MPUMALANGA PROVINCIAL GOVERNMENT

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Department of Finance

Litiko LeteTimali UmNyango weZeemali Departement van Finansies Kgoro ya Matlotlo

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PROVINCIAL TREASURY 14 CIRCULAR OF 2012

TO:

THE ACCOUNTING OFFICER: VOTE 1: OFFICE OF THE PREMIER (MR JM RABODILA)

THE ACCOUNTING OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (MR LB SHABALALA)

THE ACCOUNTING OFFICER (ACTING): VOTE 3: FINANCE (MR JB MBATHA)

THE ACCOUNTING OFFICER: VOTE 4: COOPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS (MR D MAHLOBO)

THE ACCOUNTING OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT AND LAND ADMINISTRATION (MS NL SITHOLE)

THE ACCOUNTING OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM (DR DV DLAMINI)

THE ACCOUNTING OFFICER: VOTE 7: EDUCATION (MS MOC MHLABANE)

THE ACCOUNTING OFFICER: VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MR KM MOHLASEDI)

THE ACCOUNTING OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (MR ST SIBUYI)

THE ACCOUNTING OFFICER: VOTE 10: (ACTING) HEALTH: MR R MNISI

THE ACCOUNTING OFFICER: VOTE 11: CULTURE SPORTS AND RECREATION (MS SP MJWARA)

THE ACCOUNTING OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS NL MLANGENI)

THE ACCOUNTING OFFICER: VOTE 13: HUMAN SETTLEMENTS (MR D DUBE)

CHIEF FINANCIAL OFFICERS:-

THE CHIEF FINANCIAL OFFICER: VOTE 1: OFFICE OF THE PREMIER (MR T NKOJOANA)

THE CHIEF FINANCIAL OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (MR S SANYANE)

THE CHIEF FINANCIAL OFFICER: VOTE 3: FINANCE (MS P SEMENYA)

THE CHIEF FINANCIAL OFFICER: VOTE 4: COOPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS (MR MD SHIPALANA)

THE CHIEF FINANCIAL OFFICER): VOTE 5: AGRICULTURE, RURAL DEVELOPMENT AND LAND ADMINISTRATION (MR C DLAMNINI)

THE CHIEF FINANCIAL OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM (MS JP HLATSHWAYO)

THE CHIEF FINANCIAL OFFICER: VOTE 7: EDUCATION (MR CB MNISI)

THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MR S SHONGWE)

THE CHIEF FINANCIAL OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (MR BH NGOMA)

THE CHIEF FINANCIAL OFFICER: VOTE 10: HEALTH (MS G MILAZI)

THE CHIEF FINANCIAL OFFICER: VOTE 11: CULTURE SPORTS AND RECREATION (MR M KHOZA)

THE CHIEF FINANCIAL OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS P MORGAN)

THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 13: HUMAN SETTLEMENT (MS B MOJAPELO)

THE GENERAL MANAGER: SUSTAINABLE RESOURCE MANAGEMENT (PT) MS N NKAMBA)

THE GENERAL MANAGER: ASSETS LIABILITIES MANAGEMENT (PT) MR R MASAMBO

THE GENERAL MANAGER FINANCIAL GOVERNANCE (PT) MS J BEZUIDENHOUT

ACCOUNTING QUALIFICATION DEVELOPED BY THE NATIONAL TREASURY IN COLLABORATION WITH THE ASSOCIATION FOR ACCOUNTING TECHNICIANS, SOUTH AFRICA (AAT, SA)

Attached please find a letter received from National Treasury regarding the above subject. It will be appreciated if the content of the letter could be brought to the attention of the relevant officials in your Department.

Kind regards

MR JB MBATHA

ACTING HEAD OF DEPARTMENT

DATE: 7/06/2012



OFFICE OF THE ACCOUNTANT-GENERAL NATIONAL TREASURY

Enquiries: James Motha

Tel 012 315 5599

Email james.motha@treasury.gov.za

To: All Provincial Accountant Generals

ACCOUNTING QUALIFICATION DEVELOPED BY THE NATIONAL TREASURY IN COLLABORATION WITH THE ASSOCIATION FOR ACCOUNTING TECHNICIANS, SOUTH AFRICA (AAT, SA).

- 1.1 Sound management of public finances across national, provincial and local government means the transparent, economic, efficient and effective use of public resources. As numerous reports by the Auditor-General and other institutions have shown, a great deal of progress is needed before we achieve such an ideal state, primarily owing to the lack of sufficient public financial management capability.
- 1.2 Given its constitutional mandate, the National Treasury (NT) has a responsibility to assist government departments build their capacity for sound and transparent financial management. Accordingly, the NT coordinated a broad collaboration to produce a capacity development strategy for Public Financial Management (PFM).
- 1.3 South Africa's shortage of skills is felt sharply in PFM. The public sector is falling behind in the competition for scarce skills. According to the South African Institute of Chartered Accountants (SAICA), there were 22 030 public and private sector auditing and accounting vacancies in 2008.
- 1.4 Projections indicate that the supply of graduates and professionals entering the market is inadequate to keep up with increased demand. Furthermore, only 1.6 per cent of accountant posts in the public sector are filled by registered professionals, compared with 11.5 per cent of such posts in the private sector (SAICA 2008).
- 1.5 NT as a custodian of public financial management needs to play a role to improve the levels of competence regarding financial management in Departments. The Capacity Development Strategy has prioritised supporting the development of an enabling environment with the key emphasis on development of Public Financial Management related occupational qualifications.
- 1.6 In December 2011, the NT, the South African Institute of Chartered Accountants (SAICA) and the Association of Accounting Technicians, South Africa (AAT (SA)) met to discuss the possibility of developing customised entry to mid-level (NQF level 3 and 4) accounting qualifications for provincial and national departments. A decision was made to develop such a qualification and customise it to meet the need of national and provincial departments.
- 1.7 NT has influenced the content of the qualification and we are optimistic that the skills of public officials will be further enhanced to effectively account for expenditure management at national and provincial level.

- 1.8 AAT (SA), the Office of the Accountant General together with SAICA and Gauteng Local Government Ministry implemented this qualification at the local government sphere and positive results were recorded.
- 1.9 Following the successful presentation by AAT (SA) to the Provincial Accountants' General's Forum last week, National Treasury seeks an audience to the Provincial CFOs Forum hosted by the PAGs in their respective provinces to present the qualification for departments to identify officials that need training in public sector accounting at NQF level 3 and 4. Please contact Mr James Motha or Mr Xolisa Dlanga to schedule a slot for a presentation on this exciting qualification on the agenda of the provincial CFO forums. Mr Motha can be contacted at 012-315 5599 or on email at iames.motha@treasury.gov.za and Mr Dlanga at 012-315 5927 or on xolisa.dlanga@treasury.gov.za.

Your assistance and cooperation to ensure that there is an uptake of the qualification will be appreciated.

Schalk Human

Chief Director: Capacity Building

Office of the Accountant - General: National Treasury

Date 05/06/2012