

### PROVINCIAL TREASURY

## PERFORMANCE REPORT: 2018/19 VALIDATED 1ST QUARTER

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### **ACRONYMS**

The following acronyms are used in this report.

AG - Auditor – General
EXCOM - Executive Committee Meeting
GITO - Government Information and Technology Office
HOD - Head of Department
- Human Resource
- Human Resource

HRM - Human Resource Management - Information and Communication Technology

IYM - In-Year Monitoring

LOGIS - Logistics Information System

Management Performance Assessment Tool

NA - Not Applicable - Public Finance Management

PFMA - Public Finance Management Act

Performance Management and Development System - Performance Management and Development System

SCM - Supply Chain Management

OAIP - Quality Assurance Improvement Programme

### 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 2018/19 Annual Performance Plan.

### OF PERFORMANCE INDICATORS OF PERFORMANCE INDICATORS

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

- Two additional reports produced on number of 30 days payment assessments conducted.
- Five additional audit committee meetings supported in votes and public entities.

## **PROGRAMME 1: ADMINISTRATION**

No   Performance   Annual   Target   Dispersion   Dispersion   Target   Dispersion   Dispersion   Target   Dispersion   Dispersion   Dispersion   Target   Dispersion   Dispe					14	12		
trategic Objective: Enable the Department to deliver in line with the department n HR, Strategic Management and Financial Management to level 4 of MPAT sta moderation finalized by moderation similated by moderation committees.  Number of PMDS 6 3 2 2 2 2 2 3 3 2 3 2 3 3 3 3 3 3 3 3	8	Performance Indicators	Annual Target	Planned Output	Preliminary Output	Actual Output	Budget	Challenges
Number of PMDS   S   S   S   S   S   S   S   S   S	Stra on F	tegic Objective: Enable IR, Strategic Managem	ent and Finan	ent to deliver i	in line with the ent to level 4 of	departmental f MPAT standa	mandate by imprireds by 2019/20.	oving manage
Number of PMDS   6   3   2   2   Budget:   R11,196,000.00   Expenditure:   R1,875,042.25   R11,875,042.25   R1,875,042.25   R1,195,000.00   Expenditure:   R1,875,042.25   R1,875,042.25   R1,975,042.25   R	HRN							
Expenditure: committees.   C	1	Number of PMDS moderations finalized	6	အ	22	23	Budget: R11,196,000.00	Inability in finding 2
Number of risk management reports submitted to EXCOM.   4		by moderation committees.					Expenditure: R1,875,042.25	HODs for moderation of
Number of risk							% spent:17	DDGs
Number of risk management reports submitted to EXCOM.   A	ENT	ERPRISE RISK MANAC	RMENT			:		
ITO	2	Number of risk	4	_	<u></u>		Budget:	None
Submitted to EXCOM.   Expenditure:   R703,264.43   % spent:23   % spent:6   % spent:6   % spent:6   % spent:6   % spent:6   % spent:6   % spent:22   % spent:23		management reports					R3,089,000.00	
Number of prioritised   2   0   0   0   Budget:		submitted to EXCOM.					Expenditure: R703,264.43	
Number of prioritised   2	GIT		}					
implemented in line with ICT Plan.  Expenditure: R1,023,124.37	ω	Number of prioritised ICT projects	22	0	0	0	Budget: R15,830,000.00	None
Number of departmental quarterly performance reports produced in line with Peformation   % spent:6   % spent:22   %		implemented in line with ICT Plan.	•				Expenditure: R1,023,124.37	
Number of 4 1 1 1 Budget: departmental quarterly performance reports produced in line with Performance Information	STR	OPERATIONS	& POLICY CO	ORDINATION			% spent:6	
ental Ince reports Ince with Ince Ince Ince Ince Ince Ince Ince Ince	4	Number of	4	<u> </u>			Budget:	None
Ince reports If in line with Ince		departmental guarterly					R2,939,000.00 Expenditure:	
		performance reports					R644,275.73	
Information		produced in line with					% spent:22	
		Performance Information						

