

PORTFOLIO COMMITTEE FOR SOCIAL DEVELOPMENT

16 February 2010



social development

Department:
Social Development
16 February 2010
REPUBLIC OF SOUTH AFRICA

Portfolio Committee

CONTENT

- 1. Purpose*
- 2. DSD overall performance*
- 3. Challenges*
- 4. Actions Implemented*
- 5. Conclusion*
- 6. Closure*

DSD Third Quarter Analysis 2009/10 Financial Year

PURPOSE

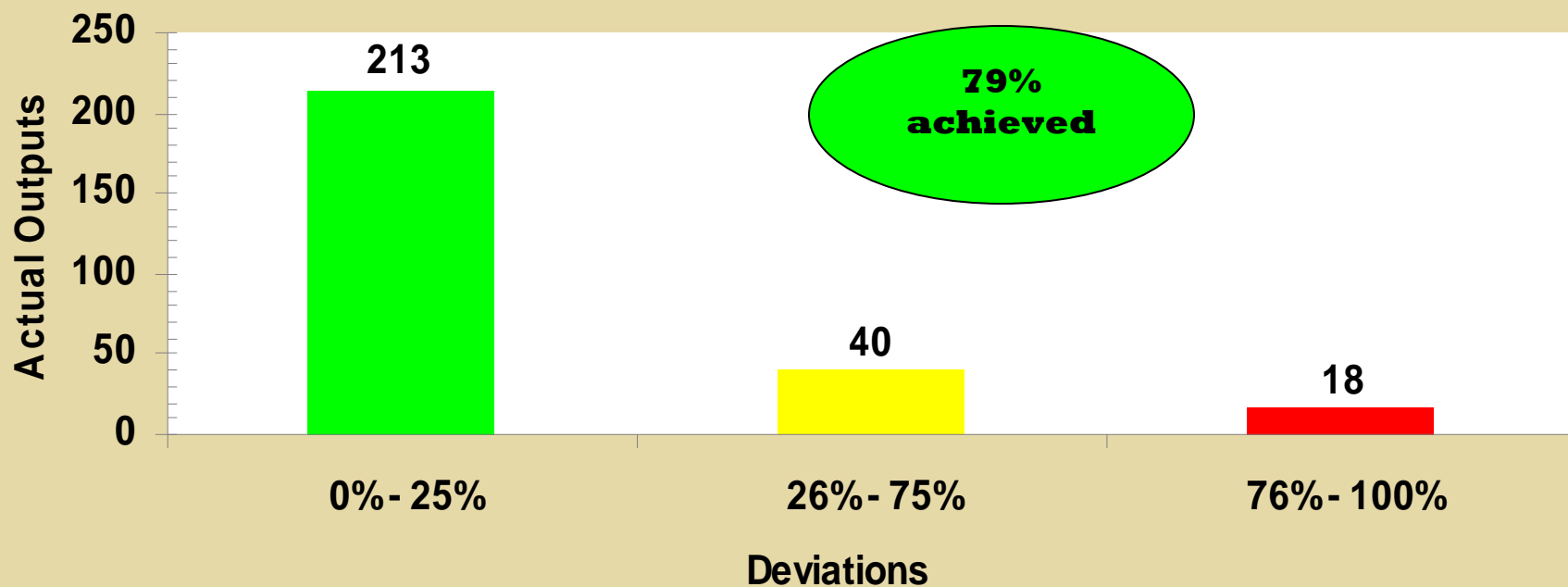
- To inform the Portfolio Committee of :
 - The Department's performance for the third quarter for the 2009/10 financial year;
 - The State of Expenditure of the Department for the 2009/10 financial year as at 31 December 2009.

