



LIMPOPO

PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

PROVINCIAL TREASURY

FINAL VALIDATED 2ND QUARTER PERFORMANCE REPORT: 2017/18

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ACRONYMS

The following acronyms are used in this report.

AFS	-	Annual Financial Statements
APP	-	Annual Performance Plan
CAFS	-	Consolidated Annual Financial Statements
GITO	-	Government Information and Technology Office
HOD	-	Head of Department
HRM	-	Human Resource Management
ICT	-	Information and Communication Technology
LOGIS	-	Logistics Information System
MPAT	-	Management Performance Assessment Tool
N/A	-	Not Applicable
PFM	-	Public Finance Management
PFMA	-	Public Finance Management Act
PMDS	-	Performance Management and Development System
SAQA	-	South African Qualifications Authority
SCM	-	Supply Chain Management
SDIP	-	Service Delivery Improvement Plan
QAIP	-	Quality Assurance Improvement Programme

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 2017/18 Annual Performance Plan.

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

None

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 departmental mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2019/20.								
HOD SUPPORT SERVICES								
1	Number of programmes monitored for compliance to institutional arrangements.	4	4	4	4	Budget: R3,36,000.00 Expenditure: R2 171 689.23 % spent: 69	None	N/A
HRM								
2	Number of programmes supported on compliance to PMDS policies.	4	4	4	4	Budget: R8,834,000.00 Expenditure: R4 478 128.52 % spent: 51	None	N/A
TRANSFORMATION SERVICES								
3	Number of key services monitored in implementation of SDIP.	3	3	3	3	Budget: R6,060,000.00 Expenditure: R692 274.62 % spent: 11	None	N/A
ENTERPRISE RISK MANAGEMENT								
4	Number of programmes supported in the mitigation of the prioritised risks.	4	4	4	4	Budget: R2,823,000.00 Expenditure: R1 386 787.21 % spent: 49	None	N/A
GITO								
5	Number of prioritised ICT projects implemented in line with ICT plan.	2	0	0	0	Budget: R11,840,000.00 Expenditure: R5 356 543.90 % spent: 45	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 departmental mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2019/20.								
MANAGEMENT ACCOUNTING								
6	Number of budget documents compiled and submitted.	4	1	1	1	Budget: R3,499,000.00 Expenditure: R 1 925 054.73 % spent: 55	None	N/A
FINANCIAL ACCOUNTING								
7	Number of financial statement compiled and submitted for review by Provincial Treasury in line with the reporting framework.	4	1	1	1	Budget: R11,114,000.00 Expenditure: R 4 746 282.70 % spent: 43	None	N/A
8	% of supplier's valid invoices paid within 30 days.	100%	100%	100%	100%		None	N/A
STRATEGIC OPERATIONS & POLICY COORDINATION								
9	Number of programmes supported in development of the Annual Performance Plans.	4	4	4	4	Budget: R2,916,000.00 Expenditure: R1 363 364.45 % spent:47	None	N/A
10	Number of branch quarterly performance reports analysed in line with Performance Information Management Frameworks and Guidelines.	24	12	12	12		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 departmental mandate by improving management practices on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2019/20.								
DEPARTMENTAL SUPPLY CHAIN MANAGEMENT								
11	Number of reconciliations done on the asset and inventory registers.	12	3	3	3	Budget: R17,144,000.00 Expenditure: R 8 076 827.10 % spent:47	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 sustainable fiscal policy for the province 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: R3,202,000.00 Expenditure: R1 546 022.16 % spent:48	None	N/A
FISCAL DEVELOPMENT								
2	Number of departments and public entities supported to ensure collection of budgeted revenue.	15	15	15	15	Budget: R6,772,000.00 Expenditure: R2 671 723.16 % spent:39	None	N/A
BUDGET MANAGEMENT								
3	Number of budget documents compiled, tabled and gazetted in line with the set standards and National Treasury guidelines (Main Appropriation Bill and Adjustment Budget).	2	0	0	2	Budget: R4,453,000.00 Expenditure: R1 374 438.51 % spent:31	None	N/A
PUBLIC FINANCE								
4	Number of departments and public entities supported to ensure 98% spending.	18	18	18	18	Budget: R10,827,000.00 Expenditure: R4 626 478.96 % spent:43	None	N/A
INFRASTRUCTURE 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 sustainable fiscal policy for the province during 2015/16 to 2019/20.								
5	Number of infrastructure departments supported in the implementation of the Infrastructure Delivery Management System to improve infrastructure service delivery.	9	9	9	9	Budget: R4,286,000.00 Expenditure: R1 900 905.61 % spent:44	None	N/A
Strategic Objective 2: To achieve annual improvements on financial management and effective governance in 26 delegated municipalities and 3 municipal entities by 2019/20.								
MUNICIPAL FINANCE								
6	Number of municipalities and municipal entities supported on budgeting and implementation.	26 Municipalities 3 Municipal Entities	26 Municipalities 3 Municipal Entities	26 Municipalities 3 Municipal Entities	26 Municipalities 3 Municipal Entities	Budget: R45,454,000.00 Expenditure: R32 230 999.20 % spent:70.9	None	N/A

