



# Department of Social Development

Annual Report 2005/691gsq01 0 16312

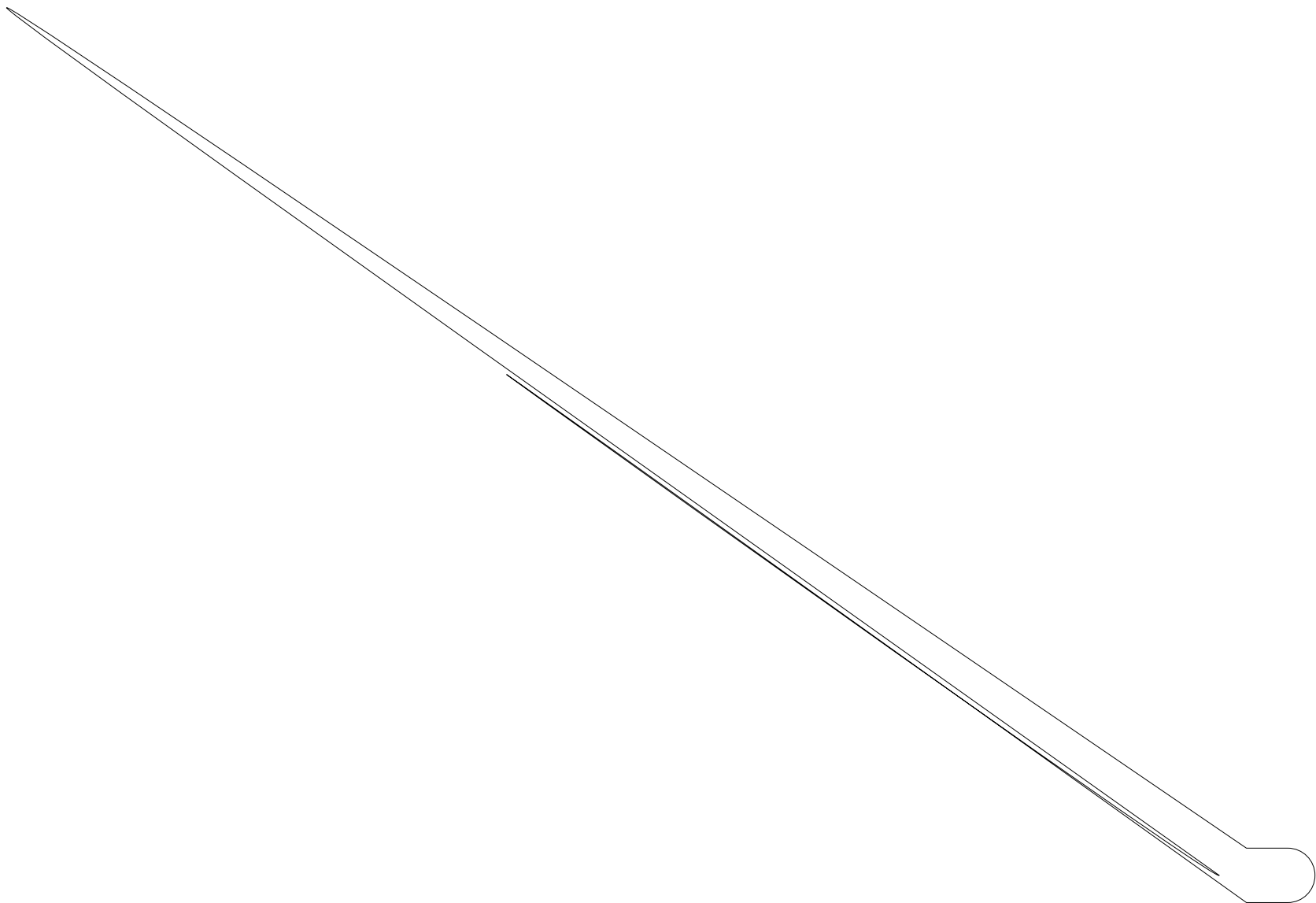


















- The National Archives Act (Act 43 of 1996)
- Labour Relations Act (Act 66 of 1995) as amended





# PROGRAMME PERFORMANCE

## Voted Funds

Appropriation	Main Appropriation	Adjusted Appropriation	Actual Amount Spent	Over/Under Expenditure
---------------	-----------------------	---------------------------	------------------------	---------------------------



