LIMPOPO
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

PROVINCIAL TREASURY

Ref	:	2/3/5/1
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Date	:	16 July 2015

To : **Performance Monitoring and Evaluation Unit: Office of the Premier**
From : **Limpopo Provincial Treasury**

SUBJECT: 1ST QUARTER 2015/16 PERFORMANCE REPORT

1. The above matter refers.

2. Kindly receive the attached 1st Quarter 2015/16 LPT Performance Report in line with the 2015/16 QPR Guidelines.

Kind regards,

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GC Pratt CA (SA)
HEAD OF DEPARTMENT

16/7/2015
DATE

LIMPOPO

PROVINCIAL GOVERNMENT

REPUBLIC OF SOUTH AFRICA

PROVINCIAL TREASURY

1st QUARTER PERFORMANCE REPORT: 2015/16

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ACRONYMS

AFS	-	Annual Financial Statements
AG	-	Auditor General
COGHSTA	-	Co-Operative Governance, Human Settlement and Traditional Affairs
GITO	-	Government Information and Technology Office
HR	-	Human Resource
ICT	-	Information and Communication Technology
IT	-	Information Technology
IYM	-	In-Year Monitoring
LOGIS	-	Logistics Information System
MISS	-	Minimum Information Security Standards
MPAT	-	Management Performance Assessment Tool
N/A	-	Not Applicable
PFMA	-	Public Finance Management Act
PIA	-	Provincial Internal Audit
PMDS	-	Performance Management and Development System
RWOPS	-	Remunerative Works Outside Public Service
SAQA	-	South African Qualifications Authority
SCM	-	Supply Chain Management
SCOPA	-	Standing Committee on Public Accounts
SDIP	-	Service Delivery Improvement Plan

FIRST QUARTER PERFORMANCE OVERVIEW

This Performance report reflects the extent to which the Limpopo Provincial Treasury has performed against its 1st quarter performance plan in respect of the tabled 2015/16 Annual Performance Plan.

SERVICE DELIVERY INFORMATION THAT IS OVER AND ABOVE THE SET OF PERFORMANCE INDICATORS

The following are outputs that were achieved over and above the set performance indicators:

- All 12 votes and 5 public entities were supported on SCM supplier development instead of the targeted 5.
- 11 additional transversal systems short courses (LOGIS) were coordinated as it is a new system under implementation
- 4 extra Audit Committee meetings were held (1 x meeting for Education during April 2015 and 3 x Cluster 2 Audit Committee meetings to consider PIA three year rolling plan)

PROGRAMME 1: ADMINISTRATION

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
HOD SUPPORT SERVICES								
1	Number of programmes monitored for compliance to institutional arrangements	4	4	4	4	Budget : R3,215,000.00 Expenditure :R482,452.21 % spent:15%	None	N/A
CORPORATE SERVICES								
2	Number of programmes monitored and supported on compliance to PMDS policies	4	4	4	4	Budget : R33,173,000.00 Expenditure : R5,490,602.07 % spent:16%	None	N/A
3	Number of programmes supported on development/review of business processes	4	1	1	1		None	N/A
TRANSFORMATION SERVICES								

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
4	Number of key services monitored in implementation of SDIP	3	3	3	3	Budget : R4331,000.00 Expenditure :R1,349,994.41 % spent:31%	None	N/A
5	Number of facilities monitored on the implementation of Risk Assessment recommendations	9	9	9	9		None	N/A
ENTERPRISE RISK MANAGEMENT								
6	Number of programmes supported and monitored in the mitigation of the prioritised risks to provide reasonable assurance on the achieved of set objectives	4	4	2	2	Budget : R2,611,000.00 Expenditure :R657,936,03 % spent:25%	Programme 3 and 4 not supported due to limited capacity within the directorate because the managers responsible was on maternity leave	To support Programme 3 and 4 during July 2015
RECORDS MANAGEMENT & AUXILIARY SERVICES								
7	Number of programmes	4	1	4	4	Budget : Budget :	Monitored and supported all four	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
	monitored and supported on the implementation of Records Management Systems					R37,705,000.00 Expenditure :R8,408,821.91 % spent:22%	(4) programmes including PIA due to the reason that there is a need for the department to simultaneously comply with Records Management Systems and also based on the gaps for none compliance that have been identified.	
8	Number of buildings provided with auxiliary services in line with User Asset Management plan	9	9	9	9		None	N/A
COMMUNICATIONS SERVICES								
9	Number of programmes monitored and	4	1	1	1	Budget : R3,880,000.00 Expenditure	None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
	supported on compliance to Corporate Identity Manual and the Communication Policy					:R879,084.13 % spent:22%		
GITO								
10	Number of prioritized ICT projects implemented in line with ICT plan	4	0	0	0	Budget : R9,517,000.00 Expenditure :R945,219.46 % spent:10%	None	N/A
SECURITY AND INVESTIGATION SERVICES								
11	Number of programmes supported in the implementation of MISS and Investigation Strategy to ensure compliance with National Security Prescripts	4	1	1	1	Budget : R10,626,000.00 Expenditure :R1,566,671.10 % spent:15%	None	N/A