the de	
1st Quarter 1st Quarter Preliminary Actual Bu	Budget

# FINANCIAL MANAGEMENT SUB PROGRAMME

No	Programme Performance indicators	Annual Target	1 <sup>st</sup> Quarter Planned output	1 <sup>st</sup> Quarter Preliminary output	1 <sup>st</sup> Quarter Actual output	Budget	Challenges	Responses
Stra	Strategic Objective: Enable the Department to deliver in line with the departmental mandate by improving management practices	e the Departm	ent to deliver i	n line with the	departmental	mandate by impr	oving managen	nent
on I	on HR, Strategic Management and Financial Management to level 4 of MPAT standards by 2019/20.	ent and Finar	cial Manageme	ent to level 4 of	MPAT standa	rds by 2019/20.		
MA	MANAGEMENT ACCOUNTING	ING						
51	Number of budget	4	0	0	0	Budget:	None	
	documents compiled	•				R3,756,000.00		
	and submitted.					Expenditure:		
						R 926,608.03		
						% spent: 25		
FIN.	FINANCIAL ACCOUNTING							
6	Number of financial	4	1	1	<u></u>	Budget:	None	A/N
	statements compiled				12	R10,097,000.00		
	and submitted for					Expenditure:		
	review by Provincial					R 2,092,440.26		
	Treasury in line with					% spent: 21		-
	the reporting							
	framework.							
7	% of supplier's valid	100%	100%	100%	100%	·	None	A/N
	invoices paid within				200			
	30 days.							

8	Stra on t	No
Number of reconciliations done on the asset registers.	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	Programme Performance indicators
12	e the Department and Finar CHAIN MANA	Annual Target
3	nent to deliver i ncial Manageme NGEMENT	1 <sup>st</sup> Quarter Planned output
3	in line with the ent to level 4 of	1st Quarter Preliminary output
<sup>::</sup> ప	departmental MPAT standa	1 <sup>st</sup> Quarter Actual output
Budget: R19,531,000.00 Expenditure: R 4,653,282.5 % spent:24	mandate by impr rds by 2019/20.	Budget
None	oving manager	Challenges
N/A	nent practices	Responses

# PROGRAMME 2: SUSTAINABLE RESOURCE MANAGEMENT

NF		4	PUE		nieżni		C	BUE					2	FIS						MA	Stra	No
INFRASTRUCTURE MANAGEMENT	provincial in year monitoring reports produced in line with section 32 of PFMA.	Number of consolidated	PUBLIC FINANCE	guideline.	standards and	line with the set	documents tabled in	BUDGET MANAGEMENT	target.	collection of set	conducted to ensure	assessments	Number of revenue	FISCAL DEVELOPMENT	,	Fiscal Policy.	to align the Provincial	documents produced	Number of Research	MACRO ECONOMIC ANALYSIS	Strategic Objective 1: To achieve sustainable fiscal policy for the province during 2015/16 to 2019/20.	Programme Performance Indicators
SEMENT	8•0	12					N	}					4		•				7	YSIS	chieve sustair	Annual Target
		ω					c						1						1		nable fiscal po	1 <sup>st</sup> Quarter Planned Output
		ω					C						-						1		licy for the pro	1 <sup>st</sup> Quarter Preliminary Output
		ω					c		300				1						1		vince during 2	1 <sup>st</sup> Quarter Actual Output
	Expenditure: R1,974,173.38 % spent:17	Budget: R11,419,000.00		% spent:15	R922,500.68	Expenditure:	R5,952,000.00		% spent:20	R1,260,740.19	Expenditure:	R6,222,000.00	Budget:		% spent:28	R859,240.12	Expenditure:	R3,057,000.00	Budget:		015/16 to 2019/20.	Budget
		None					None						None						None			Challenges
,		N/A					NA A						N/A						N/A			Responses

			140	1 P	140			The state of the s
No	Performance Indicators	Annual Target	Planned Output	Preliminary Output	Actual Output	Budget	Challenges	Responses
Stra	Strategic Objective 1: To achieve sustainable fiscal policy for the province durin	chieve sustair	nable fiscal pol	licy for the prov	vince during 2	ng 2015/16 to 2019/20.		
Çī	Number of	108	27	27	27	Budget:	None	N/A
	Infrastructure Reporting Model assessments		j.			R28,884,000.00 Expenditure: R7,968,623.36		
	conducted.					% spent:28		
Stra	Strategic Objective 2: To achieve annual improvements on financial management and effective governance in 26 delegated	achieve annu	al improveme	nts on financi	ial manageme	nt and effective of	jovernance in	26 delegated
mu	municipalities and 3 municipal entities by 2019/20.	ipal entities b	y 2019/20.					
IUM	MUNICIPAL FINANCE							
9	Number of municipal	26	26	26	26	Budget:	None	N/A
	budget assessments					R29,507,000.00		
7	Number of IYM	78	0	0	0	R5,594,986.13	None	N/A
	assessments					% spent:20		
	conducted on the							
	implementation of the							
	municipal budget.							
8	Number of municipal	78	26	26	26		None	N/A
	governance							
	assessments							
	conducted.							
9	Number of municipal	104	26	26	26		None	N/A
	accounting							
	assessments							
	conducted.	•						

