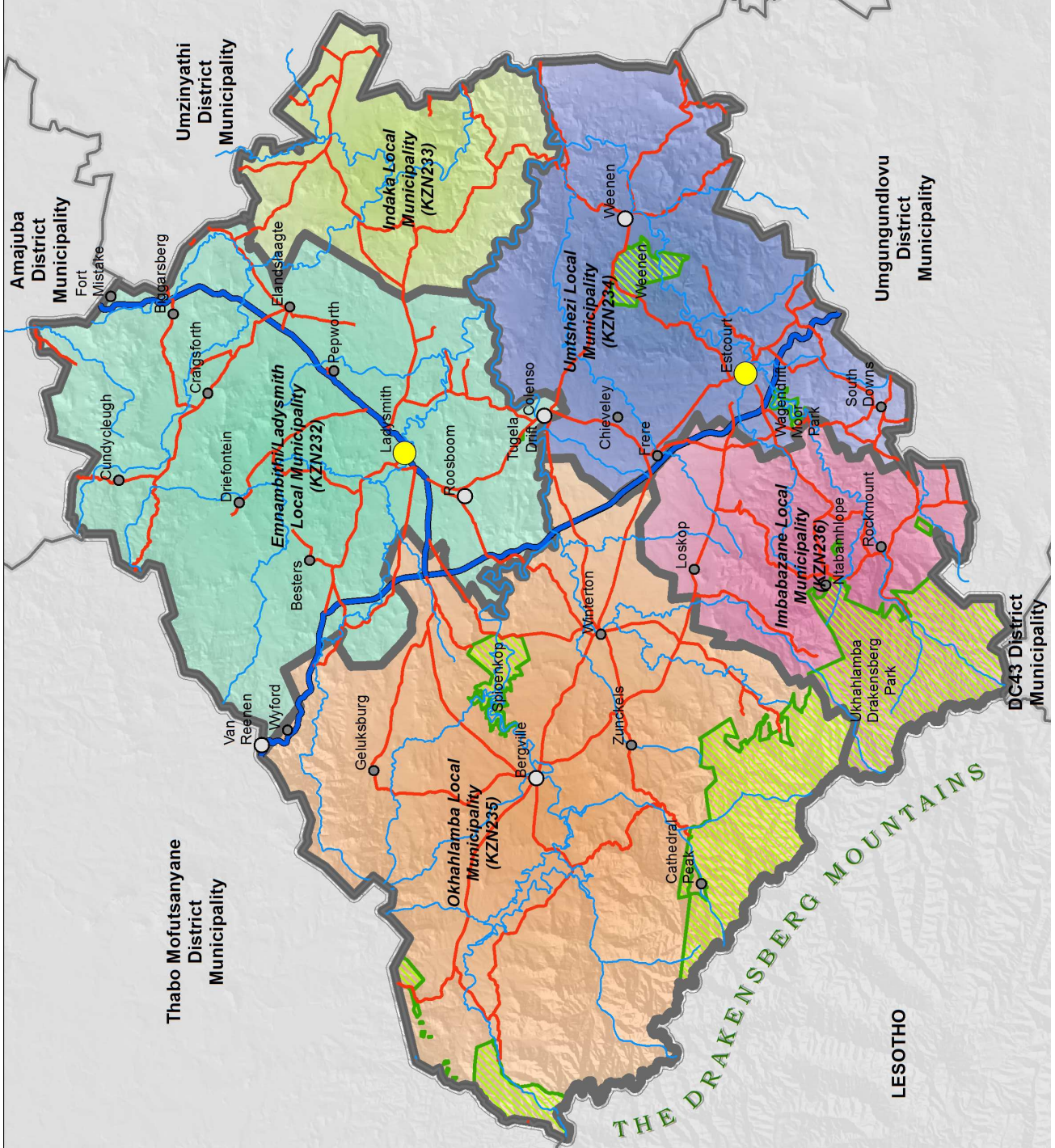




DRAFT
ANNUAL REPORT
2011/2012

uThukela District Municipality



uThukela District Municipality

uThukela District Municipality Vision:

A stable, sustainable and prosperous District with caring leaders who serve with excellence in governance, service delivery and economic development.

uThukela District Municipality Mission Statement:

We promote a people-centred environment with emphasis on communication, integrity, economy, effectiveness and efficiency.

Core Values:

- ***Solidarity***
- ***Honesty***
- ***Ownership***
- ***Professionalism***
- ***Self-reliance***



INDEX

	Page
1. Mayoral Foreword	5
2. Municipal Manager's Statement	7
3. Introduction and Overview	8
4. Key Statistics	11
5. General Information	12
6. Water Services	14
7. Strategic Planning and Economic Development	18
8. Health and Environmental Services	39
9. Financial Services	48
10. Human Resources	59
11. Technical	60
12. Audit Committee Report	66

Annexure

- Annual Financial Statements (page 1—46)
- Report of the Auditor-General (page 1—8)
- Action Plan to address Auditor-General's findings 2011/2012 AFS (7 pages)
- uThukela District Municipality Performance Report (1-40)



Mayoral Foreword

It is with pleasure that I present the 2011-2012 Annual Report for the UThukela District Municipality, as required in terms of section 121 of the Municipal Finance Management Act, No. 56 of 2003. The 2012-2012 Financial Year was one of the most strenuous as the Council battled to normalise a financial situation that has been left unattended for far too long. Furthermore, several senior positions have become vacant and due to various reasons could not be filled speedily. This has resulted in a situation of abnormality.

As the Mayor of the UThukela District Municipality comprising five local municipalities namely Emnambithi, Indaka, Umtshezi, Okhahlamba and Imbabazane. We continued delivery services across local municipal boundaries. We acknowledge the many challenges faced by our District Municipality especially in the delivery of water and sanitation resulting in continuous interruptions. It is with this in mind that Council requested assistance from COGTA and Treasury to normalise the situation. With their assistance and internal support of Councillors and Officials the situation started to normalise towards the end of the financial year. It is my hope that this effort will continue into the next financial year.

The interests of our diverse communities with regards to water and sanitation was and will continue to be our first priority. To this end great strides have been made towards enhancing the Municipal Infrastructure Grant expenditure, one of which was the opening of a separate bank account to account for such grants. While our duties and responsibilities continue to vary in scope, the commitment of our municipal employees remained stable despite challenges.

This annual report provides insight into municipal work achieved during the previous financial year. While the statistics provide an informative summary of what each department or section does, they do not adequately describe the



discrepancies and lack of dedication of some municipal employees, who often perform their duties without vigour whilst commending ones who perform their duties with requisite dedication.

Lastly, this report represents dedication of the Council and Administration and I offer my deepest gratitude to all those municipal employees and councillors who showed their commitment by providing excellent service to the people of the UThukela District Municipality and its “family” of local municipalities.

To promote a people-centred environment with emphasis on communication, integrity, economy, effectiveness and efficiency is our mission. Our District Municipality is affirming its commitment to service excellence through our core values, Solidarity, Honesty, Ownership, Professionalism and Self-reliance.

I thank you

Cllr. Ms DCP Mazibuko

Mayor: uThukela District Municipality

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
DISTRICT MUNICIPALITY



Municipal Manager's Statement

I have great pleasure to present the Annual Report for the uThukela District Municipality for the financial year 2011/2012.

Financial Year 2011/2012 was undoubtedly a year of challenges administratively, that can be deduced from and is reflected on the AG's opinion received, of which as Management and Staff we are deeply depressed to be in this situation, and have committed ourselves to turning things around in 2012/2013. We are aware that this will start by putting basic financial and administrative processes, procedures and structures as well as ensuring that internal capacity is enhanced through the filling of critical positions.

Analytically this Municipality has a very strong political leadership which consists inter alia, of not less than three Councillors who are former Mayors, some Councillors who have at least served two office terms as Councillors just to name a few opportunities. Utilising this strength, the Council of uThukela District Municipality working strictly within defined governance structures of Municipality, and respecting the protocol of role and responsibilities allocated to the offices of the Office Bearers, Municipal Manager, and all other senior Managers, is posed to provide leadership and necessary oversight in ensuring that Management implement the Municipal Turn-around Strategy and the Municipality's performance is enhanced. Council's instruction to Management and staff has been that it is business unusual and we must change the way we have been doing things. A lot of emphasis has been put into improving the way Water and Sanitation has been provided, prompt response complaints and open lines of communication between the Municipality and its residents, and Local Municipalities.

Whilst we still have a huge room of improvement in term of closing backlogs, some strides have been made towards improved coverage. The departmental reports herewith attached talks to the specifics.

I would like to take this opportunity to thank Councillors, and colleagues at all levels for the support and dedication during the year in question.

MM Sithole
Acting Municipal Manager



Introduction and Overview

The uThukela District Municipality is one of 10 district municipalities within KwaZulu-Natal, with an area of 11,329.065 km². It is located along the western boundary of KwaZulu-Natal, wedged between the boundaries of the Kingdom of Lesotho and the Free State Province. The district consists of five local municipalities, namely:

- Emnambithi Local Municipality (KZ232)
- Indaka Local Municipality (KZ233)
- Umtshezi Local Municipality (KZ234)
- Okhahlamba Local Municipality (KZ235)
- Imbabazane Local Municipality (KZ236)

The uThukela District Municipality derives its name from one of the major rivers, namely the Tugela River that rises from the Drakensberg Mountains and supplies water to a large portion of KwaZulu-Natal and is also being used for electricity generation.

The uThukela District Municipality is predominantly rural, with approximately 75% of the population living on the rural landscape and two local municipalities, Indaka and Imbabazane, having no formal towns and mainly comprising of traditional areas. The District is bisected by the N3 National Road, offering limited benefit to the people of the District. The economic hub of the District is the town of Ladysmith with the industrial areas of Danskraal and the Ithala Industrial Estate, as well as to a lesser extent, the town of Estcourt.

Located within the uThukela District Municipality is the Ukhahlamba Drakensberg World Heritage Site, which comprises mostly of the District Management Area, stretching 93958.22 hectares, or 8.3% of the area of the District. The main tourism hub is Cathkin Park, which falls within the Cathkin Park Development Node, with a second development node located near the Royal Natal National Park, called the Babangibone Development Node. The towns of Bergville and Winterton are located within the vicinity of the Drakensberg and derive some benefits from the tourism industry. The town of Ladysmith is a significant historical tourism destination and offers a number of museums and historical sites.

The uThukela District Municipality has a population of 714,910 people (Community Survey 2007 - Stats SA), which calculates to a density of 63 people per square kilometre. The population is predominantly female, with 389,415 females and 325,495 males. The average annual household income is R23,419 and the annual income per capita is R3,046. The majority of the population within the uThukela District Municipality is African (95.40%), followed by Indian (3.25%), White (1.05%) and Coloured (0.31%). From the



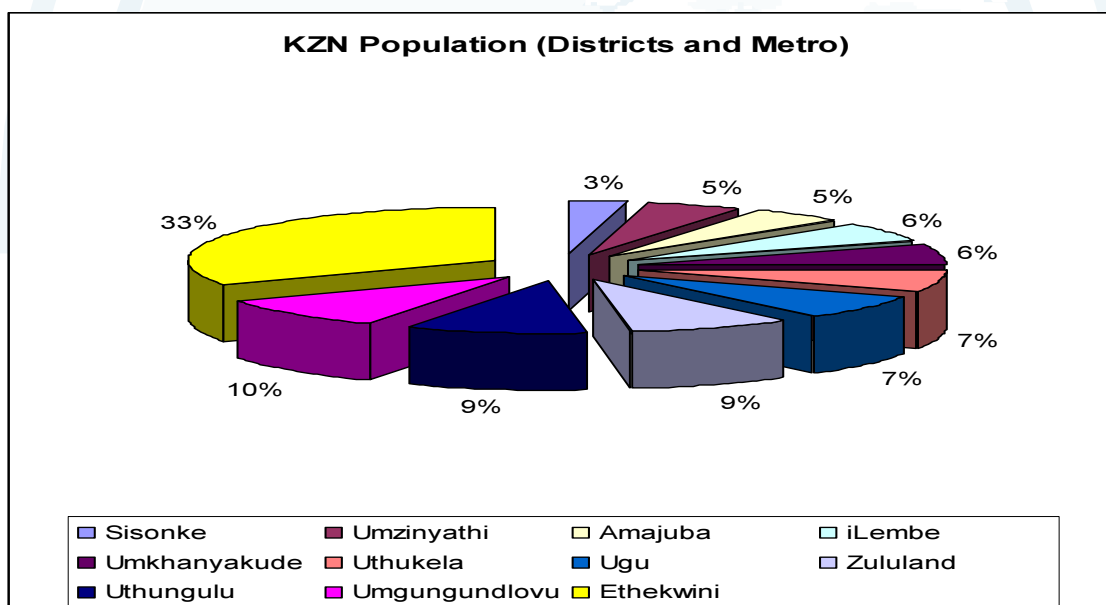
Introduction and Overview

400,921 economically active population, 120,415 (30%) is employed, 68,564 (17%) is unemployed and 211,942 (53%) is not working.

1991/2007 EMPLOYMENT TABLE					
	Population Employed	Population Unemployed	Population Not Working	Absolute Employment Rate	Absolute Unemployment Rate
KwaZulu-Natal 1991	28%	26%	46%	51.26%	48.74%
uThukela DM 1991	20%	29%	51%	41.22%	58.78%
KwaZulu-Natal 2007	34%	21%	45%	58.91%	41.09%
uThukela DM 2007	30%	17%	53%	59.13%	40.87%

The following table compares the employment figures for the uThukela District Municipality with that of the KwaZulu-Natal Province.

The uThukela District Municipality has 7% of the total population of KwaZulu-Natal, which is slightly above the provincial average of 6.7% and compares in



population size to the Ugu District Municipality. The figure below indicates the comparative population of the districts and metro within the province of KwaZulu-Natal.

The uThukela District has an annual average rainfall of over 1,000mm over most of its area and a mean maximum temperature of between 13.5 °C and 25.9 °C and a mean minimum temperature that varies between 3.7 °C and 12 °



Introduction and Overview

C. The temperature in the Indaka and Umtshezi municipal areas are higher than the rest, mainly as a result of their distance from the Drakensberg, that in general has a lower temperature.

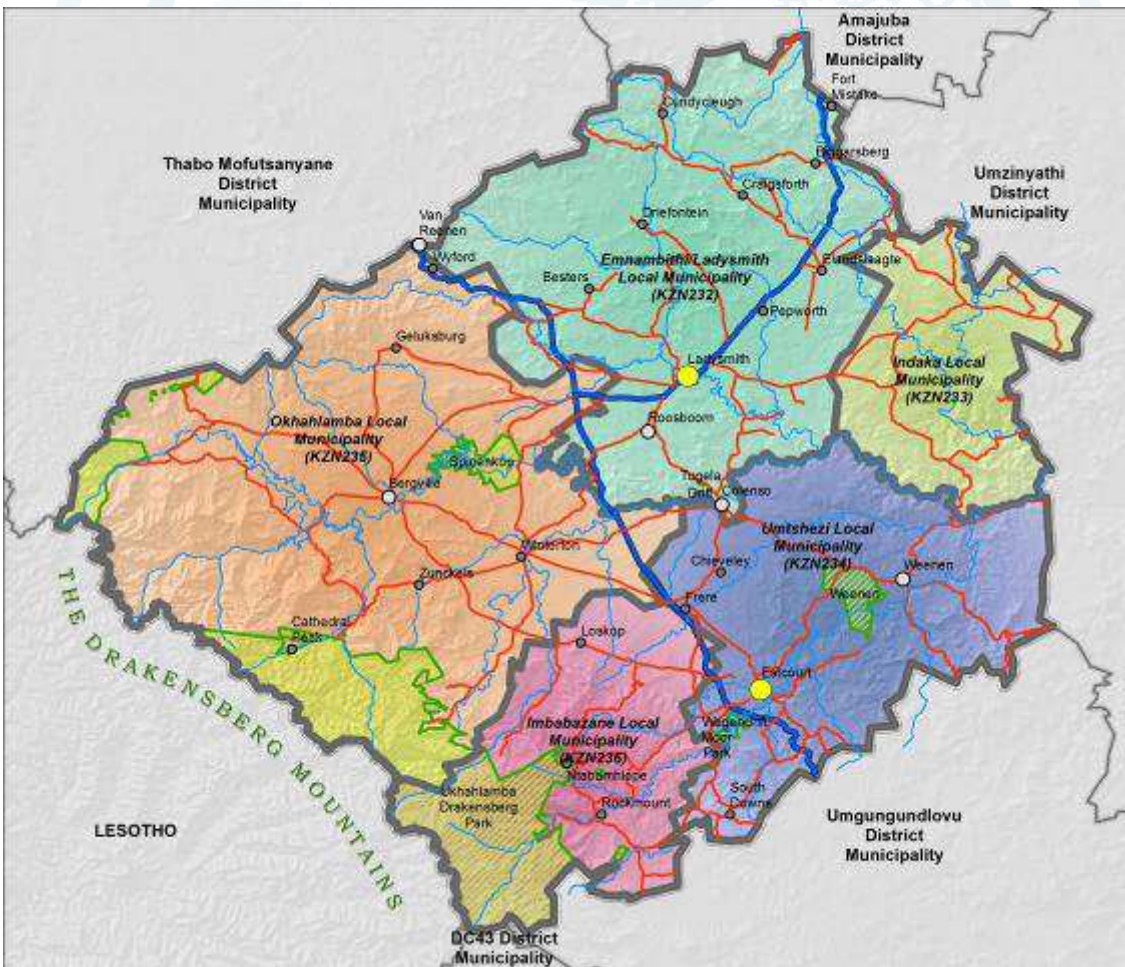
Employment is mainly in the manufacturing industry, followed by community/social services and the wholesale/retail sectors. Most people are employed in elementary positions, followed by plant/machine operators and craft and trade. The manufacturing industry therefore plays a significant role in employing the people of the uThukela District.



Key Statistics

uThukela District Municipality

- **Area:** 11,329.065 km² (1,132,906.5ha)
- **Population:** 714,910 / 139,638 households
- **Density:** 63 people/km²
- **Unemployment rate:** 40.87%
- **Local Municipalities:** 5
- **Local Authority Grade:** Category 4
- **Urban Rural split:** 25% urban 75% rural
- **Municipal Councillors:** 31
- **Traditional Authorities:** 18



General Information

Water and Sanitation Backlogs

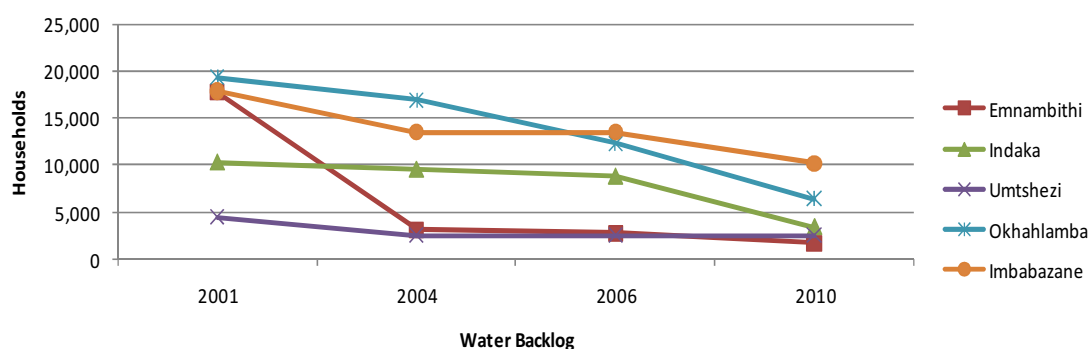
The core function of the uThukela District Municipality is the provision of water and sanitation services. The following tables and graphs indicate the progress made in addressing the water and sanitation backlogs up to mid 2010 (Source: AB Projects):

Water Backlogs

The following two tables indicate the eradication of the water backlog since 2001 until 2010 in the uThukela District Municipality.

Local Municipality	Water Backlogs 2001		Water backlogs 2004		Water backlogs 2006		Water backlogs 2010	
	Households	%	Households	%	Households	%	Households	%
Emnambithi	17,718	13	3,104	2	2,750	2	1,713	1
Indaka	10,324	8	9,556	7	8,807	7	3,390	2
Umtshezi	4,469	4	2,520	2	2,520	2	2,520	2
Okhahlamba	19,339	14	16,889	13	12,289	9	6,413	5
Imbabazane	17,868	13	13,464	10	13,464	10	10,161	7
DMA	37	0	0	0	0	0	0	0
Total DM	69,755	52	45,533	34	39,830	30	24,197	17

Water Backlogs 2001 - 2010



Sanitation Backlogs

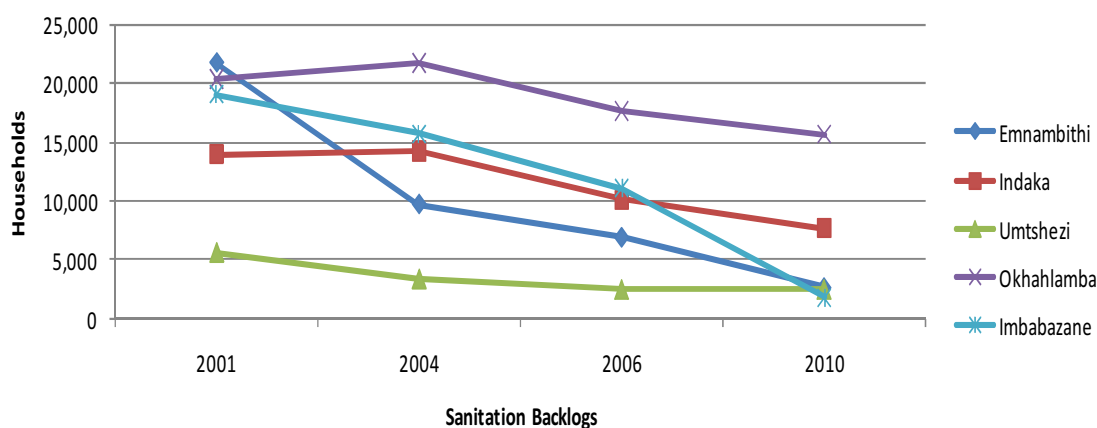
The following two tables indicate the eradication of the sanitation backlog since 2001 until 2010 in the uThukela District Municipality.