## Overview of the Service Delivery Environment for 2005/06







Programmes	Voted for 2005/06	Roll-overs and adjustments	Virement	Total voted	Actual Expenditures	Variance
Administration	245,921,000	(16,010,000)	-	229,911,000	202,234,000	12%
Social Assistance						
Grants	6,804,145,000	-	-	6,804,145,000	6,423,779,000	5.6%
Social Welfare						



Sub-programme 1.1: Office of the M.E.C (continued)

Strategic Goal: Overall management of the political mandate of the MEC

	Measurable Objective	Performance Measure Indicator	Actual Outputs 2004/05	Planned Outputs 2005/2006	Actual Outputs	Units/% Deviations



Sub-programme 1.1: Office of the M.E.C (continued)

Strategic Goal: Overall management of the political mandate of the MEC

Strategic

Sub-programme1.1: Office of the M.E.C (continued)

Strategic Goal: Overall management of the political mandate of the MEC

Strategic Objective	Measurable Objective	Performance Measure Indicator	Actual Outputs 2004/05	Planned Outputs 2005/2006	Actual Outputs	Units/% Deviations
---------------------	----------------------	-------------------------------	------------------------	---------------------------	----------------	--------------------

Efficient and effective management, by providing political oversight of departmental activities	Efficiency and effectiveness of all programme and project activities	Cost per unit of output	TD 6.45	TD 6.45	TD 6.45	TD 6.45
---	--	-------------------------	---------	---------	---------	---------









Sub-programme 1.2: Financial Management (continued)

Strategic Goal:







### 1.2.2: Procurement and Asset Management (continued)

**Strategic Goal:** To ensure transparent procurement that promotes economic empowerment of the historically disadvantaged

Strategic  
Objective

Measurable







1.2.3: Strategic Planning (continued)

Strategic Goal: To provide strategic management and support services at all levels of the Department, Provincial, Regional and Facility/Institution level

Strategic Objective	
------------------------	--

#### 1.2.4: Research and Policy Co-Ordination

**Strategic Goal:** To ensure monitoring and evaluation of the Department's performance

Strategic Objective	Measurable Objective	Performance Measure	Actual Output 2004/05	Planned Outputs 2005/2006	Actual Outputs	Units/% Deviations
To coordinate the research that will inform the Department's Strategic Direction	Number of researches conducted	Research reports that contain decision making information on the level of prevalence, rate of growth of the Department's focus areas, current and potential cases of the department, department's global holistic performance	None	1 report	No research conducted	-



























Sub-programme1.9: Property Management (continues)

Strategic Goal: Effective management of departmental facilities and Investment in capital expenditure for Service delivery

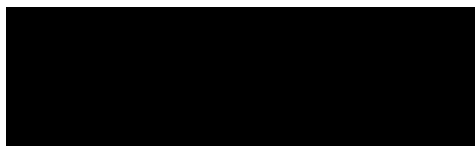
	Measurable	Performance Measure Indicator
--	------------	-------------------------------





Sub-programme 1.10 Committee Services

Strategic Goal:



### 1.2.11: Human Resources Management

Strategic Goal: Better Department management and work organisation

Strategic Objective	Measurable Objective	Performance Measure Indicator	Actual Outputs
---------------------	-------------------------	----------------------------------	-------------------









PROGRAMME 2: SOCIAL ASSISTANCE GRANTS

Key Governmental Objective: To provide for the administration and disbursement of social assistance grants and relief of distress to address vulnerability

Strategic Objective

## PROGRAMME 3: SOCIAL WELFARE SERVICES

Strategic Goal:









--	--	--	--	--	--





Sub-programme 3.5: Children and Families

Strategic Goal: 

Strategic Objective	Measurable Objective	Performance Objective
---------------------	----------------------	-----------------------















Sub-programme 3.6: Women (continued)

Strategic goal:

Strategic Objective	Measurable Objective	Performance Measure Indicator	Actual Outputs 2004/05	Planned Outputs 2005/2006	Actual Outputs	Units/% Deviations
---------------------	----------------------	-------------------------------	------------------------	---------------------------	----------------	--------------------



#### Sub-programme 4.2: HIV/AIDS

**Strategic Goal:** To provide welfare counselling and support services to people infected and affected by HIV and AIDS including the provision of preventative programmes to





100

A solid orange horizontal bar spanning the width of the page, positioned at the top. It appears to be a header or a decorative element. The rest of the page is white.



















