

Vote 01

Office of the Premier

Adjusted Budget Summary

Table 1.1: Adjusted Budget Summary

2014/15				
R thousand	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	205 372	216 820	–	11 448
<i>of which:</i>				
Current payments	197 189	210 409	–	13 220
Transfers and subsidies	4 156	4 801	–	645
Payments for capital assets	4 027	1 610	(2 417)	–
Payments for financial assets	–	–	–	–
Direct Charge against				
Provincial Revenue Fund	–	–	–	–
Executive authority				–
Accounting officer				–

Summary of Revenue

Table 1.2: Summary of Receipts

2014/15								
Programme	Additional appropriation							Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	
Equitable Share	205 372	–	10 000	–	–	1 448	11 448	216 820
Conditional grants	–	–	–	–	–	–	–	–
Own Revenue	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–
Total Revenue	205 372	–	10 000	–	–	1 448	11 448	216 820

Mission

Provide strategic leadership through effective coordination of government programmes, integrated planning, monitoring and evaluation and institutional development.

Adjusted Estimates of Provincial Expenditure 2014

Table 1.3: Adjusted Estimates
Programme

Programme		2014/15						
R thousand	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
1. Administration	83 618	—	10 000	4 107	—	—	14 107	97 725
2. Institutional Development	74 044	—	—	(58)	—	—	(58)	73 986
3. Policy and Governance	47 710	—	—	(4 049)	—	1 448	(2 601)	45 109
Total	205 372	—	10 000	—	—	1 448	11 448	216 820
Economic classification								
Current payments	197 189	—	10 000	1 772	—	1 448	13 220	210 409
Compensation of employees	125 359	—	—	—	—	(2 452)	(2 452)	122 907
Goods and services	71 830	—	10 000	1 772	—	3 900	15 672	87 502
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	4 156	—	—	645	—	—	645	4 801
Provinces and municipalities	—	—	—	—	—	—	—	—
Departmental agencies and accounts	—	—	—	—	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	376	—	—	—	—	—	—	376
Non-profit institutions	—	—	—	—	—	—	—	—
Households	3 780	—	—	645	—	—	645	4 425
Payments for capital assets	4 027	—	—	(2 417)	—	—	(2 417)	1 610
Buildings and other fixed structures	—	—	—	—	—	—	—	—
Machinery and equipment	4 027	—	—	(2 417)	—	—	(2 417)	1 610
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	—	—	—	—	—
Payments for financial assets	—	—	—	—	—	—	—	—
Total	205 372	—	10 000	—	—	1 448	11 448	216 820

Programme 1: Administration

Table 1.3.1: Administration
Subprogramme

Subprogramme		2014/15						
		Additional appropriation						
	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
R thousand								
1. Premier Support	12 034	—	—	200	—	—	200	12 234
2. Executive Council Support	5 557	—	—	(191)	—	—	(191)	5 366
3. Director General Support	33 114	—	10 000	(2 541)	—	—	7 459	40 573
4. Financial Support	32 913	—	—	6 639	—	—	6 639	39 552
5. Programme Support	—	—	—	—	—	—	—	—
Total	83 618	—	10 000	4 107	—	—	14 107	97 725
Economic classification								
Current payments	82 788	—	10 000	3 709	—	—	13 709	96 497
Compensation of employees	54 038	—	—	(1 500)	—	—	(1 500)	52 538
Goods and services	28 750	—	10 000	5 209	—	—	15 209	43 959
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	60	—	—	9	—	—	9	69
Provinces and municipalities	—	—	—	—	—	—	—	—
Departmental agencies and accounts	—	—	—	—	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—
Non-profit institutions	—	—	—	—	—	—	—	—
Households	60	—	—	9	—	—	9	69
Payments for capital assets	770	—	—	389	—	—	389	1 159
Buildings and other fixed structures	—	—	—	—	—	—	—	—
Machinery and equipment	770	—	—	389	—	—	389	1 159
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	—	—	—	—	—
Payments for financial assets	—	—	—	—	—	—	—	—
Total	83 618	—	10 000	4 107	—	—	14 107	97 725

