

# **Financial and Administrative Services**



# Vote 7

## Government Communication and Information System

	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	R249 130 000	R249 130 000		
Responsible minister	Minister in the Presidency			
Administering department	Government Communication and Information System			
Accounting officer	Chief Executive Officer of Government Communication and Information System			

### Aim

*The aim of the Government Communication and Information System is to provide a comprehensive communication service on behalf of government to facilitate the involvement of the majority of South Africans in the process of governance, reconstruction and development, nation-building and reconciliation.*

### Changes to programme purposes and measurable objectives

There were no changes to programme purposes and measurable objectives.

### Adjusted Estimates of National Expenditure 2005

Table 7.1: Government Communication and Information System

Programme		2005/06					
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	55 422	–	–	1 368	–	1 368	56 790
2. Policy and Research	10 364	–	–	12	–	12	10 376
3. Government and Media Liaison	16 809	–	–	(898)	–	(898)	15 911
4. Provincial and Local Liaison	36 681	–	–	–	–	–	36 681
5. Communication Service Agency	53 585	–	–	(482)	–	(482)	53 103
6. International Marketing and Media Development	76 269	–	–	–	–	–	76 269
<b>Total</b>	<b>249 130</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>249 130</b>

  

Economic classification							
<b>Current payments</b>	<b>170 351</b>	<b>–</b>	<b>–</b>	<b>(2 942)</b>	<b>–</b>	<b>(2 942)</b>	<b>167 409</b>
Compensation of employees	74 335	–	–	4 639	–	4 639	78 974
Goods and services	96 016	–	–	(7 581)	–	(7 581)	88 435
<b>Transfers and subsidies to:</b>	<b>76 469</b>	<b>–</b>	<b>–</b>	<b>70</b>	<b>–</b>	<b>70</b>	<b>76 539</b>
Provinces and municipalities	200	–	–	23	–	23	223
Departmental agencies and accounts	76 269	–	–	–	–	–	76 269
Households	–	–	–	47	–	47	47
<b>Payments for capital assets</b>	<b>2 310</b>	<b>–</b>	<b>–</b>	<b>2 872</b>	<b>–</b>	<b>2 872</b>	<b>5 182</b>
Machinery and equipment	2 310	–	–	1 994	–	1 994	4 304
Software and other intangible assets	–	–	–	878	–	878	878
<b>Total</b>	<b>249 130</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>249 130</b>

## Details of adjustments to Estimates of National Expenditure 2005

### Virements

**Table 7.2: Government Communication and Information System (Net effect of all virements)**

From	R thousand	To	R thousand
<b>Programme</b>			
3 Government and Media Liaison	898	1 Administration	1 368
5 Communication Service Agency	482	2 Policy and Research	12
<b>Economic classification item</b>			
Goods and services	7 581	Compensation of employees	4 639
		Transfers and subsidies	70
		Machinery and equipment	1 994
		Software and intangible assets	878

### Details of savings

Programme 3: Government and Media Liaison

Savings of R898 000 are due to resignations and merit awards which were processed in *Programme 1: Administration*.

Programme 5: Communication Service Agency

Savings of R232 000 are due to vacant posts.

R250 000 savings on goods and services are due to a saving on printing in the Product Development subprogramme.

### Utilisation of savings

Programme 1: Administration

R1,368 million has been used to curb projected over-expenditure on merit award payments for the department.

Programme 2: Policy and Research

R12 000 has been used for the Economic Opportunities publication, under goods and services.

### Virements within a programme

Programme 1: Administration

Savings of R29 000 under compensation of employees, due to vacant posts, have been shifted to transfers and subsidies for Regional Service Council levies (R13 000) and transfers to households (R16 000) to comply with the Standard Chart of Accounts (SCOA).

R2,721 million under goods and services has been used to fund overtime under compensation of employees and R2,691million has been shifted to payments for capital assets.

Programme 3: Government and Media Liaison

R70 000 was incorrectly budgeted for overtime under goods and services and has been shifted to compensation of employees.

Savings of R12 000 under goods and services have been shifted to payment for capital assets.

## Programme 4: Provincial and Local Liaison

Savings of R41 000 under compensation of employees, due to vacant posts, have been shifted to transfers and subsidies for Regional Service Council levies (R10 000) and to transfers to households (R31 000) to comply with SCOA.

R1,954 million for subsidised transport, incorrectly budgeted under goods and services, has been shifted to compensation of employees.

## Programme 5: Communication Service Agency

R2,824 million under goods and services has been shifted as follows:

- R45 000 to compensation of employees for subsidised vehicles
- R110 000 to compensation of employees for overtime
- R2,5 million to compensation of employees because it was incorrectly budgeted
- R169 000 to payments for capital assets to comply with SCOA.

