

Communications

Adjusted budget summary

R thousand	Appropriation	2019/20		Adjusted appropriation
		Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	1 576 091	(3 000)	3 200 000	4 773 091
<i>of which:</i>				
Current payments	143 559	(891)	–	142 668
Transfers and subsidies	1 432 426	(2 109)	–	1 430 317
Payments for capital assets	106	–	–	106
Payments for financial assets	–	–	3 200 000	3 200 000
Executive authority	Minister of Communications and Digital Technologies			
Accounting officer	Director-General of Communications			
Website address	www.doc.gov.za			

Vote purpose

Create an enabling environment for the provision of inclusive communication services to all South Africans in a manner that promotes socioeconomic development and investment through broadcasting, new media, print media and other new technologies. Brand the country locally and internationally.

2019 National macro organisation of government

The Department of Communications will merge with the Department of Telecommunications and Postal Services with effect from 1 April 2020. The two departments are working together to implement action plans for different workstreams to develop organisational and programme structures for the new Department of Communications and Digital Technologies.

The Government Communication and Information System, the Media Development and Diversity Agency and Brand South Africa will be transferred to the Presidency.

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 monitoring reports on the implementation of broadcasting digital migration programme per year	Industry and Capacity Development	Outcome 14: Nation building and social cohesion	4	2	–
Number of position papers tabled at multilateral engagements per year	Industry and Capacity Development		1	0	–
Number of bilateral engagements coordinated to advance digital migrations and communication agendas per year	Industry and Capacity Development		4	– ¹	–
Number of performance review and compliance monitoring reports of state-owned enterprises developed per year ²	Entity Oversight		12 ²	6	–

1. Indicator discontinued.

2. Indicator and target changed to align with the department's 2019/20 annual performance plan, which was finalised after the 2019 ENE had been published.

Adjusted estimates

Programme		2019/20						Adjusted appropriation
	Appropriation	Adjustments appropriation				Total adjustments appropriation		
R thousand		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds		Other adjustments	
Administration	64 879	–	(3 114)	–	–	–	(3 114)	61 765
Communications Policy, Research and Development	16 412	–	(2 000)	–	–	–	(2 000)	14 412
Industry and Capacity Development	47 449	–	(10 000)	–	–	–	(10 000)	37 449
Entity Oversight	1 447 351	–	15 114	–	(5 000)	3 202 000	3 212 114	4 659 465
Total	1 576 091	–	–	–	(5 000)	3 202 000	3 197 000	4 773 091
Economic classification								
Current payments	143 559	–	(891)	–	–	–	(891)	142 668
Compensation of employees	87 682	–	(891)	–	–	–	(891)	86 791
Goods and services	55 877	–	–	–	–	–	–	55 877
Transfers and subsidies	1 432 426	–	891	–	(5 000)	2 000	(2 109)	1 430 317
Departmental agencies and accounts	1 233 410	–	–	–	(5 000)	2 000	(3 000)	1 230 410
Public corporations and private enterprises	199 016	–	–	–	–	–	–	199 016
Households	–	–	891	–	–	–	891	891
Payments for capital assets	106	–	–	–	–	–	–	106
Machinery and equipment	46	–	–	–	–	–	–	46
Software and other intangible assets	60	–	–	–	–	–	–	60
Payments for financial assets	–	–	–	–	–	3 200 000	3 200 000	3 200 000
Total	1 576 091	–	–	–	(5 000)	3 202 000	3 197 000	4 773 091

