

# Vote 1

## The Presidency

	2005/06 To be appropriated	2006/07	2007/08
MTEF allocations of which:	R213 463 000	R228 923 000	R240 592 000
	<i>Current payments</i> R188 986 000	<i>Transfers</i> R19 222 000	<i>Capital payments</i> R5 255 000
Statutory amounts	R1 993 000	R2 113 000	R2 219 000
Responsible minister	Minister in The Presidency		
Administering department	The Presidency		
Accounting officer	Accounting officer in The Presidency		

### Aim

*The aim of The Presidency is to provide leadership in the development and management of the government's strategic agenda.*

### Programme purpose and measurable objective

#### Programme 1: Administration

**Purpose:** Provide effective and efficient administration for The Presidency.

#### Programme 2: Support Services to the President, Deputy President and Minister

**Purpose:** Provide planning and strategic co-ordination of services to the political principals in their executive responsibilities.

**Measurable objective:** Provide well planned and co-ordinated support services to assist the principals in carrying out their responsibilities.

#### Programme 3: Communications

**Purpose:** Provide communications, research and information services to enable The Presidency to communicate effectively with the public and within government.

**Measurable objective:** Effective communication by The Presidency with all stakeholders through proactive communication services and well researched information.

#### Programme 4: Cabinet Office

**Purpose:** Provide strategic and administrative services to enable Cabinet to plan, decide and ensure the implementation of government's agenda.

**Measurable objective:** A well planned and effectively implemented government agenda, through planning and integrating decision-making processes and services.

### **Programme 5: Policy Co-ordination**

**Purpose:** Provide policy advice and monitoring and evaluation services to enable The Presidency, Cabinet and government to plan, co-ordinate and ensure the implementation of government's programmes.

**Measurable objective:** Well planned and implemented government programmes through effective, integrated, strategic policy advice and evaluation systems.

### **Programme 6: National Youth Commission**

**Purpose:** Transfer voted funds to enable the National Youth Commission to fulfil its mandate.

**Measurable Objective:** Transfer voted funds to the National Youth Commission on time, and monitor the commission's activities to ensure youth development in South Africa and Africa.

## **Strategic overview and key policy developments: 2001/02 – 2007/08**

The priority areas which continue to shape The Presidency since the 1999 merger of the former offices of the president and deputy president are:

- strengthening strategic leadership and the organisational structure of The Presidency to ensure better planning and service delivery
- bringing the president and the deputy president closer to the public
- supporting the increasing involvement of the president in continental and international initiatives to contribute to economic development, good governance and peace
- developing tools and institutional arrangements for better planning, co-ordination and integration of government policies and programmes.

#### *Strengthening the strategic leadership and organisational structure of The Presidency*

With the expansion of the office of the director-general to create dedicated capacities for strategic and financial management, and the creation of a dedicated communication branch, the top structure of The Presidency has now been fully set up. The Cabinet office now has effective systems and processes to support the work of Cabinet and its committees. The Presidency has also developed the Forum for South African Directors-General (FOSAD), which gives technical support to Cabinet and its committees and facilitates policy co-ordination and the implementation of government's programmes. The office of the deputy president will also be expanded for him to carry out his mandate as leader of government business. The focus in the coming years will be on further strengthening the office to ensure that the various units in the organisation move towards a common purpose.

#### *Bringing the president and deputy president closer to the public*

The president and deputy president have set up institutional mechanisms for interacting with selected stakeholders and communities nationally. The following forums are an impetus for developing more partnerships between the president, deputy president and other stakeholders: presidential working groups, which give the president an opportunity to focus on key issues affecting stakeholders such as trade unions, business, youth, women, commercial agriculture and religious leaders; presidential advisory councils, which provide a forum for the president to engage in technical discussions on issues of sustainable development; the South African National Aids Council (SANAC) and the Moral Regeneration Movement, through which the deputy president addresses key issues on HIV and Aids and the revival of the moral fibre of society, respectively;

and the izimbizo, which provide opportunities for both leaders to meet with communities to assess their experiences of service delivery. Various units in The Presidency collaborate to provide technical and administrative support to ensure that these forums function effectively.

In the medium term, the focus shifts to fostering nation-building and giving effect to the people's contract. Efforts will be made to improve systems that enable partnerships with stakeholders and communities to contribute more towards economic growth, job-creation and poverty eradication. A critical priority will be establishing institutional mechanisms to follow up on concerns raised in the forums listed above, and disseminating them to the various spheres of government as input into policy development and programme implementation.

#### *Support for the president's international role*

The Presidency, together with other departments, has played a key role in supporting the president in carrying out his international mandate. A key initiative has been the establishment of the NEPAD secretariat. The secretariat has provided the platform for conceptualising sectoral development programmes that will be implemented by regional economic development structures on the continent. Other forms of support have enabled the president to: contribute significantly to setting up the AU; be the first chairperson of the AU; assume the chairpersonship of the Non-Aligned Movement; and host the World Conference against Racism and the World Summit on Sustainable Development.

