



MINISTRY OF ENERGY
REPUBLIC OF SOUTH AFRICA

National Assembly Question : 156

156. Ms L V James (DA) to ask the Minister of Energy:

- (1)** What are the details of all expenditure that was found to have been (a) irregular and (b) wasteful in her department for each year from 1 April 2009 up to the latest specified date for which information is available;
- (2)** in respect of each such finding of (a) irregular and (b) wasteful expenditure, (i) what (aa) is the description thereof, (bb) is the value thereof and (cc) action has been taken against the persons accountable for such expenditure and (ii) how much thereof (aa) has been recovered and (bb) from whom? NW170

Reply:

- (1) (a)** Details of all irregular expenditure incurred by the Department of Energy.

| Financial year | Amount |
|-----------------------|---|
| | R,000 |
| 2009/2010 | Department of Energy did not exist |
| 2010/2011 | 112, 363 |
| 2011/2012 | 39, 748 |
| 2012/2013 | 8, 238 |
| 2013/2014 | 75 |

- (b)** Details of wasteful expenditure incurred by the Department of Energy
2009/2010 - Department of Energy did not exist. Since 2010/2011 to date the Department of Energy did not incur any wasteful expenditure

2. (a) Irregular expenditure

| (i) aa Description | (i) bb Value |
|--|--------------|
| | R,000 |
| Failure to comply with department procurement procedures, non-compliance with practice note 8 of 2007/2008 and transfer payments not authorized in accordance with financial delegations | 112, 363 |
| Irregular expenditure relating to office accommodation | 39, 748 |
| Procurement process not followed, services rendered before generating an order and expenditure relating to office accommodation | 8, 238 |
| Procurement process for the catering services during a branch break away and the workshop held on government audit and risk management were not followed. | 75 |

i (cc) All cases of irregular expenditure incurred were directly related to non-compliance to supply chain management processes, i.e. obtaining of original and valid tax clearance certificate however the Department did not suffer any financial losses as a result of such irregular expenditure and in each case of irregular expenditure investigations are conducted in terms of the Department's irregular expenditure framework, and where necessary the human resource disciplinary process is followed.

(b) Wasteful expenditure

Since inception to date the Department of Energy did not incur any wasteful expenditure.

(ii) No amounts were recovered from any individual or officials.