

AM AHLATHI LOCAL MUNICIPALITY



OVERSIGHT ON THE ANNUAL REPORT FOR 2022/2023 FINANCIAL YEAR

Signed by:

A handwritten signature in black ink, appearing to be 'Z.A. Qonto', written over a horizontal line.

Cllr Z.A. Qonto
MPAC Chairperson

OVERSIGHT ON THE ANNUAL REPORT OF AMAHLATHI LOCAL MUNICIPALITY FOR 2022/2023 FINANCIAL YEAR

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[Author: MPAC Chairperson/ZAQ]
[Council Meeting: 25 January 2024]

PURPOSE

For the Council to adopt the Oversight on the Annual report of Amahlathi Local Municipality for 2022/2023 financial year.

AUTHORITY

The Constitution of the Republic of South Africa, (1996 as amended). - The Local Government Municipal Structures Act (Act 117 of 1998 as amended). - The Local Government Municipal Systems Act (Act 32 of 2000 as amended) - The Local Government Municipal Finance Management Act (Act 56 of 2003) - Municipal Finance Management Regulations, Circular 11, 32 and 63 - The Standing Rules of Amahlathi Local Municipality - The Municipal Public Accounts Committee Terms of Reference

LEGAL AND/ OR STATUTORY REQUIREMENTS

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 (as amended) the legislative and executive authority of a municipality is vested in its municipal Council.

Section 79(1)(a) of the Municipal Structures Act (Act 117 of 1998 as amended) provides for the Council to establish one or more committees necessary for the effective and efficient performance of any of its function or exercise of any of its powers. Section 46(1)(a) of the Municipal Systems Act (Act 32 of 2000 as amended) states that a municipality must prepare for each financial year an annual report reflecting the performance of the municipality and each external service provider during that year.

Section 129(1) of the Local Government: Municipal Finance Management Act (Act 56 of 2003) states that: " The Council of a municipality must consider the annual report of the municipality and of any municipal entity under the municipality's sole or shared control and by no later than two months from the date on which the annual report was tabled in the Council in terms of 32 section 127, adopt an oversight report containing the Council's comments on the annual report, which must include a statement whether the Council-

- (a) Has approved the annual report with or without reservations;
- (b) Has rejected the annual report; or
- (c) Has referred the annual report back for revision of those components that can be revised."

According to the Municipal Finance Management Act, 2003, Municipalities are enjoined to review the Annual report of the Municipality and municipal entity and develop and adopt an oversight report.

The Terms of Reference of the Municipal Public Accounts Committee provide for the Committee to oversee the Annual Report of the Institution and develop an Oversight Report

BACKGROUND

Local government legislation requires municipalities to prepare annual reports on service delivery and financial performance. The requirement for annual reporting is contained in section 46 of the Municipal Systems Act, 2000 (Act 32 of 2000 as amended), and section 121 of the Municipal Finance Management Act, 2003 (Act 56 of 2003). In addition, the National Treasury (NT) issued Circular 11 of the MFMA, which provides guidance to municipalities on compliance with the above legislation and in accordance with the said Circular:

A municipal annual report must include the following major elements:

1. Annual performance report, comparing the year's performance with the performance objectives established in the IDP, Budget and SDBIPs;
2. Annual financial statements (AFS), Auditor-General's (AG) audit report on the AFS and management's responses to address the AG's audit findings;
3. Other disclosures as required by the MFMA in Sections 121, 123, 124 and 125 (e.g. Councilors and top management compensation, grants, bank accounts, investment information, etc.).

Section 129 (1) of the Municipal Finance Management Act, 2003 and National Treasury's (NT) Circular 32 direct and guide the oversight process and the preparation of the oversight report.

The Municipal Public Accounts Committee are successors in title to the Oversight Committee whose mandate entails, inter alia to:

- a) Lead the process of review of the annual report for Council, through a detailed analysis and engagement with stakeholders.
- b) Engage the Executive and the Administration on issues raised by the Auditor General to get assurance that such issues are attended to.
- c) Prepare the oversight report and to provide Councilors with a more detailed and comprehensive analysis of the annual report than what they would have reached individually and or during the sitting of Council.

The rationale for the establishment of oversight committee is to assist Council in providing better oversight over municipal operations and, ultimately, improve the quality of the annual report so that it can function as an effective performance monitoring tool for Council and citizens.

In terms of the National Treasury guidelines for Councilor's part eleven the Oversight of a municipality is not confined to the financial statements but includes monitoring the service delivery and the level of performance of the Municipality. For this reason, Oversight must "assess effectiveness, efficiency, service quality and municipal productivity and reports on SDBIP implementation that assesses whether promised service delivery targets have been delivered". It assesses whether the services that are delivered to the citizens meet the expectations of the citizens and whether they are of such a quality that is commensurate with the resources invested.

Considering that the review of the annual report may not be effective if done by the whole Council, the Amahlathi Local Municipality Council appointed multi-party Municipal Public Accounts Committee, in line with Guidelines issued by the Department of Cooperative Governance and the National Treasury.

Accordingly, the Municipal Public Accounts Committee is mandated to receive the Annual Report and analyze it to establish if the Municipality has fulfilled its mandate to the electorate in terms of service delivery as well as whether in delivering such services the resources of the institution were utilized in an effective and efficient manner.

On receipt of the Annual report of ALM and the consolidated annual financial statements the Municipal Public Accounts Committee met to consider the annual reports as required in terms of the Act, 2003 and developed a program of action to guide the committee in dealing with the Annual report.

The program of action also includes Public Participation on the Annual Report thus affording communities an opportunity to assess the performance of the Municipality as envisaged in section 16(1)(a)(iii) of the Municipal Systems Act (Act 32 of 2000 as amended). Comments and inputs of the Communities are included in the Oversight Report.

STAFF IMPLICATIONS

None

FINANCIAL IMPLICATIONS

None

RECOMMENDATIONS

- 1) That the Oversight on the Annual Report for 2022/2023 financial year **BE ADOPTED**.
 - 2) That the Directors/Senior Officials, Portfolio Heads and Ward Councilors **BE PART** of the Annual Report Public Hearings to answer/clarify service delivery issues raised by the community members and other participants.
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AM AHLATHI LOCAL MUNICIPALITY



**OVERSIGHT ON THE ANNUAL REPORT OF AM AHLATHI LOCAL
MUNICIPALITY FOR 2022/2023 FINANCIAL REPORT**

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INTRODUCTION

Section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, vests both legislative and executive authority of the Municipality on the Council. This means that Council has the responsibility to oversee the work of the Executive and the Administration of the municipality. The oversight responsibility of the Council is meant to ensure that there are checks and balances in the running of the Municipality and the delivery of services to the community.

Section 152(a) of the Constitution of the Republic of South Africa, 1996 as amended, states that the object of local government is:

“To provide democratic and accountable local government for communities”.

In the light of this provision, it becomes the responsibility of all the political and administrative office bearers to promote a culture of accountability within the entire institution and any municipal entity of which the municipality has sole or shared responsibility or ownership and seek to give effect to the provisions of the Constitution.

The submission of the Annual Report and the Annual Financial Statements to the Council is a step towards attainment of fully accountable governance and enables the Council to exercise its leadership role in ensuring an accountable local government. The submission of the Oversight report on the annual financial statements and the annual report is an area in which the Council must play a meaningful role in terms of ensuring:

1. That the Executive and the Administration comply with the requirements of the Municipal Finance Management Act, 2003 and other relevant legislation in terms of reporting.
2. That the annual report reflects that the Municipality has lived up to its goals and strategies in terms of delivering services to the community as set out in its Integrated Development Plan.
3. That the municipality responds to national and provincial government norms in terms of the development objectives set by those spheres of government.

4. That the interests of the community are served to the extent that the municipality has the capacity and the resources to respond to the needs of the community.
5. That the municipality gives effect to the Integrated Development Plan as required in terms of section 36 of the Municipal Systems Act (Act 32 of 2000 as amended) and the Standing Rules (2014).
6. That the resources of the Institution are applied in an efficient and economic manner to deliver services to the community.

The Council of Amahlathi Local Municipality in considering mechanisms to do effective oversight in terms of the Act resolved to appoint a Municipal Public Accounts Committee to exercise the oversight functions of Council on behalf of Council and report progress in terms of section 79 of the Municipal Structures Act (Act 117 of 1998 as amended). The Terms of Reference of the Municipal Public Accounts Committee include the consideration of the Annual Report and preparation and presentation of an oversight report to the Council for adoption.

SUMMARY OF THE RESOLUTION OF THE COUNCIL ON THE ANNUAL REPORT

The Mayor of Amahlathi Local Municipality, Her Worship Cllr Nomakhosazana Nongqayi, presented the Annual Report and the Audited Annual Financial Statements for the Local Municipality in a Council Meeting on 25th January 2024 in terms of section 127 of the Municipal Finance Management Act (Act 56 of 2003) as part of item 6.3 of the Council Agenda.

RESOLVED

That the 2022/2023 Annual Report with Audited Annual Financial Statements appended to the agenda for the 02/2023/2024 Council Meeting to be held on the 25 January 2024 **BE APPROVED.**

PROCESS FOLLOWED BY THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE IN DOING ITS WORK.

In terms of the Municipal Finance Management Act, 2003 (Act 56 of 2003), section 121 states that: Every Municipality and every Municipal entity must for each financial year prepare an annual report in accordance with this chapter. The Council of the Municipality must within nine months after the end of a financial year deal with the annual report of the Municipality and any of the Municipal entity under the municipality's sole or shared control in accordance with section 129.

The Committee developed a program of action for oversight on the Annual Report. The Program of action which is attached herewith as **Annexure 3B** of this report entailed the following key component:

1. Roll out of the Annual report to Communities for the citizens to be afforded an opportunity to give their views and raise concerns on the performance of the Municipality on service delivery.

MEMBERSHIP

The oversight committee is a committee of council established under section 79 of the municipal structures act 1998. Section 79, allows for co-option of advisory members to a committee, who are not members of the council. Due to the separation of roles and responsibilities, between council and executive committee (MAYOR AND EXCO). It is not appropriate that members of the EXCO be members of the oversight committee.

AM AHLATHI OVERSIGHT COMMITTEE COMPOSED OF THE FOLLOWING MPAC MEMBERS:

- **Cllr Z.A Qonto- Chairperson**
- **Cllr X. Neti**
- **Cllr P.A. Simandla**
- **Cllr M. Gantsho**
- **Cllr Z. Mjandana**
- **Cllr N. Ncevu**

PUBLIC PARTICIPATION ON THE ANNUAL REPORT

Public hearings on the Annual report are a unique opportunity for communities to analyse and give comments on how they view the performance of the Municipality. In this regard the Municipality is able to comply with the provisions of section 16(1) (iii) of the Local Government Municipal Systems Act, 2000 as amended. However successful and effective participation of citizens in these processes depends on the extent to which an enabling environment is created for effective engagement. Thus the support and cooperation of the local municipalities is important so that communities are able to evaluate the performance of local government in their areas.

During the Public Hearings the Committee was accompanied by the Honorable Mayor Mayor who presented the report to the communities. The Committee is pleased to report that it was able to visit all the areas of the local municipality.

The Committee noted that some of the issues raised by communities during the Public Hearings were raised in previous years and there is an indication that the Institution has not been able to resolve them or they are taking longer to resolve. It is the view of the Committee that the Local Municipality is not moving fast enough in resolving the issue.

While the Communities have raised a number of issues, the over-arching impression was that of appreciation of the efforts that are made by ALM in delivering services to communities. Amongst the positive comments of the Communities are the following:

- a. The Amahlathi Local Municipality's consistency in bringing a report to communities on their performance.
- b. Communities appreciate the efforts that are made by ALM in delivering services in view of the backlog inherited from the past.

The details of the comments of the communities are captured in "Annexure 3C" of the report

INTERACTION WITH THE EXECUTIVE AND THE ADMINISTRATION

An important component of the oversight on the Annual report is the interaction between the Municipal Public Accounts Committee, the Executive and Administration. The purpose of the interaction is for the Municipal Public Accounts Committee to get assurance that matters raised by the Auditor General are receiving the attention of the Administration and the Executive and that there are plans in place to systematically deal with the matters and resolve them timeously . Due to the tight schedule of the ALM calendar, it was not possible to meet with the Executive and the Administration before the committee undertook the process of the public hearings.

SUMMARY OF CONCLUSIONS OF COUNCIL WITHOUT RESERVATIONS EXPRESSED ON THE ANNUAL REPORT AND THE ANNUAL FINANCIAL STATEMENTS OF ALM

The Municipal Public Accounts Committee has reviewed the Annual report and consulted communities in the process. The Committee is satisfied that the information provided by the Executive and the Administration during the interactive sessions is a fair representation of the state of affairs within the Municipality. The Committee therefore recommends that the Annual report of Amahlathi Local Municipality be adopted.

ANNEXURE 1A

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE PROGRAM OF ACTION

Terms of Reference/Objectives	Activity	Frequency	Expected Outcomes
Ensure accountability, efficiency and effectiveness of Executive and Administration	Expenditure on Municipal Infrastructure Grant conducted by the Municipal Public Accounts Committee	Quarterly	<p>The MPAC is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight committee. They are further required by ALM TOR's to visit the ALM projects at any stage of their implementation so as to:</p> <ul style="list-style-type: none"> i) Assess the level of community satisfaction on the implementation of the project. ii) Assess the impact of the project on the community and establish whether the resources of the Institution are effectively utilised. iii) Identify any challenges in the implementation of projects and advise council for corrective action.
Ensure capacity building for the committee	Municipal Public Accounts Committee Ordinary meeting	Quarterly	To share information and discuss issues at hand
	Arrange training for the committee	On-going/As and when is requested by the committee.	To strengthen capacity of committee. To develop probing and investigative skills.
	Meetings with the Audit Committee	Quarterly	<ul style="list-style-type: none"> - Discuss opinions on financials. - Share information on IA processes - Get opinion of IA on Financial Statements and Audit Process.

Terms of Reference/Objectives	Activity	Frequency	Expected Outcomes
Ensure Community participate in review of Municipal Performance	Conduct Public Hearings on the Annual Report	Annually	- Community inputs into Municipal Performance.
Prepare oversight report on annual report	Meetings with the Mayor, Mayoral Committee and Management	Annually	- Get responses on issues raised by AG on the Annual Report. - Provide assurance to Council and communities.
Ensure Clean and Accountable governance	Investigations into fruitless and wasteful expenditure	As and when requested by Council	Promote transparent and accountable governance.

Signed by:



**MPAC CHAIRPERSON
CLLR Z.A.QONTO**

ANNEXURE 1B

AM AHLATHI LOCAL MUNICIPALITY



MPAC TERMS OF REFERENCE

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1. GENERAL DEFINITIONS

1.1 General definitions

1.1.1 In this Audit Committee and Performance Audit Committee Charter, unless the context indicates otherwise, a word or expression to which a meaning has been given, has the same meaning, and –

“Accounting Officer”	means the Municipal Manager, referred to in section 60 of the Act
“Act”	means the Municipal Finance Management Act, Act 56 of 2003
“Committee”	means the Municipal Public Accounts Committee established in terms of section 79 of the Municipal Systems Act, means the Audit Committee and Performance Audit Committee established in terms of Section 166 of the Act and the Performance Audit Committee established in terms of the Local Government Municipal Planning and Performance Regulations, 2001.
“Chief Financial Officer”	means the employee designated in terms of MFMA who performs such budgeting, and other duties as may in terms of section 80 & 81 of the MFMA be delegated by the accounting officer to the chief financial officer.
“Local Municipality”	means a municipality that shares municipal executive and legislative authority in its area with a district municipality within whose area it falls, and which is described in section 155(1) of the Constitution as a category B municipality
“Employee”	means a person in the employ of the Local Municipality
“External Auditors”	means the Auditor-General
“Internal Audit Function”	means an internal audit component as constituted by Council.
“MPAC”	means a Municipal Public Accounts Committee as constituted by Council.
“TOR’s”	means the Terms of reference as adopted by Council.

2. INTRODUCTION AND PURPOSE

- 2.1 The Municipal Public Accounts Committee (MPAC) is established in terms of Section 79 of the Municipal Structures Act as a Committee of Council for the efficient and effective performance of its functions. The MPAC Terms of Reference (TOR's) is the statement of its functions and responsibility as delegated by the Council. The Terms of Reference states the purpose of the Committee and its specific responsibilities. MPAC is the Committee of the Council and answerable to the Council on performance of its functions. MPAC's recommendations are only binding when adopted as Council resolutions.
- 2.2 The role of MPAC is to serve as an oversight Committee and to review Amahlathi Local Municipality's Annual Report with specific focus on the financial aspects as contained in the Auditor-General's Report and also when instructed by the Council to advise Council in respect of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA).
- 2.3 The Committee (MPAC) is a link in the accountability chain and plays accountability role at the local sphere of government. It enhances the accountability process by ensuring that there is objective political oversight in addition to the other governance committees, such as Council Executive, Executive Committee (EXCO), Finance Portfolio and the Audit Committee.
- 2.4 MPAC will assist Council to hold the executive and municipal agencies to account as well as ensure the efficient and effective use of public finance.
- 2.5 The MPAC enables the Council, in respect of financial management, to fulfil its constitutional obligation to scrutinize and oversee executive action with regards to financial administration and non-financial activities.

Oversight in the Municipality enables the Council to:

- gain the trust of the voters on good governance related to public resources;
- to improve service delivery and performance;
- to hold the executive and administration accountable for their stewardship on policy implementation and use of municipality funds;
- to enables councilors to evaluate the performance of the municipality against the set and agreed targets;
- to report on performance of the municipality to their constitutions; and
- to enhance the integrity of the municipality and thereby installing confidence by the local communities.
- Monitor, implementation of recommendations by the AG Audit Committee and Internal Audit.

- 1.6 Request the support of Internal and/or external Auditors for advisory when necessary for any function assigned through council resolution

3. THE COMMITTEE'S MANDATE

- 3.1 **Responsibilities related to management and internal control-** The Committee should advise Council in carrying out its responsibilities in terms of the Municipal Structures Act. The following amongst others, would be expected from the Committee: To consider and evaluate the content of the following reports submitted to Council by the Executive Mayor and to make recommendations to Council in respect of such reports;
- i) Quarterly Supply Chain Management Reports;
 - ii) Quarterly Performance Reports;

- iii) Quarterly reports of the on the implementation of the Service Delivery and Budget Implementation Plan (SDBIP) to assess the effectiveness, efficiency and quality of services rendered and/or goods purchased; and to ascertain whether specific promised service delivery targets have been met;
 - iv) Section 71 and section 72 reports
- a) The MPAC is also empowered to invite persons with relevant experience both internally and externally to attend its meetings as it deems fit
 - i) To consider and evaluate the content of the annual report, and draft an oversight report in accordance with Section 129(1) of the MFMA, within two months of the annual report being tabled in Council. The oversight report must include a statement recommending that Council:
 - ii) approve the annual report with or without reservations;
 - iii) reject the annual report;
 - iv) refer the report back for revision of those components that can be revised;
- b) Promote the effectiveness of the Municipality's internal control system regarding, financial, operational and Compliance with applicable laws and regulations ;
- c) Perform any other functions assigned to it through a resolution of council within its area of responsibility;
- d) Understand the scope of internal and external auditors' review of internal controls over financial reporting and obtain reports on significant findings and recommendations, together with management's responses;
- e) Interrogate the content, quality, adequacy, reliability and accuracy of the financial information (monthly and quarterly reports) provided to Council and other users of such information;
- f) Interrogate any accounting and auditing concerns identified as a result of internal and external audits performed;
- g) Interrogate the Auditor-General's management letter and management's response;
- h) Recommend/ investigate changes in accounting policies and practices; and
- i) Recommend adjustments resulting from the audit;
- j) By way of a resolution of Council, to investigate the recoverability of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2)(a) and (b) of the MFMA;
- k) Play an oversight role by conducting Departmental visits through the office of the Mayor;

3.2 Responsibilities related to the Internal Audit function and Audit Committee-The Committee should ensure that the Internal Audit function performs its responsibilities effectively and efficiently through:

- a) Assist Internal Audit in promoting good governance, transparency and accountability on the use of municipal resources
- b) MPAC should interrogate the audit reports of the municipality;
- c) Evaluate the extent to which the Audit Committee's and Internal Audit's recommendations have been implemented;
- d) Recommend or undertake any investigation in its area of responsibility, after reviewing any investigation report already undertaken by the Internal Audit;
- e) MPAC should request the support of Internal Auditors for advisory when necessary for any function assigned through Council Resolution;
- f) Request advice from Internal Audit on the technical content of MPAC reports;
- g) Have meetings with the Internal Auditors as deemed necessary;
- h) Request advice from audit committee on the adequacy reliability and accuracy of financial reporting and information, performance management, effective governance compliance with the MFMA and the Division of Revenue Act and other local government applicable legislation.