Programme 1: Administration

Subprogramme		2019/20						Adjusted appropriation
	Appropriation	Adjustments appropriation				Total adjustments appropriation		
R thousand		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds		Other adjustments	
Ministry	7 123	–	(2 614)	–	–	–	(2 614)	4 509
Departmental Management	25 711	–	–	–	–	–	–	25 711
Internal Audit	1 671	–	(100)	–	–	–	(100)	1 571
Corporate Services	18 094	–	100	–	–	–	100	18 194
Financial Management	12 280	–	(500)	–	–	–	(500)	11 780
Total	64 879	–	(3 114)	–	–	–	(3 114)	61 765
Economic classification								
Current payments	64 819	–	(3 754)	–	–	–	(3 754)	61 065
Compensation of employees	45 904	–	(2 036)	–	–	–	(2 036)	43 868
Goods and services	18 915	–	(1 718)	–	–	–	(1 718)	17 197
Transfers and subsidies	–	–	640	–	–	–	640	640
Households	–	–	640	–	–	–	640	640
Payments for capital assets	60	–	–	–	–	–	–	60
Software and other intangible assets	60	–	–	–	–	–	–	60
Total	64 879	–	(3 114)	–	–	–	(3 114)	61 765

Programme 2: Communications Policy, Research and Development

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								
Broadcasting Policy	10 500	–	100	–	–	–	100	10 600
Media Policy	5 648	–	(2 100)	–	–	–	(2 100)	3 548
Technology and Engineering Services	264	–	–	–	–	–	–	264
Total	16 412	–	(2 000)	–	–	–	(2 000)	14 412
Economic classification								
Current payments	16 412	–	(2 000)	–	–	–	(2 000)	14 412
Compensation of employees	12 614	–	–	–	–	–	–	12 614
Goods and services	3 798	–	(2 000)	–	–	–	(2 000)	1 798
Total	16 412	–	(2 000)	–	–	–	(2 000)	14 412

Programme 3: Industry and Capacity Development

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								
Enterprise Development	2 112	–	–	–	–	–	–	2 112
Broadcasting Digital Migration	39 326	–	(10 000)	–	–	–	(10 000)	29 326
Industry Research and Analysis	1 684	–	–	–	–	–	–	1 684
Intergovernmental Relations and Stakeholder Management	4 327	–	–	–	–	–	–	4 327
Total	47 449	–	(10 000)	–	–	–	(10 000)	37 449
Economic classification								
Current payments	47 403	–	(10 251)	–	–	–	(10 251)	37 152
Compensation of employees	16 447	–	(3 251)	–	–	–	(3 251)	13 196
Goods and services	30 956	–	(7 000)	–	–	–	(7 000)	23 956
Transfers and subsidies	–	–	251	–	–	–	251	251
Households	–	–	251	–	–	–	251	251
Payments for capital assets	46	–	–	–	–	–	–	46
Machinery and equipment	46	–	–	–	–	–	–	46
Total	47 449	–	(10 000)	–	–	–	(10 000)	37 449

Programme 4: Entity Oversight

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								
Programme Management for Entity Oversight	8 500	–	2 198	–	–	–	2 198	10 698
Broadcasting and Community Media	234 522	–	2 198	–	–	3 200 000	3 202 198	3 436 720
Communication and Branding	650 146	–	10 718	–	(5 000)	2 000	7 718	657 864
Regulatory Institutions	554 183	–	–	–	–	–	–	554 183
Total	1 447 351	–	15 114	–	(5 000)	3 202 000	3 212 114	4 659 465
Economic classification								
Current payments	14 925	–	15 114	–	–	–	15 114	30 039
Compensation of employees	12 717	–	4 396	–	–	–	4 396	17 113
Goods and services	2 208	–	10 718	–	–	–	10 718	12 926
Transfers and subsidies	1 432 426	–	–	–	(5 000)	2 000	(3 000)	1 429 426
Departmental agencies and accounts	1 233 410	–	–	–	(5 000)	2 000	(3 000)	1 230 410
Public corporations and private enterprises	199 016	–	–	–	–	–	–	199 016
Payments for financial assets	–	–	–	–	–	3 200 000	3 200 000	3 200 000
Total	1 447 351	–	15 114	–	(5 000)	3 202 000	3 212 114	4 659 465

