



**VOTE
1**

THE PRESIDENCY



**BUDGET
2017**
**ESTIMATES
OF NATIONAL
EXPENDITURE**



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA



Estimates of National Expenditure

2017

National Treasury

Republic of South Africa

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The Estimates of National Expenditure 2017 is compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision.

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. Compared to the Estimates of National Expenditure publication, the e-publications for each vote contain more comprehensive coverage of all public entities. Also included are tables containing information on programme specific personnel expenditure, conditional grants to provinces and municipalities, public private partnerships and information on donor funding. Expenditure information at the level of site service delivery is included, where appropriate.

Foreword

The 2017 Budget is presented at a time when indications are that the global economy could grow moderately better than the last forecast. Global GDP is expected to grow at 3.4 per cent in 2017, 0.3 percentage points higher than 2016. But uncertainty persists. The trade policies that the United States of America will pursue are unclear. The exact nature of Britain's exit from the European Union and economic impact are unknown. There is also evidence that globalisation is losing favour in some parts of the world and protectionism is growing. The global economy could be very different in future, depending on how these trends evolve.

Given the uncertainty, we have revised down South Africa's GDP growth projections and expect that tax revenue will be lower over the MTEF period as a result. We have also reduced the expenditure ceiling by R10.3 billion in 2017/18 and R15.9 billion in 2018/19, in line with government's fiscal objective of reducing the deficit, achieving a primary surplus and stabilising debt. Since its introduction in 2012, the expenditure ceiling in each financial year has never been breached.

Government is committed to delivering on its priorities despite the lowered revenue forecast and expenditure ceiling. It is critical that we allocate our limited resources wisely and use them effectively. In the 2017 Budget process, measures were taken to free-up resources and baselines were reduced across all departments by R7.5 billion in 2017/18, R7 billion in 2018/19 and R6.7 billion in 2019/20. The contingency reserve was also drawn down, and provisionally reserved funds were reallocated. However, the bulk of the funds allocated to priority areas within and across functions were reprioritised from lower-priority budget areas.

To ensure that funding remains focused on frontline service delivery, efforts have been intensified to improve efficiency in expenditure. Budget limits on compensation of employees introduced in the 2016 Appropriation Act are carried over to 2017. Departments will manage personnel headcount and employee earnings in line with these budget allocations.

Overall non-interest expenditure is still set to grow by an annual average of 1.4 per cent in real terms, from R1.24 trillion in 2017/18 to R1.43 trillion in 2019/20. Proposals in the budget include net increases in funding for the Post-School Education and Training, Basic Education, Economic Affairs and Health functions. The Post-School Education and Training function is the fastest growing, at 9.4 per cent over the medium term. The funding is mainly for universities to subsidise fee increases and for the National Student Financial Aid Scheme.

The publication is a concrete expression of the collaborative effort of highly dedicated civil servants across government throughout the process to prepare the Budget. We are particularly appreciative of this, as well as the contributions from the Ministers' Committee on the Budget and the Directors-General in central government. We are also thankful to all National Treasury staff who, under the expert guidance and leadership of the Minister of Finance, Pravin Gordhan, and his Deputy, Mcebisi Jonas, worked tirelessly to produce this crucial document.

The wide-ranging coverage of the Estimates of National Expenditure provides a coherent and summarised account of the prioritisation, spending plans and service delivery commitments of all 40 national votes and of government agencies. These plans constitute an important mechanism through which Parliament and the public hold institutions, including the National Treasury and its entities, to account.

Within the current difficult fiscal context not everything we believe would be beneficial to do, can be done now. Thus it is imperative that activities planned on budget be done effectively and efficiently.



Lungisa Fuzile
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of National Expenditure (ENE) publications describe in detail government's expenditure plans over the next three financial years, also known as the medium-term expenditure framework (MTEF) period. The 2017 MTEF period is from 2017/18 to 2019/20.

The ENE publications contain information on: what government institutions aim to achieve over the medium term, and why; how they plan to spend their budget allocations in support of this; and what outputs and outcomes the spending is intended to produce. The publications also provide information on how institutions have spent their budgets in previous years, tables with performance data and targets, personnel data and detailed expenditure trends and estimates by programme, subprogramme and economic classification for each department and the entities that report to the vote's executive authority. Explanatory narratives detail the institution's mandate, purpose (and that of its programmes), together with programme-level objectives and descriptions of subprogrammes. Summary data tables at the end of each vote contain data on infrastructure, provincial and municipal conditional grants, departmental public private partnerships, donor funding, and expenditure at the level of site service delivery, where applicable.

A separate 2017 ENE Overview publication is also available on www.treasury.gov.za and summarises the ENE information across all votes. The 2017 ENE Overview contains a narrative explanation and budget-wide summary tables; a description of the budgeting approach; and it also has a write-up on how to interpret the information that is contained in each section of the publications.