Programme 2: Institutional Development

Table 1.3.2: Institutional Development
Subprogramme

Table 1.3.2: Institutional Development		2014/15						
Subprogramme		Additional appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
1. Strategic Human Resource	28 433	–	–	1 617	–	–	1 617	30 050
2. Information Communication Technology	2 652	–	–	(300)	–	–	(300)	2 352
3. Legal Services	3 088	–	–	100	–	–	100	3 188
4. Communication Services	38 090	–	–	(1 475)	–	–	(1 475)	36 615
5. Programme Support	1 781	–	–	–	–	–	–	1 781
Total	74 044	–	–	(58)	–	–	(58)	73 986
Economic classification								
Current payments	69 683	–	–	(500)	–	–	(500)	69 183
Compensation of employees	39 223	–	–	700	–	–	700	39 923
Goods and services	30 460	–	–	(1 200)	–	–	(1 200)	29 260
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	4 036	–	–	587	–	–	587	4 623
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	376	–	–	–	–	–	–	376
Non-profit institutions	–	–	–	–	–	–	–	–
Households	3 660	–	–	587	–	–	587	4 247
Payments for capital assets	325	–	–	(145)	–	–	(145)	180
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	325	–	–	(145)	–	–	(145)	180
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	74 044	–	–	(58)	–	–	(58)	73 986

Programme 3: Policy and Governance

Table 1.3.3: Policy and Governance
Subprogramme

Table 1.3.3: Policy and Governance		2014/15						
Subprogramme		Additional appropriation						Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	
1. Special Programmes	7 595	–	–	500	–	1 448	1 948	9 543
2. Intergovernmental Relations	6 491	–	–	(678)	–	–	(678)	5 813
3. Provincial and Policy Management	30 629	–	–	(3 671)	–	–	(3 671)	26 958
4. Programme Support	2 995	–	–	(200)	–	–	(200)	2 795
Total	47 710	–	–	(4 049)	–	1 448	(2 601)	45 109
Economic classification								
Current payments	44 718	–	–	(1 437)	–	1 448	11	44 729
Compensation of employees	32 098	–	–	800	–	(2 452)	(1 652)	30 446
Goods and services	12 620	–	–	(2 237)	–	3 900	1 663	14 283
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	60	–	–	49	–	–	49	109
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–
Households	60	–	–	49	–	–	49	109
Payments for capital assets	2 932	–	–	(2 661)	–	–	(2 661)	271
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	2 932	–	–	(2 661)	–	–	(2 661)	271
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	47 710	–	–	(4 049)	–	1 448	(2 601)	45 109

Goods and Services

Table 1.4: Summary of Goods and Services

		2014/15						
		Additional appropriation						
	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
Goods and services	71 830	—	10 000	1 772	—	3 900	15 672	87 502
Administrative fees	1 638	—	—	—	—	31	31	1 669
Advertising	1 296	—	—	(150)	—	(50)	(200)	1 096
Assets less than the capitalisation threshold	275	—	—	—	—	—	—	275
Audit cost: External	3 926	—	—	—	—	—	—	3 926
Bursaries: Employees	—	—	—	—	—	—	—	—
Catering: Departmental activities	3 386	—	4 000	2 250	—	(400)	5 850	9 236
Communication (G&S)	4 013	—	—	—	—	(51)	(51)	3 962
Computer services	250	—	—	—	—	—	—	250
Consultants and professional services: Business	21 986	—	—	(650)	—	—	(650)	21 336
Consultants and professional services: Infrastructure	—	—	—	—	—	—	—	—
Consultants and professional services: Labour	—	—	—	—	—	—	—	—
Consultants and professional services: Scientific	—	—	—	—	—	—	—	—
Consultants and professional services: Legal	716	—	—	—	—	—	—	716
Contractors	917	—	—	—	—	(55)	(55)	862
Agency and support / outsourced services	—	—	—	—	—	—	—	—
Entertainment	—	—	—	—	—	—	—	—
Fleet services (including government motor transport)	1 774	—	—	—	—	—	—	1 774
Housing	—	—	—	—	—	—	—	—
Inventory: Clothing material and accessories	—	—	—	—	—	—	—	—
Inventory: Farming supplies	—	—	—	—	—	—	—	—
Inventory: Food and food supplies	—	—	—	—	—	—	—	—
Inventory: Fuel, oil and gas	—	—	—	—	—	—	—	—
Inventory: Learner and teacher support materials	—	—	—	—	—	—	—	—
Inventory: Materials and supplies	—	—	—	—	—	—	—	—
Inventory: Medical supplies	—	—	—	—	—	—	—	—
Inventory: Medicine	—	—	—	—	—	—	—	—
Medical inventory interface	—	—	—	—	—	—	—	—
Inventory: Other supplies	—	—	—	—	—	—	—	—
Consumable supplies	2 600	—	—	—	—	—	—	2 600
Consumable: Stationery, printing and office supplies	1 486	—	—	(350)	—	—	(350)	1 136
Operating leases	500	—	—	—	—	—	—	500
Property payments	4 000	—	—	—	—	—	—	4 000
Transport provided: Departmental activity	991	—	2 000	—	—	(66)	1 934	2 925
Travel and subsistence	14 820	—	—	(1 917)	—	229	(1 688)	13 132
Training and development	1 342	—	—	—	—	—	—	1 342
Operating payments	395	—	—	—	—	—	—	395
Venues and facilities	5 519	—	4 000	2 589	—	4 272	10 861	16 380
Rental and hiring	—	—	—	—	—	(10)	(10)	—

