

Estimates of Public Expenditure

2009

The Presidency

**National Treasury
Republic of South Africa**



ISBN: 978-2-621-38384-3

RP: 01/2009

The *Estimates of Public Expenditure 2009* booklet for each vote is compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision. In certain instances, factual or numerical errors or inaccuracies published in the main Estimates of National Expenditure 2009 have been corrected in this version. In this version, more comprehensive coverage of transfers, public entities and lower level institutional information is provided where applicable. The “information contained in each chapter” section of the main Estimates of National Expenditure 2009 provides details on the content and structure of the discussion on each vote.

Published by the National Treasury

To obtain copies please contact:

Communications Directorate
National Treasury
Private Bag X115
Pretoria
0001
South Africa
Tel: +27 12 315 5518
Fax: +27 12 315 5126

The *Estimates of National Expenditure 2009* as well as the *Estimates of Public Expenditure 2009* booklets are also available on www.treasury.gov.za

Printed by FormeSet Printers Cape (Pty) Ltd

Contents

Budget summary.....	1
Aim.....	1
Programme purposes	1
Strategic overview: 2005/06 – 2011/12.....	1
Selected performance and operations indicators.....	3
Expenditure estimates	3
Expenditure trends.....	4
Departmental receipts.....	5
Programme 1: Administration	5
Programme 2: Communications	7
Programme 3: Executive Coordination	9
Additional tables.....	15

Vote 1

The Presidency

Budget summary

R thousand	2009/10				2010/11	2011/12
	Total to be appropriated	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	190 486	180 206	3 091	7 189	201 383	211 343
Communications	24 298	24 241	–	57	25 606	27 131
Executive Coordination	110 053	83 971	25 905	177	106 444	111 273
Total	324 837	288 418	28 996	7 423	333 433	349 747
Direct charge against the National Revenue Fund						
Salary of the President	2 254	2 254	–	–	2 394	2 531
Salary of the Deputy President	2 030	2 030	–	–	2 156	2 279
Total expenditure estimates	329 121	292 702	28 996	7 423	337 983	354 557
Executive authority	Minister in The Presidency					
Accounting officer	Chief Operations Officer in The Presidency					
Website address	www.thepresidency.gov.za					

Aim

The aim of The Presidency is to lead, manage and develop the strategic agenda of government and oversee and ensure its realisation by government as a whole.

Programme purposes

Programme 1: Administration

Purpose: Provide effective leadership, management and administrative support services to the principals and branches of The Presidency.

Programme 2: Communications

Purpose: Provide a comprehensive communications, research, knowledge and information management service to enable The Presidency to communicate effectively with all its stakeholders, including the public and government.

Programme 3: Executive Coordination

Purpose: Strengthen the strategic management and leadership capability of government by aligning the strategies of all spheres of government and state owned enterprises.

Strategic overview: 2005/06 – 2011/12

The Presidency's principle objective is to formulate and lead the strategic agenda of government and to ensure that it is actualised. As such, The Presidency seeks to enable the national executive to act in collaboration with society to create conditions that will ensure integrated socioeconomic development country wide through economic growth and inclusion, as well as the attainment of the goals of halving poverty and unemployment by 2014.

In line with its mandate, The Presidency facilitates the execution of a coherent developmental strategy, evaluates the impact of this strategy against desired outcomes, and ensures that systems and resources are in place to enable the implementation of government's programme of action. Furthermore, it intervenes, when necessary, to facilitate the removal of implementation obstacles, and acts to improve or change strategy where desired outcomes have not been achieved. The Cabinet Office and Policy Coordination and Advisory Services facilitate the integration of policy processes across government and provide strategic, technical and administrative support to the five directors-general clusters.

Some of the priority imperatives which continue to shape the outputs of The Presidency are as follows:

- Lead and facilitate the development, implementation and maintenance of a coordinated government wide monitoring and evaluation system.
- Develop a national vision and coherent national strategic plan with the associated political, technical and administrative capacity in the short and medium term.
- Facilitate participatory and democratic governance systems that contribute to the mobilisation of society in a way that achieves nation building and social cohesion and gives effect to the People's Contract (the partnership between government and the citizenry). Unmediated interaction between government and the people will continue to be achieved through the recently reviewed imbizos system, a key tool for institutionalising public participation.
- Facilitate an integrated approach to governance and accountability across government for accelerated service delivery. The focus of The Presidency and government is to accelerate the implementation of government's programmes, in particular the 24 apex priority projects (designed to improve government's ability to deliver on its larger programme of action and to improve social cohesion in the build-up to the 2010 FIFA World Cup).
- Strengthen strategic management and leadership capability across government, as well as integrated planning and coordination. The medium term strategic framework and the national planning framework for all spheres of government have been developed. Together with the national spatial development perspective, these aim to bring about and guide integrated planning in departments and clusters. The aim of the national spatial development perspective is to align provincial and local government plans with the national perspective so as to ensure integrated planning.
- Champion the implementation of the national strategic plan on HIV and AIDS through the South African National AIDS Council, chaired by the deputy president. To accelerate the implementation of the national strategic plan, the focus is on strengthening the secretariat of the South African National AIDS Council and improving the quality and quantity of all government and sectoral interventions, including the massive expansion by the Department of Health of the Khomani/Caring Together campaign.
- Champion the national electricity efficiency programme through a mass media campaign and the support of the energy champions, who comprise prominent South Africans from various sectors, to encourage the nation and the respective sectors to save electricity.
- Ensure effective oversight of the implementation of government's 2010 FIFA World Cup commitments.
- Strategically position South Africa globally. Facilitate a coordinated approach to marketing South Africa to advance its political, economic, and peace and security objectives.
- Facilitate South Africa's role in Africa and the world for improved conditions of peace, stability, security, democracy and good governance, towards sustainable development. In the international relations, peace and security sector, The Presidency will facilitate assessments and projections with regard to regional, continental and global environments, and South Africa's role in these contexts. Work will continue with the various interdepartmental task teams on the main pillars of South Africa's international engagements, such as the India-Brazil-South Africa Summit, the Bi-National Commissions, the South Africa-European Union strategic partnership and South Africa's participation in other forums in Africa and the world. Efforts will continue with regard to strengthening the Southern African Development Community (SADC), the African Union (AU) and its structures, giving support for the implementation of the New Partnership for Africa's Development (NEPAD), post-conflict reconstruction and development on the continent, as well promoting peace and stability in Africa.

