

MAKHADO LOCAL MUNICIPALITY
OFFICE OF THE DIRECTOR CORPORATE SERVICES

MINUTES OF THE ONE HUNDRED AND THIRTY SIXTH (136th) SPECIAL COUNCIL MEETING OF MAKHADO MUNICIPALITY WHICH WAS SCHEDULED FOR 28 AUGUST 2018 THEN POSTPONED HELD ON THURSDAY, 30 AUGUST 2018 IN THE COUNCIL CHAMBER, CIVIC CENTRE, KROGH STREET, MAKHADO AT 14:00.

PRESENT

Councillors

BABADU, T M
 BALIBALI, T
 BALOYI, R S
 BULALA, S I
 DAVHANA, N D
 DU PLOOY, A
 FURUMELA, M G
 JONES, N B
 KUTAMA, T
 LUKHELI, J
 MADULA, S
 MADUWA, E
 MADUWA, L G
 MAGADA, M R
 MALANGE, T M
 MALIVHA, N V
 MALULEKE, K M
 MAMAFHA, T J
 MAPHUBU, K
 MARAGA, T A
 MASHAMBA, M A
 MASIPA, M L
 MASUKA, S
 MASUTHA, L G
 MATUMBA, A
 MBOYI, M D
 MOHLABA, T J

MOKGOADI, M R
 MPASHE, M J
 MTHOMBENI, S Z
 MUKHARI, M F
 MUKWEVHO, G T
 MUKWEVHO, T D
 MULEFU, M E
 MUNYAI, N
 MUSANDIWA, P N
 NDOU, M D
 NEMATANDANI, M C
 NEMUDZIVHADI, N S
 NETHULWE, M F
 PHOSHOKO, M G
 RAMAVHOYA, K S
 RAMUSHAVHA, G M
 RASHAMUSE, A G
 RATSHIKUNI, D
 SESHOKI, T
 SIMANGWE, N J
 SINYOSI, S M
 SITHI, E T
 TAMBANI, T E
 TSHIAMBWA, L R

Officials

N C KHARIDZHA	(ACTING MUNICIPAL MANAGER & DIRECTOR CORPORATE SERVICES)
N G THANYANI	(ACTING DIRECTOR DEVELOPMENT PLANNING)
N G RALIPHADA	(ACTING CHIEF FINANCIAL OFFICER)
J E JOUBERT	(ACTING DIRECTOR TECHNICAL SERVICES)
M J KANWENDO	(DIRECTOR COMMUNITY SERVICES)
S W MATHONSI	(SARGEANT OF ARMS)
M D MUNYAI	(ADMINISTRATIVE OFFICER: COMMITTEES)

Traditional Leaders

KHOSI N T L MASHAMBA	KHOSI P V KUTAMA
KHOSI F MOLEMA	KHOSI M M MPHEPHU
KHOSI P NETSIANDA	

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1. **OPENING: MOMENT OF REFLECTION**

REMARK:

1. The Acting Municipal Manager, Mr N C Kharidzha read the apology of the Speaker, Cllr L B Mogale and informed that according to Rules of Order, 2016, Clause 18.1 *“at every meeting of the Council the Speaker, or if he or she is not present, an acting Speaker shall be the Chairperson. An Acting Speaker may be elected by majority of Councillors present at any meeting of the Council where the Speaker is not present.”*
2. Cllr M D Mboyi proposed, duly seconded by Cllr R S Baloyi that Cllr S Z Mthombeni be appointed as Acting Speaker. The councillors present unanimously by show of hands accepted the proposal in general and Cllr S Z Mthombeni ascended the chair as acting Speaker of the day.

The Acting Speaker, Cllr S Z Mthombeni ruled that a moment of silence be observed for meditation and prayer, whereafter he declared the meeting officially opened and welcomed everyone present.

He expressed that all be reminded of the Municipality’s Vision and Mission as follows:

Vision *“A democratic, accountable and service delivery orientated municipality committed to good governance and socio-economic development of its community”*

Mission *“We will use available resources effectively in order to address socio-economic imbalances through infrastructure and local economic development opportunities”.*

2. **NOTICE OF THE MEETING**

The Acting Speaker confirmed that all members had received notice of the meeting, i.e. by sms, by e-mail, as well as in hard copy format.

