



2018/ 19 DRAFT ANNUAL REPORT (01 JULY 2018-30 JUNE 2019)

FOR

MAPHUMULO LOCAL MUNICIPALITY

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1. FOREWORD BY THE HONOURABLE MAYOR

The 2018/19 Financial year started off by reviewing council strategic plans and goals that serve as a cornerstone for all our municipal service delivery programmes.

The budget was allocated for the projects and programmes as per Key Performance Area contained in the Intergrated Development Plan (IDP) document. The Service Delivery and Budget Implementation Plan (SDBIPs) were developed for implementation by each municipal departments. All our programmes and projects emanated from our vision “to be the catalyst for sustainable socio local economic development for better life for all”

The council made positive strides in terms of filling of vacant positions. All Senior management positions that were vacant for quite a long time have been filled. We are confident that this will bring the much needed stability in administration and improve service delivery.

We undertook and completed the construction of the following major capital infrastructure projects: Mambulu causeway, Thukeyana lowlevel bridge, Phakade Multipurpose hall, electrification of Mansomini/ Mzulwini/ Mvozane/ Zagqayini, town beautification, Hall renovations, Grading and blading of access roads etc.

Although Eskom has undertaken various projects within Maphumulo, there is still a huge need for the construction of Ocheni sub-station so that all our electricity back-logs could be addressed.

Maphumulo town development programme remains our priority and the town waterborne sewer project was identified as one of the catalytic project given its centrality in our local economic development. The business plan for Maphumulo Town Waterborne Sewer was submitted was submitted to the National Department of Water and Sanitation for funding, and we are still awaiting for response from the department.

The financial health status of the municipality is quite stable as our liquidity ratio is 2: 1. This simply means that the municipality is in a comfortable position to afford to pay for all its obligations.

We also encourage community members to be active and participate in IDP roadshows whereby community members are given a platform to raise their concerns and engage with the municipality and other government sectors. This is to ensure that we achieve

people-centred service delivery, as informed by our development local government system in the Republic of South Africa.

The collective leadership and council of Maphumulo municipality commits itself to continuously work tirelessly towards changing the lives of all citizens of Maphumulo.

2. FOREWORD BY THE MUNICIPAL MANAGER

The municipality, as a government institution operates within the ambits of the legislation. All our activities ought to be in line and be compliant with applicable prescripts.

Generally, the culture of legislative compliance and overall professionalism is satisfactory amongst the councilors as well as administration of Maphumulo. This municipality has created a stable culture in terms of establishing a performance management system that is commensurate with its resources, best suiting to its circumstances and in line with the priorities, objectives, indicators and targets contained in the Integrated Development Plan.

We have also introduced a monthly performance monitoring and reporting whereby all managers report to MANC on a monthly basis on the extent at which they have gone towards attaining their quarterly targets. By this, we are ensuring early detection and resolving of challenges thereof.

In compliance with section 46 of the MSA, this annual performance report will reflect the performance of the municipality in 2018/19 FY compared to the previous financial years. The report will highlight achievements for the year under review; as well as the challenges faced by the municipality in terms of each indicator; and measures that were put in place to address and avoid such challenges.

However, it should be noted that it is not necessarily only the indicators contained hereto that the municipality performed. There are other activities and programmes that were performed outside of these indicators ie. Building of houses; Sukuma Sakhe special programmes etc)

I wish to thank the council, Management team and the entire Maphumulo staff for the support and commitment displayed in ensuring that we deliver services to the community

1.3 MAPHUMULO MUNICIPAL VISION

“To be a catalyst for a sustainable socio- economic development for a better life for all”

1.4 MISSION STATEMENT

Maphumulo municipality aims to work towards achieving its long-term vision by:

- Creating an enabling environment for economic development
- Empowering municipal staff and social stakeholders
- Ensuring the participation of marginalized community especially women, youth, disabled and hiv/aids infected and affected
- Ensuring a clean and safe environment

1.5 VALUES AND PRINCIPLES

The municipality will continue to be driven by and observe the following service delivery principles of batho pele:

- Showing compassion and care to all municipal customers
- Treating all residents with equality, integrity and respect they deserve
- Attending and responding to all queries efficiently
- Conducting the municipal business processes in an ethical and professional manner

1.6 MUNICIPAL LOCATION AND DEMOGRAPHIC OVERVIEW

The Maphumulo Local Municipality (KZ294) is one of the four local municipalities located within iLembe District municipality (DC29). Maphumulo Municipality is bounded to the north by Tugela River and extends approximately 30km to its southern boundary with Ndwedwe Local Municipality (KZ293).

It is situated on the R74 Road from Stanger to Kranskop and is bordered by Ndwedwe on the south to which it is linked through the P711. The primary administrative Centre of the municipality is the town of Maphumulo which is located approximately 38km north-west of KwaDukuza Municipality.