## Sub-programme 6.2: Inter-sectoral Poverty Management (continued)

Strategic Goal: To reduce poverty through sustainable multi-sectoral development programmes













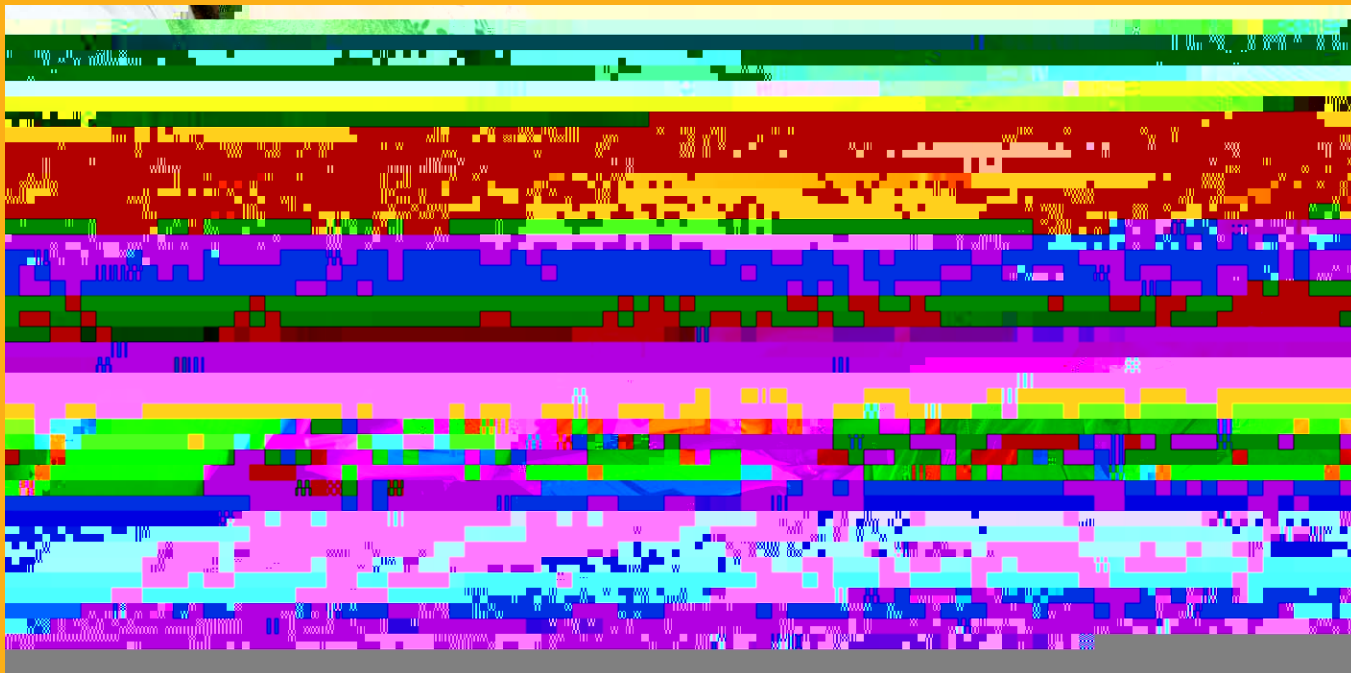














# Report of the Audit Committee - Cluster 1

We are pleased to present our report for the financial year ended 31 March 2006.

## **Audit Committee Members and Attendance:**

The Audit Committee consists of the members listed hereunder and meets a minimum of two times per annum per its approved terms of reference. During the current year, meetings were held on 07 occasions in terms of the charter. Meetings were held on the following dates: 12 July 2005, 12 August 2005, 20 August 2005, 22 August 2005, 25 August 2005, 07 December 2005, and 07 March 2006.