Rating scale, Non-financial performance

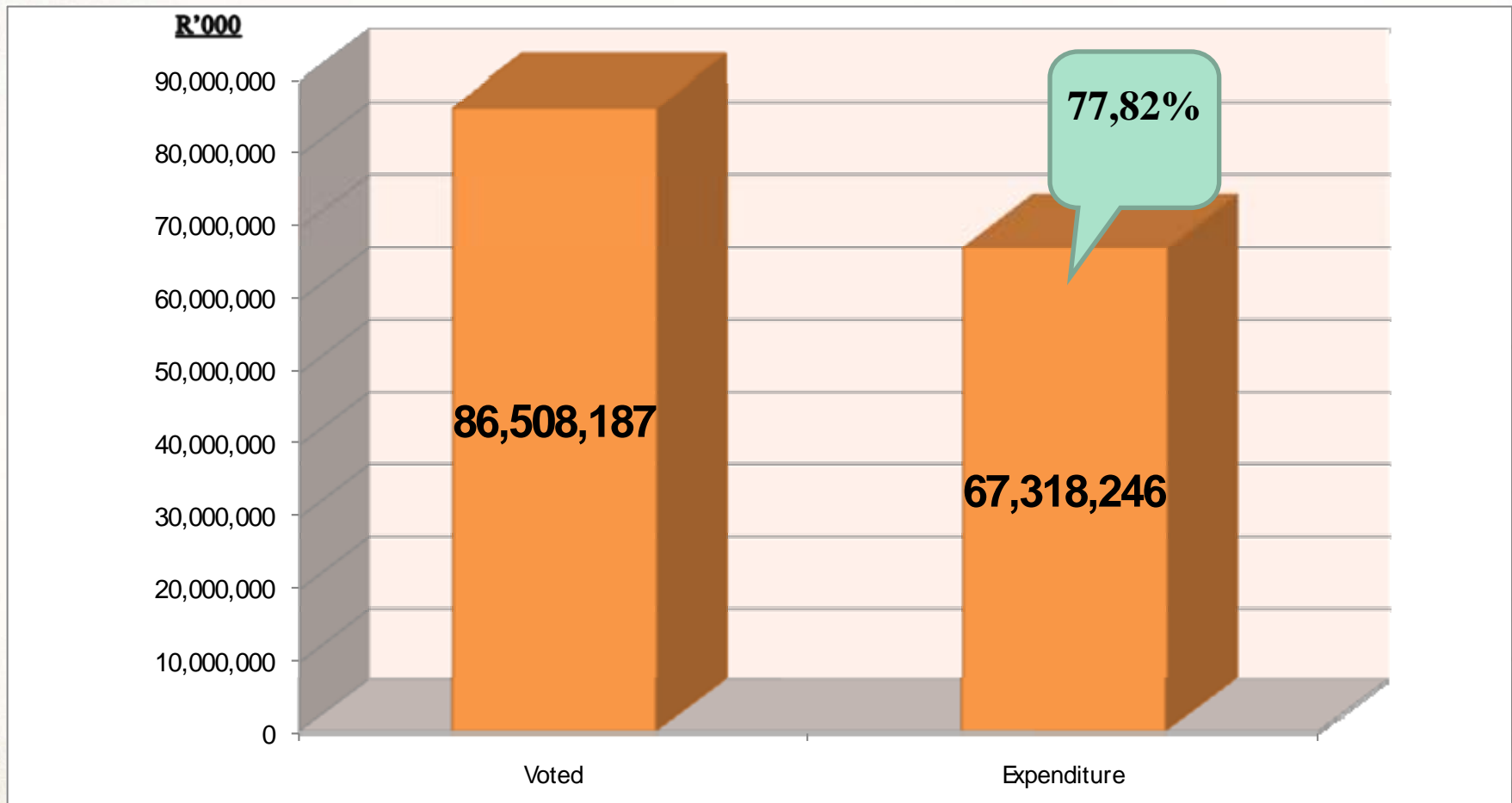
Indicator/s	Deviations	Status
	0% - 25%	Achieved
	26% - 75%	Progress
	76% - 100%	Not achieved/Limited progress/Not submitted

DSD Overall performance for non financial data-31Dec'09

DSD Overall Performance for Third Quarter Performance for 2009/10



DEPARTMENTAL SPENDING



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DSD overall performance & per programme