- Continue to contribute towards the advancement of the African Agenda through leading South Africa's efforts to restore peace in the Great Lakes region and the Democratic Republic of Congo, and through diplomatic interventions aimed at furthering peace and stability in Burundi, the Comoros, Sudan and Zimbabwe. South Africa remains engaged with the AU and NEPAD, and in August 2008 assumed the chair of SADC. Over the past two years, South Africa has been a non-permanent member of the United Nations (UN) Security Council. South Africa continues to play a role in efforts to bring peace and stability to the Middle East, promote South-South cooperation with countries such as India, Brazil and China, and actively engage with the G8.
- The Presidency is developing policies and processes aimed at ensuring a seamless transition to the government that will be elected in 2009.

The strategic thrust of The Presidency will be further informed and refined by the priorities that will be articulated by the incoming administration following the formation of a new government following this year's national elections.

Selected performance and operations indicators

Table 1.1 The Presidency

Indicator	Programme	Past			Current	Projections		
		2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Number of households surveyed on income, consumption and expenditure in the national income dynamics study each year	Executive Coordination	-	-	8 000	7 402	8 000	0	8 000
Total number of districts and municipalities where gender, disability, children and youth mainstreaming are conceptualised and advocated	Executive Coordination	-	15	125	140	284	284	284
Percentage of project cards reported on per programme of action cycle	Executive Coordination	100	100	100	78	100	100	100
Number of new districts' integrated development plans aligned with the national spatial development perspective and provincial growth and development plans	Executive Coordination	-	13	10	15	14	9	6

Expenditure estimates

Table 1.2 The Presidency

Programme	Audited outcome			Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09		2009/10	2010/11	2011/12
R thousand								
1. Administration	128 600	157 962	162 186	200 179	200 179	190 486	201 383	211 343
2. Communications	10 984	14 106	16 195	23 132	23 132	24 298	25 606	27 131
3. Executive Coordination	50 507	64 206	85 819	88 424	88 424	110 053	106 444	111 273
Subtotal	190 091	236 274	264 200	311 735	311 735	324 837	333 433	349 747
Direct charge against the National Revenue Fund	2 012	2 154	2 316	2 455	4 004	4 284	4 550	4 810
Salary of the President	1 117	1 181	1 270	1 346	2 107	2 254	2 394	2 531
Salary of the Deputy President	895	973	1 046	1 109	1 897	2 030	2 156	2 279
Total	192 103	238 428	266 516	314 190	315 739	329 121	337 983	354 557
Change to 2008 Budget estimate				21 695	23 244	23 574	26 101	27 002

Table 1.2 The Presidency (continued)

R thousand	Audited outcome			Adjusted appropriation	Revised estimate	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09		2009/10	2010/11	2011/12
Economic classification								
Current payments	158 792	203 262	236 746	277 149	278 698	292 702	299 141	313 254
Compensation of employees	89 698	104 309	123 466	150 700	152 249	160 376	166 648	177 228
Goods and services	68 733	98 813	113 280	126 449	126 449	132 326	132 493	136 026
<i>of which:</i>								
Administrative fees	121	64	128	2 227	2 227	2 213	2 384	2 775
Advertising	741	1 960	1 287	4 636	4 636	4 592	4 952	5 725
Assets less than R5 000	2 181	2 261	2 648	4 177	4 177	3 277	2 660	1 961
Audit costs: External	782	1 115	777	1 329	1 329	1 320	1 423	1 655
Bursaries: Employees	801	1 477	2 296	1 921	1 921	1 486	1 551	1 789
Catering: Departmental activities	1 983	3 725	4 127	4 020	4 020	5 482	5 806	4 991
Communication	7 624	9 597	10 880	11 425	11 425	11 308	12 783	14 040
Computer services	3 323	2 000	2 015	7 051	7 051	6 648	7 140	5 415
Consultants and professional services: Business and advisory services	2 271	7 083	1 439	22 822	22 822	37 227	31 358	28 992
Consultants and professional services: Legal costs	1 895	471	445	5 214	5 214	612	659	765
Contractors	4 440	1 483	3 064	3 182	3 182	3 147	3 388	3 937
Agency and support / outsourced services	3 945	7 192	27 650	810	810	806	867	1 008
Inventory: Food and food supplies	742	842	1 006	961	961	953	1 026	1 192
Inventory: Other consumables	692	372	394	1 450	1 450	1 438	1 548	1 805
Inventory: Stationery and printing	3 001	3 769	3 446	2 148	2 148	2 054	2 670	2 590
Lease payments	2 161	2 684	3 103	2 931	2 931	2 764	2 941	3 500
Transport provided: Departmental activities	15	–	–	227	227	223	237	279
Travel and subsistence	27 047	39 769	40 102	40 395	40 395	36 053	37 228	41 051
Operating expenditure	1 962	4 371	3 486	4 399	4 399	5 351	5 569	5 272
Venues and facilities	3 006	8 578	4 987	5 124	5 124	5 372	6 303	7 284
Financial transactions in assets and liabilities	361	140	–	–	–	–	–	–
Transfers and subsidies	27 436	27 938	25 092	28 464	28 464	28 996	30 707	32 549
Provinces and municipalities	295	81	2	–	–	–	–	–
Departmental agencies and accounts	26 183	23 228	24 614	28 333	28 333	28 884	30 588	32 423
Public corporations and private enterprises	200	3 246	35	107	107	112	119	126
Households	758	943	441	24	24	–	–	–
Payments for capital assets	5 875	7 228	4 678	8 577	8 577	7 423	8 135	8 754
Machinery and equipment	5 875	7 228	4 678	8 577	8 577	7 423	8 135	8 754
Total	192 103	238 428	266 516	314 190	315 739	329 121	337 983	354 557