<b>Name of member</b>	<b>Number of meetings Attended</b>
Dr Len Konar (Chairperson up to the 5th meeting) – External	5
Mamoorosi Qacha (Chairperson from the 6th meeting) External	7
Frank Henry Wade (New Chairperson to signed off the report)	5
Mr Dave Hensman – External Member	5
Ms Maud van Wyk – External Member	6
Dr Trish Hanekom (CEO Blue IQ projects)	4
Dr Steven Cornelius (Hod Agriculture, Conservation and Environment)	4
Bongiwe kunene (HOD Finance and Economic Affairs)	0
Mr Bheki Sibeko (HOD Social Development)	1

## **Audit Committee Responsibility**

The Audit Committee reports that it has complied with its responsibilities arising from section 38 (1) (a) of the PRMA and Treasury Regulation 3.1.13. The Audit Committee also reports that it has adopted appropriate formal terms of reference as its audit committee charter, has regulated its affairs in 8(nal 2 Auguting30s coliinancd withthsee char)-19.9(tMA an, hadis

t of the Audor-Geverciah Davr report

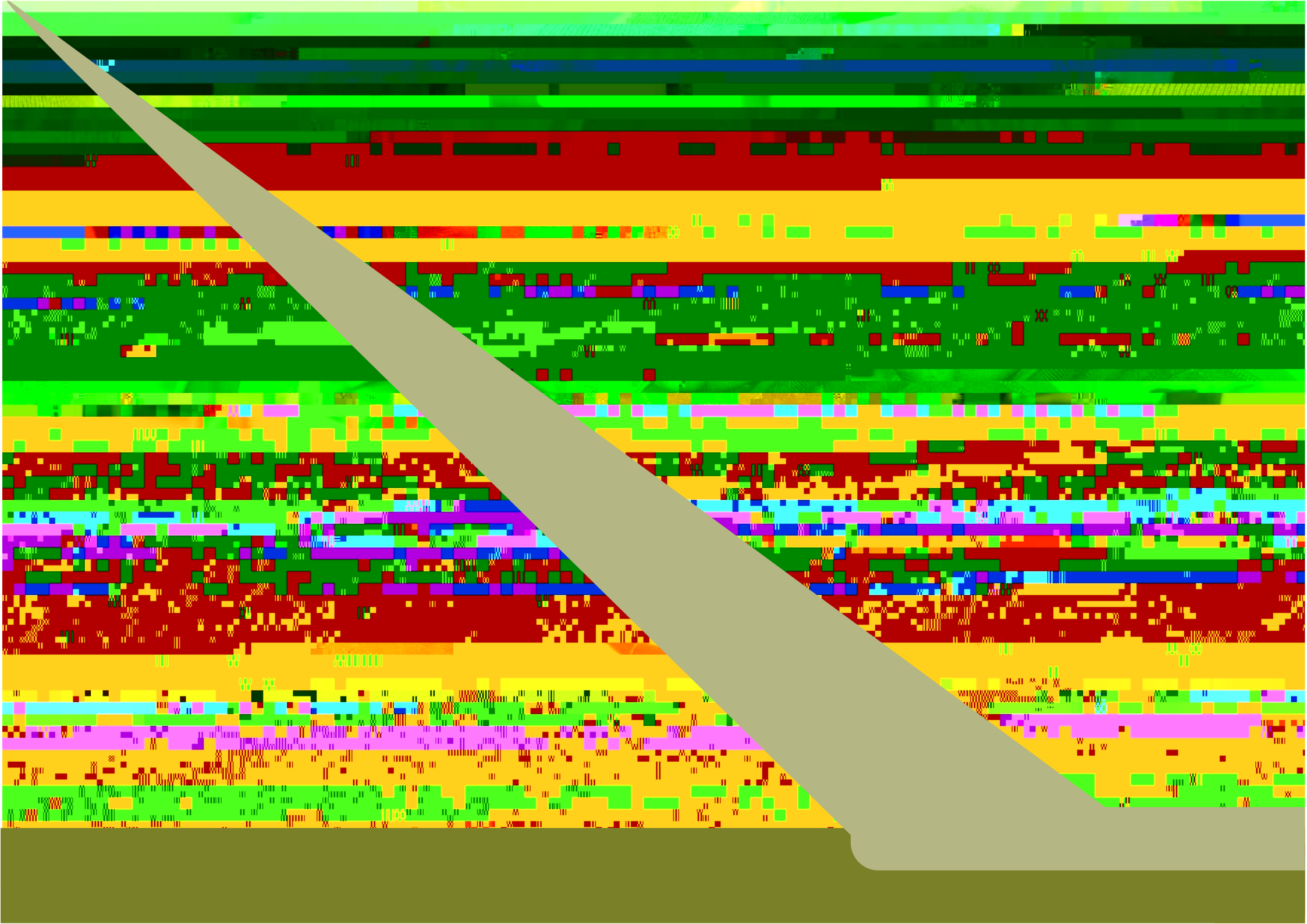
s oRStevBluAce.,

## Evaluation of Financial Statements

The Audit Committee has:



















All members of the Senior Management are required to declare their Assets, Financial interests and Directorship on an annual basis.









**Reference to  
Audit Report 2004/05 and  
SCOPA Resolutions**

Resolution 6.3

Audit Report  
Paragraph 3.2

**Resolution**

A status report be provided to SCOPA regarding measures put in place to address matters raised in sub-paragraph 3.2 in the Auditor General's report on provision of leave.

**Progress made on SCOPA Resolution**

The backlog which had existed at the time of the Auditor-general's report has been eradicated. The measures introduced to ensure this, are as follows:

Instability of teleform system – GSSC

- Various meetings/discussions were held with the GSSC towards identifying, isolating and eradicating the root cause of the backlog, which was the instability of the teleform system which prohibited automatic upload of leave applications onto the Persal system.
- The GSSC has reviewed its automated system to ensure the automatic take-on of all leave applications forwarded to it. The system is reported to be stable.
- The GSSC has also appointed an onsite team Leader to manage technical problems such may rise.
- An agreement has been reached with the GSSC that the Department may forward leave applications forms to the GSSC for manual capturing, as and when system problems may arise, in order to ensure that the new backlogs do not arise.
- The Department has received a confirmation from GSSC with regard to completeness of the leave record.

Departmental



Reference to  
Audit Report 2004/05 and  
