

To be appropriated by vote	R56 685 000
Statutory amount	R11 000 000
Responsible Executing Authority	Speaker to the Mpumalanga Provincial Legislature
Administrating department	Mpumalanga Provincial Legislature
Accounting Officer	Secretary to the Mpumalanga provincial Legislature

2.1. OVERVIEW

VISION AND MISSION STATEMENT

The Mpumalanga Provincial Legislature adopted the following vision and mission statement:

We, the Mpumalanga Provincial Legislature, in partnership wit the people, are working for the transformation of the province and society towards improvement of quality of live our citizenry and the attainment of democratic and good governance.

Mission

We will effectively and efficiently
 Hold the executive and other state organs accountable through intensified oversight
 Enhance public education and participation
 Ensure improved service delivery by adhering to the Batho Pele principle

Supported by administrative excellence and professionalism.

ORGANISATIONAL VALUES

Co-operation:	Being co-operative and working well with others;
Customer orientation:	Customer satisfaction is always placed first;
Excellence:	Continuous improvement in performance and standards;
Openness:	Being straightforward, sincere and candid in discussions;
Participation:	Involvement of everyone concerned prior to making a decision;
Quality orientation:	An obsession to meet product and service standards;
Adaptability:	Being flexible and changing in response to new circumstances;
Moral integrity:	Being honourable and following ethical principles;
Economy:	Being cost effective in spending; and
Fairness:	Being fair and providing just recognition based on merit.

LEGISLATIVE MANDATE

The Mpumalanga Provincial Legislature derives its mandate mainly from the Constitution of the Republic of South Africa, which outlines its powers, functions, and responsibilities. The Public Finance Management Act (PFMA), as amended by Act 29 of 1999 also governs the operations of the Legislature.

In executing its legislative powers, the Legislature may: -

Consider, pass, amend or reject any Bill; and
 Initiate or prepare legislation, except money Bills;

Furthermore, the Legislature must provide for mechanisms:

To ensure that all provincial executive organs of the state in the province are accountable to it; and

To maintain oversight of the exercise of the provincial executive authority and any provincial organ of state, including the implementation of legislation.

The Legislature must also:

Facilitate public involvement in the legislative processes; and
Conduct its business in an open manner, and hold its sittings and those of its Committees in public.

2.2. REVIEW OF THE CURRENT BUDGET YEAR

The April 14, 2004 general election brought with it Members of the Provincial Legislature (MPL's) who are already familiar with the legislative processes to the Legislature. This meant that experience and knowledge on the legislative processes was strengthened. As we expected new MPL's, we have provided training and induction programmes. This has ensured that the new MPL's are aware and equipped for their roles and responsibilities in the standing committees and in the House of the Legislature.

The Legislature prepared an induction programme to create space for returning members to share their experiences with new members. The induction programme assisted members to settle in the new positions. The swearing in of Members, Premier, MEC Proceeded successfully. Soon after the third legislature was constituted, and the Executive members appointed, the legislature constituted committees and appointed chairperson

The Select Committee on Public Account and Portfolio Committee dealt with the outstanding departmental Annual Financial Statement and Annual reports and presented their report for adopting the house.

The legislature reviewed and adopted the rules and order to be in line with the prevailing environment. The Mpumalanga legislature convened the Annual General Meeting of the CPA Mpumalanga Branch, it was a great honour that the event was graced by the attendance of the Chairperson of the CPA, Africa Region, the Hon Magongo, Speaker of Swaziland Assembly

We have invested more resources on public education, public participation and public involvement programme to meet the challenges of the Third Legislature on Mpumalanga. This is an especially direct intervention in a province like ours, which is largely rural with a high rate of illiteracy.

The Mpumalanga Legislature started the current financial year with the filling of positions of the Executive Managers for Corporate Services and Parliamentary Services. The filling of the vacant position for the Executive Manager of Research, Planning and Policy, Monitoring and Evaluation has been delayed until the next financial year 2005/2006. The filling of the Executive Managers position will somehow relieve the huge span of control exercised by the Secretary to the Legislature.