Expenditure trends

Between 2005/06 and 2008/09, total expenditure increased at an average annual rate of 17.8 per cent to accommodate the increase in personnel costs and goods and services. Goods and services increased by 22.5 per cent on average from 2005/06 to 2008/09. Expenditure is expected to grow from R314.2 million in 2008/09 to R354.6 million in 2011/12, at an average annual rate of 4.1 per cent.

The 2009 Budget includes additional funds of R30.7 million (2009/10), R33.4 million (2010/11) and R34.5 million (2011/12) for:

- administrative capacity relating to the corporate services environment (R16 million)
- planning, monitoring and evaluation (R8.6 million)

- the national income dynamics survey (R44.2 million)
- gender, disability and children (R6.2 million)
- the war room on poverty (R10.7 for 2009/10 and 2010/11)
- inflationary adjustments for salaries and capital assets (R12.9 million over the medium term).

Over the medium term, savings of R7.2 million, R7.3 million and R 7.5 million have been identified in goods and services, and transfer payments to public entities.

Departmental receipts

Departmental receipts consist mainly of recovered advances and debts, and the renting out of state property. The increase in revenue from the sale of capital assets in 2006/07 was due to the sale of official vehicles. Receipts are deposited into the National Revenue Fund.

Table 1.3 Departmental receipts

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Medium-term receipts estimate		
	2005/06	2006/07	2007/08	2008/09		2009/10	2010/11	2011/12
Departmental receipts	126	1 738	289	234	175	264	311	367
Sales of goods and services produced by department	69	76	99	175	145	210	252	302
Sales of scrap, waste, arms and other used current goods	–	4	5	–	–	–	–	–
Interest, dividends and rent on land	3	4	19	11	10	13	16	19
Sales of capital assets	–	1 076	32	–	–	–	–	–
Financial transactions in assets and liabilities	54	578	134	48	20	41	43	46
Total	126	1 738	289	234	175	264	311	367

Programme 1: Administration

Expenditure estimates

Table 1.4 Administration

Subprogramme	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
R thousand							
Minister ¹	841	885	951	1 019	1 709	1 811	1 913
Management	86 878	105 463	114 031	145 025	137 017	145 351	152 977
<i>of which:</i>							
<i>Strategy and Operations</i>	703	1 692	3 109	5 193	4 495	5 169	5 113
<i>Discretionary Fund</i>	220	282	140	838	713	756	848
<i>Protocol</i>	5 820	5 862	7 862	6 487	6 568	6 850	7 497
<i>Ceremonial Services</i>	2 376	2 805	2 343	3 416	3 312	3 520	3 960
<i>Legal and Executive Services</i>	4 079	3 527	3 464	8 952	4 408	4 560	4 933
<i>Commission on Remuneration</i>	718	779	1 780	1 689	1 582	1 673	1 866
<i>Corporate Services</i>	38 492	54 087	54 983	68 547	66 539	72 228	74 510
Support Services to President	30 941	38 591	31 875	38 003	36 594	37 746	39 323
Support Services to Deputy President	9 940	13 023	15 329	16 132	15 166	16 475	17 130
Total	128 600	157 962	162 186	200 179	190 486	201 383	211 343
Change to 2008 Budget estimate				16 199	2 343	1 898	2 929

1. From 2008/09, the current payments relating to the total remuneration package of political office bearers are shown, before this, only salary and car allowance are included. Administrative and other subprogramme expenditure may in addition include payments for capital assets as well as transfers and subsidies.

Table 1.4 Administration (continued)

R thousand	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Economic classification							
Current payments	113 491	142 390	153 359	187 688	180 206	190 407	199 756
Compensation of employees	61 379	71 473	81 650	101 140	106 314	109 253	116 450
Goods and services	51 893	70 839	71 709	86 548	73 892	81 154	83 306
<i>of which:</i>							
Administrative fees	121	64	128	2 227	2 213	2 384	2 775
Advertising	670	1 455	954	4 068	4 036	4 355	5 066
Assets less than R5 000	2 001	2 121	2 500	3 791	2 852	2 258	1 522
Audit costs: External	782	1 115	777	1 329	1 320	1 423	1 655
Bursaries: Employees	665	1 298	1 808	1 476	1 178	1 239	1 408
Catering: Departmental activities	851	1 826	2 501	2 428	2 699	2 940	3 454
Communication	6 717	8 502	9 684	9 915	9 848	11 284	12 321
Computer services	3 282	1 981	2 015	6 355	4 760	5 190	4 322
Consultants and professional services: Business and advisory services	2 247	2 046	1 291	6 949	5 210	7 015	5 432
Consultants and professional services: Legal costs	1 895	471	445	5 194	591	637	741
Contractors	4 425	1 348	2 997	2 930	2 910	3 137	3 649
Agency and support / outsourced services	2 315	5 349	9 164	790	785	845	984
Inventory: Food and food supplies	742	842	1 006	917	911	981	1 142
Inventory: Other consumables	682	368	393	1 423	1 414	1 524	1 773
Inventory: Stationery and printing	1 484	2 601	2 151	1 454	1 444	2 032	1 811
Lease payments	1 602	1 921	1 689	1 725	1 713	1 847	2 149
Transport provided: Departmental activities	15	–	–	190	189	203	237
Travel and subsistence	19 228	28 351	28 609	29 404	25 860	26 834	27 903
Operating expenditure	1 154	2 699	1 990	2 150	2 136	2 302	2 678
Venues and facilities	1 015	6 481	1 607	1 833	1 823	2 724	2 284
Financial transactions in assets and liabilities	219	78	–	–	–	–	–
Transfers and subsidies	9 367	8 688	4 478	4 131	3 091	3 089	3 096
Provinces and municipalities	214	59	2	–	–	–	–
Departmental agencies and accounts	8 200	4 000	4 000	4 000	2 979	2 970	2 970
Public corporations and private enterprises	200	3 246	35	107	112	119	126
Non-profit institutions	–	440	–	–	–	–	–
Households	753	943	441	24	–	–	–
Payments for capital assets	5 742	6 884	4 349	8 360	7 189	7 887	8 491
Machinery and equipment	5 742	6 884	4 349	8 360	7 189	7 887	8 491
Total	128 600	157 962	162 186	200 179	190 486	201 383	211 343
Details of transfers and subsidies							
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	214	59	2	–	–	–	–
Regional Services Council levies	214	59	2	–	–	–	–
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	8 200	4 000	4 000	4 000	2 979	2 970	2 970
South African Chapter of the Renaissance	1 000	1 000	1 000	1 000	–	–	–
Isigodlo Trust	4 200	3 000	3 000	3 000	2 979	2 970	2 970
African Institute of South Africa	3 000	–	–	–	–	–	–