A distinguishing characteristic of the Municipality is its predominantly rural character comprising mostly of traditional authority's land administered by the Ingonyama Trust on behalf of local communities.

1.7 STRUCTURE OF THE MINICIPALITY

The Maphumulo Local Municipality is classified as a Category B Municipality according to the Municipal Structures, 1998 (Act No. 117 of 1998). This Municipality comprises of mostly rural areas governed by Traditional Authorities. Most sections of the municipal area are under the Ingonyama Trust land and a very small percentage is directly under the control of the municipality. As a result, although there are large tracts of land that would generally be regarded as available, land for development purposes is not easily accessible to the municipality. There are 11 Traditional Authorities areas in the municipality. The total area of Maphumulo is 894km².

Below is a list of all traditional councils within Maphumulo Municipality

N O	TRADITIONAL AREA	AMAKHOSI
1	Amangcolosi	Bhengu
2	Amambedu	Khuzwayo
3	Kwamkhonto	Ntuli
4	Kwahlongwa	Hlongwa
5	Kwazubane	Zubane
6	Kwacele	Cele
7	Emaqadini	Ngcobo
8	Kwanodunga	Zulu
9	Mabomvini	Ngubane
10	Mthandeni	Qwabe
11	Embo	Mkhize

DEMOGRAPHIC PROFILE

According to data and information obtained from Statistics South Africa (census data), Maphumulo municipality has experienced a decline in its population since 1996. Between the year 1996 and 2001, the population was recorded at 120 643 as compared to 124 677 in 1996. Similarly, a further decline was experienced between 2001 and 2011, where the population was reordered at 96 724.



By the same token, the 2016 Community Survey recorded the population at 89 969.

YEAR	1996	2001	2011	2016
POPULATION	124 677	120 643	96 724	89 969

INDICATOR	CENSUS 2011	CS 2016
Total population	96,724	89,969
Young (0-14)	40.6%	39%
Working Age (15-64)	52.9%	51%
Elderly (65+)	6.5%	11%
Dependency ratio	89.2%	85
Sex ratio	80.8	83.2
Population growth	-2.21%	-7 %
Unemployment rate	49%	
Youth unemployment rate	58.4%	
No schooling aged 20+	31.3%	23,3%
Higher education aged 20+	3.9%	3,7%
Matric aged 20+	21.9%	26,0%
Number of households	19,973	20,524
Number of Agricultural households	10,048	
Average household size	4.8	4.4
Female headed households	62.1%	
Formal dwellings	40.8%	43.2 %
Housing owned/paying off	80.9%	

Flush toilet connected to sewerage	2.2%	43,2%
Weekly refuse removal	1.9%	
Access to pipe water	46%	38%
Electricity for lighting	33.7%	56,5%

1.8 ECONOMIC PROFILE

An improvement of note in the socioeconomic situation of the area has been in the unemployed individuals. The unemployment rate within the municipal area has declined as it was recorded to be 49% in 2011 compared to 76% in 2001. There are several factors that could have influenced these changes such as out-migration of people in pursuit of better economic opportunities in areas such as KwaDukuza or Durban. Whilst there has been comparative decline in broad economic terms, unemployment still remains a concern and measures need to be put in place to eliminate dependency on government programmes.

1.9 EMPLOYMENT

Income levels are the most telling indicators of poverty in Maphumulo. We have a high number of population categorized as having “NO INCOME”, and this is a worrying situation. Women are mostly the ones in this category due to our past history of inequality.

HOUSEHOLD INCOME PER MONTH
No income 4128
R1 - R800 2857
R801 - R1600 1010
R1601 - R3200 346
R3201 - R6400 135
R6401 - R12800 175
R12801 - R25600 66
R25601 - R51200 25
R51201 - R102400
R102401 - R204800
R204801 + 1
Income unspecified 909

SERVICE & INFRASTRUCTURE ANALYSIS

1.10 WATER AND SANITATION BACKLOGS

ILembe District Municipality performs the function of Water Services Authority for all the local municipalities. Maphumulo municipality plays a coordination role and regular meetings are attended at district level to sensitize and influence ILembe district on issues relating to Water and Sanitation.

1.10.1 WATER BACKLOGS

The population in Maphumulo is still facing hardships in access to piped water. By 2011, only 6.3% of the population in the municipal area had piped water inside their dwellings which was a strong improvement compared to 2001 (0.64%).

2017 Community survey shows that there was a further decline in number of people with access to piped water. Currently it is only 1.2% of the population. This might be the result of old water supply infrastructure that has broken down and is unable to supply water to households; or this might be because of draught that was experienced in the previous year.