3. **APPLICATION FOR LEAVE OF ABSENCE**

RESOLVED –

THAT leave of absence be granted in terms of the provisions of Rule 21 of the Council’s Rules of Order, 2016 published under Provincial Gazette Notice no. 2736 dated 29 July 2016 in respect of the Special Council meeting held on 30 August 2018 to Cllrs N F Chililo, M J Gabara, N Kutama, V S Luduvhungu, F N Madzhiga, N A Mafhala, L B Mogale, N S Munyai, M N Ndou, S S Nyelisani, R Raliphada, M E Malima, T C Mamafha, T P Mamorobela and L M Mathalise.

REMARK:

- 2.1 Cllr T E Davhani, F B Hlongwane, M S Machethe, R T Maingo, M A Selapyana, G Tshibvumo, S S Tshifura and M S Tshilamyana were not present at the meeting.
- 2.2 Khosi T G Muila, Hosi S T Mukhari, Khosi V C Ramabulana, Hosi H S Mukhari, and Khosi R H Sinthumule were not present at the meeting.
- 2.3 One (1) vacancy existed due to the resignation of Cllr A A Raphalalani.

4. REPORT OF THE EXECUTIVE COMMITTEE, AND SECTION 79 COMMITTEES

4. (a) Recommendations of the Executive Committee in terms of section 59 (1) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000): August 2018

468th Executive Committee Meeting: 29 August 2018

(b) Recommendations of the Section 79 Oversight Committees in terms of section 59 (1) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000): August 2018

13th Section 79 Oversight Committee: Community Services meeting: 30 August 2018

40th Section 79 Oversight Committee: Corporate Services meeting: 30 August 2018

28th Section 79 Oversight Committee: Finance meeting: 30 August 2018

23rd Section 79 Oversight Committee: Development Planning meeting: 30 August 2018

16th Section 79 Oversight Committee: Technical Services meeting: 30 August 2018

ITEM A.129.30.08.18

COUNCIL COMMITTEES: APPOINTMENT: CHAIRPERSON OF RISK MANAGEMENT COMMITTEE: 2018-2021

(4/32)

RESOLVED A.129.30.08.18 (COUNCIL)

1. THAT Council takes note of the appointment of Mr Lekula Sydwell Mofokeng as Makhado Local Municipality's Risk Management Committee Chairperson with effect of 1 September 2018 to 30 August 2021, and the qualifications of said Chairperson as recorded in the Annexure on page EC 2018/3286 of the 469th Executive Committee Agenda. (MM)
2. THAT based on the experience, knowledge and qualification of the incumbent, he will be remunerated in line with the Auditor General (SA) rates for a maximum of eight (8) hours per meeting including preparation. (MM)

RiskCommitteeChairperson_itm

ITEM A.130.30.08.18

COUNCIL COMMITTEES: APPOINTMENT OF AUDIT AND PERFORMANCE AUDIT COMMITTEE MEMBERS: 2018-2021

(4/11/1)

RESOLVED A.130.30.08.18 (COUNCIL) –

THAT the following suitably qualifying candidates be appointed as members of the Council's Audit and Performance Audit Committee:

- (i) Masite Sedie Jane
- (ii) Thubakgale Jan Letsepe
- (iii) Matenzhe Ntsieni Stanley
- (iv) Ramuedzisi Vhonani Denga

subject to the following conditions:

1. Ms Sedie Jane Masite be appointed as the chairperson of the Audit and Performance Audit Committee.

2. The Audit and Performance Audit Committee members be appointed for a period of thirty six (36) months with effect from the date of Council Resolution.
3. Committee members be remunerated for preparation and attendance of meetings according to National Treasury Regulations that regulate the Remuneration of Boards or Committee Members.
4. Members who hold the highest professional qualifications in their field be remunerated in line with the Auditor General (SA) rates for a maximum of eight (8) hours per meeting including preparation, as recorded in Circular 1 of 2015 attached as Annexure B to the report in this regard.
5. The Audit and Performance Audit Committee must commence with its oversight function with effect from the date on which members accepted their appointment in writing.
6. The Audit and Performance Audit Committee members must sign a service level agreement from date of acceptance of appointment.
7. A need for members of the APAC with Engineering and Information Communication Management qualifications and background exists. (MM)

AppointmentAuditComMembers_itm(2)

ITEM A.131.30.08.18

PERFORMANCE MANAGEMENT: FOURTH QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN: 2017/18 FINANCIAL YEAR: PROGRESS REPORT (10/1/4/1; 10/1/2)