Table 1.4 Administration (continued)

R thousand	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Details of transfers and subsidies							
Public corporations and private enterprises							
Public corporations							
Other transfers							
Current	-	3 101	-	-	-	-	-
Development Bank of Southern Africa	-	3 101	-	-	-	-	-
Public corporations and private enterprises							
Private enterprises							
Other transfers							
Current	200	145	35	107	112	119	126
Non life insurance premiums	200	145	35	107	112	119	126
Non-profit institutions							
Current	-	440	-	-	-	-	-
Centre for African Renaissance Studies	-	440	-	-	-	-	-
Households							
Social benefits							
Current	753	943	441	24	-	-	-
Leave gratuity	753	943	441	24	-	-	-

Expenditure trends

Spending in the *Administration* programme increased at an average annual rate of 15.9 per cent between 2005/06 and 2008/09, mainly due to funds allocated in the 2008 adjusted estimates. An additional R16.2 million was allocated, with R7.5 million from the rollover of funds and R6.2 million for unforeseen and unavoidable expenditure.

The growth of 18.6 per cent in the *Management* subprogramme between 2005/06 and 2008/09 was mainly due to the increase in capacity, relocation of offices and the settlement of administrative costs.

Compensation of employees increases by R16 million over the medium term and inflationary adjustments make up the remainder of the increase.

Programme 2: Communications

Communications provides communications services to The Presidency by assisting the president and other principals to communicate effectively with the public and within government. This is done through research, speech writing, media liaison and the imbizo programmes.

The programme is structured around the following functions:

- research, speech writing, monitoring of external communications, and writing services
- media liaison: communications support to the principals and external stakeholders on behalf of The Presidency
- public participation and public relations: management of public participation programmes, including the imbizo public relations services, and support for outreach events, including the coordination of visits by the public to The Presidency, and events management
- internal communications services: branding of The Presidency and the production of publications and information services to The Presidency staff and the public, including The Presidency newsletter, the annual report, the intranet, The Presidency website, the library, and information management services.

Funding in all subprogrammes is mainly used for compensation of employees, and related expenditure in goods and services.

Objectives and measures

- Ensure a well coordinated public relations strategy by providing regular communications research, and drafting and publication services for speeches, reports, brochures, articles and letters to the media.
- Improve public participation, events management and public relations services through outreach events such as imbizos and visits to the Union buildings.
- Implement a communications strategy through the production of publications and the provision of information services such as internal newsletters, electronic bulletins, annual reports and branding.
- Improve internal communications by issuing a weekly newsletter to all staff.

Service delivery and spending focus

The Presidency continued to facilitate direct communication between the political principals and the public through imbizos, a key tool for encouraging public participation. It also set up a meeting between the Cabinet (led by the president) and the South African National Editors Forum, and arranged media engagements for the president and the deputy president, including interviews and media briefings.

Following the meeting with the South African National Editors Forum, media briefings on specific government programmes and the Cabinet lekgotla, relationships between government and the media have improved. Generally, the media were provided increased access to the president, deputy president and the minister in The Presidency, as well as the senior management of The Presidency.

Expenditure estimates

Table 1.5 Communications

Subprogramme	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
R thousand							
Communications	10 984	14 106	16 195	23 132	24 298	25 606	27 131
Total	10 984	14 106	16 195	23 132	24 298	25 606	27 131
Change to 2008 Budget estimate				320	124	61	53

Economic classification

	10 963	14 070	16 100	23 079	24 241	25 546	27 067
Current payments							
Compensation of employees	6 809	7 323	10 025	16 824	17 839	18 619	19 724
Goods and services	4 121	6 714	6 075	6 255	6 402	6 927	7 343
<i>of which:</i>							
Advertising	30	–	236	420	430	465	493
Assets less than R5 000	38	24	81	138	142	153	162
Bursaries: Employees	36	38	27	–	–	–	–
Catering: Departmental activities	63	70	161	289	295	320	339
Communication	334	437	267	573	586	635	673
Computer services	–	19	–	54	55	60	64
Consultants and professional services: Business and advisory services	3	–	95	463	474	513	543
Consultants and professional services: Legal costs	–	–	–	20	21	22	24
Contractors	1	128	5	119	122	132	140
Agency and support / outsourced services	139	699	930	20	21	22	24
Inventory: Food and food supplies	–	–	–	31	31	34	36
Inventory: Other consumables	5	2	–	–	–	–	–
Inventory: Stationery and printing	408	431	512	76	78	85	89
Lease payments	62	76	95	72	74	80	85
Transport provided: Departmental activities	–	–	–	7	8	7	9

