

MPUMALANGA PROVINCIAL GOVERNMENT

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Department of Finance

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Departement van Finansies

Kgoro ya Matlotlo

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PROVINCIAL TREASURY CIRCULAR NO. 25 OF 2010

TO:

THE ACCOUNTING OFFICER: VOTE 1: OFFICE OF THE PREMIER (MR JM RABODILA)
THE ACCOUNTING OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (MR RM MOROPA)
THE ACCOUNTING OFFICER: VOTE 4: COOPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS (MR D MAHLOBO)
THE ACCOUNTING OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT AND LAND ADMINISTRATION
(MS NL SITHOLE)
THE ACCOUNTING OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM (MR RS TSHUKUDU)
THE ACCOUNTING OFFICER: VOTE 7: EDUCATION (MS MOC MHLABANE)
THE ACCOUNTING OFFICER: VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MR KM MOHLASEDI)
THE ACCOUNTING OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (MR IN KHOZA)
THE ACCOUNTING OFFICER: VOTE 10: HEALTH (DR JJ MAHLANGU)
THE ACCOUNTING OFFICER: VOTE 11: CULTURE SPORTS AND RECREATION (MS SP MJWARA)
THE ACCOUNTING OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS NL MLANGENI)
THE ACCOUNTING OFFICER: VOTE 13: HUMAN SETTLEMENT (MR D DUBE)

THE CHIEF FINANCIAL OFFICER: VOTE 1: OFFICE OF THE PREMIER (MS P NGWENYA)
THE CHIEF FINANCIAL OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (MR S SANYANE)
THE CHIEF FINANCIAL OFFICER: VOTE 3: FINANCE (MS PA SEMENYA)
THE CHIEF FINANCIAL OFFICER: VOTE 4: COOPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS
(MR MD SHIPALANA)
THE CHIEF FINANCIAL OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT AND LAND ADMINISTRATION
(MS B LAURENCE)

THE CHIEF FINANCIAL OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM
(MS J HLATSWAYO)
THE CHIEF FINANCIAL OFFICER: VOTE 7: EDUCATION (MR M MAPUTLE)
THE CHIEF FINANCIAL OFFICER: VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (MS PN MOJAPELO)
THE CHIEF FINANCIAL OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (MR BH NGOMA)
THE CHIEF FINANCIAL OFFICER: VOTE 10: HEALTH (MS G MILAZI)
THE CHIEF FINANCIAL OFFICER: VOTE 11: CULTURE SPORTS AND RECREATION (MR M KHOZA)
THE CHIEF FINANCIAL OFFICER: VOTE 12: SOCIAL DEVELOPMENT (MS P MORGAN)
THE CHIEF FINANCIAL OFFICER: VOTE 13: HUMAN SETTLEMENT (MR CT DLAMINI)

PROVISION OF BREAKDOWN PAYMENT REPORT ON GOVERNMENT DEBT OWED TO MUNICIPALITIES PER OUSTANDING ACCOUNT

In terms of Section 64 (3) of the Municipal Finance Management Act no. 56 of 2003, the Accounting Officer must immediately inform the National Treasury of any payments due by an organ of state to the municipality in respect of municipal tax or for municipal services, if such payments are regularly in arrears for the periods of more than 30 days.

The Department of Finance has established a Debtor's Committee that is currently facilitating the settlement of outstanding government debts owed to municipalities for municipal services i.e assessment rates, service charges for electricity, water and sewer.


The Debtor's Committee has convened meetings with the nominated officials who are employed in the expenditure section of your department in order to reiterate the significance to verify the long outstanding invoices that were collected from municipalities and submitted to your department in order to settle these debts. It was also resolved at the Debtor's Committee meeting held on the 16th of September 2010 that the Department of Finance forward a schedule of the invoices to each department for verification and reconciliation.

Therefore, your department is requested to verify and settle the arrears of outstanding municipal accounts owed to various municipalities.

N.B. Please provide both the Municipalities and the Department of Finance with a detailed payment report which reflects a breakdown per outstanding account, not later than 30 September 2010 as this will enable the department to update the current debt status report.

Your cooperation in this regard will be appreciated.

Regards



MR M. MAZIBUKO
HEAD OF DEPARTMENT
DATE 29 Sept 2010