In the coming years, effort will go to supporting the president and deputy president to consolidate initiatives for developing Africa and to contribute to NEPAD initiatives to improve good governance and facilitate economic development on the continent. Furthermore, The Presidency, together with other departments, will develop initiatives and mechanisms that build South Africa as a global partner to Africa, the developing nations and the world.

#### *Improved planning, co-ordination and integration across government*

Recent achievements include:

- the integrated document management system, which enhances the speed, accuracy and general quality of information
- the strategic information systems plan, which ensures that the information needs of the various organisational units in The Presidency are met in changing operational environments
- the planning framework, which aligns policy development and programme planning with budgeting
- The medium-term strategic framework, which integrates government's priority-setting with resource allocation.

The Presidency also completed the Ten Year Review, which assessed the performance of government in its first decade. Strengthening the analytical capacity of the policy co-ordination and advisory services (PCAS) by recruiting high-level expertise is key to implementing the recommendations of the review. FOSAD clusters are identifying and monitoring indicators for government priorities in the next decade. The PCAS will work with other government departments to take forward and start implementing the monitoring and evaluation system.

Another key initiative is Cab-E-Net, an IT system being implemented by The Presidency, which facilitates information flow among members of Cabinet to help with decision-making.

For the medium term, The Presidency will concentrate on: improving information management, access and sharing; an approach to governance that avoids duplication and contradiction to

accelerate service delivery; and completing work on monitoring and evaluation systems and indicators.

## Expenditure estimates

**Table 1.1: The Presidency**

Programme	Expenditure outcome			Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome					
R thousand	2001/02	2002/03	2003/04	2004/05		2005/06	2006/07	2007/08
1. Administration	50 005	66 644	67 848	86 223	86 223	96 068	104 901	109 950
2. Support Services to the President and Deputy President	22 618	31 280	29 253	34 613	34 613	37 169	39 473	41 368
3. Communications	2 880	7 473	9 657	10 409	10 409	13 413	14 077	14 809
4. Cabinet Office	4 745	5 733	5 718	6 978	6 978	21 816	22 960	24 152
5. Policy Co-ordination	9 930	13 894	16 735	22 272	22 272	27 014	28 284	29 699
6. National Youth Commission	10 975	13 766	13 488	15 357	15 357	17 983	19 228	20 614
<b>Subtotal</b>	<b>101 153</b>	<b>138 790</b>	<b>142 699</b>	<b>175 852</b>	<b>175 852</b>	<b>213 463</b>	<b>228 923</b>	<b>240 592</b>
<b>Direct charge on National Revenue Fund</b>	<b>1 573</b>	<b>1 684</b>	<b>1 744</b>	<b>1 940</b>	<b>1 940</b>	<b>1 993</b>	<b>2 113</b>	<b>2 219</b>
Salary of the President	862	924	923	1 070	1 070	1 075	1 140	1 197
Salary of the Deputy President	711	760	821	870	870	918	973	1 022
<b>Total</b>	<b>102 726</b>	<b>140 474</b>	<b>144 443</b>	<b>177 792</b>	<b>177 792</b>	<b>215 456</b>	<b>231 036</b>	<b>242 811</b>
Change to 2004 Budget estimate				2 674	2 674	24 541	25 810	27 323

### Economic classification

<b>Current payments</b>	<b>81 410</b>	<b>115 651</b>	<b>124 728</b>	<b>157 474</b>	<b>157 474</b>	<b>190 979</b>	<b>204 281</b>	<b>214 463</b>
Compensation of employees	46 449	64 928	73 176	90 497	90 497	107 579	116 476	122 300
Goods and services	34 821	50 507	51 552	66 977	66 977	83 400	87 805	92 163
of which:								
Consultants and contractors	4 356	2 777	3 450	3 328	3 328	3 544	3 775	3 963
Travel and subsistence	10 363	18 955	18 466	19 543	19 543	20 813	22 166	23 274
Communication	1 872	3 705	3 393	6 668	6 668	7 101	7 563	7 941
Inventory	3 599	4 117	5 309	3 403	3 403	3 626	3 859	4 054
Financial transactions in assets and liabilities	140	216	–	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>11 095</b>	<b>13 988</b>	<b>13 724</b>	<b>16 650</b>	<b>16 650</b>	<b>19 222</b>	<b>20 478</b>	<b>21 877</b>
Provinces and municipalities	120	222	236	293	293	239	250	263
Departmental agencies and accounts	10 975	13 766	13 488	16 357	16 357	18 983	20 228	21 614
<b>Payments for capital assets</b>	<b>10 221</b>	<b>10 835</b>	<b>5 991</b>	<b>3 668</b>	<b>3 668</b>	<b>5 255</b>	<b>6 277</b>	<b>6 471</b>
Machinery and equipment	10 221	10 835	5 991	3 668	3 668	5 255	6 277	6 471
<b>Total</b>	<b>102 726</b>	<b>140 474</b>	<b>144 443</b>	<b>177 792</b>	<b>177 792</b>	<b>215 456</b>	<b>231 036</b>	<b>242 811</b>

## Expenditure trends

Overall expenditure continues to grow at a steady pace, although over the next three years the rate will be significantly slower than it has been. Between 2001/02 and 2004/05, expenditure increased at an annual average rate of 20,2 per cent. Over the next three years, the growth rate will slow to 11 per cent, taking expenditure from R175,9 million in 2004/05 to R240,6 million in 2007/08.

