

GAUTENG PROVINCIAL LEGISLATURE

**ANNOUNCEMENTS,
TABLINGS AND
COMMITTEE REPORTS**

Monday, 14 March 2022

ANNOUNCEMENTS

none

TABLINGS

none

COMMITTEE REPORTS

1. **The Chairperson of the Co-operative Governance, Traditional Affairs and Human Settlements Portfolio Committee, Hon. K P Diale-Tlabela, tabled the Committee's Oversight Report on the Detail of Vote 07 (CoGTA) of the Gauteng Provincial Adjustment Appropriation Bill [G004-2021] for the 2021/2022 financial year, as attached:**



GAUTENG

LEGISLATURE

Your View ~ Our Vision

**Portfolio Committee on CoGTA and Human Settlements Portfolio Committee
Oversight Report on the Detail of the 2nd Provincial Adjustment Appropriation Bill
[B-2021] for the Gauteng Department of CoGTA**

Committee Details		Department Details	
Name of Committee	CoGTA and Human Settlements Portfolio Committee	Name of Department	Department of Human Settlements
Which Financial Year	2021/22 FY	Dept. Budget Vote Nr.	
		Vote 7	MEC Lebogang Maile
Committee Approvals			
	Name	Signed	Date
Hon. Chairperson	Hon. Kedibone Diale-Tlabela		09 March 2022
Adoption and Tabling			
Date of Final Adoption by Committee		Scheduled date of House Tabling	
09 March 2022		15 March 2022	

Contents

1. EXECUTIVE SUMMARY
2. INTRODUCTION
3. PROCESS FOLLOWED
4. OVERALL ALLOCATION ADJUSTMENTS
5. CONCERNS
6. RECOMMENDATIONS
7. ACKNOWLEDGEMENTS
8. ADOPTION

ACRONYMS

Abbreviation	Full Wording
APP	Annual Performance Plan
BCM	Budget Cycle Model
CoE	Compensation of Employees
COVAC	Committee's Oversight Accountability Framework
FY	Financial Year
GDCoGTA	Gauteng Department of CoGTA
GPG	Gauteng Provincial Government
MEC	Member of the Executive Council
MIG	Municipal Infrastructure Grant
MTEF	Medium Term Expenditure Framework
PEBA	Programme Evaluation and Budget Analysis
PFMA	Public Finance Management Act
SMS	Senior Management Service
SOM	Sector Oversight Model

PORTFOLIO COMMITTEE ON CoGTA AND HUMAN SETTLEMENTS

15 March 2022,

I, Kedibone Diale-Tlabela Chairperson CoGTA and Human Settlements Portfolio Committee tables the Committee Oversight Report on the Detail of the 2nd Provincial Appropriation Bill [B-2021] for the Gauteng Department of Human Settlements as follows:

1. EXECUTIVE SUMMARY

This report seeks to provide clarity on the Department of CoGTA's 2nd Provincial Adjustment Appropriation Bill [B-2021].

The Portfolio Committee noted that budget is adjusted upwards during the 2021/22 financial year from R581 696 million to R592.1 million, an increase by an amount of R10. 3 million due to rollover received for the settlement of projects that started during the previous financial year. These include projects such as the deployment of administrators to Emfuleni Local Municipality, probity auditors for open tender processes and the provision for the Gauteng Spatial Development Framework review, Gauteng City region planning house, Emfuleni Capital Expenditure Framework, and support to municipalities IDPs including the municipal digitalization of valuation roll project.

Furthermore, the Department reprioritised funds from slow spending items towards the areas with budget pressures for the provision of Gauteng Integrated Provincial Disaster Management Centre (IPDMC); data communication as most of the employees are working remotely.

The household's budget is increased by R1.3 million to cover leave gratuity payments to Officials who exited public sector.

2. INTRODUCTION

The CoGTA and Human Settlements Portfolio Committee exercises oversight through its assessment of the financial and non-financial performance of the Gauteng Department of CoGTA for the 2021/22 financial year and whether the allocated budget is in line with the planned performance targets as outlined in the Departmental Annual Performance Plan (APP).

