

REPORT OF THE PORTFOLIO COMMITTEE ON PUBLIC WORKS, ROADS AND TRANSPORT; COMMUNITY SAFETY, SECURITY AND LIAISON

FOURTH QUARTERLY PERFORMANCE REPORT FOR 2016/2017 OF THE DEPARTMENT OF COMMUNITY SAFETY, SECURITY AND LIAISON

1. INTRODUCTION

The **Portfolio Committee on Public Works, Roads and Transport; Community Safety, Security and Liaison** (the Committee) has a Constitutional mandate, in terms of Section 114(2)(b) of the Constitution of the Republic of South Africa (Act 108 of 1996) read with Rule 190 and 131 of the Mpumalanga Provincial Legislature to oversee the performance of the Department of Community Safety, Security and Liaison (the department) and hold it accountable through various measures.

The consideration and scrutiny of the Fourth Quarterly Performance Report for 2016/2017 of the department is the tool the Committee uses to determine whether the department has adequate plans and programmes to realise its strategic objectives; and ultimately to deliver basic and relevant services to the citizens of Mpumalanga.

The Committee tables this report, in accordance with the provisions of the Rules and Orders of the Mpumalanga Provincial Legislature, as an account of its oversight work done for consideration and adoption in order to monitor the budget allocated to the department for the 2016/2017 financial year.

2. METHOD OF WORK

The Honourable Speaker of the Legislature referred the Fourth Quarterly Performance Report for 2016/2017 to the Committee for deliberations and report back to the House, in accordance with Rule 190 (4) and Rule 131 of the Rules and Orders of the Mpumalanga Provincial Legislature.

The Committee sought to determine whether the department executed its mandate in terms of its Annual Performance Plan (APP) and if there was value for money. The Committee met with the department on 11 May 2017 to deliberate on the department's Fourth Quarterly Performance Report for the 2016/2017 financial year; and considered the draft committee report on 13 June 2017.

3. GENERAL OBSERVATIONS

The Committee observed that the department had 46 targets planned for the fourth quarter of the financial year under review and managed to achieve 43 of the planned targets.

4. DELIBERATIONS ON FOURTH QUARTELY REPORT

The Head of Department (HOD) and his senior management team made a presentation to the Committee on the department's Fourth Quarterly Performance for the 2016/2017 financial year. The HOD was also requested to present the responses to the findings made by the Committee, in respect of the 4th quarter departmental performance; where after the Committee interacted with the department on each programme as follows:

5. PROGRAMME 1: ADMINISTRATION

Programme 1 has achieved **100%** or **13** out of **13** planned targets for the fourth quarter of the 2016/17 financial year.

5.1 Financial Expenditure

Programme expenditure	Main appropriation	Adjusted Budget R'000	Actual Expenditure	Actual Expenditure %
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programme	R'000		R'000	
Administration	110 942	112 394	114 281	102

This programme has spent **R114 281 000** or **102%** out of the total adjusted budget of **R112 394 000**.

Economic Classification

	Main budget R'000	Adjusted budget R'000	Actual Expenditure R'000	Actual Expenditure %
Compensation of Employees	67 418	67 961	68 416	101
Goods and Services	41 214	40 863	42 150	103
Transfers and Subsidies	600	560	686	123
Payment for Capital Assets	1 710	3 010	3 029	101
TOTAL	110 942	112 394	114 281	102

The Compensation of Employees' main budget has been appropriated an additional amount of R543 000 from **R67 418 000.00** to **R67 961 000.00** during the adjustment period. The programme has spent **R68 416 000.00 (101%)** by the end of the fourth quarter. The Goods and Services' main budget of **R41 214 000.00** has been adjusted downwards by **R351 000.00** to **R40 863 000.00**; and it has spent **R42 150 000.00 (103%)**. On Transfers and Subsidies the main appropriation was **R600 000** which amount has been adjusted downwards by **R40 000.00** to **R560 000.00** and the spending is **R686 000.00 (123%)**. On Payments of Capital Assets the main appropriation was **R1710 000.00** which has been adjusted upwards by **R1 300 000.00 (43%)** and the spending is at **R3 029 000.00 (101%)** at the end of the period under review.