# PROGRAMME 3: ASSET, LIABILITIES AND SUPPLY CHAIN MANAGEMENT

4	PR		ယ	POL	PRC					N	BAN					1	PRC	PRC	Stra		N <sub>o</sub>
Number of contract management assessments	PROVINCIAL DEMAND AND ACQUISITION MANAGEMENT	assessments conducted to votes and public entities.	Number of SCM	POLICY DEVELOPMENT AND IMPLEMENTATION	PROVINCIAL SUPPLY CHAIN MANAGEMENT	and public entities.	conducted to votes	assessments	management	Number of cash	BANKING AND CASH FLOW MANAGEMENT	and public entities.	conducted to votes	assessments	management	Number of asset	PROVINCIAL ASSETS MANAGEMENT	PROVINCIAL ASSET AND LIABILITIES MANAGEMENT	Strategic Objective: To provide policy direction and support to 13 votes and 5 Management and Financial Systems to ensure improvement of audit outcomes	Indicators	Programme Performance
68	D ACQUISITI		68	ND IMPLEME	IN MANAGE					72	W MANAGEM					68	JAGEMENT	LIABILITIES N	Systems to	. al got	Annual
1	ON MANAGEM		17	NTATION	MENT			2.53		18	ENT					17		MANAGEMENT	irection and su ensure improve	Output	1st Quarter Planned
15	'		17							18						17			ment of audit	Output	1 <sup>st</sup> Quarter Preliminary
15			17							18						17	:				1 <sup>st</sup> Quarter Actual
Budget: R7,580,000.00		R9,561,000.00 Expenditure: R2,320,444.49 % spent:24	Budget:			% spent:23	R2,282,958.01	Expenditure:	R9,800,000.00	Budget:		% spent:25	R3,173, 942.41	Expenditure:	R12,753,000.00	Budget:	:		public entities on Assets, Liabilities, Supply Chain by 2019/20		Budget
cooperation			None							None						None			ets, Liabilities,		Challenges
with the accounting			N/A							N/A						N/A			Supply Chain		Responses

No No	Programme Performance Indicators	Annual Target	1st Quarter Planned Output	1st Quarter Preliminary Output	1 <sup>st</sup> Quarter Actual Output	Budget	Challenges	Sa
Strat	Strategic Objective: To provide policy direction and support to 13 votes and 5	ovide policy d	lirection and su	upport to 13 vot	tes and 5 publi	ic entities on Ass	92	public entities on Assets, Liabilities, Supply Chain
Man	Management and Financial Systems to ensure improvement of audit outcomes	Systems to e	ensure improve	ment of audit of	outcomes by 2	by 2019/20		
	conducted to votes					Expenditure:		by LEDA and
	and public entities.					R1,303,618.48		RAL the 2 <sup>nd</sup>
					***	% spent:17		
PRO	PROVINCIAL SCM ADVICE CENTRE	CENTRE	_					
Οī	Number of	88	17	17	17	Budget:		None
	assessments					R12,200,000.00		
	conducted on					Expenditure:		
	strategic procurement			_		R3,497,171.52		
	targets of					% spent: 29		
	departments and				ī:			

