

Vote 1

The Presidency

Adjusted budget summary

2017/18				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	495 169	501 169	(155)	6 155
of which:				
Current payments	480 815	480 660	(155)	–
Transfers and subsidies	36	6 191	–	6 155
Payments for capital assets	14 318	14 318	–	–
Direct charge against the National Revenue Fund	6 373	6 373	–	–
Executive authority	Minister in the Presidency: Planning, Monitoring and Evaluation			
Accounting officer	Chief Operations Officer in the Presidency			
Website address	www.thepresidency.gov.za			

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 2017/18 as published in the 2017 ENE	Achieved in the first six months of 2017/18 (April to September)	Changed target for 2017/18
Annual domestic programme of the president developed and approved	Administration	Outcome 12: An efficient, effective and development-oriented public service	2018/19 programme signed off by chief operations officer	– ¹	–
Annual international relations programme of the president developed and approved	Administration	Outcome 11: Create a better South Africa, a better Africa and a better world	2018/19 programme signed off by chief operations officer	– ¹	–
Annual domestic programme of the deputy president developed and approved	Administration	Outcome 12: An efficient, effective and development-oriented public service	2018/19 programme signed off by chief operations officer	– ¹	–
Annual international relations programme of the deputy president developed and approved	Administration	Outcome 11: Create a better South Africa, a better Africa and a better world	2018/19 programme signed off by chief operations officer	– ¹	–
Annual Cabinet and forum of South African directors general programme developed and approved	Executive Support	Outcome 12: An efficient, effective and development-oriented public service	2018/19 programme approved by the third quarter	– ¹	–
Annual report on the implementation of the annual Cabinet and forum of South African directors general programme	Executive Support		Report on implementation of the 2017 annual Cabinet and forum of South African directors general programme developed	– ¹	–
Number of forums of South African directors general secretariat working sessions supporting the implementation of the revised improvement plan per year	Executive Support		4	2	–

1. Achievement will be available only in the third and fourth quarters of 2017/18.

Mid-year progress

The 2018/19 annual domestic and international relations programmes for the president and the deputy president will be developed by the end of the fourth quarter of 2017/18.

The 2018/19 annual programme for Cabinet and forum of South African directors general will be developed in the third quarter of 2017/18, and the annual report on the implementation of the 2017/18 annual programme will be developed in the fourth quarter.

The department is on track to meet its annual targets.

Adjusted Estimates of National Expenditure 2017

Programme	2017/18							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Administration	449 000	4 680	–	650	–	–	5 330	454 330
Executive Support	46 169	1 320	–	(650)	–	–	670	46 839
Sub-total	495 169	6 000	–	–	–	–	6 000	501 169
Direct charge against the National Revenue Fund	6 373	–	–	–	–	–	–	6 373
Salary of the President	3 438	–	–	–	–	–	–	3 438
Salary of the Deputy President	2 935	–	–	–	–	–	–	2 935
Total	501 542	6 000	–	–	–	–	6 000	507 542
Economic classification								
Current payments	487 188	–	–	(155)	–	–	(155)	487 033
Compensation of employees	318 384	–	–	(150)	–	–	(150)	318 234
Goods and services	168 804	–	–	(5)	–	–	(5)	168 799
Transfers and subsidies	36	6 000	–	155	–	–	6 155	6 191
Provinces and municipalities	–	–	–	5	–	–	5	5
Departmental agencies and accounts	36	–	–	–	–	–	–	36
Households	–	6 000	–	150	–	–	6 150	6 150
Payments for capital assets	14 318	–	–	–	–	–	–	14 318
Machinery and equipment	14 318	–	–	–	–	–	–	14 318
Total	501 542	6 000	–	–	–	–	6 000	507 542

Programme 1: Administration

Subprogramme		2017/18						
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Management	333 827	3 010	–	2 878	–	–	5 888	339 715
Support Service to President	62 268	460	–	(933)	–	–	(473)	61 795
Support Service to Deputy President	52 905	1 210	–	(1 295)	–	–	(85)	52 820
Total	449 000	4 680	–	650	–	–	5 330	454 330
Economic classification								
Current payments	435 763	–	–	495	–	–	495	436 258
Compensation of employees	295 718	–	–	–	–	–	–	295 718
Goods and services	140 045	–	–	495	–	–	495	140 540
Transfers and subsidies	36	4 680	–	155	–	–	4 835	4 871
Provinces and municipalities	–	–	–	5	–	–	5	5
Departmental agencies and accounts	36	–	–	–	–	–	–	36
Households	–	4 680	–	150	–	–	4 830	4 830
Payments for capital assets	13 201	–	–	–	–	–	–	13 201
Machinery and equipment	13 201	–	–	–	–	–	–	13 201
Total	449 000	4 680	–	650	–	–	5 330	454 330

Programme 2: Executive Support

Subprogramme	2017/18							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Cabinet Services	46 169	1 320	–	(650)	–	–	670	46 839
Total	46 169	1 320	–	(650)	–	–	670	46 839
Economic classification								
Current payments	45 052	–	–	(650)	–	–	(650)	44 402
Compensation of employees	16 293	–	–	(150)	–	–	(150)	16 143
Goods and services	28 759	–	–	(500)	–	–	(500)	28 259
Transfers and subsidies	–	1 320	–	–	–	–	1 320	1 320
Households	–	1 320	–	–	–	–	1 320	1 320
Payments for capital assets	1 117	–	–	–	–	–	–	1 117
Machinery and equipment	1 117	–	–	–	–	–	–	1 117
Total	46 169	1 320	–	(650)	–	–	670	46 839

Details of adjustments to Estimates of National Expenditure 2017**Roll-overs – R6 million**

R6 million has been rolled over for the payment of employee initiated severance and early retirement packages.