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>								
PROVINCIAL ASSET AND LIABILITIES MANAGEMENT								
PROVINCIAL ASSETS MANAGEMENT								
1	Number of Votes and Public Entities supported on Asset Management	17	17	17	17	Budget: R11,638,000.00 Expenditure: R6 087 738.85 % spent:52	None	N/A
BANKING AND CASH FLOW MANAGEMENT								
2	Number of Votes and Public Entities supported on cash management	18	18	18	18	Budget: R8,782,000.00 Expenditure: R4 495 859.79 % spent:51	None	N/A
PROVINCIAL SUPPLY CHAIN MANAGEMENT								
POLICY DEVELOPMENT AND IMPLEMENTATION								
3	Number of Votes and Public Entities supported on SCM processes	17	17	17	17	Budget: R10,604,000.00 Expenditure: R4 397 430.82 % spent:41	None	N/A
PROVINCIAL DEMAND AND ACQUISITION MANAGEMENT								
4	Number of votes and Public Entities Supported on contract management.	17	17	17	17	Budget: R7,272,000.00 Expenditure: R2 898 143.08 % spent:40	None	N/A
PROVINCIAL SCM ADVICE CENTRE								

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								
5	Number of votes and public entities supported on Central Supplier Database and PFM Enquiry - portal	17	17	17	17	Budget: R10,760,000.00E Expenditure: R1 109 251.39 % spent: 10	Limpopo Tourism Agency not supported. Legislature supported as well	Limpopo Tourism Agency will be supported on Central Supplier Database and PFM Enquiry – portal in the 3 rd quarter
FINANCIAL SYSTEMS ADMINISTRATION								
6	Number of votes supported and on financial system utilization	13	13	13	13	Budget: R16,020,000.00 Expenditure: R7 153 545.45 % spent: 45	None	N/A
FINANCIAL SYSTEMS DEVELOPMENT								
7	Number of LOGIS sites implemented	24	0	0	0	Budget: R7,077,000.00 Expenditure: R2 201 911.71 % spent: 31	None	N/A


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	107	36	35	35	Budget: R8,886,000.00 Expenditure: R3 230 469.56 % spent:36	The trainer was attending the train trainer course at National Treasury during the period of this course	1 course on transversal systems to be conducted in the 3 rd quarter
2	Number of financial management short courses coordinated in line with SAQA.	10	4	0	0		Service Providers for the courses not appointed in time due to long SCM processes	4 financial management short courses provided in the 3 rd and 4 th quarter
3	Number of long-term financial management qualification programmes coordinated in Provincial Departments	1	0	0	0		None	N/A
NORMS AND STANDARDS								
4	Number of Votes and Public Entities supported in resolving AG audit findings to improve audit outcomes	17	17	17	17	Budget: R9,824,000.00 Expenditure: R524 408.38 % spent:5	None	N/A

No	Programme Performance Indicators	Annual Target	2 nd Quarter Announced 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 votes and public entities	65	26	26	26		None	N/A
FINANCIAL REPORTING								
6	Number of Votes and Public Entities supported in preparing financial statements in line with the PFMA.	17	17	17	17	Budget: R8,238,000.00 Expenditure: R1 626 595.36 % spent:20	None	N/A
7	Number of consolidated Annual financial statements for Votes and for Public Entities submitted to the Auditor	4	2	0	0		Audit Management letters for 2010/11 CAFS for Departments and 2013/14 CAFS for Entities were received from AG. awaiting final Audit Reports 2011/12 CAFS for Department were submitted for audit.	To prepare Pre-Audit Consolidated AFS for votes and Public Entities and submit to Auditor General in the 3 rd quarter
TRANSVERSAL RISK MANAGEMENT								
8	Number of provincial risk Profiles developed	1	0	0	0	Budget: R8,146,000.00 Expenditure: R3 426 510.47 % spent:42	None	N/A
9	Number of Votes and Public Entities supported on compliance with public	17	17	17	17		None	N/A

No	Programme Performance Indicators	Annual Target	2 nd Quarter anned 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								
	sector Management Framework							
PROVINCIAL INTERNAL AUDIT								
10	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 2018/19	12	0	0	0	Budget: R46,517,000.00 Expenditure: R19 711 689.26 % spent:42	None	N/A
11	Number of votes audit as per approved annual audit plans to improve the internal control, risk management and governance processes.	12	12	7	7		-Audit started late as Auditor was assisting in Department of Health. -Industrial action at Treasury -Delays in submission of documents Delays in procurement processes -Internal Auditor was on family responsibility leave -Delayed finalization of	Finalize execution and reporting 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 achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20								
12	Number of annual internal Assurance Programme implementation Report prepared to improve the quality of client services	1	0	0	0		SCM Audit Programme -Late commencement of audit due to the swapping of audits between 2 nd and 3 rd quarters None	N/A


GC Pratt
HEAD OF DEPARTMENT

7/11/2017
DATE