RESOLVED A.131.30.08.18 (COUNCIL) –

THAT Council takes note of the Fourth Quarter Service Delivery and Budget Implementation Plan performance for the 2017/18 financial year. (MM/ALL DIRS)

FourthQuarterSDBIP2017-18_itm

ITEM A.132.30.08.18

PERFORMANCE MANAGEMENT: ANNUAL PERFORMANCE REPORT (SECTION 46): SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN PERFORMANCE: 2017/18 FINANCIAL YEAR (10/1/4/1; 10/1/2)

RESOLVED A.132.30.08.18 (COUNCIL) –

THAT Council takes note of the Section 46 Service Delivery and Budget Implementation Plan performance for the 2017/18 financial year. (MM/ALL DIRS)

Section46AnnualPerformanceReportSDBIP2017-18_itm

ITEM A.133.30.08.18**REPORTS: PROCUREMENT: IRREGULAR EXPENDITURE: MAY 2018 TO JUNE 2018
(10/1/5/2)**

RESOLVED A.133.30.08.18 (COUNCIL) –

THAT Council take note of the suggested reasons for the irregular expenditure of R3,105,336.21 from 1 May 2018 to 30 June 2018 and refer the matter for further investigation to MPAC who will submit its recommendations to Council. (CFO)

IrregularExpenditureMay2018-June2018_itm

ITEM A.134.30.08.18**REPORTS: PROCUREMENT: CLAUSE 36: QUOTATION DEVIATIONS: 4th QUARTER:
2017/2018 FINANCIAL YEAR
(10/1/5/2)**

RESOLVED A.134.30.08.18 (COUNCIL) –

THAT in terms of clause 36 of the Municipal Supply Chain Regulations, 2005 promulgated under the Local Government: Municipal Finance Management Act, 2003, in procurement by means of quotations during the 4th quarter of the financial year in the amount of R1,568,798.42 and which each was duly approved by the Accounting Officer before it was procured, be noted by Council. (CFO)

QuotationDeviation4thquarter2017-2018_itm

ITEM A.135.30.08.18**FINANCES: IMPLEMENTATION OF MAKHADO MUNICIPAL SUPPLY CHAIN
MANAGEMENT POLICY, 2017: QUARTER 4, 2017/2018 FINANCIAL YEAR
(1/3/54/1 & 10/1/5/2)**

RESOLVED A.135.30.08.18 (COUNCIL) –

THAT note be taken of the implementation of Supply Chain Management Policy, 2017 during Quarter 4 of the 2017/2018 financial year which report is submitted in order for the Council to exercise its oversight role in terms of section 6 of the Municipal Supply Chain Management Policy, 2017.

ImplementationQuarter4-2017-2018SCMPolicy_itm

(CFO)

ITEM A.136.30.08.18**FINANCES: ASSESSMENT OF CONTRACTED SERVICE PROVIDERS: QUARTER 4,
2017/2018 FINANCIAL YEAR
(10/1/5/2)**

RESOLVED A.136.30.08.18 (COUNCIL) –

THAT in terms of clause 116 of the Municipal Finance Management Act, Act No. 56 of 2003, the assessment report of contracted service providers for Quarter 4 of the 2017/2018 financial year be noted. (CFO)

AssessmentServiceProvidersQ4 2017-2018_itm

ITEM A.137.30.08.18**PERSONNEL: EXTENSION OF ACTING PERIOD: DIRECTOR TECHNICAL SERVICES
(5/3/4/5/23; 5/6/4)**

RESOLVED A.137.30.08.18 (COUNCIL) –

1. THAT note be taken of the progress with recruitment of candidates for appointment in the vacant post of Director Technical Services, which post became vacant on 1 June 2018, with correction of Annexure A, paragraph 3 in that the name “Cllr Davhana D” be replaced with the name “Cllr Mamafha T J”. (MM/DCS)
2. THAT it be approved that the Manager Civil Engineering, Mr M G Ralishuku be designated to act for a further period in the capacity as Director Technical Services, commencing on 1 September 2018 until 30 November 2018, or until the date that precedes the day on which a successful candidate commences duty as Director, whichever may be the earliest date. (DCS)
3. THAT application for extending the acting capacity in the vacant post of Director Technical Services as set out in paragraph 2 above, be lodged in terms of the provisions of section 56(1) (b) of the Local Government Systems Act, 2003 with the MEC for Cooperative Governance, Human Settlements and Traditional Affairs, Limpopo. (MM/DCS)