- i) The Committee shall be entitled to visit the ALM projects at any stage of their implementation so as to:
 - i) Assess the level of community satisfaction on the implementation of the project;
 - ii) Assess the impact of the project on the community and establish whether the resources of the Institution are effectively utilised;
 - iii) Identify any challenges in the implementation of projects and advise council for corrective action;
- j) The following procedure will be followed when MPAC project visits take place:
 - i) MPAC develops a report;
 - ii) MPAC meeting the Executive Mayor and Municipal Manager to appraise them on MPAC findings;
 - iii) The Mayor and Municipal Manager develop action plans or provide comments to add to MPAC findings;
 - iv) MPAC report with recommendations is tabled to Council;
 - v) Within 30 days, the Mayor and Municipal Manager meet with MPAC to appraise MPAC on actions taken;
 - vi) Municipal Manager reports to Council on steps taken to address issues raised by MPAC;
 - vii) In this process the independence of MPAC must be maintained unless it is a matter of urgency, the Committee must liaise with the Municipal Manager in respect of proposed site visits, to ensure that officials and/or service providers are on site to provide project related information to the Committee, as well as to ensure that interruptions to the projects to be visited are minimized.
 - viii) Committee should develop effective follow-up procedures to determine if action has been taken to implement its recommendations;
 - ix) Replies to recommendations of the committee are required from the accounting officer or any structure;
 - x) Replies should indicate the action taken to deal with the problem;
 - xi) Replies to questions must be provided to the committee within 30 days after the date of the resolution of the committee;
 - xii) When it is not feasible to provide information within the stipulated period the responsible department must furnish reasons with reasonable timeframes.

3.3 Responsibilities related to External Audit performed by the Auditor-General

- a) MPAC should convene meetings and hearings as and when it is required;
- b) Request advice on the technical content of MPAC reports.
- c) Ensure that there are no restrictions or limitations placed on the auditors;
- d) Examine audit results and contents of financial information and the action plans of management;
- e) Meet with the External Auditors at their request as they deem necessary;
- f) Ensure direct access by the External Auditors to the Committee, the Chairperson of the Committee and the Executive.

3.4 Responsibilities related to Performance management and Performance evaluation

- a) Interrogate the reports of the internal auditors covering the performance measurements of the Municipality.
- b) Interrogate the Municipality's performance management system and make recommendations in this regard to Council.

- c) In reviewing the Municipality's performance management system the Committee should focus on economy, efficiency, effectiveness and impact in so far as the key performance targets set by the Municipality are concerned.

3.5 Responsibilities related to the public

- a) Participate in the public hearings;
- b) Provide comments on matters referred to the public;
- c) Committee hearings are open to the public, however, in-camera Hearings may be held if the Committee is of the view that the matters in question may impact on rights to privacy or any other rights protected by the Constitution.

3.6 Risk Management

- a) The Committee should ensure that a risk register exists;
- b) The Committee should consider the overall risk management processes in the Municipality.
- c) The typical risks inherent to the functions and activities of the Municipality as well as the management and control of such risks;
- d) Ensure that all projects are registered within the risk register;
- e) Details of the action plans of management to control the level of risk;

3.7 Compliance Management

- f) Investigate the effectiveness of the systems for monitoring compliance with laws and regulations and the results of management's investigation and follow-up (including disciplinary action) of any instance of non-compliance;
- g) Ensure that the Committee's activities comply with all requirements, as determined by any applicable legislation and regulations promulgated there under, as well as any regulatory/supervisory authority and shall review the Municipality's compliance with any statutory requirements and regulations, in respect of accounting and financial reporting;
- h) Request and consider reports and presentations by management on measures implemented to ensure compliance with statutes, internal policies, procedures and controls, including accounting systems and record keeping controls, information systems and technology controls, internal auditing processes, management information systems and reports applied to the day to day management of the Municipality's business, and review the internal control structure including financial control, accounting systems and reporting; and
Consider the impact of new legislation on the affairs of the Municipality

3.8 Review the annual financial statements

- a) According to section 166 (2)(b) of the Act, the Committee must interrogate the Annual Financial Statements to provide the Council of the Municipality with an authoritative and credible view of the financial position of the Municipality, its

efficiency and effectiveness and its overall level of compliance with the Act, the annual Division of Revenue Act and any other applicable legislation.

- b) Review the reasons for major fluctuations in the financial results (current year compared with prior years).

3.9 Special investigations

- a) Where circumstances necessitate, the Committee may undertake special investigations referred to it by Council without having to wait for an investigation report already undertaken by the Internal Audit.

3.10 Other responsibilities

- a) Perform any other functions assigned to it through a resolution of council within its area of responsibility.
- b) Advise on matters relating to:
 - i) Effective governance; and
 - ii) Any other issues referred to it by the Council

4. Reporting To Council

- a) The Committee has no executive powers, however, the findings and recommendations of the Committee carry considerable weight for good governance. The committee submits report to Council on its recommendations as soon as possible after adoption. These recommendations are submitted to Council for consideration and approval.
- b) The MPAC must discuss and adopt its report for Council, as the MPAC is a committee of the council, its reports are submitted directly to the council without being submitted to the EXCO.
- c) The name of individuals are included in its reports. These reports would then be considered at in-committee meetings.
- d) The MPAC should be able to communicate freely with the Speaker on the inclusion of reports of the MPAC in the Council agenda.

5. COMPOSITION OF THE COMMITTEE

5.1 Membership

- a) The MPAC shall comprise of councilors, excluding any councilor serving as an Executive Mayor or Deputy Executive Mayor, Mayor or Deputy Mayor, Speaker, Whip or a member of Mayoral Committee.
- b) As a committee established in terms of Section 79 of the Structures Act, the Committee is authorized by Council to co-opt advisory members who are not members of Council, but within the limits determined by Council
- c) MPAC members may not serve in other Committees of Council to minimize possible conflict of interest.

Members ought to represent a wide range of experience and expertise available in Council and represent various political affiliations.

- d) Councillors serving on MPAC shall be appointed for a term as determined by Council.
- e) The Council may dissolve the MPAC at any time by way of a Council resolution.

5.2 Chairperson

- a) The Chairperson of the Committee is to be appointed by Council resolution.
- b) The Council may consider making the position of Chairperson of the Committee full-time.
- c) If the chairperson of the committee is unable to attend a particular meeting, the members present will elect an acting chairperson for that meeting.

5.3 Secretariat of the Committee

- a) In order for the MPAC to be effective in executing its functions, officials in the Legislative and Executive Support Department will provide support to the Committee to coordinate and undertake research activities, and will also provide secretarial and administrative support as required by the committee work programme.
- b) MPAC Chairperson shall have direct access to the Attorneys of the Municipality for advice and review on any investigation report undertaken by the MPAC Committee.
- c) The Committee's annual budget shall be under the control and management of the Legislative and Executive Support department.
- d) Council must ensure adequate provision of financial and other resources to ensure that the Committee fulfils its mandate.

6. OPERATION

6.1 Frequency of meetings

- a) The meetings of MPAC shall be included in the annual calendar of Council and will sit on quarterly as determined by Council in its schedule of meetings, but special meetings may be called when necessary to consider urgent matters as mandated by Council.
- b) Agendas for the meetings shall be issued at least seven days prior to a meeting.
- c) The standard rules for the Council shall apply to MPAC.
- d) The meetings of the MPAC should, as far as is possible and practical, be open to the public in accordance with section 160(7) of the Constitution.

6.2 Quorum

- a) The quorum for meetings will be 50% plus 1 of the members of the Committee.

6.3 Conflict of interest

- a) Subject to the provisions of any act, regulation or prescript, where a member of the Committee has an interest in a matter being considered, this interest shall be declared at the beginning of the proceedings of the meeting and the member must recuse him/ herself from the decision making process.

6.4 Access to information

- a) MPAC is authorized to seek any information from and have access to any Councilor and/employee, and to direct all Councilors or employees to cooperate with any request by the Committee.

- b) MPAC has unrestricted access to information relating to all personnel, books of account, records, assets and liabilities of the Council and to any other sources of relevant information that may be required from the Council for the purpose of its duties and responsibilities, however MPAC has to notify the office of the Municipal manager, unless the Municipal Manager is implicated in the matter.
- c) Head of departments should provide information within 7 working days failing which, the MPAC Chairperson will direct the request to the Office Municipal Manger and if there is no response from the M.M either, the Committee shall forward the matter to Council.
- d) It shall have the authority to instruct committee members, management and other employees of the council to be present at any given meeting for possible interview and/or give input regarding items on the agenda.
- e) MPAC committee has an authority to obtain legal, technical and other specialized assistance required to exercise its functions and duties but that should be within the budget approved for the committee and subject to the supply chain management policy where applicable.
- f) The MPAC shall have direct access to internal and external auditors and to direct investigations into any matters referred to it by Council.
- g) The committee should have permanent referral as they become available of :
 - i) All financial statements and the Annual Report of the municipality and its municipal entities as part of the Committee's oversight process;
 - ii) Audit opinion, other reports and recommendations from the Audit committee;
 - iii) Reports in respect of transgressions in terms of the MFMA pertaining Sections 32(2) of the MFMA;
 - iv) Information in respect of transgression in terms of the MFMA pertaining to the Council and its Municipal Entities, i.e. failure to prepare and adopt the Annual Report as well as the submission and auditing of the annual financial statements;
 - v) Feedback on corrective action taken in respect of recommendations by the MPAC;
 - vi) Information in respect of any disciplinary action taken in terms of the MFMA where it relates to an item that is currently serving or has served before the committee;
 - vii) Any other audit report from the municipality; and
 - viii) Performance information of the municipality;
- h) The Standing Rules for the Council applies to the Committee and provide various other rights and powers to the Committee to assist it in carrying out its functions effectively, for example:
 - i) The power to work with other committees of Council.
 - ii) The right of other Committee Members to attend in an observation capacity will be accommodated, but participation in the Committee hearing will be at the discussion of the MPAC Committee members.
- i) To ensure that the Council oversight report as envisaged in Section 129 of the MFMA is prepared for adoption by Council and that corrective action has been taken in respect of the comments and resolutions in respect of the oversight report.

6.5 Confidentiality

- a) The Committee undertakes that it will not, at any time, disclose confidential information to any third party for any reason or purpose whatsoever without the express prior written consent of the Municipal Council.

6.6 Notice of meetings

- a) Notice of each meeting shall be given in writing to all members of the Committee, at least fourteen days prior to the date on which such meeting is to be held.

6.7 Agenda, papers and distribution

- b) The agenda of each meeting shall be prepared and distributed at least seven days prior to the meeting date. Any person attending the meeting may add items to the agenda up to three days before the agenda is finalized. Such items must be provided to the secretary of the Committee.

6.8 Minutes

- a) The secretary shall prepare draft minutes of the meeting for review by the Chairperson within 10 working days of a meeting. The minutes shall be tabled at the next meeting of the Committee for adoption.

7. OTHER MEETINGS OF THE CHAIRPERSON

- a) Should the external auditors, internal auditors, audit committee or legal manager or any other party request an audience from the Committee, the Chairperson shall consult the other members prior to convening such a meeting;
- b) The Chairperson may at his/ her discretion meet separately with the external auditors, internal auditors, audit committee or management to discuss any matter;

8. EVALUATION OF THE EFFECTIVENESS OF THE COMMITTEE

- a) Although the effectiveness evaluation of the Committee is the responsibility of the Council, the Committee shall conduct a self-assessment evaluation on an annual basis. The results of the evaluation shall be made available to the members and Council as soon as convenient.
- b) At the last meeting of each financial year, the Committee shall conduct an evaluation of the Committee's Terms of Reference, and will make any recommendations to improve the effectiveness of the Committee, as may be required.
- c) The Council must also evaluate the effectiveness of the MPAC annually.

9. APPROVAL

- a) These Terms of Reference are hereby adopted as the guiding document for existence and operation of the Amahlathi Local Municipality's Municipal Public Accounts Committee.



CHAIRPERSON OF THE COMMITTEE

DATE: 13/02/2023



AM AHLATHI LOCAL MUNICIPALITY



**INVESTIGATION OF UNAUTHORISED,
IRREGULAR, FRUITLESS AND WASTEFUL
EXPENDITURE**





AMAHLATHI LOCAL MUNICIPALITY

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE REPORT

Kindly note that this document is not for the public domain and therefore should be kept private up until such a time it becomes published and further note that according to section 117 of the MFMA Councillors are barred from serving on municipal tender committees. Please bear in mind that this is not a meeting to the effect stated above but it is just to ensure that the process unfolds efficiently and effectively.

MPAC CHAIRPERSON
CLLR Z.A.QONTO

DATE
05/05/23

AM AHLATHI LOCAL MUNICIPALITY



INVESTIGATION OF IRREGULAR EXPENDITURE FOR 2018 & 2019 FY

IRREGULAR EXPENDITURE FOR 2018 & 2019 FINANCIAL YEAR

[File No.....]
[Author: MPAC Chairperson: ZA/Q]
[Ordinary Council Meeting: 25 May 2023]

Purpose

The purpose of this communication is to provide a report to the council on the investigation of irregular expenditure.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise Council in respect of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA).

Irregular expenditure is defined in section 1 of the MFMA as follows:” Irregular expenditure”, in relation to a municipality or municipal entity, means-

- (a) Expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with , a requirement of this Act ,and which has not been condoned in terms of section 170;
- (b) Expenditure incurred by a municipality or municipal entity in contravention of ,or that is not in accordance with , a requirement of the Municipal Systems Act ,and which has not been condoned in terms of that Act;
- (c) Expenditure incurred by a municipality in contravention of ,or that is not in accordance with , a requirement of the Public Office – Bearers Act ,1998 (Act No 20 of 1998); or
- (d) Expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of Supply Chain Management Policy of the municipality or entity or any of the municipality’s by-laws giving effect to such policy or by-law, but excludes expenditure by a municipality which falls within the definition of “unauthorized expenditure”.

In this context 'expenditure 'refers to any use of municipal funds that is in contravention of the following legislation:

- Municipal Finance Management Act , Act 56 Of 2003 , and its regulations;
- Municipal Systems Act ,Act 32 of 2000, and its regulations;
- Public Office –Bearers Act ,Act 20 of 1998, and its regulations; and
- The municipality's supply chain management policy and any by-laws giving effect to that policy.

Authority

The Constitution of the Republic of South Africa, 1996 as amended.
The Local Government Municipal Structures Act (Act 117 of 1998)
The local Government Finance Management Act (56 of 2003),
The Municipal Supply Chain Management Regulation.

Legal / Statutory Requirement

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, the legislative and executive powers of a municipality are vested in its municipal council. In terms of this provision the council is expected to develop mechanisms to ensure a balance in the performance of both functions compromise to the principle of separation of powers.

Section 79 of the Local Government Municipal Structures Act (Act 117 of 1998 as amended) makes provision for the Municipal Council to

(b). Establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers.

CONCLUSION

During the investigation, the committee discovered that the expenditure incurred is due to SCM processes that were not properly followed. Even though the processes were not properly followed

- (a) Services were rendered and they were rendered at a market value.*
- (b) Value of work matched what was paid for.*

The conclusion and recommendations are based on the information obtained through inquiry meetings with officials deemed relevant for the investigation and scrutiny of documents obtained.

RECOMMENDATIONS

- 1) That the Council **APPROVES THE WRITE OFF** of irregular expenditure that amounts to R 7 674 338, 47 for the following years:
 - > Irregular expenditure as at 30 June 2018 – R 7 389 413,20
 - > Irregular expenditure as at 30 June 2019 - R 284 925,27
 - 2) That the SCM processes are followed at all material times.
 - 3) That the politicians not to interfere with admin work / SCM processes
-

List of Irregular Expenditure as at 30 June 2018

Cheque No.	Date	Name of Payee	Amount	Reason
ADC 003/17	27/11/2017	Adv Luvuyo Bono	R 148 165,00	No competitive bidding process was followed
ADV/001/17	07/08/2017	Adv Luvuyo Bono	R 19 200,00	No competitive bidding was followed
ADV/001/18	15/08/2017	Adv Luvuyo Bono	R 25 600,00	No competitive bidding was followed
ADV001/18	07/05/2018	Advocate Luvuyo Bono	R 102 757,50	No competitive bidding process was followed
ADV001	21/07/2017	Advocate Luvuyo Bono	R 108 500,00	No competitive bidding process was followed
ADV001	21/07/2017	Advocate Luvuyo Bono	R 44 800,00	No competitive bidding process was followed
GRVD0688	10/10/2017	Arms Audit	R 332 166,00	No competitive bidding process was followed
560	14/12/2017	Arms Audit	R 498 700,00	No competitive bidding process was followed
GRVD1834	22/02/2018	Arms Audit Services	R 200 000,00	No competitive bidding process was followed
	30/06/2018	Catering Services	R 1 950 269,00	Proper SCM processes were not followed
1483	22/09/2017	L & B Enterprise	R 3 842,00	3 quotes were not obtained
GRV02590	17/05/2018	Lionel Trichardt & Associates	R 18 144,98	No competitive bidding process was followed
GRV00467	04/10/2017	Lionel Trichardt & Associates	R 33 652,80	No competitive bidding process was followed
9759	30/11/2017	Lionel Trichardt & Associates	R 50 160,00	No competitive bidding process was followed
1671/2017	04/08/2017	Lionel Trichardt	R 185 631,93	No competitive bidding was followed
9759	12/09/2017	Lionel Trichardt	R 35 157,60	No competitive bidding was followed
GRV01723	15/02/2018	Lionel Trichardt & Associates	R 231 695,04	No Competitive bidding process was followed
AM/03/17	12/09/2017	Patel & Associates	R 306 894,00	No competitive bidding was followed
001	06/11/2017	Patel & Associates	R 248 702,00	No competitive bidding process was followed
AM/01/18	22/05/2018	Patel & Associates	R 172 094,40	No competitive bidding process was followed
AM/001		Patel & Associates	R 239 411,00	No competitive bidding process was followed
AM/001		Patel & Associates	R 419 936,21	No competitive bidding process was followed
AM/001		Patel & Associates	R 324 604,00	No competitive bidding process was followed
Z00149	15/08/2017	Red Alert	R 18 540,67	No competitive bidding was followed
15178	18/10/2017	Red Alert	R 12 896,95	No competitive bidding process was followed
GRV01459	01/01/2018	Red Alert	R 342,00	No competitive bidding process was followed
GRV01600	25/01/2018	Red Alert	R 15 718,45	No competitive bidding process was followed
GRV02191	06/04/2018	Red Alert	R 14 875,30	No competitive bidding process was followed
GRVD2488	14/05/2018	Red Alert	R 488,75	No competitive bidding process was followed
RED001	06/06/2018	Red Alert	R 5 675,18	No competitive bidding process was followed
RED001		Red Alert	R 18 464,75	No competitive bidding process was followed
RED001		Red Alert	R 13 563,17	No competitive bidding process was followed
01/2017	29/08//2017	Shweme General Trading	R 404 264,58	No competitive bidding was followed
SHWE/001	27/27/2017	Shweme General Trading	R 571 882,26	No competitive bidding was followed
SHWE/001	27/08/2017	Shweme General Trading	R 167 617,68	No competitive bidding was followed
001	13/09/2017	Tyekana Protection & Cleaning	R 60 000,00	3 quotes were not obtained
0002	11/10/2017	Tyekana Protection Services	R 265 000,00	No competitive bidding process was followed
PO00925	30/10/2017	Unakho Business Solutions	R 120 000,00	Reason for the deviation not valid