FINANCIAL MANAGEMENT SUB PROGRAMME

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
MANAGEMENT ACCOUNTING								
12	Number of IYM reports compiled in line with National Treasury prescripts	12	3	3	3	Budget : R3,270,000.00 Expenditure :R774,248.18 % spent:24%	None	N/A
13	Number of budget documents compiled and submitted	4	0	0	0		None	N/A
FINANCIAL ACCOUNTING								
14	Number of financial statement compiled and submitted for review by Provincial Treasury in line with the reporting framework	4	1	1	1	Budget : R10,733,000.00 Expenditure :2,163,132.44 % spent:20%	None	N/A
15	% of supplier's valid invoices paid within 30	100%	100%	100%	100%		None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: Enable the Department to deliver in line with the mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2018/19								
	days							
STRATEGIC OPERATIONS & POLICY COORDINATION								
16	Number of departmental plans and performance reports developed and analysed in line with National treasury Framework	8	2	2	2	Budget : R2,812,000.00 Expenditure :R379,479.14 % spent:13%	None	N/A
DEPARTMENTAL SUPPLY CHAIN MANAGEMENT								
17	Number of strategic sourcing, maintenance and disposal plans implemented in line with applicable SCM prescripts	5	5	5	5	Budget : R18,057,000.00 Expenditure :R2,433,126.57 % spent:13%	None	N/A

PROGRAMME 2: SUSTAINABLE RESOURCE MANAGEMENT

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective 1: To achieve 98 percent provincial annual expenditure during 2015/16 to 2019/20								
MACRO ECONOMIC ANALYSIS								
1	Number of Research documents produced to align the Provincial Fiscal Policy	7	1	1	1	Budget : R2,656,000.00 Expenditure :R323,846.24 % spent:12%	None	N/A
FISCAL POLICY								
FISCAL DEVELOPMENT								
2	Number of Departments and Public Entities supported and monitored in provincial own revenue enhancement to ensure achievement of set targets	18	18	18	18	Budget R:4,065,000,00 Expenditure R:1,513,211.17 % spent:37%	None	N/A
BUDGET MANAGEMENT								
3	Number of budget documents compiled, tabled and gazetted in	2	0	0	0	Budget : R4,764,000.00 Expenditure :R840,800.69 % spent:18%	None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective 1: To achieve 98 percent provincial annual expenditure during 2015/16 to 2019/20								
	line with the set standards and National Treasury guidelines (Main Appropriation Bill and Adjustment Budget)							
PUBLIC FINANCE								
4	Number of consolidated provincial in year of monitoring reports produced in line section 32 of PFMA.	12	3	3	3	Budget : R8,807,000.00 Expenditure :R1,857,743.18 % spent:21%	None	N/A
INFRASTRUCTURE MANAGEMENT								
5	Number of infrastructure departments monitored and supported in the implementation of the infrastructure delivery management	9	9	9	9	Budget : R2,903,000.00 Expenditure :R830,792.70 % spent:27%	None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective 1: To achieve 98 percent provincial annual expenditure during 2015/16 to 2019/20								
	system							
6	Number of departments monitored on infrastructure expenditure to improve infrastructure service delivery	9	9	9	9		None	N/A
Strategic Objective 2: To achieve annual improvements in audit outcomes in 30 municipalities and 3 municipal entities by 2019/20								
MUNICIPAL FINANCE								
7	Number of Municipalities monitored and Municipal Entities supported on financial management governance	33	33	30	30	Budget : R16,699,000.00 Expenditure :R3,604,025.52 % spent:22%	3 Municipal Entities not supported because there were no major activities in municipal entities	Municipal entities will be supported once human resource capacity has been increased within the Municipal Finance unit.

PROGRAMME 3: ASSET, LIABILITIES AND SUPPLY CHAIN MANAGEMENT

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective : To provide policy direction and support to 13 votes and 5 public entities on Assets, Liabilities, Supply Chain Management and Financial Systems to ensure improvement of audit outcomes by 2019/20								
PROVINCIAL ASSET AND LIABILITIES MANAGEMENT								
PROVINCIAL ASSETS MANAGEMENT								
1	Number of Votes and Public Entities monitored and supported on Asset Management to improve the effectiveness, efficiency and economical Asset Management	18	18	18	18	Budget : R12,460,000.00 Expenditure :R2,095,392.87 % spent:17%	None	N/A
2	Number of Votes and Public Entities monitored and supported on Inventory Management to improve the effectiveness, efficiency and economical	18	18	18	18		None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective : To provide policy direction and support to 13 votes and 5 public entities on Assets, Liabilities, Supply Chain Management and Financial Systems to ensure improvement of audit outcomes by 2019/20								
	Inventory Management							
BANKING AND CASH FLOW MANAGEMENT								
3	Number of Votes and Public Entities monitored and supported on cash, banking and liabilities management	18	18	18	18	Budget : R9,033,000.00 Expenditure :R1,416,901,03 % spent:16%	None	N/A
PROVINCIAL SUPPLY CHAIN MANAGEMENT								
POLICY DEVELOPMENT AND IMPLEMENTATION								
4	Number of Votes and Public Entities monitored and supported on SCM processes	17	17	17	17	Budget : R8,177,000.00 Expenditure :R1,790,128.99 % spent:22%	None	N/A
PROVINCIAL DEMAND AND ACQUISITION MANAGEMENT								
5	Number of strategic procurement/transversal bids facilitated for adjudication in the province	3	1	0	0	Budget : R5,728,000.00 Expenditure :R1,294,951.95 % spent:23%	Delays in submission of nominations for Bid specification committee by departments	Facilitate one transversal bid for adjudication in the province by end of September 2015