## Expenditure 2004/05 and preliminary expenditure 2005/06

Table 7.3: Government Communication and Information Systems

Programme	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
1. Administration	40 868	17 363	39 947	97,7	56 790	26 183	50,8
2. Policy and Research	9 536	4 131	9 487	99,5	10 376	4 902	18,7
3. Government and Media Liaison	14 795	6 488	13 581	91,8	15 911	7 190	10,8
4. Provincial and Local Liaison	29 832	13 786	30 002	100,6	36 681	16 628	20,6
5. Communication Service Agency	35 204	16 621	36 910	104,8	53 103	11 526	(30,7)
6. International Marketing and Media Development	72 914	51 398	72 914	100,0	76 269	41 636	(19,0)
<b>Total</b>	<b>203 149</b>	<b>109 787</b>	<b>202 841</b>	<b>99,8</b>	<b>249 130</b>	<b>108 065</b>	<b>(1,6)</b>
<b>Current payments</b>	<b>125 675</b>	<b>56 516</b>	<b>123 108</b>	<b>98,0</b>	<b>167 409</b>	<b>64 060</b>	<b>13,3</b>
Compensation of employees	64 404	30 951	63 061	97,9	78 974	38 183	23,4
Goods and services	61 271	25 564	59 830	97,6	88 435	25 864	1,2
Financial transactions in assets and liabilities	-	1	217	-	-	13	1200,0
<b>Transfers and subsidies to:</b>	<b>73 124</b>	<b>51 492</b>	<b>73 119</b>	<b>100,0</b>	<b>76 539</b>	<b>41 800</b>	<b>(18,8)</b>
Provinces and municipalities	210	94	192	91,4	223	117	24,5
Departmental agencies and accounts	72 914	51 398	72 914	100,0	76 269	41 636	(19,0)
Households	-	-	13	-	47	47	-
<b>Payments for capital assets</b>	<b>4 350</b>	<b>1 779</b>	<b>6 614</b>	<b>152,0</b>	<b>5 182</b>	<b>2 205</b>	<b>23,9</b>
Machinery and equipment	4 350	1 779	6 262	144,0	4 304	1 184	(33,4)
Software and other intangible assets	-	-	352	-	878	1 021	-
<b>Total</b>	<b>203 149</b>	<b>109 787</b>	<b>202 841</b>	<b>99,8</b>	<b>249 130</b>	<b>108 065</b>	<b>(1,6)</b>

## Selected expenditure trends for first half of 2005/06 financial year

Expenditure in the first six months of 2005/06 was R108,065 million, or 43,4 per cent of the adjusted appropriation of R249,13 million for the year as a whole.

The year-on-year rate of decrease is due to delays in the Vukuzenzele magazine project and an adjustment to the transfer to the International Marketing Council.

The increase in payments for capital assets is related to upgrading the department's IT disaster recovery plan.

## Summary of transfers and subsidies

**Table 7.4: Summary of transfers and subsidies per programme**

2005/06							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
<b>1. Administration</b>	<b>65</b>	–	–	29	–	29	94
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	65	–	–	13	–	13	78
Regional Services Council levies	65	–	–	13	–	13	78
Households							
Social benefits							
Current	–	–	–	16	–	16	16
Employer social benefit	–	–	–	16	–	16	16
<b>2. Policy and Research</b>	<b>14</b>	–	–	–	–	–	14
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	14	–	–	–	–	–	14
Regional Services Council levies	14	–	–	–	–	–	14
<b>3. Government and Media Liaison</b>	<b>32</b>	–	–	–	–	–	32
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	32	–	–	–	–	–	32
Regional Services Council levies	32	–	–	–	–	–	32
<b>4. Provincial and Local Liaison</b>	<b>62</b>	–	–	41	–	41	103
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	62	–	–	10	–	10	72
Regional Services Council levies	62	–	–	10	–	10	72
Households							
Social benefits							
Current	–	–	–	31	–	31	31
Employer social benefit	–	–	–	31	–	31	31
<b>5. Communication Service Agency</b>	<b>27</b>	–	–	–	–	–	27
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	27	–	–	–	–	–	27
Regional Services Council levies	27	–	–	–	–	–	27

Vote 7: Government Communication and Information System

2005/06							
	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand							
<b>6.International Marketing and Media</b>	<b>76 269</b>	–	–	–	–	–	<b>76 269</b>
Development							
Departmental agencies and accounts							
Public entities							
<b>Current</b>	<b>76 269</b>	–	–	–	–	–	<b>76 269</b>
International Marketing Council	69 269	–	–	–	–	–	69 269
Media Development and Diversity Agency (MDDA)	7 000	–	–	–	–	–	7 000
<b>Total</b>	<b>76 469</b>	–	–	<b>70</b>	–	<b>70</b>	<b>76 539</b>