The Presidency

**National Treasury
Republic of South Africa**



Contents

Budget summary	1
Vote purpose.....	1
Mandate	1
Selected performance indicators	1
Expenditure analysis.....	2
Expenditure trends	3
Expenditure estimates	4
Goods and services expenditure trends and estimates	4
Transfers and subsidies expenditure trends and estimates	5
Personnel information	5
Departmental receipts	6
Programme 1: Administration	6
Programme 2: Executive Support.....	8

Vote 1

The Presidency

Budget summary

R million	2017/18				2018/19	2019/20
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	449.0	435.8	–	13.2	465.2	497.3
Executive Support	46.2	45.1	–	1.1	49.7	52.6
Subtotal	495.2	480.8	–	14.3	514.9	549.9
Direct charge against the National Revenue Fund						
Salary of the President	3.4	3.4	–	–	3.6	3.9
Salary of the Deputy President	2.9	2.9	–	–	3.1	3.3
Total expenditure estimates	501.5	487.2	–	14.3	521.6	557.2
Executive authority	Minister in the Presidency: Planning, Monitoring and Evaluation					
Accounting officer	Chief Operations Officer in the Presidency					
Website address	www.thepresidency.gov.za					

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of site service delivery, where appropriate.

Vote purpose

Facilitate a common programme towards the achievement of the electoral mandate and the enhanced integrity of the state through considered planning, coordination, oversight, mobilisation and support.

Mandate

The mandate of the Presidency is to support the president and the deputy president in the execution of their responsibilities, as outlined in the Constitution and the programme of government.

Selected performance indicators

Table 1.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past ¹			Current ¹	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Annual domestic programme of the president developed and approved	Administration	Outcome 12: An efficient, effective and development-oriented public service	–	–	–	–	2018/19 programme signed off by the chief operations officer	2019/20 programme signed off by the chief operations officer	2020/21 programme signed off by the chief operations officer
Annual international relations programme of the president developed and approved	Administration	Outcome 11: Create a better South Africa, a better Africa and a better world	–	–	–	–	2018/19 programme signed off by the chief operations officer	2019/20 programme signed off by the chief operations officer	2020/21 programme signed off by the chief operations officer
Annual domestic programme of the deputy president developed and approved	Administration	Outcome 12: An efficient, effective and development-oriented public service	–	–	–	–	2018/19 programme signed off by the chief operations officer	2019/20 programme signed off by the chief operations officer	2020/21 programme signed off by the chief operations officer
Annual international relations programme of the deputy president developed and approved	Administration	Outcome 11: Create a better South Africa, a better Africa and a better world	–	–	–	–	2018/19 programme signed off by the chief operations officer	2019/20 programme signed off by the chief operations officer	2020/21 programme signed off by the chief operations officer
Annual Cabinet and forum of South African directors general programme developed and approved	Executive Support	Outcome 12: An efficient, effective and development-oriented public service	–	–	–	–	2018/19 programme approved by the third quarter	2019/20 programme approved by the third quarter	2020/21 annual programme approved by the third quarter

Table 1.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past ¹			Current ¹	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Annual report on the implementation of the annual Cabinet and forum of South African directors general programme	Executive Support	Outcome 12: An efficient, effective and development-oriented public service	-	-	-	-	Report on the implementation of the 2017 annual Cabinet and forum of South African directors general programme, developed	Report on the implementation of the 2018 annual Cabinet and forum of South African directors general programme, developed	Five-year term report on the implementation of the 2015-2019 annual Cabinet and forum of South African directors general programmes developed
Number of forums of South African directors general secretariat working sessions supporting the implementation of the revised improvement plan per year	Executive Support		-	-	-	-	4	4	4

1. No historical data available.

Expenditure analysis

The Presidency leads the coordination, planning and monitoring of government policies and programmes. This includes overseeing the implementation of the electoral mandate, the National Development Plan and government's 2014-2019 medium-term strategic framework. The Presidency is responsible for coordinating government departments to ensure that policies are implemented coherently, in line with national goals. The Presidency is also the lead coordinator of Operation Phakisa, a programme launched in July 2014 to implement solutions on critical developmental issues and create 1 million jobs by 2033. As lead coordinator the Presidency provides strategic oversight for Operation Phakisa projects, and administrative and logistical support to the programme's steering committees and secretariat.

Policy synergies and functional alignment

Through the *Cabinet Services* subprogramme, the Presidency provides administrative support to Cabinet and the forum of South African directors general. The office helps integrate planning, strengthen deliberations on cross-cutting sectoral priorities, improve accountability and align decision-making processes. It also provides a mechanism to share information across departments and promotes sound intergovernmental relations. Over the medium term, the Presidency plans to entrench the integrated approach to governance by providing support to 67 meetings of the forum of South African directors general and 111 Cabinet meetings per year. The Presidency also plans to host four forums of South African directors general secretariat working sessions supporting the implementation of the revised improvement plan. This revised plan will improve the coordination systems of government. A total of R148.5 million is allocated to the Cabinet Services subprogramme over the medium term for these activities.