The increased expenditure over the next three years will fund increased capacity at the top management level, the co-ordination of the presidential izimbizo, the Cab-E-Net project and an increase in the transfer to the National Youth Commission.

In the 2005 Budget, The Presidency received additions to baseline of R24,5 million, R25,8 million and R27,3 million over the next three years. These are for strengthening administrative capacity, additional computer services, enhanced management capacity, and transfers to the South African chapter of the African Renaissance and the National Youth Commission.

## Departmental receipts

Departmental receipts consist mainly of the recovery of loans and advances, and the renting of state property. Receipts are deposited into the National Revenue Fund.

**Table 1.2: Departmental receipts**

Table 12.1: Departmental receipts							
R thousand	Receipts outcome			Adjusted appropriation	Medium-term receipts estimate		
	Audited	Audited	Preliminary outcome				
	2001/02	2002/03	2003/04		2004/05	2005/06	2006/07
Sales of goods and services produced by department	56	74	89	89	91	93	98
Interest, dividends and rent on land	8	9	8	8	8	9	9
Financial transactions in assets and liabilities	138	152	200	210	215	220	231
<b>Total</b>	<b>202</b>	<b>235</b>	<b>297</b>	<b>307</b>	<b>314</b>	<b>322</b>	<b>338</b>

## Programme 1: Administration

*Administration* provides financial and personnel management, provisioning administration, IT services, protocol and ceremonial services, and household and other official support services.

## Expenditure estimates

**Table 1.3: Administration**

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
	2001/02	2002/03	2003/04		2004/05	2005/06	2006/07
R thousand							
Minister <sup>1</sup>	786	691	747	791	834	880	924
Management	11 396	12 804	14 736	24 787	25 433	26 954	28 301
Corporate Services	37 823	53 149	52 365	60 645	69 801	77 067	80 725
<b>Total</b>	<b>50 005</b>	<b>66 644</b>	<b>67 848</b>	<b>86 223</b>	<b>96 068</b>	<b>104 901</b>	<b>109 950</b>
Change to 2004 Budget estimate				1 868	3 926	3 977	3 980

<sup>1</sup> Payable as from 1 April 2004. Salary: R633 061. Car allowance: R158 265.

	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
<b>Economic classification</b>							
<b>Current payments</b>	<b>40 353</b>	<b>56 357</b>	<b>63 521</b>	<b>83 154</b>	<b>90 920</b>	<b>99 264</b>	<b>104 032</b>
Compensation of employees	22 720	30 731	36 539	46 827	53 518	58 417	61 338
Goods and services	17 595	25 546	26 982	36 327	37 402	40 847	42 694
of which:							
Consultants and contractors	3 328	392	1 378	2 572	2 739	2 917	3 063
Travel and subsistence	2 595	3 899	5 036	8 964	9 547	10 167	10 676
Communication	1 787	3 494	3 157	4 506	4 799	5 111	5 366
Inventory	2 773	2 773	2 892	2 258	2 404	2 561	2 689
Financial transactions in assets and liabilities	38	80	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>61</b>	<b>88</b>	<b>93</b>	<b>98</b>	<b>103</b>	<b>108</b>	<b>113</b>
Provinces and municipalities	61	88	93	98	103	108	113
<b>Payments for capital assets</b>	<b>9 591</b>	<b>10 199</b>	<b>4 234</b>	<b>2 971</b>	<b>5 045</b>	<b>5 529</b>	<b>5 805</b>
Machinery and equipment	9 591	10 199	4 234	2 971	5 045	5 529	5 805
<b>Total</b>	<b>50 005</b>	<b>66 644</b>	<b>67 848</b>	<b>86 223</b>	<b>96 068</b>	<b>104 901</b>	<b>109 950</b>

## Expenditure trends

*Administration* is expected to continue to grow steadily, but at a lower rate than over the last three years. Expenditure will increase from R86,2 million in 2004/05 to an expected R110,0 million in 2007/08, an annual average increase of 8,4 per cent, as opposed to the average annual growth rate of 19,9 per cent seen between 2001/02 and 2004/05.

In both 2001/02 and 2002/03, there was significant expenditure on a centralised IT component, the minting and bestowing of new national orders, and an integrated document management system.

Within the additional allocation made in the 2005 Budget, the programme received additional funding for increased capacity and IT systems.

## Programme 2: Support Services to the President and Deputy President

The programme provides planning and the strategic co-ordination of services to the political principals in their executive responsibilities. These include: diary and programme arrangements; managing correspondence, administration and logistical arrangements; and managing support services to special advisors.