R 7 389 413,20

List of Irregular Expenditure for the year ending 30 June 2019

<u>Date</u>	<u>Name of Payee</u>	<u>Amount</u>	<u>Reason</u>
30/07/2018	Counterpoint trading	R 176 161,04	No competitive bidding process was followed
30/08/2018	Red Alert	R 15 482,55	No competitive bidding process was followed
01/10/2018	Red Alert	R 12 401,80	No competitive bidding process was followed
31/10/2018	Red Alert	R 707,25	No competitive bidding process was followed
01/11/2018	Red Alert	R 12 401,80	No competitive bidding process was followed
30/11/2018	Red Alert	R 402,50	No competitive bidding process was followed
01/12/2018	Red Alert	R 12 401,18	No competitive bidding process was followed
31/12/2018	Red Alert	R 7 101,25	No competitive bidding process was followed
02/01/2019	Red Alert	R 3 540,44	No competitive bidding process was followed
11/01/2019	Red Alert	R 10 229,86	No competitive bidding process was followed
01/02/2019	Red Alert	R 3 540,44	No competitive bidding process was followed
02/02/2019	Red Alert	R 10 229,86	No competitive bidding process was followed
01/03/2019	Red Alert	R 12 907,80	No competitive bidding process was followed
01/04/2019	Red Alert	R 764,75	No competitive bidding process was followed
01/04/2019	Red Alert	R 1 707,75	No competitive bidding process was followed
02/05/2019	Red Alert	R 764,75	No competitive bidding process was followed
02/05/2019	Red Alert	R 1 707,75	No competitive bidding process was followed
01/06/2019	Red Alert	R 764,75	No competitive bidding process was followed
01/06/2019	Red Alert	R 1 707,75	No competitive bidding process was followed
	Total Amount	R 284 925,27	

Amathlathi Local Municipality

Working Document for Treatment of Irregular Expenditure-2018

Date of payment	Name of paper	Amount paid	Description of the goods or services purchased	Person liable (Official or Public Officer or Other Entity)	Type of Expenditure (Irregular or Regular)	Was a competitive bidding process followed?	Was the expenditure incurred in the ordinary course of business?	Was the expenditure incurred in the ordinary course of business?	Was the expenditure incurred in the ordinary course of business?	Was the expenditure incurred in the ordinary course of business?	Should the council consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value
1 07-08-2011	Adv Luvuyo Bono	R 148 165,00	Legal services	Appointed to do Labour Relations matters	Irregular expenditure	No competitive bidding process was followed	Yes	No	Yes	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value
2 15-08-2017	Adv Luvuyo Bono	R 19 200,00	Legal services	Appointed to do Labour Relations matters	Irregular expenditure	No competitive bidding process was followed	Yes	No	Yes	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value
3 07-05-2018	Adv Luvuyo Bono	R 25 600,00	Legal services	Appointed to do Labour Relations matters	Irregular expenditure	No competitive bidding process was followed	Yes	No	Yes	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value

4	21-07-2017	Adv Luvuyo Bono	R 102 757,50	Legal services	Appointed to do Labour Relations matters	Irregular expenditure		Complete	No competitive bidding process was followed	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
5	10-10-2017	Adv Luvuyo Bono	R 108 500,00	Legal services	Appointed to do Labour Relations matters	regular expenditure		Complete	No competitive bidding process was followed	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
6	14-12-2017	Adv Luvuyo Bono	R 44 800,00	Legal services	Appointed to do Labour Relations matters	Irregular expenditure		Complete	No competitive bidding process was followed	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.

7/22-02-2018	Arms Audit	R 332 188,00	Legal services	Appointed to do forensic investigation	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
8/30-06-2018	Arms Audit	R 498 700,00	Legal services	Appointed to do forensic investigation	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
9/22-09-2017	Arms Audit Serv.	R 200 000,00	Legal services	Appointed to do forensic investigation	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.

10-17-05-2018	Catering Services	R 1 950 269.00	Catering Services for political officer's events	Irregular expenditure	Complete	Proper SCM processes were not followed	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
11-04-10-2017	L&E Enterprise	R 3 842.00	Courier services for urgent deliveries	Irregular expenditure	Complete	3 quotes were not obtained	Yes	No	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
12-30-11-2017	Lionel Trichardt & Associates	R 18 144.98	Legal services for the following: Plaintiff, Investigator, Standardt abou	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	No	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.

13	04-09-2017	Lionel Trichardt & Associates	R 33 652,80	Legal services for the following: Plant Hire, Investigations, Standardization	Legal services for the following: Plant Hire, Investigations, Standardization	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value.
14	12-09-2017	Lionel Trichardt & Associates	R 50 760,00	Legal services for the following: Plant Hire, Investigations, Standardization	Legal services for the following: Plant Hire, Investigations, Standardization	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value.
15	15-02-2018	Lionel Trichardt & Associates	R 165 631,93	Legal services for the following: Plant Hire, Investigations, Standardization	Legal services for the following: Plant Hire, Investigations, Standardization	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed services were rendered and they were rendered at a market value.

16	12-05-2017	Lionel Trichardt & Associates	R 35 157.60	Legal services for the following: Plant Hire, Investigations, Standardization	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.
17	15-02-2017	Lionel Trichardt & Associates	R 231 695.04	Legal services for the following: Plant Hire, Investigations, Standardization	Irregular expenditure	Complete	No competitive bidding process was followed	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure as much as procurement processes were not followed. Services were rendered and they were rendered at a market value.

**Amahlathi Local Municipality
Working Document for Treatment of Irregular Expenditure-2018**

Item No.	Date of Expenditure	Supplier Name	Amount	Category of Expenditure	Procurement Method	Competitive Bidding	Value	Compliance	Investigation	Outcome	Remarks	
18	12-09-2017	Patel & Associates	R 306 694.00	Legal Services	Procurement of service provider to investigate Standardization and Plant Hire	Complete	No	Yes	No	Yes	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realized.
19	06-11-2017	Patel & Associates	R 248 702.00	Legal Services	Procurement of service provider to investigate Standardization and Plant Hire	Complete	No	Yes	No	Yes	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realized.
20	22-05-2018	Patel & Associates	R 172 094.40	Legal Services	Procurement of service provider to investigate Standardization and Plant Hire	Complete	No	Yes	No	Yes	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realized.

21	Patel & Associates	R 239 411.00	Legal Services	Procurement of service provider to investigate Standardization and Plant hire	Irregular expenditure				Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
22	Patel & Associates	R 419 936.21	Legal Services	Procurement of service provider to investigate Standardization and Plant hire	Irregular expenditure				Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
23	Patel & Associates	R 324 604.00	Legal Services	Procurement of service provider to investigate Standardization and Plant hire	Irregular expenditure				Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.

24	15-08-2017	Reed Arlet	R 18 540,87	Alarm System	Alarm system for municipal building					Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money was realised.
25	18-10-2017	Reed Arlet	R 12 666,95	Alarm System	Alarm system for municipal building					Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money was realised.
26	01-01-2018	Reed Arlet	R 342,00	Alarm System	Alarm system for municipal building					Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money was realised.

27	25-01-2018	Red Alert	R 15 718,45	Alarm System	Alarm system for municipal building					Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
28	06-04-2018	Red Alert	R 14 875,30	Alarm System	Alarm system for municipal building			Irregular expenditure		Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
29	14-05-2018	Red Alert	R 488,75	Alarm System	Alarm system for municipal building			Irregular expenditure		Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.

30	06-06-2018	Red Alert	R 5 675,18 Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure as much there was non-compliance during the procurement process. services were rendered and value for money was realized.
31		Red Alert	R 18 464,75 Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The opants should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. services were rendered and value for money was realized.
32		Red Alert	R 13 561,17 Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. services were rendered and value for money was realized.

33	29-08-2017	Shewme General Trading	R 404 264.58	Construction of internal roads	Procurement of service provider to do ALM internal roads	Irregular expenditure	Complete	No competitive bidding was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non- compliance during the procurement process, services were rendered and value for money was realised.
34	27-27-2017	Shewme General Trading	R 571 682.26	Construction of internal roads	Procurement of service provider to do ALM internal roads	Irregular expenditure	Complete	No competitive bidding was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non- compliance during the procurement process, services were rendered and value for money was realised.
35	27-08-2017	Shewme General Trading	R 167 617.68	Construction of internal roads	Procurement of service provider to do ALM internal roads	Irregular expenditure	Complete	No competitive bidding was followed	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non- compliance during the procurement process, services were rendered and value for money was realised.

36	13-09-2017	Tyekana Protection and Cleaning	R 60 000,00	Security Services	Procurement of service provider to protect ALM assets	Irregular expenditure	Complete	3 quotes were not obtained	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
37	11-10-2017	Tyekana Protection and Cleaning	R 265 000,00	Security Services	Procurement of service provider to protect ALM assets	Irregular expenditure	Complete	No competitive bidding was foiled	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.
38	30-10-2017	Usako Business Solutions	R 120 000,00	MPAC workshop	Procurement of service provider to do a workshop for MPAC members	Irregular expenditure	Complete	Reason for the deviation not valid	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money was realised.



Amahadhi Local Municipality

Working Document for Treatment of Irregular Expenditure-2019

Case No.	Case Name	Value of Expenditure (R)	Category of Expenditure	Investigation Status	Competitive Bidding	Value for Money	Compliance with Regulations	Value for Money	Value for Money	Value for Money	Value for Money	Value for Money	Value for Money	Value for Money	Value for Money	
1	30-07-2018 Courtpoint trading	R 178 181,04	Construction of internal roads	Procurement of service provider to do ALM internal roads	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
2	30-08-2018 Red Arlet	R 15 482,55	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
3	01-10-2018 Red Arlet	R 12 401,60	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.

4	31-10-2018	Red Airtel	R 707.25	Alarm System	Alarm system for municipal building					Irregular expenditure		Complete	No competitive bidding was foiled	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money realized.
5	01-11-2018	Red Airtel	R 12 401.80	Alarm System	Alarm system for municipal building					Irregular expenditure		Complete	No competitive bidding was foiled	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money realized.
6	30-11-2018	Red Airtel	R 402.50	Alarm System	Alarm system for municipal building					Irregular expenditure		Complete	No competitive bidding was foiled	Yes	Yes	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. Services were rendered and value for money realized.

7	01-12-2018	Rec'd Afdet	R 12 401, 18	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
8	31-12-2018	Rec'd Afdet	R 7 101,25	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
9	02-01-2019	Rec'd Afdet	R 3 540,44	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foled	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.

10	11-01-2019	Red Alert	R 10 229,86	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
11	01-02-2019	Red Alert	R 3 540,44	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
12	02-02-2019	Red Alert	R 10 229,86	Alarm System for municipal building	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.

13	01-03-2019	Red Alert	R 12 907.80	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foiled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. services were rendered and value for money realised.
14	01-04-2019	Red Alert	R 764.75	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foiled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. services were rendered and value for money realised.
15	01-04-2019	Red Alert	R 1 707.75	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was foiled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process. services were rendered and value for money realised.

16	02-05-2019	Red Act	R 764.75 Alarm System	Alarm system for municipal building	Irregular expenditure		Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.	
17	02-05-2019	Red Act	R1 707.76 Alarm System	Alarm system for municipal building	Irregular expenditure		Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
18	01-06-2019	Red Act	R 764.75 Alarm System	Alarm system for municipal building	Irregular expenditure		Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.

19/01-05-2019	Red Alet	R1 707.75	Alarm System	Alarm system for municipal building	Irregular expenditure	Complete	No competitive bidding was folled	Yes	Yes	No	Yes	No	No	No	The council should consider writing-off this irregular expenditure, as much there was non-compliance during the procurement process, services were rendered and value for money realised.
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AMAHLATHI LOCAL MUNICIPALITY



**INVESTIGATION OF FRUITLESS AND
WASTEFUL EXPENDITURE FOR 2018 &
2019 & 2020 FY**

FRUITLESS AND WASTEFUL EXPENDITURE FOR 2018, 2019 & 2020 FINANCIAL YEAR

[File No.....]
[Author: MPAC Chairperson/ZA/Q]
[Ordinary Council Meeting: 25 May 2023]

Purpose

The purpose of this communication is to provide a report to the council on the investigation of fruitless and wasteful expenditure.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise Council in respect of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA).

Section 32 of the Municipal Finance Management Act requires that:-

- (a) A municipality must recover fruitless and wasteful expenditure from the person liable for that expenditure unless the expenditure is:
- (b) After investigation by a council committee, certified by the council as irrecoverable and written off by the council.

Fruitless and wasteful expenditure refers to the expenditure that was made in vain and could have been avoided had reasonable care been taken.

Authority

The Constitution of the Republic of South Africa, 1996 as amended.
The Local Government Municipal Structures Act (Act 117 of 1998)
The local Government Finance Management Act (56 of 2003),
The Municipal Supply Chain Management Regulation.

Legal / Statutory Requirement

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, the legislative and executive powers of a municipality are vested in its municipal council. In terms of this provision the council is expected to develop mechanisms to ensure a balance in the performance of both functions compromise to the principle of separation of powers.

Section 79 of the Local Government Municipal Structures Act (Act 117 of 1998 as amended) makes provision for the Municipal Council to

- (b). Establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers.

CONCLUSION

During the investigation, the committee discovered that the expenditure incurred due to interest on overdue accounts and penalties. The main course for the late payments was the prioritization of salaries for employees and councilors over the payment of creditors. The conclusion and recommendations are based on the information obtained through inquiry meetings with officials deemed relevant for the investigation and scrutiny of documents obtained.

RECOMMENDATION

- 1) That the Council **APPROVES THE WRITE OFF** of fruitless and wasteful expenditure that amounts to **R 5 311 481,18** for the following years:
 - **Fruitless and wasteful expenditure as at 30 June 2018 – R 262 552,00**
 - **Fruitless and wasteful expenditure as at 30 June 2019 - R 793 025,75**
 - **Fruitless and wasteful expenditure as at 30 June 2020 - R4 255 903,43**
-



List of Fruitless and wasteful expenditure as at 30 June 2018

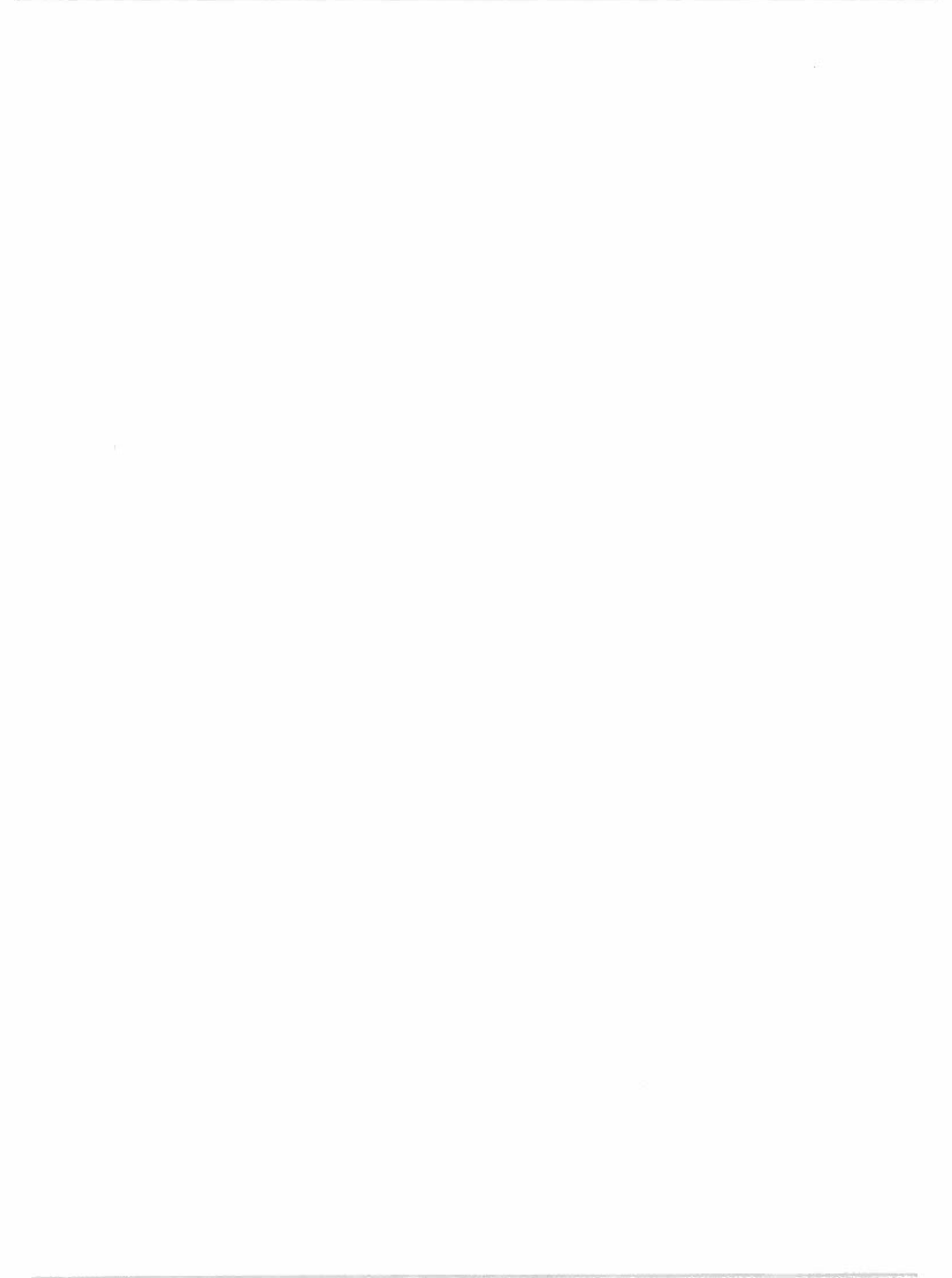
Cheque No.	Date	Name of Payee	Amount	Reason
PO00119	03/08/2017	Tava Networks	R 70 014,68	Positions advertised were not filled
PO00120	03/08/2017	Tava Networks	R 8 841,80	Erratum to unfilled positions
8909181833	24/08/2017	Eskom	R 5 718,05	Interest on over due account
8027862993	05/09/2017	Eskom	R 932,20	Interest on over due account
GRV 00889	18/10/2017	Nelson Mandela University	949,65	Interest on overdue account
928	25/10/2017	Eskom	R 232,99	Interest on overdue account
GRV00747	27/10/2017	Eskom	R 399,45	Interest on overdue account
1075	31/10/2017	Eskom	R 20,74	interest on overdue account
GRV 01567	01/12/2017	Telkom	R 2 410,56	Interest on overdue account
GRV01468	01/01/2018	Eskom	R 142,58	Interest on Overdue Account
GRV01684	09/02/2018	Eskom	R 663,86	Interest on Overdue Account
GRV01726	19/02/2018	Eskom	R 20 005,36	Interest on Overdue Account
GRV02005	23/02/2018	Eskom	R 206,53	Interest on Overdue Account
GRV01995	28/02/2018	Eskom	R 14,66	interest on Overdue Account
GRV02006	28/02/2018	Eskom	R 51,27	Interest on Overdue Account
GRV02128	28/03/2018	Eskom	R 30,91	Interest on Overdue Account
GRV02507	16/04/2018	Eskom	R 3 923,30	Interest on overdue account
GRV02604	22/04/2018	Eskom	R 11,49	Interest on overdue account
GRV02512	26/04/2018	Eskom	R 17,06	Interest on overdue account
GRV2659	12/06/2018	Eskom	R 99,25	Interest on overdue account
GRV2666	12/06/2018	Eskom	R 121,20	Interest on overdue account
GRV2668	12/06/2018	Eskom	R 74,58	Interest on overdue account
GRV2673	12/06/2018	Eskom	R 97,81	Interest on overdue account
ESK001	26/06/2018	Eskom	R 482,67	Interest on overdue account
GRV 3090	27/06/2018	Eskom	R 143,09	Interest on overdue account
GRV 3091	27/06/2018	Eskom	R 337,08	Interest on overdue account
GRV3093	27/06/2018	Eskom	R 115,57	Interest on overdue account
PAY 001	30/06/2018	Aloe Travel	R 146 493,61	Accomodation for policy workshop
WCA001				
		Total Amount	R 262 552,00	