ActingDTSExtend_itm

ITEM A.138.30.08.18**FINANCES: SALGBC CIRCULAR NO 6/2018: WAGE AND SALARY INCREASE: 2018/19 –
2020/21
(6/1/1(2018/2019))**

RESOLVED A.138.30.08.18 (COUNCIL) –

1. THAT Council take note of the South African Local Government Bargaining Council (SALGBC) Circular no. 6/2018 on salary and wage collective agreement which is attached as Annexure A to the report in this regard. (DCS/CFO)
2. THAT SALGBC Circular no. 6/2018 on salary and wage collective agreement be implemented as agreed by parties in the South African Local Government Bargaining Council as follows:
 - 2.1 For 2018/2019 financial year a salary increase of seven percent (7%) for all employees covered by the attached agreement be implemented with effect from 1 July 2018.
 - 2.2 Employees who earn a basic salary of R9,000.00 or less receive a further increase of zero comma five percent (0.5%) effective from 1 October 2018 based on the salaries of the employees as at 30 September 2018.
 - 2.3 For 2019/2020 Financial year all salaries of employees covered by this agreement be increased by the CPI percentage, plus one comma five percent (1.5%) effective from 1 July 2019.

- 2.4 For 2020/2021 Financial year all salaries of employees covered by this agreement be increased by the CPI percentage, plus one comma two five percent (1.25%) effective from 1 July 2020.
- 2.5 For 2019/2020 and 2020/2021 financial years, the forecast of the reserve bank in terms of January 2019 and January 2020 shall be used respectively, If for each Financial year, the CPI is less than five percent (5%) the projected CPI for that particular financial year shall be deemed to be five percent (5%) and in the event that the projected CPI for that particular financial year is more than ten percent (10%), the projected CPI will be deemed as ten percent (10%).
- 2.6 With effect from 1 July 2019, the minimum salary payable in the sector is Seven Thousand Three Hundred and Twenty- Four Rand and Twenty-Four Cents (R7,324.24).
- 2.7 With effect from 1 January 2019, the minimum wage payable must increase by zero comma five (0,5%), calculated on the salaries of the employees as at 31 December 2018
- 2.8 For 2019/2020 and 2020/2021 financial years, the minimum wage must increase by the same percentage as the salary and wages increase for 2019/2020 and 2020/2021 respectively. (CFO)
3. THAT Department of Budget and Treasury implement all provisions as clearly set out in South African Local Government Bargaining Council (SALGBC) Circular no. 6/2018, irrespective of all other benefits and salary and wage collective agreement, read with SALGA Circular No. 32 of 2018 which was tabled at the meeting. (CFO)

Wage&SalaryIncrease2018-2021_itm

ITEM A.139.30.08.18

COUNCIL COMMITTEES:

- 1. TERMS OF REFERENCE FOR SECTIONS 79 OVERSIGHT AND SECTION 80 COMMITTEES**
- 2. PERFORMANCE EVALUATION QUESTIONNAIRE (4/1/B)**

RESOLVED A.139.30.08.18 (COUNCIL) –

1. THAT Council approves Section 79 Oversight Committees' Terms of Reference attached as Annexure A to the report in this regard, and that Section 79 Oversight Committees forthwith conduct its roles and responsibilities according to the approved Terms of Reference. (DCS)
2. THAT Council approves Section 80 Committees' Terms of Reference attached as Annexure B to the report in this regard, and that Section 80 Committees forthwith conduct its roles and responsibilities according to the approved Terms of Reference. (DCS)
3. THAT Council approves the Performance Evaluation Questionnaire for councillors and office bearers as more fully set out in Annexure C attached to the report in this regard, and that performance evaluation be conducted accordingly with effect of the 2018/19 financial year, and further as follows -

- 3.1 the panel for performance evaluation of Section 80 Committees - the Speaker, the Mayor, the Chief Whip, the Municipal Manager, Section 79 Committee Chairpersons and the respective members of each Committee,
- 3.2 the panel for performance evaluation of Section 79 Committees - the Chief Whip and members of the Whippers Committee, the Mayor, the Speaker, the Municipal Manager and the respective members of each Committee. (DCS)

4. THAT the Scope on Special Programmes should not reflect Sports, Arts and Culture. (DCS)

TORSection79&80Committees_itm

ITEM A.140.30.08.18

COUNCIL LAND:

- 1. TENDER NO. 47 OF 2004: REPORT ON DEVELOPMENT AND SALE OF UNDEVELOPED PORTION OF LOUIS TRICHARDT EXTENSION 9 TOWNSHIP**
- 2. SATELLITE CAMPUS – UNIVERSITY OF VENDA**

(8/3/2/644 & 7/2/2/1)

REMARK:

When this matter was considered Cllr S Masuka proposed, duly seconded by Cllr P N Musandiwa that recommendation no. 2 be amended to read as follows: “2. THAT the Municipality withdraw any agreement under Tender no 47 of 2004 on development and sale of undeveloped portion of Louis Trichardt Extension 9 township.”; and further that recommendation no. 3 be amended to read as follows: “3. THAT the Municipality must invite various developers to do a presentation on proposed development and sale of the undeveloped portion of Louis Trichardt Extension 9 township.” The proposal was accepted in general and recorded as Council Resolution hereunder.

RESOLVED A.140.30.08.18 (COUNCIL) –

1. THAT Council take note of the report. (DDP)
2. THAT the Municipality withdraw any agreement under Tender no 47 of 2004 on development and sale of undeveloped portion of Louis Trichardt Extension 9 township. (DDP)
3. THAT the Municipality invite various developers to do a presentation on proposed development and sale of the undeveloped portion of Louis Trichardt Extension 9 township. (DDP)
4. THAT a report about the satellite campus for the University of Venda be submitted at a next Executive Committee meeting. (DDP)

DayBreakProperties_itm(2)

ITEM A.141.30.08.18**FINANCES: TERMS OF REFERENCE FOR FORENSIC INVESTIGATIONS OF MUNICIPAL INVESTMENTS WITH VBS MUTUAL BANK
(6/8/B; 6/8/1)**

RESOLVED A.141.30.08.18 (COUNCIL) -

THAT Council takes note that the Provincial Treasury had appointed a service provider to conduct a forensic investigation of municipal investments with VBS Mutual Bank within a period of three months, and that the investigation will commence in Makhado Municipality on 5 September 2018.

ForensicVBS_itm

(MM)

5. REPORTS FROM MUNICIPAL PUBLIC ACCOUNT COMMITTEE**Recommendations of the Section 79 Standing Committee: MPAC in terms of section 59
(1) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000): August 2018****ITEM A.142.28.08.18****MPAC: FINANCES: PROCUREMENT: IRREGULAR EXPENDITURE: 4TH QUARTER,
2015/16 FINANCIAL YEAR
(10/1/5/2)**

RESOLVED A.142.28.08.18 (COUNCIL) -

1. THAT Council condone and write off the expenditure incurred irregular of **R20,854,439.46** for 4th quarter 2015/2016 financial year. (CFO)
2. THAT the Chief Financial Officer must try by all means to follow the Supply Chain Management processes and procedures regarding procurement. (CFO)
3. THAT the Accounting Officer must appoint suitable officials in the committees to avoid audit query. (MM)
4. THAT Municipality must try to minimize the irregular expenditure by following law and Supply Chain Management Policy. (CFO)

MPACIrregularExpenditureQuarter4 2015-16_itm

ITEM A.143.28.08.18**MPAC: FINANCES: SUBMISSION PROCUREMENT: IRREGULAR EXPENDITURE:
2014/2015 AND 2015/2016 FINANCIAL YEAR
(6/1/1(2014/2015) & 6/1/2(2015/2016))**

RESOLVED A.143.28.08.18 (COUNCIL) -

1. THAT Council condone and write off the expenditure incurred irregular of **R114,376,730.95** for 2014/2015 financial year and **R124,109,233.71** for 2015/16 financial year. (CFO)

2. THAT the Chief Financial Officer must try by all means to follow the Supply Chain Management processes and procedures regarding procurement. (CFO)
3. THAT the Accounting Officer must appoint suitable officials in the committees to avoid audit query. (MM)
4. THAT Municipality must try to minimize the irregular expenditure by following law and Supply Chain Management Policy. (CFO)

MPACIrregularExpenditure2014-15-2015-16_itm

ITEM A.144.28.08.18

MPAC: FINANCE: PROCUREMENT: IRREGULAR EXPENDITURE RAISED BY AUDITOR GENERAL 2015/2016 FINANCIAL YEAR (6/1/2015/2016)

RESOLVED A.144.28.08.18 (COUNCIL)

THAT Council condone and write-off irregular expenditure amounting to **R152,980,778** from 2015/2016 financial year which was referred to MPAC for investigation and that the following be further approved:

1. The Chief Financial officer must try by all means to follow the Supply Chain Management processes and procedures regarding procurement.
2. The Accounting Officer must appoint suitable officials in the committees to avoid audit query.
3. Municipality must try to minimize the irregular expenditure by following law and Supply Chain Management Policy.
4. Based on the above findings, no official can be held responsible for the expenditure incurred on this matter/item.
5. None of the irregular expenditure incurred was as a result of fraud or corruption but rather non-compliance with SCM at the time of procurement of such goods or services.