Table 1.5 Communications (continued)

R thousand	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
<i>Travel and subsistence</i>	2 521	3 517	2 541	2 487	2 545	2 754	2 918
<i>Operating expenditure</i>	419	1 152	883	1 436	1 470	1 590	1 686
<i>Venues and facilities</i>	62	121	242	50	50	55	58
Financial transactions in assets and liabilities	33	33	-	-	-	-	-
Transfers and subsidies	21	5	-	-	-	-	-
Provinces and municipalities	21	5	-	-	-	-	-
Payments for capital assets	-	31	95	53	57	60	64
Machinery and equipment	-	31	95	53	57	60	64
Total	10 984	14 106	16 195	23 132	24 298	25 606	27 131

Details of transfers and subsidies

Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	21	5	-	-	-	-	-
Regional Services Council levies	21	5	-	-	-	-	-

Expenditure trends

Expenditure increased at an average annual rate of 28.2 per cent between 2005/06 to 2008/09 and slows down to 5.5 per cent over the medium term. The expansion of the *Communications* subprogramme, which resulted in increased spending, will stabilise over the MTEF period.

Programme 3: Executive Coordination

- *Policy Coordination* is responsible for: overseeing the development and implementation of policy in government through engaging with the clusters of directors-general, provincial directors-general, and other top officials; providing strategic support and advice to the principals in The Presidency; and overseeing the government wide monitoring and evaluation system and the national spatial development perspective.
- *Gender, Disability and Children* oversees, monitors and coordinates the work of the Office of the Status of Women, the Office of the Rights of the Child and the Office of the Status of Disabled People.
- *Cabinet Office* facilitates Cabinet processes and ensures that Cabinet can operate effectively. This includes managing documentation and meetings, providing quality control services, and monitoring the implementation of Cabinet decisions.
- *National Youth Commission* facilitates, coordinates and monitors policies and programmes to promote youth development. Funding for the *National Youth Commission* subprogramme is provided through a transfer payment.

Funding in all subprogrammes is mainly used for compensation of employees, and related expenditure in goods and services.

Objectives and measures

- Improve government planning and policy making by reviewing and updating the medium term strategic framework every year to include outcomes, interventions and progress.
- Operationalise planning capacity at the centre of government by developing a long term development vision and a road map.
- Align the development plans of the 3 spheres of government by rolling out the national spatial development perspective framework to 29 districts by 2009/10.
- Report on government's programme of action by leading a coordinated government wide monitoring and evaluation system and publishing a standardised set of development indicators every year.

- Mainstream gender, disability, child and youth issues by coordinating focal points in the offices of premiers and mayors, and in departments.
- Strengthen the leading role of The Presidency in global governance, bilateral and multilateral relations, South-South cooperation, and the implementation of the African Agenda by engaging in international forums.
- Ensure strategies and plans for accelerated and shared economic growth are implemented by facilitating and coordinating initiatives such as the Joint Initiative for Priority Skills Acquisition and the Accelerated and Shared Growth Initiative for South Africa.

Service delivery and spending focus

South Africa's planning system has evolved and improved since 1994, and now embodies a variety of planning instruments. The medium term strategic framework sets the medium term strategic objectives of government. The electoral mandate of the government constitutes the fundamental core of the framework, and is reviewed annually to respond to the ever changing dynamics in the South African society and beyond. The medium term strategic framework and the annual reviews inform the 3-year MTEF and provide the basis for government's annual programme of action, as well as the planning and budgeting decisions made throughout government.

The medium term strategic framework process has improved steadily over recent years and endeavours to shape the MTEF and ensure that the budgetary allocations reflect the strategic priorities of government. The Ministers' Committee on the Budget plays an important political oversight role in ensuring that allocations are aligned with the priorities of government.

Monitoring and evaluation activities enable government to reflect on the impact and effectiveness of the policy choices and programme targets selected. To this end, Cabinet in 2005 approved an implementation plan to develop a monitoring and evaluation system across all national government departments. The Presidency has been responsible for facilitating the implementation of the government wide monitoring and evaluation system and promoting the use of appropriate performance indicators to measure delivery. Progress to date includes the re-establishment of the monitoring and evaluation task team and the creation of a coordinated policy platform for monitoring and evaluation across government. The Presidency publishes annual development indicators aimed at providing an assessment of the progress made by the South African society.

Expenditure estimates

Table 1.6 Executive Coordination

Subprogramme	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
R thousand							
Policy Coordination	14 098	23 045	40 339	38 603	56 670	49 712	49 632
<i>of which:</i>							
<i>Social Sector</i>	2 125	7 936	19 712	7 515	19 555	20 590	20 883
<i>Economic Sector</i>	2 123	2 602	2 372	2 998	3 076	3 214	2 523
<i>Forum of South African Director-Generals</i>	603	1 468	2 107	1 874	2 018	2 135	2 486
<i>International Relations</i>	1 326	1 269	1 496	1 581	1 679	1 785	2 023
<i>Governance and Administration</i>	2 222	1 721	1 777	1 618	1 730	1 835	2 110
<i>Justice and Crime Prevention</i>	1 753	2 301	2 346	2 393	2 529	2 691	3 021
<i>Planning</i>	261	1 593	2 916	8 025	9 072	4 417	6 277
<i>Youth Desk</i>	–	48	849	1 044	1 124	1 189	1 384
<i>Monitoring and Evaluation</i>	–	–	1 999	3 068	3 925	4 125	3 496
Gender, Disability and Children	11 131	11 892	12 795	13 971	14 902	15 841	18 118
Cabinet Office	7 295	10 041	12 071	11 517	12 576	13 273	14 070
National Youth Commission	17 983	19 228	20 614	24 333	25 905	27 618	29 453
Total	50 507	64 206	85 819	88 424	110 053	106 444	111 273
Change to 2008 Budget estimate				5 176	19 401	22 299	22 079