The two subprogrammes are:

- *The President's Office.*
- *The Deputy-President's Office.*

## Expenditure estimates

Table 1.4: Support Services to the President and Deputy President

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
President's Office	22 618	20 016	18 588	21 901	25 479	27 274	28 584
Deputy President's Office	–	11 264	10 665	12 712	11 690	12 199	12 784
<b>Total</b>	<b>22 618</b>	<b>31 280</b>	<b>29 253</b>	<b>34 613</b>	<b>37 169</b>	<b>39 473</b>	<b>41 368</b>
Change to 2004 Budget estimate				(10 566)	(11 030)	(11 618)	(12 278)

### Economic classification

<b>Current payments</b>	<b>22 103</b>	<b>30 884</b>	<b>28 206</b>	<b>32 914</b>	<b>36 003</b>	<b>37 855</b>	<b>39 748</b>
Compensation of employees	11 123	15 857	15 066	17 272	20 030	21 926	23 022
Goods and services	10 885	14 904	13 140	15 642	15 973	15 929	16 726
of which:							
Consultants and contractors	798	1 589	1 399	62	66	70	74
Travel and subsistence	5 190	10 548	9 059	4 775	5 085	5 416	5 687
Communication	64	180	196	1 520	1 619	1 724	1 810
Inventory	429	779	1 100	966	1 029	1 096	1 150
Financial transactions in assets and liabilities	95	123	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>26</b>	<b>82</b>	<b>83</b>	<b>1 131</b>	<b>1 066</b>	<b>1 068</b>	<b>1 070</b>
Provinces and municipalities	26	82	83	131	66	68	70
Departmental agencies and accounts	–	–	–	1 000	1 000	1 000	1 000
<b>Payments for capital assets</b>	<b>489</b>	<b>314</b>	<b>964</b>	<b>568</b>	<b>100</b>	<b>550</b>	<b>550</b>
Machinery and equipment	489	314	964	568	100	550	550
<b>Total</b>	<b>22 618</b>	<b>31 280</b>	<b>29 253</b>	<b>34 613</b>	<b>37 169</b>	<b>39 473</b>	<b>41 368</b>

## Expenditure trends

Expenditure on the programme has grown quickly over the last three years, increasing from R22,6 million in 2001/02 to R34,6 million in 2004/05, an annual average growth rate of 15,2 per cent. Over the next three years the rate of increase is much slower, with expenditure rising to R41,4 million in 2007/08, at an annual average growth rate of 6,1 per cent.

Note that the *Communications* programme was previously a subprogramme of this programme, leading to the reduction in the baseline compared to the 2004 Budget estimates.

Within the additional funding provided in the Budget of 2005, R1 million has been allocated for the South African chapter of the African Renaissance for each of the next three years.

## Service delivery objectives and indicators

### Recent outputs

Progress has been made in meeting targets outlined in the 2004 ENE. The Presidency is engaging more with different sectors through izimbizo and regular interactions with the presidential working groups and international advisory forums. There are working groups for: trade unions, business, commercial agriculture, religious leaders, higher education, youth, and women. All incoming and outgoing state and official visits were managed in close partnership with the Department of Foreign Affairs and its Public Diplomacy and Protocol unit.

**Selected medium-term output targets****Support Services to the President, Deputy President and Minister**

<b>Measurable objective:</b> Provide well planned and co-ordinated support services to assist the principals in carrying out their responsibilities.			
<b>Subprogramme</b>	<b>Output</b>	<b>Measure/Indicators</b>	<b>Target</b>
President's Office	An operational private office	Percentage of tasks executed effectively Percentage of programmes initiated that reflect government's priorities	100% 100%
Deputy President's Office	An operational office	Percentage of tasks executed effectively	100%

**Programme 3: Communications**

The *Communications* subprogramme previously in *Programme 2: Support Services to the President, Deputy President and Minister* was made a programme in its own right, because communication has been defined as one of the core functions of The Presidency. The *Communications* programme provides communications, research and information services to enable The Presidency to communicate effectively with the public and within government.

There are three subprogrammes:

- *Public Participation/Relations* organises the izimbizo.
- *Research and Speech Writing* monitors external communication and provides research services for media communications and speeches.
- *Media, Stakeholder and General Information* provides communications services to external stakeholders on behalf of The Presidency.

**Expenditure estimates****Table 1.5: Communications**

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
Public Participation/Relations	–	–	–	512	1 114	719	770
Research and Speech Writing	2 880	3 435	5 126	5 508	7 273	8 065	8 480
Media, stakeholder and general communication	–	4 038	4 531	4 389	5 026	5 293	5 559
<b>Total</b>	<b>2 880</b>	<b>7 473</b>	<b>9 657</b>	<b>10 409</b>	<b>13 413</b>	<b>14 077</b>	<b>14 809</b>
Change to 2004 Budget estimate				3 411	5 974	6 192	6 530

**Economic classification**

<b>Current payments</b>	<b>2 826</b>	<b>7 320</b>	<b>8 974</b>	<b>10 387</b>	<b>13 338</b>	<b>14 000</b>	<b>14 729</b>
Compensation of employees	1 879	5 376	6 643	7 691	9 877	10 802	11 342
Goods and services	947	1 944	2 331	2 696	3 461	3 198	3 387
of which:							
Travel and subsistence	403	1 061	1 333	1 065	1 134	1 208	1 268
<b>Transfers and subsidies to:</b>	<b>6</b>	<b>17</b>	<b>20</b>	<b>22</b>	<b>25</b>	<b>27</b>	<b>30</b>
Provinces and municipalities	6	17	20	22	25	27	30
<b>Payments for capital assets</b>	<b>48</b>	<b>136</b>	<b>663</b>	<b>–</b>	<b>50</b>	<b>50</b>	<b>50</b>
Machinery and equipment	48	136	663	–	50	50	50
<b>Total</b>	<b>2 880</b>	<b>7 473</b>	<b>9 657</b>	<b>10 409</b>	<b>13 413</b>	<b>14 077</b>	<b>14 809</b>

