

Vote 1

The Presidency

Adjusted budget summary

2008/09				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	290 040	311 735	-	21 695
<i>of which:</i>				
Current payments	254 519	274 694	-	20 175
Transfers and subsidies	28 440	28 464	-	24
Payments for capital assets	7 081	8 577	-	1 496
Direct charge against the National Revenue Fund	2 455	2 455	-	-
Executive authority	Minister in the Presidency			
Accounting officer	Chief Operating Officer in the Presidency			

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.

Mid-year performance status

Indicators	Annual performance	
	Projected for 2008/09 as published in the 2008 ENE	Achieved in the first six months of 2008/09 (April to September)
As published in the 2008 ENE		
Number of households surveyed on income, consumption and expenditure in the national income dynamics study	-	6 700
Number of districts and municipalities where gender, disability, children and youth mainstreaming were conceptualised and advocated	255	131
Number of advisory, strategic and research-based submissions made to principals in the Presidency	220	90
Number of meetings of presidential working groups and advisory committees	18	7
Percentage of project cards reported on per Programme of Action Cycle	100%	First cycle 73% Second cycle 72% Third cycle 91%
Number of districts' integrated development plans aligned with the national spatial development perspective and provincial growth and development plans	15	0

The target of 255 districts and municipalities may not be achieved because of a lack of capacity. The revised target is 160 districts and municipalities.

The constraints to reporting on 100% of project cards include staff turnover and competing government events, such as Cabinet Lekgotla.

Aligning 15 districts' integrated development plans by the end of the year is on track: the tender process is complete, introductory workshops have been held with all participating districts and provincial counterparts, and induction and orientation workshops have been held in 5 districts.

Adjusted Estimates of National Expenditure 2008

Table 1.1: Adjusted estimates

Programme	2008/09						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand							
1. Administration	183 980	7 471	6 156	-	2 572	16 199	200 179
2. Communications	22 812	-	-	-	320	320	23 132
3. Executive Co-ordination	83 248	-	4 195	-	981	5 176	88 424
Subtotal	290 040	7 471	10 351	-	3 873	21 695	311 735
Direct charge against the National Revenue Fund	2 455	-	-	-	-	-	2 455
Salary of the President	1 346	-	-	-	-	-	1 346
Salary of the Deputy President	1 109	-	-	-	-	-	1 109
Departmental Total	292 495	7 471	10 351	-	3 873	21 695	314 190
Economic classification							
Current payments	256 974	7 471	8 351	-	4 353	20 175	277 149
Compensation of employees	143 851	-	3 000	-	3 849	6 849	150 700
Goods and services	113 123	7 471	5 351	-	504	13 326	126 449
Transfers and subsidies	28 440	-	-	-	24	24	28 464
Departmental agencies and accounts	28 333	-	-	-	-	-	28 333
Public corporations and private enterprises	107	-	-	-	-	-	107
Households	-	-	-	-	24	24	24
Payments for capital assets	7 081	-	2 000	-	(504)	1 496	8 577
Machinery and equipment	6 577	-	2 000	-	-	2 000	8 577
Software and other intangible assets	504	-	-	-	(504)	(504)	-
Total	292 495	7 471	10 351	-	3 873	21 695	314 190

Details of adjustments to Estimates of National Expenditure 2008

Roll-over of funds – R7.471 million

Programme 1: Administration

R4.028 million has been rolled over for relocating to additional accommodation.

R3.443 million has been rolled over for outstanding commitments on administrative costs.

Unforeseeable and unavoidable expenditure – R10.351 million

Programme 1: Administration and programme 3: Executive coordination

R10.351 million has been allocated for an unexpected increase in administrative capacity and for the war room on poverty.

Other adjustments – R3.873 million

Adjustments due to significant and unforeseeable economic and financial events

Additional funding of R3.873 million has been allocated to cover costs related to the higher than budgeted wage increase made by the Minister for Public Service and Administration.

Programme 1: Administration
R2.572 million

Programme 2: Communications
R320 000

Programme 3: Executive Co-ordination
R981 000

Funds shifted within a vote

Programme 1: Administration

R24 000 was shifted from compensation of employees to households and R504 000 was shifted from software and other intangible assets to goods and services. These funds were incorrectly classified in the 2008 ENE.

