

DEPARTMENT OF ROADS AND TRANSPORT

PRESENTATION TO THE ROADS AND TRANSPORT PORTFOLIO COMMITTEE

g-FleeT

Questions Emanating from Quarter 1 Report for the 2022-23 financial year

23 August 2022



GAUTENG
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

GGT2030
GROWING GAUTENG TOGETHER

QUESTION 7

THE ENTITY SHOULD EXPLAIN WHY THE CLIENTS WERE NOT NOTIFIED ON TIME ABOUT THE NEW BANKING DETAILS OF THE PROVINCE.

Response:

- Communication was distributed to client departments on 25 February 2022 informing them of the change in bank account that was going to be effective from 1 April 2022(Letters are attached for ease of reference as Annexure A and A1).

QUESTION - 8

THE ENTITY SHOULD ALSO INDICATE THE CSD AMENDMENTS THAT AFFECTED PROCESSING OF PAYMENTS BY SOME NATIONAL DEPARTMENTS.

Response:

- At the end of March 2022, the Gauteng Province moved its bank account from FNB to Standard Bank. The Entity, under the guidance of GPT, experienced delays in adjusting the Entity's bank account status on CSD which required numerous verification checks undertaken directly with GPT and Standard Bank. Accordingly, client departments were unable to process their monthly payments on time.
- In addition, despite correspondence being sent to all client departments and suppliers of the Entity, some of the client departments continued to use the Entity's FNB account details which resulted in the payments being returned.

QUESTION - 9

THE ENTITY SHOULD PROVIDE THE LIST OF THE NATIONAL DEPARTMENTS THAT COULD NOT PROCESS PAYMENTS DUE TO CSD AMENDMENTS.

Response:

The table below provides the list of National Departments that could not process payments due to the CSD amendments:

Customer	Outstanding	Latest Comments
Y100000 Nat: Health	R5 211 181,00	R3,4m has been processed and will reflect on the 19th of August 2022 on the Entity's Standard bank account.
B400000 (Government Pensions Administration Agency (GPAA))	R2 179 091,11	R2,1m has been processed and will reflect on the 21st of August 2022 on the Entity's Standard bank account.
9600000 Nat: Military Veterans	R3 541 875,53	R2,4m was rejected by the bank on the 20th of June 2022. The client resubmitted the invoices to their finance section for processing.
TOTAL	R10 932 147,64	

QUESTION 10

THE ENTITY SHOULD CLARIFY THE FIGURES IN THE OFFICE OF THE CEO ON THE ACTUAL EXPENDITURE AND TOTAL VARIANCE BETWEEN THE ‘YEAR TO DATE RESULTS’ COLUMN AND ‘AS AT 30 JUNE 2022’ COLUMN.

Response:

- The figures under the “as at 30 June 2022” column for the Office of the CEO reflects the correct expenditure to date as R742 034. 00. This was an oversight as the actual expenditure was not correctly transferred to the year-to-date column.

QUESTION 10 (Cont...)

THE ENTITY SHOULD CLARIFY THE FIGURES IN THE OFFICE OF THE CEO ON THE ACTUAL EXPENDITURE AND TOTAL VARIANCE BETWEEN THE ‘YEAR TO DATE RESULTS’ COLUMN AND ‘AS AT 30 JUNE 2022’ COLUMN.

Response: (Continued)

The applicable row should have read as follows:

		YEAR TO DATE RESULTS			AS AT 30 JUNE 2022			
BUSINESS UNIT	ANNUAL BUDGET	ACTUAL SPENT	TOTAL VARIANCE	% SPENT	QUARTERLY BUDGET	ACTUAL SPENT	TOTAL VARIANCE	% SPENT
Office of the CEO	R4 101 635,56	R 742 035	R 3 359 601	18%	R 892 231	R 742 035	R 150 196	83%

Management apologises to the Committee for this error when transferring information across the different tables. The Entity will amend the data and report accordingly.

ANNEXURES

Notice of change of Bank account details



Confirmation of Bank Account





GAUTENG
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

GGT2030
GROWING GAUTENG TOGETHER

THANK YOU



**GROWING GAUTENG
TOGETHER THROUGH
SMART MOBILITY**

2030