## Expenditure trends

Although a new programme, expenditure has been restated to reflect the activities conducted when *Communications* was a subprogramme. Expenditure has seen rapid growth, rising from R2,9 million in 2001/02 to 10,4 million in 2004/05, an annual average increase of 53,5 per cent. Much of this growth arose from the activities in what is now the *Media, Stakeholder and General Communication* subprogramme. Over the next three years, expenditure is expected to continue to increase strongly, but at a reduced annual average growth rate of 12,5 per cent. The *Research and Speech Writing* subprogramme has seen rapid growth, and accounts for much of the increase over the next three years.

## Service delivery objectives and indicators

### Recent outputs

In addition to the appointment of a head of communications during 2004/05, there were two other significant developments, both with financial implications. Firstly, when the public liaison unit was dissolved, it was decided that a competency focusing on the public relations aspects of The Presidency would be located in the *Communications* programme. Planning for setting this up should be completed by the end of February 2005. Secondly, the imbizo unit was incorporated in the *Communications* programme (under the *Public Participation/Relations* subprogramme), as the izimbizo are a critical communication instrument.

## Selected medium-term output targets

### Communications

<b>Measurable objective:</b> Effective communication by the Presidency with all stakeholders through proactive communication services and well researched information.			
<b>Subprogramme</b>	<b>Output</b>	<b>Measure/Indicators</b>	<b>Target</b>
Public Participation/Relations	Izimbizo	Timely and effective planning and co-ordination	All relevant government departments and stakeholders contributing
	Public Relations	Public relations unit established	June 2005
Research and Speech Writing	Information collection and dissemination	Information collected and disseminated aligned with government's agenda	100 % alignment
Media, Stakeholder and General Information	Information dissemination from The Presidency	Public awareness of The Presidency's views and activities	90%

## Programme 4: Cabinet Office

*Cabinet Office* provides strategic and administrative services to enable Cabinet to plan, make decisions on and ensure the implementation of government's agenda. There is one subprogramme of the same name.

## Expenditure estimates

Table 1.6: Cabinet Office

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
Cabinet Office	4 745	5 733	5 718	6 978	21 816	22 960	24 152
<b>Total</b>	<b>4 745</b>	<b>5 733</b>	<b>5 718</b>	<b>6 978</b>	<b>21 816</b>	<b>22 960</b>	<b>24 152</b>
Change to 2004 Budget estimate				(14 369)	(3 075)	(3 087)	(3 197)

	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
<b>Economic classification</b>							
<b>Current payments</b>	<b>4 708</b>	<b>5 654</b>	<b>5 693</b>	<b>6 877</b>	<b>21 793</b>	<b>22 851</b>	<b>24 127</b>
Compensation of employees	3 164	3 562	3 640	4 273	5 857	6 204	6 514
Goods and services	1 544	2 089	2 053	2 604	15 936	16 647	17 613
of which:							
Travel and subsistence	678	1 101	928	1 349	1 437	1 530	1 607
Financial transactions in assets and liabilities	–	3	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>8</b>	<b>11</b>	<b>11</b>	<b>12</b>	<b>13</b>	<b>14</b>	<b>15</b>
Provinces and municipalities	8	11	11	12	13	14	15
<b>Payments for capital assets</b>	<b>29</b>	<b>68</b>	<b>14</b>	<b>89</b>	<b>10</b>	<b>95</b>	<b>10</b>
Machinery and equipment	29	68	14	89	10	95	10
<b>Total</b>	<b>4 745</b>	<b>5 733</b>	<b>5 718</b>	<b>6 978</b>	<b>21 816</b>	<b>22 960</b>	<b>24 152</b>

### Expenditure trends

Between 2001/02 and 2004/05, *Cabinet Office* expenditure grew at an average annual rate of 13,7 per cent, taking expenditure from R4,7 million in 2001/02 to R7,0 million in 2004/05. Expenditure is expected to triple in 2005/06, due to expenditure on the Cab-E-Net project.

Within the additional allocations in the 2005 Budget, R14,4 million for 2005/06, R15,1 million for 2006/07 and R15,9 million for 2007/08 was allocated for the programme. Of these amounts, R13,4 million, R14,0 million and 14,8 million have been allocated for the Cab-E-Net project.

### Service delivery objectives and indicators

#### Recent outputs

*Cabinet Office* was successful in reaching its 2004/05 targets. The office handled all the correspondence for Cabinet and its six committees. The programme also provided administrative support for two Cabinet lekgotla.

#### Selected medium-term output targets

##### Cabinet Office

**Measurable objective:** A well planned and effectively implemented government agenda, through planning and integrating decision-making processes and services.