Programme	0% - 25%	26% - 75%	76% - 100%	Total
P 1 Administration	59	14	10	83
P 2: Comprehensive Social Security	11	4	1	16
P 3: Policy Development, Review and Implementation Support for Welfare	75	9	2	86
P 4: Community Development	38	2	3	43
P 5: Strategy and Governance	30	11	2	43
SOCIAL DEVELOPMENT	213	40	18	271

EXPENDITURE PER PROGRAMME

Programme	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
P1: Administration	168,650	142 788	84.67
P2: Comprehensive Social Security	85,657,595	66 631 642	77.79
P3: Policy Development, Review & Implement Support for Welfare Services	330,384	284 535	86.12
P4: Community Development	248,876	171 812	69.04
P5: Strategy and Governance	102,682	87 469	85.15
TOTAL	86,508,187	67 318 246	77.85

Average spending rate for a 9 month period – 75%

EXPENDITURE PER ECONOMIC CLASSIFICATION

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	225,390	162 043	71.89
Goods and Services	236,759	199 508	84.27
Transfers and Subsidies	86,036,280	66 954 011	77.82
Payments of Capital Assets	9,758	2 684	27.51
TOTAL	86,508,187	97 318 246	77.82

Average spending rate for a 9 month period – 75%



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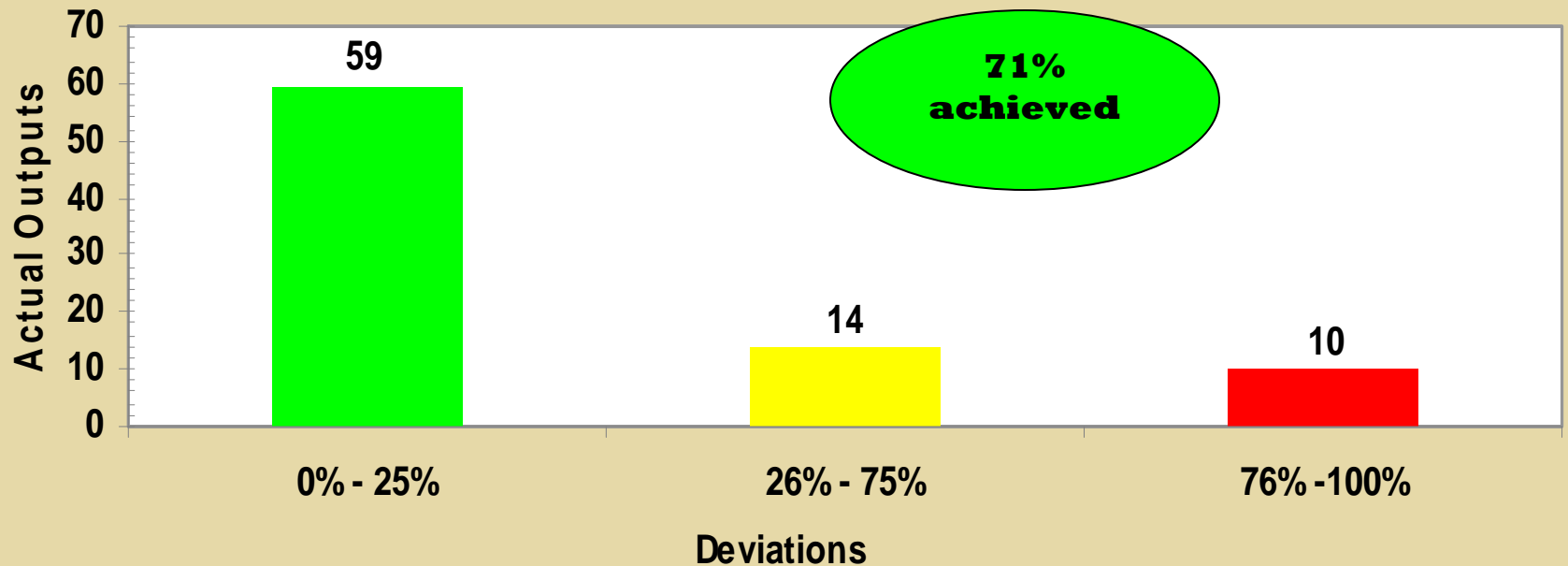
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10

