

Vote 1

The Presidency

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	254 741	272 101	–	17 360
<i>of which:</i>				
Current payments	223 138	239 745	–	16 607
Transfers and subsidies	24 716	24 792	–	76
Payments for capital assets	6 887	7 564	–	677
Direct charge against the National Revenue Fund	2 219	2 219	–	–
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operating Officer in the Presidency			

Aim

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

Adjusted Estimates of National Expenditure 2007

Table 1.1: Adjusted Estimates

Programme		2007/08					
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	157 904	17 360	–	(3 165)	–	14 195	172 099
2. Communications	19 334	–	–	(834)	–	(834)	18 500
3. Executive Co-ordination	77 503	–	–	3 999	–	3 999	81 502
Subtotal	254 741	17 360	–	–	–	17 360	272 101
Direct charge against the National Revenue Fund	2 219	–	–	–	–	–	2 219
Salary of the President	1 197	–	–	–	–	–	1 197
Salary of the Deputy president	1 022	–	–	–	–	–	1 022
Total	256 960	17 360	–	–	–	17 360	274 320
Economic classification							
Current payments	225 357	17 360	–	(753)	–	16 607	241 964
Compensation of employees	131 350	–	–	(12 464)	–	(12 464)	118 886
Goods and services	94 007	17 360	–	11 711	–	29 071	123 078
Transfers and subsidies	24 716	–	–	76	–	76	24 792
Departmental agencies and accounts	24 614	–	–	–	–	–	24 614
Public corporations and private enterprises	102	–	–	–	–	–	102
Households	–	–	–	76	–	76	76
Payments for capital assets	6 887	–	–	677	–	677	7 564
Machinery and equipment	6 395	–	–	–	–	–	6 395
Software and other intangible assets	492	–	–	677	–	677	1 169
Total	256 960	17 360	–	–	–	17 360	274 320

Details of adjustments to Estimates of National Expenditure 2007

Roll-overs – R17.36 million

Programme 1: Administration

R8.86 million has been rolled over for relocation costs to additional accommodation, including new furniture, a new security system, removals, and other costs. R8.5 million has been rolled over for outstanding commitments for administrative costs.

Virements

Table 1.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	(8 065)	4 900	
Current payments	(8 065)	4 824	
Compensation of employees	(8 065)	–	Savings due to vacant administrative, IT and, human resources posts, likely to be filled during November 2007, have been shifted to goods and services and households in this programme and programme 3.
Goods and services	–	4 824	Funds shifted from compensation of employees will be used to improve internal controls following the auditor general's recommendations (R961 000), to support the increased activities of the deputy president in her role as leader of government business (R1.794 million), and for other administrative commitments (R2.069 million).
Transfers and Subsidies	–	76	
Households	–	76	Funds shifted from compensation of employees will be used for leave gratuity payments.
2. Communications	(2 334)	1 500	
Current payments	(2 334)	1 500	
Compensation of employees	(2 334)	–	Savings due to vacant senior management, communication and administrative posts, likely to be filled between November and December 2007, have been shifted to goods and services in this programme and to programme 3.
Goods and services	–	1 500	Funds shifted from compensation of employees will be used for the branding audit which forms part of the Presidency's branding project.
3. Executive Co-ordination	(2 065)	6 064	
Current payments	(2 065)	5 387	
Compensation of employees	(2 065)	–	Savings due to vacant senior management, communication and administrative posts, likely to be filled in November 2007, have been shifted to goods and services and software and tangible assets in this programme.
Goods and services	–	5 387	Funds shifted from compensation of employees (in programmes 1 and 2, and in this programme) will be used for: additional costs for various Cabinet meetings mainly due to the inclusion of deputy ministers (R2.813 million); a number of additional once-off Youth Desk activities (R100 000); printing the national spatial development perspective publication (R532 500); the AsgiSA projects in the economic cluster (R467 048); publishing the presidential economic advisory panel report (R500 000), and the shortfall for the national income dynamics study (R973 000).
Payments for capital assets	–	677	
Software and other intangible assets	–	677	Funds shifted from compensation of employees will be used to implement a web-based reporting framework to monitor and evaluate progress on government's programme of action (R677 000).
Total for Vote	(12 464)	12 464	

Expenditure 2006/07 and preliminary expenditure 2007/08

Table 1.3: Expenditure trends

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
R thousand							
1. Administration	158 808	64 764	157 962	99.5	172 099	71 689	10.7
2. Communications	17 577	5 924	14 106	80.3	18 500	6 488	9.5
3. Executive Co-ordination	62 480	28 795	64 206	102.8	81 502	31 554	9.6
Subtotal	238 865	99 483	236 274	98.9	272 101	109 731	10.3
Direct charge against the National Revenue Fund	2 154	1 051	2 154	100.0	2 219	1 078	2.6
Salary of the President	1 181	559	1 181	100.0	1 197	591	5.7
Salary of the Deputy President	973	492	973	100.0	1 022	487	(1.0)
Total	241 019	100 534	238 428	98.9	274 320	110 809	10.2
Current payments	210 272	86 305	202 766	96.4	241 964	94 683	9.7
Compensation of employees	108 123	49 785	104 309	96.5	118 886	57 019	14.5
Goods and services	102 149	36 381	98 317	96.2	123 078	37 664	3.5
Financial transactions in assets and liabilities	–	139	140	–	–	–	(100.0)
Transfers and subsidies	24 350	12 268	27 938	114.7	24 792	14 795	20.6
Provinces and municipalities	82	79	81	98.8	–	–	(100.0)
Departmental agencies and accounts	23 228	11 246	23 228	100.0	24 614	14 681	30.5
Public corporations and private enterprises	97	–	3 246	3 346.4	102	38	(100.0)
Non-profit institutions	–	–	440	–	–	–	(100.0)
Households	943	943	943	100.0	76	76	(91.9)
Payments for capital assets	6 397	1 961	7 724	120.7	7 564	1 331	(32.1)
Machinery and equipment	5 942	1 637	7 228	121.6	6 395	1 112	(32.1)
Software and other intangible assets	455	324	496	109.0	1 169	219	(32.4)
Total	241 019	100 534	238 428	98.9	274 320	110 809	10.2

Selected expenditure trends for the first half of 2007/08

Expenditure in the first six months of 2007/08 was R110.8 million or 40.3 per cent of the adjusted appropriation of R274.3 million for the year as a whole. Expenditure in the first six months of 2007/08 increased by 10.2 per cent compared to the first six months of 2006/07.

The main increase compared to 2006/07 is related the increase in capacity (29 additional posts filled) and a transfer to the Isigodlo Trust and the National Youth Commission made earlier this year.

Expenditure in 2006/07 was 98.9 per cent of the adjusted appropriation for that year.

Changes to transfers and subsidies

Table 1.4: Summary of changes to transfers and subsidies per programme

Table 1.1. Summary of changes to transfers and subsidies per programme

	2007/08						
		Additional appropriation					
	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	Adjusted appropriation
R thousand							
1. Administration	4 102	–	–	76	–	76	4 178
Households							
Social benefits							
Current	–	–	–	76	–	76	76
Leave gratuity	–	–	–	76	–	76	76