Infrastructure Payments

The Office of the Premier does not have infrastructure projects.

Details of adjustments to Estimates of Provincial Expenditure 2014

Unforeseeable and unavoidable expenditure – R10 million

Programme 1: Administration

R 10 million has been allocated for the unavoidable expenditure incurred by the Office of the Premier for the Premier's Inauguration and Imbizo.

Virements and shifts

Table 1.6: Details on virements per programme and economic classification

Programmes					
1. Administration 2. Institutional Development 3. Policy and Governance					
FROM			TO		
Programme by Economic classification	Motivation	R thousand	Programme by Economic classification	Motivation	R thousand
Programme 1: Administration			Programme 2: Institutional Development		
Compensation of employees	Funds realised from unfilled vacancies due to delay in appointment.	(1 500)	Compensation of employees	Funds shifted to defray excess expenditure on the item .	700
			Programme 3: Policy and Governance		
			Compensation of employees	Funds shifted to defray excess expenditure on the item .	800
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
					-1.8%
Programme 2: Institutional Development			Programme 2: Institutional Development		
Goods and services	Funds reprioritized due to cost curtailment.	(1 200)	Households	Allocation to be utilized to defray excess expenditure caused by payment for leave gratuity to an ex-employee who retired from the public service.	587
Machinery and equipment	Funds reprioritized from slow moving items	(145)	Programme 1: Administration		
			Machinery and equipment	Amount shifted to defray excess expenditure on computers, office furniture and equipment.	145
			Goods and services	Allocation to be utilized to defray unavoidable expenditure for the Imbizo and Inauguration.	613
			Programme 1: Administration		
Shifts within the programme as a percentage of the programme budget					
					-0.8%
Virements to other programmes as a percentage of the programme budget					
					-1.0%
Programme 3: Policy and Governance			Programme 1: Administration		
Goods and services	Funds reprioritized due to cost curtailment.	(2 237)	Goods and services	Allocation to be utilized to defray unavoidable expenditure for the Imbizo and Inauguration.	4 596
Machinery and equipment	Allocation reprioritized due to the review of plans. Budget for the Electronic M&E System was reallocated to goods and services.	(2 661)	Households	Allocation to be utilized to defray excess expenditure caused by under budgeting on the item.	9
			Machinery and equipment	Amount shifted to defray excess expenditure on computers, office furniture and equipment.	244
			Programme 3: Policy and Governance		
			Households	Allocation to be utilized to defray excess expenditure caused by resignation of an official.	49
Shifts within the programme as a percentage of the programme budget					
					-0.1%
Virements to other programmes as a percentage of the programme budget					
					-10.2%
TOTAL			TOTAL		
					7 743

Other adjustments – R1.448 million

Adjustments due to significant and unforeseeable economic and financial events

Programme 3: Policy and Governance

An amount of R4 million has been allocated for the new mandate i.e. establishment of the Desks of Elderly Persons.

Programme 3: Policy and Governance

R2 million funds has been allocated for the establishment of the Youth Desks.

Funds shifted between votes following a transfer of a function

Programme 3: Policy and Governance

R4.552 million has been transferred to the Department of Social Development following the transfer of function of the Office on the Rights of Child and the Office on the status of disabled person.

