

Vote 1

The Presidency

Adjusted budget summary

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 177 848	652 170	(525 678)	-
<i>of which:</i>				
Current payments	585 716	468 342	(117 374)	-
Transfers and subsidies	575 955	169 248	(406 707)	-
Payments for capital assets	16 177	14 580	(1 597)	-
Direct charge against the National Revenue Fund	2 972	5 450	-	2 478
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.

2014 national macro organisation of the state

In accordance with the reorganisation of some national departments announced by the President in May 2014, certain functions of the department are shifting. The National Planning and National Youth Development Agency programme and the youth policy oversight unit from the Administration programme are transferred to the Department of Planning, Monitoring and Evaluation, with effect from the 1 October 2014. The International Marketing and Communication programme will move to the new Department of Communications, with effect from 1 April 2015.

Changes to indicators and targets published in the 2014 ENE

Performance targets that were published in the 2014 ENE for the Presidency relating to the function shifts in the national macro organisation of the state process, have been transferred to the Department of Planning, Monitoring and Evaluation.

Adjusted Estimates of National Expenditure 2014

Programme	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Administration	488 533	-	-	-	(4 049)	-	-	(4 049)	484 484
National Planning	113 392	-	-	-	(113 392)	-	-	(113 392)	-
National Youth Development Agency	408 237	-	-	-	(408 237)	-	-	(408 237)	-
International Marketing and Communication	167 686	-	-	-	-	-	-	-	167 686
Total	1 177 848	-	-	-	(525 678)	-	-	(525 678)	652 170
Direct charge against the National Revenue Fund	2 972	-	-	-	-	-	2 478	2 478	5 450
Salary of the President	2 972	-	-	-	-	-	-	-	2 972
Salary of the Deputy President	-	-	-	-	-	-	2 478	2 478	2 478
Total	1 180 820	-	-	-	(525 678)	-	2 478	(523 200)	657 620

2014 Adjusted Estimates of National Expenditure

Economic classification	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments			
R thousand									
Current payments	588 688	-	-	(2 697)	(114 677)	-	2 478	(114 896)	473 792
Compensation of employees	334 615	-	-	(535)	(31 151)	-	2 478	(29 208)	305 407
Goods and services	254 073	-	-	(2 162)	(83 526)	-	-	(85 688)	168 385
Transfers and subsidies	575 955	-	-	1 534	(408 241)	-	-	(406 707)	169 248
Provinces and municipalities	4	-	-	4	(4)	-	-	-	4
Departmental agencies and accounts	575 951	-	-	995	(408 237)	-	-	(407 242)	168 709
Households	-	-	-	535	-	-	-	535	535
Payments for capital assets	16 177	-	-	1 163	(2 760)	-	-	(1 597)	14 580
Machinery and equipment	16 177	-	-	1 103	(2 760)	-	-	(1 657)	14 520
Software and other intangible assets	-	-	-	60	-	-	-	60	60
Total	1 180 820	-	-	-	(525 678)	-	2 478	(523 200)	657 620

Programme 1: Administration

Subprogramme	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments			
R thousand									
Ministry Management	35 508	-	-	-	(4 049)	-	-	(4 049)	31 459
Support Services to President	311 882	-	-	-	-	-	-	-	311 882
Support Services to Deputy President	64 281	-	-	-	-	-	-	-	64 281
Cabinet Services	51 615	-	-	842	-	-	-	842	52 457
Total	488 533	-	-	-	(4 049)	-	-	(4 049)	484 484
Economic classification									
Current payments	475 048	-	-	(2 697)	(4 009)	-	-	(6 706)	468 342
Compensation of employees	302 222	-	-	(535)	(1 730)	-	-	(2 265)	299 957
Goods and services	172 826	-	-	(2 162)	(2 279)	-	-	(4 441)	168 385
Transfers and subsidies	28	-	-	1 534	-	-	-	1 534	1 562
Provinces and municipalities	-	-	-	4	-	-	-	4	4
Departmental agencies and accounts	28	-	-	995	-	-	-	995	1 023
Households	-	-	-	535	-	-	-	535	535
Payments for capital assets	13 457	-	-	1 163	(40)	-	-	1 123	14 580
Machinery and equipment	13 457	-	-	1 103	(40)	-	-	1 063	14 520
Software and other intangible assets	-	-	-	60	-	-	-	60	60
Total	488 533	-	-	-	(4 049)	-	-	(4 049)	484 484