Fruitless and Wasteful Expenditure as at 30 June 2019

Date	Name of Payee	Amount	Reason
20/07/2018	Eskom	R 20,33	Interest on Overdue account
15/08/2018	Eskom	R 520,02	Interest on Overdue account
22/08/2018	Eskom	R 0,43	Interest on Overdue account
04/09/2018	Eskom	R 544,94	Interest on Overdue account
30/09/2018	Eskom	R 43 103,49	Interest on Overdue account
20/07/2018	Eskom	R 20,33	Interest on Overdue account
15/08/2018	Eskom	R 520,02	Interest on Overdue account
22/08/2018	Eskom	R 0,43	Interest on Overdue account
30/08/2018	Eskom	R 33 068,82	Interest on Overdue account
04/09/2018	Eskom	R 544,94	Interest on Overdue account
31/10/2018	Eskom	R 75 108,40	Interest on Overdue account
30/11/2018	Eskom	R 16 766,71	Interest on Overdue account
29/12/2018	Eskom	R 29 918,84	Interest on Overdue account
30/01/2019	Eskom	R 57 132,89	Interest on Overdue account
04/03/2019	Eskom	R 54 623,94	Interest on Overdue account
31/03/2019	Eskom	R 31 741,82	Interest on Overdue account
30/04/2019	Eskom	R 74 835,32	Interest on Overdue account
10/05/2019	Eskom	R 448,65	Interest on overdue account
17/05/2019	Eskom	R 69 769,21	Interest on overdue account
22/05/2019	Eskom	R 1 770,55	Interest on overdue account
28/05/2019	Eskom	R 68,01	Interest on overdue account
28/05/2019	Eskom	R 77,19	Interest on overdue account
28/05/2019	Eskom	R 41 177,38	Interest on overdue account
28/05/2019	Eskom	R 11 174,82	Interest on overdue account
31/05/2019	Eskom	R 52 467,40	Interest on Overdue account
28/06/2019	Eskom	R 79,43	Interest on overdue account
28/06/2019	Eskom	R 161,35	Interest on overdue account
28/06/2019	Eskom	R 82 272,43	Interest on overdue account
28/06/2019	Eskom	R 20 500,70	Interest on overdue account
28/06/2019	Municipal Cllrs Pension Fund	R 928,10	Interest on late payment
28/06/2019	South African Local Authorities Pension Fund	R 93 658,86	Interest on late payment
	Total Amount	R 793 025,75	

List of Fruitless and wasteful expenditure as at 30 June 2020

Date	Name of Payee	Amount	Reason
31/07/2019	Eskom EL	R50 156,78	Interest on overdue account
31/07/2019	AGSA	R29 298,77	Interest on overdue account
15/08/2019	Eskom EL	R90 091,65	Interest on overdue account
13/09/2019	Eskom EL	R100 656,76	Interest on overdue account
02/10/2019	Eskom EL	R132 589,00	Interest on overdue account
09/10/2019	Eskom EL	R59,86	Interest on overdue account
14/10/2019	Eskom EL	R121 478,13	Interest on overdue account
24/10/2019	Eskom EL	R1 503,86	Interest on overdue account
28/10/2019	Eskom EL	R160,35	Interest on overdue account
31/10/2019	Eskom EL	R79 802,52	Interest on overdue account
07/11/2019	Eskom EL	R373,86	Interest on overdue account
30/11/2019	AGSA	R26 398,29	Interest on overdue account
02/12/2019	Eskom EL	R172 858,61	Interest on overdue account
19/12/2019	Eskom EL	R162 220,47	Interest on overdue account
31/12/2019	Eskom EL	R80 145,46	Interest on overdue account
14/01/2020	Eskom	R138 310,30	Interest on overdue account
12/02/2020	Eskom	R153 535,34	Interest on overdue account
13/03/2020	Eskom	R177 004,19	Interest on overdue account
16/03/2020	Eskom	R176 811,71	Interest on overdue account
26/03/2020	Eskom	R7 389,91	Interest on overdue account
30/03/2020	Eskom	R3 887,82	Interest on overdue account
01/04/2020	Eskom	R594,29	Interest on overdue account
02/04/2020	Eskom	R833 968,34	Interest on overdue account
20/04/2020	Eskom	R172 639,89	Interest on overdue account
07/05/2020	Eskom	R810,72	Interest on overdue account
12/05/2020	Eskom	R100 538,32	Interest on overdue account
31/05/2020	AGSA	R27 145,82	Interest on overdue account
09/06/2020	Eskom	R390,68	Interest on overdue account
10/06/2020	Eskom	R130 161,25	Interest on overdue account
17/06/2020	Eskom	R3,23	Interest on overdue account
22/06/2020	Eskom	R829,41	Interest on overdue account
24/06/2020	Eskom	R476,83	Interest on overdue account
26/06/2020	SARS	R104 115,00	Interest on overdue account
28/06/2020	Eskom	R281,05	Interest on overdue account
30/06/2020	SARS	R147 625,29	Interest on overdue account
30/06/2020	SARS	R1 011 718,44	Penalties
30/06/2020	Pensions	R19 871,23	Interest on overdue account
	Total Amount	R4 255 903,43	



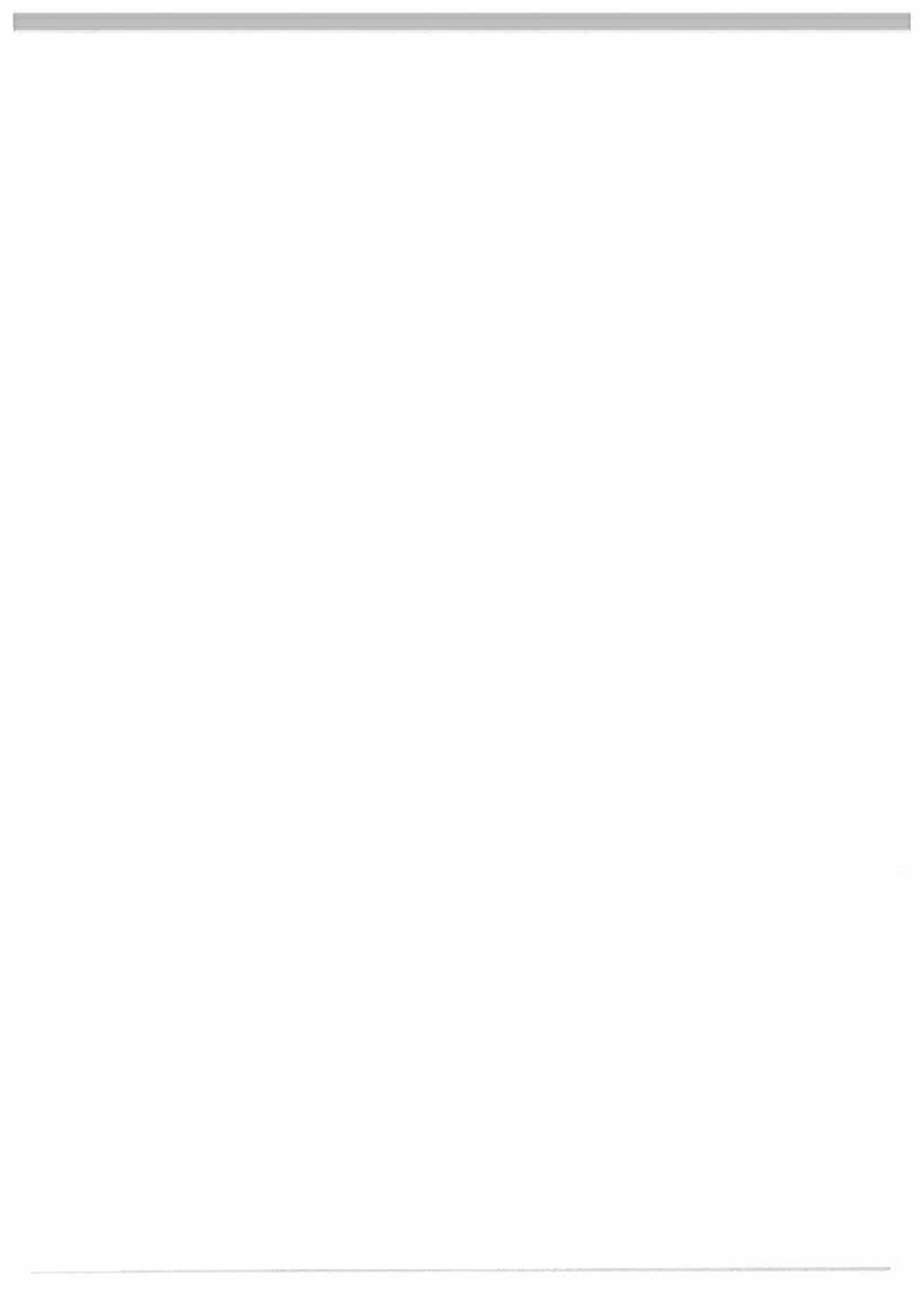
Amathlath Municipality

Working Document for Treatment Fruitless and Wasteful Expenditure 2018

Item No	Date	Name of Supplier	Amount	Category	Description	Reason for Fruitless/Wasteful Expenditure	Is the amount claimed?	Is the amount disputed?	Is the amount paid?	Is the amount received?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	Is the amount received by the supplier?	
1	05-06-2017	Tava Networks	70 014,68	Advertisement	The advert was issued ,however no appointments were made	NE Mbende	Complete	Unfilled positions	Yes	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure as much there were no appointments made ,the advert was issued.
2	03-08-2017	Tava Networks	R 8 841,80	Advertisement	Erratum	NE Mbende	Complete	Unfilled positions	Yes	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure as much there were no appointments made ,the advert was issued.
3	24-08-2017	Eskom	R 5 718,05	Electricity	Interest on overdue accounts	L. Manjongo	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure as it was incurred due to late payment of invoices.
4	05-09-2017	Eskom	R 932,20	Electricity	Interest on overdue accounts	L. Manjongo	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure as it was incurred due to late payment of invoices.
5	18-10-2017	Nelson Mandela University	R 949,85	Interest on overdue accounts	Interest on overdue accounts	L. Manjongo	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure as it was incurred due to late payment of invoices.

6	25-10-2017	Eskom	R 232,99	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
7	27-10-2017	Eskom	R 399,45	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
8	31-10-2017	Eskom	R 20,74	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
9	01-12-2017	Telkom	R 2 410,56		Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
10	01-01-2018	Eskom	R 142,58	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
11	09-02-2018	Eskom	R 663,66	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices
12	19-02-2018	Eskom	R 20 005,36	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices

13	23-02-2018	Eskom	R. 206.53	Electricity	Interest on overdue accounts	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, as was incurred due to late payment of invoices
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Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2018

Date of payment	Name of debtor	Amount paid	Category of the goods or services purchased	Description of the vendor	Project Name (Public Works Dept)	Type of expenditure	Status of expenditure	Invoice received	Payment of invoices	Invoice due date	Invoice received date	Invoice paid date	Invoice due date	Invoice received date	Invoice paid date	Invoice due date	Invoice received date	Invoice paid date	Invoice due date	Invoice received date	Invoice paid date		
14-28-02-2018	Estom	14,08	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
15-28-02-2018	Estom	R 51,27	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
16-28-03-2018	Estom	R 30,21	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
17-16-04-2018	Estom	R 3 923,30	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
18-22-04-2018	Estom	R 11,49	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
19-26-04-2018	Estom	R 17,06	Electricity	Interest on overdue account	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

20	12-06-2018	Eskom	R 99,29	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
21	12-06-2018	Eskom	R 121,20	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
22	12-06-2018	Eskom	R 74,58	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
23	12-06-2018	Eskom	R 97,81	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
24	28-06-2018	Eskom	R 482,67	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
25	27-06-2018	Eskom	R 143,09	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
26	27-06-2018	Eskom	R 337,08	Electricity	Interest on overdue account	L. Manjengob	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

27	27-06-2018	Eskom	R 115,57	Electricity	Interest on overdue account	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
28	30-06-2018	WCA	R 58 761,07	Workmen's Compensation Act	Interest on overdue account	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
29	30-06-2018	Alpe Travel	R 146 493,61	Accommodation	Accommodation	L. Manjingolo	Fruitless and wasteful expenditure		Late cancellation of accommodation on the unforeseen circumstance s.							The council should consider writing-off this expenditure as it was an unforeseen event and could not be avoided.



Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2019

Case No	Date of Report	Name of Party	Amount paid	Classification of the expenditure (Category)	Details of the expenditure (Nature)	Details of the expenditure (Amount)	Details of the expenditure (Date)	Details of the expenditure (Description)	Details of the expenditure (Status)	Details of the expenditure (Action)	Details of the expenditure (Outcome)	Details of the expenditure (Remarks)				
1	20-07-2018	Eskom	20.33	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices
2	15-06-2018	Eskom	R 520.02	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
3	22-06-2018	Eskom	R 0.43	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
4	04-09-2018	Eskom	R 544.94	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices
5	30-09-2018	Eskom	R 43 103.49	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
6	20-07-2018	Eskom	R 20.33	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices

7	15-08-2018	Eskom	R 520,02	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
8	22-08-2018	Eskom	R 0,43	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
9	30-08-2018	Eskom	R 33 088,82	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
10	04-09-2018	Eskom	R 544,94	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
11	31-10-2018	Eskom	R 75 108,40	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
12	30-11-2018	Eskom	R 16 766,71	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.

13	29-12-2018	Estom	R 29 918,04	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
14	30-01-2019	Estom	R 57 132,89	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
15	04-03-2019	Estom	R 54 623,94	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
16	31-03-2019	Estom	R 31 741,82	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.
17	30-04-2019	Estom	R 74 835,32	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure if incurred due to late payment of invoices.



Amahlisathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2019

Number	Name of Party / Vendor/ Job	Amount paid	Description of the goods or services provided	Classification of the goods or services provided	Person/ Entity (Supplier/ Provider/ Other Source)	Type of Expenditure (Fruitless/Wasteful)	Reason for classification (Late payment/ No invoice/ No goods received/ No services delivered/ No material/ No work done for expenditure)	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	Has the invoice been received by the council?	
18	Esikom	448,65	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Late payment of invoices	Complete	Yes	No	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
19	Esikom	R 69 769,21	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Late payment of invoices	Complete	Yes	No	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
20	Esikom	R 1 770,55	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Late payment of invoices	Complete	Yes	No	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
21	Esikom	R 68,01	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Late payment of invoices	Complete	Yes	No	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
22	Esikom	R 77,19	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Late payment of invoices	Complete	Yes	No	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

23	Estkom	R 41 177,38	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
24	Estkom	R 11 174,82	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
25	Estkom	R 52 467,40	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
26	Estkom	R 79,43	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
27	Estkom	R 161,35	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

28	Eskom	R 82 272,43	Electricity	Interest on overdue accounts	L Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
29	Eskom	R 20 500,70	Electricity	Interest on overdue accounts	L Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
30	Municipal Cills Pension Fund	R 928,10	Electricity	Interest on overdue accounts	L Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
31	South African Local Authorities Pension Fund	R 93 658,86	Electricity	Interest on overdue accounts	L Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.



Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2020

Date of payment	Name of payee	Amount paid	Description of the goods or services received	Category of expenditure (Public Administration, Public Works, Other Services)	Project Title (if applicable)	Type of Expenditure (Fruitless, Wasteful, Other)	Status of Expenditure (Complete, Incomplete)	Late payment of invoices	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	Should the expenditure be included in the financial statements for the year?	
1 31-07-2019	Eskom EL	50 156,78	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
2 31-07-2019	AGSA	R 29 298,77	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
3 15-08-2019	Eskom EL	R 90 091,65	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
4 13-09-2019	Eskom EL	R 100 656,76	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
5 02-09-2019	Eskom EL	R 132 589,00	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
6 09-10-2019	Eskom EL	R 59,86	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.

7	14-10-2019	Estom EL	R 121 478,13	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
8	24-10-2019	Estom EL	R 1 503,86	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
9	28-10-2019	Estom EL	R 160,35	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
10	31-10-2019	Estom EL	R 79 802,52	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
11	07-11-2019	Estom EL	R 373,86	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.
12	30-11-2019	AGSA	R 26 398,29	Electricity	Interest on overde accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to late payment of invoices.

13	02-12-2019	Eskom EL	R 172 858,61	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
14	19-12-2019	Eskom EL	R 160 220,47	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
15	31-12-2019	Eskom EL	R 80 145,46	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
16	14-0-2020	Eskom	R 139 310,30	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
17	12-02-2020	Eskom	R 153 535,34	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
18	13-03-2020	Eskom	R 177 004,19	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.

19/16-03-2020	Eskom	R 176 811,71	Electricity	Interest on overdraft accounts	L. Masingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, if incurred due to late payment of invoices.
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Amahathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2020

Number	Date of payment	Name of payee	Amount paid	Description of the goods or services provided	Personality (Official or Other Source)	Type of expenditure (Capital or Revenue)	Stage of implementation	Late payment of invoices	Are there any invoices that have been cancelled or written off?	Were any invoices cancelled or written off?	Were any invoices cancelled or written off?	Were any invoices cancelled or written off?	Were any invoices cancelled or written off?	Were any invoices cancelled or written off?	Were any invoices cancelled or written off?	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
20	26-06-2020	Esikom	7 389,91	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
21	30-03-2020	Esikom	R 3 887,82	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
22	01-04-2020	Esikom	R 584,29	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
23	02-04-2020	Esikom	R 833 968,34	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
24	02-04-2020	Esikom	R 172 639,89	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.

25	20-04-2020	Estom	R 810,72	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
26	07-05-2020	Estom	R 100 538,32	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
27	12-05-2020	Estom	R 27 145,82	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
28	31-05-2020	Estom	R 390,68	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
29	09-06-2020	Estom	R 130 161,25	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
30	10-06-2020	Estom	R 3,23	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

31	17-06-2020	Eskom	R 829,41	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
32	25-06-2020	Eskom	R 476,83	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
33	24-06-2020	SARS	R 104 115,00	Tax	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
34	26-06-2020	Eskom	R 281,05	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
35	28-06-2020	SARS	R 147 625,29	Tax	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
36	30-06-2020	SARS	#####	Tax	Penalties	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.