Table 1.6 Executive Coordination (continued)

R thousand	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Economic classification							
Current payments	32 326	44 648	64 971	63 927	83 971	78 638	81 621
Compensation of employees	19 498	23 359	29 475	30 281	31 939	34 226	36 244
Goods and services	12 719	21 260	35 496	33 646	52 032	44 412	45 377
of which:							
Advertising	41	505	97	148	126	132	166
Assets less than R5 000	142	116	67	248	283	249	277
Bursaries: Employees	100	141	461	445	308	312	381
Catering: Departmental activities	1 069	1 829	1 465	1 303	2 488	2 546	1 198
Communication	573	658	929	937	874	864	1 046
Computer services	41	–	–	642	1 833	1 890	1 029
Consultants and professional services: Business and advisory services	21	5 037	53	15 410	31 543	23 830	23 017
Contractors	14	7	62	133	115	119	148
Agency and support / outsourced services	1 491	1 144	17 556	–	–	–	–
Inventory: Food and food supplies	–	–	–	13	11	11	14
Inventory: Other consumables	5	2	1	27	24	24	32
Inventory: Stationery and printing	1 109	737	783	618	532	553	690
Lease payments	497	687	1 319	1 134	977	1 014	1 266
Transport provided: Departmental activities	–	–	–	30	26	27	33
Travel and subsistence	5 298	7 901	8 952	8 504	7 648	7 640	10 230
Operating expenditure	389	520	613	813	1 745	1 677	908
Venues and facilities	1 929	1 976	3 138	3 241	3 499	3 524	4 942
Financial transactions in assets and liabilities	109	29	–	–	–	–	–
Transfers and subsidies	18 048	19 245	20 614	24 333	25 905	27 618	29 453
Provinces and municipalities	60	17	–	–	–	–	–
Departmental agencies and accounts	17 983	19 228	20 614	24 333	25 905	27 618	29 453
Households	5	–	–	–	–	–	–
Payments for capital assets	133	313	234	164	177	188	199
Machinery and equipment	133	313	234	164	177	188	199
Total	50 507	64 206	85 819	88 424	110 053	106 444	111 273

Details of transfers and subsidies

Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	60	17	–	–	–	–	–
Regional Services Council levies	60	17	–	–	–	–	–
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	17 983	19 228	20 614	24 333	25 905	27 618	29 453
National Youth Commission	17 983	19 228	20 614	24 333	25 905	27 618	29 453
Households							
Social benefits							
Current	5	–	–	–	–	–	–
Leave gratuity	5	–	–	–	–	–	–

Expenditure trends

Expenditure in the *Executive Coordination* programme increased at an average annual rate of 20.5 per cent from 2005/06 to 2008/09, providing for policy coordination and the national income dynamics survey.

The average annual growth of 8 per cent over the medium term represents allocations for continuing the national income dynamics survey, the war room on poverty, and expanding the planning and monitoring and evaluation units. The 54.6 per cent increase in goods and services in 2009/10 is due to the additional allocations of R12.4 million for the national income dynamics survey and R3 million for the war room on poverty. The *National Youth Commission* subprogramme grows at an average 6.6 per cent over the medium term.

Public entity

National Youth Commission

Strategic overview: 2005/06 - 2011/12

The National Youth Commission is a statutory body established in terms of the National Youth Commission Act (1996) as amended. The commission was set up in June 1996 as part of government's comprehensive strategy for addressing the challenges facing young women and men in South Africa. Increasingly, the commission's focus has been on interventions designed to ensure a comprehensive and sustainable youth development agenda. The commission coordinates and monitors the mainstreaming and integration of youth development in national and provincial government departments, as well as in the private sector.

The policy imperatives that define the mandate of the National Youth Commission include:

- coordinating and developing an integrated national youth policy, making recommendations to government on implementation, and monitoring implementation
- developing a national plan that is integrated with the reconstruction and development programme
- promoting uniformity of approach by all organs of state, including provincial governments, and linking and coordinating the activities of the various provincial government institutions involved in youth matters
- liaising closely with similar institutions to foster common policies and practices
- developing recommendations related to any other matter which may affect young men and women.

Some of the elements of the commission's strategic plans for the medium term are to:

- lobby for the adoption of the national youth policy by Cabinet during 2009, advise government on the principles and guidelines for implementing the policy and ensure its implementation in partnership with the interdepartmental committee on youth affairs, and develop a system for departments to inform the commission about new or reviewed policies and legislation
- undertake research to inform and guide the work of the commission, develop a knowledge management system that serves as a database and depository for existing research on key youth development issues, and conduct quarterly seminars on topical issues affecting youth
- engage with the provincial youth commissions to improve relations between the National Youth Commission and the provinces
- enhance monitoring and evaluation by developing and publishing an annual report on the performance of state institutions and also by working closely with Parliament and strengthening the Youth Parliament.

The future strategic direction of the National Youth Commission will be determined by the establishment of the National Youth Development Agency, under the National Youth Development Agency Act (2008), which consolidates the National Youth Commission and the Umsobomvu Youth Fund into a single entity. The main aim of the agency is to coordinate youth development.

