

# Vote 1

## The Presidency

### Adjusted budget summary

R thousand	2015/16			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>510 330</b>	<b>475 929</b>	<b>(34 401)</b>	<b>-</b>
<i>of which:</i>				
Current payments	497 778	459 805	(37 973)	-
Transfers and subsidies	50	876	-	826
Payments for capital assets	12 502	15 248	-	2 746
<b>Direct charge against the National Revenue Fund</b>	<b>5 726</b>	<b>5 726</b>	<b>-</b>	<b>-</b>
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operations Officer in the Presidency			
Website address	<a href="http://www.thepresidency.gov.za">www.thepresidency.gov.za</a>			

### Vote purpose

*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 2015/16 as published in the 2015 ENE	Achieved in the first six months of 2015/16 (April to September)	Changed target for 2015/16
Number of convened Cabinet committee meetings supported per year	Executive Support	Outcome 12: An efficient, effective and development oriented public service	100	48	-
Number of convened forum of South African directors general meetings supported per year	Executive Support		74	31	-
Development of cluster system improvement plan towards improved interdepartmental coordination	Executive Support		Cluster system improvement plan developed	The Improvement plan for the Cluster System was approved	-

### Mid-year progress

The Presidency is on track to meet its annual targets. By the end of the first half of 2015/16, the secretariat of the forum of South African directors general had convened 31 meetings, against the annual target of 74. The meetings supported comprised 28 cluster meetings and a forum of South African directors-general planning workshop, in preparation for the mid-year Cabinet Lekgotla. In addition, a special forum of South African directors-general meeting was convened following the Cabinet Lekgotla. In May 2015, a meeting was convened to finalise the cluster system improvement plan, which is expected to strengthen interdepartmental coordination.

The Cabinet secretariat continues to provide support to Cabinet. The number of Cabinet committee meetings supported was 48 against an annual estimate of 100 supported meetings.

## Adjusted Estimates of National Expenditure 2015

Programme	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	483 940	-	-	(5 878)	-	(34 401)	(40 279)	443 661
Executive Support	26 390	-	-	5 878	-	-	5 878	32 268
<b>Total</b>	<b>510 330</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34 401)</b>	<b>(34 401)</b>	<b>475 929</b>
<b>Direct charge against the National Revenue Fund</b>	<b>5 726</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 726</b>
Salary of the President	3 109	-	-	-	-	-	-	3 109
Salary of the Deputy President	2 617	-	-	-	-	-	-	2 617
<b>Total</b>	<b>516 056</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34 401)</b>	<b>(34 401)</b>	<b>481 655</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>503 504</b>	<b>-</b>	<b>-</b>	<b>(4 073)</b>	<b>-</b>	<b>(33 900)</b>	<b>(37 973)</b>	<b>465 531</b>
Compensation of employees	326 368	-	-	(7 834)	-	(16 705)	(24 539)	301 829
Goods and services	177 136	-	-	3 761	-	(17 195)	(13 434)	163 702
<b>Transfers and subsidies</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>836</b>	<b>-</b>	<b>(10)</b>	<b>826</b>	<b>876</b>
Provinces and municipalities	-	-	-	2	-	-	2	2
Departmental agencies and accounts	50	-	-	-	-	-	-	50
Households	-	-	-	834	-	(10)	824	824
<b>Payments for capital assets</b>	<b>12 502</b>	<b>-</b>	<b>-</b>	<b>3 237</b>	<b>-</b>	<b>(491)</b>	<b>2 746</b>	<b>15 248</b>
Machinery and equipment	12 439	-	-	3 237	-	(491)	2 746	15 185
Software and other intangible assets	63	-	-	-	-	-	-	63
<b>Total</b>	<b>516 056</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(34 401)</b>	<b>(34 401)</b>	<b>481 655</b>

