

# ADMINISTRATION SERVICES

**QUARTER 4: VOTE 1,2,4,5,6,7,8,9,10,11,13**

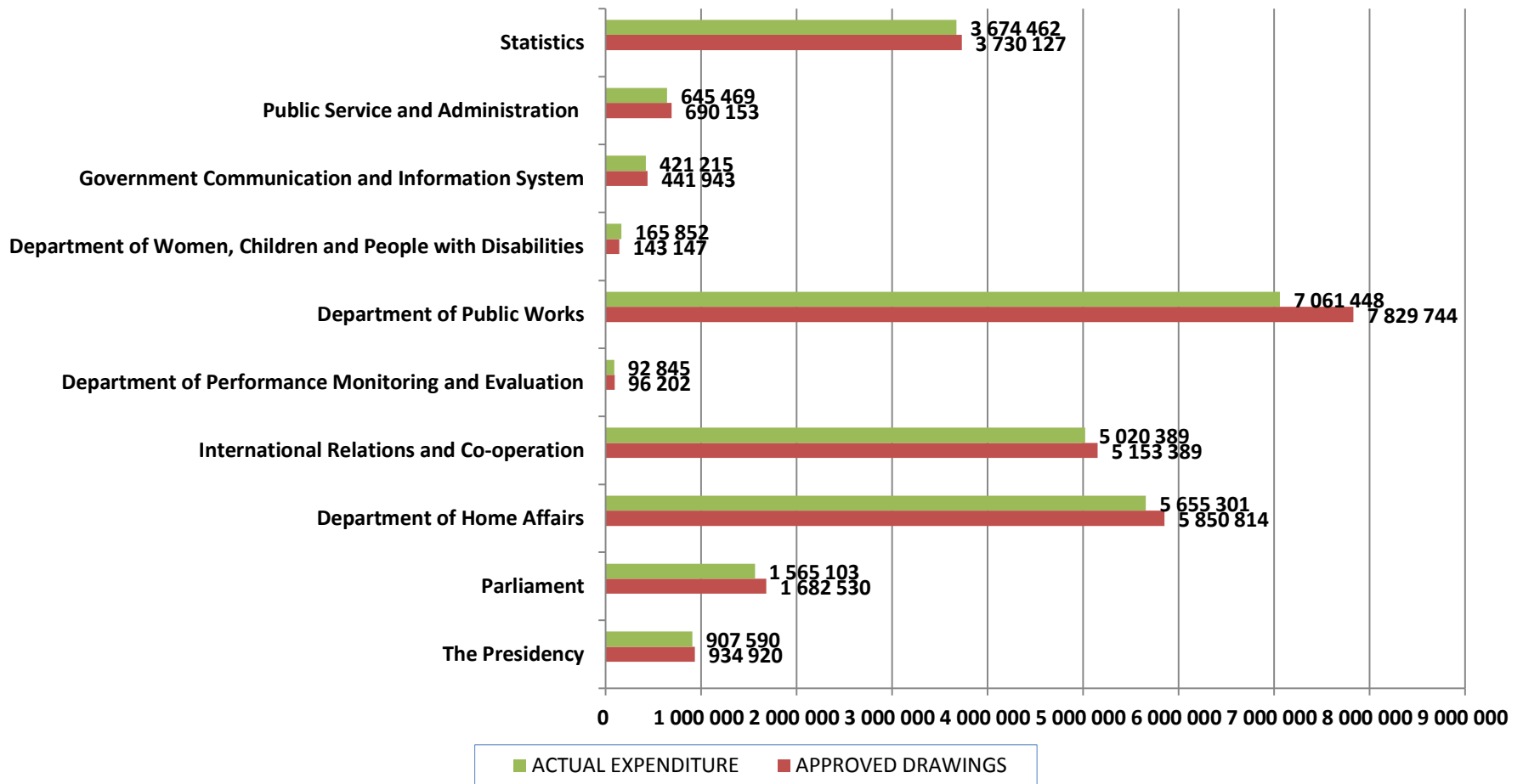
**Presenter:** Gillian Wilson | Chief Director, Administrative Services, National Treasury | **7 August 2012**



