

KWAZULU-NATAL PROVINCIAL GOVERNMENT (KZN) – PROVINCIAL ICT EXPENDITURE

KZN's overview on ICT expenditure for the province. Summary information below is for assessing cost effective and efficient management of ICT resources as per the needs of the province.

CURRENT PROVINCIAL EXPENDITURE ON ICT IS OVER **R845 MILLION**

STATE INFORMATION TECHNOLOGY AGENCY (SITA) IS MANDATED TO PROVIDE COST EFFECTIVE ICT SERVICES FOR KZN. SERVICES INCLUDE PROVISION OF:



SKILLS

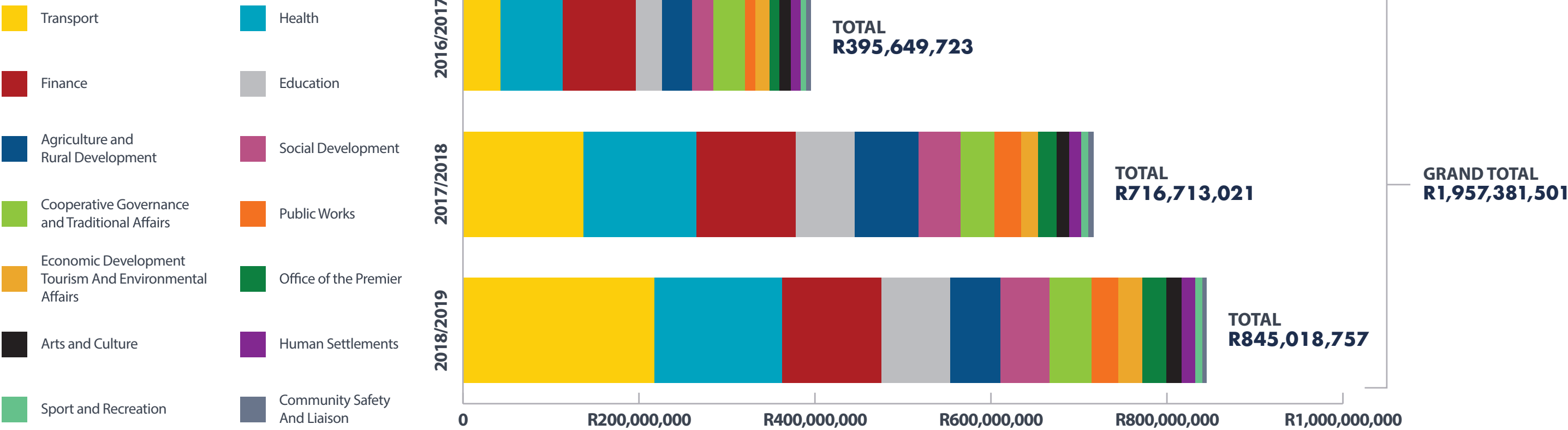


EXPERTISE



FACILITIES

IT RELATED EXPENDITURE BY KZN PROVINCE



ICT EXPENDITURE HAS GROWN BY **113%** BETWEEN 2016/17 AND 2018/19

KEY DRIVERS FOR BUDGET INCREASE ARE SYSTEM AND SOFTWARE REQUIREMENTS FOR RUNNING THESE FOUR GOVERNMENT DEPARTMENTS