The refocusing of the Legislature to increase the public involvement and participation necessitated the need to restructure the Business Units. The restructuring was done without adding more staff in the organ gram.

The restructuring also led to the removing of the CFO from the Corporate Services to make it a stand alone Unit, that will account directly to the Secretary to Legislature. The restructuring further led to the streamlining of functions of the CFO to focus on Management Accounting, Financial Accounting and Supply Chain Management. Some of the functions that were part of finance and administration, i.e. record management, facility management and auxiliary services will remain in the Corporate Services.

The adoption of the amendment to the Mpumalanga Legislature Service Act was delayed due to the development of the Parliamentary and Legislature financial Administration Bill. The latter Bill once adopted will dictate that the Legislature Service Act should not be in conflict with it. The policies of the Legislature have been developed and ready to be implemented as soon as the amendment to the Mpumalanga Legislature Service Act have been adopted.

The Mpumalanga Legislature was honoured to host the Association of Public Accounts Conference on 3-5 October 2004. The hosting of the conference presented opportunities for tourism and at the same time the Members of several of the various Select Committees on Public Accounts shared experience and knowledge.

The Legislature participated in a very important event called People's Assembly, whereby ordinary members of the public shared stories about the impact of the constitution to their lives.

We believe that over the years, the Legislature has been able to develop competencies and capabilities necessary for its growth and development. We will continue to build on these competencies as we respond to new sectoral and organisational challenges. We are optimistic about the future. We believe that our sectoral and organizational environments are conducive for the successful implementation of the next 2005-2008 strategic plan.

We are proud to present that the Legislature of Mpumalanga had an opportunity to second staff members to be part of the historic agenda of the Pan African Parliament [PAP], which is hosted by South Africa, currently housed at Gallegher Estate.

Our operating philosophy is that as a learning institution, we will continue to reflect on our way of doing things to ensure that we allow creativity and innovation to prosper. The legislative environment we are operating in has numerous opportunities and challenges. We are committed to taking advantage of these opportunities like we have been doing since our inception. We are equally committed to tackling our challenges head-on.

2.3. OUTLOOK FOR THE COMING YEAR

The vision of the Speakership for the next five years is the implementation of extensive public involvement and participation. In pursuit of this strategic vision, the Legislature will shift resources towards this end.

The Speaker's goal is to take the Legislature to the people, & to realise this goal some of the sittings of the legislature will be held in the four regions

The Mpumalanga Legislature will also continue to strengthen its oversight role over the government departments and other organs of state. The administrative machinery more especially Committees and planning, policy research, and evaluation and monitoring staff will play a critical role in the rendering of professional and quality administrative support services.

2.4 RECEIPTS AND FINANCING

2.4.1 Summary of receipts

The following sources of funding are used for the Vote:

Table 2.1: Summary of receipts: Provincial Legislature

Table 2.7: Summary of Receipts from the Legislature									
R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04	2004/05					
Equitable share	41 573	45 115	55 014	48 856	49 701	45 243	55 685	57 824	56 313
Conditional grants									
Departmental receipts			681	1 657	2 283	2 283	1 000		4 224
Total receipts	41 573	45 115	55 695	50 513	51 984	47 526	56 685	57 824	60 537

2.4.2. Departmental receipts collection

Table 2.2: Departmental receipts: Provincial Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Preliminary outcome				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04						
Tax receipts									
Sales of goods and services other than	600	591	612	638	638	411	571	571	600
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	1	2	3	4	4	5	5	5	5
Sales of capital assets	259	260	262	264	264	497	266	266	279
Financial transactions in assets and liabilities									
Total departmental receipts	860	853	877	906	906	913	842	842	884

2.4.3. Receipts and retention

Table 2.3: Summary of receipts: Provincial Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04						
Treasury funding									
Equitable share	41 573	45 115	55 014	48 856	49 701	45 243	55 685	57 824	56 313
Conditional grants									
Other (Specify)			681	1 657	2 283	2 283	1 000	0	4 224
Total Treasury funding	41 573	45 115	55 695	50 513	51 984	47 526	56 685	57 824	60 537
Departmental receipts									
Tax receipts									
Sales of goods and services other than	600	591	612	638	638	411	571	571	600
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	1	2	3	4	4	5	5	5	5
Sales of capital assets	259	260	262	264	264	497	266	266	279
Financial transactions in assets and liabilities									
Total departmental receipts	860	853	877	906	906	913	842	842	884
Total receipts	42 433	45 968	56 572	51 419	52 890	48 439	57 527	58 666	61 421

