



provincial treasury

MPUMALANGA PROVINCE
REPUBLIC OF SOUTH AFRICA

📍Nokuthula Simelane Building, No. 7 Government Boulevard, Riverside Park Extension 2, Mbombela, 1200

📍Private Bag X 11205, Mbombela, 1200

☎013 766 4300 Int: +27 13 766 4300

SigcinaMafa SesiFundza

UmNyango weeMali ZesiFunda

Provinsiale Tesourie

Enquiries Ms G Milazi
Ref MPT12/3/5/1/R

PROVINCIAL TREASURY CIRCULAR NO. 46 OF 2021

TO:-

DIRECTOR-GENERAL: OFFICE OF THE PREMIER OF MPUMALANGA: VOTE 1: (MR M MAMPURU)
HEAD: PROVINCIAL TREASURY: VOTE 3: (MS GUGU MASHITENG)
HEAD: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS: VOTE 4: (MR S NGUBANE)
HEAD: AGRICULTURE, RURAL DEVELOPMENT, LAND AND ENVIRONMENTAL AFFAIRS: VOTE 5:
(MR C CHUNDA)
ACTING HEAD: ECONOMIC DEVELOPMENT AND TOURISM: VOTE 6: (MS GUGU MASHITENG)
HEAD: EDUCATION: VOTE 7: (MS L MOYANE)
HEAD: PUBLIC WORKS, ROADS AND TRANSPORT: VOTE 8: (MR MC MOROLO)
ACTING HEAD: COMMUNITY SAFETY, SECURITY AND LIAISON: VOTE 9: (MR GS NTOMBELA)
ACTING HEAD: HEALTH: VOTE 10: (MS D MDLULI)
HEAD: CULTURE, SPORT AND RECREATION: VOTE 11: (MR GS NTOMBELA)
HEAD: SOCIAL DEVELOPMENT: VOTE 12: (MR SM MTSWENI)
ACTING HEAD: HUMAN SETTLEMENTS: VOTE 13: (MS H ZITHA)

ACTING CHIEF FINANCIAL OFFICER: OFFICE OF THE PREMIER: VOTE 1: (MR N SIBANDE)
CHIEF FINANCIAL OFFICER: PROVINCIAL TREASURY: VOTE 3 (MR MA KHOZA)
ACTING CHIEF FINANCIAL OFFICER: VOTE 4: CO-OPERATIVE GOVERNANCE AND TRADITIONAL
AFFAIRS: VOTE 4: (MR N MASONDO)
CHIEF FINANCIAL OFFICER: AGRICULTURE, RURAL DEVELOPMENT, LAND AND ENVIRONMENT
AFFAIRS: VOTE 5: (MR M LETSWALO)
CHIEF FINANCIAL OFFICER: ECONOMIC DEVELOPMENT AND TOURISM: VOTE 6: (MS H THRUSH)
CHIEF FINANCIAL OFFICER: EDUCATION: VOTE 7: (MR D SHIPALANA)
CHIEF FINANCIAL OFFICER: PUBLIC WORKS, ROADS AND TRANSPORT: VOTE 8: (MS H MDAKA)
CHIEF FINANCIAL OFFICER: COMMUNITY SAFETY, SECURITY AND LIAISON: VOTE 9: (MS S SEFALA)
CHIEF FINANCIAL OFFICER: HEALTH VOTE 10: (MR P MAMOGALE)
ACTING CHIEF FINANCIAL OFFICER: CULTURE, SPORT AND RECREATION: VOTE 11:
(MR M THOBELA)
CHIEF FINANCIAL OFFICER: SOCIAL DEVELOPMENT: VOTE 12: (MR B MOJAPELO)
CHIEF FINANCIAL OFFICER: HUMAN SETTLEMENTS: VOTE 13: (MR SB NYOKA)

2021 MEDIUM TERM EXPENDITURE COMMITTEE HEARING (MTEC)

Each year Provincial Treasury holds MTEC hearings in which all votes present their previous year's performance, current year's performance planned reprioritization in case of pressures as well as the following 2022 MTEF years' budget.

The invitation is extended to the Executive Authority, Accounting officer and Chief Financial Officer. The other relevant management officials dealing with infrastructure are requested to attend the engagements.

Your Vote is requested to provide the following information for the MTEC sessions that will be held on **12 and 14 October 2021**.

1. Governance issues
 - i. Audit outcome for 2020/21
 - ii. Support required from the Provincial Treasury

2. 2021/22 Financial Year (Current) performance (Financial and non-financial performance), including:
 - i. Performance (progress with achievement of targets)
 - ii. Conditional Grants – withheld/intended to be withheld during 2021/22, reasons for withholding as well as progress in correcting same (provide response to the National Department).
 - iii. Progress on the payment of previous year accruals and measures put in place to reduce accruals and payables for the current financial year.
 - iv. Progress report on the earmarked funding as per allocation letter and outlining reasons for under/over performance.
 - v. Current year budget risks identified including budget pressures by priority and the MTEF carry through effects – also outlining the portion that is funded in the current baselines (if any).
 - vi. Covid-19 Budget and Expenditure including Compensation of Employees (if applicable)

3. Baseline reductions over the 2022 MTEF period, proposed reprioritization and composition of spending per economic classification, including:
 - i. Rationale for choosing the items to be reduced,
 - ii. Impact of reductions and policy choices.
 - iii. Mitigating strategies to deliver what's possible within the revised baseline
 - iv. Zero-based budgeting implementation to align spending with growth enhancing programmes:
 - o Indicate identified programmes that have become obsolete, reviewed for relevance or effectiveness or repurposed.
 - o Identified functions that are duplicated (i.e. same function that is performed by another entity).
 - o Plans to close the identified low priority programmes / functions to provide fiscal space for more productive priorities.

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4. Managing Compensation of employees (CoE) over the 2022 MTEF period in line with the CoE ceiling in 2022/23, 2023/24 and 2024/25, including:
 - i. Human resource plan: explaining the departments' plans and intentions in respect of establishment headcount management, recruitment and human resource development with a view to operating within its compensation of employees' expenditure ceiling.
5. Infrastructure
 - i. Summary of how the proposed expenditure changes impact on infrastructure projects.
6. Revenue management
 - i. Impact of COVID -19 on own revenue collection and MTEF projections
 - ii. What are the cash management strategies in place to ensure cash backed expenditure and well maintained PMG balances?

Departments are requested to submit responses in a detailed report and PowerPoint presentation form on or before **8 October 2021**. The session schedule and venue will be confirmed at a later stage.

Regards,



MS GUGU MASHITENG
HEAD: PROVINCIAL TREASURY
DATE: 28/09/2021



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Enquiries : Ms. G Milazi X4300

Ref : MPT 12/3/6/R

The schedule of attendance is as follows

Date 12 October 2021

Time	Department
8:30 – 10:30	Education
10:45 – 12:45	Health
12:45 – 13:15	Lunch
13:15 -14:00	Culture Sport and Recreation
14:05 – 14:45	Social Development
14:45 - 15:30	Human Settlements
15:30 – 16:30	Co-operative Governance and Traditional Affairs
16:30- 17:30	Community Safety security and Liaison

Date 14 October 2021

Time	Department
8:30 – 10:00	Public Works Roads and Transport
10:05 – 11:00	Agriculture ,Rural Development, Land and Environmental Affairs
11:00 – 12:00	Economic Development and Tourism
12:00– 13:00	Office of the Premier
13:00 -13:30	Lunch
13:30 – 14:15	Provincial Treasury