Details of adjustments to the 2019 Estimates of National Expenditure

Virements and shifts within the vote

Programmes					
1. Administration					
2. Communications Policy, Research and Development					
3. Industry and Capacity Development					
4. Entity Oversight					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1			Programme 4		
Goods and services	Branding and communication	(1 718)	Goods and services	Turnaround of the South African Broadcasting Corporation	1 718
Compensation of employees	Vacant posts ¹	(640)	Programme 1	Households	640
	Vacant posts	(1 396)	Programme 4	Compensation of employees	1 396
Shifts within the programme as a percentage of the programme budget		1.0%			
Virements to other programmes as a percentage of the programme budget		4.8%			
Programme 2			Programme 4		
Goods and services	Branding and communication	(2 000)	Goods and services	Turnaround of the South African Broadcasting Corporation	2 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		12.2%²			
Programme 3			Programme 4		
Goods and services	Branding and communication	(7 000)	Goods and services	Turnaround of the South African Broadcasting Corporation	7 000
Compensation of employees	Vacant posts ¹	(251)	Programme 3	Households	251
	Vacant posts	(3 000)	Programme 4	Compensation of employees	3 000
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget		21.1%²			
Total		(16 005)	16 005		

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement.

Other adjustments – R3.2 billion

Appropriation of expenditure earmarked in the 2019 Budget speech for future allocation

Programme 4: Entity Oversight

An additional R3.2 billion has been allocated for the bailout of the South African Broadcasting Corporation, as per the announcement of the Minister of Finance during the 2019 Budget speech. The approval of this funding is premised on the understanding that the corporation is implementing sound turnaround plans and that measures are being put in place to comply with all the conditions set out by National Treasury.

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	70 424	32 373	46.0	71 984	102.2	61 765	1.3	28 109	45.5
Communications Policy, Research and Development	11 246	3 651	32.5	9 162	81.5	14 412	0.3	3 419	23.7
Industry and Capacity Development	45 307	8 376	18.5	20 568	45.4	37 449	0.8	12 140	32.4
Entity Oversight	1 389 269	658 460	47.4	1 386 407	99.8	4 659 465	97.6	653 954	14.0
Total	1 516 246	702 860	46.4	1 488 121	98.1	4 773 091	100.0	697 622	14.6
Economic classification									
Current payments	134 668	46 933	34.9	105 695	78.5	142 668	3.0	49 165	34.5
Compensation of employees	80 916	34 907	43.1	73 643	91.0	86 791	1.8	31 289	36.1
Goods and services	53 752	12 026	22.4	32 052	59.6	55 877	1.2	17 876	32.0
Transfers and subsidies	1 381 471	655 780	47.5	1 381 748	100.0	1 430 317	30.0	648 015	45.3
Departmental agencies and accounts	1 193 222	566 155	47.4	1 193 222	100.0	1 230 410	25.8	537 855	43.7
Public corporations and private enterprises	187 421	89 079	47.5	187 421	100.0	199 016	4.2	109 596	55.1
Households	828	546	65.9	1 105	133.5	891	0.0	564	63.3
Payments for capital assets	107	107	100.0	638	596.3	106	0.0	402	379.2
Machinery and equipment	107	107	100.0	638	596.3	46	0.0	402	873.9
Software and other intangible assets	-	-	-	-	-	60	0.0	-	-
Payments for financial assets	-	40	-	40	-	3 200 000	67.0	40	0.0
Total	1 516 246	702 860	46.4	1 488 121	98.1	4 773 091	100.0	697 622	14.6

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R1.5 billion, 98.1 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R702.9 million, 46.4 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R697.6 million, 14.6 per cent of the adjusted appropriation of R4.8 billion for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 decreased by R5.2 million, 0.8 per cent. This was mainly due to vacant posts as a result of the moratorium placed on the filling of posts pending the merger of the Department of Communications and the Department of Telecommunications and Postal Services.

