

Vote 5

International Relations and Cooperation

Adjusted budget summary

2010/11				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	4 824 426	4 715 818	(108 608)	–
<i>of which:</i>				
Current payments	3 688 594	3 553 437	(135 157)	–
Transfers and subsidies	820 156	872 253	–	52 097
Payments for capital assets	315 676	290 128	(25 548)	–
Executive authority	Minister of International Relations and Cooperation			
Accounting officer	Director-General of International Relations and Cooperation			
Website address	www.dirco.gov.za			

Aim

The aim of the Department of International Relations and Cooperation is to formulate, coordinate, implement and manage South Africa's foreign policy and international relations programmes.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Total number of diplomatic missions abroad:	International Relations and Cooperation	Create a better South Africa and contribute to a better and safer Africa and world	123	124	–
- Africa			46	46	–
- Asia and Middle East			32	32	–
- Americas and Caribbean			18	18	–
- Europe			27	28	–
Number of bilateral agreements signed with foreign countries per year	International Relations and Cooperation	Create a better South Africa and contribute to a better and safer Africa and world	72	31	–
Number of countries assisted with post-conflict reconstruction and development per year	International Relations and Cooperation	Create a better South Africa and contribute to a better and safer Africa and world	5	2	–
Number of countries assisted with democratic election process per year	International Relations and Cooperation	Create a better South Africa and contribute to a better and safer Africa and world	3	2	–
Number of incoming and outgoing visits facilitated per year	Public Diplomacy and Protocol Services	Create a better South Africa and contribute to a better and safer Africa and world	369	251	–
Number of people facilitated through the VIP lounges at international airports (OR Tambo and Cape Town) per year	Public Diplomacy and Protocol Services	Create a better South Africa and contribute to a better and safer Africa and world	26 958	11 150	–

2010 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Number of international conferences hosted by South Africa per year	Public Diplomacy and Protocol Services	Create a better South Africa and contribute to a better and safer Africa and world	5	2	-
Number of foreign representations in South Africa per year	Public Diplomacy and Protocol Services	Create a better South Africa and contribute to a better and safer Africa and world	487	487	-
Amount of membership fees for international organisations per year	International Transfers	Create a better South Africa and contribute to a better and safer Africa and world	R352.1m	R65.9m	-

Mid-year progress

The department has signed 31 bilateral agreements with foreign countries, or 43 per cent of its target of 72, to enhance regional integration. Furthermore, the department facilitated protocol services to 11 150 people, or 41.3 per cent of its target, through the VIP lounges at international airports.

To enhance global governance reform and peace and security in Africa, the department has assisted with post-conflict reconstruction and development in the Democratic Republic of the Congo and Burundi. Two countries have been assisted with democratic election processes so far this year. These achievements contribute to creating a better South Africa and a better and safer Africa and world (outcome 11).

South Africa is participating in the Shanghai World Exposition, which will end in November 2010, as part of promoting the country's international relations.

Adjusted Estimates of National Expenditure 2010

Programme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
R thousand							
1. Administration	1 020 011	30 300	-	215 857	12 416	258 573	1 278 584
2. International Relations and Cooperation	2 786 823	89 500	-	(197 228)	(304 009)	(411 737)	2 375 086
3. Public Diplomacy and Protocol Services	232 867	-	15 500	(18 629)	4 185	1 056	233 923
4. International Transfers	784 725	-	41 000	-	2 500	43 500	828 225
Total	4 824 426	119 800	56 500	-	(284 908)	(108 608)	4 715 818
Economic classification							
Current payments	3 688 594	89 500	15 500	36 478	(276 635)	(135 157)	3 553 437
Compensation of employees	2 017 148	-	-	(127 045)	(31 528)	(158 573)	1 858 575
Goods and services	1 671 446	89 500	15 500	163 523	(245 107)	23 416	1 694 862
Transfers and subsidies	820 156	-	41 000	-	11 097	52 097	872 253
Provinces and municipalities	22 316	-	-	-	2 684	2 684	25 000
Departmental agencies and accounts	401 072	-	-	-	-	-	401 072
Foreign governments and international organisations	383 653	-	41 000	-	2 500	43 500	427 153
Households	13 115	-	-	-	5 913	5 913	19 028
Payments for capital assets	315 676	30 300	-	(36 478)	(19 370)	(25 548)	290 128
Buildings and other fixed structures	231 456	30 300	-	-	-	30 300	261 756
Machinery and equipment	84 220	-	-	(36 478)	(19 370)	(55 848)	28 372
Total	4 824 426	119 800	56 500	-	(284 908)	(108 608)	4 715 818