The following table shows the status of access to water:

Piped (tap) water inside dwelling	254	1.2%
Piped (tap) water inside yard	2 829	13.8%
Piped water on communal stand	4 688	22.8%
Borehole in yard	58	0.3%
Rain-water tank in yard	874	4.3%
Neighbours tap	277	1.3%
Public/communal tap	1 579	7.7%
Water-carrier/tanker	853	4.2%
Borehole outside yard	115	0.6%
Flowing water/stream/river	8 818	43.0%
Spring	117	0.6%
Other	61	0.3%

From what is contained on the table above, it is evident that the municipality still faces water backlogs challenge. Lack of access to piped water may lead to the community sourcing for other unhealthy and untreated alternative sources such as streams, rivers and wells. These sources of water are vulnerable to contamination that can cause serious waterborne outbreak to the society.

1.10.2 SANITATION BACKLOGS

Survey 2017 also reveals a decline in the number of households with flush toilets. In 2011 this was at 2.16 % but currently it stands at 1.4%. This might be as a result of new households that were built without flush toilets. This means that majority of the households in the municipal area use latrine and other insanitary types of toilets which are prone to contaminate water sources in the area.

The following table shows the status of access to water:

Flush toilet (Sewage system/sceptic tank)	270	1.4%
Chemical toilet	8 588	43.0%
Pit latrine (with/without) ventilation	10 263	51.4%
Ecological toilet (e.g. urine diversion, enviroloo)	0	0.0%
Bucket toilet (collected by municipality/Emptied by household)	829	4.2%

CHAPTER 2

GOVERNANCE

- Political & Administrative Governance Structure
- Intergovernmental Relations
- Public Accountability & Participation
- Corporate Governance

2.1. POLITICAL GOVERNANCE STRUCTURE

Following elections that were held on the 03rd August 2016, the new council was elected and inaugurated on the 17th August 2016. The council is comprised of 22 councilors as follows.

WARD NO	NAME	POLITICAL PARTY	GENDER
1	CLLR N SITHOLE	IFP	MALE
2	CLLR MF NZUZA (DECEASED)	IFP	MALE
3	CLLR TP MCHUNU	IFP	MALE
4	CLLR SZM NZUZA	ANC	FEMALE
5	CLLR NP NXUMALO (EXCO Member)	IFP	FEMALE
6	CLLR KM XHAKAZA	ANC	MALE
7	CLLR DB LUTHULI	ANC	FEMALE
8	CLLR FM NCALANE	ANC	MALE
9	CLLR NS NTULI	ANC	MALE
10	CLLR MH KHOZA	ANC	FEMALE
11	CLLR ZW NINELA	ANC	MALE

PR COUNCILLORS		
CLLR ZF KHUZWAYO - DLAMINI (MAYOR)	ANC	FEMALE
CLLR CZ NCALANE (DEPUTY MAYOR)	ANC	FEMALE
CLLR CS SHANGE (SPEAKER)	ANC	MALE
CCLR TJ ZUNGU	IFP	FEMALE
CLLR JN NTULI	ANC	FEMALE
CLLR HN NGCOBO	ANC	FEMALE
CLLR SZ NYATHIKAZI	IFP	MALE
CLLR NB HLONGWA	ANC	MALE
CLLR ZG MTHEMBU	IFP	MALE
CLLR KP NINELA	IFP	MALE
CLLR JM KHATHI	IFP	MALE

Maphumulo municipality uses the collective executive mayoral system which makes the executive committee collectively responsible for decision making.

The EXCO committee is made of 3 members and 1 ex- officio.

A total of 15 council meetings were held in the year under review. Most of those meetings were special meetings

Executive committee meetings were also held 10 times to deliberate on day to day issues of council

Portfolios meetings are fairly sitting but there is room for improvement.

2.2. MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC)

This is a section 80 committee and reports directly to Council. As per the terms of reference, the functions of the Committee shall be to interrogate the following financial aspects dealt with in the MFMA:

- (a) unforeseen and unavoidable expenditure;
- (b) adjustment budget;
- (c) unauthorized, irregular or fruitless expenditure;
- (d) certification, recovery, writing off of expenditure;
- (e) criminal and civil action instituted;
- (f) quarterly report by the mayor on the implementation of the budget /SDBIP;
- (g) recommendations on adjustments and other matters;
- (h) monthly budget statements;
- (i) recommendations on report
- (j) report to the Council, through the Speaker, on any of the financial statements and reports as it is stated above;
- (k) develop the annual oversight report based on the annual report
- (l) initiate any investigation in its area of competence;
- (m) perform any other function assigned to it by resolution of the Council;

The MPAC held a total of 2 meetings instead of the 4 meeting scheduled as per approved municipal calendar. The meetings were held as follows:

DATE OF MEETING	VENUE OF MEETING	CLLR IN ATTENDANCE	APOLOGIES	ABSENT WITH LEAVE	ABSENT WITHOUT LEAVE
12/ 12/ 2018	Municipal Boardroom	ZW Ninela (Chairperson), FM Ncalane, HN Ngcobo,	NONE	NONE	ZG MTHEMBU, AND SZ NYATHIKAZI
22/ 03/ 2019	Municipal Boardroom	ZW Ninela (Chairperson), FM Ncalane, HN Ngcobo, SZ Nyathikazi	ZG MTHEMBU	None	None

2.3. ADMINISTRATIVE GOVERNANCE STRUCTURE

The administration is headed by Municipal Manager. As per approved organogram, there are 5 Directorates and line managers who report to Senior Managers. All Senior Management positions have been filled (i.e. Municipal Manager, Director Corporate Services, Director EDP, Director Technical Services, Director Community Services and CFO. A number of middle management positions were also filled after having been vacant for quite a long time.

The Municipal Manager is the Accounting Officer of the Municipality and is the Head of administration. The accounting officer is assisted by Directors who reports directly to him- as per the approved organogram.

2.4. PERFORMANCE AGREEMENTS

For purposes of accountability and enhanced service delivery, the performance agreements were signed by senior managers as per the requirements of Section 52 of the MFMA. The following managers signed 2018/19 performance agreements:

NAME OF OFFICIAL	POSITION	DATE PERFORMANCE AGREEMENT SIGNED
Mr PN Mhlongo	Municipal Manager	29 JUNE 2018
Mr T. Khuluse	Director: Corporate Services	29 JUNE 2018
Mr N. Duma	Chief Financial Officer	29 JUNE 2018

Mr CS. Mhlongo	Director: Community Services	29 JANUARY 2019 (Resumed duties on 01 December 2018)
Mr S Mngoma	Director: Economic Development and Planning	29 MARCH 2019 (Resumed duties on 01 February 2019)
Mr TS Mjadu	Director: Technical Services	04 APRIL 2019 (Resumed duties on 01 March 2019)

2.5. INTERGOVERNMENTAL RELATIONS

Maphumulo municipality is participating in various forums as a means to engage and share good practices amongst various stakeholders. These forums are attended by other government departments as well. The municipality participates in the following forums:

- Mayors forum
- Municipal Managers forum
- CFOs forum
- Risk Management forum
- Planning Development forum
- Local Economic Development forum
- Performance Management forum
- Technical services forum
- Disaster management forum
- Corporate services forum
- Communicators forum

2.6. PUBLIC ACCOUNTABILITY AND PARTICIPATION

Maphumulo local Municipality subscribe to the principles of participative democracy and public participation. We communicate with our communities through ward committee structure, community newspapers, public meetings and other relevant structures. Public meetings were held by ward councilors on all wards to update and engage community members on ward developments as well as receiving community inputs.

2.7. IDP/MAYORAL IZIMBIZO

The IDP is a key document which outlines all developmental programmes and projects. It is part of an integrated system of planning and service delivery and includes issues such as municipal budget, local economic development, institutional development, performance indicators etc.

The IDP document was compiled based on community needs received during IDP Izimbizos.

2.8. WARD COMMITTEE MEETINGS

Ward committees are established in terms of chapter 4 of the Municipal Structures Act of 1998. Ward committee is one of the structures which attempt s to promote public participation at the local scale level. A ward committee is meant to be: an advisory body; a representative structure; an independent structure; and an impartial structure that must perform its duties without fear, favour or prejudice. They are there to serve community interest; and work hand in hand with their respective ward councilors.

Ward committee meetings were held in all wards.

2.9. CORPORATE GOVERNANCE

RISK MANAGEMENT

The municipality has an obligation to minimize and eliminate all possible risks that might affect functioning of the municipality as per the requirements of Section 62 of the MFMA.

The municipality identified potential risks and developed a risk plan for each department. Identified risks led to municipality developing various policies and strengthening its internal controls as a means to mitigate and eliminate those risks.

Risk management committee constituting of all MANCO members was established to champion risk management issues.

The implementation of risk treatments and mitigation action plans progressed fairly during the financial year.

2.10. ANTI-CORRUPTION AND FRAUD

There is a concerted effort to conduct fraud risk assessment focusing on processes such as supply chain management, internal controls and compliance with laws and regulations so that the municipality can implement appropriate systems of controls to either prevent or detect incidents of fraud, corruption and theft.

Thea Fraud and Prevention Plan as well as Whistle Blowing Policy are also in place as important tools that assist in fighting fraud and corruption. Fraud risk registers were also developed for departments to implement.

2.11. SUPPLY CHAIN MANAGEMENT

The municipality subscribe to the principles of BBBE and through its SCM policy, various local businesses benefited from municipal tenders. The municipality strives to ensure that big businesses share their skills and expertise with local businesses. The municipality always promotes transparency, accountability and fair treatment on all its tendering transactions.

The municipality is also working tirelessly in reducing and eliminating irregular expenditure, deviations, fruitless and wasteful expenditure. We are also committed in improving our compliance to various legislations regulating SCM.