Subprogramme	Output	Measure/Indicators	Target
Cabinet Office	Implementation of Cabinet resolutions	Successfully implement Cabinet resolutions	100% success within Cabinet timeframes
	Agendas and minutes handled	Number and quality of agendas and minutes produced	100% within Cabinet timeframes
	Management of classified documentation	Extent of unauthorised access to documents	Zero

### Programme 5: Policy Co-ordination

*Policy Co-ordination* provides policy advice, and monitoring and evaluation services to enable The Presidency, Cabinet and government to plan and co-ordinate government's programmes and ensure that they get implemented.

There are four subprogrammes:

- *Policy Co-ordination*, in co-operation with *Cabinet Office*, works with government structures to co-ordinate activities and policy formulation, and monitors policy implementation.
- *Office on the Status of Women* facilitates the development of a national gender policy framework, and co-ordinates activities in the areas of gender equity and equality.
- *Office on the Status of Disabled Persons* monitors the implementation of the integrated national disability strategy, and co-ordinates and promotes research and interdepartmental initiatives to improve the delivery of services to disabled people.
- *Office on the Rights of the Child* promotes children's rights by co-ordinating and monitoring interdepartmental initiatives.

## Expenditure estimates

Table 1.7: Policy Co-ordination

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
Policy Co-ordination	4 417	6 456	8 841	11 286	15 097	15 753	16 543
Office on the Status of Women	1 932	3 057	3 767	3 695	3 588	3 773	3 961
Office on the Status of Disabled Persons	1 527	1 987	2 629	4 069	4 805	5 052	5 304
Office on the Rights of the Child	2 054	2 394	1 498	3 222	3 524	3 706	3 891
<b>Total</b>	<b>9 930</b>	<b>13 894</b>	<b>16 735</b>	<b>22 272</b>	<b>27 014</b>	<b>28 284</b>	<b>29 699</b>
Change to 2004 Budget estimate				6 915	10 763	11 118	11 675

  

Economic classification							
<b>Current payments</b>	<b>9 847</b>	<b>13 752</b>	<b>16 590</b>	<b>22 202</b>	<b>26 932</b>	<b>28 198</b>	<b>29 608</b>
Compensation of employees	5 990	7 718	9 544	12 494	16 304	17 014	17 865
Goods and services	3 850	6 024	7 046	9 708	10 628	11 184	11 743
of which:							
Consultants and contractors	229	693	601	569	606	645	678
Travel and subsistence	1 497	2 346	2 110	3 390	3 610	3 845	4 037
Inventory	259	356	1 101	147	157	167	175
Financial transactions in assets and liabilities	7	10	–	–	–	–	–
<b>Transfers and subsidies to:</b>	<b>19</b>	<b>24</b>	<b>29</b>	<b>30</b>	<b>32</b>	<b>33</b>	<b>35</b>
Provinces and municipalities	19	24	29	30	32	33	35
<b>Payments for capital assets</b>	<b>64</b>	<b>118</b>	<b>116</b>	<b>40</b>	<b>50</b>	<b>53</b>	<b>56</b>
Machinery and equipment	64	118	116	40	50	53	56
<b>Total</b>	<b>9 930</b>	<b>13 894</b>	<b>16 735</b>	<b>22 272</b>	<b>27 014</b>	<b>28 284</b>	<b>29 699</b>

## Expenditure trends

Expenditure on *Policy Co-ordination* grew at an annual average rate of 30,9 per cent between 2001/02 and 2004/05, rising from R9,9 million in 2001/02 to R22,3 million in 2004/05. These increases helped fund the appointment of upper level management staff. Expenditure is expected to increase further to R29,7 million in 2007/08, an annual average rate of 10,1 per cent.

Within the additional allocations set out in the 2005 Budget, the programme receives R1 million, R2,2 million and R2,3 million for each of the next three years to fund operational costs and for compensation of employees.

## **Service delivery objectives and indicators**

### **Recent outputs**

#### *The Ten Year Review*

Besides the routine work related to its core mandate (provision of policy support, strategic communication support and activities related to co-ordination), in the past year the policy co-ordination advisory service used the SA Year Book to update some of the information in the Ten Year Review. Staff made numerous presentations on the review to stakeholder organisations on the scenarios project (commissioned by The Presidency to project possible political, economic, social and technological developments likely to affect South Africa in the next ten years). It also published a 10-year review of government performance in relation to gender, disability and children.

In the post-election State of the Nation address, the president promised South Africans greater transparency through more regular reports on progress with government's programme of action. The policy unit (supported by the Government Communication and Information System) has managed this process. In the coming year this monitoring and evaluation process will be strengthened.

In advancing the status of women and disabled people and promoting the rights of children, this programme ensures close co-ordination with all three spheres of government.

#### *The Office on the Status of Women*

The Office on the Status of Women (OSW) completed a report on what 10 years of freedom has meant for women. This served as a country report to the UN Beijing+10 review and to the AU for the Dakar Platform of Action+10 review. The OSW also compiled the country's report to the UN on the Convention on the Elimination of All Forms of Discrimination against Women (CEDAW). The OSW participated in the AU negotiation process to ensure that Africa has a sound instrument for interpreting women's rights.