General Information

Local Municipality	Sanitation Backlogs 2001		Sanitation backlogs 2004		Sanitation backlogs 2006		Sanitation backlogs 2010	
	Households	%	Households	%	Households	%	Households	%
Emnambithi	21,743	16	9,740	7	6,908	5	2,650	2
Indaka	13,958	10	14,228	11	10,137	8	7,683	5
Umtshezi	5,616	5	3,386	3	2,520	2	2,520	2
Okhahlamba	20,370	15	21,707	16	17,662	13	15,661	11
Imbabazane	19,050	14	15,714	12	11,096	8	1,783	1
DMA	10	0	0	0	0	0	0	0
Total DM	80,747	60	63,999	47	48,323	36	30,297	21

Sanitation Backlogs 2001 - 2010



2007 Community Survey: Population per Local Municipality

Municipality	Wards	Population		Households	
		2001	2007	2001	2007
Emnambithi/Ladysmith 2,964.822km ²	25	225,459	236,746	50,530	50,259
Indaka 991.528km ²	10	113,644	101,555	21,372	21,081
Umtshezi 2,130.288km ²	7	59,921	83,906	13,093	15,231
Imbabazane 827.349km ²	12	119,925	140,747	23,030	24,559
Okhahlamba 3,475.496km ²	13	137,525	151,446	26,677	28,508
KZDMA23 939.5852km ²		465	515	143	158
uThukela DM 11,329.065km²	Total 67	656,939	714,915	134,845	139,638



DEPARTMENTAL REPORTS

WATER SERVICES DEPARTMENT

Introduction

The period under review in respect of this report is from 01 July 2011 to 30 June 2012. The provision of safe drinking water and treatment of effluent before discharge back into the rivers together with operation and maintenance of the infrastructure are our main competences.

Bulk Services

The project for investigating the status of water provision in Ladysmith and Ezakheni has been completed. The consultants have produced a master plan for the study area. The master plan includes a comprehensive overview of the current reticulation networks as well as a proposal for the construction of a mega plant at Spioenkop Dam. This mega plant will be constructed in phases and will include new pipelines to Ladysmith, Ezakheni and surrounding areas, as well as a pipeline to supply water to Indaka Local Municipality.

The master plan has been presented to council and has been approved. The consultants have been mandated to produce a business plan for the purpose of accessing funds. They have also been mandated to expand their study to include the entire area of operations of UThukela District Municipality

The project for the refurbishment of pumps at the Ezakheni Raw Water Pump Station will be completed by the end of August 2012. This project was funded by DWA and project managed by Umgeni Water. Four new vertical shaft pumps as well as two large submersible pumps have been installed. We are still awaiting delivery of the final vertical shaft pump which will be kept as a spare pump. De-silting pumps have also

been installed in the sumps as part of this project.

New chlorination units at all of the Water Treatment Works have been installed and a contract for installation of telemetry in Ladysmith and Ezakheni has been completed. Telemetry to other areas will be implemented once funding has been approved. A project for controlling water pressures in Ezakheni has also been successfully completed. This will also be expanded to other areas where we have severe water losses.

Funding was received for the refurbishment of six Wastewater Treatment Works. The plants which are being refurbished are Estcourt, Wembezi, Winterton, Ezakheni, Ekuvukeni and Colenso. These projects are in progress and are due to be completed by 31 March 2013.

All of our Water Treatment Works as well as the other Waste Water Treatment Works and Pump Stations require major refurbishment work. To undertake refurbishment of these plants requires a large amount of financial support. It is anticipated that funding will be made available.

Areas of major concern and requiring urgent intervention are the upgrading of Eskom electricity to Ezakheni Water Treatment Works, Spioenkop Dam Raw Water Pump Station which supplies raw water to Ladysmith Water Treatment Works and Wagendrift Dam Raw Water Pump Station which supplies raw water to George Cross Water Treatment Works.

The raw water pumps and electrical panels at Wagendrift Dam Raw Water Pump Station have been upgraded as well during this financial year.

Most of our Water Treatment Works are producing water in excess of their design capacities. The reason for this is twofold; the demand for water has increased due to increases in consumers and there are huge losses in water due to bursts, leaks and

unaccounted for water. The excessive demand for water compromises the quality of water produced because there is less retention time on the plants.

Reticulation

This area of operations continues to be plagued with burst pipes due to the aged infrastructure. Many of the pipes are in excess of 50 years old and major funding is required to replace these old pipes. Despite the numerous burst pipes we have managed to supply water to the communities without any excessive delays.

Loss of water through leaks remains a huge concern. As mentioned above a Water Conservation Water Demand Management (WCWDM) project was undertaken in Ezakheni. Pressure Reduction Valves (PRV's) were installed in various zones and the pressures are now controlled. This has resulted in all areas having sufficient water and reservoirs being full. It is hoped to expand this project to other areas when funding is received.

It is essential that the communities be made aware of the necessity to conserve the scarce resource of water. Every litre of water that is saved means less overload on the system, saving in costs and better quality water.

Rural Water Supply

There are many boreholes supplying water to rural areas. The vast majority are hand operated pumps but there are also a large number of production boreholes. The production boreholes are mostly electrically operated but there are some which are diesel operated.

A large number of these boreholes run dry during the winter months due to the water table being lowered. This is detrimental to the operation of our pumps as well as to the future water reserves.

A large amount of water is supplied to rural areas by water tankers. This supply is to communities that do not have any alternative water supply. Water tankers also act as a back-up to other areas when there is an interruption due to burst pipes, no electricity for pumping as well as mechanical failures. Provision of water via tankers is a very expensive operation and it is hoped to achieve a saving on water tankers by implementing rural water supply schemes, drilling boreholes and by managing them more efficiently.

Conclusion

We continue to have a huge challenge to combat vandalism at our Water and Waste Water Treatment Works. As stated previously, offers of rewards do not work and the South African Police Services response time to complaints is not acceptable in apprehending people in the act of vandalism.

Illegal yard connections also continue to be a problem. They have the effect of putting too much strain on the network resulting in lower pressure to other consumers as well as times when there is no water.

The payment for water consumed is however the biggest challenge which is faced. If all consumers were to pay something for water consumed there would be a huge reduction in the amount of water being wasted. If the wastage of water is not controlled and reduced we will continue to have financial difficulties which will impact on our ability to provide an efficient and effective delivery of service.

STRATEGIC PLANNING AND ECONOMIC DEVELOPMENT

LED Strategy Review

Background

In November 2011 the Department of Co-operative Government (COGTA) transferred an amount of R600 000 to the municipality, which was to assist in the review of the LED Strategy for the district.

The scope of work included the formulation of an uThukela District Local Economic Development strategy and concurrently review the existing local economic development plans. The development of the LED strategy will trigger economic development opportunities within uThukela and will allow for alignment with local municipal strategies; develop a practical implementation plan, as well as facilitate institutional development. The LED Strategy will allow LED plans to be reviewed at local municipal level within the district and allow for the review of policies and legislation that are of relevance to economic intervention imperatives of government.

Milestones Achieved

- 19 March 2012 – An advert was published in Ilanga and Herald newspaper
- 27 March 2012 – A briefing session was held
- 09 July 2012 – Grant Thornton was appointed as a preferred service provider

UThukela District Municipality LED Forum

The uThukela LED Forum was revived with new Terms of Reference and with the assistance from Department of Economic Development and Tourism. The first meeting was held on 24 April 2012, with the next scheduled meeting planned for 12 September 2012. The broad role of the forum will be to guide and coordinate local economic

development and to assist and monitor implementation of the actions developed during District Growth and Development Summits.

Masibumbaneni Co-Operative Poultry Project

Objectives of the Project

The objective is to participate in table egg production. The ultimate aims of the project are to develop and provide local economic infrastructure as outlined in the rural development policy in order to create employment opportunities for rural members through participation in the project; ultimate participate and contribute to the economy as sizable poultry contract for abattoirs; to capacitate rural women in appropriate skills for development and income earning; to improve food security for the community ; and to build the general confidence and pride of rural women in their ability to pull themselves out of their poverty and to serve as good example to neighbouring communities that poverty can be beaten.

Number and analysis of beneficiaries

The project has 18 adult unemployed female members that will benefit directly. Indirectly beneficiaries are the families of the co-operative members and the general public that buy live chickens from the project either for sale or for household consumption as a source of protein.

Current situation or status quo of the Project

The project is located in a deep rural area 50 kilometres outside the town of Ladysmith. The Project was funded by the Department of Co-operative Governance and Traditional affairs and the project value is R1000 000.00. The project steering committee has a mandate to support Masibumbaneni Co-operative in order to implement economic development in the area in line with the LED framework and business plan.

The Project Steering Committee resolved that a project manager will not be appointed and that the Department of Agriculture will assist as one of the stakeholders. Subsequently, Mr BD Sibisi will act as the project manager and Mr. XK Hadebe will monitor the process. The budget will be sufficient to cover two cycles of layer bird input of 500 birds per cycle, infrastructure, feed, medication, temperature control, equipment fencing, water provision and ablution block. Terms of reference had been developed. There are no changes in the expenditure and procurement should start once the site is cleared by the Indaka Local Municipality. The project is set to be completed within a twelve month period.

IT Section

The department is involved in the day-to-day management of the IT infrastructure of the uThukela District Municipality. Following highlights of shortcomings in the 2010/2011 audit report, the Department of Treasury has facilitated interventions in the management and operation of the IT Department. The Department of Treasury appointed Ernest and Young to assist in the IT intervention and delivered the following:

- IT General Control Framework
- IT Strategy, Budget & Policy
- ICT Steering Committee
- ICT Risk Assessment
- Third Party Management
- Change Management
- IT Project Management
- IT Acquisition Management
- Monitoring of IT Performance
- Education Programs
- Incident Management
- Protection of IT Equipment

- User Access Manager
- Network Security Management
- Virus & Patch Management
- Audit Logs
- Business Continuity Management

Tourism Section

UThukela Destinations Brochure

UThukela has been part of the UKhahlamba Drakensberg Destination brochure incorporation Southern Berg which is part of the Sisonke District Municipality. In the past both districts had shared the marketing of the UKhahlamba Drakensberg Destination in terms of content and costs. During the consultation by the appointed service provider and looking at our Tourism Plan which indicates that the District is not properly marketed it was then resolved that UThukela District Municipality develop its own Tourism Brochure with the title “ The UThukela Experience” to ensure proper inclusion and control.

UThukela District Tourism Forum

The establishment of this body is per the regulations from the Local Government: Municipal Structures Act 1998 whereby District Municipalities in terms of Powers and Functions are responsible for the promotion of Local Tourism for the area of the District Municipality. The Kwazulu-Natal Tourism Act requires that District Municipalities establish Tourism Forums within their areas of jurisdiction to align with provincial structures and improve lines of communication in the tourism sector. The first forum meeting was held on the 4th August 2009 and was officially opened by the Speaker who was delegated by the Deputy Mayor.

Provincial Tourism Meetings (PTF)

PTF meetings are held 4 times a year and the objectives of these meetings is, effective co-ordination and integration of tourism projects and programmes developed by officials of TKZN (tourism Kwazulu-Natal and of provincial municipalities to market and promote the province in line with the requirements of the Tourism KwaZulu-Natal Tourism Strategy 2008-2012.

Meetings were held during the following dates:

- 11 August 2009
- 19 November 2009
- 11 February 2010
- 06 May 2010

Meetings Attended:

- 27 July 2009 National Tourism Product Web –Based Mapping System – DEAT
- 18 August 2009 – Women in Tourism Summit – DEDT
- 04 September 2009 – Tourism Month Launch – DEDT
- 09 September 2009 – Battlefield Route Forum Meeting
- 14 October 2009 – Battlefields Route Forum AGM
- 27 November 2009 – Trade Quarterly Growth Forum Meeting
- 15 December 2009 – Provincial Tourism BEE Charter Forum Meeting
- 05 March 2010 – Municipal Tourism Workshop – DEDT

Marketing Shows/ Exhibitions: Tourism Indaba

Exhibitions bring suppliers of goods and services together with buyers, usually in a particular sector. The main advantages of exhibitions include their potential for sales leads and contacts with influence, gathering competitive intelligence, and the

opportunity for image building to the consumer (Lumsdon, 1997).

Tourism Indaba was held from 8 May 2010 to 11 May 2010. We were situated at the Tourism KwaZulu-Natal's pavilion and sharing the stand with Sisonke District Municipality. UKhahlamba Drakensberg stand was the most visited and we distributed over 5000 copies of our marketing brochure.

Provincial Tourism Forum Meeting

- 11 August 2011
- 17 November 2011

Tourism Exhibition Shows

02-04 September 2011 Getaway Show - The Getaway show attracts a high quality, targeted buying audience who attend the show because of their specific interest in tourism as well as related products and services on display.

National Tourism Careers Expo

The 2011 National Tourism Career's Expo took place on 23-25 September 2011. The Department of Economic Development and Tourism provided the municipality with two buses to transport learners to the Expo on 24 September 2011. On departure the learners were addressed by Cllr AS Mazibuko on behalf of the Mayor and were given lunch packs.

Municipal Tourism Workshop

On the 5th October 2011 the uThukela District Municipality hosted a Municipal tourism Workshop which was facilitated by the Department of Economic Development and Tourism together with Tourism KwaZulu Natal. Tourism strategies at Provincial and

National level were unpacked with immense emphasis on the roles and responsibilities of the different spheres of government in tourism.

KZN Festive Season and Beach Policy Campaign

The festive season launch campaign “KZN IS SUMMER” was held in Margate South Coast on the 29th October 2011 and we exhibited our tourism attractions to the domestic market.

Review of the Tourism Sector Plan

Urban-Econ Development Economists were appointed in October by the Department of Economic Development and Tourism as the suitable service provider for the review of the Tourism Sector Plan. The TOR's were drafted and agreed on and the first PSC meeting was held on the 11th November 2011.

The SLA was signed by the Acting Municipal Manager on the 11th November 2011.

COP 17 FCCI 05-09 December 2011

The Future Convention Cities Initiative is a new strategic research, collaboration and knowledge sharing forum of leading cities with convention bureaus. It is made up of the following leading business tourism cities, Sydney, London, Abu Dhabi, Toronto, San Francisco and Seoul. Durban and the province of KwaZulu-Natal are members of this alliance.

During Cop17 we exhibited alongside our alliance partners at Ushaka Marine world in Durban.

Other Meetings Attended

- B-BBEE Forum meeting – 24 November 2011
- 12 February 2012 : PTF meeting
- 2 June 2012: District Tourism Forum
- 17 July 2012 : CTA Inaugural meeting
- 2 August 2012 : PTF meeting

Gender Section

Take a girl child to work day

Purpose of the event

“Take a girl child to work” day is annual corporate social investment event held in SA since 2003. Despite advances in legislation the majority of women in SA is still suffer from gender inequality as they lack the skills to make them economically independent.

Report

On this day only girl learners from Ezakheni and Ekukhuleni High schools were taken to Drakensburg Pump Storage Scheme for excursion and to support the program “Take a girl child to work”. Both schools fall under the program of schools that we empower in all aspects especially on Teenage Pregnancy and drug abuse. This program assists learners to select relevant subjects for the courses they will do when they go for tertiary level. Learners were collected from their schools in the morning by uThukela District Municipality mini bus to Bergville. When we arrived there they were taught how electricity supplied to consumers and the amount of electricity needed to supply certain areas. They were shown different places where electricity is operated and how to operate. Learners were provided lunch packs by uThukela District Municipality.

100 Year celebration of Ms. Evelyn Mabaso

Purpose of the event

Gogo Evelyn Mabaso was born and bred at uThukela District at Ilenge and she was 100 years old on the 08/06/2012. The gender section of uThukela has decided to celebrate her 100 years of age with her in style.

Report

Before the actual date of the event we visited Gogo for several times to see her identity copy so that we can witness her age. UThukela DM gender section invited other Departments and stakeholders come on board so that Gogo's big day will be an unforgettable one. UThukela DM requested and managed to get sponsors from local business people and other stakeholders and departments brought some staff for Gogo to make her day a success.

UThukela DM gender coordinator Mrs Masinga went to Gogo's place on the big day to bath and dresses her up so that those who will attend the event will find her in good condition. The event started at 8h00 when Departments and other stakeholders arrived with gifts.

District Senior Citizen Executive Committee

Purpose of the Event

All the local municipalities nominates ward committees to elect executive committees at local level and thereafter to establish local forums in order to form district forum and executive committee for the information to cascade easily from national level to local municipality level and to ensure that senior citizens are represented in war rooms.

Report

UThukela DM invited all executive committees from 5 local municipalities to select executive committee for uThukela DM. Only Indaka and Ladysmith local municipalities attended but we managed to elect executive committee for UThukela DM. We left spaces for the other municipalities to be filled in. Five members were selected and five spaces were left opened. Coordinators and managers for the municipalities who did not attend the meeting will be visited to explain how executive committee was selected and request them to submit representative's names for their inclusion.

Autism Awareness Day

Purpose of the Event

Autism is a lifelong development disability that manifests itself during the first three years of life. The rate of autism in all regions of the world is high and it has a tremendous impact on children the families, communities and societies.

Report

On this day uThukela DM gender office visited KwaZamokuhle Special School to celebrate and raise awareness on Autism to the school and community. At KwaZamokuhle they have only 12 learners with Autism. We offered all learners apples and bananas and gave only those with Autism uThukela T-shirts. Teachers and therapists were also present. Learners were so excited.

April is the autism month commencing with World Autism Day on 2nd April every year. It is an opportunity to celebrate and be involved in helping raise awareness about Autism the community. In this month we all "Go Blue" we wear blue clothes and make blue in all drawings and colours.

Autism- brain disorder

On this day UThukela DM gender section visited Inkanyezi Special School to celebrate and raise awareness about Autism to the school and community. At Inkanyezi they have 35 learners with Autism. We gave all learners apples and only those with Autism uThukela DM T-shirts. Teachers, Governing Body, parents for learners with Autism were also present. They were so excited.

Teenage Pregnancy

Purpose of the event

The purpose of the event is to curb the high rate of teenage pregnancy in schools and to advise the learners about disadvantages of having affairs with older people (Sugar Daddies) and practice sexual activities.

Background

We are visiting schools with the high rate of teenage pregnancy to make them aware about the summit that we are planning in partnership with DOE.

Report

DOE supplied us with the list of schools with the high rate of Teenage Pregnancy for our district and we decided to do a summit to support, motivate and encourage the learners to do away with sexual activities. Proposal letters to MEC's of DOE and DOH are sent to invite them to support the summit. We are still waiting for their response.

For Women's months we got sponsors for sanitary towels. We shall do awareness in rural schools and distribute them to learners according to Mayor's instruction. The uThukela Mayor recommended that a summit or dialogue be held and promised the schools that achieve a 0% Teenage Pregnancy that they will receive incentives

annually. District municipality will visit schools every term to motivate and support learners in teenage pregnancy.

District Disability Executive Committee

Purpose of the event

All the local municipalities nominates ward committees to elect executive committees at local level and thereafter to establish local forums in order to form district forum and executive committee for the information to cascade easily from national level to local municipality level and to ensure that people living with disabilities are represented in war rooms.

Report

UThukela DM invited all people living with disabilities to attend the meeting in order to nominate and elect executive committee and form Disability Forum at Indaka Local Municipality so that UThukela DM will be able to form their Forum and elect the Executive Committee for people living with disabilities. Executive committee was elected but not all wards were represented, we left 4spaces to be filled. Deputy Mayor and councilors of Indaka LM and councilors of UThukela DM were present.

Golden Games

Purpose

To keep elderly fit and healthy all the time.

Background

The Office on the right of Senior Citizens initiated the event by looking at the elderly

people that they can gain many benefits from exercising. Life can be made a lot easier through improvement in strength, balance, coordination and mobility.

Report

Local Municipality level selections happened in the month of June and on the 25 July 2012 were district level selections. Those who were selected at district level formed a district team that will perform in Durban on the 27-29 August 2012 but due to lack of funds (no budget) uThukela will not be able to transport their team to Durban but I requested Dept of Sports and Recreation to assist and we are still negotiating. The sports codes are as follows

- Athletics
- Duck walk
- Pass the ball
- Soccer
- Kick the ball
- Pass and kick
- Juskei
- Rugby ball
- Dress up
- Ball relay
- Ring the stick
- Goal shooting
- Peg 'n wash

All Senior Citizens that will be selected in Durban will proceed to North West for national selections. Senior Citizens are encouraged to participate in these games and should be encouraged to join service centers. Awareness should be done in all our local municipalities.

Parliament for Senior Citizens 2011

Date: 29-30 September 2011
1 October 2011: Celebration of International Senior Citizens Day
Venue: UThungulu District Municipality: Ufasimba at Umlalazi Municipality
Theme: "HUMAN RIGHTS DO NOT END AT 60"

28TH SEPT 2011; 15h00-after arriving at Richard hotel in Richards Bay there was registration allocation of rooms, training and a briefing session on the following days proceedings

On Thursday 29th September all participants left Richards bay by bus at 08h00 for uFasimba sports ground. After a short devotion by Rev. Ntombela, Parliament was officially opened at 10h00. The morning session was spent debating the theme by various speakers from Kwa-Zulu Natal legislation. The following rights were discussed:

HEALTH RELATED RIGHTS:

- Senior citizens have a right to health care services. At health centres senior citizens should be given first preference.
- They have a right to sufficient food and water. They have a right to a well balanced diet and exercises in order to provide a healthy life style.
- As senior citizens are prone to Dementia and Alzheimer programmes to create awareness of signs and symptoms should exist in municipalities.
- No one should be refused emergency medical treatment

RIGHTS RELATING TO SOCIAL SECURITY:

The senior citizens have a right to social security including social assistance to those who are unable to support themselves.

RIGHTS RELATING TO HOUSING:

- Senior citizens have a right to housing.
- They should be given first preference during services deliveries for example; provision of water and electricity.
- Senior citizens have a right to an environment that is not harmful to their well being and health.

A representative from SASA warned senior citizens about dubious funeral schemes. He also provided clarity on the Grant in Aid and who qualifies for it. During the afternoon session MECs from different departments responded on issues raised during the 2010 senior citizens parliament.