Programme 2: National Planning

Subprogramme	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments			
R thousand									
National Planning	47 739	-	-	-	(47 739)	-	-	(47 739)	-
Commission: Ministry Research and Policy Services	55 577	-	-	-	(55 577)	-	-	(55 577)	-
Communication and Public Participation	10 076	-	-	-	(10 076)	-	-	(10 076)	-
Total	113 392	-	-	-	(113 392)	-	-	(113 392)	-
Economic classification									
Current payments	110 668	-	-	-	(110 668)	-	-	(110 668)	-
Compensation of employees	29 421	-	-	-	(29 421)	-	-	(29 421)	-
Goods and services	81 247	-	-	-	(81 247)	-	-	(81 247)	-
Transfers and subsidies	4	-	-	-	(4)	-	-	(4)	-
Provinces and municipalities	4	-	-	-	(4)	-	-	(4)	-
Payments for capital assets	2 720	-	-	-	(2 720)	-	-	(2 720)	-
Machinery and equipment	2 720	-	-	-	(2 720)	-	-	(2 720)	-
Total	113 392	-	-	-	(113 392)	-	-	(113 392)	-

Programme 3: National Youth Development Agency

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
National Youth Development Agency	408 237	-	-	-	(408 237)	-	-	(408 237)	-
Total	408 237	-	-	-	(408 237)	-	-	(408 237)	-
Economic classification									
Transfers and subsidies	408 237	-	-	-	(408 237)	-	-	(408 237)	-
Departmental agencies and accounts	408 237	-	-	-	(408 237)	-	-	(408 237)	-
Total	408 237	-	-	-	(408 237)	-	-	(408 237)	-

Direct charges against the National Revenue Fund

	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Salary of the President	2 972	-	-	-	-	-	-	-	2 972
Salary of the Deputy President	-	-	-	-	-	-	2 478	2 478	2 478
Total	2 972	-	-	-	-	-	2 478	2 478	5 450
Economic classification									
Current payments	2 972	-	-	-	-	-	2 478	2 478	5 450
Compensation of employees	2 972	-	-	-	-	-	2 478	2 478	5 450
Total	2 972	-	-	-	-	-	2 478	2 478	5 450

Details of adjustments to the Estimates of National Expenditure 2014**Virements and shifts****Programmes**

- Administration
- National Planning
- National Youth Development Agency
- International Marketing and Communication

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(2 697)	Programme 1		2 697
Goods and services	Reclassification of funds incorrectly classified in the 2014 ENE	(1 103)	Machinery and equipment	Reclassification of funds from operating leases to finance leases for photocopy machines, computer and office equipment, and development of a secure document management system	1 103
	Mandatory transfer to the Public Sector Education and Training Authority, which is 30 per cent of the 1 per cent training allocation in terms of legislation ¹	(995)	Departmental agencies and accounts	Mandatory transfer to Public Sector Education and Training Authority, which is 30 per cent of the 1 per cent training allocation in terms of legislation ¹	995
	Reclassification of funds incorrectly classified in the 2014 ENE	(60)	Software and other intangible assets	Reclassification of funds for corporate identity (branding)	60
	Reclassification of funds incorrectly classified in the 2014 ENE	(4)	Provinces and municipalities	Vehicle licences	4
Compensation of employees	Vacant posts	(535)	Households	Leave gratuities	535
Shifts within the programme as a percentage of the programme budget		0.6%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(2 697)	2 697		

1. National Treasury approval has been obtained.

Funds shifted between votes following the transfer of a function – R525.678 million

In accordance with the national macro organisation of the state, funds for the following functions have been transferred to the Department of Planning, Monitoring and Evaluation:

Programme 1: Administration

R4.049 million for the youth policy oversight unit

Programme 2: National Planning

R113.392 million

Programme 3: National Youth Development Agency

R408.237 million

Direct charges against the National Revenue Fund – R2.478 million

R2.478 million has been allocated for the salary of the deputy president.