The Presidency received R65.7 million in the 2016 budget for the implementation of e-Cabinet, a secure electronic document management and sharing system. Once operational, the system is expected to improve the coordination of interdepartmental policy making and implementation, and the alignment of functions across national government. The original launch date of the system was April 2016, but delays in obtaining security clearance for users and service providers have pushed back the launch to April 2017. Amounts of R22.1 million in 2017/18, R24.3 million in 2018/19 and R25.8 million in 2019/20 have been allocated to roll out the system and train users.

Monitoring government policies and programmes

Initiatives such as the Siyahloa presidential monitoring and imbizo programmes, and the Presidential Infrastructure Coordination Committee offer platforms to foster public participation and meaningful dialogue between elected public representatives and communities. Spending on these initiatives is projected to increase from R7 million in 2016/17 to R13 million by 2019/20 in the *Special Projects of the President* subprogramme.

Nation building and social cohesion

The Presidency leads the agenda and discourse on nation building, social cohesion and national identity. This work is directed through the Moral Regeneration Movement and its charter of positive values, the annual

hosting of national orders ceremony, and participation in national days and special commemorative events. The deputy president is the patron of the Moral Regeneration Movement, a civil society organisation mandated to facilitate and coordinate processes and initiatives aimed at combating moral degeneration in South Africa, and to promote collective activism on moral renewal issues. The movement also mobilises society and promotes constructive social values to foster healthy families and communities. The Presidency's nation building and social cohesion initiatives are funded in the *Support Service to Deputy President* subprogramme in the *Administration* programme, which is allocated R161.7 million over the medium term. Expenditure on the national orders ceremony is projected at R15.8 million over the medium term, budgeted for in the *Management* subprogramme of the *Administration* programme.

Advancing South Africa's interests

Over the medium term, the Presidency will provide strategic and administrative support to engagements in multilaterals and bilaterals, state visits, obligations to the United Nations, the Brazil-Russia-India-China-South Africa (BRICS) summit, the G20 and the African Union, and regional and continental peacekeeping and mediation processes.

The Presidency continues to support the strengthening and consolidation of the agenda of the South, and advance engagements for formations and groupings of the South. In this respect, the Presidency will support explorations of BRICS by establishing an independent BRICS rating agency based on market-oriented principles. This agency will strengthen the architecture of global financial governance; promote and advance the sustained agendas of socioeconomic development and infrastructure development on the continent, as outlined in the African Union's Agenda 2063; and attend to regional and national priorities. Over the medium term, the Presidency will focus on the BRICS initiative to establish the New Development Bank's Africa Regional Centre in Johannesburg.

The Presidency will continue to support the president and the deputy president in promoting international relations and cooperation in the bi-national commissions; and support special envoys, and the Southern African Development Community mediation processes in Lesotho. Activities related to advancing South Africa's interests are budgeted for in the *Support Service to President* subprogramme at an estimated cost of R198.8 million, and in the *Support Service to Deputy President* subprogramme at an estimated cost of R167.1 million over the medium term. Spending is mainly on compensation of employees, communication services, and travel and subsistence.

Expenditure trends

Table 1.2 Vote expenditure trends by programme and economic classification

Programmes														
1. Administration														
2. Executive Support														
Programme	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
R million	2013/14			2014/15			2015/16			2016/17			2013/14 - 2016/17	
Programme 1	404.8	405.5	374.1	427.8	428.6	402.0	483.9	443.7	446.2	453.4	454.2	454.2	94.7%	96.8%
Programme 2	24.2	23.8	17.4	25.2	24.4	19.3	26.4	32.3	20.5	46.3	35.6	35.6	76.0%	80.0%
Subtotal	429.0	429.3	391.5	453.0	453.0	421.3	510.3	475.9	466.7	499.7	489.8	489.8	93.5%	95.7%
Direct charge against the National Revenue Fund	2.8	2.8	2.6	3.0	5.5	4.8	5.7	5.7	5.6	6.0	6.0	6.0	109.0%	95.5%
Salary of the President	2.8	2.8	2.6	3.0	3.0	2.6	3.1	3.1	2.9	3.3	3.3	3.3	93.8%	93.8%
Salary of the Deputy President	-	-	-	-	2.5	2.2	2.6	2.6	2.7	2.8	2.8	2.8	143.3%	98.1%
Total	431.8	432.1	394.1	456.0	458.5	426.2	516.1	481.7	472.4	505.7	495.8	495.8	93.7%	95.7%
Change to 2016 Budget estimate											(9.9)			