Overall programme 1, performance

Programme 1: Administration Third Quarter Performance 2009/10



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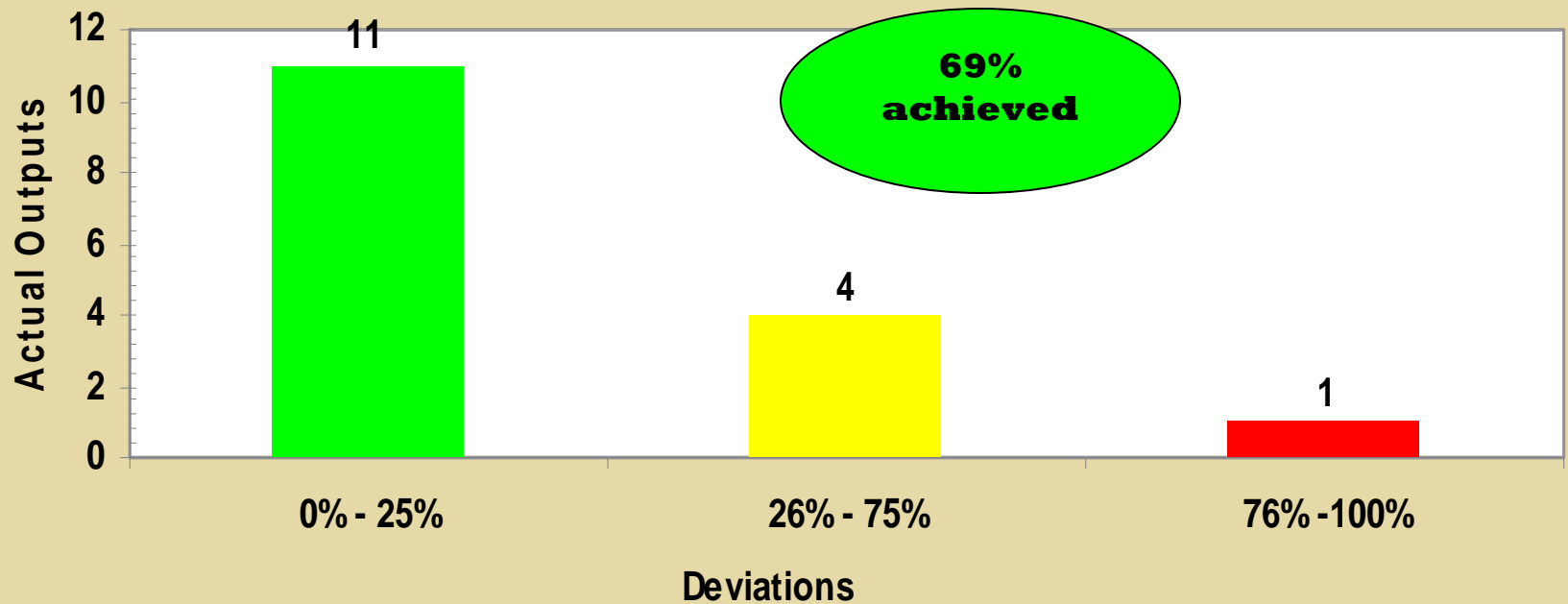
"Building a Caring Society. Together"

PROGRAMME 1: ADMINISTRATION

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	83 420	61 901	74.20
Goods and Services	80 892	79 302	98.03
Transfers and Subsidies	-	-	-
Payments of Capital Assets	4 338	1 585	36.54
TOTAL	168 650	142 788	84.67