The Committee noted that all economic classification line items have overspent. The department indicated that the over-expenditure is as a result of deaths and resignations of staff which are beyond the control of the department.

6. PROGRAMME 2: CIVILIAN OVERSIGHT

Programme 2 has achieved 14 (87.5%) out of 16 planned targets for the fourth quarter of the 2016/17 financial year. The department has failed to achieve its targets on the following:

- Under **Policy and Research** only two (02) out of the three (03) planned targets were achieved. The department was supposed to conduct one (01) research on special projects and the research was conducted during the third quarter.
- Under **Monitoring and Evaluation** only five (05) out of six (06) planned targets were achieved. The department was supposed to compile one (01) special project and the reason for failure is that the National Civilian Secretariat for police service has delayed the commissioning of this special project.
- Under **Community Police Relations** only two (02) out of the three (03) planned targets were achieved. The department was supposed to monitor and support 534 Tourism Safety Monitors (TSMs); however, only 481 TSMs have been monitored and supported. The reason cited for failure is that the department is waiting for the uplifting of the moratorium on the filling of vacant funded posts.

6.1 Financial Expenditure

Programme Expenditure	Main appropriation R'000	Adjusted appropriation R'000	Actual Expenditure R'000	Actual Expenditure %
Civilian Oversight	58 280	54 390	52 036	96

At the end of the fourth quarter of the 2016/17 financial year the actual expenditure for this programme amounted to **R52 036 000.00** (96%) out of the adjusted appropriation amount of **R54 390 000.00**.

Economic Classification

Report of the Portfolio Committee on Public Works, Roads and Transport; Community Safety, Security and Liaison on the Department of Community Safety, Security and Liaison Fourth Quarterly Performance for 2016/2017

	Adjusted budget R'000	Actual Expenditure R'000	Actual Expenditure %
Compensation of Employees	38 302	37 973	99
Goods and Services	15 627	13 658	87
Transfers and Subsidies			
Payments for Capital Assets	461	405	88
TOTAL	54 390	52 036	96

The department has spent **R37 973 000.00 (99%)** out of the appropriated amount of **R38 302 000.00** on Compensation of Employees. The department has spent **R13 658 000.00 (87%)** of the adjusted budget of **R15 627 000.00** on Goods and Services; and spent **R405 000.00 (88%)** from the adjusted budget of **R461 000.00** on Payments for Capital Assets.

The Committee requested the department to explain the under-expenditure on Goods and Services and Payments for Capital Assets that are way below the acceptable variance of 2%. The department reported that the savings on Goods and Services are as a result of cost curtailment measures implemented during the year to reduce the anticipated over-expenditure in Programmes 3 and 4. The under-expenditure on Payment of Capital Assets is as a result of efficient procurement of assets. It was indicated that the preliminary payables on Goods and Services are **R239 673.00** and that there are no payables on Capital Assets.

7. PROGRAMME 3: TRANSPORT REGULATION

Programme 3 has achieved **14 (93.3%)** out of **15** planned targets for the fourth quarter of the 2016/2017 financial year.

Under **Traffic Law Enforcement** the department achieved five (05) out of the six (06) planned targets. The department was supposed to issue **57 808** summonses; however, only **55793** summonses were issued.

7.1 Financial expenditure

Programme Expenditure programme	Main appropriation R'000	Adjusted appropriation R'000	Actual Expenditure R'000	Actual Expenditure %
Transport Regulation	540 336	561 284	568 976	101

At the end of the fourth quarter of the 2016/2017 financial year the actual expenditure for this programme amounted to **101%** or **R568 976 000.00** out of the **R561 284 000.00** adjusted appropriation.