Expenditure 2007/08 and preliminary expenditure 2008/09

Table 1.2: Expenditure trends

Programme	2007/08					2008/09			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 2007 - Sep 2007	Apr 07 – Sep 07 % of adjusted appropriation	Apr 2007- Mar 2008	Apr 07 – Mar 08 % of adjusted appropriation	Adjusted appropriation	Apr 2008 - Sep 2008	Apr 08 – Sep 08 % of adjusted appropriation	
1. Administration	172 099	71 689	41.7	162 186	94.2	200 179	101 712	50.8	
2. Communications	18 500	6 488	35.1	16 195	87.5	23 132	9 943	43.0	
3. Executive Co-ordination	81 502	31 554	38.7	85 819	105.3	88 424	48 891	55.3	
Subtotal	272 101	109 731	40.3	264 200	97.1	311 735	160 546	51.5	
Direct charge against the National Revenue Fund	2 219	1 078	48.6	2 316	104.4	2 455	1 172	47.7	
Salary of the President	1 197	593	49.5	1 270	106.1	1 346	725	53.9	
Salary of the Deputy President	1 022	485	47.5	1 046	102.3	1 109	447	40.3	
Total	274 320	110 809	40.4	266 516	97.2	314 190	161 718	51.5	
Economic classification									
Current payments	241 964	94 683	39.1	236 407	97.7	277 149	142 644	51.5	
Compensation of employees	118 886	57 019	48.0	123 466	103.9	150 700	67 827	45.0	
Goods and services	123 078	37 664	30.6	112 941	91.8	126 449	74 817	59.2	
Transfers and subsidies	24 792	14 795	59.7	25 092	101.2	28 464	17 332	60.9	
Provinces and municipalities	-	-	-	2	-	-	1	-	
Departmental agencies and accounts	24 614	14 681	59.6	24 614	100.0	28 333	17 296	61.0	
Public corporations and private enterprises	102	38	37.3	35	34.3	107	11	10.3	
Households	76	76	100.0	441	580.3	24	24	100.0	
Payments for capital assets	7 564	1 331	17.6	5 017	66.3	8 577	1 742	20.3	
Machinery and equipment	6 395	1 112	17.4	4 678	73.2	8 577	1 742	20.3	
Software and other intangible assets	1 169	219	18.7	339	29.0	-	-	-	
Total	274 320	110 809	40.4	266 516	97.2	314 190	161 718	51.5	

Selected expenditure trends for the first half of 2008/09

Expenditure in the first six months of 2008/09 was R161.7 million or 51.5 per cent of the adjusted appropriation of R314.2 million for the year as a whole. Expenditure in the first six months of 2008/09 increased by R50.9 million, or 45.9 per cent compared to spending in the first six months of 2007/08 which amounted to R110.8 million, or 40.4 per cent of the 2007/08 adjusted appropriation.

The main increases compared to 2007/08 are due to the filling of vacancies, to the moving forward of some projects and to once off payments made that were not made in the previous financial year such as relocation costs incurred.

Expenditure for 2007/08 was 97.2 per cent of the adjusted appropriation for that year.

Departmental receipts

Table 1.3: Receipts

R thousand	2008/09			
	Budget estimate	Adjusted estimate	Actual receipts Apr 08 - Sep 08	% of Adjusted estimate
Departmental receipts				
Sales of goods and services other than capital assets	95	175	64	36.6
Interest, dividends and rent on land	8	11	1	9.1
Financial transactions in assets and liabilities	20	48	25	52.1
Total	123	234	90	38.5

Actual departmental revenue collections for the first six months of 2008/09 were R90 000 or 38.5 per cent of the adjusted estimate of R234 000.

Changes to transfers and subsidies, and conditional grants

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

R thousands	2008/09						Adjusted appropriation
	Main appropriation	Additional Appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virements	Other adjustments		
1. Administration	4 107	-	-	-	24	24	4 131
Households							
Social benefits							
Current	-	-	-	-	24	24	24
Leave gratuities	-	-	-	-	24	24	24