37	30-06-2020	Pensions	R 19 871.23	Pension Fund	Interest on overdue accounts	L Meningolo	Fruitless and wasteful expendure	Complete	Late payment of invoices	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expendure. It was incurred due to late payment of invoices.
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AM AHLATHI LOCAL MUNICIPALITY



**INVESTIGATION OF UNAUTHORISED,
IRREGULAR, FRUITLESS AND WASTEFUL
EXPENDITURE**





AMAHLATHI LOCAL MUNICIPALITY

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE REPORT

Kindly note that this document is not for the public domain and therefore should be kept private up until such a time it becomes published and further note that according to section 117 of the MFMA Councillors are barred from serving on municipal tender committees. Please bear in mind that this is not a meeting to the effect stated above but it is just to ensure that the process unfolds efficiently and effectively.

MPAC CHAIRPERSON
CLLR Z.A.QONTO

DATE
24/07/23

AMAHLATHI LOCAL MUNICIPALITY



INVESTIGATION OF IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

IRREGULAR EXPENDITURE FOR 2020 AND 2023 FINANCIAL YEAR

[File No.....]
[Author: MPAC Chairperson/ZA/Q]
[Ordinary Council Meeting: 31 August 2023]

Purpose

The purpose of this communication is to provide a report to the council on investigation of irregular expenditure for 2020 and 2023 financial year.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise Council in respect of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA).

Section 32 of the Municipal Finance Management Act requires that:-

A municipality must recover irregular expenditure from the person liable for that expenditure unless the expenditure is:

After investigation by a council committee, certified by the council as irrecoverable and written off by the council.

Irregular expenditure is defined in section 1 of the MFMA as follows: "irregular expenditure", in relation to a municipality or municipal entity, means—

- (a) Expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of this Act, and which has not been condoned in terms of section 170;
- (b) Expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the Municipal Systems Act, and which has not been condoned in terms of that Act;
- (c) Expenditure incurred by a municipality in contravention of, or that is not in accordance with, a requirement of the Public Office-Bearers Act, 1998 (Act No. 20 of 1998);
- (d) Expenditure incurred by a municipality or municipal entity in contravention of, or that is not in accordance with, a requirement of the supply chain management policy of the municipality or entity or any of the municipality's by-laws giving effect to such policy, and which has not been condoned in terms of such policy or by-law, but excludes expenditure by a municipality which falls within the definition of "unauthorised expenditure".

In this context 'expenditure' refers to any use of municipal funds that is in contravention of the following legislation:

- Municipal Finance Management Act, Act 56 of 2003, and its regulations;
- Municipal Systems Act, Act 32 of 2000, and its regulations;
- Public Office-Bearers Act, Act 20 of 1998, and its regulations; and
- The municipality's supply chain management policy, and any by-laws giving effect to that policy.

Authority

The Constitution of the Republic of South Africa, 1996 as amended.
The Local Government Municipal Structures Act (Act 117 of 1998)
The local Government Finance Management Act (56 of 2003),
The Municipal Supply Chain Management Regulation.

Legal / Statutory Requirement

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, the legislative and executive powers of a municipality are vested in its municipal council. In terms of this provision the council is expected to develop mechanisms to ensure a balance in the performance of both functions compromise to the principle of separation of powers.

Section 79 of the Local Government Municipal Structures Act (Act 117 of 1998 as amended) makes provision for the Municipal Council to

(b). Establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers.

CONCLUSION

During the investigation, the committee discovered that the expenditure incurred due to non-compliance of SCM processes. Despite the non-compliance that was detected, the municipality did not suffer any loss

- a) Goods were delivered***
- b) Services were rendered and they were rendered at a market value***
- c) Goods or services were aligned to the specification***
- d) Value of work matched what was paid for***

The conclusion and recommendations are based on the information obtained through inquiry meetings with officials deemed relevant for the investigation and scrutiny of documents obtained.

RECOMMENDATION

- 1) That the Council **APPROVES THE WRITE OFF** of irregular expenditure for the following financial years:
 - **Irregular Expenditure 2020 FY R 6 621 127, 78**
 - **Irregular Expenditure 2023 FY R 1 568 418, 59**
 - 2) That SCM refrain from appointing suppliers who are non-compliant to SARS regardless of the arrangements made.
 - 3) That SCM refrain from using regulation 32 going forward.
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**Anahlethi Local Municipality
Working Document for Treatment of Irregular Expenditure-2020**

Serial number	Date of payment	Name of supplier	Amount paid	Description of the goods or services provided	Description of the incident	Name of Officer (Official or Member)	Expenditure	Expenditure	Has case for investigation been referred to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?	Has any irregularity been reported to the relevant authority?
1	17/08/2019	MaxProf (Pty) Ltd	R. 210 589,46	Vat	Procurement of service provider to do Vat		Irregular expenditure	Complete	Regulation 32 was implemented	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, as much as regulation 32 was applied, services were rendered and value for money was realized
2	03/10/2019	T. A. Diesel Engines	R55 965,90	Repairs	Procurement of service provider to do repairs on municipal vehicles		Irregular expenditure	Complete	Supplier not tax compliant	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, as much as the supplier is not tax compliant, services were rendered and the municipality did not loose any money.
3	23/12/2019	MaxProf (Pty) Ltd	R. 259 309,04	Vat	Procurement of service provider to do Vat		Irregular expenditure	Complete	Regulation 32 was implemented	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, as much as regulation 32 was applied services were rendered and value for money was realized
4	29/03/2020	MaxProf (Pty) Ltd	R635 074,90	Vat	Procurement of service provider to do Vat		Irregular expenditure	Complete	Regulation 32 was implemented	Yes	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, as much as regulation 32 was applied Services were rendered and value for money was realized

Amahlathi Local Municipality
Working Document for Treatment of Irregular Expenditure-2023

Number	Date of payment	Name of supplier	Amount paid	Description of the goods or services received	Description of irregular expenditure	Type of Irregular Expenditure	Person (Name, Position or Department) of Supplier	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements	Supplier failed to honour SARS arrangements		
1	22/07/2022	Kulubo Consulting	R191 533.42	Consultant for Engineering Services	Consultant for Engineering Services	Irregular expenditure		Yes	Complete	Supplier failed to honour SARS arrangements	Yes	No	Yes	No	No	No	No	No	No	No	No	No	No	No	The Council should consider writing-off this expenditure, as much as the service provider failed to honour SARS arrangements . He /She rendered services for the municipality.
2	23/08/2023	Kulubo Consulting	R150 968.48	Consultant for Engineering Services	Consultant for Engineering Services	Irregular expenditure		Yes	Complete	Supplier failed to honour SARS arrangements	Yes	No	Yes	No	No	No	No	No	No	No	No	No	No	No	The Council should consider writing-off this expenditure, as much as the service provider failed to honour SARS arrangements . He /She rendered services for the municipality.
3	31/10/2023	Kulubo Consulting	R333 058.30	Consultant for Engineering Services	Consultant for Engineering Services	Irregular expenditure		Yes	Complete	Supplier failed to honour SARS arrangements	Yes	No	Yes	No	No	No	No	No	No	No	No	No	No	No	The Council should consider writing-off this expenditure, as much as the service provider failed to honour SARS arrangements . He /She rendered services for the municipality.

FRUITLESS AND WASTEFUL EXPENDITURE FOR 2022/2023 FINANCIAL YEAR

[File No.....]
[Author: MPAC Chairperson/ZA/Q]
[Ordinary Council Meeting: 31 August 2023]

Purpose

The purpose of this communication is to provide a report to the council on the investigation of fruitless and wasteful expenditure for 2022/2023 financial year.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise Council in respect of unauthorized, irregular or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Finance Management Act (MFMA).

Section 32 of the Municipal Finance Management Act requires that:-

A municipality must recover fruitless and wasteful expenditure from the person liable for that expenditure unless the expenditure is:

After investigation by a council committee, certified by the council as irrecoverable and written off by the council.

Fruitless and wasteful expenditure refers to the expenditure that was made in vain and could have been avoided had reasonable care been taken.

Authority

The Constitution of the Republic of South Africa, 1996 as amended.
The Local Government Municipal Structures Act (Act 117 of 1998)
The local Government Finance Management Act (56 of 2003),
The Municipal Supply Chain Management Regulation.

Legal / Statutory Requirement

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, the legislative and executive powers of a municipality are vested in its municipal council. In terms of this provision the council is expected to develop mechanisms to ensure a balance in the performance of both functions compromise to the principle of separation of powers.

Section 79 of the Local Government Municipal Structures Act (Act 117 of 1998 as amended) makes provision for the Municipal Council to
(b). Establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers.

CONCLUSION

During the investigation, the committee discovered that the expenditure incurred due to interest on overdue accounts and penalties. The main course for the late payments was the prioritization of salaries for employees and councilors over the payment of creditors. The conclusion and recommendations are based on the information obtained through inquiry meetings with officials deemed relevant for the investigation and scrutiny of documents obtained.

RECOMMENDATION

- 1) That the Council **APPROVES THE WRITE OFF** of fruitless and wasteful expenditure that amounts to **R 9 730 687, 01** for 2022/2023 financial year.
-

INTEREST & PENALTIES FOR 2022/23

Date	Name of Payee	Amount	Reason
2022-07-11	Eskom	709,94	Interest Expense:Overdue Accounts
2022-07-11	Eskom	238,36	Interest Expense:Overdue Accounts
2022-07-14	Eskom	791,1	Interest Expense:Overdue Accounts
2022-07-15	Govt Printing Works	2572,9	Interest Expense:Overdue Accounts
2022-07-22	Eskom	483,43	Interest Expense:Overdue Accounts
2022-07-31	Auditor - General	10982,32	Interest Expense:Overdue Accounts
2022-08-01	Eskom	242660,23	Interest Expense:Overdue Accounts
2022-08-24	Eskom	913,28	Interest Expense:Overdue Accounts
2022-08-31	Auditor - General	7695,6	Interest Expense:Overdue Accounts
2022-09-02	Eskom	396661,93	Interest Expense:Overdue Accounts
2022-09-25	Eskom	228,32	Interest Expense:Overdue Accounts
25-Sep-22	Eskom	R228,32	Interest Expense:Overdue Accounts
30-Sep-22	Auditor - General	R6 437,99	Interest Expense:Overdue Accounts
2022-10-03	Eskom	510515,76	Interest Expense:Overdue Accounts
11-Oct-22	Eskom	R373,25	Interest Expense:Overdue Accounts
11-Oct-22	Eskom	R196,74	Interest Expense:Overdue Accounts
11-Oct-22	Eskom	R8,01	Interest Expense:Overdue Accounts
11-Oct-22	Eskom	R227,27	Interest Expense:Overdue Accounts
12-Oct-22	Eskom	R71,54	Interest Expense:Overdue Accounts
14-Oct-22	Eskom	R205,90	Interest Expense:Overdue Accounts
2022-10-22	Eskom	666,03	Interest Expense:Overdue Accounts
22-Oct-22	Eskom	R666,03	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R127,18	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R517,14	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R20,14	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R6,47	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R80,32	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R14,86	Interest Expense:Overdue Accounts
26-Oct-22	Eskom	R88,06	Interest Expense:Overdue Accounts
28-Oct-22	Eskom	R127,24	Interest Expense:Overdue Accounts
28-Oct-22	Eskom	R85,07	Interest Expense:Overdue Accounts
28-Oct-22	Eskom	R115,54	Interest Expense:Overdue Accounts
31-Oct-22	Auditor - General	R8 325,91	Interest Expense:Overdue Accounts
01-Nov-22	Eskom	R624 002,43	Interest Expense:Overdue Accounts
01-Nov-22	Eskom	R190,25	Interest Expense:Overdue Accounts
29-Nov-22	Eskom	R90,82	Interest Expense:Overdue Accounts
30-Nov-22	Auditor - General	R5 719,30	Interest Expense:Overdue Accounts
01-Dec-22	Eskom	R670 964,36	Interest Expense:Overdue Accounts
08-Dec-22	SARS	R172 064,95	Penalty
13-Dec-22	Eskom	R416,19	Interest Expense:Overdue Accounts
14-Dec-22	SARS	R2 969,89	Interest Expense:Overdue Accounts
25-Dec-22	Eskom	R501,87	Interest Expense:Overdue Accounts
30-Dec-22	Eskom	R709 521,65	Interest Expense:Overdue Accounts
31-Dec-22	Auditor - General	R17 466,10	Interest Expense:Overdue Accounts
01-Jan-23	SARS	R654,44	Interest Expense:Overdue Accounts

22-Jan-23	Eskom	R595,55	Interest Expense:Overdue Accounts
31-Jan-23	Auditor - General	R30 581,43	Interest Expense:Overdue Accounts
03-Feb-23	Eskom	R946 152,00	Interest Expense:Overdue Accounts
16-Feb-23	SARS	R1 811,86	Interest Expense:Overdue Accounts
20-Feb-23	Eskom	R624,90	Interest Expense:Overdue Accounts
22-Feb-23	Eskom	R354,63	Interest Expense:Overdue Accounts
28-Feb-23	Auditor - General	R25 337,89	Interest Expense:Overdue Accounts
01-Mar-23	SARS	R0,96	Interest Expense:Overdue Accounts
02-Mar-23	Eskom	R711 994,21	Interest Expense:Overdue Accounts
08-Mar-23	SARS	R159 259,04	Penalty
09-Mar-23	Eskom	R103,42	Interest Expense:Overdue Accounts
09-Mar-23	Eskom	R2,78	Interest Expense:Overdue Accounts
09-Mar-23	Eskom	R122,61	Interest Expense:Overdue Accounts
09-Mar-23	Eskom	R46,10	Interest Expense:Overdue Accounts
09-Mar-23	Eskom	R345,90	Interest Expense:Overdue Accounts
09-Mar-23	Eskom	R101,50	Interest Expense:Overdue Accounts
14-Mar-23	Eskom	R76,78	Interest Expense:Overdue Accounts
14-Mar-23	Eskom	R266,82	Interest Expense:Overdue Accounts
15-Mar-23	SARS	R3 665,13	Interest Expense:Overdue Accounts
23-Mar-23	Eskom	R534,58	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R177,15	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R148,93	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R168,77	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R94,50	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R84,20	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R26,50	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R975,14	Interest Expense:Overdue Accounts
24-Mar-23	Eskom	R84,64	Interest Expense:Overdue Accounts
28-Mar-23	Eskom	R8,52	Interest Expense:Overdue Accounts
28-Mar-23	Eskom	R89,83	Interest Expense:Overdue Accounts
28-Mar-23	Eskom	R111,24	Interest Expense:Overdue Accounts
28-Mar-23	Eskom	R193,56	Interest Expense:Overdue Accounts
30-Mar-23	Auditor - General	R21 575,56	Interest Expense:Overdue Accounts
04-Apr-23	Eskom	R991 483,48	Interest Expense:Overdue Accounts
30-Apr-23	Auditor - General	R14 824,38	Interest Expense:Overdue Accounts
02-May-23	Eskom	R841 326,92	Interest Expense:Overdue Accounts
06-May-23	SARS	R132 266,81	Penalty
19-May-23	Eskom	R89,10	Interest Expense:Overdue Accounts
22-May-23	Eskom	R305,82	Interest Expense:Overdue Accounts
31-May-23	Auditor - General	R12 862,71	Interest Expense:Overdue Accounts
31-May-23	CRF	R3 314,72	Interest Expense:Overdue Accounts
02-Jun-23	Eskom	R1 059 743,32	Interest Expense:Overdue Accounts
06-Jun-23	SARS	R6 974,89	Interest Expense:Overdue Accounts
08-Jun-23	SARS	R169 227,71	Penalty
09-Jun-23	Eskom	R112,51	Interest Expense:Overdue Accounts
09-Jun-23	Eskom	R36,74	Interest Expense:Overdue Accounts
09-Jun-23	Eskom	R1,43	Interest Expense Overdue Accounts

Amahlati Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Sl. No.	Date of payment	Name of payee	Amount paid	Description of the expenditure (as per the invoice)	Category of Expenditure (as per the invoice)	Invoice No.	Invoice Date	Invoice Due Date	Invoice Paid Date	Invoice Status	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	Reason for late payment of invoices	
1	2022-07-15	Estom	765.94	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
2	2022-07-11	Estom	231.30	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
3	2022-07-16	Estom	791.11	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
4	2022-07-15	Govt Printing Works	2572.9	Govt Printing Works	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
5	2022-07-22	Estom	483.43	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.
6	2022-07-31	Auditor - General	19882.22	Auditor - General	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, if it was incurred due to late payment of invoices.

7	2022-08-01	Estim	24,560.23	Electricity	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
8	2022-08-24	Estim	913.28	Electricity	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
9	2022-08-31	Auditor - General	7695.6	Auditor-General	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
10	2022-09-02	Estim	396661.83	Electricity	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
11	2022-09-25	Estim	228.32	Electricity	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
12	25-Sep-22	Estim	6228.32	Electricity	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.
13	30-Sep-22	Auditor - General	68,437.99	Auditor-General	Interest on overide accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, if was incurred due to late payment of invoices.

