



LIMPOPO

PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

PROVINCIAL TREASURY

2ND 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
EDU	-	Limpopo Department of Education
GITO	-	Government Information and Technology Office
HEA	-	Limpopo Department of Health
HR	-	Human Resource
IT	-	Information Technology
ICT	-	Information and Communication 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
PRI	-	Limpopo Department of Public Works, Roads and Infrastructure
SAQA	-	South African Qualifications Authority
SBSA	-	Standard Bank South Africa
SCM	-	Supply Chain Management
SCOPA	-	Standing Committee on Public Accounts
SDIP	-	Service Delivery Improvement Plan

SECOND QUARTER PERFORMANCE OVERVIEW

This Performance report reflects the extent to which the Limpopo Provincial Treasury has performed against its 2nd 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:

- The department organized training for SCM officers from all departments and public entities instead of the targeted five (5) on the Centralized Supplier Database which is a new initiative in SCM
- (4) Four additional unplanned courses were conducted on LOGIS which is a new system under implementation.
- Legislature was monitored and supported in resolving AG audit findings to improve audit outcomes as additional vote to the targeted twelve (12)
- Twenty – one (21) additional meetings for Audit Committee were held for votes and support was also rendered for Public Entities Audit Committee and Board meetings

PROGRAMME 1: ADMINISTRATION

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 : R3,115,000.00 Expenditure : R1,004,251 % spent: 32%	None	N/A
CORPORATE SERVICES								
2	Number of programmes monitored and supported on compliance to PMDS policies	4	4	4	4	Budget : R32,473,000 Expenditure : R12,809,470 % spent: 39%	None	N/A
3	Number of programmes supported on development/re view of business processes	4	1	1	1		None	N/A
TRANSFORMATION SERVICES								

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 : R4,332,000 Expenditure :R2,430,597 % spent:56%	None	N/A
5	Number of facilities monitored on the implementation of Risk Assessment recommendations	9	9	4	4		Time constraints : the planned monitoring schedule was postponed due to sick and family responsibility leaves	Monitor the 5 outstanding facilities according to the implementation of the risk assessment recommendations during the 3 rd quarter
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	4	4	Budget : R2,611,000 Expenditure :R1,249,601 % spent:48%	None	N/A
RECORDS MANAGEMENT & AUXILIARY SERVICES								

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
7	Number of programmes monitored and supported on the implementation of Records Management Systems	4	1	1	1	Budget : R37,704,000 Expenditure :R17,367,188 % spent:46%	None	N/A
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 supported on compliance to Corporate Identity Manual and the Communication Policy	4	1	1	1	Budget : R3,880,000 Expenditure :R2,279,579 % spent:59%	None	N/A
GITO								

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
10	Number of prioritized ICT projects implemented in line with ICT plan	4	0	0	0	Budget : R10,317,000 Expenditure :R4,513,260 % spent:44%	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 : R10,625,000 Expenditure :R3,651,883 % spent: 34%	None	N/A

FINANCIAL MANAGEMENT SUB PROGRAMME

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 Expenditure :R1,575,543 % spent:48%	None	N/A
13	Number of budget documents compiled and submitted	4	1	1	1		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 Expenditure :R 4,860,597 % spent: 45%	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	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 Expenditure :R917,686 % spent:33%	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 Expenditure :R 7,321,790 % spent:41%	None	N/A

PROGRAMME 2: SUSTAINABLE RESOURCE MANAGEMENT

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 Expenditure :R651,406 % spent:25%	None	N/A
FISCAL POLICY								
FISCAL DEVELOPMENT								
2	Number of Departments and Public Entities supported and monitored in provincial revenue enhancement to ensure achievement of set targets	18	18	18	18	Budget R:4,065,000 Expenditure R:2,525,707 % spent:62%	None	N/A
BUDGET MANAGEMENT								
3	Number of budget documents compiled, tabled and gazetted in	2	0	0	0	Budget : R4,764,000 Expenditure :R2,104,084 % spent:44%	N/A	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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 Expenditure :R4,361,896 % spent:50%	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 Expenditure :R1,750,981 % spent:60%	None	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd Quarter Actual output	Budget	Challenges	Responses
Strategic Objective 1: To achieve 98 percent provincial annual expenditure during 2015/16 to 2019/20								
6	system 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 :R7,283,476 % spent:43%	It was anticipated that capacity within municipal finance would have increased in terms of numbers.	Municipal Entities will be supported on financial management governance in the 3 rd quarter