Expenditure outcome for 2013/14 and actual expenditure for 2014/15

Programme	2013/14 Audited outcome					2014/15 Actual expenditure			
	Adjusted appropriation	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation
R thousand									
Administration	460 339	183 534	39.9	415 182	90.2	484 484	73.7	201 975	41.7
International Marketing and Communication	160 434	82 669	51.5	160 434	100.0	167 686	25.5	86 007	51.3
Subtotal	620 773	266 203	42.9	575 616	92.7	652 170	99.2	287 982	44.2
Direct charge against the National Revenue Fund	2 804	1 311	46.8	2 623	93.5	5 450	0.8	2 176	39.9
Salary of the President	2 804	1 311	46.8	2 623	93.5	2 972	0.5	1 311	44.1
Salary of the Deputy President	–	–	0.0	–	0.0	2 478	0.4	865	34.9
Total	623 577	267 514	42.9	578 239	92.7	657 620	100.0	290 158	44.1
Economic classification									
Current payments	445 596	180 390	40.5	402 867	90.4	473 792	72.0	199 225	42.0
Compensation of employees	274 973	130 088	47.3	259 465	94.4	305 407	46.4	141 814	46.4
Goods and services	170 623	50 302	29.5	143 398	84.0	168 385	25.6	57 411	34.1
Interest and rent on land	–	–	0.0	4	0.0	–	0.0	–	0.0
Transfers and subsidies	160 720	82 930	51.6	161 033	100.2	169 248	25.7	86 574	51.2
Provinces and municipalities	5	5	100.0	8	160.0	4	0.0	5	125.0
Departmental agencies and accounts	160 460	82 670	51.5	160 435	100.0	168 709	25.7	86 008	51.0
Households	255	255	100.0	590	231.4	535	0.1	561	104.9
Payments for capital assets	17 261	4 194	24.3	14 160	82.0	14 580	2.2	4 359	29.9
Machinery and equipment	17 071	4 013	23.5	13 350	78.2	14 520	2.2	4 352	30.0
Software and other intangible assets	190	181	95.3	810	426.3	60	0.0	7	11.7
Payments for financial assets	–	–	0.0	179	0.0	–	0.0	–	0.0
Total	623 577	267 514	42.9	578 239	92.7	657 620	100.0	290 158	44.1

Expenditure trends for the first half of 2014/15

Total expenditure in 2013/14 was 92.7 per cent of the 2013/14 adjusted appropriation. Expenditure in the first six months of 2014/15 was R290.158 million, or 44.1 per cent of the adjusted appropriation of R657.620 million for the year. In comparison, mid-year expenditure in 2013/14 was R267.514 million, or

42.9 per cent of the 2013/14 adjusted appropriation. Compared to the first six months of 2013/14, expenditure over the same period in 2014/15 increased by R22.644 million, or 8.5 per cent. This is mainly due to expenses related to the 2014 presidential inauguration held in the first quarter of 2014/15.

Departmental receipts

R thousand	2013/14					2014/15				
	Adjusted estimate	Audited outcome		Actual receipts		Budget estimate	Adjusted estimate	Adjusted receipts estimate/total (%)	Apr 14 - Sep 14	
		Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted estimate				Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted estimate
Departmental receipts	781	554	70.9	897	114.9	901	1 161	100.0	549	47.3
Sales of goods and services produced by department	265	140	52.8	299	112.8	350	366	31.5	163	44.5
Sales of scrap, waste, arms and other used current goods	3	3	100.0	-	0.0	-	-	0.0	-	0.0
Transfers received	-	-	0.0	-	0.0	-	244	21.0	244	100.0
Interest, dividends and rent on land	10	7	70.0	-	0.0	11	11	1.0	7	63.6
Sales of capital assets	337	337	100.0	342	101.5	300	300	25.8	108	36.0
Transactions in financial assets and liabilities	166	67	40.4	256	154.2	240	240	20.7	27	11.3
Total	781	554	70.9	897	114.9	901	1 161	100.0	549	47.3

Revenue trends for the first half of 2014/15

Revenue in the first six months of 2014/15 was R549 000, or 47.3 per cent of the adjusted revenue estimate of R1.161 million for the year. In comparison, mid-year revenue in 2013/14 was R554 000, or 70.9 per cent of the 2013/14 adjusted estimate. Compared to the first six months of 2013/14, revenue over the same period in 2014/15 decreased by R5 000, or 0.9 per cent. This was mainly due to the minimal sales of capital assets in 2014/15. Two cars were sold in 2013/14 and more revenue was collected from the disposal of IT equipment.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2014/15 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Administration									
Provinces and municipalities									
Municipalities									
Municipal bank accounts									
Current	-	-	-	4	-	-	-	4	4
Municipal services	-	-	-	4	-	-	-	4	4
Departmental agencies and accounts									
Departmental agencies (non-business entities)									
Current	-	-	-	995	-	-	-	995	995
Public Sector Education and Training Authority (PSETA)	-	-	-	995	-	-	-	995	995
Households									
Social benefits									
Current	-	-	-	535	-	-	-	535	535
Employee social benefits	-	-	-	535	-	-	-	535	535

Summary of changes to transfers and subsidies per programme (continued)

R thousand	2014/15							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments	
National Planning								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	4	-	-	-	(4)	-	-	(4)
Vehicle licences	4	-	-	-	(4)	-	-	(4)
National Youth Development Agency								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	408 237	-	-	-	(408 237)	-	-	(408 237)
National Youth Development Agency	408 237	-	-	-	(408 237)	-	-	(408 237)