Table 1.2 Vote expenditure trends by programme and economic classification

Economic classification	2013/14			2014/15			2015/16			2016/17			Average: Outcome/Annual budget /% ^(A)	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	2013/14	2016/17
R million														
Current payments	424.4	415.1	379.9	443.0	442.8	403.3	503.5	465.5	431.4	491.8	479.4	479.4	90.9%	94.0%
Compensation of employees	256.7	256.8	245.8	286.3	288.2	269.0	326.4	301.8	295.1	329.0	314.6	314.6	93.8%	96.8%
Goods and services	167.7	158.3	134.1	156.7	154.6	134.2	177.1	163.7	136.3	162.8	164.8	164.8	85.7%	88.8%
Transfers and subsidies	-	0.2	0.5	-	1.6	4.0	0.1	0.9	1.1	-	2.4	2.4	7 078.6%	157.9%
Departmental agencies and accounts	-	-	-	-	1.0	1.0	0.1	0.1	-	-	-	-	-	-
Households	-	0.2	0.5	-	0.5	3.0	-	0.8	1.0	-	2.4	2.4	-	176.1%
Payments for capital assets	7.3	16.8	13.6	12.9	14.1	14.1	12.5	15.2	38.8	13.9	14.0	14.0	172.5%	133.8%
Machinery and equipment	7.3	16.6	12.8	12.9	14.0	14.1	12.4	15.2	38.8	13.9	14.0	14.0	171.0%	133.1%
Software and other intangible assets	-	0.2	0.8	-	0.1	-	0.1	0.1	-	-	-	-	1 285.7%	258.8%
Payments for financial assets	-	-	0.1	-	-	4.9	-	-	1.1	-	-	-	-	-
Total	431.8	432.1	394.1	456.0	458.5	426.2	516.1	481.7	472.4	505.7	495.8	495.8	93.7%	95.7%

Expenditure estimates

Table 1.3 Vote expenditure estimates by programme and economic classification

Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
				2016/17	2013/14 - 2016/17	2017/18		
R million								
Programme 1	454.2	3.9%	93.7%	449.0	465.2	497.3	3.1%	89.9%
Programme 2	35.6	14.4%	5.2%	46.2	49.7	52.6	14.0%	8.9%
Subtotal	489.8	4.5%	98.9%	495.2	514.9	549.9	3.9%	98.7%
Direct charge against the National Revenue Fund	6.0	29.1%	1.1%	6.4	6.7	7.3	6.3%	1.3%
Salary of the President	3.3	5.3%	0.6%	3.4	3.6	3.9	6.1%	0.7%
Salary of the Deputy President	2.8	-	0.4%	2.9	3.1	3.3	6.6%	0.6%
Total	495.8	4.7%	100.0%	501.5	521.6	557.2	4.0%	100.0%
Change to 2016 Budget estimate				(5.1)	(5.1)	(5.7)		
Economic classification								
Current payments	479.4	4.9%	94.7%	487.2	506.4	541.1	4.1%	97.0%
Compensation of employees	314.6	7.0%	62.9%	318.4	328.9	354.0	4.0%	63.4%
Goods and services	164.8	1.3%	31.8%	168.8	177.5	187.1	4.3%	33.6%
Transfers and subsidies	2.4	134.0%	0.4%	-	-	-	-74.4%	0.1%
Households	2.4	135.0%	0.4%	-	-	-	-100.0%	0.1%
Payments for capital assets	14.0	-5.9%	4.5%	14.3	15.2	16.0	4.6%	2.9%
Machinery and equipment	14.0	-5.5%	4.5%	14.3	15.2	16.0	4.6%	2.9%
Total	495.8	4.7%	100.0%	501.5	521.6	557.2	4.0%	100.0%

Goods and services expenditure trends and estimates

Table 1.4 Vote goods and services expenditure trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
R thousand											
Administrative fees	98	1 792	2 767	930	111.7%	1.0%	1 015	1 096	1 223	9.6%	0.6%
Advertising	714	906	1 063	1 217	19.5%	0.7%	1 264	1 313	1 387	4.5%	0.7%
Minor assets	1 405	2 580	934	4 660	49.1%	1.7%	3 923	4 216	4 457	-1.5%	2.5%
Audit costs: External	3 778	5 371	4 432	5 482	13.2%	3.3%	6 013	6 458	6 820	7.6%	3.5%
Bursaries: Employees	825	1 075	1 094	1 724	27.8%	0.8%	1 446	1 520	1 604	-2.4%	0.9%
Catering: Departmental activities	23 168	3 011	2 399	3 462	-46.9%	5.6%	3 723	3 870	3 981	4.8%	2.2%
Communication	12 014	14 894	17 220	16 253	10.6%	10.6%	17 218	16 904	17 823	3.1%	9.8%
Computer services	7 042	16 177	5 946	34 589	70.0%	11.2%	37 030	39 129	41 361	6.1%	21.8%
Consultants: Business and advisory services	1 338	3 932	3 779	7 546	78.0%	2.9%	9 469	10 586	11 235	14.2%	5.6%
Legal services	5 895	6 774	9 110	3 782	-13.8%	4.5%	5 277	5 368	5 473	13.1%	2.9%
Contractors	4 767	4 411	1 207	4 761	-	2.7%	4 891	5 224	5 481	4.8%	2.9%
Agency and support/outsourced services	6 987	6 452	2 517	7 268	1.3%	4.1%	7 577	7 990	8 438	5.1%	4.5%