14	2022-10-03	Esikom	510515.76	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
15	11-Oct-22	Esikom	8373.25	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
16	11-Oct-22	Esikom	1186.74	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
17	11-Oct-22	Esikom	88.01	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
18	11-Oct-22	Esikom	8227.27	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
19	12-Oct-22	Esikom	871.54	Electricity	Interest on overdue accounts	L Mangingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

Amahiathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Item No.	Date of payment	Name of payee	Amount paid	Description of the goods or services provided	Classification of the expenditure (Fruitless or Wasteful)	Details of the expenditure (Invoice No., Date, Amount)	Has the expenditure been approved by the Council?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	Has the expenditure been approved by the relevant authority?	
20	14-Oct-21	Estim		R205.00 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
21	2022-10-21	Estim		666.00 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
22	21-Oct-21	Estim		R666.00 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
23	26-Oct-21	Estim		R127.18 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
24	26-Oct-21	Estim		R517.14 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
25	26-Oct-21	Estim		R20.14 Electricity	Fruitless and wasteful expenditure	L Maningolo Interest on overdue accounts	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts

25	26-Oct-22	Ekam	R8.47	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
27	26-Oct-22	Ekam	R00.32	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
28	26-Oct-22	Ekam	R10.86	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
29	26-Oct-22	Ekam	R86.06	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
30	26-Oct-22	Ekam	R127.26	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
31	26-Oct-22	Ekam	R85.07	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts
32	26-Oct-22	Ekam	R115.54	Electricity	Interest on overdue accounts	L. Manjingo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to overdue accounts

33	31-Oct-22	Esikom	68 325,91	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
34	01-Nov-22	Esikom	6824 602,43	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
35	01-Nov-22	Esikom	R190,25	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
36	29-Nov-22	Esikom	R80,82	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
37	30-Nov-22	Auditor-General	R3 719,30	Auditor - General	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts
38	01-Dec-22	Esikom	R870 964,36	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure if it was incurred due to overdue accounts

Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Item No.	Date of payment	Name of payee	Amount paid	Description of the goods or services provided	Category of expenditure (Type of Expenditure)	Name of the person (Name or Position) (Other Name)	Type of Expenditure (Type of Expenditure)	Status of investigation	Details of the department of investigation	Have funds or services delivered (Yes/No)	Are the services received (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)	Are the services received in accordance with the contract or agreement (Yes/No)
39	06-Dec-22	SARS	R17 063,35	Penalty	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
40	13-Dec-22	Edum	R416,19	Electricity	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
41	14-Dec-22	SARS	R2 963,86	Tax	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
42	25-Dec-22	Edum	R501,87	Electricity	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
43	30-Dec-22	Edum	R709 321,85	Electricity	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
44	31-Dec-22	Auditor - General	R17 465,10	Auditor - General	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts
45	01-Jan-23	SARS	R554,44	Tax	Interest on overdue accounts	L. Manyogo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, it incurred due to overdue accounts

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Number	Date of payment	Name of payee	Amount paid	Description of the expenditure or services rendered	Particulars of the expenditure (Project Title, Original or Public, Other Source)	Type of expenditure (Fruitless, Wasteful, Other)	Stage of implementation	Reasons for non-compliance of responsibility	Has there been any change in the status of the expenditure?	Should the expenditure be included in the financial statements?	Should the expenditure be included in the consolidated financial statements?	Should the expenditure be included in the consolidated financial statements?	Should the expenditure be included in the consolidated financial statements?	Should the expenditure be included in the consolidated financial statements?	Should the expenditure be included in the consolidated financial statements?
46	22-Jan-23	Esikom	R595.55	Electricity	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
47	31-Jan-23	Auditor-General	R20 581.43	Auditor-General	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
48	03-Feb-23	Esikom	R94 152.00	Electricity	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
49	14-Feb-23	SABS	R1 811.86	Tax	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
50	20-Feb-23	Esikom	R629.50	Electricity	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
51	22-Feb-23	Esikom	R354.63	Electricity	Interest on overdue accounts	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	Yes	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

52	28-Feb-23	Auditor-General	R25 337.80	Auditor-General	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
53	01-Mar-23	SARS	R0.96	Tax	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
54	02-Mar-23	Edum	R111 994.21	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
55	08-Mar-23	SARS	R199 259.04	Tax	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
56	09-Mar-23	Edum	R103.42	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
57	09-Mar-23	Edum	R276	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
58	09-Mar-23	Edum	R122.61	Electricity	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

59	09-Mar-23	Edison	R46.10	Electricity	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
60	09-Mar-23	Edison	R345.90	Electricity	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
61	09-Mar-23	Edison	R101.50	Electricity	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
62	14-Mar-23	Edison	R76.78	Electricity	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
63	14-Mar-23	Edison	R266.82	Electricity	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
64	15-Mar-23	SARS	R0 663.13	Tax	Interest on overdue accounts	L. Maningolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Item No.	Date of payment	Name of payee	Amount paid	Description of the goods or services procured	Description of the expenditure	Category of Expenditure (Group Name)	Type of Expenditure	Amount of Expenditure	Investigation	Reasons for investigation	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	Has the expenditure incurred been included in the financial statements for the period?	
65	23-Mar-23	Estom	R34.56	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
66	24-Mar-23	Estom	R177.15	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
67	24-Mar-23	Estom	R148.93	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
68	24-Mar-23	Estom	R188.77	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
69	24-Mar-23	Estom	R94.50	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
70	24-Mar-23	Estom	R88.20	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure		Complete	Late payment of invoices	Yes	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

71	24-Mar-23	Edum	R26.50	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
72	24-Mar-23	Edum	R13.14	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
73	24-Mar-23	Edum	R84.64	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
74	26-Mar-23	Edum	R8.32	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
75	26-Mar-23	Edum	R83.80	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
76	26-Mar-23	Edum	R11.24	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
77	26-Mar-23	Edum	R193.56	Electricity	Interest on overdue accounts	L. Maningobo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

78	20-Mar-23	Auditor-General	R21 575,56	Auditor-General	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
79	04-Apr-23	Estkom	R991 483,46	Electrony	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
80	30-Apr-23	Auditor-General	R14 624,24	Auditor-General	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
81	02-May-23	Estkom	R841 326,92	Electrony	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
82	06-May-23	SARS	R132 266,81	Tax	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
83	19-May-23	Estkom	R89,10	Estkom	Interest on overdue accounts	L. Manjingolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Account	Date of payment	Name of Dept	Amount paid	Description of the goods or services provided	Description of the (Official or Public) Office (Sector)	Type of Expenditure	Reason for Fruitless or Wasteful Expenditure	Was goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	Were the goods or services received for money?	
84	22-May-23	Eskom	R205.82	Electricity	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
85	31-May-23	Auditor-General	R12 882.71	Auditor-General	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
86	31-May-23	CRF	R3 314.72	Pension Fund	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
87	02-Jun-23	Eskom	R1 059 743.32	Electricity	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
88	06-Jun-23	SARS	R8 814.89	Tax	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
89	08-Jun-23	SARS	R109 377.71	Tax	L Mangngolo	Fruitless and wasteful expenditure	Late payment of invoices	Yes	Yes	No	No	No	No	No	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

90	05-Jun-23	Edum	R112.51	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
91	05-Jun-23	Edum	626.74	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
92	26-Jun-23	Edum	R1.43	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
93	26-Jun-23	Edum	R100.41	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
94	26-Jun-23	Edum	R122.86	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
95	26-Jun-23	Edum	R138.23	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
96	26-Jun-23	Edum	629.32	Electricity	Interest on overdue accounts	L. Manjigolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

97	26-Jun-23	Eskom	R56,19	Eskom	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
98	26-Jun-23	Eskom	R1 440,78	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
99	26-Jun-23	Eskom	R69,75	Eskom	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
100	26-Jun-23	Eskom	R93,00	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
101	26-Jun-23	Eskom	R806,10	Electricity	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.
102	26-Jun-23	Eskom	R1,14	Eskom	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	No	No	No	The council should consider writing-off this expenditure, it was incurred due to late payment of invoices.

Amahlathi Local Municipality

Working Document for Treatment of Fruitless and Wasteful Expenditure-2022/2023

Number	Month of payment	Name of project	Financial post	Description of the goods or services purchased	Classification of the goods or services purchased	Province (State, District or National Office Name)	Type of expenditure	Sub-type of expenditure	Status of investigation	Have reasons for expenditure of expenditure been established?	Have there been any irregularities in the expenditure?	Have there been any irregularities in the expenditure?	Are there any allegations of fraud or irregularities in the expenditure?	Have the allegations of fraud or irregularities been investigated?	Have the allegations of fraud or irregularities been investigated?	Have the allegations of fraud or irregularities been investigated?	Have the allegations of fraud or irregularities been investigated?
103	26-Jun-23	Estom	R15,74	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
104	26-Jun-23	Estom	R69,10	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
105	28-Jun-23	Estom	R2,31	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
106	28-Jun-23	Estom	R109,78	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
107	28-Jun-23	Estom	R109,00	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
108	28-Jun-23	Estom	R27,32	Electricity	Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
109	30-Jun-23	Auditor-General	R23,322,00		Interest on overdue accounts	L. Maringolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	No	No	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts

110	30-Jun-23	Auditor-General	R2 899,16	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
111	30-Jun-23	Auditor-General	R10 387,57	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
112	30-Jun-23		R12 341,77	Interest on overdue accounts	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts
113	30-Jun-23	Edum	R1 142 481,37	Electricity	L. Marjngolo	Fruitless and wasteful expenditure	Complete	Late payment of invoices	Yes	Yes	No	Yes	No	No	No	No	The council should consider writing-off this expenditure, if incurred due overdue accounts



AM AHLATHI LOCAL MUNICIPALITY



**WRITE-OFF OF OLD BALANCES FOR
DEBTORS THAT CAN NOT BE SUPPORTED**

WRITE OFF OF OLD BALANCES FOR DEBTORS THAT CANNOT BE SUPPORTED

[File No.....]
[Author: MPAC Chairperson: ZA/Q]
[MPAC Ordinary Meeting: 19 October 2023]
[Ordinary Council Meeting: 14 December 2023]

Purpose

The purpose of this communication is to provide a report to the council on investigation of long-term receivables that amounts to **R 346 551.00**.

Background

Ten or more years ago, certain companies within Amahlathi submitted a request for the installation of new HT lines (High Tension lines), Therefore Amahlathi municipality started with the process of issuing quotations to the companies, and it turned out that the quotations were too expensive for them to pay at once in so much that the companies negotiated with the municipality to be "loaned" and repay the money in installments with interest. Considering the above, the municipality and the companies entered into an agreement with the above-mentioned terms and conditions. After a procurement process, invoices were issued, and the companies started to pay their monthly instalments until they finished their debts. The last payment received from the debtors was on 30th September 2023.

In light of the above, MPAC was mandated by the council to investigate an amount of **R346 551.00** of Long-Term Receivables that was the result of HT lines installed by the municipality for certain companies. Therefore, MPAC played its role in investigating the matter to assist the council in respect of financial management, to fulfil its constitutional obligation to scrutinize and oversee executive action with regards to the financial administration and non-financial activities.

RECOMMENDATION(s)

After a thorough investigation, scrutiny of documents obtained from Budget and Treasury Office, inquiries with officials deemed relevant for this investigation, the committee is confident to advise the Council to **write-off** Long- term receivables that amounts **R346 551.00**.

9. MATTERS FOR CONSIDERATION

9.18 AMAHLATHI: WRITE OFF OF OLD BALANCES FOR DEBTORS THAT CAN NOT BE SUPPORTED

[File: 5/1/1-2022/2023]
[Author: Municipal Manager/ZS/Im]
[Ordinary Executive Committee Meeting: 17 August 2023]
[Ordinary Council Meeting: 31 August 2023]

It was Resolved

- 1) That the long-term receivables balances in the table below appended as supplementary to the agenda for the 02/2023/2024 Ordinary Council meeting held on the 31 August 2023 **BE WRITTEN OFF.**
- 2) That the long – term receivables balances in the table below BE SUBMITTED to MPAC for investigation.

Long Term Receivables of R346 551 consisting of the following debtors:

Item	Balance
Amatola Spar (Maggies)	159 951
Cato Prop Holdings CC	59 274
Pallet Tech Trust	45 770
Cato Prop Holdings	23 735
Mrs LV Ovsepian	26 541
Cato Prop Holdings CC	10 966
Cato Prop Holdings CC	4 087
Timber Tailor	16 598

.....
Dr. Z. SHASHA
MUNICIPAL MANAGER

.....
DATE



AMAHLATHI LOCAL MUNICIPALITY



**INVESTIGATION OF UNAUTHORISED,
IRREGULAR, FRUITLESS AND WASTEFUL
EXPENDITURE**

UNAUTHORISED EXPENDITURE FOR 2017, 2018, 2019, 2020, 2021 AND 2022 FINANCIAL YEAR

[FileNo.....]
[Author: MPAC Chairperson: ZA/Q]
Mpac Inquiry Meeting: 01 Nov 2023]
[Ordinary Council Meeting: 14 December 2023]

Purpose

The purpose of this communication is to provide a report to the council on investigation of unauthorized expenditure that amounts to **R 162 420 679.00** for 2017, 2018, 2019, 2020, 2021 and 2022 financial year.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise in respect of unauthorized, irregular, or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA). Section 32 of the Municipal Finance Management Act requires that:

- a) *A municipality must recover the expenditure from the person liable for that expenditure unless the expenditure is:*
- b) *After investigation by a council committee, certified by the council as irrecoverable and written off by the council.*

Considering the above, the municipality had received an unqualified audit opinion, however in relation to unauthorized, irregular, fruitless and wasteful expenditure. Therefore, MPAC is assisting the council to fulfill its constitutional obligation to ensure the efficient and effective use of public finance.

Unauthorised expenditure is defined in section 1 of the MFMA as follows: “unauthorised expenditure”, in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3), and includes—

- (a) Overspending of the total amount appropriated in the municipality's approved budget.
- (b) Overspending of the total amount appropriated for a vote in the approved budget.
- (c) Expenditure from a vote unrelated to the department or functional area covered by the vote.
- (d) Expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose.
- (e) Spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of “allocation” otherwise than in accordance with any conditions of the allocation; or
- (f) A grant by the municipality otherwise than in accordance with this Act.

Authority

The Constitution of the Republic of South Africa, 1996 as amended.
The Local Government Municipal Structures Act (Act 117 of 1998)
The local Government Finance Management Act (56 of 2003),
The Municipal Supply Chain Management Regulation.

Unauthorised Expenditure Schedule 2017

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	30 000 000,00	30 342 284,00	342 284,00	Limited budget
Debt Impairment	5 000 000,00	7 916 439,00	2 916 439,00	Slow payment by debtors
Loss on disposal of assets	-	47 128 072,00	47 128 072,00	Yellow Plant Lease disposal
	35 000 000,00	85 386 795,00	50 386 795,00	

Unauthorised Expenditure Schedule 2018

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	26 000 000,00	29 390 194,00	3 390 194,00	Limited budget
Debt Impairment	5 000 000,00	10 352 410,00	5 352 410,00	Slow payment by debtors
Loss on disposal of assets	-	2 338 580,00	2 338 580,00	Derecognition of assets/roads
	31 000 000,00	42 081 184,00	11 081 184,00	

Unauthorised Expenditure Schedule 2019

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	28 000 000,00	65 392 931,00	37 392 931,00	Assets destroyed by fire
Debt Impairment	2 500 000,00	9 365 613,00	6 865 613,00	Slow payment by debtors coupled with limited budget
Loss on disposal of assets	-	8 360 883,00	8 360 883,00	Assets destroyed by fire
Finance Costs	50 000,00	575 693,00	525 693,00	Late payment of creditors due to cash flow problems
	30 550 000,00	83 695 120,00	53 145 120,00	

Unauthorised Expenditure Schedule 2020

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	26 000 000,00	26 647 423,00	647 423,00	Limited budget
Debt Impairment	10 000 000,00	32 643 558,00	22 643 558,00	Slow payment by debtors coupled with limited budget
Loss on disposal of assets	-	4 275 229,00	4 275 229,00	
Finance Costs	1 000 000,00	2 667 328,00	1 667 328,00	Late payment of creditors due to cash flow problems
	37 000 000,00	66 233 538,00	29 233 538,00	

Unauthorised Expenditure Schedule 2021

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	26 000 000,00	25 570 250,00	429 750,00	Limited budget
Debt Impairment	10 000 000,00	26 485 045,00	16 485 045,00	Slow payment by debtors coupled with limited budget
Loss on disposal of assets	-	1 661 813,00	1 661 813,00	
Finance Costs	3 000 000,00	3 801 999,00	801 999,00	Late payment of creditors due to cash flow problems
	39 000 000,00	57 519 107,00	18 519 107,00	

Unauthorised Expenditure Schedule 2022

Description	Budget	Actual	Unauthorised	Reasons
Depreciation and Impairment	26 000 000,00	26 054 935,00	54 935,00	Limited budget
	26 000 000,00	26 054 935,00	54 935,00	

- 162 420 679,00

ANNEXURE 3A

AM AHLATHI LOCAL MUNICIPALITY



**2022/2023 MUNICIPAL INFRASTRUCTURE
GRANT PROJECTS**

2022/2023 MUNICIPAL INFRASTRUCTURE GRANT PROJECTS

[File No.....]
[Author: MPAC Chairperson/ZA/Q]
[Council Meeting:25 January 2024]

Purpose

To report to the Council on 2022/2023 municipal infrastructure grant projects.

Background

The Municipal Public Accounts Committee is required by the Municipal Structures Act (Act 117 of 1998) as amended, to serve as an oversight Committee and when instructed by the Council to advise Council in respect of unauthorized, irregular, or fruitless and wasteful expenditure in terms of Section 32(2) of the Municipal Financial Management Act (MFMA). They are further required by the ALM TORs to visit the ALM projects at any stage of their implementation so as to:

- i) Assess the level of community satisfaction on the implementation of the project.
- ii) Assess the impact of the project on the community and establish whether the resources of the Institution are effectively utilised.
- iii) Identify any challenges in the implementation of projects and advise council for corrective action.

Authority

- The Constitution of the Republic of South Africa, 1996 as amended.
- The Local Government: Municipal Structures Act (Act 117 Of 1998)
- The Local Government Municipal Finance Management Act (56 of 2003), Municipal Supply Chain Management Regulations

Legal And or Statutory Requirements

According to section 151(2) of the Constitution of the Republic of South Africa, 1996 as amended, the legislative and executive powers of a municipality are vested in its municipal council. In terms of this provision the Council is expected to develop mechanisms to ensure a balance in the performance of both functions without compromise to the principle of separation of powers.

Section 79 of the Local Government Municipal Structures Act (Act 117 of 1998 as amended) makes provision for the Municipal Council to:

- a. Establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers.

RECOMMENDATION(s)

- 1) That the 2022/2023 Municipal Infrastructure Grant projects **BE NOTED**.
- 2) That Engineering Services includes MPAC from the beginning of projects.
- 3) That MPAC and Engineering Services engage before visiting the projects.
- 4) That Engineering Services and the Municipal Manger be part of the project visits to provide answers on projects related issues.
- 5) That Steering committee members and community members be part of the projects visits to iron out issue related to the projects before Annual Report Roadshows.
- 6) That a retention payment must not be released until the project is 100% complete.

SURFACING OF CATHCART STREETS (DALIWE & KATIKATI)

PROJECT DESCRIPTION

The project is situated at Cathcart in ward 4 (Daliwe) and ward 5 (Katikati) within the Amahlathi Local Municipality of the Amathole District Municipality in the Eastern Cape at Cathcart. Daliwe is situated adjacent to the Cathcart Central Business District (CBD). On the other hand, Katikati is situated on the far opposite from the Cathcart Town.

The proposed project comprises of the construction of surfaced internal roads totalling to a length of 2.4 km at a width of 6.2 m. However, the wearing course (roadway) of the road is 5 m wide.

The proposed project will comprise of the following: -

- Construction of 1.5 km block paved main road of Daliwe area;
- Construction of 0.9 km block paved roads of Katikati area;
- Surface storm water drainage facilities (Kerb and Channel);
- Permanent Road Signage (Road marking and installation of Road signs);
- Provision of employment opportunities to unemployed dwellers of the town.

KATIKATI



The project is complete, and the community members are satisfied with the quality of work done.

DALIWE



The project is complete however, the community members are not satisfied with the quality of work done. The quality is very poor compared to Katikati paving.

STUTTERHEIM MULTI-RECREATIONAL CENTRE

Project Location

The project is situated at Stutterheim between Long Street, Hill Street, and Maclean Road (N6)

Objective and Project Initiation

The objective of the project entails the construction of a multi-recreational centre with offices, boardroom, ablution facilities, multi-purpose hall or an Auditorium, workshops, and outdoor recreational facilities. The project initiation was done by Amahlathi Local Municipality in consultation with the local community

The scope of works is divided into 3 service categories namely Buildings, Civil Engineering, Electrical & Mechanical Engineering Services. The project implementation commenced on the 20th day of April 2023 and is due for completion on the 23rd day of January 2024.