2.5 Payment Summary

2.5.1 Programme Summary

Table 2.9.2: Summary of payments and estimates: Vote 02: Provincial Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			
	Audited	Audited	Preliminary outcome				2004/05	2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04							
Programmes	41 573	45 115	55 695	50 513	51 984	51 130	56 685	57 824	60 270	
1: Support Services	6 101	7 286	46 004	40 185	41 656	40 802	45 685	46 109	47 911	
2: Statutory Services	35 472	37 829	9 691	10 328	10 328	10 328	11 000	11 715	12 359	
Direct charge on the Provincial Revenue Fund										
Members remuneration	35 472	37 829	9 691	10 328	10 328	10 022	11 000	11 715	12 359	
Other	6 101	7 286	46 004	40 185	41 656	37 504	45 685	46 109	48 177	
Total payments and estimates:				50 513	51 984	51 130	56 685	57 824	60 270	
LESS:										
Departmental receipts not surrendered to Provincial Revenue Fund ¹	862	853	877	906	906	913	842	842	884	
(Amount to be financed from revenue collected in terms of Section 13 (2) of the PFMA)										
Adjusted total payments and estimates: Vote 02: Provincial Legislature	40 711	44 262	54 818	49 607	51 078	50 217	55 843	56 982	59 386	

1) Should complement departmental receipts in table 2.9.1.

Table 2.4: Summary of payments and estimates: Provincial Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium term estimates		
	Audited	Audited	Audited				2004/05	2005/06	2006/07
	2001/02	2002/03	2003/04						
1: Support Service	6 101	7 286	46 004	40 185	41 656	10 802	45 685	46 109	47 911
2: Statutory Service	35 472	37 829	9 691	10 328	10 328	10 328	11 000	11 715	12 359
Total payments and estimates: (non	41 573	45 115	55 695	50 513	51 984	21 130	56 685	57 824	60 270

2.5.2 Summary of economic classification

Table .2.9.3: Summary of provincial payments and estimates by economic classification: Provincial Legislature

Table 12.6: Summary of provincial payments and estimates by economic classification: Provincial Legislature									
R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04	2004/05					
Current payments	39 916	41 455	52 060	47 813	47 513	46 680	51 620	54 161	56 406
Compensation of employees	29 140	25 157	28 810	35 630	34 050	31 178	38 310	40 390	42 469
Salaries and wages	25 577	19 874	24 488	28 148	26 568	31 178	30 475	32 249	34 020
Social contributions	3 563	5 283	4 322	7 482	7 482		7 835	8 141	8 449
Goods and services	10 776	16 298	23 250	12 183	13 463	15 224	13 310	13 771	13 937
Of which:									
Consultants									
Audit and Legal Fees									
Bursaries and Class Fees									
Travel and subsistence									
Other	10 776	16 298	23 250	12 183	13 463	15 224	13 310	13 771	13 937
Interest and rent on land									
Financial transactions in assets and liabilities						278			
Unauthorised expenditure									
Transfers and subsidies to:	1 440	3 240	2 520	2 700	2 780	2 759	2 968	3 153	3 326
Provinces and municipalities					80	59	88	93	98
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions	1 440	3 240	2 520	2 700	2 700	2 700	2 880	3 060	3 228
Households									
Payments for capital assets	217	420	1 115		1 691	1 691	2 097	510	538
Buildings and other fixed structures									
Machinery and equipment	217	420	1 115		1 691	1 691	2 097	510	538
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total payment	41 573	45 115	55 695	50 513	51 984	51 130	56 685	57 824	60 270

2.6. Programme Description

2.6.1. Programme 1: Support Services

2.6.1.1 Objectives

To provide support services to Members of the Provincial Legislature [MPL'S]