Bad attitudes of Government Officials (Response):

As part of operation Sukuma Sakhe all officials are supposed to have name tags for easy identification. The Provincial hotline number was given for reporting such cases

UNEMPLOYMENT AMONG YOUTH:

Because unemployment among youth affects senior citizens the department of Safety and Liaison has on internship programmes that is currently recruiting unemployed youth

Health Related Issues Response:

There has been an improvement in rendering efficient health care though progress is slow.

Dental care in the form of dentures will be given free of charge to all senior citizens who require them at Inkosi Albert Hospital. The department of health also supports Frail care teams; as well as provide subsidies for old-age homes.

Social Issues Response:

- The govt has since 2010 allowed both males and females to qualify for old-age pension at 60years
- The issue of senior citizens who do not qualify for old-age pension because of their past employment is being discussed.

Friday 30th September was unique because the Premier, Speaker of parliament and the MPLS were chosen from senior citizens. Delegates debated the theme.

Each district municipality moved one motion. UThukela district municipality moved that the next of kin of the senior citizens who die on the eve of pension payout be given them money so that they give a dignified funeral to the deceased. Resolutions were taken in order to assist the kZN legislature in its interaction with senior citizens.

The following is a resume of the Resolutions added to the 2010 ones:

- The government should at pay points provide basic needs in the form of shelter, water seating, toilets as well as provide security and protection against illegal vendors and dubious funeral schemes.
- Devices like wheelchairs, stretchers, walking aids and information brochures should be available at pay points.
- A help desk should be available at all pay points
- Recreational facilities should be available in communities to provide a healthy life style
- Domestic violence should be curbed.
- Senior citizens should be participants in the forthcoming conference on climate change COP17
- Government to build more safe and accredited state owned old-age homes
- Each district municipality to have senior citizens desk.

- Government to give report back to senior citizens about scrapping of the asset threshold in the means test.
- Government to strengthen the bond between senior citizens forums and structures of the communities.

Saturday the 1st October was celebration of international Senior Citizen day. Traditional music and dance as well as music by a group of senior citizen were given as part of the entertainment. A few speeches were given on the importance of the day.

Conclusion:

After all the debates it was evident that “Human Rights Do Not End At 60”. They go well beyond 60 up to a peaceful death and dignified funeral.

Recommendations by UThukela District Municipality delegates:

- Municipalities to please give support and empowerment to personnel in service centers so that they become resources for information; and knowledge pertaining to legislation affecting senior citizens
- Basic adult education be given in service centres

The delegates from uThukela District Municipality offer their sincere thanks for having been given an opportunity to participate in Senior Citizens Parliament for 2011. A lot has been gained. We shall work very hard in order to add value and make a difference to the lives of the senior citizens. Especial thanks go to Mrs. M. Masinga for making us comfortable during the journey and during our stay in UThungulu district municipality.

Moral Regeneration Movement and Senior Citizen Dialogue

Date: 16 August 2011

Venue: Forderville Hall, Estcourt

Time: 10h00

Purpose of the Event

To bring back customs for our culture and emphasize morals to youth and elderly. To rebuild our nation.

Background

Moral regeneration movement program was initiated under the leadership of President Mandela and currently handed over to Deputy President Motlante who is also a patron of the program. The program has been launched for the time at the district level. It also included Senior Citizen Dialogue vs. Youth. The Office of the Premier was represented by the relevant desks.

Report

There was a task team who was planning the events all departments were represented as we are promoting the good intergovernmental relations and Operational Sukuma Sakhe was part of the event. Plenary meetings were seated and the team was committed to make the day a success. All stakeholders including amakhosi, izinduna, Ondlunkulu, Office of the Premier, Mayors were also present. Schools were also represented. The uThukela District Mayor emphasized on behavior and cultural values like ukuhlolwa kwezintombi and ukuthwalwa should be done in a good way. She also promised to offer them office space.

Men's Dialogue

Date: 29 July 2011

Venue: Indoor Sport Centre

Time: 10h00-16h30

Theme: Injobo enhle ithungelwa ebandla

Purpose of the event

To mark July as men's month and bring men of our district together to share ideas and unpack as theme was "Injobo ithungelwa ebandla".

Background

The event was initiated by the Office of the Premier to promote gender equality, human rights and development. The men's forum were trying to produce confident men who are responsible and skilled providers to fight poverty as well as to deal with human right, relationships and social ills.



Report

On the above date we had a men's dialogue whereby more than 500men were

attending including all the stakeholders, the Premier and Mayors.

Men were given a chance to tell others about how they keep their manhood and grew up those boys who are still growing, they were sharing these with the Premier and Mayors and other stakeholders. Men were also encouraged to keep their culture not to



divert to other people's cultures. Boys were also encouraged to do circumcision to reduce infectious diseases. They also discussed about how to handle their families responsibly. Attendance was very good and people were offered food and transport. The uThukela district municipality continues to recommend that all men in our district participate in such programs so that their culture and traditions can be promoted.

Group of people that were attending Men's dialogue

Sports and Youth Development

Mayoral Cup

It took place on the 1st of August 2012 at Settlers Park Stadium in Ladysmith. Amazulu, Maritzburg United and Jomo Cosmos participated in the tournament. The event very well except that the clubs did not received their Track Suits as it was agreed that they will get them. Amazulu won the tournament. The tournament was broadcast in Ukhozi FM and the Ukhozi DJ'Ss were present to entertain the community.

Horse Riding

The District had its own selections for the horses that will participate to the Provincial Horse Racing Event. It took place at Dundee in July. The District assisted with the transport of the Jockeys and for the horses to Dundee as per request from the District Horse Riding Committee. Our team played well as they got position two after the overall results.

SALGA Games

The Provincial Games took place in Durban. The District started the preparation in July. All stakeholders were invited to the plenary meeting. A task team was identified to look for the accommodation for the team. The final District Selections were on the 02 of October 2012. The team used Port Natal Boarding School, University of Natal medicine Residents for accommodation. The team arrived in Durban on the 06 of December 2011 for the camp preparing the games that started on the 09 of December 2011. The District participated in all sporting codes. The District team was present in all ceremonies. The Team able to get the gold medal in female boxing, silver in female Basketball and silver in Boxing. The District got position seven (7) in all compare to last year where the District got position nine (9). The team arrived safely to home. Provincial postmortem took place in March were issues about the games were discussed at length and

mistakes for previous events were also discussed to ensure that they are reduced in this year tournament. District Postmortem took place also in March to look at the whole picture of the team. There were so many complains especially from the federations about the management of the team. The Chef Demission and General Manager were not available for the team if they were needed.

Indigenous Games

The District team was given Track suits, T-shirts, Golf Shirts and caps when representing the District Municipality in the Provincial Games that took place at Portshepstone. Games started on Friday and finished on Saturday. The team got position four (4) compare to last year where they got position six (6).

Youth

The Chairperson for the National Youth Development Agency requested the local Youth desk officer and the youth organizations the District have. The information was forwarded to him and he was busy liaising with them direct to get the way there can assist them. NYDA has proposed to amend their constitution and the amendment proposals were given to Provinces to check them. The province met to discuss these amendments and forwarded their inputs on the proposals.

HEALTH AND ENVIRONMENTAL SERVICES DEPARTMENT ANNUAL REPORT 2011/12 FINANCIAL YEAR

1. INTRODUCTION

This report outlines the activities that were performed by the Health and Environmental Services Department during 2011/12 financial year. The report is divided into three sections namely, **(Section A) water services authority, (Section B) municipal health services statistical report and (Section C) the performance scorecard report.**

SECTION A : WATER SERVICES AUTHORITY

2. ACCESS TO SAFE WATER SUPPLY



Winterton Water Purification Works

During 2011/12 financial year, 6 205 new households were provided with safe water supply in uThukela District.

During the implementation of water projects, 689 local community people were employed for the duration of the projects and amongst them, certain community members were empowered with new skills such as basic plumbing, building and project management.

3.WATER SUPPLY BACKLOG STATUS

Municipality	Total Households	Households with access to safe water supply	Households without access to safe water supply	Water Backlog
Emnambithi / Ladysmith	50 258	42 421	7 837	15.59%
Indaka	21 082	16 372	4 710	22.34%
Umtshezi	15 232	11 343	3 889	25.53%
Okhahlamba	28 508	15 941	12 567	44.08%
Imbabazane	24 558	13 415	11 143	45.37%
Uthukela	139 638	99 492	40 146	28.75%

Water supply backlog as at the end of June 2012 was 28.75% (based on 2007 community survey household figures). This translates to 40 146 households that do not have access to safe water supply in uThukela District.

4. FREE BASIC WATER

During 2011/12 financial year, 6 205 new households were provided with free basic water. The majority of households that benefited from the free basic water supply were rural- based households.

5. ACCESS TO APPROPRIATE SANITATION SERVICES



Precast Ventilated Improved Pit Latrine (VIP)

During 2011/12 financial year, 7 283 new households were provided with appropriate sanitation services (VIP Latrines) in uThukela District. During the implementation of sanitation projects, a total of 460 local community people were employed for the duration of the projects and some of them were also empowered with new skills such as building and project management.

6. SANITATION BACKLOG STATUS

Municipality	Total Households	Households with access to appropriate sanitation	Households without access to appropriate sanitation services	Sanitation Backlog
Emnambithi / Ladysmith	50 258	41 554	8 704	17.31%
Indaka	21 082	15 639	5 443	25.81%
Umtshezi	15 232	10 912	4 320	28.36%
Okhahlamba	28 508	22 073	6 435	22.57%
Imbabazane	24 558	17 553	7 005	28.52%
Uthukela	139 638	107 731	31 907	22.85%

Appropriate sanitation services backlog as at the end of June 2012 was 22.85% (based on the 2007 community survey household figures). This translates to 31 907 households that do not have access to appropriate sanitation services.

7. FREE BASIC SANITATION

During 2011/12 financial year, 7 283 new households were provided with free basic sanitation facilities (VIP Latrines).

8. MIG EXPENDITURE ON BOTH WATER AND SANITATION PROJECTS

Allocation 2011/12	=R162 240 000.00
Spent	=R 58 521 870.00
Committed	=R103 718 129.00

The under expenditure was caused by a number of factors such as delays relating to procurement process, bad weather conditions resulting in late completion of the projects and municipal cash flow challenges.

9.WATER QUALITY STATUS - CHEMICAL/BACTERIOLOGICAL

PLANT	PHYSICAL -Turbidity (<1.0 NTU)		FREE CHLORINE (0.2-0.5mg/l)		MICRO Biological (NIL cfu/100mL)		CHEMICAL	
	No samples	% Compliance	No samples	% Compliance	No samples	% Compliance	No samples	% Compliance
ARCHIE RODEL	225	6.2	225	86.2	225	97.7	12	100
BERGVILLE	105	38.1	105	40.0	105	89.5	12	100
COLENZO	119	0.8	119	43.7	119	100.0	12	100
EZAKHENI	322	38.5	322	58.4	322	89.4	12	100
GEORGE CROSS	160	66.3	160	93.8	160	100.0	12	100
LADYSMITH	491	46.0	491	70.9	491	99.6	12	100
LANGKLOOF	18	NIL	18	11.1	18	88.8	12	100
LOSKOP	115	5.2	115	71.3	115	97.4	12	100
MOYENI	89	22.5	89	49.4	89	98.9	12	100
OLIFANTSKOP	63	38.1	63	28.6	63	100.0	12	100
TUGELA ESTATE	32	NIL	32	43.8	32	87.5	12	100
WEENEN	29	6.9	29	82.8	29	100.0	12	100
WINTERTON	78	NIL	78	56.4	78	96.2	12	100
TOTAL	1846	30.5	1846	65.1	1846	96.5	156	100

There were 72 drinking water sampling points that were monitored in uThukela district. A total of 1846 water samples were taken from 13 water works, reservoirs and reticulation points by the Environmental Health Practitioners for water quality analysis. Microbiological, Chemical and Physical analysis were conducted over a 12 month period by the Laboratory Technicians in order to ensure that the water supplied to the public is fit for human consumption.

The average microbiological compliance rate for the uThukela District Municipality was 96.5%. This means that the microbiological quality of water supplied by uThukela District Municipality to its consumers during 2011/12 financial year did not comply with the provisions of SANS-241 drinking water quality standard (97% and above). The average chemical quality of water was 100% This means that the chemical quality of water complied with SANS-241 water quality standard (90% and above). The average compliance rate for physical quality of water was 30,5%. This means that water supplied to the consumers had high turbidity (cloudiness) It also means that the physical quality

of water did not comply with SANS 241 water quality standard (<1.0 NTU = 100%).

10. CHALLENGES

- Insufficient funds to improve the rate of reduction of water and sanitation backlogs.
- High number of indigent consumers (59% unemployment rate) resulting in non-payment for services.
- Old and dilapidated water and sanitation infrastructure causing perpetual bursting of water and sewer pipes.
- Shortage of staff to monitor all water schemes including boreholes and raw water sources.

SECTION B : MUNICIPAL HEALTH SERVICES STATISTICAL REPORT

MUNICIPAL HEALTH SERVICES ANNUAL REPORT - PERIOD: JULY 2011 TO JUNE 2012

1. MEETINGS

TYPE OF MEETINGS	NO. OF MEETINGS
MANAGEMENT MEETINGS	48
STAFF MEETINGS	4
COMMUNITY MEETINGS	0
PROVINCIAL MEETINGS	24
NATIONAL MEETINGS	0

2. SKILLS DEVELOPMENT

TYPE OF TRAINING RECEIVED	NO.	NO. OF STAFF
WORKSHOPS	4	7
CONFERENCES	1	0
COURSES	0	0

3. COMPLAINTS

NATURE OF COMPLAINT	NO.	NO. INVESTIGATED	NO. SATIS	NO. UNS
SEWER OVERFLOW	104	104	96	8
WATER LEAKAGE	32	32	24	8
LITTERING	28	28	24	4
VEGETATION OVERGROWTH	48	48	32	16
WATER POLLUTION	16	16	16	0
AIR POLLUTION	24	24	20	4
OTHER	-	-	-	-
TOTAL	252	252	212	40

4. FOOD PREMISES INSPECTION

DESCRIPTION	NO. OF INSPECTIONS	NO. SATIS	NO. UNSATIS
FORMAL			
GENERAL DEALER	216	200	16
TAKE AWAY	104	84	20
RESTAURANT	184	160	24
SUPERMARKET	52	40	12
DAIRIES	48	36	12
BUTCHERIES	64	48	16
INFORMAL			
SPAZA SHOPS	48	32	16
STREET VENDORS	100	80	20
TOTAL	816	680	136
FOOD CONDEMNATION	43	16300kg	

5. COMMERCIAL PREMISES

DESCRIPTION	NO	NO. SATIS	NO. UNSATIS
FUNERAL UNDERTAKERS	52	36	16
PRIVATE GENERAL PRACTITIONERS PREMISES	104	96	8
PHARMACIES	36	36	0
HAZARDOUS SUBSTANCES PREMISES	12	12	0
CREMATORIA	4	4	0
DRY CLEANERS/ LAUNDRY	12	8	4
SCRAPYARD	12	8	4
SANDWINNING	16	16	0
HOTELS/ MOTELS	28	20	8
BED & BREAKFAST	128	120	8
TOTAL	404	356	48

6. INDUSTRIAL PREMISES INSPECTION

DESCRIPTION	NO.	NO. SATIS	NO. UNSATIS
ASPHALT WORKS	4	4	0
GAS WORKS	8	8	0
METAL PRODUCTS	8	8	0
PAINT OR SURFACE COATING	4	4	0
SPRAY PAINTING	24	20	4
WELDING	16	16	0
CLOTHING MANUFACTURE	16	16	0
FOOTWEAR MANUFACTURE	8	8	0
MILLING	12	8	4
QUARRY	4	4	0
RUBBER MOULDING	4	4	0
TIMBER MANUFACTURING	8	8	0
TEXTILE WORKS	12	8	4
WASTE COLLECTION	20	16	4
PETRO CHEMICAL INSTALLATION	16	16	0
TOTAL	164	148	16

7. INSTITUTIONAL PREMISES INSPECTION

DESCRIPTION	NO.	NO. SATIS	NO. UNSATIS
CLINICS	48	36	12
HOSPITALS	16	12	4
CRECHES	68	60	8
SCHOOLS	196	144	68
CHILDREN'S HOMES	8	8	0
PLACE OF SAFETY	-	-	-
REHABILITATION CENTRES	-	-	-
OLD AGE HOMES	12	8	4
POLICE STATIONS	16	16	0
PRISONS	12	12	0
MAGISTRATE COURTS	12	12	0
CHURCHES	32	32	0
TOWN/ COMMUNITY HALLS	24	20	4
TOTAL	444	360	100

8. RESIDENTIAL PREMISES INSPECTION

DESCRIPTION	NO.	NO. SATIS	NO. UNSATIS
FORMAL DWELLING UNITS	216	192	24
INFORMAL DWELLING UNITS	88	56	32
OTHER SPECIFY			
TOTAL	304	248	56

9. OTHER PREMISES

DESCRIPTION	NO.	NO. SATIS	NO. UNSATIS
ABATTOIRS	4	4	0
CEMETERIES	16	16	0
KENNELS	4	4	0
STABLES	4	4	0
PIGGERIES	-	-	-
POULTRIES	-	-	-
SWIMMING POOLS	20	20	0
FARMS/ SMALL HOLDINGS	24	24	0
OTHER SPECIFY			
TOTAL	72	72	0

10. SURVEILLANCE AND CONTROL OF COMMUNICABLE DISEASES

DESCRIPTION	NO OF NOTIFICATIONS RECEIVED	NO. INVESTIGATED	NO. OF PERSONS AFFECTED
CHOLERA	-	-	-
TYPHOID	-	-	-
DIARRHOEA	-	-	-
MALARIA	-	-	-
PARAFFIN POISONING	-	-	-
CHEMICAL POISONING	-	-	-
PESTICIDAL POISONING	-	-	-
RABIES/DOG BITE INVESTIGATION	24	24	24
TUBERCULOSIS	-	-	-
OTHERS SPECIFY -			
BILHARZIA	-	-	-
TOTAL	24	24	24

11. HEALTH EDUCATION / PROMOTION ACTIVITIES/ EVENTS

TOPIC/ THEME/ NAME OF EVENT	AREA/ PLACE HELD	NO. OF AUDIENCE
WATER & SANITATION INDABA	DRAKENSBERG	600
COP 17	WEENEN	5000
NATIONAL WATER WEEK	WEMBEZI	3500
WORLD AIDS DAY	BERGVILLE	4500

12. OTHER ACTIVITIES

DESCRIPTION	NO.
IMPORTED CONSIGNMENTS	0
LICENCE APPLICATIONS COMMENTS	32
PLANS SCRUTINISATION	304
PROSECUTIONS	4
DEVELOPMENT APPLICATIONS [PTB]/ HEALTH CERTIFICATES	64
OTHER SPECIFY	
TOTALS	404

FINANCE DEPARTMENT

Introduction

Budget and Treasury office is a support department whose aim is to support and advise council and its functionaries in pursuance of achieving goals and objectives of the municipality

In order to achieve the above the department aims at not only achieving but in excelling and going beyond issues of compliance. It is in this belief that the department aims at creating and enabling environment for the achievement of broader goals and mission.

It is hoped that the above can be only be achieved through efficient, effective and cost-effective practices in the administration of the Council's resources.

However there are various issues which impacts negatively in achieving the above e.g. repercussions from the demarcation process, transfer of powers and functions to mention just few.

Staffing challenge remained the main prohibiting issue in the department, this saw some rolling effects to the morale as well as performance of the section, this emanated from the moratorium passed by new council to the appointment of staff.

It is my pleasure to present the following report which discusses some focal areas where the department made some contribution.

Departmental Focal Areas

- Financial management
- Development of policies
- Assets management
- Strategic support
- Risk management
- Supply Chain Management

Achievements and Challenges

The scarcity of resources compared to prevailing needs is the main challenge, e.g. reforms in financial management calls for various transformation challenges which comes at a cost with little or minimal revenue sources.

The above mentioned reforms requires a certain degree of institutional change, that was evident with the Supply Chain reforms where the newly and fully equipped section had to be created, this area saw the implementation of the automated supply chain program.

3. REPORT

BUDGET PRINCIPLES

The following budgetary principles have been used in compilation of the adjusted budget.

3.1 Projections

The budget was compiled from a projected past performance, assuming future financial trend will be similar to the past except for issues detailed below.

3.2 Water Budget

Water provision related costs have been ring-fenced as per National Treasury guidelines to the water function which inter-alia incorporates compliance costs issues e.g. customer care.

Estimates for the water budget expenditure for 2011/2012 has been reduced from R242 322 737 to R241 025 534 which represents about 0.53% decrease.

3.3 Resource Support Services

Resource support services in global terms realized a decrease in operational expenditure from R95 733 602 to R94 914 815 with is translated to 0.85%.

The slight percentage decrease in both Resource Support Services and water department indicates that estimates originally budgeted are very close possible accuracy in global terms.

3.4 Mayor and Council

Here below is the summary of changes per department, the below encompasses the changes between original approved budget and adjustment budget estimates against which final performance of both income and expenditure will be measured.

Mayor and Council	Budget	Amounts
Salaries and Allowances	Original	5 319 878
	Adjusted	5 615 500
General Expenses	Original	2 932 248
	Adjusted	5 197 900
Maintenance and Repairs	Original	227 000

	Adjusted	361 000
Capital Chargers	Original	231 383
	Adjusted	323 000
Contributions	Original	
	Adjusted	
Revenue contributions to capital outlay	Original	150 000
	Adjusted	454 000
Projects	Original	250 000
	Adjusted	100 000
TOTALS	Original	9 110 509
	Adjusted	12 033 400

Explanation of Variances

3.4.1 Salaries and Allowances

Salaries and Allowances variance is as a result of the shortfall in initial provision for increment and the adjustment on Mayors allowance.

3.4.2 General Expenses

Subsistence and travel increased from R300 000 to R925 000, this is informed by the rate councillors are attending meeting, security services was budget was transferred from salaries to a dedicated vote in Mayor and council - R757 000, entertainment council went up by R100 000 from R400 000 to R509 000 and audit fees adjusted up by R300 000.