2.12. INTERNAL AUDIT

Section 165 of the MFMA requires the municipality to have an internal audit unit whose main functions will be to:

- Give management assurance on the working of the municipality's internal controls
- Recommend improvements where the internal controls are found to be deficient
- Give assurance on the working of the performance management system, loss controls, internal audit, accounting procedures/practices, and risk managements of the municipality.

The internal audit of the municipality is currently performed by an external service provider who perform quarterly audits on the following areas:

- PMS standards
- Supply Chain Management
- Risk Management
- Auditor General follow ups

The findings and recommendations of the internal audit are discussed at MANCO meetings. Action plan is developed and each Manager is allocated tasks relating to the implementation plan that seeks to address such findings.

2.13. BYLAWS AND POLICIES

The municipality developed various policies in the current FY. There are also municipal by-laws that were developed and approved by council. We are in the process of gazetting those bylaws for implementation.

2.14. MUNICIPAL WEBSITE

The IT services has been internalised as we have employed the IT Manager. This was done to ensure that there is stability and security of information.

The municipal official website page is regularly updated by our IT unit. All available tenders, vacancies, council meetings, municipal documents, and any other council activities are advertised and published on this website. Community members and other stakeholders are urged to regularly visit our website for any information relating to our municipality.

2.15. PUBLIC SATISFACTION SURVEY

The municipality have recently conducted a public satisfaction survey to establish the level at which the municipality is content with the level of services offered by the municipality as well as the pace at which we deliver those services. The survey looked into various areas to ensure that we improve the standards of our services.

The municipality is in the process of addressing some of the issues that were raised by community members during the survey. Also, the municipality will engage all relevant stakeholders regarding findings relating to their functions, roles and responsibilities.

The municipality also have a suggestion box at the main entrance (Reception) whereby community members rate level of service received. Based on that, we can say the overall satisfaction level is average and commit ourselves to improve even more.

2.16. AUDIT COMMITTEE

Section 166 (1) of the Municipal Finance Management Act requires municipalities to establish audit committees should advise which the council and municipality on matters relating to financial controls, risk management, policy matters, performance management, governance etc.

A functional audit committee is in place and quarterly meetings are held to discuss municipal issues relating to risk, performance, financial management, SCM and a whole lot of issues regarding our operations.

CHAPTER THREE

SERVICE DELIVERY PERFORMANCE

Performance Report Part 1

3. SUMMARY OF THE PERFORMANCE MANAGEMENT PROCESS

Performance management system of a municipality is regulated in Chapter 6 of the MSA.

Municipalities are required to establish performance systems that are commensurate and best suited for their circumstances.

In line with this requirement, the municipality developed a PMS policy to provide clarities and assist us in implementing performance management in the best way that suits us, but in line with legislation.

The process of performance management starts with the development of a 5 year council vision which serves as a cornerstone for all what the council seeks to achieve on its 5 year term period. The vision is contained in municipal IDP and is translated into municipal strategies which are then implemented via projects and programmes. All the projects to be undertaken by the municipality are recorded and should appear on municipal IDP under specific Key Performance Area (KPA); namely Basic Service Delivery and Infrastructure development, Financial Viability and Management, Municipal Transformation and Institutional Development, Socio-Local Economic Development, Good Governance and Public Participation, and Spatial Planning and Environmental Management.

The projects/ programmes are then linked and allocated budget for that particular financial year. Once the projects/programmes are on the IDP and have been allocated the budget, the organizational scorecard/ Service Delivery and Budget Implementation Plan (SDBIPs) is then developed for each KPA which are then allocated to specific department. The SDBIPs are approved by the Mayor/ Council after the approval of the budget.

The SDBIPs contains annual targets which are broken down into quarterly targets for each projects/ programmes for the financial year; measured by performance indicators.

After the end of the quarter, a consolidated performance report detailing the status towards achieving specific target and challenges in terms of the achieving such targets is compiled. After the end of financial year, the annual report on the performance of the municipality is then prepared. All quarterly reports and annual reports are submitted to the following structures:

Internal audit- To audit the authenticity and reliability of the report. The report is submitted together with supporting POE for all achieved indicator

Audit Committee- To discuss the report and provide advices/ recommendations on challenges

identified

Council- For oversight, accountability and decision making purposes

Auditor General- To audit performance report and issue audit opinion

Public and other stakeholders- the reports are posted on municipal website for transparency, feedback, and accountability.

It is also important to note that all senior managers sign annual performance agreements committing themselves in ensuring that the council vision (through the annual projects/programmes) is achieved.