MPACIrregularExpenditureRaisedByAG_itm

(CFO/MM)

ITEM A.145.28.08.18

MPAC: FINANCES: REQUEST FOR CONDONEMENT OF FRUITLESS AND WASTEFUL EXPENDITURE: 4TH QUARTER, 2015/16 FINANCIAL YEAR (6/13/2/3 & 10/1/5/2)

RESOLVED A.145.28.08.18 (COUNCIL) -

1. THAT Council condone and write-off expenditure incurred as interest in the amount of **R6,645,279.00**. (CFO)
2. THAT invoices must be submitted in time to Finance Department by all departments to avoid such expenditure. (ALL DIRS)

3. THAT the Director Corporate Services, Chief Financial Officer and MPAC must monitor the developed register monthly. (DCS/CFO)
4. THAT based on the above finding no official can be held responsible for the expenditure incurred as fruitless & wasteful expenditure. (CFO)
5. THAT on the issues of irregular, fruitless and wasteful expenditure, MPAC is further emphasizing that:
 - 5.1 The Accounting Officer must develop an irregular and fruitless & wasteful expenditures register which must contain a detailed schedule for each financial year listing all irregular and fruitless & wasteful expenditure incurred by the municipality and it should be maintained. (MM)
 - 5.2. The Accounting Officer consults the relevant treasury for guidance on interpretation of the definition of irregular and fruitless & wasteful expenditure. (MM)
 - 5.3. The irregular expenditures & wasteful expenditure must kept up to date in order to track all alleged and confirmed irregular and fruitless & wasteful expenditure and for the purpose of maintaining an audit trail; this will also assist in ensuring that the irregular and fruitless & wasteful expenditures in the annual financial statement are complete and accurate.
 - 5.4. Accounting Officer must ensure all the recording of such details in the irregular expenditure register. (MM)
 - 5.5. If the irregular and fruitless & wasteful expenditures are confirmed the register must be updated and the necessary amounts must be included in the notes to the annual financial statements.
 - 5.6. If the investigation reveals that the expenditure is not irregular and fruitless & wasteful expenditure, the register must be updated accordingly.
 - 5.7. Records of all the follow-up activities that take place once the alleged irregular and fruitless & wasteful expenditures is discovered must be maintained and reference in the relevant register.
 - 5.8. Accounting Officer must conclude all investigations and resolve all matters related to irregular and fruitless & wasteful expenditure within 90 days from the date on which the alleged irregular and fruitless & wasteful expenditures was discovered or as soon as practically possible. (MM)
 - 5.9. If such investigation is not concluded by the date on which the annual financial statement is published, a narrative to this effect must be included as part of the irregular and fruitless & wasteful expenditure note to the annual financial statements.
 - 5.10. The Accounting Officer must ensure that the validity of irregular and fruitless & wasteful expenditure is confirmed before the annual financial statements are submitted for the audit purpose. (MM)
 - 5.11. If the irregular and fruitless & wasteful expenditures occurred during the year under review and is only discovered during the audit, the validity thereof must be confirmed before the audit is finalized.

- 5.12. If an investigation is still in progress after the audit is completed then a narrative to this effect should be included in the irregular and fruitless & wasteful expenditure note in the annual financial statement.
- 5.13. Irregular expenditure that was incurred and identified during the current financial year end and or before finalization of the financial statements must also be recorded appropriately in the irregular and fruitless & wasteful expenditures register.

MPACFruitlessandWastefulExpenditure2015-16_itm

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The meeting was closed and adjourned at 15:46.

Approved and confirmed in terms of the provisions of Clause 22.1 of the Rules of Orders, 2016 promulgated in Provincial Gazette Notice No. 2736 of 29 July 2016 under Local Authority Notice 125, by a resolution of the Council passed at the meeting held on 25 October 2018.

CHAIRPERSON

MDM/lh/SpecialCouncilMinutes_136