3.4.3 Maintenance and Repairs

The increase of about R134 000 is the provision for the cost for the former Mayoral car repair costs.

3.4.4 Capital charges

The increase of about R91 000 is catered for the Mayors car for the additional expenses on additional damages.

3.4.5 Revenue contribution to capital outlay

The increase is attributable to the purchase of the Mayors and Manager in the office of

the Mayor furniture.

3.5 Manager Office the Mayor

Here below is the summary of changes per this department

Manager office of the Mayor	Budget	Amounts
Salaries and Allowances	Original	NIL
	Adjusted	541 776
General Expenses	Original	NIL
	Adjusted	42 000
Maintenance and Repairs	Original	NIL
	Adjusted	NIL
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	NIL
	Adjusted	NIL
Revenue contributions to capital outlay	Original	NIL
	Adjusted	10 000
TOTALS	Original	NIL
	Adjusted	5 395 776

Explanations

This is a new department hence no original budget figures are shown, the R5 102 000 has been moved from the planning department, it is composed of the following;

Youth and Gender programs – R400 000

3.6 Municipal Managers office

Municipal Manager office	Budget	Amounts
Salaries and Allowances	Original	1 923 474
	Adjusted	2 164 311
General Expenses	Original	1 308 152
	Adjusted	3 295 100
TOTALS	Original	3 231 626
	Adjusted	5 459 411

There are no major adjustments in this department, the difference in general expenditure is attributable to legal cost budget, this will be payable for the disciplinary hearing against the municipal manager.

3.7 Corporate Services

Corporate Services	Budget	Amounts
Salaries and Allowances	Original	12 932 827
	Adjusted	13 710 339
General Expenses	Original	3 801 392
	Adjusted	4 124 750
Maintenance and Repairs	Original	362 000
	Adjusted	310 000
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	500 000
	Adjusted	NIL
Revenue contributions to capital outlay	Original	5 000
	Adjusted	10 000
Projects	Original	688 750
	Adjusted	620 320
TOTALS	Original	18 289 969
	Adjusted	18 775 809

There is no major adjustment in this section, R500 000 adjustments in contributions is as a result of the shift of contribution to leave reserves, to salaries budget.

3.8 Budget and Treasury Office

Budget and Treasury Office	Budget	Amounts
Salaries and Allowances	Original	8 854 754
	Adjusted	8 856 300
General Expenses	Original	1 992 034
	Adjusted	2 410 450
Maintenance and Repairs	Original	4 000
	Adjusted	3 000
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	1 900 000
	Adjusted	NIL
Revenue contributions to capital outlay	Original	4 000
	Adjusted	10 500

Projects	Original	2 250 000
	Adjusted	1 950 000
TOTALS	Original	15 004 789
	Adjusted	13 230 250

The above department also was not substantially adjusted, the following are major changes, contributions to prior year deficits will be accommodated the 2012/2013 budget, this will have to be compensated by the increase in the equitable share slice for the next financial year.

Projects for the department were reduced to R2.2m to R1.9m due to the following reasons, there has been a delay in the implementation the Supply Chain Module, data cleansing exercises has been slow and reviewal of financial policies has not been started.

3.9 Technical Infrastructure

Technical Infrastructure	Budget	Amounts
Salaries and Allowances	Original	3 780 642
	Adjusted	3 997 460
General Expenses	Original	206 587
	Adjusted	234 800
Maintenance and Repairs	Original	5 000
	Adjusted	NIL
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	NIL
	Adjusted	NIL
Revenue contributions to capital outlay	Original	20 000
	Adjusted	20 000
Projects	Original	14 000 000
	Adjusted	12 000 000
TOTALS	Original	18 012 229
	Adjusted	16 252 260

The only adjustment in this department is on projects, this has been attributable to a R2m adjustment on infrastructure development in house funded.

3.10 Planning economic Development and Tourism

Planning, Economic Development and Tourism	Budget	Amounts
Salaries and Allowances	Original	7 100 972
	Adjusted	5 827 711
General Expenses	Original	499 567
	Adjusted	697 900
Maintenance and Repairs	Original	NIL
	Adjusted	NIL
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	NIL
	Adjusted	NIL
Revenue contributions to capital outlay	Original	NIL
	Adjusted	NIL
Projects	Original	14 570 000
	Adjusted	9 570 000
TOTALS	Original	22 170 539
	Adjusted	16 095 611

The major change in this department is attributable to the transfer of projects from this department to the Manager in the office of the Mayor.

3.11 Municipal Health

Municipal Health	Budget	Amounts
Salaries and Allowances	Original	7 293 886
	Adjusted	6 177 838
General Expenses	Original	462 055
	Adjusted	588 100
Maintenance and Repairs	Original	108 000
	Adjusted	58 000
Capital Chargers	Original	NIL
	Adjusted	NIL
Contributions	Original	NIL
	Adjusted	NIL
Revenue contributions to capital outlay	Original	NIL
	Adjusted	NIL
Projects	Original	2 050 000
	Adjusted	2 050 000
TOTALS	Original	9 913 941
	Adjusted	8 873 938

Vacant positions in this department have been budgeted for 6 months only.

3.12 Water and sanitation services

Water and sanitation services	Budget	Amounts
Salaries and Allowances	Original	67 474 382
	Adjusted	71 013 634
General Expenses	Original	121 163 049
	Adjusted	116 267 900
Maintenance and Repairs	Original	26 899 920
	Adjusted	21 802 000
Capital Chargers	Original	7 643 070
	Adjusted	7 642 000
Contributions	Original	2 200 000
	Adjusted	NIL
Revenue contributions to capital outlay	Original	2 666 130
	Adjusted	4 300 000
Projects	Original	14 276 185
	Adjusted	20 000 000
TOTALS	Original	242 322 737
	Adjusted	241 025 534

The detailed line item for each expenditure line is attached below, R6m increase in project is expected DWA funded water conservation and start up metering system provision.

Contributions to bad debts are only provided at year end once collection rate is determinable against prior year's provisions.

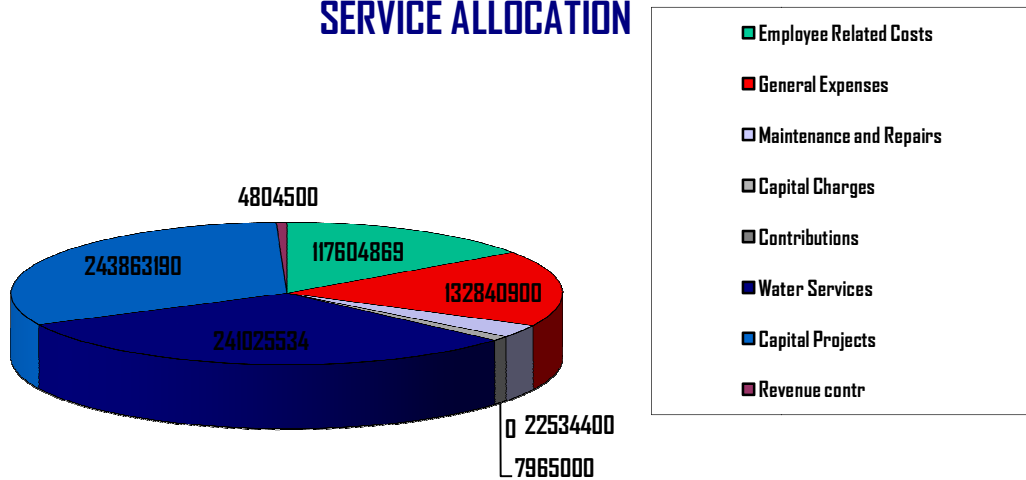
There has been an observed trend of reduced maintenance and repairs budget, this will also be cushioned by the new fleet purchased, the saw a decrease in budget for the maintenance by about R5.1m.

3.12 Projects

The original budget was R199 020 885 and the adjusted budget is R192 470 870, the reduction is attributable to the reduction in provision for carry over grant projects.

Total Budget (Graphical representation)

SERVICE ALLOCATION



4. INCOME

Revenue source	Budget	Amounts
Equitable share RSS	Original	137 682 600
	Adjusted	137 682 600
Equitable share (water)	Original	91 788 400
	Adjusted	91 788 400
MIG	Original	150 740 000
	Adjusted	150 740 000
Regional Bulk Infrastructure	Original	18 430 000
	Adjusted	18 000 000
Other Conditional grants	Original	31 857 000
	Adjusted	37 857 000
Other Income RSS	Original	943 100
	Adjusted	1 493 900
Water services (Own income)	Original	103 737 773
	Adjusted	92 050 959
TOTALS	Original	537 218 873
	Adjusted	529 612 859

4.1 Income

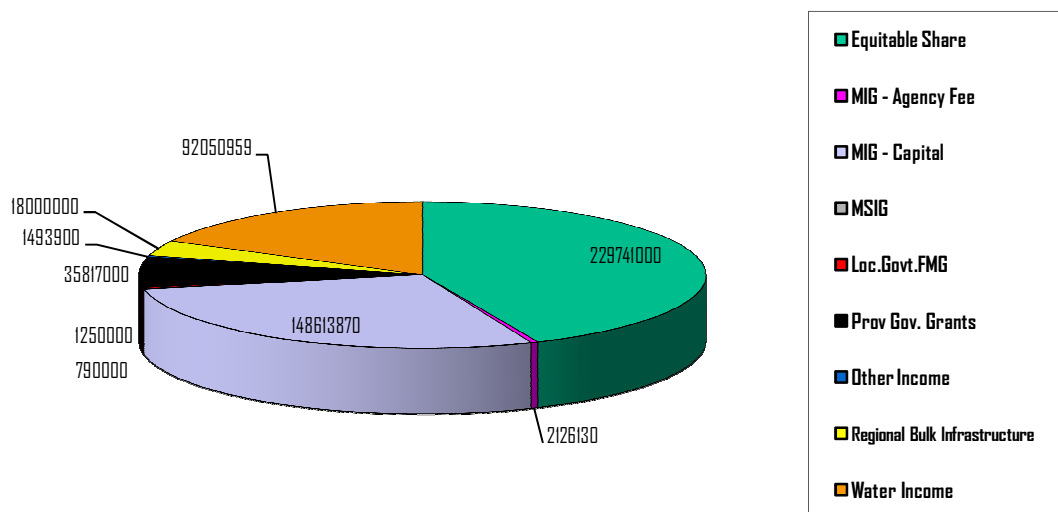
Income has been adjusted from R537 218 873 to R529 612 859 and the bases have been the past months collection trends projected.

Income Summary

Source of Income

4.1.1 Grants and Own Income

Grants and own Income



Annual Financial Statements

For the past two years financial statements were timeously submitted and audited by the Office of the Auditor-General. For financial year 20010/2011, Auditor-general's opinion on the municipal financial statement was qualified, refer to the attached audit report for details, every effort was exerted to change around the situation.

In the current financial year (20011/2012), there is evident improvement on financials as the accumulated surplus was increased even though not a cash backed surplus, bank overdraft was eliminated, this comes against the backdrop of increased current liabilities.

HUMAN RESOURCES

EMPLOYMENT EQUITY

Statistics South Africa 2007 reports as follows for UThukela: - Africans 95.4%,; Whites 1.0 %; Coloureds 0.3% and Indians 3.2%. The workforce representation at Uthukela District Municipality is as follows:-

Target Group	Levels of Representation	% total workforce
Africans	431	92 %
Coloureds	02	0.21%
Indians	15	3.2%
Whites	21	4.49%

In terms of Affirmative Action according to the population demographics, a lot of improvement has been made. The senior management has had a high turnover rate in the year 2011/2012. There are three (3) African senior managers currently in the employ of the municipality, challenging the municipality to address the Employment Equity redress when filling the vacant positions. Two (2) appointments that have occurred in senior and middle management have been of two African males respectively.

SKILLS DEVELOPMENT AND TRAINING

Staff that received training in the year 10/11 equal to 26 with the total cost of R 351 000.00.

The Municipality also offers bursaries to the community for matriculated students.

The municipal employees also have a bursary scheme wherein about 13 employees benefited from it in this past year.

STAFF STRUCTURE

TOTAL NUMBER OF STAFF PER DEPARTMENT 2005/2004	
MUNICIPAL MANAGER	02
FINANCIAL SERVICES	57
CORPORATE SERVICES	36
STRATEGIC PLANNING AND ECONOMIC SERVICES	10
HEALTH AND ENVIRONMENT SERVICES	11
WATER AND SANITATION SERVICES DEPARTMENT	344
INFRASTRUCTURAL DEVELOPMENT	6

SKILLS LEVEL OF EDUCATION

NQF1	NQF2	NQF3	NQF4	NQF5	NQF6	NQF7	NQF8
75	123	111	79	47	3	1	0

NUMBER OF EMPLOYEES BELONGING TO PENSION FUNDS

NATAL JOINT MUNICIPAL PENSION FUND	415
GOVERNMENT PENSION FUND	92
SALA	1

NUMBER OF EMPLOYEES ON MEDICAL AID SCHEMES

GLOBAL HEALTH/KEYHEALTH	46
BONITAS	59
HOSMED	3
LA HEALTH	25
SAMWUMED	05

TECHNICAL DEPARTMENT

1. Municipal Infrastructure Grant

The District Municipality was allocated R150,740,000.00 for the previous financial year (2011/2012) plus R11, 500,000.00 rolled over from the last financial years that resulted to R162,240,000.00 for 2011/12 financial year. The allocation is draw down in three tranches based on the cash flow projections submitted regularly to Provincial COGTA. The District Municipality's cash flows indicated that R37m was required for the first trimester, as such R37m was transferred.

Expenditure was delayed due to a number of reasons ranging from critical vacancies within the department in that there was no PMU Manager or Executive Director for longer period of the first half of the year; delays in payment due to financial position of the Municipality. There are projects that had to be stopped or contractors could not finance progress any further until payments effected. The graph on fig.1 illustrates expenditure patterns.

Appended below is a list of projects undertaken in the period under review with photographic evidence.

Local Municipality	Project & Type	Budget	Status
Emnambithi/Ladysmith	Mcitsheni Sanitation	R 18 036 858.00	95% Complete
Indaka	Ward 6 Sanitation	R 21 911 806.08	12.5% Complete
Indaka	Ward 7 Sanitation	R 17 440 081.00	10% Complete
Indaka	Ward 8 Sanitation	R 19 508 483.00	30% Complete
Umtshezi	Thembalihle Sanitation	R3 154 142.00	100% Complete
Okhahlamba	Emmaus Sanitation	R 17 656 115.00	100% Complete
Imbabazane	Nyezane Sanitation	R 4 267 859.00	100% Complete
Imbabazane	Ward 12 Sanitation	R 22 150 856.00	54% Complete
Emnambithi/Ladysmith	Burford Water Supply	R 3 698 543.79	20% Complete
Emnambithi/Ladysmith	Watersmeet Supply	R 7 835 820.45	65% Complete
	Peacetown Upgrade	R 5 735 632.17	50% Complete
	Eastern Bulk	R28 938 000.00	90% Complete
Indaka	Umhlumayo Scheme	R 17 057 022.00	80% Complete
Okhahlamba	Bergille Phase 2	R 10 086 071.10	100% Complete
Imbabazane	Bhekuzulu Designs	R 6 000 000.00	100% Complete
Imbabazane	Ntabamhlophe Phase5	R 16 155 608.79	100% Complete
Imbabazane	Ntabamhlophe Phase9	R 9 398 886.00	75% Complete
Imbabazane	Ntabamhlophe Phase6	R 16 155 608.70	90% Complete

Ntabamhlophe Water Project:





Driefontein Bulk Supply



Umhlumayo Water Scheme



Bergville Bulk Water Supply



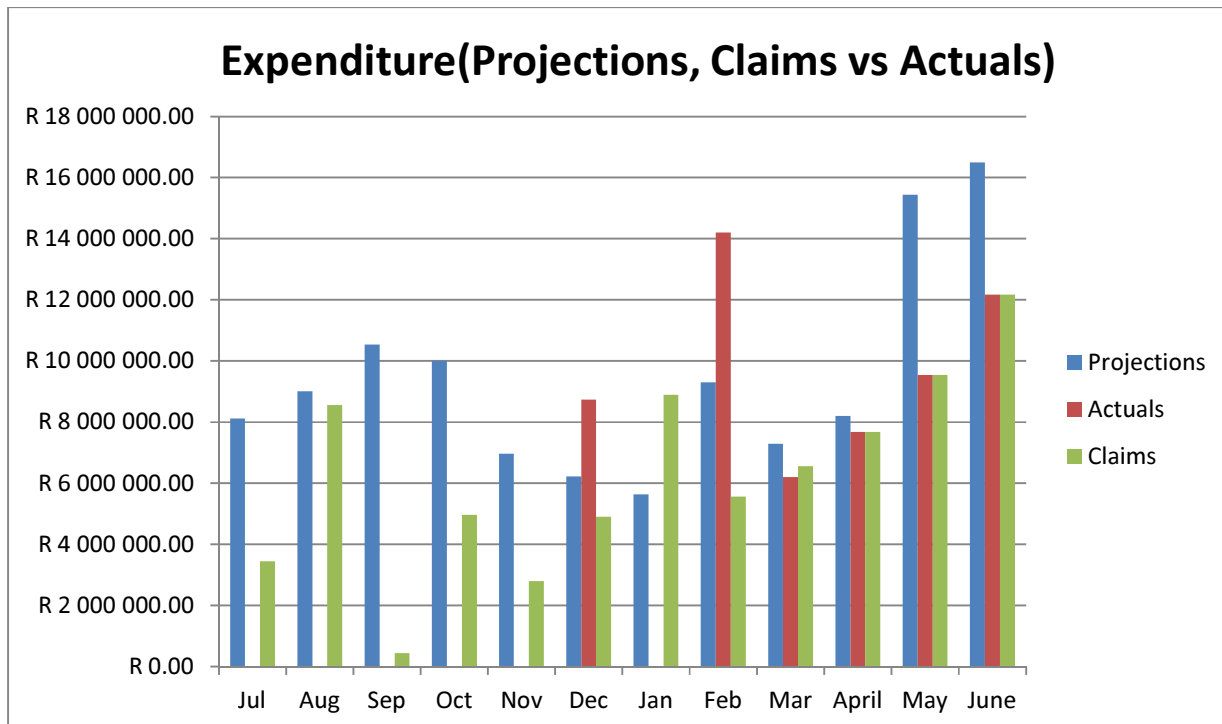
Storage Reservoir



Purification Plant

Sanitation Projects





2. Regional Bulk Infrastructure Grant

District Municipality received an allocation of R 14 800 000.00 for the year ended; the allocation was spent fully on the Driefontein Bulk Water Supply project. Attached as Annexure A is the list of invoices submitted during the period.

Expanded Public Work Program

The District Municipality through all the implemented projects by the Technical Department created 511 Full Time Equivalents in line with EPWP requirements and all projects were/are registered with the program.

Conclusion

The department has since devised a strategy and a plan to appoint a panel of expert to ensure effective implementation and timeous identification of new projects. Suffice to say that the targeted expenditure for next financial years MTEF is 85%;95% and 100% for all grants.

AUDIT COMMITTEE'S REPORT

UThukela District Municipality had no officially appointed Audit Committee due the financial year 2011/12, as the previous Committee's term had expired and Council was unable to appoint a new Committee in time.

We would like to extend our sincere gratitude to the Audit Committee of Okhahlamba Municipality, who agreed to our eleventh hour request to review the Annual Financial Statements for the financial year in question a day before they were submitted to the office of the Auditor General. We admit the mistake committed and we own up to the situation and the findings of the Auditor General, which we have since resolved. Council has since appointed a new Audit Committee, from the competent individuals who are serving in the Audit Committee of Umtshezi Local Municipality.

We remain committed to practicing the Principles of Good Governance.

ERROR: undefined
OFFENDING COMMAND: eexec

STACK:

/quit
-dictionary-
-mark-

REPORT OF THE AUDITOR-GENERAL TO THE KWAZULU-NATAL PROVINCIAL LEGISLATURE AND THE COUNCIL ON UTHUKELA DISTRICT MUNICIPALITY

REPORT ON THE FINANCIAL STATEMENTS

Introduction

1. I was engaged to audit the financial statements of the Uthukela District Municipality, which comprise the statement of financial position as at 30 June 2012, the statements of financial performance, changes in net assets and cash flows for the year then ended, a summary of significant accounting policies and other explanatory information, as set out on pages xx to xx.

Accounting Officer's responsibility for the financial statements

2. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with the South African Standards of Generally Recognised Accounting Practice (SA Standards of GRAP) and the requirements of the Local Government: Municipal Finance Management Act of South Africa, 2003 (Act No. 56 of 2003) (MFMA) and the Division of Revenue Act of South Africa, 2011 (Act No. 6 of 2011) (DoRA), and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor-General's responsibility

3. My responsibility is to express an opinion on the financial statements based on conducting the audit in accordance with the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA), the *General Notice* issued in terms thereof and International Standards on Auditing. Because of the matters described in the Basis for disclaimer of opinion paragraphs, however, I was unable to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for disclaimer of opinion

Fruitless and wasteful expenditure

4. During the audit, fruitless and wasteful expenditure totalling R2,150 million was discovered, relating to penalty and interest charges incurred for the late payment of suppliers, as disclosed in note 44 to the financial statements. In this regard, I was unable to confirm the completeness of this subsequently disclosed expenditure, as management did not go back and examine the entire population to determine whether any further fruitless and wasteful expenditure was incurred by the municipality and whether section 125(2)(d) of the MFMA was fully complied with.

Irregular expenditure

5. During the audit, irregular expenditure totalling R14,606 million was discovered, relating to payments made to suppliers, in contravention of supply chain management requirements, as disclosed in note 45 to the financial statements. In this regard, I was unable to confirm the completeness of this subsequently disclosed expenditure, as management did not go back and examine the entire population to determine whether any further irregular expenditure was incurred by the municipality and whether section 125(2)(d) of the MFMA was fully complied with.

Property rates

6. Consumer debtors for municipal property rates and taxes was overstated by R281 554. This was as a consequence of a rateable area being transferred to another municipality in the district, which also raised property rates.