PROGRAMME 3: ASSET, LIABILITIES AND SUPPLY CHAIN MANAGEMENT

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd Quarter Actual output	Budget	Challenges	Responses
<p>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</p>								
<p>PROVINCIAL ASSET AND LIABILITIES MANAGEMENT</p>								
<p>PROVINCIAL ASSETS MANAGEMENT</p>								
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 : R13,660,000 Expenditure :R5,826,814 % spent:43%	None	N/A
2	Number of Votes and Public Entities monitored and supported on Inventory Management to improve the effectiveness, efficiency and economical Inventory	18	18	18	18		None	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
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 Expenditure :R3,100,564 % spent:34%	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 Expenditure :R4,200,029 % spent:51%	None	N/A
PROVINCIAL DEMAND AND ACQUISITION MANAGEMENT								
5	Number of strategic procurement/tra nsversal bids facilitated for adjudication in the province	3	1	0	0	Budget : R5,728,000 Expenditure :R2,827,927 % spent:49%	Delays in approval of bid specification	Finalization of the bid in the 3 rd quarter.

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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	12	17	Budget : R10,829,000 Expenditure :R4,739,561 % spent: 44%	The department organized training for SCM officers from all departments and public entities on the Centralized Supplier Database which is a new initiative in SCM	N/A
FINANCIAL SYSTEMS ADMINISTRATION								
8	Number of votes supported and monitored on financial system utilization	13	13	13	13	Budget : R17,109,000 Expenditure :R7,854,030 % spent: 46%	None	N/A
FINANCIAL SYSTEMS DEVELOPMENT								
9	Number of LOGIS sites	3	0	0	0	Budget : R5,315,000.00	N/A	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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							
	implemented					Expenditure :R2,243,389 % spent: 42%		

PROGRAMME 4: FINANCIAL GOVERNANCE

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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	26	30	30	Budget : R5,723,000 Expenditure :R2,328,133 % spent: 41%	Four unplanned courses were conducted on LOGIS which is a new system under implementation	N/A
2	Number of financial management short courses coordinated in line with SAQA.	9	3	2	2		Two (2) planned courses could not be coordinated (one due to delay in the appointment of service provider and the other course due to unavailability of funds as a result of reprioritization of SBSA funding. However, SCM has requested for additional funding).	To co-ordinate 2 financial management short courses.

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
3	Number of long-term financial management qualification programmes coordinated in Provincial Departments	2	2	2	2		<ul style="list-style-type: none"> One unplanned course coordinated was a special request by National Treasury. None 	N/A
NORMS AND STANDARDS								
4	Number of votes and Public Entities monitored and supported in resolving AG audit findings to improve audit outcomes	17	17	18	18	Budget : R8,815,000 Expenditure : R4,461,439 % spent: 51%	Legislature was also supported	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
5	Number of audit committee meetings supported to improve governance in departments	65	26	47	47		Additional meetings for Audit Committee were held for votes and support was also rendered for Public Entities Audit Committee and Board meetings	N/A
6	Number of votes monitored and supported with regards to SCOPA matters	12	12	7	7		The other 5 votes have outstanding resolutions	N/A
FINANCIAL REPORTING								
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 Expenditure :R2,859,859 % spent:37%	None	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
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 Consolidated Annual Financial Statements audit for 2010/11 for votes and 2012/13 for public entities	To submit 2011/12 CAFS during 3rd quarter
TRANSVERSAL RISK MANAGEMENT								
9	Number of Votes and Public Entities assessed on Risk Management	17	17	17	17	Budget : R6,397,000 Expenditure :R2,286,207 % spent:36%	None	N/A
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	1	0	0	0		N/A	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
	Implemented							
PROVINCIAL INTERNAL AUDIT								
12	Number of three year rolling strategic and annual audit plans prepared by Provincial Internal Audit and approved by the committee for the financial year 2015/16	12	0	0	0	Budget : R27,744,000 Expenditure : R11,878,743 % spent: 42%	N/A	N/A
13	Number of votes audit as per approved annual audit plans to improve the internal control environment	12	12	7	7		Exit meetings were not secured in time for PRI, CoGHSTA and EDU. 1 project for EDU is being finalized, two projects for HEA will be completed by 31 October 2015	Finalize all outstanding audits in the 3 rd quarter
14	Number of annual internal Quality	1	0	0	0		N/A	N/A

No	Programme Performance indicators	Annual Target	2 nd Quarter Planned output	2 nd Quarter Preliminary output	2 nd 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								
	Assurance Improvement Programme (QAIP) implementation Report prepared to improve the quality of client services							



Mr. GC Pratt
HEAD OF DEPARTMENT

2/11/2015

DATE