## Programme 1: Administration

Subprogramme	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Ministry	33 314	-	-	1 087	-	(34 401)	(33 314)	-
Management	325 483	-	-	(761)	-	-	(761)	324 722
Support Services to President	67 357	-	-	(3 002)	-	-	(3 002)	64 355
Support Services to Deputy President	57 786	-	-	(3 202)	-	-	(3 202)	54 584
<b>Total</b>	<b>483 940</b>	<b>-</b>	<b>-</b>	<b>(5 878)</b>	<b>-</b>	<b>(34 401)</b>	<b>(40 279)</b>	<b>443 661</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>472 504</b>	<b>-</b>	<b>-</b>	<b>(9 937)</b>	<b>-</b>	<b>(33 900)</b>	<b>(43 837)</b>	<b>428 667</b>
Compensation of employees	302 370	-	-	(6 712)	-	(16 705)	(23 417)	278 953
Goods and services	170 134	-	-	(3 225)	-	(17 195)	(20 420)	149 714
<b>Transfers and subsidies</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>836</b>	<b>-</b>	<b>(10)</b>	<b>826</b>	<b>876</b>
Provinces and municipalities	-	-	-	2	-	-	2	2
Departmental agencies and accounts	50	-	-	-	-	-	-	50
Households	-	-	-	834	-	(10)	824	824
<b>Payments for capital assets</b>	<b>11 386</b>	<b>-</b>	<b>-</b>	<b>3 223</b>	<b>-</b>	<b>(491)</b>	<b>2 732</b>	<b>14 118</b>
Machinery and equipment	11 323	-	-	3 223	-	(491)	2 732	14 055
Software and other intangible assets	63	-	-	-	-	-	-	63
<b>Total</b>	<b>483 940</b>	<b>-</b>	<b>-</b>	<b>(5 878)</b>	<b>-</b>	<b>(34 401)</b>	<b>(40 279)</b>	<b>443 661</b>

**Programme 2: Executive Support**

Subprogramme	2015/16							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Cabinet Services	26 390	–	–	5 878	–	–	5 878	32 268
<b>Total</b>	<b>26 390</b>	<b>–</b>	<b>–</b>	<b>5 878</b>	<b>–</b>	<b>–</b>	<b>5 878</b>	<b>32 268</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>25 274</b>	<b>–</b>	<b>–</b>	<b>5 864</b>	<b>–</b>	<b>–</b>	<b>5 864</b>	<b>31 138</b>
Compensation of employees	18 272	–	–	(1 122)	–	–	(1 122)	17 150
Goods and services	7 002	–	–	6 986	–	–	6 986	13 988
<b>Payments for capital assets</b>	<b>1 116</b>	<b>–</b>	<b>–</b>	<b>14</b>	<b>–</b>	<b>–</b>	<b>14</b>	<b>1 130</b>
Machinery and equipment	1 116	–	–	14	–	–	14	1 130
<b>Total</b>	<b>26 390</b>	<b>–</b>	<b>–</b>	<b>5 878</b>	<b>–</b>	<b>–</b>	<b>5 878</b>	<b>32 268</b>

**Details of adjustments to the Estimates of National Expenditure 2015****Virements and shifts****Programmes**

- Administration
- Executive Support

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 1</b>		<b>(9 951)</b>	<b>Programme 1</b>		<b>848</b>
Households	Reversal of an incorrect payout for performance bonuses during the 2009/10 performance cycle	(7)	Compensation of employees	Increase in personnel remuneration	7
Compensation of employees	Vacant posts	(841)	Households	Leave gratuities	689
				Settlement of performance bonus, and salary level notch increments emanating from performance evaluations	152
			<b>Programme 2</b>		<b>5 878</b>
	Vacant posts	(5 878)	Goods and services	Implementation and maintenance of e-Cabinet: a secure electronic document management, distribution and collaboration system	5 878
			<b>Programme 1</b>		<b>3 225</b>
Goods and services	Vehicle licences	(2)	Provinces and municipalities	Vehicle licences	2
	Reclassification of funds incorrectly classified as communication and consultancy costs in the 2015 ENE	(3 223)	Machinery and equipment	Correct classification of item. Reallocation to purchase audio visual equipment system; the migration of the PERSAL server from the South African State Information Technology Agency to the Union Buildings; and the upgrading of CISCO network equipment	3 223
Shifts within the programme as a percentage of the programme budget		0.8%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.2%</b>			