4. OVERALL PERFORMANCE COMPARATIVE TABLE AGAINST PREVIOUS YEARS

The following table is the comparison of current target achievements with previous financial years for municipal transformation indicator:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIs
2018/19	84= 66,66%	19= 15,07%	23= 18,25%	126
2017/18	70= 61.4%	16=14.04%	28=24.56%	114
2016/17	36=44.44%	30=37.04%	15=18.52%	81

5. MUNICIPAL TRANSFORMATION AND INSTITUTIONAL DEVELOPMENT

The Corporate services champions most of the indicators within this KPA. Corporate services had 14 indicator targets. Of those targets, 11 were fully achieved, 2 were not achieved, and 1 was partially achieved.

3.1. HIGHLIGHTS OF ACHIEVEMENTS

Various HR related policies were developed to enhance municipal functioning. Staff trainings were also undertaken

Training of staff to ensure capacity was also undertaken in line with the WSP that was developed and submitted to LGSETA.

In compliance with OHSA, an OHS committee was trained on issues relating to their function.

Council committees meetings were held on several occasions to discuss issues relating to development.

3.2. HIGHLIGHTS OF CHALLENGES

There were very few issues that were outstanding within corporate services. Those relates to delays in undertaking upgrade of municipal server as well as approval of IT policies.

3.3. INDICATOR PERFORMANCE COMPARATIVE TABLE FOR MUNICIPAL TRANSFORMATION

The following table is the comparison of current target achievements with previous financial years for municipal transformation indicator:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIS
2018/19	11= 78, 57%	2= 14,28%	1= 7,14%	14
2017/18	11=78.57%	1=7.14%	2=14.29%	14
2016/17	6= 42.86%	8=57.14%	0= 0%	14

3.4. MEASURES TO IMPROVE PERFORMANCE

The it policies have been workshopped to council and were subsequently approved on the 30th July 2019. We have appointed service provider for server upgrade who will start working before the end of August 2019.

For further information on most of indicators under this KPA, refer to Corporate services SDBIP attached on this report.

6. BASIC SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT

Technical Services department champions most of indicators relating to this KPA. Technical services spearheads all service delivery projects.

Technical services had a total of 25 indicator targets. Of those targets, a total of 15 were fully achieved, 8 were partially achieved, and 8 were not achieved.

4.1. HIGHLIGHTS OF ACHIEVEMENTS

The municipality worked tirelessly to improve the lives of citizens by undertaking various service delivery projects as approved by council. Various projects were completed and others are currently underway.

A total of 219.65kms were graded and bladed in various wards in order to maintain our access

roads. We also constructed to completion the Thukeyana (ward 09) and Mambulu (ward 02) low level bridges.

Town beautification project in Maphumulo town has been completed. This project included construction of market stalls, shelters, and side walks. We also fixed potholes and constructed speed humps in Maphumulo town.

Electrification was identified as one of the major concern for our citizens during our IDP izimbizos, and as such, we have completed electrification of 325 households in Mansomini Ward 07, 154 households at Mzulwini Ward 04, 84 households at Mvozane Ward 09, and 72 households at Zagqayini Ward 08. INEP grant allocation grant was fully spent. We are hoping that this will motivate our funders to increase our grant value.

Various social amenities such as halls and sport grounds were maintained during the FY. We also constructed to completion the Phakade community hall in ward 09.

All these projects were aimed at improving the lives of the people.

4.2. HIGHLIGHTS OF CHALLENGES

Slow progress by contractors (ie. Pitsini and Esihlahleni) was noted as one of the challenges delaying timeous completion of projects. Late appointment of contractors is also a challenge. Poor planning was also noted whereby there was a clash of electrification projects (eg Mbulwini, Nombokojwane/ Vulamehlo, and Nothweni.

Emnyameni Sprots ground is not yet completed due to changes in scope.

MIG grant spending was not spent to completion. However, this is as a result of MIG vs Treasury reports not reconciling.

4.3. INDICATOR PERFORMANCE COMPARATIVE TABLE FOR BASIC SERVICE DELIVERY

The following table is the comparison of current target achievements with previous financial years for basic service delivery indicator:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIs
2018/19	15=60%	2=8%	8= 32%	25
2017/18	6=37.50%	4=25%	6= 37.50%	16
2016/17	6=42.86%	6=42.68%	2=14.29%	14

Table: Comparative Target Achievement Information

4.4. MEASURES TO IMPROVE PERFORMANCE

- Regular meetings and close monitoring of projects is now done to ensure that they are completed on time.
- Intergration of reporting of grants ie MIG to ensure accurate information and reporting
- Have terminated some of the service providers and appointed new ones to continue with those projects which we had challenges.

For further information on most indicators under this KPA, refer to Technical services SDBIP attached on this report.

5. CROSS CUTTING INDICATOR

The office of the Municipal Manager champions most of the indicators that cut across other departments. The OMM had a total of 45 indicator targets that were set. Of those, 32 were fully achieved, 08 were not met, and 04 were partially achieved.