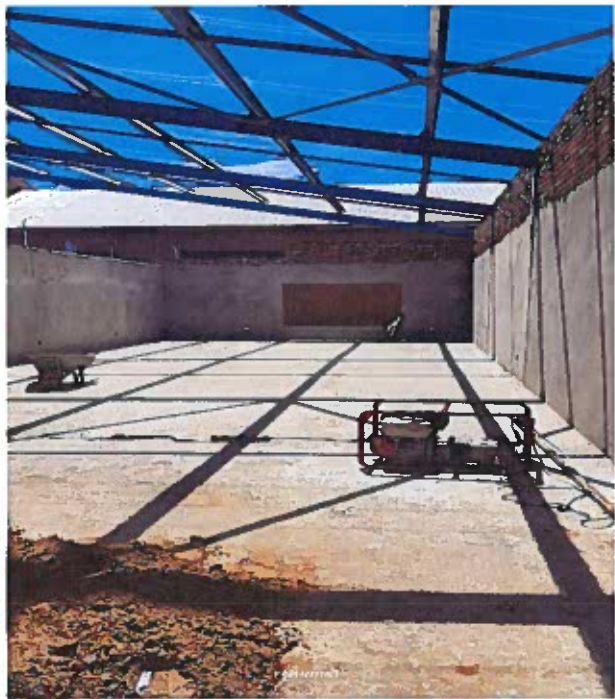
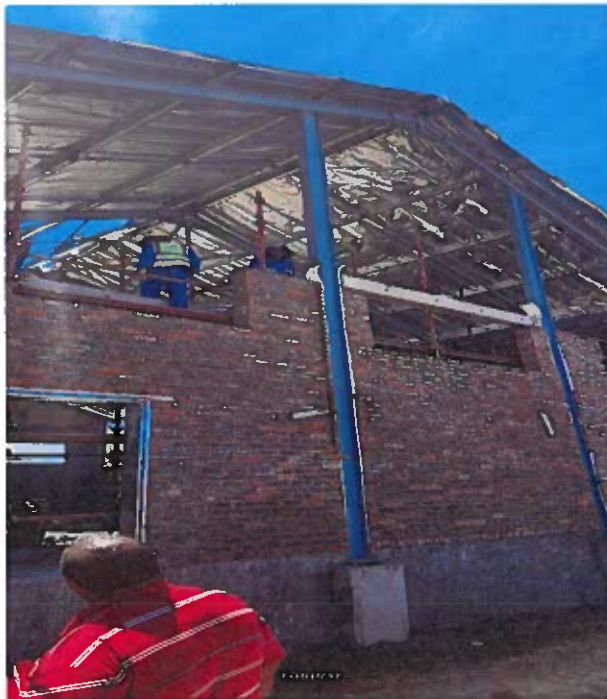
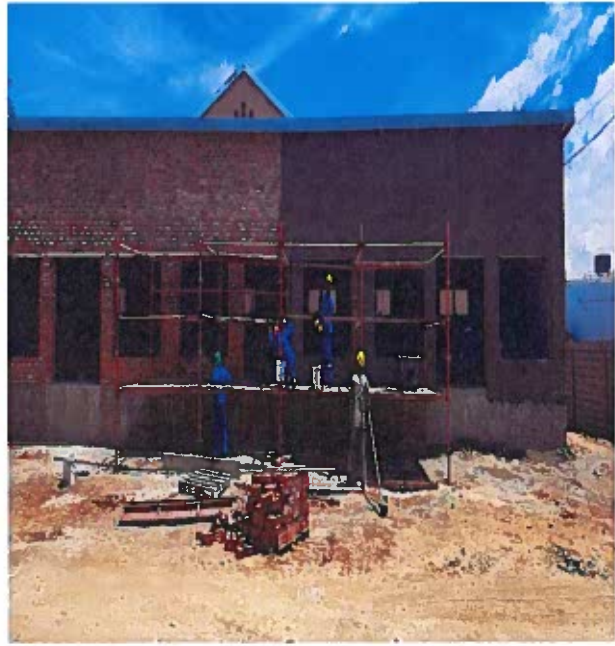
Scope of work

The Scope of work entails the construction of the following: -

- Offices.
- 25-seater boardroom.
- Ablution facilities.
- Multi-purpose hall with squash court and table tennis facilities.
- Workshops.
- Access road.
- Parking bays and
- Fencing.
- 3 workshops.
- IT Centre.
- Information Centre.
- Tourism Centre.
- Revenue Hall.
- Council Chamber (40 sitter).
- Reception Area.

The scope of works is divided into 3 service categories namely Buildings, Civil Engineering, Electrical & Mechanical Engineering Services.





- The project is almost complete ,80% of the construction is done.
- Plastering of internal building is almost complete and external plaster is 10% done.
- Walls were built by SMME's, and plastering is also done by SMME's.
- The roofing is done by local skilled labour.

Challenges

- Underground structures (concrete walls)
- Civil action (2days)
- Stutt group delay in supply of material (approximately 2 weeks)
- The construction is 2months behind the schedule

KEISKAMMAHOEK RECREATIONAL CENTRE

Project Location

The project is situated at Keiskammahoek in Ward 01, near the town's central business district (CBD), within the Amahlathi Local Municipality of the Amathole District Municipality in the Eastern Cape. The site is owned by the municipality and has deteriorated library building on it.

Objective and Project Initiation

The project is aimed at constructing a multi-recreational facility and a library in Keiskammahoek. It has a duration of 8 months which commenced on the 28th of February 2023 expected to be completed on the 12th of December 2023. Project initiation and assessment were made starting on inception, identifying what needed to be done, topographical surveys and geotechnical investigations were conducted. Preliminary design and Final design report were also submitted and approved. The project was out on tender last year December 2022 and closed in January 2023 and Vitsha Trading was awarded the contract early March 2023.

Scope of work

Construction of a multi-recreational facility, includes the following:

- Hall
- Changerooms
- Kitchen
- Toilets for males and females
- Building foundation
- Stormwater drainage around the building
- Library
- Construction of pathway
- Construction of a parking space (staff and visitors)
- Fencing

The contractor was not on site due to delays in the process of replacing the safety officer.





- The building has been compacted.
- G2 layered.
- Reinforce steel installed.
- Rockfill (300 layer).
- Floating drain from underground installed.
- A manhole drain will be installed however, they are awaiting the municipality's drawing to continue with the installation.

Delays and challenges

- Weather conditions – Rain.
- Clay soil.
- Delays with supply of material by Stutt group.
- Water in the foundation from underground.
- Water in the trench of the wall from underground.
- Delay in cutting of concrete columns.
- Stormwater pipes that are not properly fitted
- Reinstallation of pipes (drop down the existing pipes)
- Underground Telkom cables.
- Awaiting way leaves

Frankfort Internal Roads

Project Location

The project is situated in Ward 12 within the Amahlathi Local Municipality of the Amatole District Municipality in the Eastern Cape at Frankfort.

Objective and Project Initiation

The Employers objective is addressed below:

- Define/refine parameters and assumptions made during the preliminary feasibility study.
- Identify constrains and develop solutions.
- Improve transportation and more efficient route.
- Increase connectivity between villages.
- Create employment for locally unemployed people and business.
- To contribute to overall development of the region.

Scope of work

The construction process of 6km will include the following operations:

- General Requirements and Provisions
- Contractor's Establishment on Site and General Obligations
- Offices for the engineer's site personnel
- Accommodation of Traffic
- Clearing and Grubbing
- Dayworks
- Drains
- Mass Earthworks
- Pavement Layers of Gravel Material
- Pitching, Stonework and Protection against erosion
- Road Signs
- Testing Materials and Workmanship



- The road has been graveled and shaped.
- Bedding laid
- Second course will be added.
- Water channels will be installed.

MLUNGISI SPORTFIELDS PHASE 2

SITE CLEARANCE

- Clear and grub
- Remove and grub large trees and tree
- Stumps of girth
- Over 1m and up to and including 2m

EARTHWORKS

- Site preparation
- Remove topsoil to nominal depth 150mm and excavate to nominal depth 200mm stockpile and maintain
- Bulk excavation
- Excavate in all materials and use for embankment or backfill or dispose, as ordered
- Combi and netball Courts
- Extra-over for intermediate
- Hard rock excavation
- Rip and recompact insitu earth to 93% Mod AASHTO
- Excavation in earth to reduces levels
- Under solid floor
- Excavation in earth not exceeding 2m deep
- Trenches
- Column bases, holes, etc.

Extra over all excavations for carting away

- Surplus material from excavations and/or stock piles on site to a dumping site to be located by the contractor
- Risk of collapse of excavations
- Sides of bulk excavations not exceeding 1,5m deep
- Keeping excavations free of all water other than subterranean water
- Filling material obtained from excavations compacted to 93% Mod AASHTO density
- Backfilling to trenches, holes, etc
- Filling material obtained from the commercial sources compacted to 93% Mod AASHTO density (under floor)
- Coarse river sand filling supplied by the contractor (under floor)

Compaction of surfaces

- Compaction of ground surface under floors etc including
- scarifying for a depth of 150mm, breaking down oversize
- material, adding suitable material where necessary and compacting to 93% Mod AASHTO density

Soil Poisoning

Soil insecticide

Under floors etc. including forming and poisoning shallow furrows against foundation walls etc., filling in furrows and ramming

To bottoms and sides of trenches etc.

COMBI COURTS

SURFACING OF THE COURTS

Construction of netball field (30.5M X 15.25M), Basketball (29m x 15m) and Volley ball (18m x 9m). Supply and lay all-weather coloured slurry and marking on the courts.

FLOOD LIGHTS FOR SOCCER FIELD

The Contractor shall design, in accordance with the relevant codes, a floodlighting system to provide an average maintained horizontal illuminance at ground level of not less than 100 lux, with an illumination uniformity of not less than 0, 4 and an illumination uniformity gradient of not more than 25% per 5 m.

The floodlighting system shall be capable of switching to a low level of 75 lux for general training purposes.

The Contractor shall provide for the installations of all ducts and footings required for the installation of the floodlights and shall provide as an option the complete installation. All footings shall be finished level with the finished ground level so as not to create a tripping hazard. Including poles installation 18m high minimum.

The supplier shall submit as part of the supplier's proposal a lighting plot showing the anticipated horizontal illuminance over the entire area at each level of illuminance.

BEDDING (PIPES)

Provision of bedding from trench excavation (Class C bedding):

Selected granular material

Selected fill material

Supply only of bedding by importation (Class C bedding):

Sewers

Supply, lay, joint, bed (Class B) and test pipeline, for a structured wall uPVC sewer pipes conforming with SANS

Specification as follows:

110 mm diameter – Class 34

160 mm diameter- Class 34

Supply concrete manhole rings and covers conforming with the requirements of SABS 677 all straight channels, channel bends, concrete and sealant including all other required material for manhole depths

Up to 1,0m deep

Exceeding 1,0m and up to 2,0m deep

Exceeding 2,0m and up to 3,0m deep

Extra-over item 6.2 for:

Backdrops

For channel junctions in manhole for"

160mm to 160mm dia junction

MEDIUM PRESSURE PIPELINES

Supply, bed, lay, disinfect, join and test potable water pipelines. All works inclusive in the rate, except where specific items are provided. All activities in accordance with project specifications.

HDPE Pipe

PIPE FITTINGS

Non return Valve Assembly for 100mm steel pipe (all fittings, specials and flange drillings)

Irrigation System for the soccer pitch

STANDPIPES

Supply and install standpipe complete including HDPE saddle, 40mm HDPE pipe(20m), tap and galvanised riser pipe, concrete work including shuttering, elbows, nipples, etc,

Allow for a connection to the existing main line

Total summary of schedule

Description

PRELIMINARY AND GENERAL

Site Clearance

Earth works for sports fields

Grand stand

Combi courts

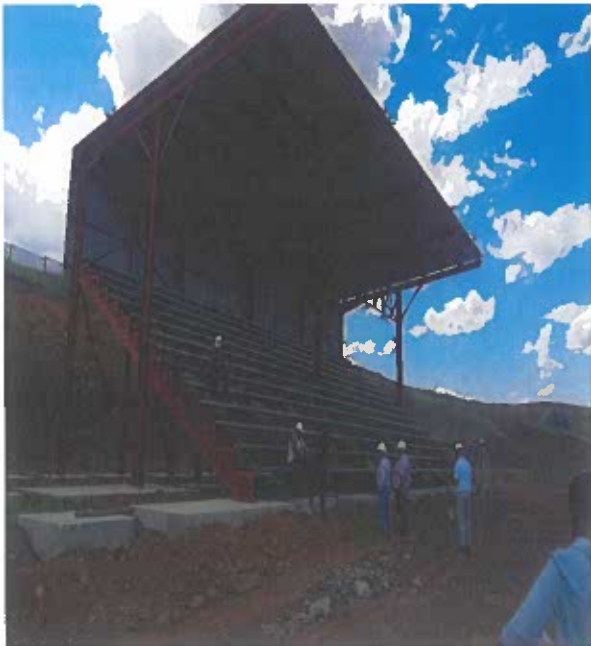
Floods lights

Bedding pipes

Sewer

Medium pressure pipes

Stand pipes





The contractor was terminated in June 2023 and the scope for tender to finish the work is being finalized.

ANNEXURE 3B

2022/2023 ANNUAL REPORT PROGRAM OF ACTION

Venue	Program	Date	Time	Purpose
ALM	Municipal Public Accounts Committee Chairperson	19 October 2023	11H30	Schedule of the Annual Report Public Hearings dates.
ALM	Presentation of oversight report to council.	25 January 2024	11H00	For adoption.
ALM	Presentation of Draft Oversight Report to the committee	12 December 2023	10h00	For the committee to view the draft report prior to presentation to council
ALM	Publication and submission of the oversight report to legislature	Within 7 days of its adoption		To comply with section 129 (3) and section 132 (1) of the MFMA

CLUSTERS

CLUSTER	VENUE	DATE	TIME	PURPOSE
KKH Ward: 1, 2, 3, 10 & 11	Springbok Community Hall	09 November 2023	14h00	For Mayor and the Executive to report back to Communities on performance and for the Municipal Public Accounts Committee to afford communities an opportunity to interact with the report and give an input.
STUTTERHEIM Ward: 6, 9, 13, 14 & 15	Mlungisi Community Hall	28 November 2023	10h00	For Mayor and the Executive to report back to communities on performance and for the Municipal Public Accounts Committee to afford communities an opportunity to interact with the report and give an input.
CATHCART Ward: 4 & 5	Cathcart Town Hall	28 November 2023	14h00	For Mayor and the Executive to report back to communities on performance and for the Municipal Public Accounts Committee to afford communities an opportunity to interact with the report and give an input.
KING KEI Ward: 7, 8, 12	Frankfort Community Hall	30 November 2023	10h00	For Mayor and the Executive to report back to Communities on performance and for the MPAC to afford communities an opportunity to interact with the report and give an input.

ANNEXURE 3C

Community comments on 2022/2023 Annual Report Roadshows

2022/2023 ANNUAL REPORT PUBLIC HEARINGS: KKH CLUSTER (SPRINGBOK COMMUNITY HALL)				
NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Mekuto	Ward	Standardization	Concern on high cost of employee salaries	The matter of Standardization is in court and awaiting a judgement.
Kebeyi Malungisa	Phumiani	Revenue collection	There are a lot of resources that the municipality can use to increase the collection of revenue.	The Revenue enhancement strategy in place.
		Bylaws	Bylaws that are not implemented	There are 18 Gazetted bylaws.
		Animal Pound	No Animal Pound in KKH	
		Illegal shops that are operating	The Municipality should start billing the shops that are operating illegally to increase revenue collection.	
		Sandmining	The area should be monitored, and entry fee should also be collected on vehicles that enters the sand pit for sandmining.	
		Poor Attendance of meetings	Poor attendance of meetings by community members	
		Loud Hailing	Loud Hailing to be done at least 2 to 3days before the meeting.	
		Bush cutting	Trees that are falling on the road poses danger on vehicle drivers that are using the road.	Bush cutting was done however the trees were not removed from the road.
Thandiwe	Ward 11	Provision of transport	Provision of transport to community members due to vastness of wards.	The municipality used to transport community members from various wards ,however that has been stopped due to financial constraints.
		Youth unemployment	Youth unemployment	EPWP is employed to reduce the amount of unemployment.
		Employment of EPWP	Employment of EPWP workers	EPWP is employed to reduce the amount of unemployment.
		Poor arrangement of meetings	Poor co-ordination of AR meetings	

2022/2023 ANNUAL REPORT PUBLIC HEARINGS: KKH CLUSTER (SPRINGBOK COMMUNITY HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Thandiwe	Ward 11	Town Bylaws	Town Bylaws	There are two Bylaws that are recently gazetted that talks exactly to town bylaws ,however ALM do not have peace officers to implement the bylaws due to limited budget.
		Water supply	Poor water supply	The Honorable Mayor attended ADM imbizo with regards the water issue. There are monies invested to assist with the water issue, however there are processes to be followed. Loadshedding is the contributing factor to poor supply of water. Illegal connections of water are another contributing factor, the water flow speed decreases. Breakage of pipes Vandalization of tapes and water pipes affects the water flow.
		Infrastructure damage	Damaged infrastructure due to damaged pipes	ADM is in the process of dealing with the matter through injected fundings.
Nozuko Nofuthuka	Ward 11	Access road from KKH to Stutterheim	Construction of tar road from KKH to Stutterheim	The route will start from Xesi to Stutterheim. The samples have been taken from Xholotha up to Gida Hospital. There was also someone who was sent to inspect how busy is the road.
Lungiswa	Ward 11	Access road from KKH to Mthwaku	Access road from KKH to Mthwaku	The samples have been taken.

2022/2023 ANNUAL REPORT PUBLIC HEARINGS: STUTTEHEIM CLUSTER (MLUNGISI COMMUNITY HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Gqeba Zukile	Khayelitsha	Community participation	Community participation is not 100%	It is the duty of the community members to be united and participate in the meetings and also iron out issues before the AR public hearings.
		Mlungisi Sport field	The presentation is not a true reflection of the work done.	The Municipal Public Accounts Committee will change the approach of dealing with the oversight of projects. The committee will also invite all relevant stakeholders going forward to iron out issues before the annual report public hearings. The Ward Councilor can invite Engineering Services department while having their community meetings to also clarify projects related issues.
		High cost of travel allowances	There were recommendations made by Xolile Nqata from Cogta	Employees have taken the matter to court, and the municipality is awaiting judgement.
		Standardization	There were recommendations made by Xolile Nqata from Cogta	The matter was taken to court and the council was advised to wait for the court outcome.
Bhangqo	Ward 14& 15	Loud Hailing	Loud hailing should be done at least 2/3days before the meeting.	The MPAC official facilitated the process of loud hailing with Councilor Salaze and the speaker was delivered to one of the ward committees.
		Water	The community is suffering due to non-supply of water.	The matter will be passed to ADM
		Inaccuracy of reports	Inaccuracy of reports	
		High crime rate	High crime rate due non function of Mlungisi sport fields. The youth need sports facilities to keep away from crime and illegal activities.	
Thozama	Ward 9/Mgwali	Incomplete internal roads	The roads are not complete ,however the documents states that the roads are complete.	The Municipal Public Accounts Committee will change the approach of dealing with the oversight of projects. The committee will also invite all relevant stakeholders going forward to iron out issues before the annual report public hearings.
		High Mast Lights	The community members are victims of Amapara due to the darkness of the streets	Enquiries will be made to the as to why the High Mast Lights are not working.
		EMasimini Internal Roads	Isabhunge can be layered without grading the road	A relevant department will be approached to deal with the matter.

