

Vote 1

The Presidency

Adjusted budget summary

R thousand	2019/20			
	Appropriation	Adjustments appropriation		Adjusted appropriation
		Decrease	Increase	
Amount to be appropriated	691 354	(2 500)	2 500	691 354
<i>of which:</i>				
Current payments	678 401	(2 500)	–	675 901
Transfers and subsidies	40	–	2 500	2 540
Payments for capital assets	12 913	–	–	12 913
Direct charge against the National Revenue Fund	7 254	–	–	7 254
Executive authority	Minister in the Presidency			
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.

2019 National macro organisation of government

The Department of Planning Monitoring and Evaluation's socioeconomic impact assessment function will be transferred to the Presidency by 1 April 2020. In this regard, 8 posts and the budget associated with them will also be transferred to the department, in line with the Public Finance Management Act (1999).

Mid-year performance

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of quarterly monitoring reports on the implementation of the annual programme of action of the organised structures to mobilise society, promote social cohesion and accelerate social transformation per year	Administration	Outcome 14: Nation building and social cohesion	4	2	–
Number of engagements facilitated between the leaders of mechanisms, state institutions and spheres of government to strengthen governance and accountability per year	Administration	Outcome 12: An efficient, effective and development-oriented public service	4	9	–
Number of quarterly monitoring reports on the implementation of the annual programme of action of the organised structures to drive greater coherence and consistency in the implementation of economic policy, and to support economic growth and job creation per year	Administration	Outcome 4: Decent employment through inclusive growth	4	2	–
Number of quarterly monitoring reports on the implementation of the annual programme of action of the intergovernmental mechanisms aimed at fighting corruption in the public and private sectors, enhancing public and institutional ethics, and ensuring that South Africans are and feel safe per year	Administration	Outcome 3: All people in South Africa are and feel safe	4	2	–

2019 Adjusted Estimates of National Expenditure

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of quarterly monitoring reports on the implementation of the annual programme of action of the intergovernmental mechanisms to unblock issues impeding service delivery in priority areas per year	Executive Support	Outcome 12: An efficient, effective and development-oriented public service	4	2	-

Mid-year progress

In the first half of the financial year, 9 engagements against an annual target of 4 were facilitated between the leaders of mechanisms, state institutions and spheres of government to strengthen governance and accountability. This high achievement was due to the effective coordination of programmes, activities and engagements within government, and efficient support activities within the department for the implementation of the president and deputy president's international and domestic programmes.

Adjusted estimates

Programme	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
R thousand								
Administration	623 968	-	9 450	-	-	-	9 450	633 418
Executive Support	67 386	-	(9 450)	-	-	-	(9 450)	57 936
Subtotal	691 354	-	-	-	-	-	-	691 354
Direct charge against the National Revenue Fund	7 254	-	-	-	-	-	-	7 254
Salary of the president	3 913	-	-	-	-	-	-	3 913
Salary of the deputy president	3 341	-	-	-	-	-	-	3 341
Total	698 608	-	-	-	-	-	-	698 608
Economic classification								
Current payments	685 655	-	(2 500)	-	-	-	(2 500)	683 155
Compensation of employees	364 092	-	(2 500)	-	-	-	(2 500)	361 592
Goods and services	321 563	-	-	-	-	-	-	321 563
Transfers and subsidies	40	-	2 500	-	-	-	2 500	2 540
Departmental agencies and accounts	40	-	-	-	-	-	-	40
Households	-	-	2 500	-	-	-	2 500	2 500
Payments for capital assets	12 913	-	-	-	-	-	-	12 913
Machinery and equipment	12 913	-	-	-	-	-	-	12 913
Total	698 608	-	-	-	-	-	-	698 608

Programme 1: Administration

Subprogramme	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
R thousand								
Management	495 144	-	9 450	-	-	-	9 450	504 594
Support Services to the President	70 150	-	-	-	-	-	-	70 150
Support Services to the Deputy President	58 674	-	-	-	-	-	-	58 674
Total	623 968	-	9 450	-	-	-	9 450	633 418
Economic classification								
Current payments	612 332	-	7 000	-	-	-	7 000	619 332
Compensation of employees	329 690	-	(1 000)	-	-	-	(1 000)	328 690
Goods and services	282 642	-	8 000	-	-	-	8 000	290 642

Programme 1: Administration (continued)

Economic classification		2019/20						Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Transfers and subsidies	40	–	2 450	–	–	–	2 450	2 490
Departmental agencies and accounts	40	–	–	–	–	–	–	40
Households	–	–	2 450	–	–	–	2 450	2 450
Payments for capital assets	11 596	–	–	–	–	–	–	11 596
Machinery and equipment	11 596	–	–	–	–	–	–	11 596
Total	623 968	–	9 450	–	–	–	9 450	633 418