Economic Classification

	Adjusted budget R'000	Actual Expenditure R'000	Actual Expenditure %
Compensation of Employees	350 515	350 270	100
Goods and Services	99 430	110 553	111
Transfers and Subsidies	2 676	3 580	134
Payments for Capital Assets	108 663	104 573	96
TOTAL	561 284	568 976	101

The Committee noted that the adjusted budget on Compensation of Employees amounts to **R350 515 000.00** of which **R350 270 000.00 (100%)** was spent. The department has spent **R110 553 000.00 (111%)** of the adjusted budget of **R99 430 000.00** on Goods and Services. In Transfers and Subsidies an amount of **R3 580 000.00 (134%)** was spent from an adjusted budget of **R108 663 000.00** which

shows an overspending of **34%**. The department has spent **R104 573 000.00 (96%)** from the adjusted budget of **R108 663 000.00** on Payments for Capital Assets.

It was reported that the over-expenditure on Goods and Services and Transfers and Subsidies is as a result of compensation for injuries on duty mainly for traffic officers which situation is beyond the control of the department.

8. PROGRAMME 4: SECURITY MANAGEMENT

Programme 4 has achieved both of the two (02 (100%)) planned targets for the period under review.

8.1 Financial Expenditure

Programme Expenditure programme	Main appropriation R'000	Adjusted appropriation R'000	Actual Expenditure R'000	Actual Expenditure %
Security Management	359 812	453 691	440 280	97%

At the end of the fourth quarter of the 2016/2017 financial year, actual expenditure for this programme amounted to 97% or **R407 875 000.00** out of the adjusted budget of **R453 691 000.00**

Economic Classification

	Main Budget R'000	Adjusted budget R'000	Actual Expenditure R'000	Actual Expenditure %
Compensation of Employees	6 842	6 842	5 795	85
Goods and Services	444 704	444 704	434 296	98
Transfers and Subsidies	40	40	179	448

Payments for Capital Assets	2 105	5 105	10	0.4
TOTAL	453 691	453 691	440 280	97

The department's main budget on Compensation of Employees is **R6 842 000.00** of which **R5 795 000 (85%)** was spent. The department has spent **R434 296 000.00 (98%)** on Goods and Services from the adjusted budget of **R444 704 000.00** from an adjusted budget of **R40 000.00** which indicates that the spending is still the same as in third quarter which means there was no spending during the fourth quarter. The Payments for Capital Assets line item has spent **R10 000.00 (0.4%)** on its budget which during adjustment the budget has been adjusted up from **R2000 000.00** to **R2 105 000.00**

It was reported that there were no payables on Transfers and Subsidies in the fourth quarter and that the preliminary payables on security invoices amount to **R15 000 000.00**

9. FINDING

The Committee made the following finding:

- 9.1. The department achieved 43 (93.4%) out of the 46 planned targets for the fourth quarter of the financial year under review; and spent 99.8% of its adjusted appropriated budget.

10. RECOMMENDATION

The Committee made the following recommendation:

- 10.1. The department must develop effective measures and systems that will ensure 100% implementation of planned quarterly targets; as well as ensuring that planned targets are aligned to the allocated budget.

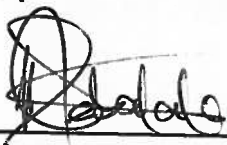
11. CONCLUSION

The Chairperson takes this opportunity to thank the Members of the Portfolio Committee for their active participation and constructive contributions during the deliberations on the Fourth Quarterly Performance Report of the Department of Community Safety, Security and Liaison for the 2016/2017 financial year.

In addition, the Chairperson extends a word of thanks to the HOD and his senior management team for availing themselves to deliberate on matters pertaining to the department.

The Chairperson would also like to thank the support staff for contributing to the production of this report. The Committee tables this report to the House for adoption with its recommendations.

The department must provide the Committee with a progress report on the implementation of House Resolutions not later than 30 June 2017.



HON GC SHABALALA

20/06/2017

DATE

CHAIRPERSON: PORTFOLIO COMMITTEE ON PUBLIC WORKS, ROADS AND TRANSPORT; COMMUNITY SAFETY, SECURITY AND LIAISON