Service charges

7. Service charges income included income totalling R687 501, which was duplicated during a billing process for services, which were not rendered by the municipality. This amount has not been adjusted in the financial statements nor reversed on the municipality's financial management system.

Revenue

8. I was unable to obtain sufficient appropriate audit evidence as to the completeness and accuracy of journal adjustments totalling R2,414 million relating to interest income received. The municipality's records did not permit the application of alternative audit procedures.

Expenditure

9. I was unable to obtain sufficient appropriate audit evidence as to the completeness, accuracy, cut-off and classification of expenditure, as the municipality could not provide adequate explanations and/or supporting documentation for journal entries and/or expenditure vouchers amounting to R3,503 million. In addition, no clear audit trail exists to distinguish between expenditure vouchers and journal entries recorded in the general ledger. The municipality's records did not permit the application of alternative audit procedures.

Property, plant and equipment

10. The municipality did not maintain a proper and GRAP compliant fixed asset register. Consequently, I was unable to obtain sufficient appropriate audit evidence as to the completeness and valuation of assets totalling R712,293 million, as disclosed in note 3 to the financial statements.
11. I was unable to obtain sufficient appropriate evidence to confirm the existence of property, plant and equipment of R453,786 million selected for testing. In addition, the municipality's records did not permit the application of alternative audit procedures.
12. Unexplained and unsupported differences totalling R35,718 million regarding infrastructure asset additions existed between the asset register and financial statements. Furthermore, alternative audit procedures could not be performed to support the accuracy of the asset register, as the municipality did not review the residual values and useful lives of the assets at each reporting date in accordance with SA Standards of GRAP; GRAP 17, Property, plant and equipment. I have not determined the correct net carrying amount of assets as it was impracticable to do so.

Commitments

13. I was unable to obtain sufficient appropriate evidence of Council approval or confirm the validity of committed expenditure amounting to R299,438 million relating to property, plant and equipment, as disclosed in note 36 to the financial statements. In addition, the municipality's records did not permit the application of alternative audit procedures.

Trade and other receivables

14. The municipality could not provide sufficient appropriate evidence for debt impairment amounting to R16,391 million. Consequently, I was unable to determine the validity, accuracy and completeness of this amount, as disclosed in note 28 to the financial statements.
15. I was unable to obtain sufficient appropriate evidence to as the completeness, valuation, cut-off and classification of sundry debtors' suspense transactions and other third party arrangements, as the municipality could not provide adequate explanations or documentary evidence to support transactions amounting to R4,116 million. Furthermore, the municipality's records did not permit the application of alternative audit procedures.
16. In addition, I was unable to obtain sufficient appropriate evidence to support trade and other receivables from exchange transactions amounting to R3,242 million, as the municipality did not perform an assessment of recovery of debtors for the financial year.

Inventory

17. I was unable to obtain sufficient appropriate audit evidence to confirm the completeness, cut-off, classification and valuation of inventory. In this regard, the municipality could not provide adequate explanations or documentary evidence to support journal entries amounting to R4,117 million relating to inventory. Furthermore, the municipality's records did not permit the application of alternative audit procedures.

Accumulated surplus

18. I was unable to obtain sufficient appropriate audit evidence to support adjustments totalling R5,042 million to the accumulated surplus, described as a "Prior period error" and as disclosed in note 39 to the financial statements. Consequently, I was unable to determine whether any adjustments to the accumulated surplus figure were necessary.

Suspense accounts

19. Salary and other suspense accounts of R54,620 million were not supported by reconciliations, documentation and adequate explanations. I could not also determine the effect on the other account balances or classes of transactions as recorded in the financial statements.

Accumulation of misstatements

20. I was unable to obtain sufficient appropriate audit evidence to confirm or verify the following adjustments in preparation of the financial statements by alternative means:
 - Inventory of R226 865 and
 - Journal adjustments of R1,908 million affecting various classes of transactions and account balances, along with supporting documentation could not provided on request.

Provisions

21. I was unable to obtain sufficient and appropriate audit evidence to confirm the valuation of the provision for leave pay totalling R14,803 million, as disclosed in note 16 to the financial statements. In this regard, the municipality could not provide adequate explanations and/or documentation in support of the computations made to determine the provision.

Disclaimer of opinion

22. Because of the significance of the matters described in the Basis for disclaimer of opinion paragraphs, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.

Emphasis of matters

23. I draw attention to the matters below. My opinion is not modified in respect of these matters.

Significant uncertainties

24. As disclosed in note 37 to the financial statements, the municipality is the defendant in seven lawsuits. The ultimate outcome of the matter cannot presently be determined and thus no provision for any liability that may arise has been made in the financial statements.

Restatement of corresponding figures

25. As disclosed in note xx to the financial statements, the corresponding figures at 30 June 2011 have been restated, as a result of errors identified and corrected during 2011-2012, in the financial statements of the Uthukela District Municipality at, and for the year ended, 30 June 2011.

Material losses

26. As disclosed in note 47 to the financial statements, the municipality incurred material water losses of R20,340 million (28,851 million kilolitres) during the year.

Material impairments

27. As disclosed in note 28 to the financial statements, the municipality provided for an impairment allowance amounting to R16,391 million on consumer and other debtors, as these debtors were considered doubtful.

Unauthorised expenditure

28. As disclosed in note 43 to the financial statements, the municipality incurred unauthorised expenditure of R62,147 million, due to overspending on certain votes within the approved budget.

Additional matter

29. I draw attention to the matter below. My opinion is not modified in respect of this matter.

Unaudited supplementary schedules

30. The supplementary information set out on pages xx to xx do not form part of the financial statements and is presented as additional information. I have not audited these schedules, and accordingly, I do not express an opinion thereon.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

31. In accordance with the PAA and the *General Notice* issued in terms thereof, I report the following findings relevant to performance against predetermined objectives, compliance with laws and regulations and internal control, but not for the purpose of expressing an opinion.

Predetermined objectives

32. The annual performance report included in the annual report was not presented in time for audit and consequently my findings below are limited to the procedures performed on the strategic planning and performance management documents.
33. The information was assessed to determine whether performance indicators and targets are measurable (i.e. well defined, verifiable, specific, measurable and time bound) and relevant as required by the *National Treasury Framework for managing programme performance information*.
34. The material findings are as follows:

Usefulness of information

35. The *National Treasury Framework for managing programme performance information (FMPP)* requires that performance targets be specific in clearly identifying the nature and required level of performance. A total of 100% of the targets were not specific in clearly identifying the nature and the required level of performance. This was due to the fact that management was not complying with the requirements of the *FMPP*.

Compliance with laws and regulations

36. I performed procedures to obtain evidence that the municipality has complied with applicable laws and regulations regarding financial matters, financial management and other related matters. My findings on material non-compliance with specific matters in key applicable laws and regulations as set out in the *General Notice* issued in terms of the PAA are as follows:

Strategic planning and performance management

37. The municipality's performance management system was not in line with the priorities, objectives, indicators and targets contained in its integrated development plan and did not clarify the roles and responsibilities of each role-player in the functioning of the system, as required by section 38 (a) of the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000) and regulation 7(2) of Municipal Planning and Performance Management Regulations of 24 August 2001.

Budget

38. Expenditure was incurred that was not budgeted for, contrary to section 15 of the MFMA.
39. The accounting officer did not assess the first half of the financial year performance of the municipality, as required by section 72(1)(a)(ii) and 88(1) of the MFMA.
40. Sufficient appropriate audit evidence could not be obtained confirming that monthly budget statements were submitted to the mayor and relevant provincial treasury, as required by section 71(1) of the MFMA.

Annual reports and performance reports

41. The 2010-2011 annual report was not tabled in the municipal council within seven months after the end of the financial year, as required by section 127(2) of the MFMA.
42. A written explanation was not submitted to council setting out the reasons for the delay in the tabling of the 2010-2011 annual report in the council, as required by section 127(3) of the MFMA.

43. The municipal council did not adopt an oversight report, containing comments on the annual report, within two months from the date on which the 2010-2011 annual report was tabled, as required by section 129(1) of the MFMA.
44. The accounting officer did not make public the council's oversight report on the 2010-2011 annual report within seven days of its adoption, as required by section 129(3) of the MFMA.
45. The annual performance report for the financial year under review was not prepared and was not included in the annual report, as required by section 46 of the MSA and section 121(3)(c) of the MFMA.

Annual financial statements,

46. The financial statements submitted for auditing were not prepared in all material respects in accordance with the requirements of section 122(1) of the MFMA. Material misstatements of non-current assets, current assets, liabilities, revenue, expenditure and other disclosure items identified by the auditors in the submitted financial statements were subsequently corrected and the supporting records were provided subsequently, but the uncorrected material misstatements and supporting records that could not be provided resulted in the financial statements receiving a disclaimer audit opinion

Audit committee

47. The audit committee did not substantially perform their functions for the year, as required by section 166 of the MFMA.

Internal audit

48. The internal audit unit did not report to the audit committee on the implementation of the internal audit plan, and internal audit reports were not sent to council on matters relating to internal audit, as required by section 165(2) of the MFMA.
49. The internal audit unit did not report to the audit committee on matters relating to compliance with all applicable legislation, such as DoRA, as required by section 165(2)(b) of the MFMA.

Expenditure management

50. Sufficient appropriate audit evidence could not be obtained that money owing by the municipality had always been paid within 30 days of receiving an invoice or statement, as required by section 65(2)(e) of the MFMA.
51. The accounting officer did not take effective steps to prevent unauthorised, irregular as well as fruitless and wasteful expenditure, as required by section 62(1)(d) of the MFMA.
52. Unauthorised, irregular as well as fruitless and wasteful expenditure was not recovered from the liable persons, as required by section 32(2) of the MFMA.
53. Sufficient appropriate audit evidence could not be obtained confirming that the accounting officer reported all cases of alleged irregular expenditure that constituted a criminal offence, theft and fraud that occurred in the municipality or losses suffered as a result of criminal conduct to the South African Police Service, as required by section 32(6) of the MFMA.

Revenue management

54. An adequate credit control and debt collection policy was not implemented, as required by section 96(b) of the MSA and section 62(1)(f)(iii) of the MFMA.
55. An adequate management, accounting and information system, which recognises accounts for revenue when it is earned, accounts for debtors and accounts for receipts of revenue, was not in place, as required by section 64(2)(e) of the MFMA.

Asset and liability management

56. An adequate management, accounting and information system which accounts for assets and liabilities was not in place, as required by section 63(2)(a) of the MFMA.
57. An effective system of internal control for assets (including an asset register) was not in place, as required by section 63(2)(c) of the MFMA.
58. Assets were disposed without the approval of the council, as required by section 14(2)(a) of the MFMA and regulation 5 of Municipal Asset Transfer Regulations of 22 August 2008.

Internal control

59. I considered internal control relevant to my audit of the financial statements, annual performance report and compliance with laws and regulations. The matters reported below under the fundamentals of internal control are limited to the significant deficiencies that resulted in the basis for the disclaimer of opinion, the findings on the annual performance report and the findings on compliance with laws and regulations included in this report.

Leadership

60. Management has failed to adopt an appropriate tone at the top to ensure that supervision, review and monitoring of the municipality's processes were undertaken, so as to ensure that controls were implemented and functioning effectively and efficiently and consistently throughout the year under review.

Financial and performance management

61. Systems and controls were not designed in a manner to prevent, detect and address risks that impact on financial and compliance reporting. The accounting officer did not ensure that regular, accurate and complete financial reports were prepared, which were supported and evidenced by reliable information. In addition, compliance with applicable laws and regulations was not monitored on a monthly basis, resulting in reportable non-compliance. In addition, material corrections to financial statements were required, as a result of errors identified by audit. The area of performance against predetermined objectives requires urgent attention and capacity building.

Governance

62. The municipality did not have a functioning audit committee to identify internal control deficiencies and recommend corrective action as well as perform its oversight function. In addition, the internal audit did not completely perform its functions as required.

OTHER REPORTS

Investigations in progress

63. An investigation is currently in progress into allegations of financial misconduct and maladministration against the former municipal manager.
64. The provincial government instituted a section 106 (of the MSA) investigation at the district municipality.

Auditor - General

Pietermaritzburg

30 November 2012



AUDITOR - GENERAL
SOUTH AFRICA

Auditing to build public confidence

Action Plan to address Auditor General's findings 2011/2012 AFS

Ref no.	Audit Finding	AG amounts identified	Route Cause	Action to be taken	Responsible Officer	Start Date	Finish Date	Progress to date
Basis for Disclaimer								
Irregular, Unauthorised and fruitless and wasteful expenditure								
5	Irregular, Unauthorised and fruitless and wasteful expenditure		Disclosure	Ensure AFS is disclosed in accordance with GRAP 1	CFO, Team preparing AFS	Preparation of AFS		
FRUITLESS AND WASTEFULL EXPENDITURE								
No. 4	Fruitless and Wastefull Expenditure	R 1,237 million	MEC not informed of fruitless and wasteful expenditure	Accounting officer to inform Mayor, MEC for Local Government in the province and AG in writing of all unauthorised, irregular or fruitless and wasteful expenditure	CFO	01-Feb-13	01-Apr-13	
			Fruitless and wasteful expenditure incurred due to late payments, payments to non functioning audit committee and Internal Audit. Disclosure not made in AFS	Accounting officer to implement system to recover all unauthorised, irregular of fruitless and wasteful expenditure from the person liable for that expenditure Implement Fruitless and Wasteful control register as per Treasury guidelines Close suspense vote used to capture in register Review unauthorised and unforeseen expenditure and reporting on unauthorised, irregular and fruitless and wasteful expenditure;	MSP Provincial Team	01-Feb-13	01-Apr-13	01-Feb-13

			Fruitless and wasteful expenditure incurred due to late payment of invoices. This is due to invoices not received on time	Central invoice receipting system to be implemented	CFO	01-Feb-13	01-Apr-13
				Registry send all invoices to Finance	CFO		
				All invoices to be date stamped when received in Finance.	CFO		

IRREGULAR EXPENDITURE

No. 7	Irregular Expenditure occurred as a result of the municipality contravening legislated supply chain management practices. This is not disclosed in the financial statements	R 18,857 million	Non functional specifications committee	Establish competent bid specifications committee. Co-source expertise to formulate specs cttee. Department to no longer get involved in specs	CFO	01-Feb-13	01-Apr-13
			Register to record irregular expenditure	Implement register to record irregular expenditure	CFO	01-Feb-13	01-Apr-13
			Lack of completeness of contract register	Contract register to be updated	CFO	01-Feb-13	01-Apr-13
			Incorrect disclosure	Irregular expenditure disclosed that shows opening balances and movements during the year in respect of closing balance at year end	CFO	Preparation of AFS	01-Apr-13

UNAUTHORISED EXPENDITURE

No. 8	Unauthorised expenditure	R 1,208 million	Unbudgeted Expenditures incurred	Implementation of controls to prevent overspending, for example Munsoft to block expenditure on votes where budget has been utilised	CFO	01-Feb-13	01-Apr-13
			Non disclosure in financial statements	Finance Department to work with Munsoft to implement control	CFO	Preparation of AFS	

PROPERTY RATES

No. 6	Property Rates	R 1,208 million	Non transfer of rates accounts to Local Municipalities	Account to be transferred to the Local Municipality and submitted to council for write off	CFO	By next council meeting date - end of Feb 2013` 28 Feb
--------------	----------------	-----------------	--	--	-----	--

SERVICE CHARGES

No. 10	Insufficient evidence on norms and standards in respect of tariffs for water services	R93, 550	inadequate supporting information	Management will review and reconcile information captured on debtor's accounts to the application from all consumers	CFO	01-Feb-13 01-Apr-13
No. 11	Adjustment to Note 22, insufficient evidence	R 262 294	inadequate supporting information	Checking the correctness of tariffs applied to all accounts Appointment of consultant data cleansing	CFO	01-Feb-13 01-Apr-13 01-Nov-12 31-May-13
No. 12	Services charges included amounts for services not rendered to the Municipality	R 687 501	Incorrect data on financial system. Accounts taken over with errors. Should not have been in	Reversal of duplicate charges Data cleansing - Analysis of all accounts for possible duplicates Data cleansing - Analysis of all accounts	CFO CFO CFO	01-Feb-13 01-Apr-13 01-Feb-13 01-Apr-13 01-Feb-13 01-Apr-13

REVENUE

No.13	Revenue	Service Charge: R27,724 Income: R29,706	Non availability of journal adjustment entries total Documents were provided to AG	Checking working paper file for the supporting documents, If no information available, supporting documents will be recreated to support the journal entry in question. Locate working papers	CFO	1 month
--------------	---------	--	---	--	-----	---------

		Grants and subsidies: R4,408 million				
--	--	---	--	--	--	--

EXPENDITURE							
No.14	Expenditure	R3, 503 million	Documents were provided to AG	Locate working papers	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13

REMUNERATION TO COUNCILLIORS							
No.15	Insufficient evidence for approval in remuneration to councillors, and insufficient evidence to confirm validity of payments	R5, 502 million	Processes not followed as per MFMA	Government Gazette	CFO	01-Feb-13	01-Apr-13

PROPERTY, PLANT AND EQUIPMENT							
No. 16, 17, 18, 19	Property, Plant and Equipment		Asset Register not implemented	Implementation of Provincial Treasury control frameworks Reconciliations and reviews of the asset register accompanied by matching with the general ledger and financial statements will be performed by finance and asset management officials Monthly monitoring and updates to ensure that discrepancies are timeously identified and addressed Monitor the speedy Completion of KPMG assignment on GRAP Compliant asset register	CFO	01-Feb-13	01-Apr-13
			No staff assigned			01-Feb-13	01-Apr-13
						01-Feb-13	01-Apr-13
			Physical existence of assets			01-Feb-13	01-Apr-13

			inaccuracy of Financial statements and compliance with Grap 17	Refer above	01-Feb-13	01-Apr-13
--	--	--	--	-------------	-----------	-----------

COMMITMENTS

No. 20	Commitments		No council approval or valiity of commitments of about R299, 438m as disclosed in note 36 was in done.	Seek council approval of commitments for the financial year 2012/2013 and 2013/2014	01-Feb-13	01-Apr-13
			Documents were provided to AG	Locate working papers	01-Feb-13	01-Apr-13

TRADE AND OTHER RECEIVABLES

No 21, 22, 23, 25, 26	Trade and other receivables		Confirmation of debt impairment figures	Embark on a process to review recoverability of debtors at the end of each reporting period in order to make an appropriate provision for irrecoverable amounts	01-Feb-13	01-Apr-13
			No scientific assessment of bad debts performed	TransUnion (credit berueu) to be engaged to do again the detailed debtors book assessment with the view to establish scientific recoverabilty of the municipal debtors book.	01-Feb-13	01-Apr-13
				Transunion update the prior yeasr report to establish correct balance	01-Feb-13	01-Apr-13
			Basis for the computation to be reviewed	water Services to provide basis for computation for assessment, this will provide basis for accuracy. Water services to provide action plan to reduce water losses	01-Feb-13	01-Apr-13

				Indigent consumers to be identified in order to calculate the impact of Indigency.		01-Feb-13	01-Apr-13
INVENTORY							
No. 24.	Inventory		No supporting documents for adjustment entries for inventory.	Supporting documents for the adjustment to be provided		01-Feb-13	01-Apr-13
			Documents were provided to AG	Locate working papers		01-Feb-13	01-Apr-13
ACCUMULATED SURPLUS							
No. 27, 28	Accumulated surplus		Mistatements	AFS will be prepared in accordance with GRAP 1	CFO	01-Feb-13	01-Apr-13
SUSPENSE ACCOUNTS							
No 29.	Suspense accounts		Uncleared Balances of suspense accounts	Reclassification of accounts into suspense and control account	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13
				Provide report on all suspense accounts cleared	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13
				Monthly monitoring of the control accounts	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13
				Implement unallocated receipts procedures	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13
				Configure ledger to be more compliant	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13

				Close and transfer balance to adjusting accts	CFO EY Municipal Finance Team	01-Feb-13	01-Apr-13
OPERATING LEASES							
No 30	Operating Leases, non disclosure		Inadequate controls for operating leases	Management will obtain and review all agreements entered into by the Municipality and ensure all information is filed timeously for audit purposes	CFO	01-Feb-13	01-Apr-13
				Management will review lease agreements before making monthly payments to confirm tht they are paying the amounts stipulated in the lease agreements	CFO	01-Feb-13	01-Apr-13
ACCUMULATION OF MISTATEMENTS							
No 31	Lack of appropriate evidence to support adjustments		Due to failure to provide requested information to AG on time	Central Journal referencing system will be introduced, to ensure all journals can be located	CFO	01-Feb-13	01-Apr-13
				All information will be provided to the Auditors during the audit without delays	CFO	01-Feb-13	01-Apr-13
PROVISIONS							
No 32, 33	Provision for leave pay incorrectly calculated	R14, 803	Inadequate controls	Leave pay will be calculated and recorded in accordance with the leave policy and Collective Agreement on Conditions of Service		01-Feb-13	01-Apr-13