5.1. HIGHLIGHTS OF ACHIEVEMENTS

The posts for Senior management positions has all been filled and we hope this will improve service delivery and assist in our quest of changing lives of our citizens to the better. At middle management posts we have 6 female Managers to ensure that we subscribe to government affirmative action principles.

Compliance in terms of PMS legislated timeframes were met within regulated timeframes.

Audit committee is functional and meetings are sitting regularly. Risk management committee was formulated and meets on a quarterly basis.

We also have established ward committee structures in place whom were elected by their communities to act as a link between the municipality, ward councillor and community. Ward committees were provided with training to equip them with skills to best perform their duties. That has borne fruits as there has been improvement in their functioning in terms of report writing, recording of community needs etc. Ward committee meetings are also held regularly.

Public meetings within various wards are held to discuss development issues.

Various sporting and social events (ie. Ingoma) were held as a means to achieve social cohesion and peace amongst our communities

22 young people were enrolled for drivers licence programme as we have identified driving licence to be a requirement in most job opportunities.

Sector forum meets quarterly to discuss issues affecting their constituencies. The issues raised by these forums forms part of future municipal planning.

5.2. CHALLENGES

PMS policy inputs were received late from the stakeholders and that led to delays in finalising the policy for approval. Budgetary constraints resulted in postponement of developing sports development plan as well as holding high schools beauty pageant.

Customer as well as staff satisfaction survey not yet tabled to council for approval. This was due to the delays in finalisation of action plans which will form part of resolving challenges identified during the survey.

5.3. INDICATOR PERFORMANCE COMPARATIVE TABLE

The following table is the comparison of current target achievements with previous financial years:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIS
2018/19	32= 72.72%	8= 18,18%	4= 9, 09%	44
2017/18	16= 88.89%	0=0%	2=11.11%	18

Table: Target Achievement Information

5.4. MEASURES TO IMPROVE PERFORMANCE

- Elimination of outstanding risk mitigation actions has been prioritised
- To ensure approval of satisfaction survey by council within the 1st quarter
- Budget allocations for programmes that were not achieved due to financial constraints

For further information on indicators within the office of the MM, refer to attached SDBIP.

6. FINANCIAL MANAGEMENT AND VIABILITY

Budget and Treasury department champions most of the indicators relating to this KPA.

Budget and Treasury had 28 indicator targets that were set. Of those targets, 18 targets were fully achieved, 7 were partially achieved and 3 were still outstanding.

6.1. HIGHLIGHTS OF ACHIEVEMENTS.

Effective and adequate financial Management is a priority as the municipality continues to work towards achieving clean administration and a clean audit. All budget development processes were complied with to ensure credible budgeting. Our budget was approved within legislated timeframe and was funded. The liquidity status of the municipality is stable, but there is room for improvement as we are at 1,5: 01 and the recommended norm is 02: 01. However, we are confident that once we have more revenue base in Maphumulo town this will improve even further.

Percentage of revenue collection increased as compared to the last financial year. Standard operating procedure for revenue is now in place to ensure as standardised application of revenue processes.

We have also developed cost containment policy as a means to eliminate unnecessary spending of municipal funds.

Statutory reports were regularly prepared and submitted to Treasury as legislated.

The valuation roll was approved by council to ensure proper market value of properties and subsequent correct billing.

We have increase the number of locally based SMMEs who benefits from municipal tenders. 72 SMMEs were awarded tenders as compared to 62 awarded last year. We have also ensured that tenders are at least adjudicated within 14 working days.

As part of our aspirations towards achieving clean audit, we have managed to decrease wasteful expenditure (Previously was R817, 375 but not is at R73, 310) as well as irregular expenditure (Previously was R32, 186, 814 but not is at R1, 064, 637) by more then 100%.

Indigent register was approved by the municipality to ensure that indigent households do benefit from the free basic services available for them.

6.2. HIGHLIGHTS OF CHALLENGES

Revenue enhancement strategy has not been approved. This strategy would assist the municipality in devising tactics of how revenue base can be improved. This might also be the reasons that the municipality has about 561 days of outstanding accounts receivable. Evaluation of tenders takes an average of 17 working days as opposed to the targeted 10 working days. However it must be noted that this turnaround time is within the legislated timeframe of 30days.

6.3. INDICATOR PERFORMANCE COMPARATIVE TABLE

The following table is the comparison of current target achievements with previous financial years for financial viability and management:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIS
2018/19	18= 64,28%	3= 10,71%	7= 25%	28
2017/18	12=50%	5=20.83%	7=29.17%	24
2016/17	11=50%	7=31.82%	4=18.18%	22

Table: Comparative Target Achievement Information

6.4. MEASURES TO IMPROVE PERFORMANCE

- To consider requesting council to write off some of the old debts that would be not be practically possible to collect
- Changes to the evaluation committee were made to ensure that it is fully functional
- To improve on management and safekeeping of important records and documents.