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	Apr 18 - Sep 18 % of adjusted estimate	Apr 18 - Mar 19	Apr 18 - Mar 19 % of adjusted estimate				Apr 19 - Sep 19	Apr 19 - Sep 19 % of adjusted estimate
Departmental receipts	2 061	997	48.4	2 138	103.7	2 745	2 745	100.0	1 195	43.5
Sales of goods and services produced by department	88	28	31.8	53	60.2	92	92	3.4	22	23.9
Interest, dividends and rent on land	1 900	941	49.5	1 801	94.8	2 458	2 458	89.5	816	33.2
Transactions in financial assets and liabilities	73	28	38.4	284	389.0	195	195	7.1	357	183.1
Total	2 061	997	48.4	2 138	103.7	2 745	2 745	100.0	1 195	43.5

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R997 000, 48.4 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R1.2 million, 43.5 per cent of the adjusted estimate of R2.7 million for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 increased by R198 000, 19.9 per cent. This was mainly due to an increase in interest received from the bank account for departmental agencies, and revenue collected from debtors and parking.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2019/20						Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration								
Households								
Social benefits								
Current	–	–	640	–	–	–	640	640
Households	–	–	640	–	–	–	640	640
Industry and Capacity								
Development								
Households								
Social benefits								
Current	–	–	251	–	–	–	251	251
Households	–	–	251	–	–	–	251	251
Entity Oversight								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	441 683	–	–	–	(5 000)	2 000	(3 000)	438 683
Government	441 683	–	–	–	(5 000)	2 000	(3 000)	438 683
Communication and Information System								

Other department within the vote

Government Communication and Information System

Adjusted budget summary

R thousand	Appropriation	2019/20		Adjusted appropriation
		Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	441 683	(8 659)	5 659	438 683
<i>of which:</i>				
Current payments	439 443	(8 659)	–	430 784
Transfers and subsidies	64	–	600	664
Payments for capital assets	2 176	–	5 059	7 235
Executive authority	Minister in the Presidency			
Accounting officer	Director-General of the Government Communication and Information System			
Website address	www.gcis.gov.za			

Department purpose

Provide a comprehensive communication service on behalf of government to facilitate the involvement of the majority of South Africans in governance, reconstruction and development, national building, and reconciliation.

2019 national macro organisation of government

The Government Communication and Information System will be transferred from the Department of Communications to the Presidency with effect from 1 April 2020.

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 cluster reports on perceptions of government delivery and performance reports per year	Content Processing and Dissemination	Outcome 14: National building and social cohesion	10	5	–
Number of copies of copies of Vuk'uzenzele newspaper published per year	Content Processing and Dissemination		18.7 million	10 million	–
Number of radio products and services provided per year	Content Processing and Dissemination		240	121	–
Number of video services provided per year	Content Processing and Dissemination		600	442	–
Number of photographic services provided per year	Content Processing and Dissemination		450	269	–
Number of graphic designs produced per year	Content Processing and Dissemination		400	399	–
Number of requests for media briefings received from government departments per year	Intergovernmental Coordination and Stakeholder Management		100	47	–
Number of community and stakeholder liaison visits undertaken per year	Intergovernmental Coordination and Stakeholder Management		1 710	981	–

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 development communication projects aligned with the government communication programme per year	Intergovernmental Coordination and Stakeholder Management	Outcome 14: National building and social cohesion	1 140	905	–
Number of reports on rapid response facilitated per year	Intergovernmental Coordination and Stakeholder Management		24	13	–
Number of marketing events per Thusong service centre per year	Intergovernmental Coordination and Stakeholder Management		252	198	–

Mid-year progress

In the first half of 2019/20, due to an increase in the number of requests received from other departments, the Government Communication and Information System provided 442 video services against an annual target of 600, 269 photographic services against an annual target of 450, and 399 graphic designs against an annual target of 400.