**national treasury**

Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

# Actual Expenditure / Projected Drawings



# Vote 1: Presidency

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>THE PRESIDENCY</b>	<b>814 983</b>	<b>115 927</b>	<b>930 910</b>	<b>930 910</b>	<b>903 580</b>	97.06%
Current Payments	412 692	61 083	473 775	473 837	461 177	97.33%
Compensation of Employees	232 623	28 229	260 852	245 701	234 329	95.37%
Goods and Services	180 069	32 854	212 923	228 136	226 848	99.44%
Other	-	-	-	-	-	-
Transfers and Subsidies	387 823	60 544	448 367	447 679	437 836	97.80%
Payments for Capital Assets	14 468	(5 700)	8 768	8 768	4 567	52.09%
Payments for Financial Assets	-	-	-	626	-	0.00%
	<b>814 983</b>	<b>115 927</b>	<b>930 910</b>	<b>930 910</b>	<b>903 580</b>	<b>97.06%</b>
Salary of the President	2 531	173	2 704	2 704	2 881	106.55%
Salary of the Deputy President	2 279	(973)	1 306	1 306	1 129	86.45%
<b>Economic Classification</b>						
Current Payments	4 810	(800)	4 010	4 010	4 010	100.00%
Compensation of Employees	4 810	(800)	4 010	4 010	4 010	100.00%
	<b>4 810</b>	<b>(800)</b>	<b>4 010</b>	<b>4 010</b>	<b>4 010</b>	<b>100.00%</b>
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>819 793</b>	<b>115 127</b>	<b>934 920</b>	<b>934 920</b>	<b>907 590</b>	<b>97.08%</b>

- As at the end of the fourth quarter of the 2011/12 financial year, the Presidency had spent R907.590 million or 97.1% against the available budget of R934.920 million, under spending its budget by 2.9%.

# Vote 2: Parliament

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>PARLIAMENT</b>	<b>1 265 262</b>	<b>7 628</b>	<b>1 272 890</b>	<b>1 272 890</b>	<b>1 210 866</b>	95.13%
Current Payments	973 445	(2 066)	971 379	971 379	897 617	92.41%
Compensation of Employees	526 447	9 095	535 542	535 542	516 480	96.44%
Goods and Services	446 998	(11 161)	435 837	435 837	381 137	87.45%
Other	-	-	-	-	-	-
Transfers and Subsidies	287 925	9 674	297 599	297 599	297 601	100.00%
Payments for Capital Assets	3 892	20	3 912	3 912	15 648	400.00%
Payments for Financial Assets	-	-	-	-	-	-
	<b>1 265 262</b>	<b>7 628</b>	<b>1 272 890</b>	<b>1 272 890</b>	<b>1 210 866</b>	<b>95.13%</b>
Members' remuneration	409 640	-	409 640	409 640	354 237	86.48%
<b>Economic Classification</b>						
Current Payments	409 640	-	409 640	409 640	354 237	86.48%
Compensation of Employees	409 640	-	409 640	409 640	354 237	86.48%
	<b>409 640</b>	<b>-</b>	<b>409 640</b>	<b>409 640</b>	<b>354 237</b>	<b>86.48%</b>
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>1 674 902</b>	<b>7 628</b>	<b>1 682 530</b>	<b>1 682 530</b>	<b>1 565 103</b>	<b>93.02%</b>

- As at the end of 4th quarter, Parliament had spent a total of R1.211 billion which is 95 per cent of the adjusted appropriation of R1.273 billion. The under spending is due to postponement of projects in Public and International Participation and Member's Facilities' budget being inflated because of payments in 2009/10 to ex-Members for loss of office gratuity.

# Vote 4: Department of Home Affairs

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation R'000	Adjustments appropriation R'000	Total appropriated funds R'000	Available budget R'000	Year-to-date actual expenditure R'000	Per cent of budget expended
<b>HOME AFFAIRS</b>	<b>5 464 134</b>	<b>386 680</b>	<b>5 850 814</b>	<b>5 850 814</b>	<b>5 655 301</b>	<b>96.7%</b>
Current Payment	4 437 386	361 391	4 798 777	4 214 779	4 019 677	95.4%
Compensation of Employees	2 206 560	19 082	2 225 642	1 988 876	1 944 902	97.8%
Goods and Services	2 230 826	342 309	2 573 135	2 213 675	2 062 547	93.2%
Other	—	—	—	12 228	12 228	100.0%
Transfers and Subsidies	1 000 072	36 894	1 036 966	1 043 660	1 043 660	100.0%
Payments for Capital Assets	26 676	(11 605)	15 071	592 157	591 746	99.9%
Payments for Financial Assets	—	—	—	218	218	100.0%
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>5 464 134</b>	<b>386 680</b>	<b>5 850 814</b>	<b>5 850 814</b>	<b>5 655 301</b>	<b>96.7%</b>