Programme 1: Administration

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Minister	1 816	-	-	-	-	-	1 816
Deputy Ministers	2 992	-	-	-	-	-	2 992
Management	83 862	-	-	-	1 242	1 242	85 104
Corporate Services	560 191	-	-	215 857	(151 328)	64 529	624 720
Diplomatic Academy	69 125	-	-	-	4 346	4 346	73 471
Foreign and Domestic Properties Management	231 456	30 300	-	-	-	30 300	261 756
Office Accommodation	70 569	-	-	-	158 156	158 156	228 725
Total	1 020 011	30 300	-	215 857	12 416	258 573	1 278 584
Economic classification							
Current payments	777 241	-	-	215 857	16 617	232 474	1 009 715
Compensation of employees	298 004	-	-	-	(6 854)	(6 854)	291 150
Goods and services	479 237	-	-	215 857	23 471	239 328	718 565
Transfers and subsidies	-	-	-	-	2 199	2 199	2 199
Households	-	-	-	-	2 199	2 199	2 199
Payments for capital assets	242 770	30 300	-	-	(6 400)	23 900	266 670
Buildings and other fixed structures	231 456	30 300	-	-	-	30 300	261 756
Machinery and equipment	11 314	-	-	-	(6 400)	(6 400)	4 914
Total	1 020 011	30 300	-	215 857	12 416	258 573	1 278 584

Programme 2: International Relations and Cooperation

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Bilateral Relations Management	285 816	-	-	-	3 982	3 982	289 798
Diplomatic Representation	2 501 007	89 500	-	(197 228)	(307 991)	(415 719)	2 085 288
Total	2 786 823	89 500	-	(197 228)	(304 009)	(411 737)	2 375 086
Economic classification							
Current payments	2 714 272	89 500	-	(160 750)	(307 723)	(378 973)	2 335 299
Compensation of employees	1 585 181	-	-	(108 416)	(24 490)	(132 906)	1 452 275
Goods and services	1 129 091	89 500	-	(52 334)	(283 233)	(246 067)	883 024
Transfers and subsidies	13 115	-	-	-	3 714	3 714	16 829
Households	13 115	-	-	-	3 714	3 714	16 829
Payments for capital assets	59 436	-	-	(36 478)	-	(36 478)	22 958
Machinery and equipment	59 436	-	-	(36 478)	-	(36 478)	22 958
Total	2 786 823	89 500	-	(197 228)	(304 009)	(411 737)	2 375 086

Programme 3: Public Diplomacy and Protocol Services

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Public Diplomacy	48 539	–	5 500	–	879	6 379	54 918
Protocol	184 328	–	10 000	(18 629)	3 306	(5 323)	179 005
Total	232 867	–	15 500	(18 629)	4 185	1 056	233 923
Economic classification							
Current payments	197 081	–	15 500	(18 629)	14 471	11 342	208 423
Compensation of employees	133 963	–	–	(18 629)	(184)	(18 813)	115 150
Goods and services	63 118	–	15 500	–	14 655	30 155	93 273
Transfers and subsidies	22 316	–	–	–	2 684	2 684	25 000
Provinces and municipalities	22 316	–	–	–	2 684	2 684	25 000
Payments for capital assets	13 470	–	–	–	(12 970)	(12 970)	500
Machinery and equipment	13 470	–	–	–	(12 970)	(12 970)	500
Total	232 867	–	15 500	(18 629)	4 185	1 056	233 923

Programme 4: International Transfers

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
International Organisations	784 725	–	41 000	–	2 500	43 500	828 225
Total	784 725	–	41 000	–	2 500	43 500	828 225
Economic classification							
Transfers and subsidies	784 725	–	41 000	–	2 500	43 500	828 225
Departmental agencies and accounts	401 072	–	–	–	–	–	401 072
Foreign governments and international organisations	383 653	–	41 000	–	2 500	43 500	427 153
Total	784 725	–	41 000	–	2 500	43 500	828 225

Details of adjustments to Estimates of National Expenditure 2010**Roll-overs – R119.8 million****Programme 1: Administration**

R2.8 million has been rolled over to complete the furniture and fixtures of the Maseru chancery and diplomatic village.