The department aligned 905 development communication projects with the government communication programme in the first half of 2019/20 against an annual target of 1 140. This strong performance was due to more projects than expected being conducted during the 2019 national and provincial elections, the presidential inauguration, and the second State of the Nation Address in June 2019.

Adjusted estimates

Programme	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration	163 823	–	800	–	–	–	800	164 623
Content Processing and Dissemination	152 890	–	(800)	–	(2 600)	2 000	(1 400)	151 490
Intergovernmental Coordination and Stakeholder Management	124 970	–	–	–	(2 400)	–	(2 400)	122 570
Total	441 683	–	–	–	(5 000)	2 000	(3 000)	438 683
Economic classification								
Current payments	439 443	–	(5 659)	–	(5 000)	2 000	(8 659)	430 784
Compensation of employees	273 302	–	(600)	–	(5 000)	–	(5 600)	267 702
Goods and services	166 141	–	(5 059)	–	–	2 000	(3 059)	163 082
Transfers and subsidies	64	–	600	–	–	–	600	664
Departmental agencies and accounts	64	–	–	–	–	–	–	64
Households	–	–	600	–	–	–	600	600
Payments for capital assets	2 176	–	5 059	–	–	–	5 059	7 235
Buildings and other fixed structures	–	–	377	–	–	–	377	377
Machinery and equipment	2 176	–	4 682	–	–	–	4 682	6 858
Total	441 683	–	–	–	(5 000)	2 000	(3 000)	438 683

Programme 1: Administration

Subprogramme		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Departmental Management	7 672	–	570	–	–	–	570	8 242
Corporate Services	56 245	–	635	–	–	–	635	56 880
Financial Administration	37 998	–	(1 405)	–	–	–	(1 405)	36 593
Internal Audit	8 942	–	–	–	–	–	–	8 942
Office Accommodation	52 966	–	1 000	–	–	–	1 000	53 966
Total	163 823	–	800	–	–	–	800	164 623
Economic classification								
Current payments	163 105	–	(3 825)	–	–	–	(3 825)	159 280
Compensation of employees	75 397	–	(161)	–	–	–	(161)	75 236
Goods and services	87 708	–	(3 664)	–	–	–	(3 664)	84 044
Transfers and subsidies	51	–	161	–	–	–	161	212
Departmental agencies and accounts	51	–	–	–	–	–	–	51
Households	–	–	161	–	–	–	161	161
Payments for capital assets	667	–	4 464	–	–	–	4 464	5 131
Buildings and other fixed structures	–	–	301	–	–	–	301	301
Machinery and equipment	667	–	4 163	–	–	–	4 163	4 830
Total	163 823	–	800	–	–	–	800	164 623

Programme 2: Content Processing and Dissemination

Subprogramme		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Programme Management for Content Processing and Dissemination	4 121	–	–	–	(500)	–	(500)	3 621
Policy and Research	38 171	–	(500)	–	(2 100)	–	(2 600)	35 571
Products and Platforms	53 977	–	(1 300)	–	–	1 333	33	54 010
Communication Service Agency	56 621	–	1 000	–	–	667	1 667	58 288
Total	152 890	–	(800)	–	(2 600)	2 000	(1 400)	151 490
Economic classification								
Current payments	151 989	–	(1 147)	–	(2 600)	2 000	(1 747)	150 242
Compensation of employees	94 203	–	(160)	–	(2 600)	–	(2 760)	91 443
Goods and services	57 786	–	(987)	–	–	2 000	1 013	58 799
Transfers and subsidies	–	–	160	–	–	–	160	160
Households	–	–	160	–	–	–	160	160
Payments for capital assets	901	–	187	–	–	–	187	1 088
Machinery and equipment	901	–	187	–	–	–	187	1 088
Total	152 890	–	(800)	–	(2 600)	2 000	(1 400)	151 490