Programme 1: Administration

R4.680 million

Programme 2: Executive Support

R1.320 million

Virements and shifts within votes

Programmes					
1. Administration					
2. Executive Support					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(5)	Programme 1		5
Goods and services	Travel and subsistence	(5)	Provinces and municipalities	Vehicle licences	5
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(650)	Programme 1		650
Goods and services	Publication costs, and travel and subsistence	(500)	Goods and services	Data storage system	500
Compensation of employees	Vacant posts ¹	(150)	Households	Leave gratuities	150
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		1.4%			
Total		(655)			655

1. National Treasury approval has been obtained.

Expenditure outcome for 2016/17 and actual expenditure for 2017/18

Programme	2016/17					2017/18			
	Audited outcome					Actual expenditure			
R thousand	Adjusted appropriation	Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted appropriation	Apr 16 - Mar 17	Apr 16 - Mar 17 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted appropriation
Administration	454 217	229 596	50.5	447 709	98.6	454 330	89.5	201 011	44.2
Executive Support	35 558	9 645	27.1	27 624	77.7	46 839	9.2	12 324	26.3
Subtotal	489 775	239 241	48.8	475 333	97.1	501 169	98.7	213 335	42.6
Direct charge against the National Revenue Fund	6 035	2 917	48.3	5 713	94.7	6 373	1.3	2 796	43.9
Salary of the President	3 274	1 559	47.6	2 996	91.5	3 438	0.7	1 438	41.8
Salary of the Deputy President	2 761	1 358	49.2	2 717	98.4	2 935	0.6	1 358	46.3
Total	495 810	242 158	48.8	481 046	97.0	507 542	100.0	216 131	42.6
Economic classification									
Current payments	479 412	234 083	48.8	464 765	96.9	487 033	96.0	211 118	43.3
Compensation of employees	314 634	152 867	48.6	308 728	98.1	318 234	62.7	153 925	48.4
Goods and services	164 778	81 171	49.3	155 991	94.7	168 799	33.3	57 193	33.9
Interest and rent on land	–	45	–	46	0.0	–	0.0	–	0.0
Transfers and subsidies	2 396	2 442	101.9	3 243	135.4	6 191	1.2	3 063	49.5
Provinces and municipalities	–	–	–	3	0.0	5	0.0	3	60.0
Departmental agencies and accounts	34	–	0.0	–	0.0	36	0.0	–	0.0
Foreign governments and international organisations	–	–	–	42	0.0	–	0.0	–	0.0
Households	2 362	2 442	103.4	3 198	135.4	6 150	1.2	3 060	49.8
Payments for capital assets	14 002	5 633	40.2	12 051	86.1	14 318	2.8	1 950	13.6
Machinery and equipment	14 002	5 633	40.2	12 051	86.1	14 318	2.8	1 950	13.6
Payments for financial assets	–	–	–	987	–	–	0.0	–	0.0
Total	495 810	242 158	48.8	481 046	97.0	507 542	100.0	216 131	42.6

Expenditure trends for the first six months of 2017/18

Total expenditure in 2016/17 was R481 million, or 97 per cent of the 2016/17 adjusted appropriation. Expenditure in the first six months of 2017/18 was R216.1 million, or 42.6 per cent of the adjusted appropriation of R507.5 million for the year. In comparison, mid-year expenditure in 2016/17 was R242.2 million, or 48.8 per cent of the 2016/17 adjusted appropriation. Compared to the first six months of 2016/17, expenditure over the same period in 2017/18 decreased by R26 million, or 10.7 per cent. This is mainly due to reduced spending on communications following the department's subscription to a transversal contract for mobile communications services, and travel and subsistence.

Departmental receipts

	2016/17					2017/18				
	Audited outcome					Actual receipts				
R thousand	Adjusted estimate	Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted estimate	Apr 16 - Mar 17	Apr 16 - Mar 17 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted estimate
Departmental receipts	1 069	593	55.5	1 365	127.7	368	1 046	100.0	824	78.8
Sales of goods and services produced by department	357	174	48.7	350	98.0	358	326	31.2	155	47.5
Transfers received	244	–	0.0	–	0.0	–	–	0.0	–	–
Interest, dividends and rent on land	11	5	45.5	59	536.4	10	25	2.4	13	52.0
Sales of capital assets	150	107	71.3	107	71.3	–	100	9.6	–	–
Transactions in financial assets and liabilities	307	307	100.0	849	276.5	–	595	56.9	656	110.3
Total	1 069	593	55.5	1 365	127.7	368	1 046	100.0	824	78.8

Revenue trends for the first six months of 2017/18

Revenue in the first six months of 2017/18 was R824 000, or 78.8 per cent of the adjusted revenue estimate of R1 million for the year. In comparison, mid-year revenue in 2016/17 was R593 000, or 55.5 per cent of the 2016/17 adjusted estimate. Compared to the first six months of 2016/17, revenue over the same period in 2017/18 increased by R231 000, or 39 per cent. This is mainly due to a debt of R470 000 raised against prior year expenditure.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	–	–	–	5	–	–	5	5
Municipal services	–	–	–	5	–	–	5	5
Households								
Social benefits								
Current	–	4 680	–	150	–	–	4 830	4 830
Employee social benefits	–	4 680	–	150	–	–	4 830	4 830
Executive Support								
Households								
Social benefits								
Current	–	1 320	–	–	–	–	1 320	1 320
Employee social benefits	–	1 320	–	–	–	–	1 320	1 320