Programme 2: Executive Support

Subprogramme		2019/20						Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Cabinet Services	67 386	–	(9 450)	–	–	–	(9 450)	57 936
Total	67 386	–	(9 450)	–	–	–	(9 450)	57 936
Economic classification								
Current payments	66 069	–	(9 500)	–	–	–	(9 500)	56 569
Compensation of employees	27 148	–	(1 500)	–	–	–	(1 500)	25 648
Goods and services	38 921	–	(8 000)	–	–	–	(8 000)	30 921
Transfers and subsidies	–	–	50	–	–	–	50	50
Households	–	–	50	–	–	–	50	50
Payments for capital assets	1 317	–	–	–	–	–	–	1 317
Machinery and equipment	1 317	–	–	–	–	–	–	1 317
Total	67 386	–	(9 450)	–	–	–	(9 450)	57 936

Details of adjustments to the 2019 Estimates of National Expenditure**Virements and shifts within the vote**

Programmes					
1. Administration					
2. Executive Support					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(1 000)	Programme 1		1 000
Compensation of employees	Vacant posts ¹	(1 000)	Households	Leave gratuities	1 000
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(9 500)	Programme 1		1 450
Compensation of employees	Vacant posts ¹	(1 450)	Households	Leave gratuities	1 450
	Vacant posts ¹	(50)	Programme 2		50
			Households	Leave gratuities	50
			Programme 1		8 000
Goods and services	IT services	(8 000)	Goods and services	IT services	8 000
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		14.0% ²			
Total		(10 500)			10 500

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement.

Expenditure outcome for 2018/19 and actual expenditure for 2019/20

Programme	2018/19					2019/20			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/Total (%)	Actual expenditure	
		Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation			Apr 19 - Sep 19	% of adjusted appropriation
R thousand									
Administration	457 144	204 549	44.7	439 249	96.1	633 418	90.7	254 327	40.2
Executive Support	48 436	10 030	20.7	20 056	41.4	57 936	8.3	9 910	17.1
Subtotal	505 580	214 579	42.4	459 305	90.8	691 354	99.0	264 237	38.2
Direct charge against the National Revenue Fund	6 742	2 830	42.0	5 681	84.3	7 254	1.0	2 858	39.4
Salary of the President	3 637	1 449	39.8	2 887	79.4	3 913	0.6	1 445	36.9
Salary of the Deputy President	3 105	1 381	44.5	2 794	90.0	3 341	0.5	1 413	42.3
Total	512 322	217 409	42.4	464 986	90.8	698 608	100.0	267 095	38.2
Economic classification									
Current payments	498 547	211 872	42.5	447 233	89.7	683 155	97.8	257 661	37.7
Compensation of employees	327 385	141 046	43.1	301 823	92.2	361 592	51.8	162 196	44.9
Goods and services	171 162	70 826	41.4	145 410	85.0	321 563	46.0	95 465	29.7
Transfers and subsidies	1 558	1 351	85.1	1 714	107.9	2 540	0.4	1 091	43.0
Provinces and municipalities	–	3	–	6	–	–	–	–	–
Departmental agencies and accounts	38	–	–	–	–	40	0.0	4	10.0
Households	1 550	1 348	87.0	1 708	110.2	2 500	0.4	1 087	43.5
Payments for capital assets	12 187	4 186	34.3	15 463	126.9	12 913	1.8	8 343	64.6
Machinery and equipment	12 187	3 921	32.2	15 198	124.7	12 913	1.8	8 343	64.6
Software and other intangible assets	–	265	–	265	–	–	–	–	–
Payments for financial assets	–	–	–	576	–	–	–	–	–
Total	512 322	217 409	42.4	464 986	90.8	698 608	100.0	267 095	38.2

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R465 million, 90.8 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R217.4 million, 42.4 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R267.1 million, 38.2 per cent of the adjusted appropriation of R698.6 million for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by R49.7 million, 22.9 per cent, mainly due to payments made to various departments that took part in the 2019 presidential inauguration.

Departmental receipts

R thousand	2018/19					2019/20				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 18 - Sep 18	adjusted estimate	Apr 18 - Mar 19	adjusted estimate				Apr 19 - Sep 19	adjusted estimate
Departmental receipts	636	280	44.0	1 374	216.0	562	583	100.0	388	66.6
Sales of goods and services produced by department	281	143	50.9	288	102.5	287	221	37.9	141	63.8
Transfers received	–	–	–	653	–	–	–	–	–	–
Interest, dividends and rent on land	20	11	55.0	30	150.0	25	15	2.6	12	80.0
Sales of capital assets	–	–	–	–	–	–	97	16.6	97	100.0
Transactions in financial assets and liabilities	335	126	37.6	403	120.3	250	250	42.9	138	55.2
Total	636	280	44.0	1 374	216.0	562	583	100.0	388	66.6

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R280 000, 44 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R388 000, 66.6 per cent of the adjusted estimate of R583 000 for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 increased by R108 000, 38.6 per cent, mainly due to the auctioning of a vehicle and the settlement of debt by employees.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2019/20					Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation						
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration								
Households								
Social benefits								
Current	–	–	2 450	–	–	–	2 450	2 450
Employee social benefits	–	–	2 450	–	–	–	2 450	2 450
Executive Support								
Households								
Social benefits								
Current	–	–	50	–	–	–	50	50
Employee social benefits	–	–	50	–	–	–	50	50