Programme 3: Intergovernmental Coordination and Stakeholder Management

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		
Programme Management for Intergovernmental Coordination and Stakeholder Management	3 249	-	-	-	(600)	-	(600)	2 649
Provincial and Local Liaison	88 548	-	(988)	-	(1 800)	-	(2 788)	85 760
Media Engagement	15 163	-	988	-	-	-	988	16 151
Cluster Supervision (Human Development, Social Protection and Governance and Administration)	9 503	-	-	-	-	-	-	9 503
Cluster Supervision (Economic and Infrastructure, Justice and International)	8 507	-	-	-	-	-	-	8 507
Total	124 970	-	-	-	(2 400)	-	(2 400)	122 570
Economic classification								
Current payments	124 349	-	(687)	-	(2 400)	-	(3 087)	121 262
Compensation of employees	103 702	-	(279)	-	(2 400)	-	(2 679)	101 023
Goods and services	20 647	-	(408)	-	-	-	(408)	20 239
Transfers and subsidies	13	-	279	-	-	-	279	292
Departmental agencies and accounts	13	-	-	-	-	-	-	13
Households	-	-	279	-	-	-	279	279
Payments for capital assets	608	-	408	-	-	-	408	1 016
Buildings and other fixed structures	-	-	76	-	-	-	76	76
Machinery and equipment	608	-	332	-	-	-	332	940
Total	124 970	-	-	-	(2 400)	-	(2 400)	122 570

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

- Administration
- Content Processing and Dissemination
- Intergovernmental Coordination and Stakeholder Management

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(3 825)	Programme 1		3 825
Goods and services	Consumables; fleet services; stationery, printing and office supplies; and travel and subsistence	(3 363)	Machinery and equipment	ICT equipment and office equipment	3 363
	Security services	(301)	Buildings and other fixed structures	Security upgrades	301
Compensation of employees	Vacant posts ¹	(161)	Households	Leave gratuities	161
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%			

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2		(1 147)	Programme 1		800
Goods and services	Agency and support/outsourced services; communication; consumables; stationery, printing and office supplies; and travel and subsistence	(800)	Machinery and equipment	ICT equipment	800
	Agency and support/outsourced services; computer services; and travel and subsistence	(187)	Programme 2		347
			Machinery and equipment	Computers	187
Compensation of employees	Vacant posts ¹	(160)	Households	Leave gratuities	160
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.5%			
Programme 3		(746)	Programme 3		746
Goods and services	Advertising, communication, and travel and subsistence	(391)	Machinery and equipment	Computers and security equipment	391
	Advertising	(17)	Buildings and other fixed structures	Security upgrades and electrical work	17
Machinery and equipment	Computers	(59)	Buildings and other fixed structures	Security upgrades and electrical work	59
Compensation of employees	Vacant posts ¹	(279)	Households	Leave gratuities	279
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		(5 718)			5 718

1. National Treasury approval has been obtained.

Declared unspent funds – R5 million

Programme 2: Content Processing and Dissemination

R2.6 million in unspent funds has been declared on compensation of employees due to vacant posts.

Programme 3: Intergovernmental Coordination and Stakeholder Management

R2.4 million in unspent funds has been declared on compensation of employees due to vacant posts.

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

Programme	2018/19					2019/20			
	Adjusted appropriation	Outcome		Outcome		Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure	
Apr 18 - Sep 18 % of		Apr 18 - Sep 18 adjusted appropriation	Apr 18 - Mar 19 % of	Apr 18 - Mar 19 adjusted appropriation	Apr 19 - Sep 19 % of			Apr 19 - Sep 19 adjusted appropriation	
R thousand									
Administration	162 025	77 774	48.0	155 341	95.9	164 623	37.5	85 663	52.0
Content Processing and Dissemination	147 958	67 214	45.4	143 287	96.8	151 490	34.5	71 137	47.0
Intergovernmental Coordination and Stakeholder Management	113 602	57 140	50.3	112 651	99.2	122 570	27.9	57 896	47.2
Total	423 585	202 128	47.7	411 279	97.1	438 683	100.0	214 696	48.9

