



## **GAUTENG PROVINCE**

TREASURY  
REPUBLIC OF SOUTH AFRICA

**Mr VRP Skosana**  
Gauteng Legislature  
Private Bag X 52  
**JOHANNESBURG**  
2000

Dear Secretary,

**FN009: Regarding the processing of applications for condonation of Irregular And Fruitless And Wasteful Expenditures For The 2021/22 Financial Year, can the MEC please:** \_\_\_\_\_

### **Question 1**

Provide a complete list of all departments and entities who submitted applications for condonement of Irregular, Fruitless and Wasteful expenditure for the 2021/22 financial year.

### **Answer**

Provincial Supply Chain Management (PSCM) is responsible for condonation of irregular expenditure only. See attached excel spreadsheet listing names of departments and entities who submitted applications for condonation during the 2021/2022 financial year.

### **Question 2**

Can the MEC please confirm if all applications for condonement have been assessed by GPT, and if all required documentation was provided to GPT to consider the applications made.

### **Answer**

Yes, all applications for condonation received by GPT were assessed to ascertain whether the applications complied with the provisions/requirements of the Irregular Expenditure Framework issued

by National Treasury (NT) in May 2019, however, not all institutions provided required supporting documentation to qualify the application for further consideration by the Irregular Expenditure Condonation Committee.

**Question 3**

Please confirm if the applications were assessed by the Irregular Expenditure Condonation (IEC) Committee.

**Answer:**

Yes, all applications for condonation were assessed by the Irregular Expenditure Condonation (IEC) based on information and supporting documentation provided by the requesting institution.

**Question 4**

If answer to 3 is yes, please indicate the composition of the IEC committee with details of officials serving on this committee.

**Answer:**

The composition of the IEC committee constituted the following members:

1. Ms. A Jass - CD: Accounting Services (Chairperson)
2. Ms. Samantha Ruiters - CD: PSCM member
3. Mr. Donald Onyango - CD: SFRM member
4. Japtha Mhlongo - CD: ERM member
5. Ms. May Naidoo - Legal representative: member

**Question 5**

Please indicate how many cases/applications were returned to departments and entities where documentation was outstanding to enable the committee to make an informed decision on approving the application or not.

**Answer:**

A total of 21 applications / cases were returned to departments and entities. See a list of returned applications attached for ease of reference.

**Question 6**

Please indicate per application received the R-value of the application with a breakdown of how much was approved and how much was not approved to date.

**Answer:**

A total of **29** applications to the value of **R9 121 548 326,61** for departments and entities were received, a total of **08** applications to the value of **R4 313 681 209,23** applications were approved for condonation. All applications were approved during the 2021/2022 financial year. See attached list for ease of reference.

**Question 7**

Please confirm if there is a set deadline for departments and entities to respond with the outstanding documentation for their applications to be assessed and finalized; and

**Answer:**

Timelines set varied due to the complexity and nature of information or supporting documentation outstanding, however, a standard timeline for departments and entities to respond within 30 days has been set, informed by the revised 2022 PFMA Guideline on Quarterly Reports for Irregular Expenditure.

**Question 8**

Please indicate if any guidelines / training is done by GPT to assist departments and entities to submit complete applications and not to delay the process for condonement.

**Answer:**

NT Frequently Asked Questions portal is accessible by all institutions. Engagement sessions, CFO and SCM forums were conducted by GPT to address delays in the submission of complete applications, and to present, share lessons learnt and clarify common challenges experienced by departments and entities.

Yours sincerely,



**Mr Jacob Mamabolo, MPL**  
**Member of Executive Council for Finance**

Date: 2023/05/02