Selected performance and operations indicators

Table 1.7 National Youth Commission

Indicator	Past			Current	Projections		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Percentage of national departments with youth directorates (out of 34)	-	-	33% (11)	47% (16)	60% (20)	80% (27)	100% (34)
Percentage of municipalities with local youth units dedicated to youth development (out of 283)	-	-	-	68% (193)	75% (213)	89% (252)	100% (284)
Number of national youth service cadets participating in the programme each year				74 000	89 950	106 550	127 150
Number of youths participating in Youth Month commemoration activities each year	-	-	-	100 000	110 000	121 000	133 000
Number of youths volunteering for the 2009 FIFA Confederations Cup and 2010 FIFA World Cup each year				700	1 500	-	-
Total number of partnerships established with countries in Africa and abroad	-	-	-	4	7	12	15

Service delivery and spending focus

In 2007/08, the final draft of the national youth policy for 2008 to 2013 was submitted to the Minister in the Presidency. The policy highlights the need for speeding up employment opportunities for young people, providing second chances particularly for school dropouts or those outside the mainstream of economic activity, ensuring that young people stay in institutions of learning and finish their secondary schooling, and building social cohesion among the youth across race grouping, gender, religious and other backgrounds.

The commission continued to play its lobbying, coordinating and monitoring role through the national youth service programme. As a result, more than 23 projects affecting 38 365 beneficiaries were registered, and 6 national government departments established fully fledged youth development directorates.

In 2008/09, the National Youth Commission, in collaboration with The Presidency's youth desk, presented the Africa Youth Charter to Cabinet. Both houses of Parliament have endorsed the charter, which provides a continental protocol on youth development and encourages governments to set up institutions that spearhead youth development and participation in decision making processes.

Through a number of campaigns, such as media advertisements, the commission has contributed to mobilising the youth to register to vote in the 2009 general elections. 1 350 national youth service volunteers will participate in door-to-door voter education.

A memorandum of understanding between the National Youth Commission and the South African Broadcasting Corporation has been signed and provides for an advisory committee that will ensure the youth friendliness of programmes.

Table 1.8 National Youth Commission: Financial information

R thousand	Audited outcome			Revised estimate	Medium-term estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Statement of financial performance							
Revenue							
Non-tax revenue	87	107	181	380	421	462	510
<i>Other non-tax revenue</i>	87	107	181	380	421	462	510
Transfers received	20 029	20 936	22 952	28 984	30 656	33 504	36 261
Total revenue	20 116	21 043	23 133	29 364	31 077	33 966	36 771
Expenses							
Current expense	18 459	22 196	24 529	29 242	31 741	34 641	38 040
Compensation of employees	9 409	10 590	11 233	12 876	13 442	14 754	16 385
Goods and services	8 496	10 982	12 262	15 221	16 254	17 458	18 532
Depreciation	552	427	512	524	541	669	714
Interest, dividends and rent on land	2	197	522	621	694	854	897
Transfers and subsidies	197	184	–	122	146	231	243
Total expenses	18 656	22 380	24 529	29 364	31 077	33 966	36 771
Surplus / (Deficit)	1 460	(1 337)	(1 396)	–	–	–	–
Statement of financial position							
Carrying value of assets	1 664	1 751	1 662	1 556	1 797	1 910	1 945
<i>of which: Acquisition of assets</i>	133	968	433	–	–	–	–
Inventory	162	161	179	286	307	352	398
Receivables and prepayments	512	605	935	899	917	987	835
Cash and cash equivalents	1 176	1 293	2 428	2 635	2 765	2 845	2 978
Total assets	3 514	3 810	5 204	5 376	5 786	6 094	6 156
Accumulated surplus / deficit	1 833	494	(902)	108	102	175	235
Borrowings	82	834	771	921	963	981	1 024
Trade and other payables	1 313	2 289	5 291	3 984	4 657	4 866	4 811
Provisions	286	193	44	363	64	72	86
Total equity and liabilities	3 514	3 810	5 204	5 376	5 786	6 094	6 156

Expenditure trends

The National Youth Commission's main source of revenue is a transfer from The Presidency, while additional revenue comes from international donors. The transfer grew at an average annual rate of 13.1 per cent between 2005/06 and 2008/09, from R20 million in 2005/06 to R29 million in 2008/09, mainly due to funding for coordinating the national youth service programme, a government initiative aimed at engaging youth in the delivery of services to communities. The 16.3 per cent growth in expenditure over the same period is mainly driven by a 21.5 per cent growth in goods and services due to the increase in the provision for travel and workshops.

No additional funds for the medium term have been allocated in the 2009 Budget. Between 2008/09 and 2011/12, the transfer continues to grow at an average annual rate of 7.8 per cent, increasing to R36.3 million in 2011/12. This is mainly for improving internal controls and the monitoring and evaluation of the implementation of the national youth policy at the provincial and local government levels, as well as to cater for inflation adjustments.

Additional tables

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

Programme	Appropriation		Audited outcome	Appropriation			Revised estimate
	Main	Adjusted		Main	Additional	Adjusted	
R thousand	2007/08		2007/08	2008/09			2008/09
1. Administration	157 904	172 099	162 186	183 980	16 199	200 179	200 179
2. Communications	19 334	18 500	16 195	22 812	320	23 132	23 132
3. Executive Coordination	77 503	81 502	85 819	83 248	5 176	88 424	88 424
Subtotal	254 741	272 101	264 200	290 040	21 695	311 735	311 735
Direct charge against the National Revenue Fund	2 219	2 219	2 316	2 455	-	2 455	4 004
Salary of the President	1 197	1 197	1 270	1 346	-	1 346	2 107
Salary of the Deputy President	1 022	1 022	1 046	1 109	-	1 109	1 897
Total	256 960	274 320	266 516	292 495	21 695	314 190	315 739
Economic classification							
Current payments	225 357	241 964	236 746	256 974	20 175	277 149	278 698
Compensation of employees	131 350	118 886	123 466	143 851	6 849	150 700	152 249
Goods and services	94 007	123 078	113 280	113 123	13 326	126 449	126 449
Transfers and subsidies	24 716	24 792	25 092	28 440	24	28 464	28 464
Provinces and municipalities	-	-	2	-	-	-	-
Departmental agencies and accounts	24 614	24 614	24 614	28 333	-	28 333	28 333
Public corporations and private enterprises	102	102	35	107	-	107	107
Households	-	76	441	-	24	24	24
Payments for capital assets	6 887	7 564	4 678	7 081	1 496	8 577	8 577
Machinery and equipment	6 395	6 395	4 678	6 577	2 000	8 577	8 577
Software and intangible assets	492	1 169	-	504	(504)	-	-
Total	256 960	274 320	266 516	292 495	21 695	314 190	315 739