R1 million has been rolled over to complete renovations to the Athens official residence.

R26.5 million has been rolled over to complete mainly the furniture and fittings of the Abuja chancery and diplomatic village.

Programme 2: International Relations and Cooperation

R89.5 million has been rolled over for South Africa's exhibitors' pavilion at the 2010 Shanghai World Exposition and related marketing.

Unforeseeable and unavoidable expenditure – R56.5 million

Programme 3: Public Diplomacy and Protocol Services

An additional R15.5 million is allocated for protocol services for heads of state invited by the president to attend the 2010 FIFA World Cup.

Programme 4: International Transfers

An additional R31.5 million is allocated for the increased United Nations membership contribution linked to calculations based on growth in the South African economy.

An additional R9.5 million is allocated for the increased membership contribution to the Southern African Development Community and the new HIV and AIDS fund.

Other adjustments – R284.908 million

Adjustments due to significant and unforeseeable economic and financial events

An additional R52.8 million has been allocated for higher personnel remuneration increases than the main budget provided for, including the increased housing allowance, as follows:

Programme 1: Administration

R12.416 million

Programme 2: International Relations and Cooperation

R36.199 million

Programme 3: Public Diplomacy and Protocol Services

R4.185 million

Self-financing expenditure

Programme 4: International Transfers

Departmental revenue of R2.5 million from public donations, raised through a Department of International Relations and Cooperation and South African Broadcasting Corporation initiative, will be used for humanitarian aid to the government of Haiti. The funds have been surrendered into the National Revenue Fund and will be disbursed through the United Nations Development Programme.

Declared savings

Programme 2: International Relations and Cooperation

Savings of R340.208 million due to foreign exchange rate gains have been declared.

Virements and shifts

Programmes					
1. Administration					
2. International Relations and Cooperation					
3. Public Diplomacy and Protocol Services					
4. International Transfers					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2		(197 228)	Programme 1		197 228
Compensation of employees	Reductions on payments for support services in missions abroad due to the global financial situation	(108 416)	Goods and services	For ICT systems and centralisation of ICT provision	108 416
Goods and services	Reduction on communication costs due to centralisation	(52 334)	Goods and services	For ICT systems and centralisation of ICT provision	52 334
Machinery and equipment	Reduction due to deferred replacement of machinery	(36 478)	Goods and services	For unitary fees	36 478
Percentage of programme budget		7.1%			
Programme 3		(18 629)	Programme 1		18 629
Compensation of employees	Vacancies filled later than planned	(18 629)	Goods and services	For ICT systems and centralisation of ICT provision	18 629
Percentage of programme budget		8.0%			
Total		(215 857)			215 857

Expenditure for 2009/10 and preliminary expenditure for 2010/11

Programme	2009/10 Expenditure outcome					2010/11 Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	% of adjusted appropriation
R thousand								
1. Administration	1 207 744	346 724	28.7	1 197 838	99.2	1 278 584	427 554	33.4
2. International Relations and Cooperation	3 071 972	998 310	32.5	2 851 587	92.8	2 375 086	1 182 907	49.8
3. Public Diplomacy and Protocol Services	257 615	70 911	27.5	252 855	98.2	233 923	96 328	41.2
4. International Transfers	1 015 624	131 651	13.0	1 115 161	109.8	828 225	68 299	8.2
Total	5 552 955	1 547 596	27.9	5 417 441	97.6	4 715 818	1 775 088	37.6
Economic classification								
Current payments	4 042 680	1 369 587	33.9	3 747 975	92.7	3 553 437	1 669 862	47.0
Compensation of employees	2 062 616	688 688	33.4	1 833 270	88.9	1 858 575	847 945	45.6
Goods and services	1 980 064	680 899	34.4	1 875 890	94.7	1 694 862	821 917	48.5
Interest and rent on land	–	–	0.0	38 815	0.0	–	–	0.0
Transfers and subsidies	1 039 995	152 201	14.6	1 171 883	112.7	872 253	83 556	9.6
Provinces and municipalities	24 371	8 107	33.3	23 595	96.8	25 000	8 606	34.4
Departmental agencies and accounts	631 371	–	0.0	631 371	100.0	401 072	–	0.0
Foreign governments and international organisations	384 253	131 867	34.3	483 790	125.9	427 153	68 312	16.0
Public corporations and private enterprises	–	6 202	0.0	16 363	0.0	–	–	0.0
Households	–	6 025	0.0	16 764	0.0	19 028	6 638	34.9

