



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

Tel: 013 766 4572 Fax: 013 766 9495 Int: +27 (13) 766 4572 Int: +27 (13) 766 4572

SigcinaMafa SesiFundza

UmNyango weeMali ZesiFunda

Provinsiale Tesourie

Enquiries :
Ref : MPT12/3/5/1/R

PROVINCIAL TREASURY CIRCULAR NO. 44 OF 2019

TO:-

ACTING DIRECTOR-GENERAL: OFFICE OF THE PREMIER OF MPUMALANGA: VOTE 1: (MR KM MOHLASEDI)
ACTING HEAD: PROVINCIAL TREASURY: VOTE 3: (MS GUGU MASHITENG)
HEAD: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS: VOTE 4: (MR PS NYONI)
ACTING HEAD: AGRICULTURE, RURAL DEVELOPMENT, LAND AND ENVIRONMENTAL AFFAIRS: VOTE 5: (MR LS MONARENG)
ACTING HEAD: ECONOMIC DEVELOPMENT AND TOURISM: VOTE 6: (MR NM SEBITSO)
ACTING HEAD: EDUCATION: VOTE 7: (MR JR NKOSI)
ACTING HEAD: PUBLIC WORKS, ROADS AND TRANSPORT: VOTE 8: (MS SL XULU)
HEAD: COMMUNITY SAFETY, SECURITY AND LIAISON: VOTE 9: (MR W MTHOMBOHI)
HEAD: HEALTH: VOTE 10: (DR S MOHANGI)
HEAD: CULTURE, SPORT AND RECREATION: VOTE 11: (MR GS NTOMBELA)
HEAD: SOCIAL DEVELOPMENT: VOTE 12: (MR MV MAHLALELA)
HEAD: HUMAN SETTLEMENTS: VOTE 13: (MR K MASANGE)

ACTING CHIEF FINANCIAL OFFICER: OFFICE OF THE PREMIER: VOTE 1: (MR B P DLALISA)
CHIEF FINANCIAL OFFICER: PROVINCIAL TREASURY: VOTE 3 (MR MA KHOZA)
THE CHIEF FINANCIAL OFFICER: VOTE 4: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS: VOTE 4: (MR SEB MATSEBULA)
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)
ACTING CHIEF FINANCIAL OFFICER: EDUCATION: VOTE 7: (MR A THELA)
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: (MS B MOJAPELO)
CHIEF FINANCIAL OFFICER: HUMAN SETTLEMENTS: VOTE 13: (MR S B NYOKA)

2019 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 2020 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 in 8, 9 and 10 October 2019.

1. 2019/20 Financial Year (Current) performance (Financial and non-financial performance), including:
 - a. Budget pressures,
 - b. Reprioritization,
 - c. Adjustments,
 - d. Performance (progress with achievement of targets),
 - e. Progress on 2019/20 Procurement plan.
 - f. Conditional Grants – withheld/intended to be withheld during 2019/20, reasons for withholding as well as progress in correcting same (provide response to the National Department).
 - g. Provide details of funds the department is spending as agency (including SETA funding) and agreements (MOA) with agencies.
 - h. Any other funding/donations received by the Department.
 - i. New own revenue initiatives

2. 2020 MTEF Budgets (Scenario submission)
 - a. Baseline reprioritization informed by key policy changes/ proposals focusing on:
 - i. Changes/ proposals (offset of increases and decreases) must be indicated at the strategic level, by sub-programme and by economic classification.
 - ii. Provide impact of reductions (how service delivery will be impacted where relevant).

 - b. Personnel/Compensation of employees:
 - i. Update of department's Human Resource Budget Plan (HRBP) that indicates how the department manages its workforce within the allocated compensation budget limit..

 - c. Infrastructure
 - i. Summary of how the proposed expenditure changes impact on infrastructure programmes.

 - d. Cost containment and efficiencies
 - i. Reflection of main aggregate cost savings areas realized - these may include, amongst others, cost reductions in respect of the initiatives.

- e. General Issues
 - i. What are the cash management strategies in place to ensure cash backed expenditure and well maintained PMG balances?
 - ii. What is the latest accruals/ payables position and these will be managed or reduced?
- 3. Departments with Public Entities should ensure that Public Entities submit reports on similar information and also on the following:
 - a. Key policy changes proposed to the budget baseline;
 - b. The quality and challenges around the database which may also impact on the reporting system.
 - c. Are Provincial Public Entities using budget Programme Structures? If not, what are the plans to develop the relevant Budget Programme Structures?
 - d. Show the effect of the proposed transfer change (reduction) from the department, if any.
 - e. Provide details of cost containment and efficiencies as well as the statement of cost pressures.
 - f. How is oversight over public entities intensified?
- 4. Governance issues
 - a. Audit outcome for 2018/19
 - b. Remedial action plan for audit outcome
 - c. Monitoring mechanisms for progress made
 - d. Frequency of monitoring
 - e. Support required from the Provincial Treasury
- 5. Central Supply Chain issues
 - a. Performance on local Content and local production compliance
 - b. BBBEE compliance report to the Commissioner
 - c. PPP and Partnerships initiatives
- 5. Departments are requested to submit responses in a detailed report and PowerPoint presentation form on or before **2 October 2019**.

Regards,



MS GUGU MASHITENG
ACTING HEAD, PROVINCIAL TREASURY

DATE: 16/09/2019



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
Tel: 013 766 4572, Int: +27 (13) 766 4572

SigcinaMafa SesiFundza

UmNyango weeMali ZesiFunda

Provinciale Tesourie

Enquiries : Ms. G Milazi X4300
Ref : MPT 12/3/6/R

The schedule of attendance is as follows

Date 8 October 2019

Time	Department
7:30 – 9:30	Education
9:45 – 11:45	Health
12:00 – 1:15	Culture Sport and Recreation
1:15 – 1:45	Lunch
1:45 – 3:45	Social Development
3:45 – 5:00	Community Safety security and Liaison

Date 9 October 2019

Time	Department
7:30 – 9:30	Public Works Roads and Transport
9:45 – 11:45	Agriculture ,Rural Development, Land and Environmental Affairs
12:00 – 1:15	Human Settlements
1:15 – 1:45	Lunch
1:45 – 3:00	Co-operative Governance and Traditional Affairs
3:00 – 4:45	Economic Development and Tourism

Date 10 October 2019

Time	Department
8:00 – 9:15	Office of the Premier
9:15 – 10:30	Community Safety security and Liaison
10:30 – 11:45	Provincial Treasury