Expenditure for 2013/14 and preliminary expenditure for 2014/15

Table 1.7: Expenditure Trends

R Thousand	2013/14 Expenditure outcome					2014/15 Preliminary expenditure		
	Adjusted appropriation	Apr '13 - Sep '13 % of adjusted appropriation		Apr '13 - Mar '14 % of adjusted appropriation		Adjusted appropriation	Apr '14 - Sep '14 % of adjusted appropriation	
		Apr '13 - Sep '13		Apr '13 - Mar '14			Apr '14 - Sep '14	
1. Administration	161 432	46 671	28.9	167 418	103.7	97 725	37 346	38.2
2. Institutional Development	71 807	26 074	36.3	68 784	95.8	73 986	44 600	60.3
3. Policy and Governance	45 188	17 837	39.5	41 441	91.7	45 109	18 940	42.0
Total	278 427	90 582	32.5	277 643	99.7	216 820	100 886	46.5
Economic classification								
Current payments	264 754	86 292	32.6	264 238	99.8	210 409	97 145	46.2
Compensation of employees	109 647	54 422	49.6	110 959	101.2	122 907	59 199	48.2
Goods and services	155 107	31 870	20.5	153 279	98.8	87 502	37 946	43.4
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	4 024	694	17.2	4 051	100.7	4 801	3 200	66.7
Provinces and municipalities	—	—	—	—	—	—	—	—
Departmental agencies and accounts	—	—	—	17	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	376	—	—
Non-profit institutions	—	—	—	—	—	—	—	—
Households	4 024	694	17.2	4 034	100.2	4 425	3 200	72.3
Payments for capital assets	9 649	3 596	37.3	9 354	96.9	1 610	541	33.6
Buildings and other fixed structures	—	—	—	—	—	—	—	—
Machinery and equipment	9 649	3 596	37.3	9 311	96.5	1 610	181	11.2
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	43	—	—	360	—
Payments for financial assets	—	—	—	—	—	—	—	—
Total payments	278 427	90 582	32.5	277 643	99.7	216 820	100 886	46.5

Main expenditure trends for the first half of 2014/15

Expenditure for the first six months was R100.886 million. The expenditure is equivalent to 46.5 per cent of the appropriated budget of R 216.820 million. This has seen a growth in spending

trends by 14 per cent compared to previous year spending of 32.5 per cent. This is as a result of once-off or non-recurring payments that were incurred at beginning of the financial year.

Departmental receipts

Departmental Receipts

Table 1.8: Departmental Receipts

R Thousand	2013/14					2014/15			
	Audited outcome					Actual receipts			
	Adjusted estimate	Apr '13 - Sep '13	Apr '13 - Sep '13 % of adjusted estimate	Apr '13 - Mar '14	Apr '13 - Mar '14 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr '14 - Sep '14	Apr '14 - Sep '14 % of adjusted estimate
Departmental receipts	692	288	41.6	1 937	279.9	742	742	211	28.4
Sales of goods and services other than capital assets	133	84	63.2	192	144.4	144	144	109	75.7
Transfers received	—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	—	—	—	—	—	—	—	—	—
Interest, dividends and rent on land	455	147	32.3	380	83.5	480	480	96	20.0
Sales of capital assets	104	—	—	1 206	1 159.6	118	118	—	—
Financial transactions in assets and liabilities	—	57	—	159	—	—	—	6	—
Tax receipts	—	—	—	—	—	—	—	—	—
Casino taxes	—	—	—	—	—	—	—	—	—
Horse racing taxes	—	—	—	—	—	—	—	—	—
Liquor licences	—	—	—	—	—	—	—	—	—
Motor vehicle licences	—	—	—	—	—	—	—	—	—
Total	692	288	41.6	1 937	279.9	742	742	211	28.4

Main departmental revenue trends for the first half of 2014/15

The Office of the Premier has collected R 211 thousand of the revenue estimates of R 742 thousand in the first six months of the financial year. There is a decline of 13.2 per cent compared to previous financial year. The under collection in revenue is as a result of low interest raised due to early payments made to suppliers as a result of the low bank balance.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Table 1.9: Summary of changes to transfers and subsidies per programme

R thousand	2014/15						
	Additional appropriation						Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
1. Administration	60	—	—	9	—	—	69
Households	60	—	—	9	—	—	69
2. Institutional Development	4 036	—	—	587	—	—	4 623
Public corporations and private	376	—	—	—	—	—	376
Households	3 660	—	—	587	—	—	4 247
3. Policy and Governance	60	—	—	49	—	—	109
Households	60	—	—	49	—	—	109
Total	4 156	—	—	645	—	—	4 801

Summary of changes to conditional grants

The Office of the Premier does not have conditional grants.