## **PROGRAMME 4: FINANCIAL GOVERNANCE**

တ	4	ω	NOF			22		_	FIN,	ACC	Stra	No O
Number of audit committee meetings	Number of 30 days payment assessments conducted.	Number of AG action plan assessments conducted to departments and public entities.	<b>NORMS AND STANDARDS</b>	programmes provided in Provincial Departments	management	Number of long-term financial	conducted on transversal systems.	Number of courses	FINANCIAL TRAINING	ACCOUNTING SERVICES	Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20	Programme Performance Indicators
85	4	68			•	<b>-</b>		107			ieve annual i	Annual Target
18	1	17				0		21			mprovements	1 <sup>st</sup> Quarter Planned Output
23	3	17				0		21		:	in audit outcor	1 <sup>st</sup> Quarter Preliminary Output
23	З	17				0	82	21			ne in 12 votes	1 <sup>st</sup> quarter Actual Output
		Budget: R13,431,000.00 Expenditure: R8,236.88 % spent:0				6	R9,873,000.00 Expenditure: R1,222,936.94 % spent:12	Budget:			and 5 public entit	Budget
Five additional	Two extra reports produced	None				None		None			ies by 2019/20	Challenges
N/A	N/A	N/A				N/A		N/A				Responses

	<b>6</b>	TRAN	7	50000	FINAN	0) (0	Strate	N <sub>O</sub>
Number of public sector risk	Number of assessment reports on provincial risk profile issued to HOD's forum.	TRANSVERSAL RISK MANAGEMENT	Number of consolidated Annual financial statements for Votes and for Public Entities submitted to the Auditor General.	Number of financial statement assessments conducted to departments and public entities.	FINANCIAL REPORTING	supported in votes and public entities.	Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20	Programme Performance Indicators
68	ω	AGEMENT	Ю	68			ieve annual ir	Annual Target
17	0			17			nprovements i	1 <sup>st</sup> Quarter Planned Output
17	0		0	17			n audit outcon	1st Quarter Preliminary Output
17	0		0	17			ne in 12 votes	1 <sup>st</sup> quarter Actual Output
	Budget: R7,703,000.00 Expenditure: R1,714,996.76 % spent:22			Budget: R6,362,000.00 Expenditure: R1,825,619.6 % spent:29			and 5 public entit	Budget
None	None		Awaiting prior years audit finalization.	None		meetings were held	ies by 2019/20	Challenges
N/A	N/A		To prepare Pre-Audit Consolidated AFS for votes and Public Entities and submit to Auditor General in the 2nd quarter	N/A				Responses

	PR	==	Ŧ		10	Ę		Str	No No
strategic rolling and annual audit plans prepared by Provincial Internal Audits and approved by Audit Committee for the financial year 2019 / 20	PROVINCIAL INTERNAL AUDIT	Number of LOGIS sites implemented.	FINANCIAL SYSTEMS DEVELOPMENT		Number of financial system utilization assessments conducted.	FINANCIAL SYSTEMS ADM	compliance assessments conducted to departments and public entities.	Strategic Objective: To achieve annual improvements in audit outcome in 12	Programme Performance Indicators
N		24	ELOPMENT		48	ADMINISTRATION	•	nieve annual ir	Annual Target
		0			12			nprovements i	1st Quarter Planned Output
C		0			12			n audit outcor	1 <sup>st</sup> Quarter Preliminary Output
C		0			120			<	1 <sup>st</sup> quarter Actual Output
Euager: R45,262,000.00 Expenditure: R9,945,936.33 % spent:22		Budget: R6,536,000.00 Expenditure: R485,142.8 % spent:7		% spent:30	Budget: R26,942,000.00 Expenditure: R7,988,361.47			otes and 5 public entities by 2019/20	Budget
None		None			None			les by 2019/20	Challenges
NA N		N/A			N/A				Responses

No	Programme Performance Indicators	Annual Target	1 <sup>st</sup> Quarter Planned Output	1 <sup>st</sup> Quarter Preliminary Output	1 <sup>st</sup> quarter Actual Output	Budget	Challenges	Responses
Stra	Strategic Objective: To achieve annual improvements in audit outcome in 12 votes and 5 public entities by 2019/20	ieve annual i	mprovements i	n audit outco	me in 12 votes a	and 5 public enti	ties by 2019/20	8.1
13	% of internal Audits finalised in terms of	90%	90%	98%	98%		Four projects which were	
	the approved Audit						planned to be	
	Talls						the 1 <sup>st</sup> quarter	
							were finalized	
							in the 2 <sup>nd</sup>	
					17		quarter	
14	Number of annual	1	0	0	0		None	
	internal Quality							
	Assurance							
	Improvement							
	Programme (QAIP)							
	Implementation							
	Report prepared to							
	improve the quality of		_					
	-							

GC Pratt HEAD OF DEPARTMENT

> 3/8/228 DATE