R thousand	2009/10					2010/11		
	Expenditure outcome					Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	% of adjusted appropriation
Economic classification								
Payments for capital assets	470 280	14 651	3.1	340 396	72.4	290 128	21 370	7.4
Buildings and other fixed structures	423 204	1 155	0.3	165 294	39.1	261 756	14 303	5.5
Machinery and equipment	47 076	13 496	28.7	90 741	192.8	28 372	7 067	24.9
Software and other intangible assets	-	-	0.0	507	0.0	-	-	0.0
Payments for financial assets	-	11 157	-	157 187	-	-	300	0.0
Total	5 552 955	1 547 596	27.9	5 417 441	97.6	4 715 818	1 775 088	37.6

Main expenditure trends for the first half of 2010/11

Total expenditure for 2009/10 was 97.6 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 was R1.8 billion, or 37.6 per cent of the adjusted appropriation of R4.7 billion for the year as a whole. In comparison, mid-year expenditure in 2009/10 was R1.5 billion, or 27.9 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 increased by R227.5 million or 14.7 per cent, compared to expenditure in the first six months of 2009/10.

The main expenditure increase compared to 2009/10 is due to spending on preparations for the Shanghai World Exposition and the completion of the Abuja chancery.

Departmental receipts

R thousand	2009/10					2010/11			
	Audited outcome					Actual receipts			
	Adjusted estimate	Apr 09 - Sep 09	% of adjusted estimate	Apr 09 - Mar 09	% of adjusted estimate	Budget estimate	Adjusted estimate	Apr 10 - Sep 10	% of adjusted estimate
Departmental receipts	39 173	9 917	25.3	23 170	59.1	31 191	21 994	12 451	56.6
Sales of goods and services produced by department	565	238	42.1	562	99.5	653	527	297	56.4
Interest, dividends and rent on land	6 962	518	7.4	894	12.8	7 310	3 074	2 123	69.1
Sales of capital assets	1 948	642	33.0	2 540	130.4	2 045	2 770	1 332	48.1
Transactions in financial assets and liabilities	29 698	8 519	28.7	18 743	63.1	21 183	15 623	8 699	55.7
Total	39 173	9 917	25.3	23 170	59.1	31 191	21 994	12 451	56.6

Main departmental revenue trends for the first half of 2010/11

Departmental revenue collection in the first six months of 2010/11 was R12.5 million, or 56.6 per cent of the adjusted revenue estimate of R22 million for the year as a whole. In comparison, mid-year revenue collection in 2009/10 was R9.9 million, or 25.3 per cent of the 2009/10 adjusted estimate. Departmental revenue collection in the first six months of 2010/11 increased by R2.5 million or 25.6 per cent, compared to revenue in the first six months of 2009/10.

The main revenue increase compared to 2009/10 is due to an increase in interest earned, and rent from buildings, as well as the sale of redundant furniture.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2010/11					
		Adjustments appropriation					
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	Adjusted appropriation
1. Administration							
Households							
Social benefits							
	Current	-	-	-	2 199	2 199	2 199
Employee Social Benefits	-	-	-	-	2 199	2 199	2 199
2. International Relations and Cooperation							
Households							
Social benefits							
	Current	13 115	-	-	3 714	3 714	16 829
Employee Social Benefits	13 115	-	-	-	3 714	3 714	16 829
3. Public							
Diplomacy and Protocol Services							
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
	Current	22 316	-	-	2 684	2 684	25 000
Diplomatic missions	22 316	-	-	-	2 684	2 684	25 000
4. International Transfers							
Foreign governments and international organisations							
	Current	150 856	-	41 000	2 500	43 500	194 356
Southern African Development Community	33 302	-	9 500	-	-	9 500	42 802
United Nations	91 894	-	31 500	-	-	31 500	123 394
Humanitarian Aid	25 660	-	-	-	2 500	2 500	28 160