

MPUMALANGA PROVINCIAL GOVERNMENT

Building No. 4
No. 7 Government Boulevard
Riverside Park Extension 2
Nelspruit
1200
South Africa



Private Bag X 11205
Nelspruit, 1200
Tel: 013 766 4564
Fax: 013 766 4604
Int: +27 13 766 4564
Int: +27 13 766 4604
E-mail: hodfinance@mpg.gov.za

Department of Finance Office of the HOD

Litiko LeteTimali UmNgango weZeemali Departement van Finansies Kgoro ya Matlotlo

Enquiries : Mr SE Ntozini
Ref No : DoF 14/6/1

PROVINCIAL TREASURY CIRCULAR 11 OF 2013: BUDGET BLOCKING

- TO :
- THE ACCOUNTING OFFICER: VOTE 1: OFFICE OF THE PREMIER (DR NONHLANHLA MKHIZE)
 - THE ACCOUNTING OFFICER: VOTE 3: FINANCE (MS N.Z. NKAMBA)
 - THE ACCOUNTING OFFICER: VOTE 4: COOPERATIVE GOVERNANCE & TRADITIONAL AFFAIRS (MR D. MAHLOBO)
 - THE ACCOUNTING OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT & LAND ADMINISTRATION (MS N.L. SITHOLE)
 - THE ACCOUNTING OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT & TOURISM (DR D.V. DLAMINI)
 - THE ACCOUNTING OFFICER: VOTE 7: EDUCATION: (MRS M.O.C. MHLABANE)
 - THE ACCOUNTING OFFICER: VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MR K.M. MOHLESEDI)
 - THE ACCOUNTING OFFICER: VOTE 9: COMMUNITY SAFETY, SECURITY & LIAISON (MR S.T. SIBUYI)
 - THE ACCOUNTING OFFICER: VOTE 10: HEALTH (MR R.M. MNISI)
 - THE ACCOUNTING OFFICER: VOTE 11: CULTURE, SPORT & RECREATION (MS S.P. MIJWARA)
 - THE ACCOUNTING OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS N.L. MLANGENI)
 - THE ACCOUNTING OFFICER: VOTE 13: HUMAN SETTLEMENTS (MR S. M. MTSWENI)
-
- THE CHIEF FINANCIAL OFFICER: VOTE 1: OFFICE OF THE PREMIER (MR T. NKOJOANA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 3: FINANCE (MS P. SEMENYA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 4: COOPERATIVE GOVERNANCE & TRADITIONAL AFFAIRS (MR M.D. SHIPALANA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT & LAND ADMINISTRATION (MR CT. DLAMINI)
 - THE CHIEF FINANCIAL OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM (MS J.P. HLATSHWAYO)
 - THE CHIEF FINANCIAL OFFICER: VOTE 7: EDUCATION (MR C.B. MNISI)
 - THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MR S.E.B. MATSEBULA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 9: COMMUNITY SAFETY, SECURITY & LIAISON (MR B.H. NGOMA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 10: HEALTH (MS B. MOJAPPELO)
 - THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 11: CULTURE, SPORT & RECREATION (MS P. KHOZA)
 - THE CHIEF FINANCIAL OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS P. MORGAN)
 - THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 13: HUMAN SETTLEMENTS (MS S.A. SEFALA)

SUBJECT: BUDGET BLOCKING

1. PURPOSE

The purpose of this circular is to advise all Provincial Departments in Mpumalanga to implement budget blocking with immediate effect.

2. BACKGROUND

Budget blocking is a function on the financial system BAS and Logis designed to assist Departments in monitoring over-expenditure and spending where there is no budget funds allocated.

3. DISCUSSION

Section 38(1) (g) and 76(2)(e) of the Public Finance Management Act (PFMA) requires the accounting officer of an institution to exercise all reasonable care to prevent and detect unauthorized expenditure and to implement effective, efficient and transparent processes of financial and risk management for this purpose. The budget blocking tool will ensure that unauthorized expenditure (expenditure where there is no budget) is not only detected but prevented as well.

In circumstances where a Department is compelled by one reason or another to spend where there is no budget a Provincial Treasury approval must be requested.

Departments are urged to implement the budget blocking without exception with effect from the date of the signature of this circular.

Kind regards,



MS N.Z. NKAMBA
HEAD OF DEPARTMENT

DATE: 16/4/13