- The Department had at the end of this quarter spent R5.655 billion, which is 96.7 per cent of the adjusted estimate budget, mainly due to late filling of vacant posts and non-response to tenders.
- Expenditure has been in line with projections with a variance of 3.3 per cent from the benchmark. The Department has acted on the 2010/11 audit findings by the Auditor-General and established a back to basics forum where findings is monitored on an on-going basis to ensure the smooth running of all financial operations.

# Vote 5: International Relations and Co-operation

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>INTERNATIONAL RELATIONS AND COOPERATION</b>	<b>4 796 768</b>	<b>356 621</b>	<b>5 153 389</b>	<b>5 153 389</b>	<b>5 020 082</b>	97.41%
Current Payments	3 703 086	443 910	4 146 996	3 931 079	3 919 526	99.71%
Compensation of Employees	1 704 464	139 100	1 843 564	1 666 293	1 934 158	116.08%
Goods and Services	1 998 622	194 250	2 192 872	2 192 872	1 938 373	88.39%
Other	-	<b>110 560</b>	<b>110 560</b>	<b>71 914</b>	<b>46 995</b>	65.35%
Transfers and Subsidies	809 943	-	809 943	827 680	827 962	100.03%
Payments for Capital Assets	283 739	(87 289)	196 450	352 639	230 603	65.39%
Payments for Financial Assets	-	-	-	41 991	41 991	100.00%
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>4 796 768</b>	<b>356 621</b>	<b>5 153 389</b>	<b>5 153 389</b>	<b>5 020 082</b>	<b>97.41%</b>

- DIRCO had spent R5.020 billion or 97.4 per cent of its adjusted or available budget of R5.153 billion. Delays in BAS processing of foreign mission claims remains a problem.
- The under spending of R133.304 million or 2.6 per cent is mainly under goods and services and programmes 1 and 2. This was a direct result of reprioritisation of funds within the baseline to cater for unfunded priorities through scaling down on mission operating expenditure and deferment of projects.

# Vote 6: Department of Performance Monitoring & Evaluation

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>PERFORMANCE MONITORING AND EVALUATION</b>	<b>75 790</b>	<b>20 412</b>	<b>96 202</b>	<b>96 202</b>	<b>92 845</b>	96.51%
Current Payments	72 790	20 308	93 098	93 098	87 407	93.89%
Compensation of Employees	50 939	4 114	55 053	55 053	51 670	93.86%
Goods and Services	21 851	16 194	38 045	38 045	35 737	93.93%
Other	-	-	-	-	-	-
Transfers and Subsidies	-	-	-	-	-	-
Payments for Capital Assets	3 000	104	3 104	3 104	5 438	175.19%
Payments for Financial Assets	-	-	-	-	-	-
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>75 790</b>	<b>20 412</b>	<b>96 202</b>	<b>96 202</b>	<b>92 845</b>	<b>96.51%</b>

- The Department had spent R92.845 million or 96.5 per cent of its available budget of R96.202 at the end of the fourth quarter.
- Underspensing mainly arises from unfilled posts.

# Vote 7: Department of Public Works

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>PUBLIC WORKS</b>	<b>7 819 256</b>	<b>10 488</b>	<b>7 829 744</b>	<b>7 829 744</b>	<b>7 061 448</b>	90.19%
Current Payments	2 265 423	10 438	2 275 861	2 289 036	2 304 050	100.66%
Compensation of Employees	1 242 062	10 488	1 252 550	1 252 550	1 269 579	101.36%
Goods and Services	1 008 019	(50)	1 007 969	1 034 900	1 032 904	99.81%
Other	<b>15 342</b>	-	<b>15 342</b>	<b>1 586</b>	<b>1 567</b>	98.80%
Transfers and Subsidies	4 010 265	50	4 010 315	4 010 315	3 656 234	91.17%
Payments for Capital Assets	1 543 568	-	1 543 568	1 528 368	1 099 139	71.92%
Payments for Financial Assets	-	-	-	2 025	2 025	100.00%
<b>EXPENDITURE BY VOTE</b>	<b>7 819 256</b>	<b>10 488</b>	<b>7 829 744</b>	<b>7 829 744</b>	<b>7 061 448</b>	<b>90.19%</b>