Overall programme 2, performance

Programme 2: Comprehensive Social Security Third Quarter Performance 2009/10



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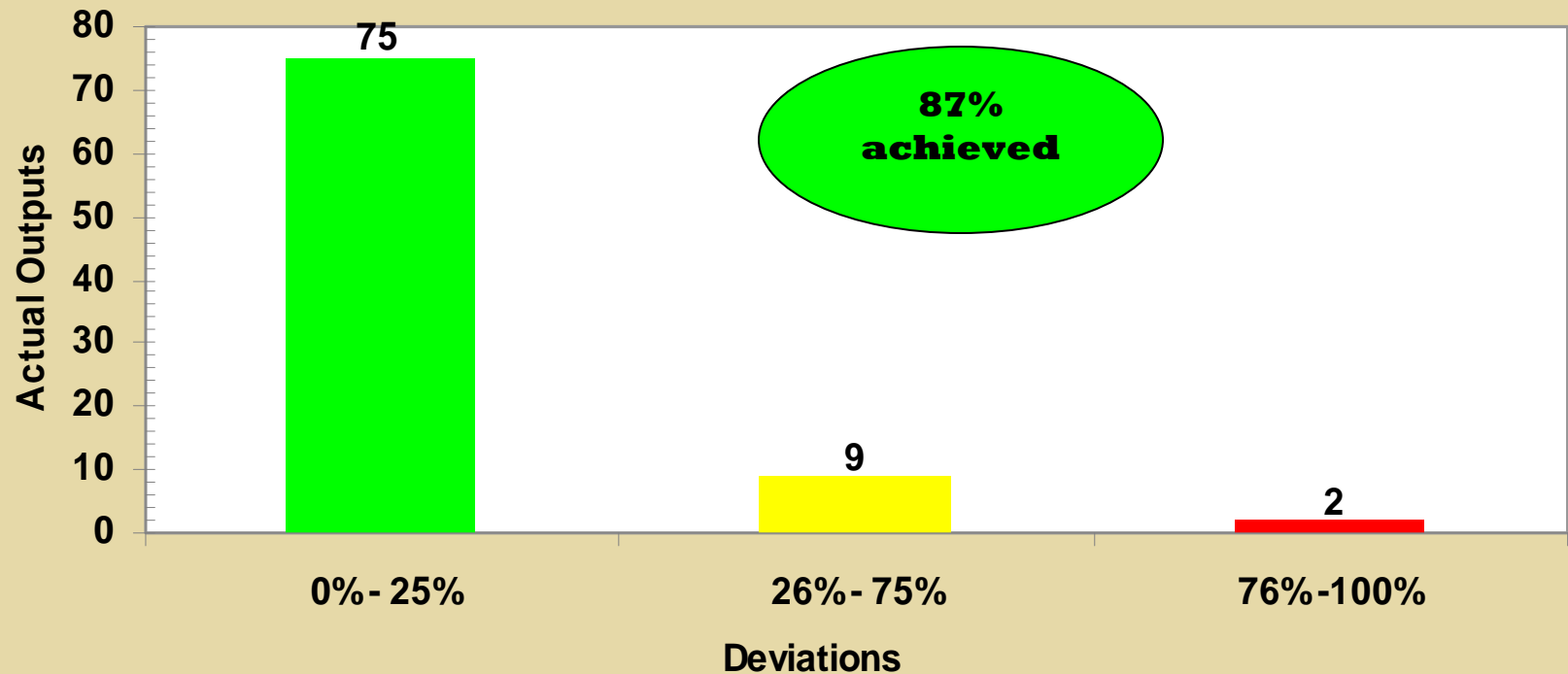
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PROGRAMME 2: COMPREHENSIVE SOCIAL SECURITY

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	18 006	12 377	68.74
Goods and Services	21 345	14 144	66.26
Transfers and Subsidies	85 617 560	66 604 962	77.79
Payments of Capital Assets	684	159	23.25
TOTAL	85 657 595	66 631 642	77.79

Overall programme 3, performance

Programme 3: Policy Development, Review and Implementation Support for Welfare Third Quarter Performance 2009/10