Table 1.4 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Entertainment	42	65	7	149	52.5%	-	173	197	209	11.9%	0.1%
Fleet services (including government motor transport)	1 591	1 653	2 558	898	-17.4%	1.2%	924	1 008	1 067	5.9%	0.6%
Consumable supplies	3 264	5 105	3 538	5 241	17.1%	3.0%	4 443	4 698	5 003	-1.5%	2.8%
Consumables: Stationery, printing and office supplies	4 194	4 186	4 355	4 729	4.1%	3.1%	4 915	5 243	5 555	5.5%	2.9%
Operating leases	3 323	3 930	4 966	1 990	-15.7%	2.5%	2 172	2 349	2 540	8.5%	1.3%
Rental and hiring	155	524	1 425	372	33.9%	0.4%	502	531	568	15.2%	0.3%
Property payments	25	407	434	86	51.0%	0.2%	92	96	101	5.5%	0.1%
Travel and subsistence	48 334	44 631	60 838	51 919	2.4%	36.1%	49 012	51 858	54 743	1.8%	29.7%
Training and development	1 755	2 025	2 507	3 041	20.1%	1.6%	3 156	3 259	3 442	4.2%	1.8%
Operating payments	2 162	3 148	2 319	2 756	8.4%	1.8%	3 134	3 312	3 466	7.9%	1.8%
Venues and facilities	1 184	1 178	859	1 923	17.5%	0.9%	1 435	1 234	1 137	-16.1%	0.8%
Total	134 060	134 227	136 274	164 778	7.1%	100.0%	168 804	177 459	187 114	4.3%	100.0%

Transfers and subsidies expenditure trends and estimates

Table 1.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Provinces and municipalities											
Municipal bank accounts											
Current	9	9	4	-	-100.0%	0.3%	-	-	-	-	-
Municipal services	9	9	4	-	-100.0%	0.3%	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	-	997	3	34	-	13.0%	36	38	40	5.6%	5.9%
Communication	-	-	3	34	-	0.5%	36	38	40	5.6%	5.9%
Public Sector Education and Training Authority	-	997	-	-	-	12.6%	-	-	-	-	-
Households											
Social benefits											
Current	499	706	799	2 362	67.9%	55.1%	-	-	-	-100.0%	94.1%
Employee social benefits	499	706	799	2 362	67.9%	55.1%	-	-	-	-100.0%	94.1%
Households											
Other transfers to households											
Current	2	2 254	250	-	-100.0%	31.6%	-	-	-	-	-
Employee social benefits	2	2 254	250	-	-100.0%	31.6%	-	-	-	-	-
Total	510	3 966	1 056	2 396	67.5%	100.0%	36	38	40	-74.4%	100.0%

Personnel information

Table 1.6 Vote personnel numbers and cost by salary level and programme¹

Programmes		Number of posts estimated for 31 March 2017		Number and cost ² of personnel posts filled / planned for on funded establishment												Number				
1. Administration	2. Executive Support	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)			
				2015/16		2016/17		2017/18		2018/19		2019/20								
				Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost					
The Presidency		687	80	655	295.1	0.5	644	314.6	0.5	623	318.4	0.5	615	328.9	0.5	615	354.0	0.6	-1.5%	100.0%
1-6		299	51	288	58.0	0.2	285	63.3	0.2	277	64.4	0.2	277	69.2	0.2	277	74.9	0.3	-0.9%	44.7%
7-10		197	10	185	72.4	0.4	183	75.5	0.4	182	80.4	0.4	180	86.1	0.5	180	92.3	0.5	-0.5%	29.0%
11-12		111	4	102	67.5	0.7	100	78.5	0.8	93	78.3	0.8	93	83.1	0.9	93	89.9	1.0	-2.4%	15.2%
13-16		80	15	80	97.2	1.2	76	97.3	1.3	71	95.3	1.3	65	90.5	1.4	65	96.9	1.5	-5.1%	11.1%