Key action points

1	Action plan
2	Implement Dashboard

Progress

3

Reconfigure GL and AFS

4

Take stock of all files and expenditure, GL entries and locate in CFO area

5

Urgent attn must be given to filling of key vacant positions



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

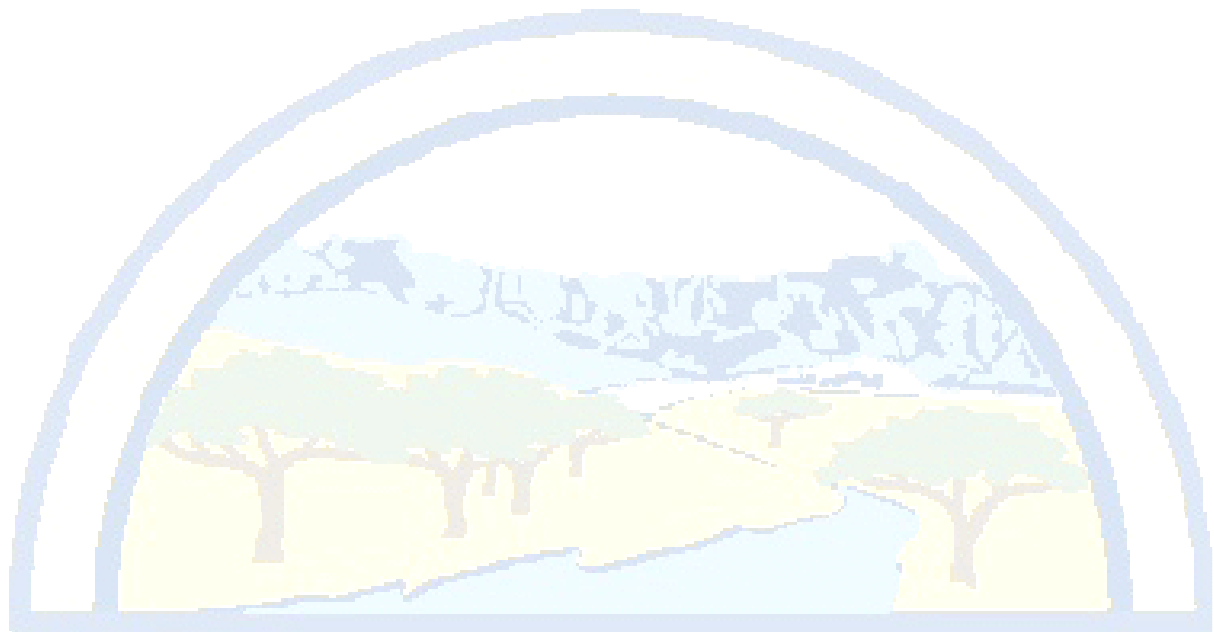
UTHUKELA DISTRICT MUNICIPALITY

SECTION 46 ANNUAL MUNICIPAL

**UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
PERFORMANCE REPORT FOR
DISTRICT MUNICIPALITY**

2011/12 FINANCIAL YEAR

TABLE OF CONTENTS



UTHUKELA

**UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY**

LIST OF TABLES

Table nr	Content	Page nr
Table 1:		
Table 2:		
Table 3:		
Table 4:		
Table 5:		
Table 6:		
Table 7:		
Table 8:		
Table 9:		
Table 10:		
Table 11:		
Table 12:		
Table 13:		
Table 14:		
Table 15:		
Table 16:		
Table 17:		
Table 18:		
Table 19:		
Table 20:		
Table 21:		
Table 22:		
Table 23:		
Table 24:		
Table 25:		
Table 26:		
Table 27:		
Table 28:		
Table 29:		
Table 30:		
Table 31:		
Table 32:		
Table 33:		

Analysis of Municipal Performance Information for 2011/12 Financial Year

The analysis of this performance information consists of the following KPA's:

KPA 1: Municipal Transformation and Organizational Development

KPA 2: Basic Service Delivery

KPA 3: Local Economic Development

KPA 4: Municipal Financial Viability and Management

KPA 5: Good Governance and Public Participation

KPA 6: Cross-Cutting Issues

Concluding Remarks



Key Performance Area 1:

Municipal Transformation and Organisational Development

This KPA will cover the following areas:

- Introduction
- Performance Management Systems.
- Filling of Section 57 Manager positions;
- Signed performance agreements by Section 57 Managers;
- Disciplinary processes against Section 57 Managers;
- Employment Equity
- Human Resource Development Strategy
- Municipal Budget spent on implementing workplace skills plan
- Challenges experienced in municipal transformation and organizational development
- Measures taken to improve performance
- Recommendations (including assistance required)

UTMUKELA
UMKHANDLU WESIFUNDA
DISTRKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Performance Management System

Table 1: PMS implementation in a municipality - 2011/12

UThukela District Municipality	Does the municipality have a PMS Policy Framework developed /reviewed and adopted by Council (State date of adoption)	Did the municipality review/develop its IDP and engaged with the community in the process	Is the municipality's adopted IDP linked to SDBIP?	No of Section 56/7 Performance contracts signed?	No of Section 56/7 managers with signed Performance Agreements?	Is the municipality's PMS audited by an Internal Auditor for functionality and legal compliance?	Has the municipality Appointed Performance Audit Committee (PAC)	Did the municipality submit previous year's council oversight report and made public	No of quarterly performance reports submitted	Has the municipality cascaded PMS to lower levels	State reasons for non-compliance of any of these components
Y/N:	Yes – Was developed in 2002 currently in the process of review	Yes	Yes	3	3	Yes	No	Yes	4	No	Currently there is a challenge in the implementation of PMS for top management hence in can't be cascaded to the lower level yet. The term of the previous performance audit committee expired and the

											<p>appointment process took longer than expected however this has been rectified for the 2012/2013 financial year</p> <p>The PMS framework has been reviewed and will be adopted in January 2013</p>
Date:											

UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Table 2: Linkage between IDP and SDBIP

UTHukela District municipality	2009/10			2010/11			2011/12		
	IDP Framework / Process Plan Approved	IDP adopted and Submitted	Is the IDP aligned to SDBIP	IDP Framework/ Process Plan Approved	IDP adopted and Submitted	Is the IDP aligned to SDBIP	IDP Framework/ Process Plan Approved	IDP adopted and Submitted	Is the IDP aligned to SDBIP
Y/N:	Yes	Yes	Partially	Yes	Yes	Partially	Yes	Yes	Partially
Date:									

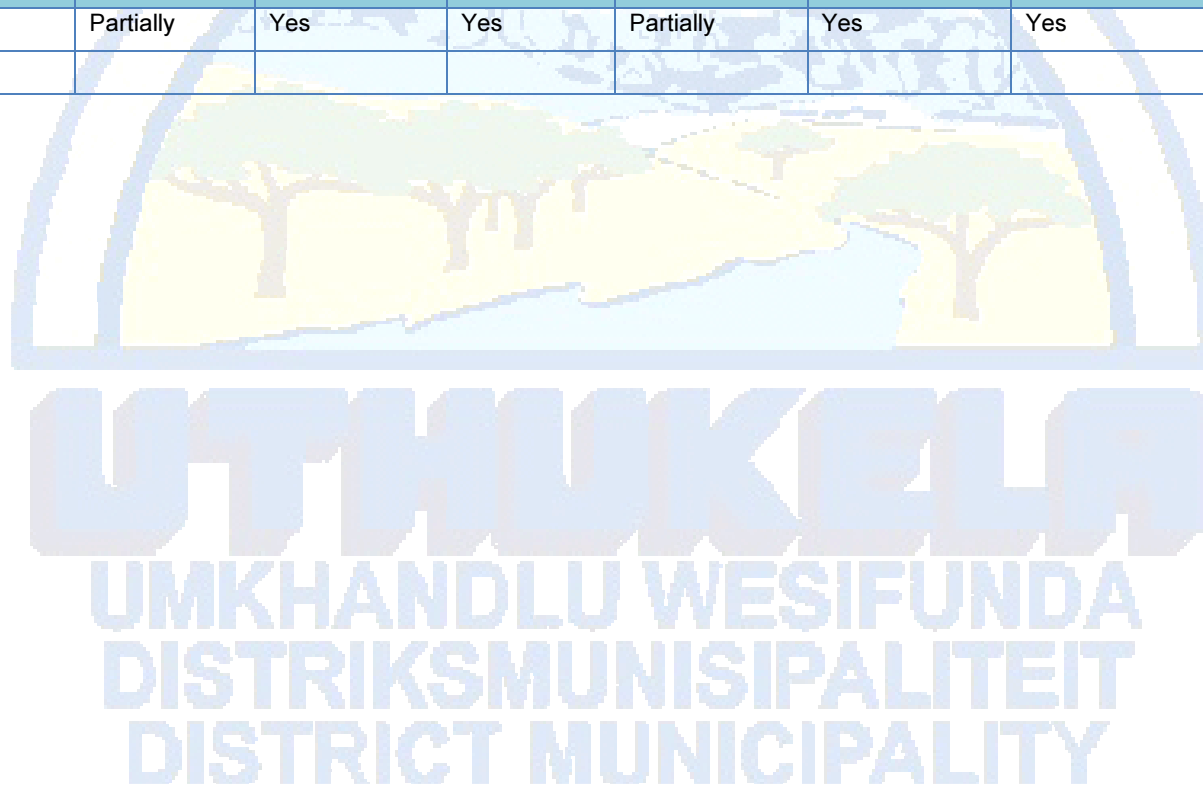


Table 3: Filling of Section 56/7 Managers posts

UThukela District Municipality	2009/10			2010/11			2011/12			Reasons for vacancies
	No of posts approved	No of posts filled	No of vacancies	No of posts approved	No of posts filled	No of vacancies	No of posts approved	No of posts filled	No of vacancies	
Municipal Manager	1	1	n/a	1	1	n/a	1	none	1	Contract of the previous MM expired
Chief Financial Officer	1	1	n/a	1	1	n/a	1	1	n/a	
Technical	1	none	1	1	1	n/a	1	1	n/a	
Corporate Services	1	1	n/a	1	1	n/a	1	none	1	Contract expired
Planning and LED	1	none	1	1	none	1	1	none	1	Contract expired
Health and environmental services	1	1	none	1	1	none	1	none	1	Contract expired
TOTAL	6	4	2	6	5	1	6	2	4	

Table 4: Disciplinary processes against Section 56/7 Managers

UThukela District Municipality	2009/10			2010/11			2011/12		
	No reported cases	of pending cases	No resolved cases	No reported cases	of pending cases	No resolved cases	No reported cases	of pending cases	No resolved cases
Number:	none	none	n/a	1	1	none	2	2	none

Compliance with the EEA

Table 5: Women appointments – Section 56/7 Managers

UThukela District Municipality	2009/10			2010/11			2011/12		
	No. of Section 56/7 posts approved	Women appointed in Section 56/7 posts	No of vacancies for women Section 56/7 Managers	No. of Section 56/7 posts approved	Women appointed in Section 56/7 posts	No of vacancies for women Section 56/7 Managers	No. of Section 56/7 posts approved	Women appointed in Section 56/7 posts	No of vacancies for women Section 56/7 Managers
Number:	6	none	1	6	none	1	6	none	1

Table 6: Employment of people with disabilities (The entire Organization)

UThukela District Municipality	2009/10			2010/11			2011/12		
	Total no. of people with disabilities	No. of Section 56/7 Mangers with disabilities	No of vacancies for people with disabilities	Total no. of people with disabilities	No. of Section 56/7 Mangers with disabilities	No of vacancies for people with disabilities	Total no. of people with disabilities	No. of Section 56/7 Mangers with disabilities	No of vacancies for people with disabilities
Number:	1	none	none	1	none	none	1	none	none

UMKHANTLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Table 7: Employment of employees that are aged 35 or younger (Whole Organization)

UThukela District Municipality	2009/10			2010/11			2011/12		
	Total approved posts	No of posts occupied by staff aged 35 or younger	% of posts occupied by staff aged 35 or younger	Total approved posts	No of posts occupied by staff aged 35 or younger	% of posts occupied by staff aged 35 or younger	Total approved posts	No of posts occupied by staff aged 35 or younger	% of posts occupied by staff aged 35 or younger
Number and percentage:	468	30	8%	476	35	8.05%	520	35	8.05%

Table 8: Development and Implementation of specific HR policies and systems per municipality – 2011/12

UThukela District Municipality		Recruitment and selection policy			Skills Development Plan			EE Plan			HRM and HRD policies		
		Reviewed /Developed	Approved	Implemented	Reviewed /Developed	Approved	Implemented	Reviewed /Developed	Approved	Implemented	Reviewed /Developed	Approved	Implemented
	Y/N	Developed	Yes	Yes	Developed	Yes	Yes	Developed	Yes	Yes	Developed	Yes	Yes
	Date:												

UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Table 9: Workplace Skills Plans submitted by municipalities

Management level	UThukela District Municipality	2009/10		2010/11		2011/12	
		Total No of staff approved	No. of staff trained	Total No of staff approved	No. of staff trained	Total No of staff approved	No. of staff trained
Councillors		n/a	n/a	n/a	n/a	n/a	n/a
Senior Management level		6	2	6	2	6	none
lower level employees					27%		15
Technicians and professional				29	14%		10
TOTAL		76	37	105	26	93	35

Section 139 interventions

Table 10: Has the municipality been put under section 139 interventions. If YES, which year(s)

UThukela District Municipality	2009/10	2010/11	2011/12
Y/N:	No	No	No
Year:			

KPA 1: Challenges

1. Implementation of the PMS
2. Absence of the accounting officer – municipal manager
3. Appointment of section 56 managers
4. Implementation of the EEP

KPA 1: Measures taken to improve performance

1. Getting the buy-in from senior managers and political heads
2. The finalisation of the organogram

KPA 1: Recommendations

1. Appointment of section 56 managers and municipal manager



Key Performance Area 2: Basic Service Delivery

This KPA will cover the following areas:

- Introduction
- Progress
 - Access to Free Basic Services
 - Water
 - Sanitation
 - Electricity
 - Refuse removal
 - Access to Basic Services
 - Water provision
 - Waste Water
 - Electricity
 - Waste management
 - Housing
 - Bucket System Eradication
 - Indigent Policy implementation
 - Roads and Transport
 - Infrastructure
 - Transport (vehicle registrations
 - Public bus transportation
 -
- Challenges experienced in basic service delivery (indicate specific municipalities)
- Measures taken to improve performance
- Recommendations

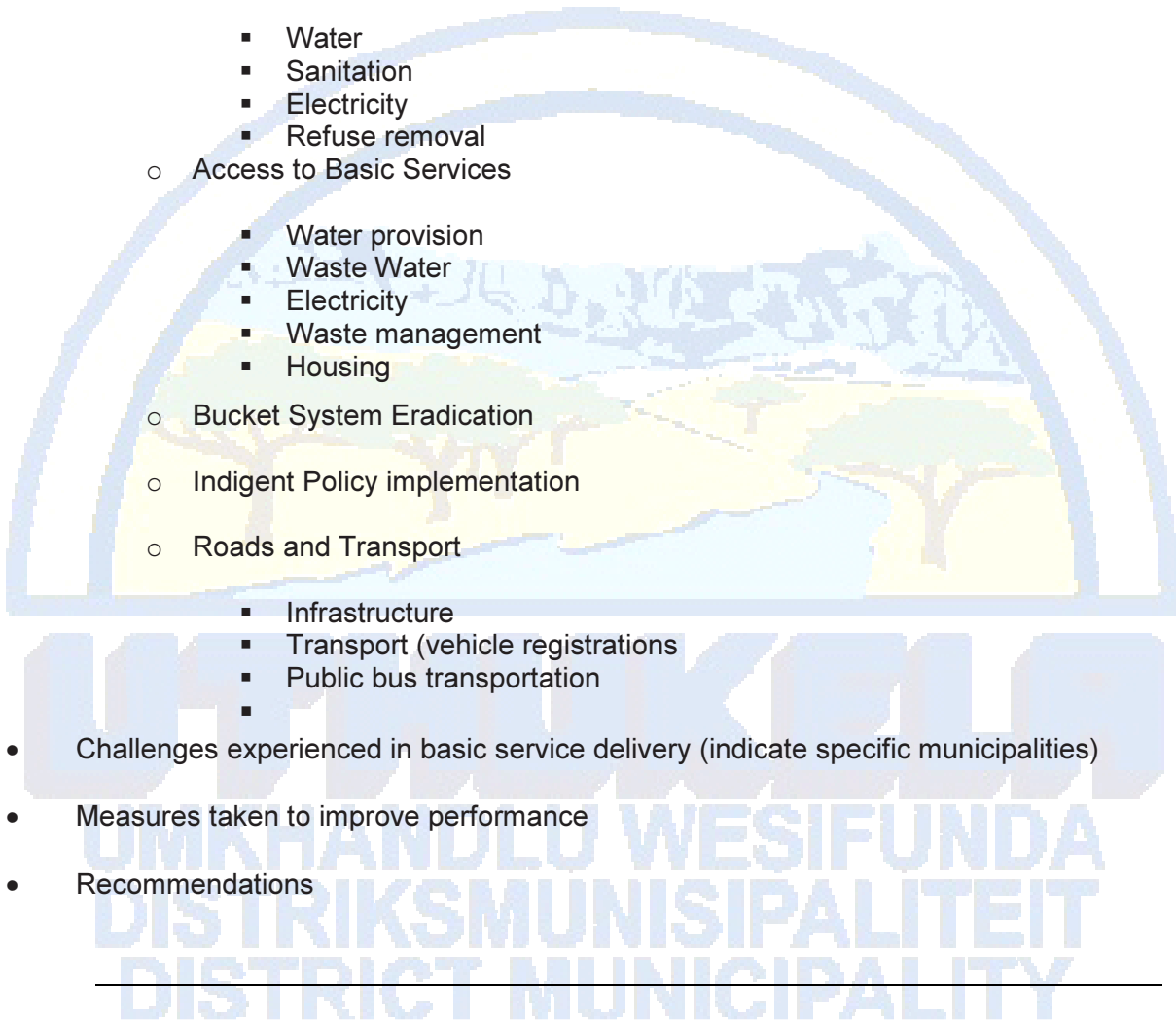


Table 11: Access to basic services

UThukela District Municipality	2009/10						2010/11						2011/12																		
	Housing		Water (on site)		Sanitation		Refuse removal		Electricity (in house)		Housing		Water (on site)		Sanitation		Refuse removal		Electricity (in house)		Housing		Water (on site)		Sanitation		Refuse removal		Electricity (in house)		
	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual	
No. of H/holds	n/a	n/a																													

Housing Backlogs = N/A

Sanitation Backlogs = 30 297 (2010)

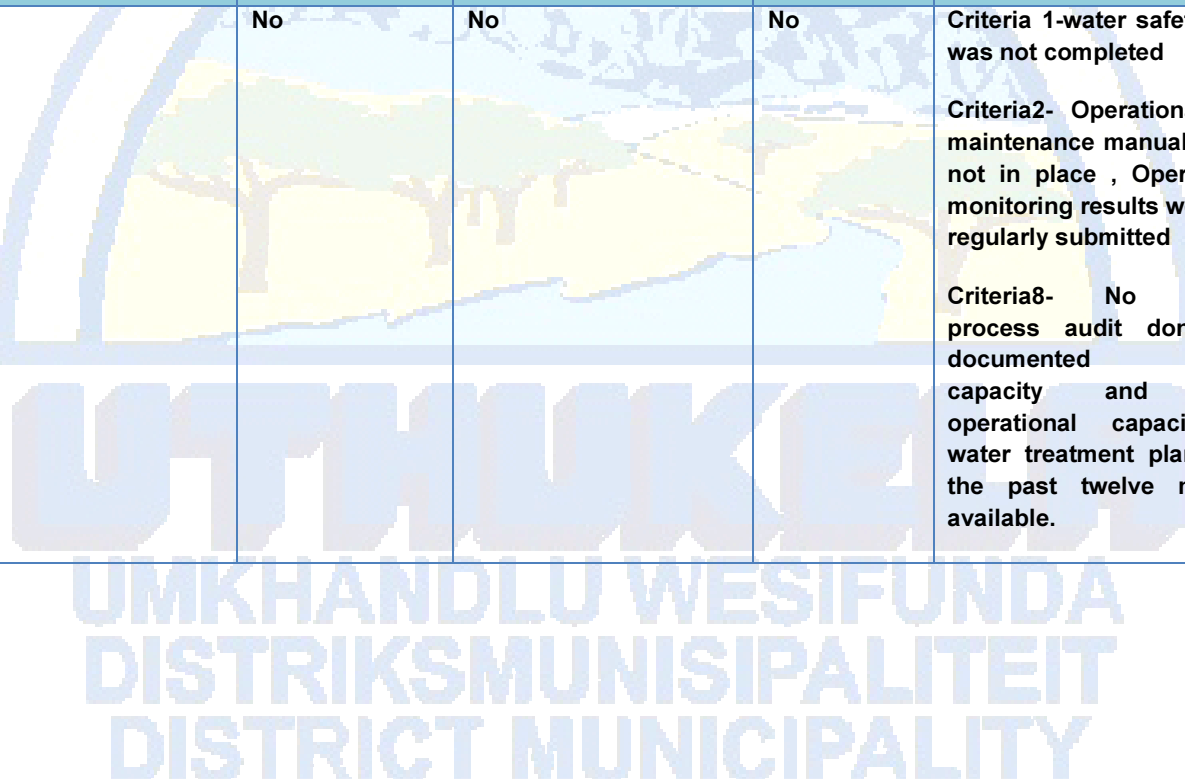
Water supply Backlogs = 24 197 (2010)

Electricity Backlogs = N/A



Table 12: Blue Drop Water Certification per province (Applicable to Water Service Authorities)