2015 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 2</b>		<b>(1 136)</b>	<b>Programme 2</b>		<b>1 136</b>
Compensation of employees	Vacant posts	(1 122)	Goods and services	Implementation and maintenance of e-Cabinet: a secure electronic document management, distribution and collaboration system	1 122
Goods and services	Reclassification of funds incorrectly classified as communication and minor assets in the 2015 ENE	(14)	Machinery and equipment	Procurement of computer accessories	14
Shifts within the programme as a percentage of the programme budget		4.3%			
Virements to other programmes as a percentage of the programme budget		0.0%			
<b>Total</b>		<b>(11 087)</b>			<b>11 087</b>

**Other adjustments – R34.401 million**

**Funds shifted between votes following the transfer of a function – R34.401 million**

Programme 1: Administration

R34.401 million has been transferred from the Presidency to the Department of Planning, Monitoring and Evaluation following the shift of the ministerial functions of the minister and deputy minister, as well as related support services.

**Expenditure outcome for 2014/15 and actual expenditure for 2015/16**

Programme	2014/15 Audited outcome					2015/16 Actual expenditure			
	Adjusted appropriation	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation	Apr 14 - Mar 15	Apr 14 - Mar 15 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 15 - Sep 15	Apr 15 - Sep 15 % of adjusted appropriation
R thousand									
Administration	460 079	192 223	41.8	433 449	94.2	443 661	92.1	199 426	45.0
Executive Support	24 405	9 752	40.0	19 297	79.1	32 268	6.7	9 850	30.5
<b>Subtotal</b>	<b>484 484</b>	<b>201 975</b>	<b>41.7</b>	<b>452 746</b>	<b>93.4</b>	<b>475 929</b>	<b>98.8</b>	<b>209 276</b>	<b>44.0</b>
<b>Direct charge against the National Revenue Fund</b>	<b>5 450</b>	<b>2 176</b>	<b>39.9</b>	<b>4 830</b>	<b>88.6</b>	<b>5 726</b>	<b>1.2</b>	<b>2 809</b>	<b>41.3</b>
Salary of the President	2 972	1 311	44.1	2 624	88.3	3 109	0.6	1 508	41.1
Salary of the Deputy President	2 478	865	34.9	2 206	89.0	2 617	0.5	1 301	41.4
<b>Total</b>	<b>489 934</b>	<b>204 151</b>	<b>41.7</b>	<b>457 576</b>	<b>93.4</b>	<b>481 655</b>	<b>100.0</b>	<b>212 085</b>	<b>43.9</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>473 792</b>	<b>199 227</b>	<b>42.0</b>	<b>433 232</b>	<b>91.4</b>	<b>465 531</b>	<b>96.7</b>	<b>207 083</b>	<b>44.4</b>
Compensation of employees	305 407	141 815	46.4	286 803	93.9	301 829	62.7	149 336	49.3
Goods and services	168 385	57 412	34.1	146 419	87.0	163 702	34.0	57 747	35.3
Interest and rent on land	–	–	–	10	–	–	–	–	–
<b>Transfers and subsidies</b>	<b>1 562</b>	<b>566</b>	<b>36.2</b>	<b>4 099</b>	<b>262.4</b>	<b>876</b>	<b>0.2</b>	<b>837</b>	<b>95.5</b>
Provinces and municipalities	4	5	125.0	9	225.0	2	–	2	100.0
Departmental agencies and accounts	1 023	–	–	997	97.5	50	–	–	–
Households	535	561	104.9	3 093	578.1	824	0.2	835	101.3