Table 1.6 Vote personnel numbers and cost by salary level and programme¹

Number of posts estimated for 31 March 2017			Number and cost ² of personnel posts filled / planned for on funded establishment													Number			
Number of funded posts	Number of posts additional to the establishment	establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)			
			2015/16			2016/17			2017/18		2018/19		2019/20				2016/17 - 2019/20		
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
The Presidency																			
Programme	687	80	655	295.1	0.5	644	314.6	0.5	623	318.4	0.5	615	328.9	0.5	615	354.0	0.6	-1.5%	100.0%
Programme 1	660	78	628	273.8	0.4	619	292.0	0.5	600	295.7	0.5	592	305.0	0.5	592	328.3	0.6	-1.5%	96.2%
Programme 2	25	2	25	15.7	0.6	23	16.6	0.7	21	16.3	0.8	21	17.2	0.8	21	18.4	0.9	-3.0%	3.4%
Direct charges	2	-	2	5.6	2.8	2	6.0	3.0	2	6.4	3.2	2	6.7	3.4	2	7.3	3.6	-	0.3%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 1.7 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2013/14	2014/15	2015/16					2016/17	2017/18	2018/19		
	2013/14 - 2016/17		2017/18 - 2019/20									
Departmental receipts	897	1 726	2 924	1 069	1 069	6.0%	100.0%	368	374	378	-29.3%	100.0%
Sales of goods and services produced by department	289	347	355	357	357	7.3%	20.4%	358	362	366	0.8%	65.9%
Sales by market establishments of which:	186	184	179	175	175	-2.0%	10.9%	181	183	185	1.9%	33.1%
Rental dwellings	141	141	179	130	130	-2.7%	8.9%	136	137	138	2.0%	24.7%
Rental parking: Covered and open	45	42	-	45	45	-	2.0%	45	46	47	1.5%	8.4%
Promotion of Access to Information Act (2000)	-	1	-	-	-	-	-	-	-	-	-	-
Administrative fees of which:	-	-	-	1	1	-	-	-	-	-	-100.0%	-
Rental parking: Covered and open	-	-	-	1	1	-	-	-	-	-	-100.0%	-
Other sales of which:	103	163	176	181	181	20.7%	9.4%	177	179	181	-	32.8%
Services rendered: Commission on insurance and garnishee	103	117	176	116	116	4.0%	7.7%	116	117	118	0.6%	21.3%
Service rendered: Transport fees	-	46	-	65	65	-	1.7%	61	62	63	-1.0%	11.5%
Transfers received	-	1 046	-	244	244	-	19.5%	-	-	-	-100.0%	11.1%
Interest, dividends and rent on land	10	106	107	11	11	3.2%	3.5%	10	12	12	2.9%	2.1%
Interest	10	106	107	11	11	3.2%	3.5%	10	12	12	2.9%	2.1%
Sales of capital assets	342	108	495	150	150	-24.0%	16.6%	-	-	-	-100.0%	6.9%
Transactions in financial assets and liabilities	256	119	1 967	307	307	6.2%	40.0%	-	-	-	-100.0%	14.0%
Total	897	1 726	2 924	1 069	1 069	6.0%	100.0%	368	374	378	-29.3%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the Presidency.

Objectives

- Strengthen the implementation of the strategic programme of political principals by providing technical and administrative support on an ongoing basis by:
 - exercising political oversight over the implementation of government policies and programmes
 - leading integrated planning and policy coherence in government to advance socioeconomic transformation and inclusion
 - supporting oversight and coordination structures such as the Presidential Councils, Siyahlola programme, performance dialogues with ministers, and the execution of the deputy president's and minister's programmes
 - supporting interventions and participation engagements aimed at enhancing public accountability and integrated communication

- fast-tracking service delivery, economic development, and the monitoring of infrastructure projects
- supporting presidential working group structures, strategic partnerships, and the promotion of nation building and social cohesion.
- Provide logistical, administrative, communicative, strategic, and executive support on the implementation of the annual domestic and international programme by political principals over the medium term.

Subprogrammes

- *Management* provides leadership, strategic management and administrative support within the Presidency.
- *Support Service to President* provides strategic, executive and personal support services to the president in the execution of his constitutional responsibilities and in leading the work of government.
- *Support Service to Deputy President* provides support to the deputy president in the execution of his delegated responsibilities towards the attainment of the electoral mandate and the Presidency's mission.