#### *The Office on the Status of Disabled Persons*

In the past year, the Office on the Status of Disabled Persons (OSDP) provided training to national government officials and to disabled local councillors on implementing the integrated national disability strategy, co-ordinated services standards between national and local government, and co-ordinated policy development. Through the UN, the OSDP is also involved in developing a convention on disability rights for Africa. It is also involved in The African Decade of Disabled Persons programme. The OSDP strengthened the capacity of organisations of disabled people to use the media to promote disability rights.

#### *The Office on the Status of the Rights of the Child*

In the past year, the Office on the Status of the Rights of the Child engaged key stakeholders in developing an institutional framework for co-ordinating an integrated child rights approach in government.

## Selected medium-term output targets

### Policy Co-ordination

<b>Measurable objective:</b> Well planned and implemented government programmes through effective, integrated, strategic policy advice and evaluation systems.			
<b>Subprogramme</b>	<b>Output</b>	<b>Measure/Indicator</b>	<b>Target</b>
Policy Co-ordination	Policy integration across government	Effective functioning of system	Ongoing
Office on the Status of Women	Advisory services on implementing the gender policy framework	Functional gender management systems in national and provincial government institutions	By end 2005/06
Office on the Status of Disabled Persons	Systems for monitoring the integrated national disability strategy	Focal points and monitoring systems in place to ensure implementation of the strategy in government and parastatals	By end 2005/06
Office on the Rights of the Child	Advisory services on cross-cutting sectoral policies on children, and monitoring implementation	Establishment of children's desks in all provinces	By end 2005/06

## Programme 6: National Youth Commission

The National Youth Commission is financed by means of a transfer payment and reports to the Minister in The Presidency.

### Expenditure estimates

Table 1.8: National Youth Commission

Subprogramme	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
R thousand	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
National Youth Commission	10 975	13 766	13 488	15 357	17 983	19 228	20 614
<b>Total</b>	<b>10 975</b>	<b>13 766</b>	<b>13 488</b>	<b>15 357</b>	<b>17 983</b>	<b>19 228</b>	<b>20 614</b>
Change to 2004 Budget estimate				15 357	17 983	19 228	20 614
<b>Economic classification</b>							
<b>Transfers and subsidies to:</b>	<b>10 975</b>	<b>13 766</b>	<b>13 488</b>	<b>15 357</b>	<b>17 983</b>	<b>19 228</b>	<b>20 614</b>
Departmental agencies and accounts	10 975	13 766	13 488	15 357	17 983	19 228	20 614
<b>Total</b>	<b>10 975</b>	<b>13 766</b>	<b>13 488</b>	<b>15 357</b>	<b>17 983</b>	<b>19 228</b>	<b>20 614</b>
<b>Details of transfers and subsidies:</b>							
<b>Departmental agencies and accounts</b>							
<b>Current</b>	<b>10 475</b>	<b>13 266</b>	<b>13 488</b>	<b>15 357</b>	<b>17 983</b>	<b>19 228</b>	<b>20 614</b>
National Youth Commission	10 475	13 266	13 488	15 357	17 983	19 228	20 614
<b>Capital</b>	<b>500</b>	<b>500</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
National Youth Commission	500	500	–	–	–	–	–
<b>Total departmental agencies and accounts</b>	<b>10 975</b>	<b>13 766</b>	<b>13 488</b>	<b>15 357</b>	<b>17 983</b>	<b>19 228</b>	<b>20 614</b>

### Expenditure trends

The transfer to the *National Youth Commission* is expected to increase from R11 million in 2001/02 to R20,6 million in 2007/08, an annual average rate of 11,1 per cent over the seven years. The growth is mainly a result of the increase in the responsibilities and functions of the commission.

In the 2005 Budget, an additional R1,7 million, R2,1 million and R2,6 million was added to the baseline over the medium term.

## **Public entities reporting to the minister**

### **National Youth Commission**

The National Youth Commission (NYC) was established in terms of the National Youth Commission Act (1996) and reports to the Minister in The Presidency. Its main objective is to facilitate, co-ordinate and monitor integrated policies and programmes that promote youth development in South Africa and Africa.

During 2002/03, the NYC established a national youth information service comprising a toll-free number and a website. This service provides accurate and relevant information on sexual, career and academic development. Information on the rights and responsibilities of the youth is also available.