	2014/15 Audited outcome					2015/16 Actual expenditure				
	Adjusted appropriation	Apr 14 - Sep 14 % of adjusted		Apr 14 - Mar 15 % of adjusted		Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 15 - Sep 15 % of adjusted		
		Apr 14 - Sep 14	adjusted appropriation	Apr 14 - Mar 15	adjusted appropriation			Apr 15 - Sep 15	adjusted appropriation	
R thousand										
<b>Payments for capital assets</b>	<b>14 580</b>	<b>4 358</b>	<b>29.9</b>	<b>15 301</b>	<b>104.9</b>	<b>15 248</b>	<b>3.2</b>	<b>4 165</b>	<b>27.3</b>	
Machinery and equipment	14 520	4 351	30.0	15 301	105.4	15 185	3.2	4 165	27.4	
Software and other intangible assets	60	7	11.7	-	-	63	-	-	-	
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 944</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>489 934</b>	<b>204 151</b>	<b>41.7</b>	<b>457 576</b>	<b>93.4</b>	<b>481 655</b>	<b>100.0</b>	<b>212 085</b>	<b>43.9</b>	

### Expenditure trends for the first half of 2015/16

Total expenditure in 2014/15 was 93.4 per cent of the 2014/15 adjusted appropriation. Expenditure in the first six months of 2015/16 was R212.1 million, or 43.9 per cent of the adjusted appropriation of R481.7 million for the year. In comparison, mid-year expenditure in 2014/15 was R204.2 million, or 41.7 per cent of the 2014/15 adjusted appropriation. Compared to the first six months of 2014/15, expenditure over the same period in 2015/16 increased by R7.9 million, or 3.9 per cent. This was mainly due to the increase in personnel remuneration emanating from the 2015 public sector wage agreement and the filling of vacant posts.

### Departmental receipts

	2014/15 Audited outcome					2015/16 Actual receipts				
	Adjusted estimate	Apr 14 - Sep 14 % of adjusted		Apr 14 - Mar 15 % of adjusted		Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 15 - Sep 15 % of adjusted	
		Apr 14 - Sep 14	adjusted estimate	Apr 14 - Mar 15	adjusted estimate				Apr 15 - Sep 15	adjusted estimate
R thousand										
<b>Departmental receipts</b>	<b>1 161</b>	<b>549</b>	<b>47.3</b>	<b>1 726</b>	<b>148.7</b>	<b>925</b>	<b>2 972</b>	<b>100.0</b>	<b>2 618</b>	<b>88.1</b>
Sales of goods and services produced by department	366	163	44.5	347	94.8	368	371	12.5	182	49.1
Transfers received	244	244	100.0	1 046	428.7	-	-	-	-	-
Interest, dividends and rent on land	11	7	63.6	106	963.6	12	106	3.6	53	50.0
Sales of capital assets	300	108	36.0	108	36.0	300	495	16.7	495	100.0
Transactions in financial assets and liabilities	240	27	11.3	119	49.6	245	2 000	67.3	1 888	94.4
<b>Total</b>	<b>1 161</b>	<b>549</b>	<b>47.3</b>	<b>1 726</b>	<b>148.7</b>	<b>925</b>	<b>2 972</b>	<b>100.0</b>	<b>2 618</b>	<b>88.1</b>

### Revenue trends for the first half of 2015/16

Revenue in the first six months of 2015/16 was R2.6 million, or 88.1 per cent of the adjusted revenue estimate of R3 million for the year. In comparison, mid-year revenue in 2014/15 was R549 000, or 47.3 per cent of the 2014/15 adjusted estimate. Compared to the first six months of 2014/15, revenue over the same period in 2015/16 increased by R2.1 million, or 376.9 per cent. This was mainly a result of claims paid by the Department of Planning, Monitoring and Evaluation due to the transfer of the National Planning Commission from The Presidency in 2014/15.

## Changes to transfers and subsidies, including conditional grants

### Summary of changes to transfers and subsidies per programme

R thousand	2015/16							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
<b>Administration</b>								
<b>Provinces and municipalities</b>								
<b>Municipalities</b>								
<b>Municipal bank accounts</b>								
<b>Current</b>	-	-	-	2	-	-	2	2
Municipal services	-	-	-	2	-	-	2	2
<b>Households</b>								
<b>Social benefits</b>								
<b>Current</b>	-	-	-	702	-	(10)	692	692
Employee social benefits	-	-	-	702	-	(10)	692	692
<b>Households</b>								
<b>Other transfers to households</b>								
<b>Current</b>	-	-	-	132	-	-	132	132
Employee social benefits	-	-	-	132	-	-	132	132