Expenditure trends and estimates

Table 1.8 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R thousand											
Management	281 540	302 457	331 246	338 937	6.4%	74.8%	333 827	343 974	367 749	2.8%	74.2%
Support Service to President	56 485	60 423	65 944	64 092	4.3%	14.7%	62 268	66 041	70 531	3.2%	14.1%
Support Service to Deputy President	36 079	39 166	49 022	51 188	12.4%	10.5%	52 905	55 192	59 020	4.9%	11.7%
Total	374 104	402 046	446 212	454 217	6.7%	100.0%	449 000	465 207	497 300	3.1%	100.0%
Change to 2016 Budget estimate				866			(3 721)	(3 707)	(4 023)		
Economic classification											
Current payments	360 436	380 844	406 040	439 534	6.8%	94.6%	435 763	451 136	482 464	3.2%	97.0%
Compensation of employees	229 885	250 895	273 796	291 960	8.3%	62.4%	295 718	304 961	328 337	4.0%	65.4%
Goods and services ¹	130 547	129 939	132 244	147 574	4.2%	32.2%	140 045	146 175	154 127	1.5%	31.5%
of which:											
<i>Audit costs: External</i>	3 778	5 371	4 432	5 482	13.2%	1.1%	6 013	6 458	6 820	7.6%	1.3%
<i>Communication</i>	11 927	14 713	17 036	16 114	10.5%	3.6%	17 093	16 775	17 687	3.2%	3.6%
<i>Computer services</i>	7 012	16 176	5 890	22 239	46.9%	3.1%	14 300	14 129	14 920	-12.5%	3.5%
<i>Consultants: Business and advisory services</i>	1 338	3 232	3 779	7 546	78.0%	0.9%	9 469	10 586	11 235	14.2%	2.1%
<i>Agency and support/outsourced services</i>	6 987	6 452	2 517	7 268	1.3%	1.4%	7 577	7 990	8 438	5.1%	1.7%
<i>Travel and subsistence</i>	46 615	43 250	59 309	49 677	2.1%	11.9%	45 814	48 514	51 210	1.0%	10.5%
Interest and rent on land	4	10	–	–	-100.0%	–	–	–	–	–	–
Transfers and subsidies¹	479	3 723	1 056	1 817	56.0%	0.4%	36	38	40	-72.0%	0.1%
Provinces and municipalities	9	9	4	–	-100.0%	–	–	–	–	–	–
Departmental agencies and accounts	–	997	3	34	–	0.1%	36	38	40	5.6%	–
Households	470	2 717	1 049	1 783	56.0%	0.4%	–	–	–	-100.0%	0.1%
Payments for capital assets	13 065	12 642	37 983	12 866	-0.5%	4.6%	13 201	14 033	14 796	4.8%	2.9%
Machinery and equipment	12 255	12 642	37 983	12 866	1.6%	4.5%	13 201	14 033	14 796	4.8%	2.9%
Software and other intangible assets	810	–	–	–	-100.0%	–	–	–	–	–	–
Payments for financial assets	124	4 837	1 133	–	-100.0%	0.4%	–	–	–	–	–
Total	374 104	402 046	446 212	454 217	6.7%	100.0%	449 000	465 207	497 300	3.1%	100.0%
Proportion of total programme expenditure to vote expenditure	95.6%	95.4%	95.6%	92.7%	–	–	90.7%	90.4%	90.4%	–	–

Table 1.8 Administration expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies		Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
		2013/14	2014/15	2015/16		2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20	2016/17 - 2019/20
R thousand												
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current	9	9	4	-	-100.0%	-	-	-	-	-	-	-
Municipal services	9	9	4	-	-100.0%	-	-	-	-	-	-	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	-	997	3	34	-	0.1%	36	38	40	5.6%	-	-
Communication	-	-	3	34	-	-	36	38	40	5.6%	-	-
Public Sector Education and Training Authority	-	997	-	-	-	0.1%	-	-	-	-	-	-
Households												
Social benefits												
Current	468	693	799	1 783	56.2%	0.2%	-	-	-	-100.0%	0.1%	-
Employee social benefits	468	693	799	1 783	56.2%	0.2%	-	-	-	-100.0%	0.1%	-
Households												
Other transfers to households												
Current	2	2 024	250	-	-100.0%	0.1%	-	-	-	-	-	-
Employee social benefits	2	2 024	250	-	-100.0%	0.1%	-	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 1.9 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2017		Number and cost ² of personnel posts filled / planned for on funded establishment															Number		
		Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average Salary level/Total (%)				
Number of funded posts	Number of posts additional to the establishment	2015/16			2016/17			2017/18		2018/19		2019/20		2016/17 - 2019/20					
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Administration	660	78	628	273.8	0.4	619	292.0	0.5	600	295.7	0.5	592	305.0	0.5	592	328.3	0.6	-1.5%	100.0%
Salary level	660	78	628	273.8	0.4	619	292.0	0.5	600	295.7	0.5	592	305.0	0.5	592	328.3	0.6	-1.5%	100.0%
1 – 6	290	51	280	55.8	0.2	277	60.7	0.2	269	60.9	0.2	269	65.4	0.2	269	70.8	0.3	-1.0%	45.1%
7 – 10	193	10	180	70.7	0.4	178	73.6	0.4	177	77.7	0.4	175	83.3	0.5	175	89.3	0.5	-0.6%	29.3%
11 – 12	106	4	97	63.7	0.7	96	74.8	0.8	89	74.1	0.8	89	78.5	0.9	89	84.8	1.0	-2.5%	15.1%
13 – 16	71	13	71	83.5	1.2	68	82.9	1.2	65	83.1	1.3	59	77.8	1.3	59	83.4	1.4	-4.6%	10.4%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 2: Executive Support

Programme purpose

Provide strategic and administrative support to enable Cabinet to foster accountability and policy coherence through integrated planning, policy coordination and the implementation of the strategic agenda for government.