## **Annexure**

### **Vote 1: The Presidency**

Table 1.A: Summary of expenditure trends and estimates per programme and economic classification

Table 1.B: Summary of personnel numbers and compensation of employees per programme

Table 1.C: Summary of expenditure on training per programme

Table 1.D: Summary of information and communications technology expenditure per programme

Table 1.E: Summary of official development assistance expenditure

**Table 1.A: Summary of expenditure trends and estimates per programme and economic classification**

Programme	Appropriation		Preliminary outcome	Appropriation			Revised estimate
	Main	Adjusted		Main	Additional	Adjusted	
R thousand	2003/04			2004/05			
1. Administration	60 638	61 138	67 848	84 229	1 994	86 223	86 223
2. Support Services to the President and Deputy President	43 273	42 273	29 253	34 886	(273)	34 613	34 613
3. Communications	9 657	9 657	9 657	10 419	(10)	10 409	10 409
4. Cabinet Office	6 330	5 850	5 718	6 998	(20)	6 978	6 978
5. Policy Co-ordination	16 401	18 625	16 735	21 347	925	22 272	22 272
6. National Youth Commission	13 488	13 488	13 488	15 357	–	15 357	15 357
Subtotal	149 787	151 031	142 699	173 236	2 616	175 852	175 852
Direct charge on							
National Revenue Fund	1 785	1 785	1 744	1 882	58	1 940	1 940
Salary of the President	964	964	923	1 012	58	1 070	1 070
Salary of the Deputy President	821	821	821	870	–	870	870
Total	151 572	152 816	144 443	175 118	2 674	177 792	177 792
Economic classification							
Current payments	133 126	134 010	124 728	154 066	3 408	157 474	157 474
Compensation of employees	79 023	79 267	73 176	90 497	–	90 497	90 497
Goods and services	54 103	54 743	51 552	63 569	3 408	66 977	66 977
Transfers and subsidies	13 704	13 704	13 724	15 584	1 066	16 650	16 650
Municipalities	216	216	236	227	66	293	293
Departmental agencies and accounts	13 488	13 488	13 488	15 357	1 000	16 357	16 357
Payments for capital assets	4 742	5 102	5 991	5 468	(1 800)	3 668	3 668
Machinery and equipment	4 742	5 102	5 991	5 468	(1 800)	3 668	3 668
Transport equipment	–	360	432	773	–	773	773
Other machinery and equipment	4 742	4 742	5 559	4 695	(1 800)	2 895	2 895
Total	151 572	152 816	144 443	175 118	2 674	177 792	177 792

**Table 1.B: Summary of personnel numbers and compensation of employees per programme<sup>1</sup>**

Programme	2001/02	2002/03	2003/04	2004/05	2005/06
1. Administration	180	291	291	301	373
2. Support Services to the President and Deputy President	88	92	92	88	68
3. Communications	20	23	23	25	27
4. Cabinet Office	18	15	15	15	33
5. Policy Co-ordination	34	34	34	38	55
<b>Total</b>	<b>340</b>	<b>455</b>	<b>455</b>	<b>467</b>	<b>556</b>
Total personnel cost (R thousand)	46 449	64 928	73 176	90 497	107 579
Unit cost (R thousand)	137	143	161	194	193

<sup>1</sup> Budgeted full-time equivalent

**Table 1.C: Summary of expenditure on training per programme**

R thousand	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
	2001/02	2002/03	2003/04		2005/06	2006/07	2007/08
1. Administration	457	532	770	886	900	1 000	1 200
<b>Total</b>	<b>457</b>	<b>532</b>	<b>770</b>	<b>886</b>	<b>900</b>	<b>1 000</b>	<b>1 200</b>

**Table 1.D: Summary of information and communications technology expenditure per programme**

R thousand	Expenditure outcome			Adjusted appropriation	Medium-term expenditure estimate		
	Audited	Audited	Preliminary outcome				
	2001/02	2002/03	2003/04		2005/06	2006/07	2007/08
<b>1. Administration</b>	<b>1 900</b>	<b>5 140</b>	<b>5 907</b>	<b>5 200</b>	<b>5 000</b>	<b>5 000</b>	<b>5 250</b>
Technology	1 800	5 040	4 207	3 000	3 500	3 500	3 675
IT services	100	100	1 700	2 200	1 500	1 500	1 575
<b>3. Communications</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>13 100</b>	<b>13 729</b>	<b>14 459</b>
IT services	–	–	–	–	13 100	13 729	14 459
<b>Total</b>	<b>1 900</b>	<b>5 140</b>	<b>5 907</b>	<b>5 200</b>	<b>18 100</b>	<b>18 729</b>	<b>19 709</b>

**Table 1.E: Summary of official development assistance expenditure**

Donor	Project	Cash/ kind	Outcome				Medium-term expenditure estimate		
R thousand			2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08
<b>Local</b>									
Telkom	Office on the Status of the Child	Kind	2 447	–	–	–	–	–	–
<b>Foreign</b>									
Sweden	Office on the Status of Disabled persons	Cash	6 850	6 651	4 357	–	–	–	–
Denmark	Office on the Status of Women	Cash	398	109	1 120	–	–	–	–
The Netherlands	Office on the Status of Women	Cash	–	9	–	–	–	–	–
United Nations	Office on the Status of Women	Kind	649	764	180	–	–	–	–
GTZ	Policy Co-ordination	Kind	–	1 867	–	–	–	–	–
Flanders	Office on the Status of Disabled Persons	Cash	–	–	3 037	2 240	–	–	–
Denmark	Policy Co-ordination	Cash	–	–	441	–	–	–	–
<b>Total</b>			<b>10 344</b>	<b>9 400</b>	<b>9 135</b>	<b>2 240</b>	<b>–</b>	<b>–</b>	<b>–</b>