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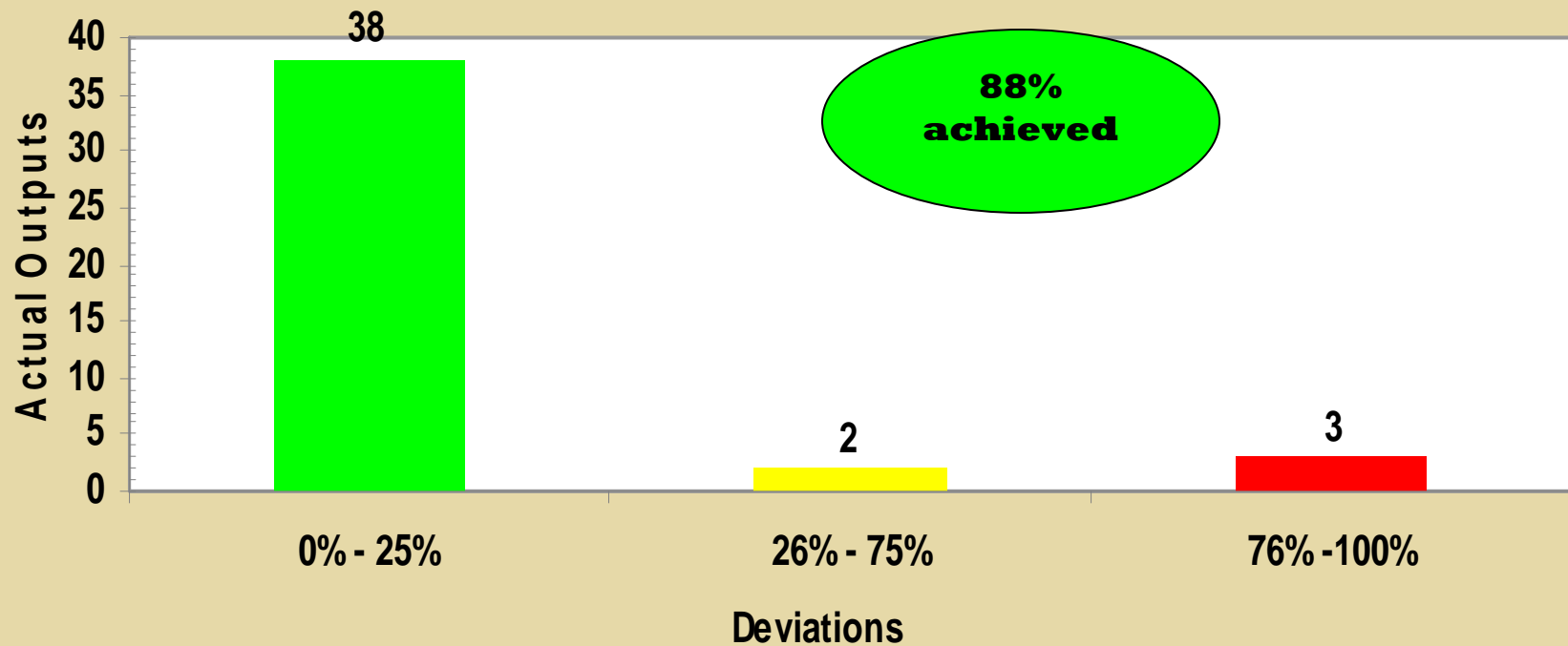
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PROGRAMME 3: POLICY DEVELOPMENT, REVIEW & IMPLEMENTATION SUPPORT FOR WELFARE SERVICES

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	48 495	35 146	72.47
Goods and Services	51 848	31 948	61.62
Transfers and Subsidies	227 435	217 069	95.44
Payments of Capital Assets	2 606	372	14.27
TOTAL	330 384	284 535	86.12