The Committee's assessment of the Budget Vote 7 utilised the Sector Oversight Model (SOM) to verify whether the proposed inputs (resources) translate to outputs (annual targets) in order to realize the required outcomes thus ensuring that the funds apportioned to the Gauteng Department of CoGTA are used efficiently.

3. PROCESS FOLLOWED

- On 02 March 2022, the Speaker introduced the Appropriation Bill [B – 2021] FY in terms of Rule 192 (2) read with Rule 219 (1) (2) of the Gauteng Provincial Legislature Standing Rules, to the Portfolio Committee of COGTA and Human Settlements for consideration and reporting.
- On 04 March 2022, the Portfolio Committee Researcher presented the analysis of Vote 7 2nd Adjustment Appropriation Bill for the 2021/22 MTEF.
- In the same meeting, the Department presented the revised Vote 7 2nd Adjustment Appropriation Bill [B-2021] for the 2021/22.
- On 09 March 2022, the Portfolio Committee deliberated and adopted the draft report on the detail of the 2nd Provincial Adjustment Appropriation Bill [B-2021].

4. OVERALL ALLOCATION ADJUSTMENTS

The table below shows revised allocation for 2021/22FY.

Vote R thousand	Adjusted Appropriation	Adjustments	Final Adjusted Appropriation
CoGTA	581 696	10 376	592 072

The Portfolio Committee noted that The Budget Variance study tool illustrated that the final appropriation of 2021/22 FY was R581 696 000. 00 and subsequently adjusted by R10 376 000. 00 to make it R592 072 000. 00.

5. COMMITTEE CONCERNS

1. The Portfolio Committee remains concern that conditional grant transfers to municipalities did not occur. In this regard, budget adjustments should enhance the municipal performance in line with the Back-to-Basics (B2B).

6. PROPOSED COMMITTEE RECOMMENDATIONS

The Department should provide responses to the Portfolio Committee by **29 April 2022**:

1. The Portfolio Committee noted the reasons reported by the Department of CoGTA on the adjustment budget report for the 2021/22 FY as presented on Friday, 04 March 2022. The Portfolio Committee will therefore observe and assess budget expenditure when considering the annual performance report.

7. CONCLUSION

The budget adjustment should reflect the Department's commitment of enhancing municipal performance in line with the Back-to-Basics (B2B) pillars e.g. putting people first, service delivery, good governance, sound financial management and building institutional and administrative capacity.

8. ACKNOWLEDGEMENTS

The CoGTA and Human Settlements Portfolio Committee wishes to thank the MEC for CoGTA and Human Settlements, Mr. L Maile, the Acting Head of Department, Ms. I Mokate and her team.

The Chairperson further wishes to acknowledge and express her gratitude to the Honourable Members of the Portfolio Committee on CoGTA and Human Settlements Ms B Mncube; Mr P Malema; Mr. G Schneemann; Mr M Ciroti; Mr S Msimanga; Mr B. Dhlamini; Ms K Tong; Mr M Ledwaba; Mr D Adams; and Ms A De Lange.

Furthermore, the Portfolio Committee would like to express appreciation for the contribution of the following support staff members: Group Committee Coordinator Ms. Z Pantshwa-Mbalo; Senior Researcher Ms. S Nenweli; Committee Coordinator, Ms. J Nyembe; Committee Researcher Mr. S. Nene, Committee Administrator, Ms. N Mthembu; Service Officer, Ms C. Mnethwa; Hansard Recorder, Mr. N Mbonane; Senior Information officer, Mr Lebogang Ncume; and Media Officer; Ms. P. Bulasigobo for their dedication and commitment.

8. ADOPTION

In terms of Rule 117 (2)(c) read with Rule 164, the Portfolio Committee on CoGTA and Human Settlements presents the Oversight Report on the 2nd Provincial Adjustment Appropriation Bill [B-2021] of the Department of CoGTA for the 2021/22 financial year for adoption; taking into account the proposed recommendations made in this report.