- The Department of Public Works (DPW) had spent a total of R7.061 billion or 90.19 per cent of the adjusted appropriation budget of R7.830 billion for 2011/12. Under spending amounted to R768.3 million or 9.8 per cent. The department under spend from 5.97 per cent in 2009/10 to 10.2 per cent and 9.8 per cent in 2010/11 and 2011/12 respectively.
- The Auditor-General issued a Disclaimer of Opinion on the Financial Statements of the Department for 2010/11. An Audit Action Plan has been developed by the Department and currently is being implemented in order to ensure a better outcome for 2011/12 and going forward.



# Vote 8: Department of Women, Children and People with Disabilities

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>WOMEN, CHILDREN AND PEOPLE WITH DISABILITIES</b>	<b>117 943</b>	<b>25 204</b>	<b>143 147</b>	<b>143 147</b>	<b>165 852</b>	115.86%
Current Payments	60 487	20 349	80 836	80 813	103 283	127.80%
Compensation of Employees	34 623	149	34 772	34 749	47 815	137.60%
Goods and Services	25 864	20 200	46 064	46 064	55 468	120.42%
Other	-	-	-	-	-	-
Transfers and Subsidies	55 150	55	55 205	55 228	55 269	100.07%
Payments for Capital Assets	2 306	4 800	7 106	7 106	7 300	102.73%
Payments for Financial Assets	-	-	-	-	-	-
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>117 943</b>	<b>25 204</b>	<b>143 147</b>	<b>143 147</b>	<b>165 852</b>	<b>115.86%</b>

- The expenditure outcome for 2011/12 was R165.852 million which is 115.9 per cent of the adjusted appropriation. Overspending mainly arises from personnel employment in excess of available funds.
- The Department is experiencing challenges in financial management and reported irregular expenditure to the amount of R22 million mainly due to an under capacitated Supply Chain Unit and inadequately trained staff.

# Vote 9: Government Communication and Information System

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation R'000	Adjustments appropriation R'000	Total appropriated funds R'000	Available budget R'000	Year-to-date actual expenditure R'000	Per cent of budget expended
<b>GOVERNMENT COMMUNICATION AND INFORMATION SYSTEMS</b>	496 393	(54 450)	441 943	441 943	421 215	95.31%
Current Payments	334 778	8 003	342 781	337 269	316 525	93.85%
Compensation of Employees	165 433	1 503	166 936	160 296	160 271	99.98%
Goods and Services	169 345	6 500	175 845	176 973	156 254	88.29%
Other	-	-	-	-	-	-
Transfers and Subsidies	159 204	(62 453)	96 751	97 098	97 040	99.94%
Payments for Capital Assets	2 411	-	2 411	7 576	7 603	100.36%
Payments for Financial Assets	-	-	-	-	47	-
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>496 393</b>	<b>(54 450)</b>	<b>441 943</b>	<b>441 943</b>	<b>421 215</b>	<b>95.31%</b>

- GCIS's spending for the year amounts to R421.215 million or 95.3 per cent of their available budget of R441.943 million.
- The deviation is primarily due to savings in lease payment costs that would have been incurred had the department relocated to its new office accommodation in 2011. The Department is scheduled to occupy the new building in 2013.
- The department is mostly able to provide quality information and agreed to facilitate greater coordination between its various strategic units.