Table 1.B Summary of personnel numbers and compensation of employees

	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Permanent and full time contract employees							
Compensation (R thousand)	85 225	101 948	118 116	147 280	156 056	163 003	173 439
Unit cost (R thousand)	212	230	255	259	246	257	261
Personnel numbers (head count)	402	444	464	569	634	635	664
Part time and temporary contract employees							
Compensation (R thousand)	4 473	1 971	4 840	3 060	3 240	2 565	2 709
Unit cost (R thousand)	213	219	242	255	270	285	301
Personnel numbers (head count)	21	9	20	12	12	9	9
Interns							
Compensation of interns (R thousand)	-	390	510	360	1 080	1 080	1 080
Unit cost (R thousand)	-	30	30	36	36	36	36
Number of interns	-	13	17	10	30	30	30
Total for department							
Compensation (R thousand)	89 698	104 309	123 466	150 700	160 376	166 648	177 228
Unit cost (R thousand)	212	224	246	255	237	247	252
Personnel numbers (head count)	423	466	501	591	676	674	703
Learnerships							
Payments for learnerships (R thousand)	-	170	108	113	119	125	125
Number of learnerships (head count)	-	3	5	5	15	15	15

Table 1.C Summary of expenditure on training

	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12
Compensation of employees (R thousand)	89 698	104 309	123 466	150 700	160 376	166 648	177 228
Training expenditure (R thousand)	801	1 477	2 296	1 414	1 486	1 551	1 789
Training as percentage of compensation	0.9%	1.4%	1.9%	0.9%	0.9%	0.9%	1.0%
Total number trained in department (head count)	100	197	97	93			
<i>of which:</i>							
<i>Employees receiving bursaries (head count)</i>	124	47	35	63			
<i>Leaverships trained (head count)</i>	–	11	12	11			
<i>Internships trained (head count)</i>	–	13	17	10			

Table 1.D Summary of departmental public private partnership projects

Project description: National fleet project	Project annual unitary fee at time of contract	Budgeted expenditure	Medium-term expenditure estimate		
		2008/09	2009/10	2010/11	2011/12
R thousand					
Projects signed in terms of Treasury Regulation 16	–	15 120	15 876	16 670	18 337
PPP unitary charge ¹	–	15 120	15 876	16 670	18 337
Total	–	15 120	15 876	16 670	18 337

1. Phavis fleet services public private partnership. Disclosure notes for this project can be viewed in the public private partnership table of the Department of Transport.

Table 1.E Summary of donor funding

Donor	Project	Departmental programme name	Amount committed	Main economic classification	Spending focus	Audited outcome			Medium-term expenditure estimate				
						2005/06	2006/07	2007/08	Estimate 2008/09	2009/10	2010/11	2011/12	
R thousand													
Foreign In cash													
Denmark	Strategy for economic development and empowerment (economic assistance programme)	Executive Coordination	3 099	Goods and services	Database created for unemployed persons with disabilities. Learnerships completed towards increasing the capacity of the disability movement to place and support persons with disabilities. Youth camp facilitated for deaf youth towards increasing employability. 4 sheltered and protective workshops assisted towards greater economic independence	219	387	978	1 427	-	-	-	-
Vlaanders	Office on the Status of Disabled Persons (economic assistance programme)	Executive Coordination	533	Goods and services	Media toolkit created for disabled persons' organisations. Awareness created on disability. Capacity created in terms of raising awareness	510	1 257	-	-	802	-	-	-
Sweden	Gender, disability and children research project (economic assistance programme)	Executive Coordination	1 000	Goods and services	Produce report on mainstreaming of vulnerable groups – used to inform policy, advocacy and mainstreaming activities within government	-	-	-	-	67	-	-	-
European Union	Programme to support pro-poor policy development (pro-poor policy development programme)	Executive Coordination	572	Goods and services	Only 35 per cent of the funds disbursed due to delays in the appointment of staff	-	-	132	29 934	4 123	2 373	1 600	1 600
In kind													
Belgium	Planning study on national strategic planning	Executive Coordination	70	Goods and services	Report produced on planning systems in selected countries	21	-	70	-	-	-	-	-
Deutsche Gesellschaft für Technische Zusammenarbeit (GTZ)	National spatial development perspective alignment (harmonisation and alignment of provincial growth development strategies)	Executive Coordination	2 102	Goods and services	Framework and methodology compiled for contextualising the national spatial development perspective at a district level through pilot projects	-	-	2 102	2 500	-	-	-	-
Deutsche Gesellschaft für Technische Zusammenarbeit (GTZ)	Review 2014 scenarios and develop 2025 scenarios	Executive Coordination	1 148	Goods and services	Scenarios 2025 published and presented to relevant stakeholders	-	-	1 148	1 400	-	-	-	-
Deutsche Gesellschaft für Technische Zusammenarbeit (GTZ)	Fifteen-year review project	Executive Coordination	2 841	Goods and services	Fifteen-year review published and distributed to relevant stakeholders	-	-	2 841	800	-	-	-	-
Sweden	Office on the Status of Disabled People (capacity building and mainstreaming)	Executive Coordination	-	Non-profit institutions	Policy and frameworks to be developed on mainstreaming disability. Training of government partners on implementation of the White Paper on Integrated National Disability Strategy	-	-	-	-	52	-	-	-
Total			11 365			750	1 644	7 271	36 061	5 044	2 373	1 600	1 600