Objectives

- Provide policy advisory support to political principals to ensure policy coherence through the implementation of Cabinet programmes on an ongoing basis.
- Strengthen technical support rendered to the president and other political principals in the Presidency by:
 - participating in Cabinet structures on an ongoing basis
 - implementing recommendations of the evaluation of coordinating structures, which aim to improve the systems of governance and compliance for Cabinet and the forum of South African directors general, over the medium term.

Subprogrammes

- *Cabinet Services* provides strategic and administrative support to allow Cabinet to foster accountability and policy coherence through integrated planning, policy coordination and the implementation of the strategic agenda of government.

Expenditure trends and estimates

Table 1.10 Executive Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/Total (%)
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R thousand											
Cabinet Services	17 410	19 297	20 525	35 558	26.9%	100.0%	46 169	49 677	52 624	14.0%	100.0%
Total	17 410	19 297	20 525	35 558	26.9%	100.0%	46 169	49 677	52 624	14.0%	100.0%
Change to 2016 Budget estimate				(10 766)			(1 383)	(1 437)	(1 721)		
Economic classification											
Current payments	16 853	17 600	19 712	33 843	26.2%	94.8%	45 052	48 516	51 400	14.9%	97.2%
Compensation of employees	13 340	13 312	15 682	16 639	7.6%	63.6%	16 293	17 232	18 413	3.4%	37.3%
Goods and services ¹	3 513	4 288	4 030	17 204	69.8%	31.3%	28 759	31 284	32 987	24.2%	59.9%
of which:											
Catering: Departmental activities	1 005	1 090	1 381	1 245	7.4%	5.1%	1 372	1 425	1 414	4.3%	3.0%
Computer services	30	1	56	12 350	643.9%	13.4%	22 730	25 000	26 441	28.9%	47.0%
Consumables: Stationery, printing and office supplies	90	75	92	177	25.3%	0.5%	151	158	167	-1.9%	0.4%
Travel and subsistence	1 719	1 381	1 529	2 242	9.3%	7.4%	3 198	3 344	3 533	16.4%	6.7%
Operating payments	196	286	385	404	27.3%	1.4%	574	595	628	15.8%	1.2%
Venues and facilities	154	148	67	448	42.8%	0.9%	444	461	487	2.8%	1.0%
Transfers and subsidies¹	31	243	-	579	165.3%	0.9%	-	-	-	-100.0%	0.3%
Households	31	243	-	579	165.3%	0.9%	-	-	-	-100.0%	0.3%
Payments for capital assets	522	1 437	810	1 136	29.6%	4.2%	1 117	1 161	1 224	2.5%	2.5%
Machinery and equipment	522	1 437	810	1 136	29.6%	4.2%	1 117	1 161	1 224	2.5%	2.5%
Payments for financial assets	4	17	3	-	-100.0%	-	-	-	-	-	-
Total	17 410	19 297	20 525	35 558	26.9%	100.0%	46 169	49 677	52 624	14.0%	100.0%
Proportion of total programme expenditure to vote expenditure	4.4%	4.6%	4.4%	7.3%	-	-	9.3%	9.6%	9.6%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	31	13	-	579	165.3%	0.7%	-	-	-	-100.0%	0.3%
Employee social benefits	31	13	-	579	165.3%	0.7%	-	-	-	-100.0%	0.3%
Households											
Other transfers to households											
Current	-	230	-	-	-	0.2%	-	-	-	-	-
Employee social benefits	-	230	-	-	-	0.2%	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 1.11 Executive Support personnel numbers and cost by salary level¹

Executive Support	Number of posts estimated for 31 March 2017		Number and cost ² of personnel posts filled / planned for on funded establishment									Number							
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Salary level/Total (%)						
			2015/16			2016/17			2017/18					2018/19			2019/20		
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			Number	Cost	Unit cost	Number	Cost	Unit cost
Salary level	25	2	25	15.7	0.6	23	16.6	0.7	21	16.3	0.8	21	17.2	0.8	21	18.4	0.9	-3.0%	100.0%
1-6	9	-	8	2.2	0.3	8	2.7	0.3	8	3.5	0.4	8	3.9	0.5	8	4.0	0.5	-	37.2%
7-10	4	-	5	1.6	0.3	5	1.9	0.4	5	2.7	0.5	5	2.8	0.6	5	3.1	0.6	-	23.3%
11-12	5	-	5	3.8	0.8	4	3.7	0.9	4	4.3	1.1	4	4.6	1.1	4	5.1	1.3	-	18.6%
13-16	7	2	7	8.1	1.2	6	8.3	1.4	4	5.9	1.5	4	6.0	1.5	4	6.2	1.6	-12.6%	20.9%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

BUDGET 2017

ESTIMATES OF NATIONAL EXPENDITURE

Private Bag X115, Pretoria, 0001 | 40 Church Square, Pretoria, 0002
Tel +27 12 315 5944 | Fax +27 12 395 6697



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