# Vote 10: National Treasury

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>NATIONAL TREASURY (Including Statutory Payments)</b>	<b>22 598 191</b>	<b>1 241 280</b>	<b>23 839 471</b>	<b>23 839 471</b>	<b>21 362 048</b>	<b>89.61%</b>
Current Payments	1 436 717	105 655	1 542 372	1 499 918	1 270 940	84.73%
Compensation of Employees	605 940	(3 654)	602 286	600 814	537 101	89.40%
Goods and Services	830 777	109 309	940 086	899 104	733 839	81.62%
Other	-	-	-	-	-	-
Transfers and Subsidies	20 397 819	1 128 671	21 526 490	21 568 944	19 330 844	89.62%
Payments for Capital Assets	13 655	6 954	20 609	20 609	9 056	43.94%
Payments for Financial Assets	750 000	-	750 000	750 000	751 208	100.16%
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>396 242 839</b>	<b>4 769 285</b>	<b>401 012 124</b>	<b>401 012 124</b>	<b>398 136 050</b>	<b>99.28%</b>

- National Treasury's spending of R398.136 billion is 99.3 per cent of the available budget. Under spending of 0.7 per cent or R2.876 billion, comprises R399 million in savings on direct charges relating to state debt costs, and delays in implementation of the Jobs Fund and the Special Pensions Amendment Act, delays in migrating pensioners from Medihelp to Gems and slow spending on IFMS and forensic investigations.

# Vote 12: Public Service and Administration

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>PUBLIC SERVICE AND ADMINISTRATION</b>	<b>690 069</b>	<b>84</b>	<b>690 153</b>	<b>690 153</b>	<b>645 469</b>	93.53%
Current Payments	396 516	(1 457)	395 059	385 048	341 483	88.69%
Compensation of Employees	208 792	(8 540)	200 252	192 718	181 897	94.39%
Goods and Services	187 724	6 935	194 659	192 002	159 281	82.96%
Other	-	<b>148</b>	<b>148</b>	<b>328</b>	<b>305</b>	92.99%
Transfers and Subsidies	290 891	176	291 067	295 973	295 810	99.94%
Payments for Capital Assets	2 662	1 365	4 027	9 081	8 130	89.53%
Payments for Financial Assets	-	-	-	51	46	90.20%
<b>TOTAL EXPENDITURE BY VOTE</b>	<b>690 069</b>	<b>84</b>	<b>690 153</b>	<b>690 153</b>	<b>645 469</b>	<b>93.53%</b>

- For 2011/12 the expenditure outcome is R645.469 million which is 93.5 per cent of the adjusted appropriation.
- The department under spent by R44.684 million or 6.5 per cent of the adjusted appropriation, mainly in respect of unfilled posts and delays in a contract for development of an e-government strategy.
- In general the DPSA's financial management is satisfactory and manages to meet deadlines.
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# Vote 13: Statistics South Africa

## Expenditure outcome

Expenditure per Appropriation Act, 2011	Main appropriation	Adjustments appropriation	Total appropriated funds	Available budget	Year-to-date actual expenditure	Per cent of budget expended
	R'000	R'000	R'000	R'000	R'000	
<b>STATISTICS SOUTH AFRICA</b>	<b>3 240 909</b>	<b>489 218</b>	<b>3 730 127</b>	<b>3 730 127</b>	<b>3 674 462</b>	98.51%
Current Payments	3 188 767	407 848	3 596 615	3 601 454	3 538 527	98.25%
Compensation of Employees	1 530 975	(169 404)	1 361 571	1 332 040	1 232 791	92.55%
Goods and Services	1 657 184	576 858	2 234 042	2 268 412	2 304 447	101.59%
Other	608	394	1 002	1 002	1 289	128.64%
Transfers and Subsidies	10 487	234	10 721	10 721	19 104	178.19%
Payments for Capital Assets	41 655	81 136	122 791	117 952	82 670	70.09%
Payments for Financial Assets	-	-	-	-	34 161	-
<b>EXPENDITURE BY VOTE</b>	<b>3 240 909</b>	<b>489 218</b>	<b>3 730 127</b>	<b>3 730 127</b>	<b>3 674 462</b>	<b>98.51%</b>

- The department reported a spending of R3.674 billion or 98.5 per cent of its allocation for 2011/12.
- The under spending is mainly in Programme 7: Survey Operations under Compensation of Employees for the Census 2011 Project where the department decided to appoint fewer ICT Technicians and Fieldwork Co-ordinators and on a lower than planned salary level. This enabled the department to stay within available budget.
- The Department's financial management and reporting are sound and comply with the timelines.