

**A 5 MPAC REPORT (3<sup>RD</sup> QUARTER SDBIP REPORT)  
(E/C 2017 01 24; C 2017 01 26)**

(12/2/3/1/1)

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**RESOLVED**

- (a) That the Accounting officer ensures that all the quarterly reports are tabled or presented to Council within the time frames set in all the Municipal policies and Acts (**Act 52(d)**) that are governing the Municipality.
- (b) That the Municipal Manager provide the Municipal Public Accounts Committee with a detailed report on the exact months the meters were not read and how much revenue did the municipality loose during all those months the meters were not read as indicated on page 09 of the 2015/16 3<sup>rd</sup> quarter SDBIP and also indicate whether a proper handover by the new service provider has been done.
- (c) That a detailed report of a breakdown of how each department has spent on overtime, as GTM is not implementing the regulations in terms of the Basic Conditions of Employment Act (**Act 75 of 1997**), which is also an issue raised by the Auditor General during the 2014/15 audit.
- (d) That each director be accountable for their own department by submitting written reasons as to why overtime exceeding the limit that is set in the policy was approved.
- (e) That the Municipal Manager come up with ways or measures that will ensure that there are no more roll overs, as this has a negative impact on service delivery and submit those measures in the next Council sitting.
- (f) That a report on the monitoring of all the 2015/16 projects being implemented by all departments in the Municipality be submitted within 7 working days of this Council sitting which will be on the 06<sup>th</sup> February 2017.
- (g) That a progress report be submitted to MPAC on the Morudji to Matshwi, Kheshokolwe and Mafarana project.

*Signed by the Speaker  
Councillor DJ Mmetle*

REPORT OF THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE,  
COUNCILOR DG MKHABELA

**1. Purpose of the Report**

To report to Council on the 3<sup>rd</sup> quarter Service Delivery Budget Implementation Plan oversight report.

**1. Background**

The 3<sup>rd</sup> quarter service delivery budget implementation plan was referred to the Municipal Public Accounts Committee by council (**Act 52(d)**) to conduct oversight over the report. As indicated in the introduction of the Service Delivery Budget Implementation Plan, is a tool which assist Council to monitor implementation of the budget and delivering on the key performance indicators and projects as approved in the Integrated Development Plan. The SDBIP report is also one of the tools of trade that the Municipal Public Accounts Committee use as refereed by Council to the committee to perform oversight on behalf of Council

**2. Committee Findings**

The Municipal Public Accounts Committee notes with concern that this important reports are tabled in Council late, which subsequently it is refereed to MPAC late. That in itself interferes with the duties of MPAC in a sense that the committee is now perusing the reports for compliance only and not to assist council as all the recommendations that the committee will recommend to Council, will have no impact as they will be dealing with information that, had the report been tabled in Council on

time by following the reporting time frames, then alternative means and measures could have been recommended and preventative measures been put in place.

The committee wishes to bring this to the attention of Council that late reports have a negative impact for the Municipality. Directors and all officials are appointed on a full time basis. They are also aware of their reporting time frames which must be followed all the times as they are appointed to ensure the Municipality is operating in an effective and efficient manner. The following are few of the findings that the committee noted when perusing the 2015/16 3<sup>rd</sup> quarter SDBIP:

- a) Page 09 of 121 KVA meter have not been read for some months due to the fact that the appointment of the new service provider.
- b) Page 11 of 121 overspending on legal fees on contracted services.
- c) Page 21-24 an average of 2 million a month is spent on overtime, wherein R20 915 824 is already spent by 20 March 2016.
- d) Page 35 of 121, Implementation of Council resolutions are not at the expected level
- e) Auditing of performance reports are not completed on time, to ensure that reports that are submitted to Council contain a true reflection of actual performance
- f) Page 43, all creditors are not being paid within the required 30 days.
- g) Consolidated Ward Reports are not being sent to Council on at least a quarterly basis.

**RECOMMENDATIONS OF THE MUNICIPAL PUBLIC ACCOUNTS  
COMMITTEE**

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- (b) That the Municipal Manager provide the Municipal Public Accounts Committee with a detailed report on the exact months the meters were not read and how much revenue did the municipality loose during all those months the meters were not read as indicated on page 09 of the 2015/16 3<sup>rd</sup> quarter SDBIP and also indicate whether a proper handover by the new service provider has been done.
- (c) That a detailed report of a breakdown of how each department has spent on overtime, as GTM is not implementing the regulations in terms of the Basic Conditions of Employment Act (**Act 75 of 1997**), which is also an issue raised by the Auditor General during the 2014/15 audit.
- (d) That each director be accountable for their own department by submitting written reasons as to why overtime exceeding the limit that is set in the policy was approved.
- (e) That the Municipal Manager come up with ways or measures that will ensure that there are no more roll overs, as this has a negative impact on service delivery and submit those measures in the next Council sitting.
- (f) That a report on the monitoring of all the 2015/16 projects being implemented by all departments in the Municipality within 7 working days of this Council sitting which will be on the 06<sup>th</sup> February 2017.
- (g) That a progress report be submitted to MPAC on the Morudji to Matshwi, Kheshokolwe and Mafarana project.

**FOR CONSIDERATION**

