.4	–	–	10	10	1.3	7	70.0
Sales of capital assets	–	22	–	192	–	–	337	43.1	337	100.0
Transactions in financial assets and liabilities	8 306	8 359	100.6	8 473	102.0	110	166	21.3	67	40.4
Total	8 568	8 498	99.2	8 952	104.5	325	781	100.0	554	70.9

Revenue trends for the first half of 2013/14

Revenue in the first six months of 2013/14 was R554 000, or 70.9 per cent of the adjusted revenue estimate of R781 000 for the year. In comparison, mid-year revenue in 2012/13 was R8.498 million, or 99.2 per cent of the 2012/13 adjusted estimate. Compared to the first six months of 2012/13, revenue over the same period

in 2013/14 decreased by R7.944 million, or 93.5 per cent. This was due to the once-off sponsorship from Transnet and Eskom of R8.3 million received in 2012/13, and R2.3 million that was reversed in the same year for amounts that had been incorrectly billed by government motor transport.

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								
R thousand	2013/14							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	-	-	-	5	-	-	5	5
Municipal services	-	-	-	5	-	-	5	5
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	-	-	-	26	-	-	26	26
Communication	-	-	-	26	-	-	26	26
Households								
Social benefits								
Current	-	-	-	255	-	-	255	255
Employee social benefits	-	-	-	255	-	-	255	255
National Planning								
Households								
Social benefits								
Current	-	-	-	28	-	-	28	28
Employee social benefits	-	-	-	28	-	-	28	28