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:CATHCART CLUSTER (CATHCART TOWN HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Sipho	Ward 4	Improper way of loud hailing		
		The surfacing is not complete	R43 million was allocated ,however only R11 million worked.	It is a multi-year project that will be done in phases.
Thembinkosi Tokola	Ward 5	Unemployment	High rate of unemployment	EPWP workers are employed to reduce the high rate of unemployment
		Unfilled positions	Why the vacant posts are not filled or frizzed?, The municipality is using EPWP to fill the vacant position to minimize costs .	The municipality cannot afford to hire more employees due to financial issues, and the municipality is also operating on deficit . The municipality took a decision to only fill critical positions.
Lwando	Ward 4	Non construction of RDP Houses	Five or more years ago, human settlement promised to build 300 houses	Planning and Development Department will do a follow up on the matter.
Likhona	Ward 5	Water	No access to water, ADM switches off the water supply at night	The matter will be referred to ADM.
Wandile Velem	Ward 4/Daliwe	Surfacing of Cathcart Streets	No backfilling made. The quality of Daliwe paving is poor compared to Kati Kati paving.	The Municipal Public Accounts Committee will sit with Engineering Services come in January to give clarity on project related issues.
		Potholes in Daliwe	No filling of Isabhunge	MPAC will also invite Steering committee and other interested parties.
		High Mast Lights	A municipality worker was stabbed to death due to the darkness of the streets. Robbery	The matter will be referred to Engineering Services Department. The matter will be referred to Engineering Services Dept.
		Leakage of sewage	Leakage of sewage	ADM will be consulted

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:CATHCART CLUSTER (CATHCART TOWN HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Thandi Velem		Services that are not delivered to communities	The municipality must ensure that they deliver services to the community in order for the rate payers to be encouraged to pay for delivered services.	
		No access road to the gravesite		
		EPWP should also be expanded to townships.	EPWP should also clean in villages	
Gqeba Zukile		Revenue generation	The municipality should prioritize towns in services delivery so that there will be a revenue generation.	
Sandisile Bukwana	Ward 5			
Nondikho	Ward 4	High Mast Lights RDP Houses	High Mast Lights that are not working RDP Houses	
		Prioritization of temporary houses for indigent households	Prioritization of temporary houses for indigent households	
Hlelo Matyeni	Ward 5	Garbage truck	Refuge that is not collected in time.	
		Potholes	Filling of potholes in locations	

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:CATHCART CLUSTER (CATHCART TOWN HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION/COMMENT	RESPONSE
Mom Gxwala	Ward 4	RDP Houses	RDP Houses	
Likhona	Ward 5	Water	No access to water ,ADM switches the water supply off at night.	
Siya		Youth facilities		
		Maintenance of sports grounds		
Garhishe Nompumelelo	Ward 4	Water Supply	No water supply, the water was lastly supplied in May	
		Billing	The water bill is issued to the households while there is no water supply. What are they billed for if they don't have access to water?	
Mr Vesh		RDP houses	Department of Human Settlement should prioritize disabled people	A letter will be sent to the Premiers office to fast track the matter.
		Traffic Department	Traffic Department that is not operating	

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:KING KEICLUSTER (FRANKFORT COMMUNITY HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION /COMMENT	RESONSE
	Ward 8/Nonkululeko			
		Internal Roads		
		Electricity		
	Nompandlana	Internal Roads		
		Electricity		
	Kei Road	Housing		
		Green fields infrastructure		
		Electricity infills		
	Boarderpost	Rdp houses		
	Khayelitsha	Bridges	The Communities are struggling on rainy days due to bad conditions of bridges around Khayelitsha. No intervention was done about the 3 bridges ever since 2021 disaster.	
	Ward 12/Malindana			
		Water	Unavailability of water in the middle of the village	
		Internal Roads	Bad condition of roads	
		Unemployment	High rate of unemployment	
		Fencing of graveyard	Fencing of graveyard	

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:KING KEI CLUSTER (FRANKFORT COMMUNITY HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION /COMMENT	RESONSE
	Gubevu			
		Internal Roads	Bad condition of roads	
		Unattended disaster of affected households	Unattended disaster of affected households	
		Households in poor conditions	Households in poor conditions	
		Unemployment	High rate of unemployment	
		Public Facility	Lack of Public Facility such as community hall	
		Fencing of graves	Fencing of graves	
	Nothenga & Upper Izele			
		Unemployment		
		Internal Roads	Bad condition of internal roads	
		Unattended disaster cases	Unattended disaster cases	
		Households in bad and risky condition	Households in bad and risky condition	
		Fencing of graves	Fencing of graves	

2022/2023 ANNUAL REPORT PUBLIC HEARINGS:KING KEI CLUSTER (FRANKFORT COMMUNITY HALL)

NAME	WARD/VILLAGE	PROBLEM	QUESTION /COMMENT	RESONSE
	Nompumelelo			
		Damaged internal Roads		
		Disaster cases	Unattended disaster cases	
		Unemployment	High rate of unemployment	
		Community Hall	No community hall	
		Fencing of graves	Fencing of graves	
	Hokwana			
		Houses in bad condition	Houses in bad condition	
		Unemployment	High rate of unemployment	
		Fencing of graves	Fencing of graves	
	Frankfort			
		Unemployment	High rate of unemployment	
		Unattended disaster cases	Unattended disaster cases	
		Internal Roads	Bad condition of internal roads	
		Water	Unavailable water supply in some areas.	
		Houses in bad condition	Houses in bad condition	

“ANNEXURE 3D”
ANNUAL REPORT ATTENDANCE REGISTERS



ATTENDANCE REGISTER

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VENUE: SPRINGBOK COMMUNITY HALL (KKH CLUSTER)

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Nokubusiso Ndimwasa	Ward Committee	1	0655573660	
Yandiso Ngemtu	Ward Committee	11	0782472225	J. Ngemtu
NOXIPHO MARGARET	WARD Comm	11	0624773910	
Virginia Mngweni	Ward Comm	11	072526264	V. Mngweni
AMANDA FANISO	WARD COMMITTEE	11	0849118121	
Athabisi Hleu	Comms-officer - AUM		043492118	

AMAHLAHI LOCAL MUNICIPALITY

ATTENDANCE REGISTER

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Nebesuthu Zolodayi	Ward Committee	ward 02	073 6878977	N. Zolodayi
Zola Tontsi	CHAIR		081 8917020	ZT
KWAKHANYA MPANGA	Ward Committee	ward 02	096 6870948	[Signature]
Avine Rolisiu	Ward Committee	Ward 02	0640451281	A. Rolisiu
Siphwe Kulati	Ward Committee	Ward 02	076 6870948	[Signature]
NOMALUYAMA MANNIKA	WARD COMMITTEE	WARD 02	083 524 8935	NM

ATTENDANCE REGISTER

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Z. VANG	WARD 1	1	0832404335	
N. Dumile	WARD 11	11	0799729667	
V. Nhluzi	WARD 3	3	0605239909	
L. MBELEDLE	WARD 11	11	0784644846	
L. SHOSHA		3	Shosha	
S. Mfekaane	ward committee	2	0788548973	

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
A.P. SIMANDLA	W/CLUR 12 (AMPAC)	12	076846888	<i>A.P. Simandla</i>
NC MKIWA	WARD 01 CLR	01	0786244856	<i>NC Mkiwa</i>
N. Nyanawa	WARD 03 CLR	03	0827462881	<i>N. Nyanawa</i>
N. Mantsa	WARD 01	01	0671268292	<i>N. Mantsa</i>
M. Moutswa	WARD 02	02	082793374	<i>M.S. Moutswa</i>
B. SIKO	ward 01	01	0634211812	<i>B. Siko</i>

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
PIHENGESI LINGGELA	SANCO T.T	2	078226773	
LINDA SHOSHA	ANC	03	072500782	
ZAMILE SAKATE	VIL-RANS	11	060695496	
N. D. Sidimang	Ward 11 Amahleathi Councilor	11	071673433	
N. LANTU	WARDS COMON	11	063493080	
L. DHEWAPANTH	ANC	1	0797771903	

AMALATHI LOCAL MUNICIPALITY

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Sakany Mgumi	Anahlathi Lm.		043 492 1160	
Thembeke Majira	Anahlathi Lm		043 492 1270	
Mhangomez Mabele Amahlathi		1	07839950267	
SANDISIME NZWANANA	Ward Community	1	0733496551	
Joliswe Fikelethi	WARD Community	1	-	
NOIHLANDO Gwane	WARD Comm.	1	0604875111	

AMATHATHI LOCAL MUNICIPALITY

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
NONZAME MAZEDANE	WARD COMMITTEE	03	0735111810	N. MAZEDANE
NOMPUMEZO SOCISHE	WARDS COMMITTEE	03	062 306 4424	[Signature]
MALUMEISA KUBENI	CHAIRPERSON PHUMLANI LOC	02	0835670852	[Signature]
ONKI NOJUMH	FILM - COMMS & SPU		074 869 6596	ONJIKITS
MONGAMELI RODE	Med Committee	02	0722946090	[Signature]
WOLAMÉ MEKUTO	Chairperson Bumbane	2	0726899072	[Signature]

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Nkxofane Lenlabe		02		
Kumbasa Khumiso	ward committee	02	072 031 2958	k.kumbasa
Athenkosi Gqana	Ward Committee	02	071 819 8558	A Gqana
Nomatho Ntshwanji	Ward Committee	03	076 750 7294	N.S. Ntshwanji
Zimasa Mf.	Ward Committee	03	072 737 0365	Zimasa Mf.
Thozema Mkhuzi	ward Committee	03	071 222 9196	T.S. Mkhuzi

AMAHLATHI LOCAL MUNICIPALITY

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
GwBANI MATHEU	Ward committee	02	0692176621	<i>[Signature]</i>
<i>[Signature]</i>	PSC.	01	0739507211	<i>[Signature]</i>
ASIPHE PETER	Public Participation ALM INTERN		0788139430	<i>[Signature]</i>
ODWA BABA		01		<i>[Signature]</i>
Mkosinathi Mabu	WARD Committee	01	0730338271	<i>[Signature]</i>
SIBUSISO GINI		01	0765166489	SLGINI

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
SANDERS SOKO	Amahlati	1	0765603350	Soko
Nomalingo Ndlangeni	official		0726887483	Nomalingo
Noanto Ntshuka	ECBSC Electedwenu	1	0731547781	Ntshuka
T. E. Nkwakwi	Resident	1	0836240880	Nkwakwi
L. V. Nkomo	Resident	1	0828415011	Nkomo
Phakama Bwaza	RESIDENT	1	0738152239	Phakama

AMALATHI LOCAL MUNICIPALITY

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2022/2023 ANNUAL REPORT PUBLIC HEARINGS

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NAME & SURNAME	DEPARTMENT	EMAIL ADDRESS	CONTACT NO.	SIGNATURE
Zukwini Boko	MPPH	wz.amalathi @gmail.com	0737582285	
NT MBEWE	CA	zumbabooi@ gmail.com		
Zinkiswa Konzeka	EXECUTIVE SERVICES	zkonzeke@amalathi.gov.za	043 492 1062	
Lumla Boko	EXEC SERV/MPPH	zumbabooi@gmail.com	043 492 1062	

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VENUE: SPRINGBOK COMMUNITY HALL (KKH CLUSTER)

DATE: 09 NOVEMBER 2023

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NAME & SURNAME	DEPARTMENT	EMAIL ADDRESS	CONTACT NO.	SIGNATURE
Wato-Mpanyika	ACTING MAJOR PH BTD	nobathembukato1@gmail.com	060028715	
Nceki Nicholas	MPAC	nannnicko@gmail.com	0730025307	
A.P. SIMANDA	MPAC	abe/simanda@simanda@gmail.com	0768116888	
M. GANTSHO	MPAC	@yahoocom zkeventsolution@661861556	0661861556	
N. NLANGWA	WARDS CURS 03	nontembonnyangwa@gmail.com	0827462888	N. NLANGWA
NC MKIWA	WARDS CILROI	cynthuainkuva@gmail.com	0786241856	

ATTENDANCE REGISTER

2022/2023 ANNUAL REPORT PUBLIC HEARINGS

VENUE: MLUNGISI COMMUNITY HALL (KKH CLUSTER)

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Nomfuneto Sabze	Ward Councillor 15	15	0718909184	
Mashina NENI	w/c 09	09	07322052	
M.G. Maweni	w/c 14	14	073378480	
Zukisa Qonzo	MPAC CHAIR	MPAC	073156288	
Busisa Xongwaha	Acting Mayor		0791701818	
NICHOLAS NCEVU	MPAC	MPAC	0730025367	



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Lejiso Ngemvuthi	Community member	05	0637149149	<i>[Signature]</i>
Nogafike Jeyi	Community member	04	N/A	X
Ace Mhikati	"	04	2664464888	<i>[Signature]</i>
Thembu Pahlana 000	"	4	N/A	<i>[Signature]</i>
TOZIMBANI	"	4	N/A	TOZIMBANI



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
<i>A Netti</i>	<i>MFAC member</i>		<i>083491978</i>	<i>[Signature]</i>



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Sandisile Buzwana	Community Member	5	0737632777	
Siphelo Jola	Community	5	0783117228	
M.K Tubona	Community	5	0834333992	
KARINGESI Siphongo	Community	5	0785876272	
JANYA WIKHOLA	Community	5	07588154	
MINALI MFIKO	Community	5	07617802	



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Ikhadeka Sali		4	0789501123	Tsali
KOBE Sili	w/ Cow	5	0732853557	[Signature]
Mhombeni Dyozi		5	0736906976	Mdyosi
Nokizwe Dyozi		5	0784809001	N Dyozi
Thamsanga Tom	Community member	04	N/A	[Signature]
Happy Ngweni	11	04	N/A	[Signature]



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Lacey Indiprite	community member	4	0837341784	Lacey
Sinovuyo Ngxwendwana	community member	4	063 002 6540	S Ngxwendwana
TEMBAN MTINA	COGTA - CO-OP - WARDS	5	0829478236	MTINA
MANDINE WINEM	Community Member	4	0733062082	MANDINE
THANDI WILSON	Community Member	4	0797654476	THANDI
HAPPY ISHOLA	Comm Member	4	0637949845	HAPPY



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
ZAKUTINI FEI				
FENIA	Community member	4	-	<i>[Signature]</i>
ASIPHE PETER	ALM INTERN	4	0783139430	<i>[Signature]</i>
Nondikuo Ngata	Community member	4	073505924	<i>[Signature]</i>
THEMBINKOSI TOKOIR	"	4	0785705599	<i>[Signature]</i>
STORY NOZEKI	"	5	078-956-1046	<i>[Signature]</i>
MOMPAMELO GATSHI	"	4	0722268984	<i>[Signature]</i>



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
BUSISA XONGWANE	Acting Mayor		0791701810	
Montanijo Charlie	ALM W/CLUB 04	04	0671365510	
NONNINO KUMBO	W/CLUB 25	09	0631375259	
NICHOLAS ALENGA	MPAC	MPAC	07350025307	
ZULISA QONBO	MPAC	MPAC	0731582255	
THEMBELA MBIJAN	ALM	Public Participation	0622104572	



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
NONKOSAZAMA RILITHAMA	FWD.C.H	12	0784064418	
Annula Siyokwaa	FWD.C.H.	12	0839877120	
SIDNEY MBELENI	W/Comm.	8	0655150682	
M-VETI		8	0632009550	
HOWARD KRISHE		3	0656782351	



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Nomasixole Ngangelizwe	w/c	08	018 5249571	
Nelson Kondiwa	w/c	08	0726232334	
MANDIA MDISHWA	w/c	12	0792783890	
ANUWE NBERENI	w/c	12	071 755 4413	
S. BANYI	CLO	12	0835227620	
Thandwe NISIMATA	F.W.D. M	12	0610502249	



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DATE: 30 NOVEMBER 2023

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
X. NESTI	MPAC member		0834515748	
A.P. SIMANDIA	MPAC MEMBER	12	0768416888 A.P. Simandia	
B. Xongwara	Acting Mayor		7791701519	
Z.A. Gohwe	MPAC CHAIRPERSON	MPAC	0731582053	



ATTENDANCE REGISTER

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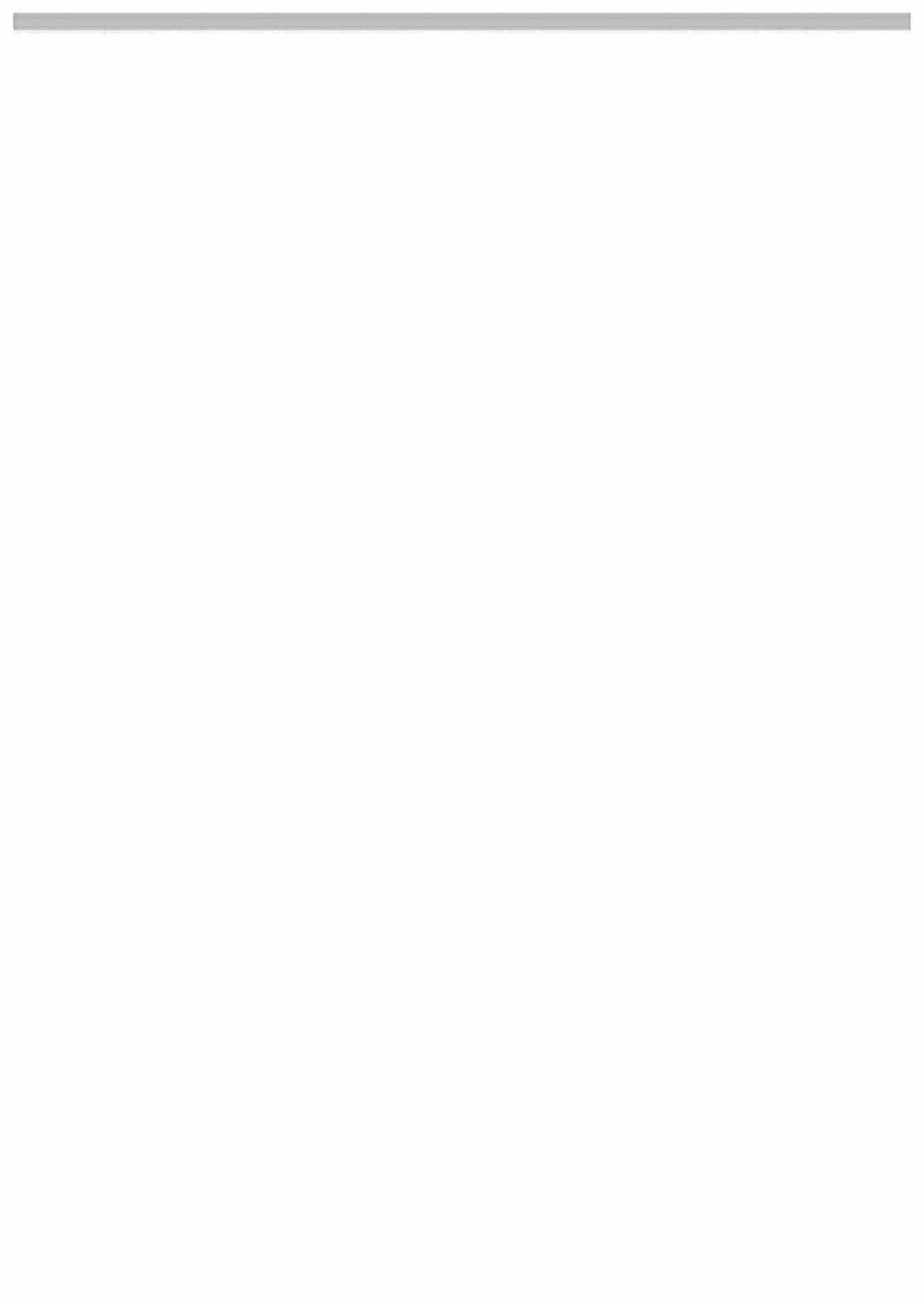
VENUE: FRANKFORT COMMUNITY HALL

DATE: 30 NOVEMBER 2023

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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
Mobomile Lali	W/C	8	0646013754	M. Lali
NORAH NTSHANTA	W/Gen	12	0673543075	N. Ntshanta
Thobeka Songetolo	W/Gen	8	0646107060	Thobeka Songetolo
ZIMNO BUSIKA	ALM		043 492 1062	Z. Busika
Zukishu Kozeka	ALM		043 492 1062	Z. Kozeka



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NAME & SURNAME	STAKEHOLDER	WARD	CONTACT NO.	SIGNATURE
SIPHELE THOMAS	IDP - PMS INTERV		043 623 5000	
ASIPHE PETER	Public Participation-INTER		0783 139430	
Momasilakhe Kosi	F.W.D.C.H.	12	07359836001	M. Kosi
Nononde Masingisa	F.W.D.C.H.	12	073 7583357	
Dumisa DUMALISILI	AMAHATHI h.M.		043 4921270	
Allen Kosi Helu	Amahathi CM		065 492 1157	