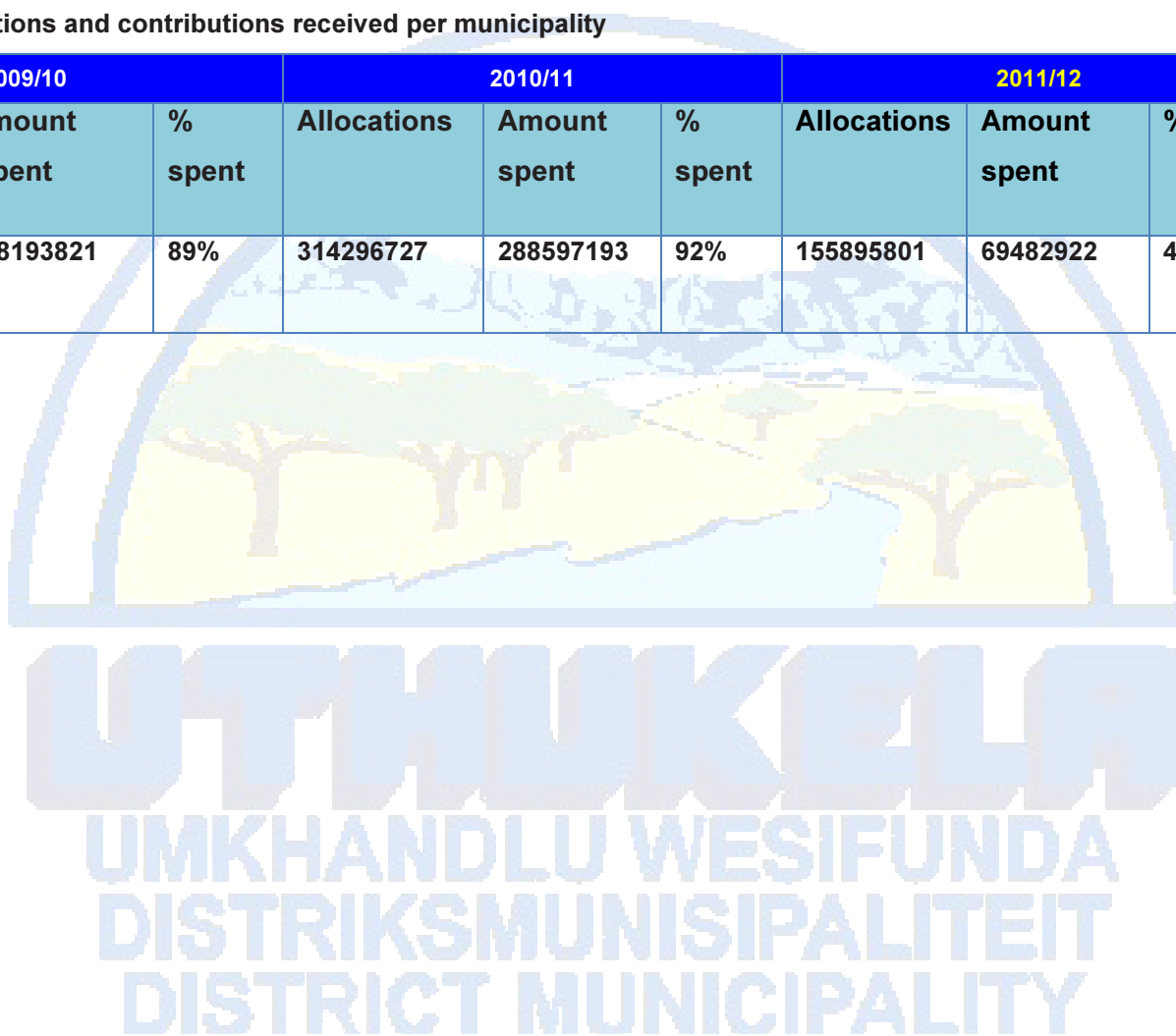
UThukela District Municipality	2009/10		2010/11		2011/12	
	Did the municipality receive a blue drop certification?	If not, state the reason	Did the municipality receive a blue drop certification?	If not, state the reason	Did the municipality receive a blue drop certification?	If not, state the reason
Y/N and reason	No	No	No	No	No	<p>Criteria 1-water safety plan was not completed</p> <p>Criteria2- Operational and maintenance manuals were not in place , Operational monitoring results were not regularly submitted</p> <p>Criteria8- No annual process audit done, no documented design capacity and daily operational capacity of water treatment plants for the past twelve months available.</p>



MUNICIPAL INFRASTRUCTURE GRANT (MIG) EXPENDITURE

Table 13: Total grants, donations and contributions received per municipality

UThukela District Municipality	2009/10			2010/11			2011/12		
	Allocations	Amount spent	% spent	Allocations	Amount spent	% spent	Allocations	Amount spent	% spent
Rands and percentages	278397668	248193821	89%	314296727	288597193	92%	155895801	69482922	45,6%



Indigent Policy implementation with regard to provision of free basic services

Table 14: Indigent Policies and Registers

UThukela District Municipality	2009/10			2010/11			2011/12		
	Reviewed /developed indigent policies	Indigent policy implemented	Indigent registers in place	Reviewed /developed indigent policies	Indigent policy implemented	Indigent registers in place	Reviewed /developed indigent policies	Indigent policy implemented	Indigent registers in place
Y/N:	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Date:									

Table 15: Status on the provision of free basic services by municipalities (2011/12)

UThukela District Municipality	Electricity		Water		Sanitation		Refuse removal	
	No of indigent households receiving free service	Units per household (kwh)	No of indigent households receiving free service	Units per house-hold (kl)	No of indigent households receiving free service	Units/ R value pm per house- hold	No of indigent households receiving free service	Units/ R value pm per house- hold
Number of H/holds and units	n/a	n/a	302(urban) Free water for rural	6kl	302(urban) Free water for rural		n/a	n/a

KPA 2: Challenges

1. Difficulty in the implementation of the policy (e.g. consumers not metered)
2. Alignment of UTDM indigent register to local municipal registers
3. Not all households are captured to the financial system
4. Insufficient budget to cater for indigent costs

KPA 2: Measures taken to improve performance

1. MANCO has taken decision to review the credit control policy
2. Currently updating indigent register
3. Data cleansing process

KPA 2: Recommendations

1. Speed up the process of review for both the credit control policies and indigent register
2. Speed up the implementation of credit control
3. Speed up the data cleansing process



Key Performance Area 3: Local Economic Development

This KPA will cover the following areas:

- Introduction
- Progress
 - Number of jobs created through infrastructure capital projects (*this should include Previously Disadvantaged Individuals*)
 - Development and implementation of LED strategies and plans
 - Capacity for implementing LED in municipalities
- Challenges experiences in local economic development (indicate specific municipalities)
- Measures taken to improve performance
- Recommendations



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Table 16: Municipalities with adopted and implemented LED strategies

UThukela District Municipality	2009/10			2010/11			2011/12			Reasons for no strategy in place
	LED strategy reviewed/ developed	LED strategy approved	LED strategy implemented	LED strategy reviewed/ developed	LED strategy approved	LED strategy implemented	LED strategy reviewed/ developed	LED strategy approved	LED strategy implemented	
Y/N:	Yes-was developed in 2004	Yes	Partially	Yes	Yes	Partially	Yes	Yes	Partially	During the second quarter of 2012 a service provider was appointed to do the review of the LED strategy it is anticipated that the review will be complete by the end of the third quarter
Date:										

Table 17: Capacity of municipalities to implement LED

UThukela District Municipality	2009/10		2010/11		2011/12	
	No of posts approved	No of filled posts	No of posts approved	No of filled posts	No of posts approved	No of filled posts
Number:	4	2	4	2	4	1

Number of jobs created through municipalities' local economic development initiatives, including capital projects

The purpose of this indicator is to assess and reveal the extent to which municipalities contribute towards creating jobs through the implementation of capital projects, as well as their own LED initiatives.

Figure 18: Number of jobs created per Municipality

UThukela District Municipality	2009/10			2010/11			2011/12		
	No. of jobs created through EPWP	No. of jobs created through CWP	No. of jobs created for Co-operatives	No. of jobs created through EPWP	No. of jobs created through CWP	No. of jobs created for Co-operatives	No. of jobs created through EPWP	No. of jobs created through CWP	No. of jobs created for Co-operatives
Number:	3200			2500			7500		

Table 19: EPWP implementation per Municipality (2011/12)

UThukela District Municipality	Person-years of work including training	Person-Years of training	Gross number of work opportunities created	% of youth	% of women	% of people with disabilities
Number and percentage			7500	50%	25%	1%

KPA 3: Challenges

1. The reporting is not been effective because the responsibility is with the service providers.
2. The slow computer system of reporting to public works
3. Too many contact points with regards to challenges either in reporting or capturing the number experienced by the municipalities

KPA 3: Measures taken to improve performance

1. Appointment of the dedicated official to capture the numbers of FTE and do the reporting
2. Municipality is provided one contact point/ persons to liaise with if there are challenges

KPA 3: Recommendations

1. Appointment of a dedicated official
2. Single point of contact provided to deal with challenges



Key Performance Area 4: Municipal Financial Viability and Management

This KPA consists of the following areas:

- Introduction
- Financial viability
- Capital expenditure by municipalities
- Compliance with the MFMA
- Municipal budgets, expenditure and revenue sources
- Financial viability defined in terms of debt coverage, outstanding debtors to revenue and cost coverage by h municipality
- Challenges experiences in municipal financial viability (indicate specific municipalities)
- Measures taken to improve performance
- Recommendations



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Capital Expenditure by Municipality

Table 20: Performance against budget by municipalities

UThukela District Municipality	2009/10			2010/11			2011/12		
	Budget approved	Revenue	Expenditure	Budget approved	Revenue	Expenditure	Budget approved	Revenue	Expenditure
Rands:	451938303	451938303	278397668	456077178	456077178	314296727	581516241	581516241	341485743

Table 21: Total grants, donations and contributions received

UThukela District Municipality	2009/10			2010/11			2011/12		
	Total donations, grants and contributions available	Total spent	% expenditure	Total donations, grants and contributions available	Total spent	% expenditure	Total donations, grants and contributions available	Total spent	% expenditure
Rands and percentage	451938303	278397668	61.6%	456077178	314296727	68.9%	581516241	341485743	58.7%

Table 22: A-G Opinion

UThukela District Municipality	Audit Opinion 2009/10				Audit Opinion 2010/11				Audit Opinion 2011/12			
	Unqualified	Qualified	Disclaimer	Adverse	Unqualified	Qualified	Disclaimer	Adverse	Unqualified	Qualified	Disclaimer	Adverse
	X					X					X	

Financial Viability

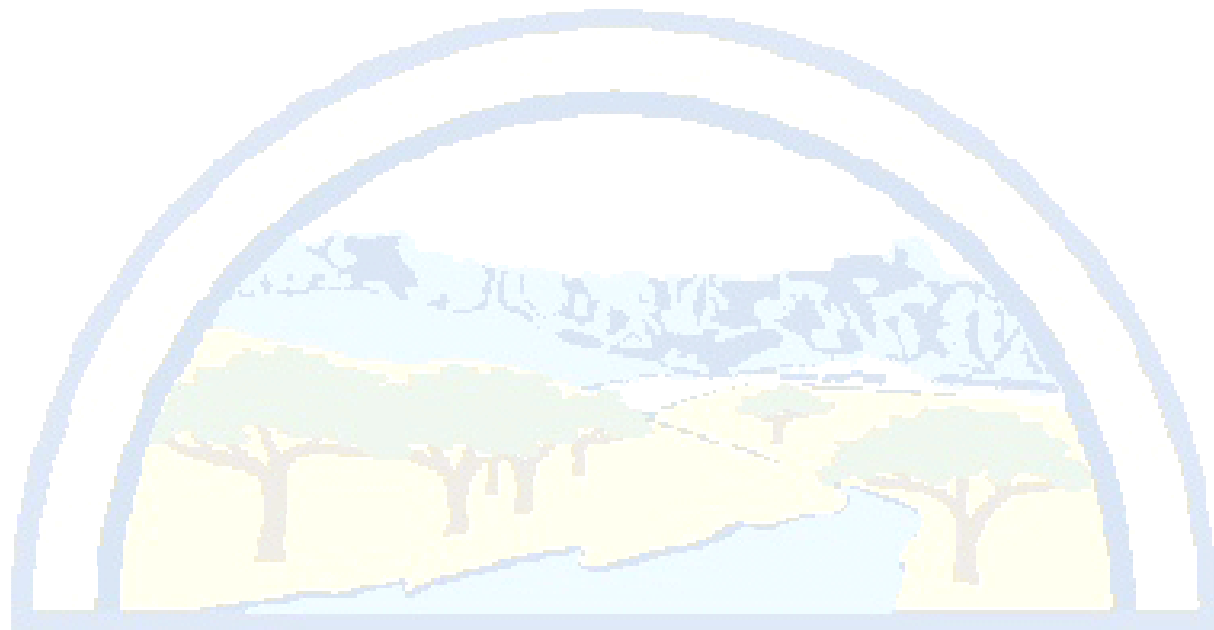
Table 23: Outstanding debt and debt management

UThukela District Municipality	2009/10				2010/11				2011/12			
	Water & Sanitation	Refuse	Housing	Other	Water & Sanitation	Refuse	Housing	Other	Water & Sanitation	Refuse	Housing	Other
Rands:	281531273	n/a	n/a		349935654	n/a	n/a		414213980	n/a	n/a	

Table 24: Development of Revenue Enhancement Strategy

UThukela District Municipality	2009/10			2010/11			2011/12		
	Strategy Reviewed /developed	Strategy implemented	Has the municipality's Revenue improved?	Strategy Reviewed /developed	Strategy implemented	Has the municipality's Revenue improved?	Strategy Reviewed /developed	Strategy implemented	Has the municipality's Revenue improved?
Y/N:	No	No	No	No	No	No	No	No	No

Date:									
-------	--	--	--	--	--	--	--	--	--



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

KPA 4: Challenges

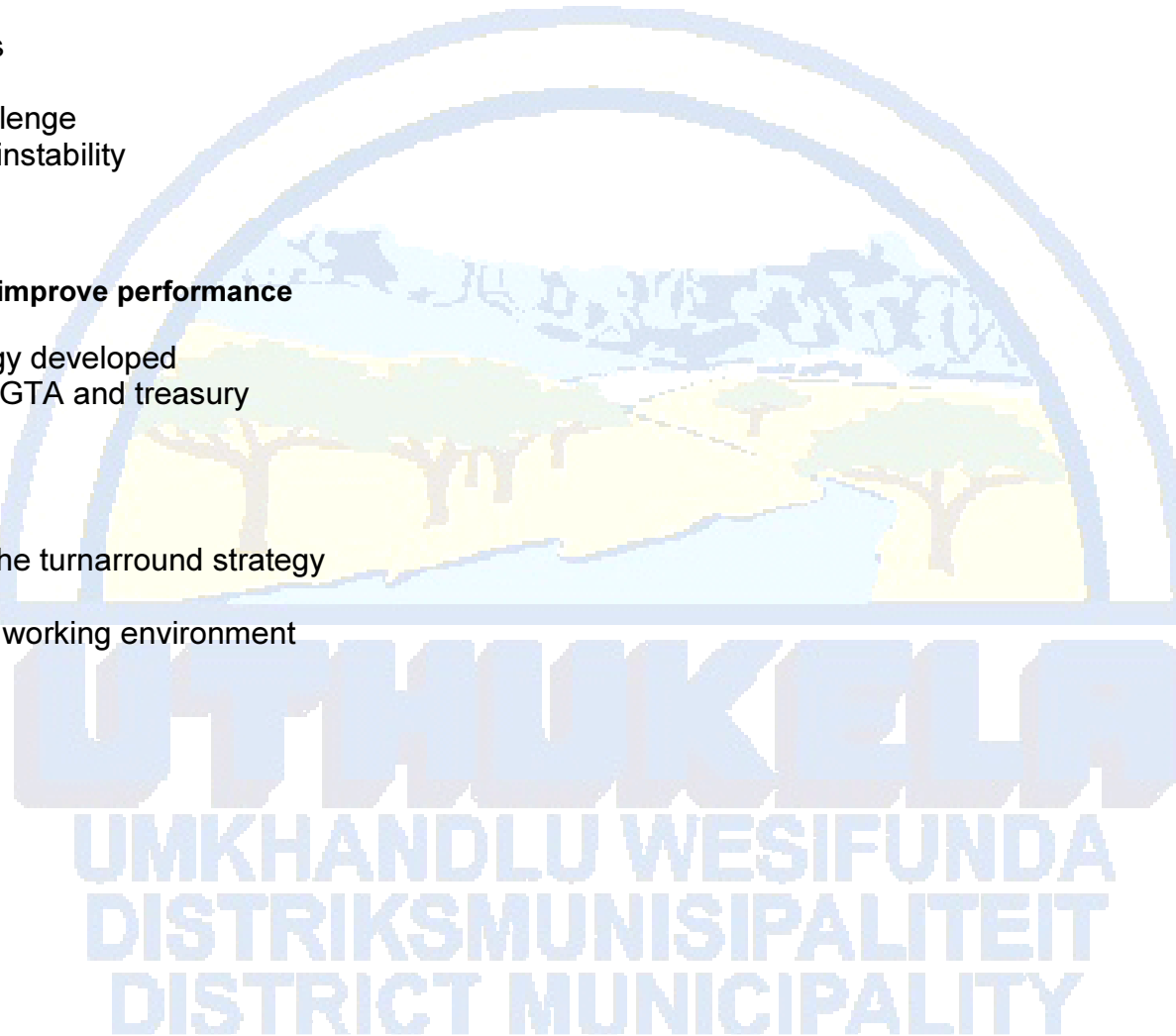
1. High rate of debtors
2. Low debt recovery
3. Going concern challenge
4. Staff turn over and instability
5. Budget constraints

KPA 4: Measures taken to improve performance

1. Turnaround strategy developed
2. Assistance from COGTA and treasury

KPA 4: Recommendations

1. Implementation of the turnaround strategy
2. Skills transfer
3. Develop conducive working environment



Key Performance Area 5:
Good Governance and Public Participation

This KPA, consists of the following areas:

- Introduction
- Progress
- Ward Committees
- Deployment of community Development workers
- Intergovernmental relations
- Anti-corruption
- Traditional leadership
- Presidential and Ministerial Izimbizo
- Standard operating procedures and delegations
- Challenges experiences in good governance and public participation (indicate specific municipalities)
- Measures taken to improve performance
- Recommendations

**UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY**

Table 25: Functionality of Ward Committees

UThukela Municipality	District	2009/10		2010/11		2011/12	
		No. of functional Ward Committees	% of functional Ward Committees	No. of functional Ward Committees	% of functional Ward Committees	No. of functional Ward Committees	% of functional Ward Committees
Number and percentage:	and	n/a	n/a	n/a	n/a	N/a	n/a

Table 26: Total number of deployed CDW's per municipality

UThukela District Municipality	2009/10		2010/11		2011/12	
	No of CDW posts approved	No of CDW's deployed to wards	No of CDW posts approved	No of CDW's deployed to wards	No of CDW posts approved	No of CDW's deployed to wards
Number:	n/a	n/a	n/a	n/a	n/a	n/a

UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

Table 27: Good governance indicators as at June 2012

UThukela District Municipality	All admin delegations adopted	S59 MSA Delegations adopted	Roles of Committees and Political Office Bearers defined	Meetings convened					Number of meetings where quorum was <u>not</u> achieved		Code of conduct adopted (Council & staff)	Code communicated to community	Interests of councillors and staff declared	Councillors and staff members in arrears with municipal accounts
				Council	Executive mayoral committee	Portfolio Committee	Municipal Management	IDP Representatives	Council	Executive mayoral committee				
Y/N	No	No	No	Yes(13)	Yes(10)	Yes(22)	Yes(12)	Yes	n/a	n/a	Yes	No	Yes	Yes(4)
Date - if applicable														

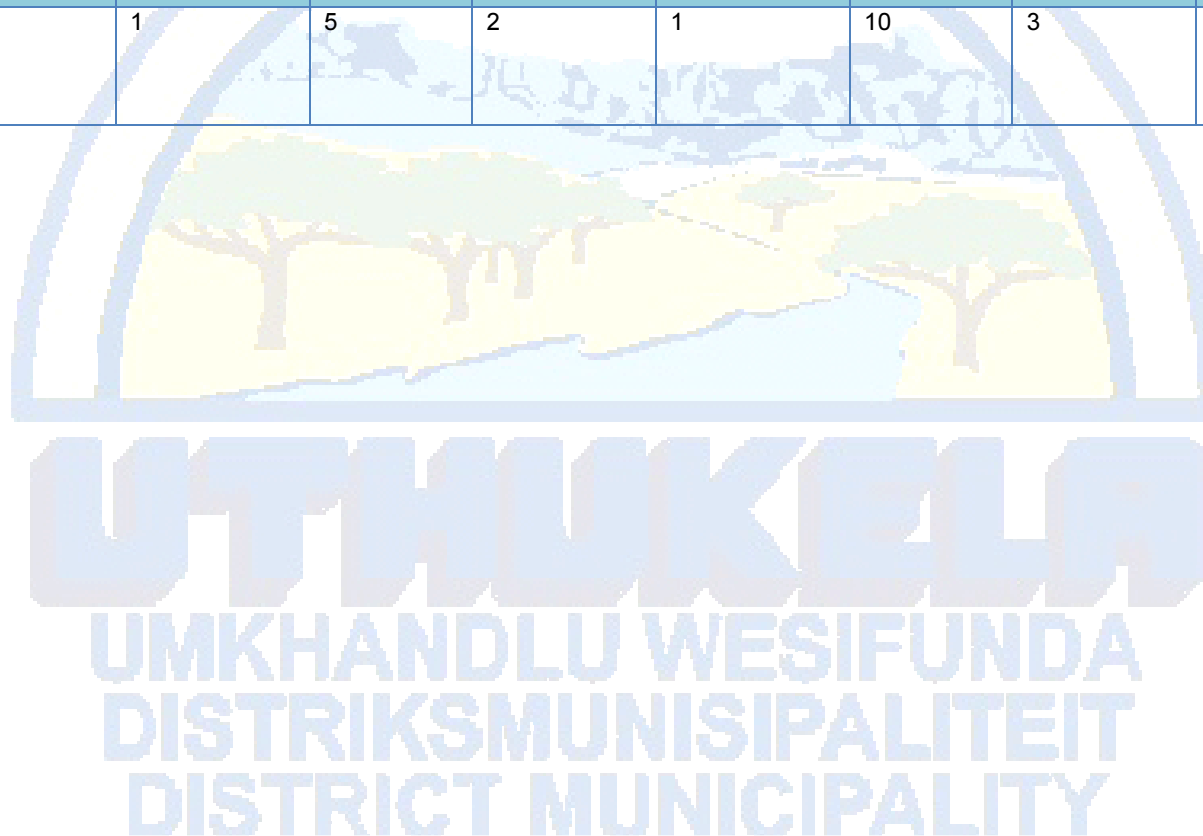
Anti-corruption

Table 28: Progress on the implementation of anti-corruption strategies by municipalities

UThukela District Municipality	2009/10			2010/11			2011/12		
	Anti-corruption Plan compiled	Has Council adopted the Anti-corruption Plan	Anti-corruption Plan implemented	Anti-corruption Plan compiled	Has Council adopted the Anti-corruption Plan	Anti-corruption Plan implemented	Anti-corruption Plan compiled	Has Council adopted the Anti-corruption Plan	Anti-corruption Plan implemented
Y/N:	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Date:		22/05/2009	22/05/2009						

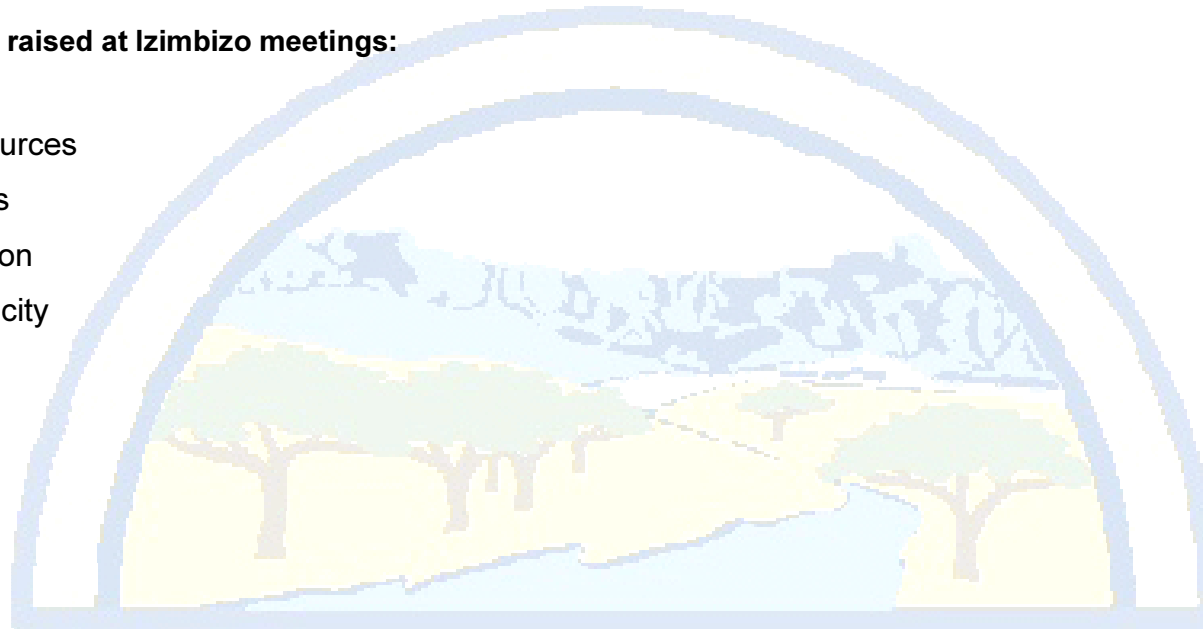
Table 29: Mayoral Izimbizo (include any Presidential, Premier or Ministerial Imbizo held in the municipal area over the past 3 years)

UThukela District Municipality	2009/10			2010/11			2011/12		
	No of Izimbizo's	Challenges	Resolutions	No of Izimbizo's	Challenges	Resolutions	No of Izimbizo's	Challenges	Resolutions
Number:	6	2	1	5	2	1	10	3	1



Challenges and concerns raised at Izimbizo meetings:

1. Limitations of resources
2. Timing of meetings
3. Water and sanitation
4. Provision of electricity
5. Access road



Resolutions taken:

To contact sector departments in relation to their functions and council to prioritise according to the feasibility study and need analysis.

UTSHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

KPA 5: Challenges

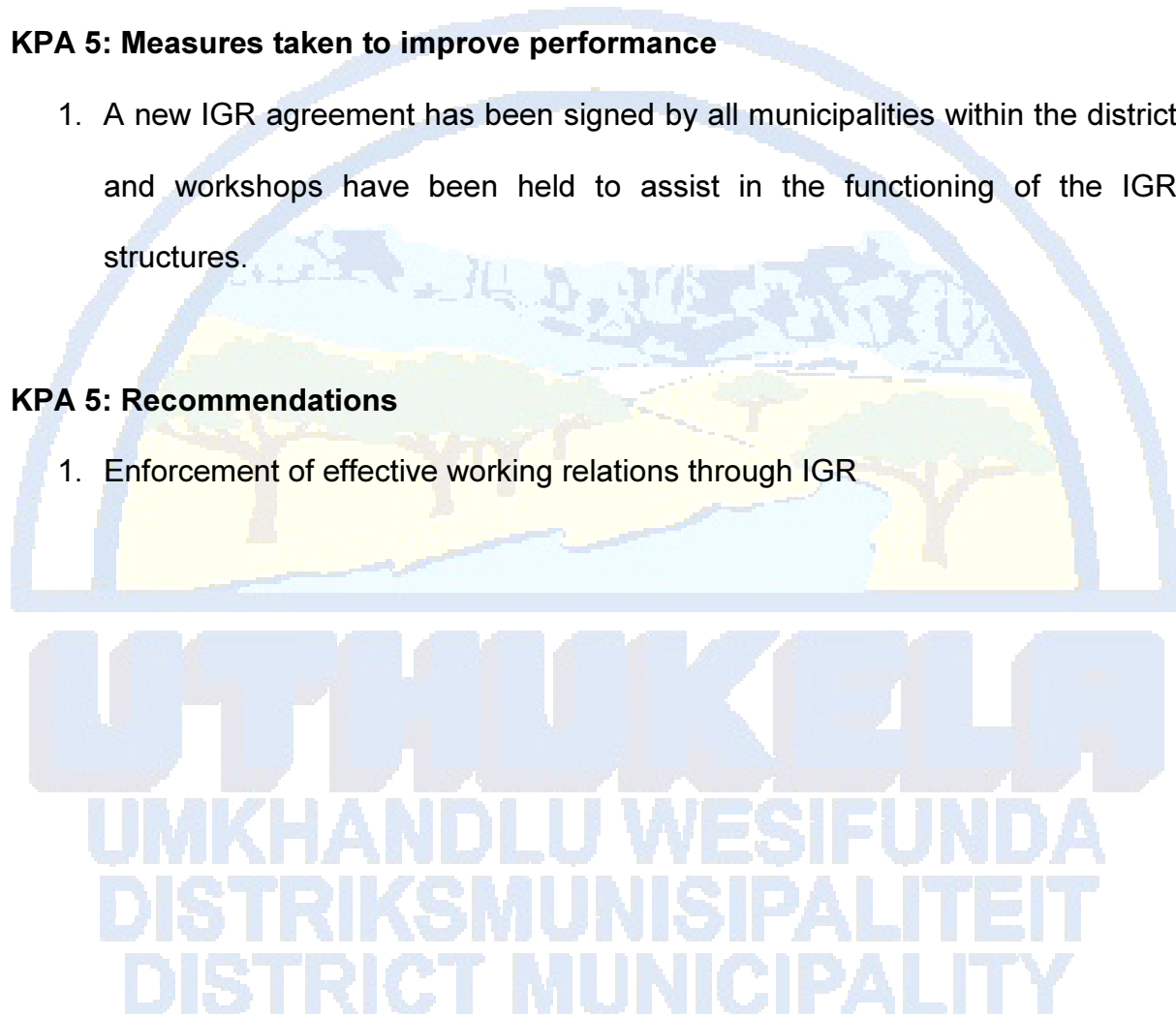
1. Lack of resources
2. Poor planning
3. Non-functionality of IGR structures
4. Non-involvement of traditional leaders in the council affairs

KPA 5: Measures taken to improve performance

1. A new IGR agreement has been signed by all municipalities within the district and workshops have been held to assist in the functioning of the IGR structures.

KPA 5: Recommendations

1. Enforcement of effective working relations through IGR



Cross Cutting Interventions

Disaster management

Introduction

Progress in the implementation of Disaster Management Act

Challenges experienced in the implementation of the disaster management

Support by Provincial Departments of Local Government and the **COGTA**

Impact of support by stakeholders.

Realigned municipalities

Introduction

Municipalities affected in realignment per province

Progress of the re-alignment

Challenges experienced in the implementation of the re-alignment process

Support by Provincial Departments of Local Government and the **COGTA**

Impact of support by stakeholders.

Urban and Rural nodes

Introduction

Challenges experienced in the urban and rural nodes

Progress in the implementation of urban and rural nodes

Challenges experienced in the implementation of the urban and rural nodes

Support by Provincial Departments of Local Government and the **COGTA**

Impact of support by stakeholders.



Table 30: Development, submission and implementation rate of SDF's

UThukela District Municipality	2009/10			2010/11			2011/12			Reasons
	SDFs approved	SDFs submitted	SDFs Implemented	SDFs approved	SDFs submitted	SDFs Implemented	SDFs approved	SDFs submitted	SDFs Implemented	
Y/N	Yes, as part of IDP submission	Yes, as part of IDP submission	Yes, to the extent that budget allowed	Yes, as part of IDP submission	Yes, as part of IDP submission	Yes, to the extent that budget allowed	Yes, as part of IDP submission	Yes, as part of IDP submission	Yes, to the extent that budget allowed	
Date	Same as IDP	Same as IDP	2009/10	2009/10	2010/11	2010/11	Same as IDP	Same as IDP	2011/12	

SDFs: Challenges

Lack of Specialised Spatial Planner and capacity to spatially drive development within the district. There is a general lack in the District in terms of understanding spatial planning. Limited capacity to implement SDF.

SDFs: Interventions

Require a dedicated person to drive development in terms of the SDF

SDFs: Recommendations

Require a team or dedicated person to drive the implementation of the SDF and monitor development in terms of the IDP.

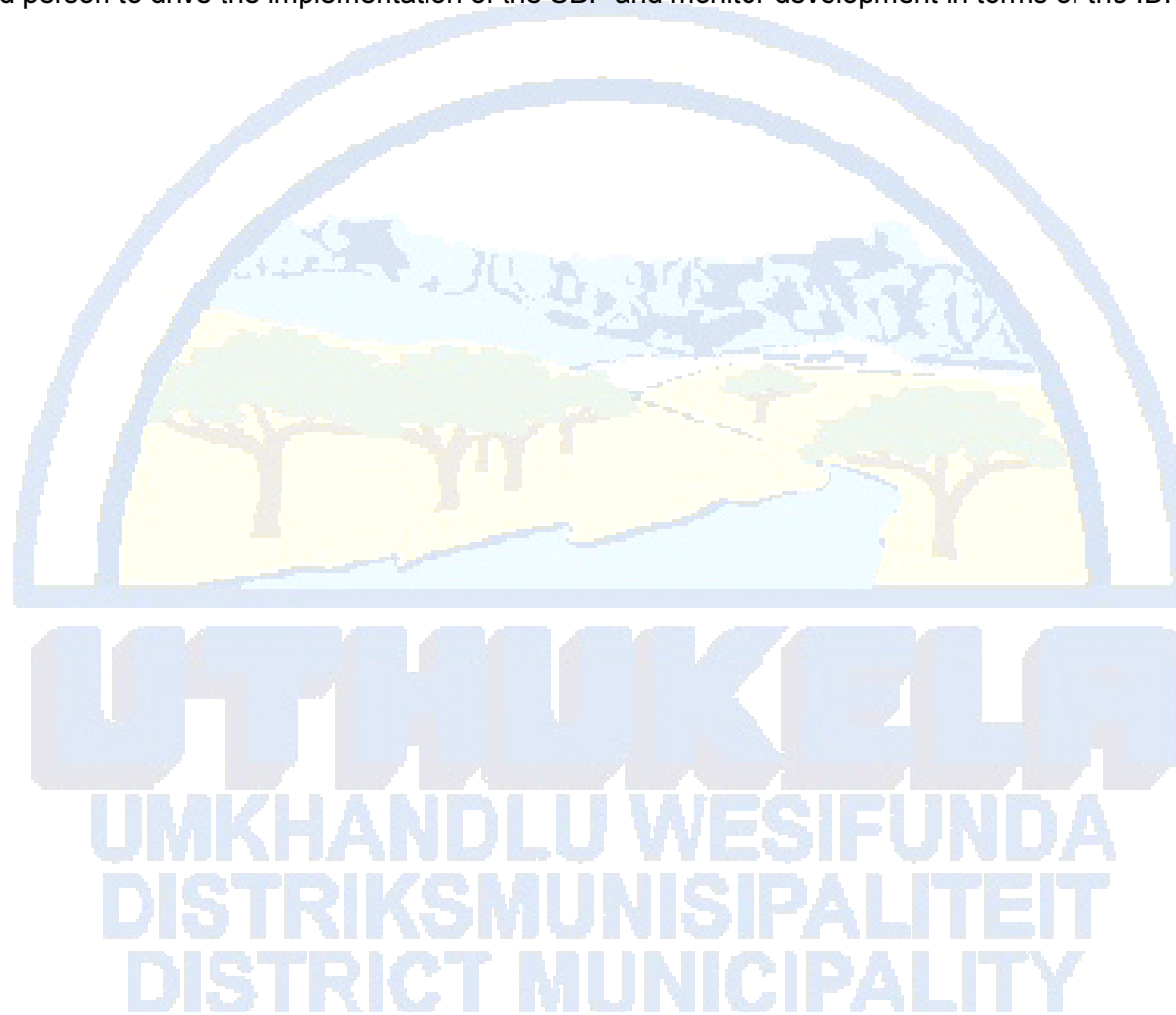


Table 31: State of readiness on National Disaster implementation per Municipality (Y/N and Date)

2009/10				2010/11				2011/12			
Functional disaster management centre	Disaster Management Head/ Manager appointed	Disaster management forums established	disaster management plan or framework in place	Functional disaster management centre	Disaster Management Head/ Manager appointed	Disaster management forums established	disaster management plan or framework in place	Functional disaster management centre	Disaster Management Head/ Manager appointed	Disaster management forums established	disaster management plan or framework in place
No	Yes	Yes	Yes	No	Yes	Yes	Yes	No	Yes	Yes	Yes

Disaster Management: Challenges

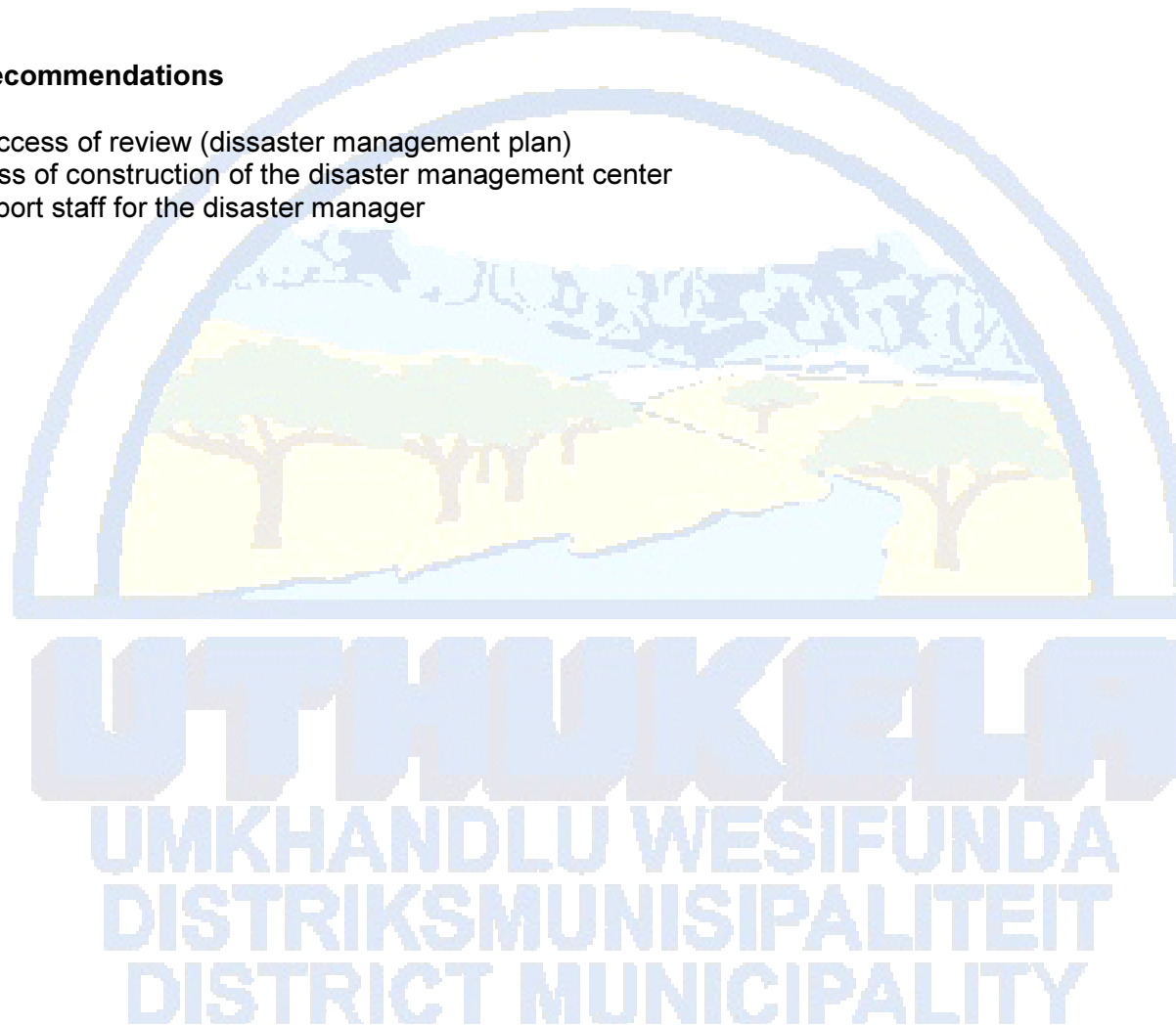
1. Non-establishment of the operational disaster management center
2. Recruitment of support staff
3. Lack of resources
4. Failure to regard disaster as priority

Disaster Management: Interventions

1. Appointment of a suitable disaster manager
2. Provision of funds to establish a fully fledged disaster management plan
3. Provision of necessary resources
4. Prioritisation of a disaster management

Disaster Management: Recommendations

1. To speedup the process of review (disaster management plan)
2. Speed up the process of construction of the disaster management center
3. Appointment of support staff for the disaster manager



PERFORMANCE ASSESSMENT AND EVALUATION

Summary of assessment results per KPA and per Municipality

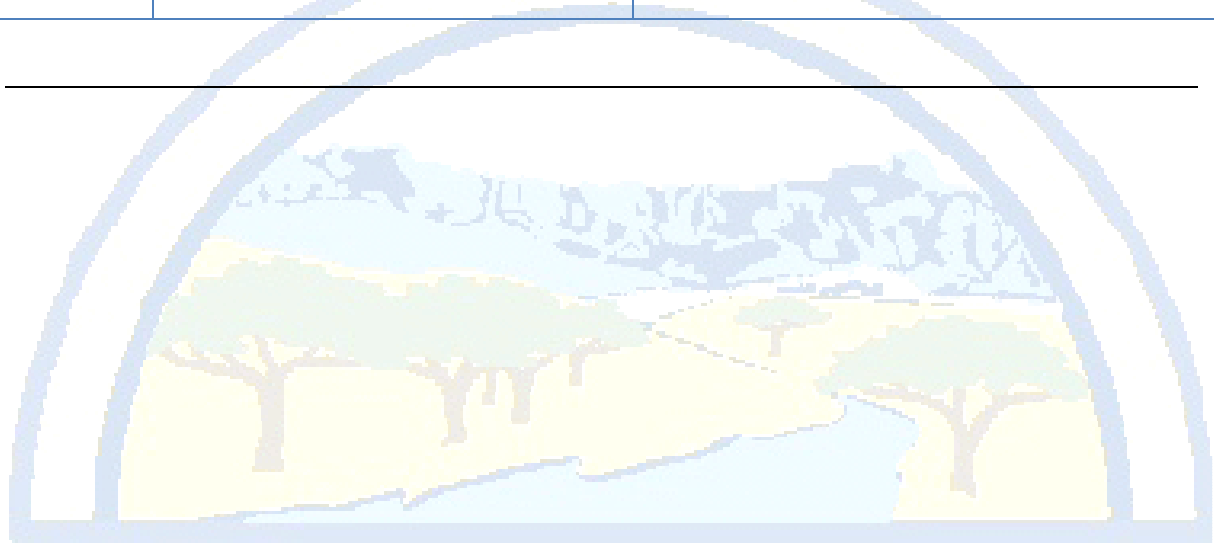
Table 32: Other Highlights of Municipal Performance by KPA

Municipality	Focus Area	Highlights
UThukela District Municipality	KPA 1: Municipal Transformation and Organisational Development	
	KPA 2: Basic Service Delivery	None
	KPA 3: Local Economic Development	Completing the Indaka Poultry Project, receiving funding for the review of the LED Strategy and the Masibumbaneni Poultry Co-op. Taking part in the NED Benchmarking Study.
	KPA 4: Municipal Financial Viability and Management	Municipality is experiencing going concern challenges due to cost related to the rendering of its core function service
	KPA 5: Good Governance and Public Participation	The public consultations were successfully done. IDP and Budget public participation meetings were successfully conducted. Eventually the budget was adopted by the Council. The exercise of community mobilization for the projects implementation and introduction contractors were done properly.
	Cross Cutting Intervention	

Table 33: Areas of under-performance per KPA

Municipality	Focus Area	Under-performance
UThukela District Municipality	KPA 1: Municipal Transformation and Organisational Development	
	KPA 2: Basic Service Delivery	Lack of planning, tedious supply chain management processes
	KPA 3: Local Economic Development	No funding and only a LED Facilitator as staff.
	KPA 4: Municipal Financial Viability and Management	Non-availability of staff Demoralized staff

Municipality	Focus Area	<u>Under-performance</u>
	KPA 5: Good Governance and Public Participation	Lack of resources to mobilize and transport communities to the IDP and Budget meetings defeat the objective of community participation. Dates and times set for community participation meetings limit the involvement of all relevant stakeholders.
	Cross Cutting Intervention	Identification or construction of disaster management center



UTHUKELA
UMKHANDLU WESIFUNDA
DISTRIKSMUNISIPALITEIT
DISTRICT MUNICIPALITY

**AN EXTRACT OF THE MINUTES OF THE SPECIAL COUNCIL MEETING
HELD ON 20 APRIL 2012**

5.2 Oversight Report on the Municipal 2010/2011 Annual Report

It was;

RESOLVED THAT

- 1. An oversight report for 2010/2011 annual report be adopted;*
- 2. The annual report for 2010/2011 be adopted without reservations.*

Certified a true extract of the minutes of the Special Council Meeting held on 20 April 2012.



**V G BUTHELEZI
ASSISTANT DIRECTOR ADMINISTRATION**