FOUR DEPARTMENT'S TOTAL SPENDING ACCOUNTS FOR **63%** IN THE LAST 3 YEARS



TRANSPORT R396.351 MILLION



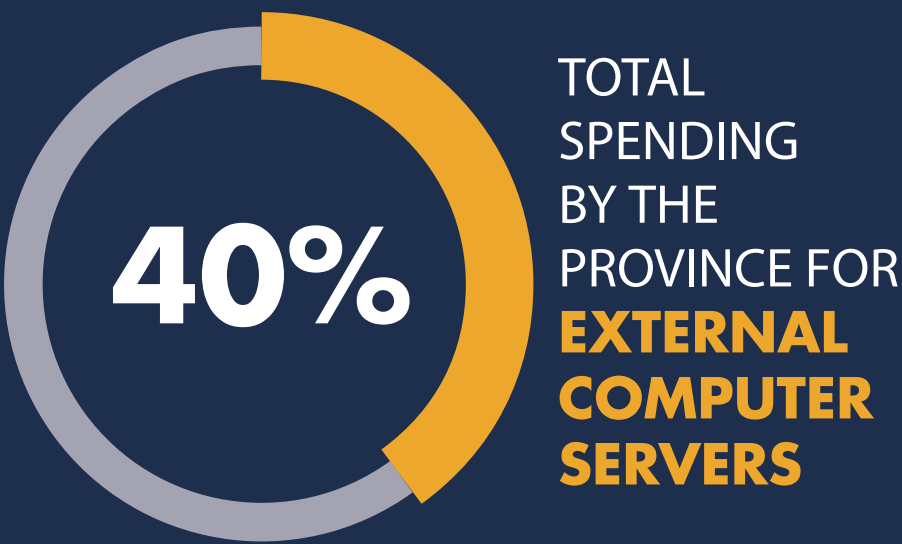
HEALTH R344.529 MILLION



FINANCE/TREASURY R309.012 MILLION

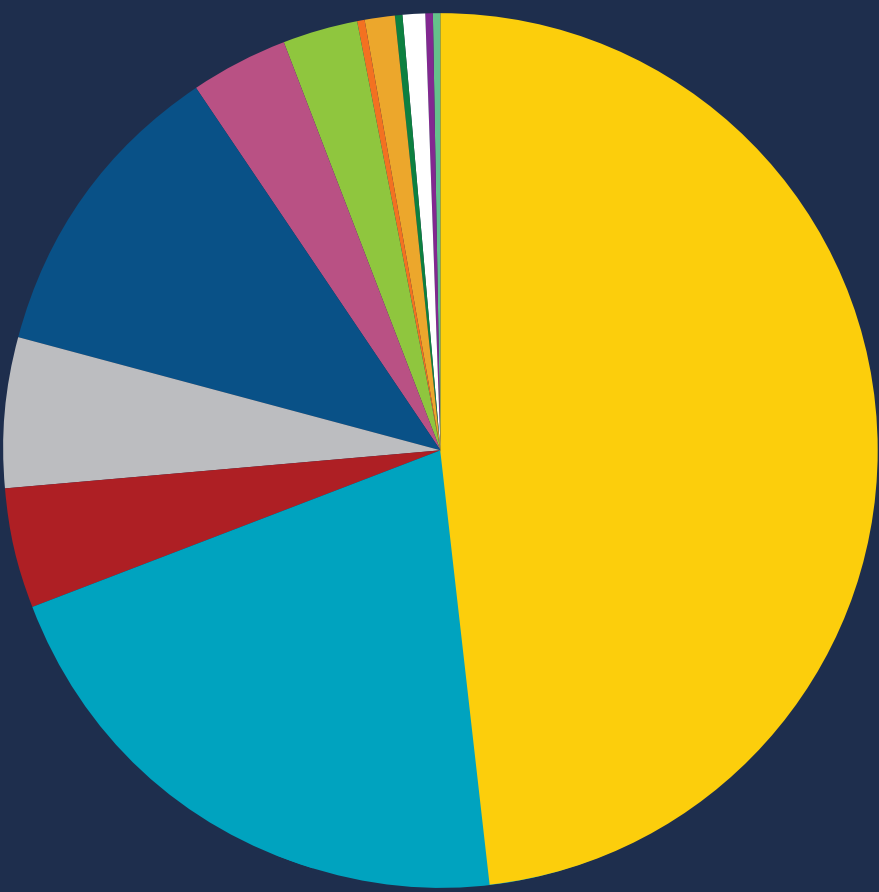


EDUCATION R174.612 MILLION



COSTS FOR EXTERNAL SERVERS HAS GROWN BY **1061%** 2016/17 & 2019/20 EXPENDITURE

REASONS FOR THIS GROWTH NEEDS FURTHER INTERROGATION AND INVESTIGATION



IT RELATED EXPENDITURE BY KZN PROVINCE 2018/19



Action Required:

- Revision of the province's engagement with SITA
- Drafting new agreements that require SITA to disclose mark-ups to ensure negotiation on services that are economical.
- Require National Treasury to provide oversight role regarding services procurement by SITA