Overall programme 4, performance

Programme 4: Community Development Third Quarter Performance 2009/10

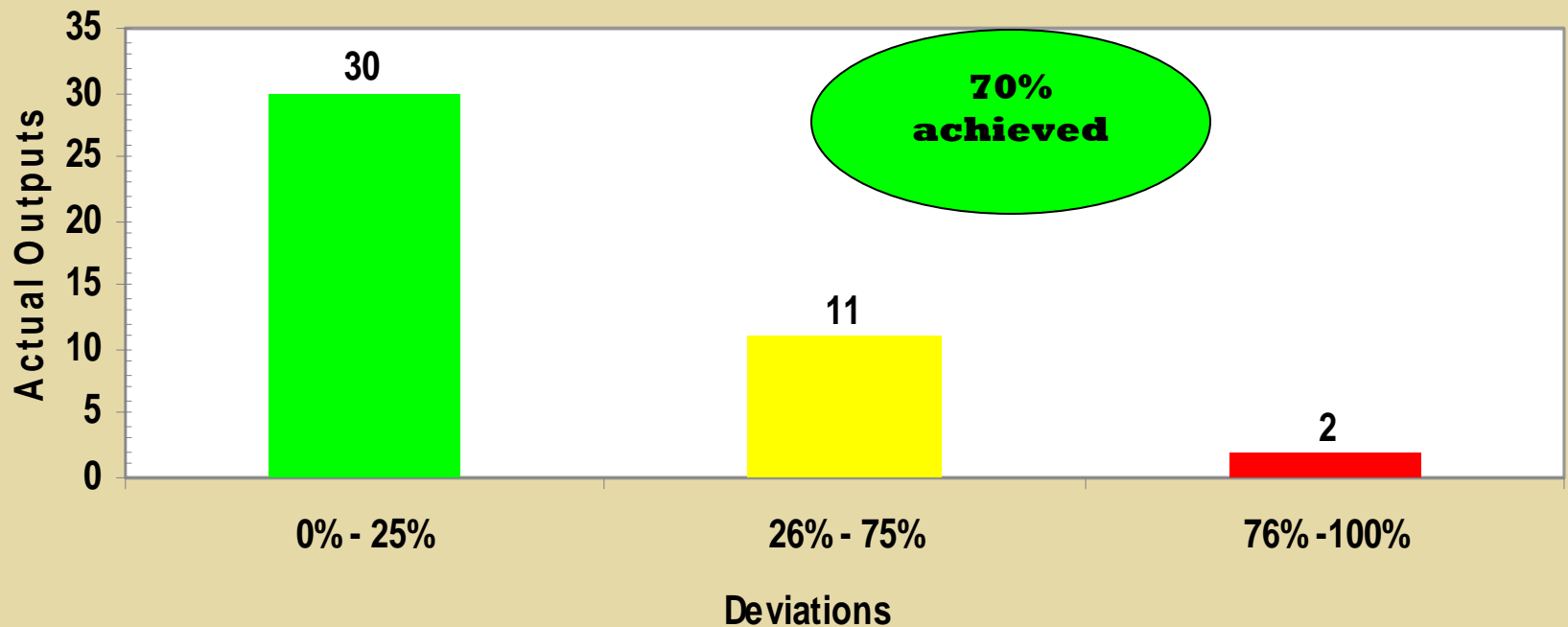


PROGRAMME 4: COMMUNITY DEVELOPMENT

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	31 278	22 374	71.53
Goods and Services	26 969	18 801	69.71
Transfers and Subsidies	189 791	130 392	68.70
Payments of Capital Assets	838	245	29.24
TOTAL	248 876	171 812	69.04

Overall programme 5, performance

Programme 5: Strategy and Governance Third Quarter Performance 2009/10



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PROGRAMME 5: STRATEGY AND GOVERNANCE

Economic Classification	Adjusted Allocations R' 000	Expenditure 31 Dec 2009 R' 000	% Spent
Compensation of Employees	44 191	30 245	68.44
Goods and Services	55 705	55 313	99.30
Transfers and Subsidies	1 494	1 588	106.29
Payments of Capital Assets	1 292	323	25.00
TOTAL	102 682	87 469	85.18

FINANCIAL CHALLENGES

- R104,488 million commitments flowing from the 2008/09 financial year.
- Additional operational expenditure and obligations.
- Higher than expected increases in tariffs and service fees.

ACTIONS IMPLEMENTED

- Introduction of cost cutting measures in respect of the following categories of expenditure:
 - Local and international trips
 - Transport services
 - Venues and Facilities
 - Communication
 - Outsourced services (e.g Consultancy services)
- Review of key processes to improve internal controls



CONCLUSION

Overall *non-financial* performance of the Department stands at 79 percent against set targets. Out of 271 set targets the Department achieved 213 (**79%**), 40 were recorded as ‘in progress’ while 18 were not achieved.

THANK YOU



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