2019 Adjusted Estimates of National Expenditure

Economic classification	2018/19					2019/20				
	Adjusted appropriation	Outcome			Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure			
Apr 18 - Sep 18		Apr 18 - Sep 18 % of adjusted appropriation	Apr 18 - Mar 19	Apr 18 - Mar 19 % of adjusted appropriation			Apr 19 - Sep 19	Apr 19 - Sep 19 % of adjusted appropriation		
R thousand										
Current payments	418 920	199 030	47.5	402 843	96.2	430 784	98.2	208 432	48.4	
Compensation of employees	252 621	122 352	48.4	242 003	95.8	267 702	61.0	125 069	46.7	
Goods and services	166 299	76 678	46.1	160 840	96.7	163 082	37.2	83 362	51.1	
Transfers and subsidies	1 422	755	53.1	1 185	83.3	664	0.2	115	17.3	
Departmental agencies and accounts	60	2	3.1	39	65.0	64	0.0	–	–	
Households	1 362	753	55.3	1 146	84.1	600	0.1	115	19.1	
Payments for capital assets	3 243	2 335	72.0	7 149	220.4	7 235	1.6	6 150	85.0	
Buildings and other fixed structures	–	–	–	123	–	377	0.1	381	101.2	
Machinery and equipment	3 243	2 335	72.0	7 026	216.7	6 858	1.6	5 768	84.1	
Payments for financial assets	–	9	–	102	–	–	–	–	–	
Total	423 585	202 128	47.7	411 279	97.1	438 683	100.0	214 696	48.9	

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R411.3 million, 97.1 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R202.1 million, 47.7 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R214.7 million, 48.9 per cent of the adjusted appropriation of R438.7 million for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by R12.6 million, 6.2 per cent. This was mainly due additional costs related to the second State of the Nation Address in June, and an increase in expenditure on capital assets to replace a server that reached its lifespan.

Departmental receipts

Economic classification	2018/19					2019/20				
	Adjusted estimate	Outcome			Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts		
Apr 18 - Sep 18		Apr 18 - Sep 18 % of adjusted estimate	Apr 18 - Mar 19	Apr 18 - Mar 19 % of adjusted estimate				Apr 19 - Sep 19	Apr 19 - Sep 19 % of adjusted estimate	
R thousand										
Departmental receipts	4 004	1 720	43.0	3 082	77.0	934	2 712	100.0	896	33.0
Sales of goods and services produced by department	3 363	1 403	41.7	2 240	66.6	270	2 269	83.7	675	29.7
Sales of scrap, waste, arms and other used current goods	3	1	33.3	–	–	4	1	0.0	–	–
Interest, dividends and rent on land	357	192	53.8	285	79.8	360	300	11.1	150	50.0
Transactions in financial assets and liabilities	281	124	44.1	557	198.2	300	142	5.2	71	50.0
Total	4 004	1 720	43.0	3 082	77.0	934	2 712	100.0	896	33.0

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R1.7 million, 43 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R896 000, 33 per cent of the adjusted estimate of R2.7 million for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 decreased by R824 000, 47.9 per cent, mainly due to a decrease in the sale of advertising space in the Vuk'uzenzele newspaper.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	2019/20							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration								
Households								
Social benefits								
Current	-	-	161	-	-	-	161	161
Employee social benefits	-	-	161	-	-	-	161	161
Content Processing and Dissemination								
Households								
Social benefits								
Current	-	-	160	-	-	-	160	160
Employee social benefits	-	-	160	-	-	-	160	160
Intergovernmental Coordination and Stakeholder Management								
Households								
Social benefits								
Current	-	-	279	-	-	-	279	279
Employee social benefits	-	-	279	-	-	-	279	279