2.6.1.2 Programme Summary

2.6.1.3 Summary by economic classification

Table 2.11: Summary of provincial payments and estimates by economic classification: Provincial Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04	2004/05					
Current payments	6 101	7 286	42 369	37 485	37 185	36 352	40 620	42 446	44 047
Compensation of employees	4 018	4 773	19 019	25 302	23 722	20 871	27 310	28 675	30 110
Salaries and wages	3 174	3 771	14 697	19 989	18 409	20 871	21 785	22 994	24 256
Social contributions	844	1 002	4 322	5 313	5 313		5 525	5 681	5 854
Goods and services	2 083	2 513	23 350	12 183	13 463	15 203	13 310	13 771	13 937
Of which:									
Consultants									
Audit and Legal Fees									
Bursaries and Class Fees									
Travel and subsistence									
Other	2 083	2 513	23 350	12 183	13 463	15 203	13 310	13 771	13 937
Interest and rent on land									
Financial transactions in assets and liabilities						278			
Unauthorised expenditure									
Transfers and subsidies to:			2 520	2 700	2 780	2 759	2 968	3 153	3 326
Provinces and municipalities					80	59	88	93	98
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions			2 520	2 700	2 700	2 700	2 880	3 060	3 228
Households									
Payments for capital assets			1 115		1 691	1 691	2 097	510	538
Buildings and other fixed structures									
Machinery and equipment			1 115		1 691	1 691	2 097	510	538
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total payment	6 101	7 286	46 004	40 185	41 656	40 802	45 685	46 109	47 911

2.6.1.4. Services delivery measure

MEASURABLE OBJECTIVES	PERFORMANCE MEASURE OR INDICATOR	BASE YEAR 2004/05 TARGET R'000	YEAR 1 2005/06 TARGET R'000
To give political direction & leadership to the legislature	Political goals achieved & legislature focused in one direction	70%	90%
To co-ordinate the overall management and co-ordination of the broader transformation within the Legislature	Development and implementation of transformational plan	65%	80%
To provide verbal & written legal opinions & legal services	Developed system for tracking the flow of legislation	85%	90%
To facilitate the arrangements of the business of the House to ensure smooth running	Excellent service to the House	60%	85%
To strengthen and enhance functioning of Committees on lawmaking. And Oversight	Sound administration and analysis of reports	70%	95%
To provide professional IT and security management services to the legislature	Safe & secure working environment	85%	95%
To provide quality and effective planning, monitoring and evaluation, relevant research and policy analysis.	Effective and functioning systems and procedures for Research, Policy Analysis, Monitoring and Evaluation	80%	90%
To capacitate staff and members.	Competent and skilled staff and members.	70%	90%
To inform and educate the public about Petitions and other processes of the legislature.	Informed members of the public	50%	80%
To provide effective and efficient communication services	Effective communications strategy	60%	90%

2.6.2 Programme 02: Statutory Services

2.6.2.1 Objective

The aim of this programme is to provide remunerative related support services to the Members of the Provincial Legislature [MPL's]

2.6.2.2 Programme Summary

Table 2.12: Summary of payments and estimates: 2 Statutory Services

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04	2004/05					
Office of the Speaker and MPLs	14 791	8 920							
Office of Speaker & Support staff	2 440	4 727							
Office of Chief Whip - Majority	2 960	5 091							
Office of Chief Whip - Opposition	1 049								
Office of the Secretary	1 594								
Administration and Finance	8 018	3 607							
Communication & Information	2 562	10 655							
Human Resource Management	1 864	2 226							
Information Technology	194	1 837							
Office of the MPLs		766	9 691	10 328	10 328	10 328	11 000	11 715	12 359
Total Provincial Legislature	35 472	37 829	9 691	10 328	10 328	10 328	11 000	11 715	12 359