SCOPA Resolutions

Resolution

Progress made on SCOPA Resolution









#### 4. AUDIT OPINION

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Department of Social







*Short-term employee benefits*

The cost of short-term employee benefits is expensed in the Statement of Financial Performance in the reporting period when the final authorisation for payment is effected on the system. Short-term employee benefits,



# Appropriation Statement

for the year ended 31 March 2006

Programmes	Adjusted Appropriation	Shifting of Funds	2005/06 Virement	Appropriation per programme			Expenditure as % of	2004/05	
				Final Appropriation	Actual Expenditure	Variance final appropriation		Final Appropriation	Actual Expenditure





# Details per Programme 1: Administration

for the year ended 31 March 2006

2005/062004/05Programme 1 per subprogramme

Adjusted

Shifting of

Virement

Final

















Programme 5: Population Development and Demographic Trends	1,870	1,526	344	18.4%
--	-------	-------	-----	-------

There were delays experienced with the appointment of staff in the programme which resulted in postponement of projects that had to be undertaken due to capacity constraints.

Programme 6: Gauteng Intersectoral Development Unit	2,015	1,531	484	24%
---	-------	-------	-----	-----

There were staff resignations which occurred in the current financial year which resulted in the reported variance.

3.2 Per Economic classification

233,5.08-	currentpayopmei
2932680j6.2	(327,46

















5. Financial transactions in assets and liabilities

Note

2005/06 2004/05  
R'000f-9712(R'000f]TJ/FB 1111,5325s15ote)2i-C







13. Departmental receipts to be surrendered to the Revenue Fund

2005/06

2004/05R'000







Listed by programme level		2005/06 R'000	2004/05 R'000
Programme 1: Administration		8,652	2,104
Programme 2:785.239 Assistance Grants		1,201	393
Programme 3:785.239 Welfare Services		4,736	8,735
Programme 4: Development and Support Services		1,147	1,363
Programme 5: Population Development and Demographic Trends		4	-
Programme 6: Gauteng Intersectoral Development Unit		-	16
		<b>15,740</b>	<b>12,611</b>
	<b>Note</b>	<b>2005/06 R'000</b>	<b>2004/05 R'000</b>
Confirmed balances with other departments	Annex 6	1,390	6,203
		<b>1,390</b>	<b>6,203</b>

The significant increase in accrual was attributed to the upgrading of s5.239 workers remunerations resulting in back- pays approved towards the end of the year under review with implementation expected to take place in the coming financial year. The process of upgrading the s5.239 workers' salaries was in line with the Directives from Department of Public Services and Administration.