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective : To provide policy direction and support to 13 votes and 5 public entities on Assets, Liabilities, Supply Chain Management and Financial Systems to ensure improvement of audit outcomes by 2019/20								
6	Number of vote Monitored and supported on transversal contracts	12	12	12	12		None	N/A
PROVINCIAL SCM ADVICE CENTRE								
7	Number of votes and public entities supported on SCM supplier development	17	5	17	17	Budget : R10,892,000.00 Expenditure :R2,352,803.52 % spent: 22%	There was a need to support all Votes and Public Entities	N/A
FINANCIAL SYSTEMS ADMINISTRATION								
8	Number of votes supported and monitored on financial system utilization	13	13	13	13	Budget : R18,309,000.00 Expenditure :R2,222,714.36 % spent: 12%	None	N/A
FINANCIAL SYSTEMS DEVELOPMENT								
9	Number of LOGIS sites implemented	3	0	0	0	Budget : R5,315,000.00 Expenditure :R1,048,683.09 % spent: 20%	None	N/A

PROGRAMME 4: FINANCIAL GOVERNANCE

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
ACCOUNTING SERVICES								
FINANCIAL TRAINING								
1	Number of courses conducted on transversal systems in line with National Treasury standards	78	18	29	29	Budget : R5,723,000.00 Expenditure :R999,751.07 % spent:17%	11 additional courses are for LOGIS which is a new system under implementation	N/A
2	Number of financial management short courses coordinated in line with SAQA.	9	2	3	3		1 additional course was a special request by National Treasury	N/A
3	Number of long-term financial management qualification programmes coordinated in Provincial Departments	2	2	2	2		None	N/A
NORMS AND STANDARDS								

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
4	Number of votes and Public Entities monitored and supported in resolving AG audit findings to improve audit outcomes	17	17	17	17	Budget : R8,815,000.00 Expenditure :R1,836,174.32 % spent:21%	None	N/A
5	Number of audit committee meetings supported to improve governance in departments	65	13	17	17		4 extra meetings were held (1 x meeting for Education during April 2015 and 3 x Cluster 2 Audit Committee meetings) to consider PIA three year rolling plan.	N/A
6	Number of votes monitored and supported with regards to SCOPA matters	12	12	11	11		COGHSTA was not available to clear the sign-off. Legislature still to issue resolutions for 2012/13 – 2013/14.	To Engage CoGHSTA to sign off the RWOPS by 31 July 2015.
FINANCIAL REPORTING								

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
7	Number of Votes and Public Entities supported in preparing annual financial statements in line with the PFMA.	17	17	17	17	Budget : R7,725,000.00 Expenditure :R1,361,443.93 % spent:18%	None	N/A
8	Number of consolidated Annual financial statements for Votes and for Public Entities prepared in line with PFMA and submitted to the Auditor	4	2	0	0		Awaiting audit for 2012/13 CAFS for Public Entities which were submitted for audit during this quarter (2015/16 1st quarter).	To submit 2011/12 Consolidated AFS for votes and 2013/14 Consolidated AFS for public entities during 2nd quarter
TRANSVERSAL RISK MANAGEMENT								
9	Number of Votes and Public Entities assessed on Risk Management	17	17	17	17	Budget : R8,407,000.00 Expenditure :R1,065,395.36 % spent:13%	None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
10	Number of Votes and Public Entities monitored on their risk within the Provincial Risk Profile	17	17	17	17		None	N/A
11	Number of transversal risk management IT system Implemented	1	0	0	0		N/A	N/A
PROVINCIAL INTERNAL AUDIT								
12	Number of three year strategic rolling and annual audit plans prepared by Provincial Internal Audit and approved by the Audit committee for the year financial year 2015/16	12	12	12	12	Budget : R17,447,000.00 Expenditure :R3,551,702.71 % spent:20%	None	N/A

No	Programme Performance indicators	Annual Target	1st Quarter Planned output	1st Quarter Preliminary output	1st Quarter Actual output	Budget	Challenges	Responses
Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
13	Number of votes audit as per approved annual audit plans to improve the internal control environment	12	12	12	12		None	N/A
14	Number of annual internal Quality Assurance Improvement Programme (QAIP) implementation Report prepared to improve the quality of client services	1	0	0	0		None	N/A

Mr. G Pratt
HEAD OF DEPARTMENT

16/7/2015
DATE