2.6.2.3. Summary of payments and estimates

Table 2.13: Summary payments and estimates 2 Statutory Services

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04						
Current payments	35 255	37 409	9 691	10 328	10 328	10 328	11 000	11 715	12 359
Compensation of employees	25 122	20 384	9 662	10 328	10 328	10 307	11 000	11 715	12 359
Salaries and wages	22 403	16 103	9 662	8 159	8 159	10 307	8 690	9 255	9 764
Social contributions	2 719	4 281		2 169	2 169		2 310	2 460	2 595
Goods and services	8 693	13 785	29			21			
Of which:									
Consultants									
Audit and Legal Fees									
Bursaries and Class Fees									
Travel and subsistence									
Other	8 693	13 785	29			21			
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	1 440	3 240							
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technicians									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions	1 440	3 240							
Households									
Payments for capital assets	217	420							
Buildings and other fixed structures									
Machinery and equipment	217	420							
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total payment	35 472	37 829	9 691	10 328	10 328	10 328	11 000	11 715	12 359

2.6.2.4 Services Delivery Measure

MEASURABLE OBJECTIVES	PERFORMANCE MEASURE OR INDICATOR	2004/05 TARGET R'000	2005/06 TARGET R'000
Payment of statutory obligation on remunerative benefits of MPL's	Timely payment of accurate benefits to members of parliament	100%	100%

2.7. Personnel numbers and costs

Table 2.13: Personnel numbers and costs¹: Legislature

Personnel numbers	As at 31 March 2002	As at 31 March 2003	As at 31 March 2004	As at 31 March 2005	As at 31 March 2006	As at 31 March 2007
Programme 1: Support Services	87	88	113	142	142	142
Programme 2: Statutory Services	19	19	19	19	19	19
Total personnel numbers:	106	107	132	161	161	161
Total personnel cost (R thousand)	29 140	25 157	28 810	35 630	38 310	40 390
Unit cost (R thousand)	275	235	218	221	238	251

1) Full-time equivalent

2.8 Training

Table 2.14(a): Payments on training: Legislature

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2001/02	2002/03	2003/04	2004/05			2005/06	2006/07	2007/08
Programme 1: Support Services									
<i>of which</i>									
Subsistence and travel	10	12	48	63	59	55	68	72	75
Payments on tuition	30	35	142	190	178	164	205	215	226
Programme 2: Statutory Services									
Subsistence and travel									
Payments on tuition									
Total payments on training:	40	47	190	253	237	219	273	287	301

Table 2.14(b): Information on training: Provincial Legislature

Table 2.14(b): Information on training: Provincial Legislature									
R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2005/06	2006/07	2007/08
	2001/02	2002/03	2003/04	2004/05					
Number of staff									
Number of personnel trained	83	107	132	281	266	265	304	322	340
of which									
Male	38	50	58	60	63	65	68	71	74
Female	45	57	75	77	79	82	84	86	88
Number of training opportunities									
of which									
Tertiary	45	49	55	57	61	64	66	69	72
Workshops	11	25	36	40	44	46	49	52	55
Seminars	19	30	48	50	54	57	59	63	65
Other	9	11	15	18	22	26	29	32	35
Number of bursaries offered	45	46	65	68	72	75	79	82	84
Number of interns appointed	0	0	0	6	7	7	6	0	0
Number of learnerships appointed	0	0	0	20	20	20	20	25	30
Number of days spent on training	39	61	72	77	79	82	85	90	95

Annexure B to Budget Statement 2

Table B.1: Specification of receipts: Legislature

	Outcome				Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimate	
	Audited	Audited	Audited	Audited				2005/06	2006/07
	2001/02	2002/03	2003/04	2004/05					
R thousand									
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets									
Sale of goods and services produced by department (excluding capital assets)									
Sales by market establishments	600	591	612		638	638	416	571	571
Administrative fees	600	591	612		638	638	416	571	571
Other sales									
<i>Of which</i>									
<i>Health patient fees</i>									
<i>Other (Specify)</i>									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)									
Transfers received from:									
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits									
Interest, dividends and rent on land									
Interest	1	2	3		4	4	0	5	5
Dividends	1	2	3		4	4	0	5	5
Rent on land									
Sales of capital assets									
Land and subsoil assets	259	260	262		264	264	497	266	266
Other capital assets	259	260	262		264	264	497	266	266
Financial transactions in assets and liabilities									
Total departmental receipts	860	853	877		906	906	913	842	842