# Annexures to the Annual Financial Statements

for the year ended 31 March 2006

## ANNEXURE 1A: STATEMENT OF CONDITIONAL GRANTS RECEIVED

NAME OF DEPARTMENT	GRANT ALLOCATION				Total Available	Amount received by department	SPENT		2004/05 Division of Revenue Act	Amount spent by departmentdepartment
	Division of Revenue Act	Roll Overs	DORA Adjustment	Other Adjustment			Amount spent by department	% of available funds spent by		



## ANNEXURE 1D: STATEMENT OF TRANSFERS TO NON-PROFIT ORGANISATIONS

NON-PROFIT ORGANISATIONS	TRANSFER ALLOCATION		Adjustments	Total Available	TRANSFER Actual Transfer	% of Available funds Transferred %	2004/05 Appropriation Act
	Appropriation Act	Roll Overs					
	R'000	R'000		R'000	R'000		R'000
<b>Transfers</b>							
Schools (refer to Annexure1F)	-	-	-	-	51	-	-
	-	-	-	-	51	-	-
<b>Subsidies</b>							
Various organisations	432,209	-	5,862	438,071	437,821	99.9%	401,164
	432,209	-	5,862	438,071	437,821	99.9%	401,164
<b>Total</b>	<b>432,209</b>	<b>-</b>	<b>5,862</b>	<b>438,071</b>	<b>437,872</b>	<b>100%</b>	<b>401,164</b>

## ANNEXURE 1E: STATEMENT OF TRANSFERS TO HOUSEHOLDS

HOUSEHOLDS	TRANSFER ALLOCATION		Adjustments	Total Available	TRANSFER Actual Transfer	% of Available funds Transferred %	2004/05 Appropriation Act
	Appropriation Act	Roll Overs					
	R'000	R'000		R'000	R'000		R'000
<b>Transfers</b>							
Various households	6,454,575	-	156	6,454,731	6,130,649	95%	5,405,552
<b>Total</b>	<b>6,454,575</b>	<b>-</b>	<b>156</b>	<b>6,454,731</b>	<b>6,130,649</b>	<b>95%</b>	<b>5,405,552</b>

## ANNEXURE 1F: STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS MADE AND REMISSIONS, REFUNDS AND PAYMENTS AS ACT OF GRACE FOR THE YEAR ENDED 31 MARCH 2006













## 2. Expenditure

TABLE 2.1







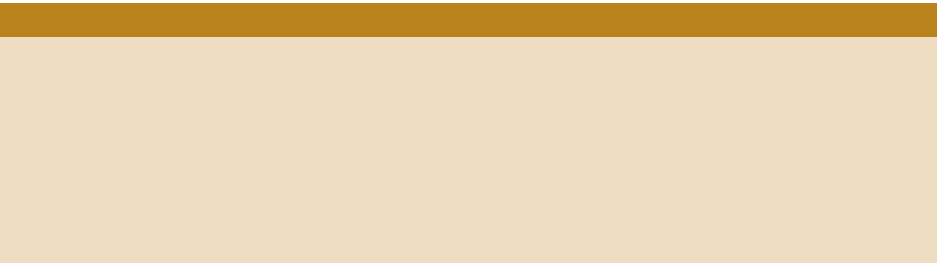




Table 5.5 – Promotions by salary band

Salary Band	Employees as at 1 April 2005	Promotions to another salary level	Salary level promotions as a % of employees by occupation	Progressions to another notch within a salary level	Notch progressions as a % of employees by occupation
Lower skilled (Levels 1-2), Permanent	517	0	0	217	42
Skilled (Levels 3-5), Permanent	708	23	3.2	164	23.2
Highly skilled production (Levels 6-8), Permanent	827	69	8.3	307	37.1
Highly skilled supervision (Levels 9-12), Permanent	107	nLever(manent )2922 7Sfa56n			
Senior Management/Supervisory					





