For further information on most indicators within this KPA, refer to Budget and Treasury SDBIP attached on this report.

7. SOCIO-LOCAL ECONOMIC DEVELOPMENT

Community Services department champions most of indicators under this KPA.

Community services had a total of 6 indicator targets that were set. Of those targets, a total of 3 were fully achieved, 2 were partially achieved, and 1 was not achieved.

7.1.HIGHLIGHTS OF ACHIEVEMENTS

Municipality attended to reported disastrous events within 36 hours after being. This ensured that we assist those affected. Lightning conductors were also distributed to those areas whereby lightning normally strikes and cause damage. Disaster awareness campaigns were conducted in various wards to teach communities on how to possible avoid disastrous impacts. Disaster management forum was also held with various stakeholders to devise strategies of minimising and eliminating disastors.

7.2. HIGHLIGHTS OF CHALLENGES

Risk mitigating actions target of achieving 80% was not achieved due to budget constraints as there were risks that required budget allocations. There is no records of verifying the percentage of households with access to refuse removal services due to the fact that the official responsible for this function has recently been appointed.

7.3. INDICATOR PERFORMANCE COMPARATIVE TABLE

The following table is the comparison of current target achievements with previous financial years for socio- local economic indicator:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIs
2018/19	3= 50%	1=16, 66%	2= 33,33%	6
2017/18	21= 70%	1=3.33%	8=26.67%	30
2016/17	10=47.62%	5=23.81%	6=28.57%	21

Table: Comparative Target Achievement Information

7.4. MEASURES TO IMPROVE PERFORMANCE

- In the process of conducting the study on the number of households with access to refuse removal within the municipal area
- Allocation of budget for risks mitigating actions that requires budget (ie fire engine)

For further information most indicators under this KPA, refer to community services SDBIP attached on this report.

8. SPATIAL PLANNING AND ENVIRONMENTAL MANAGEMENT

EDP department champions most indicator targets under this KPA .

EDP had a total of 9 indicator targets that were set. Of those targets, 05 were fully achieved, 01 was partially achieved and 3 were still outstanding.

8.1. HIGHLIGHTS OF ACHIEVEMENTS

To ensure integrated planning within the municipality, IDP was reviewed and successfully adopted for implementation. IDP mayoral izimbizos were held to receive inputs that were incorporated into the final IDP.

64 job opportunities were created through EPWP programme as a short term solution to high unemployment rate. Many more opportunities were also created through various infrastructure projects that are currently underway within the municipality (ie. Housing projects, constructions of halls, electrification etc). Agricultural/ LED forum meetings were held to discuss and identify opportunities within this sector. SMME summit was held to discuss issues affecting local small businesses and identify areas of development.

8.2. HIGHLIGHTS OF CHALLENGES

Rural scheme (LUMS) have not been finalised for adoption as the service provider abandoned the project without finalising it. Town development forum meetings to discuss issues of town development did not sit as targeted due to unavailability of stakeholders.

Waterborne project sewer reports were submitted only once to the portfolio due to the non sitting of this committee.

8.3. INDICATOR PERFORMANCE COMPARATIVE TABLE

The following table is the comparison of current target achievements with previous financial years for spatial planning and environmental management indicator:

FINANCIAL YEARS	TARGET MET	TARGET NOT MET	TARGET PARTIALLY MET	TOTAL KPIs
2018/19	5=55.55%	3= 33.33%	1= 11, 11%	9
2017/18	4=28.75%	3=21.43%	7=50%	14
2016/17	3=30%	4=40%	3=30%	10

Table: Comparative Target Achievement Information

8.4. MEASURES TO IMPROVE PERFORMANCE

- Closely monitor progress on water borne sewer project and regularly report to portfolio
- To terminate contract for LUMS service provider and appoint other service provider
- To revive town development forum to fast-track development of the town.

9. IMPROVING MUNICIPAL PERFORMANCE

It is evident that there is still a room for improvement in terms of our performance. Quartely performance coaching sessions and monthly reporting will assist the municipality to early identify deficiencies that might lead to non-achievement of targets and subsequently address it on time.

Filling of Senior Management positions have also been one of our means to improve functioning and performance of the municipality.

Over and above that, the following will be taken into account:

- Training and sourcing additional capacity where skills and capacity shortages are identified;
- Change management and diversity management education programmes to address organisational culture;
- Policy development and management to safeguard interest of the organisation
- Insourcing of important functions such as IT to safeguard information
- Creating job opportunities and improving local economy through prioritisation of local businesses when awarding tenders
- Completion of infrastructural projects in various wards as means to improve community livelihood
- Development of appropriate departmental operational plans to guide performance in each department.

10. PERFORMANCE OF SERVICE PROVIDERS

The municipality employs various service providers to provide skills and resources that the municipality does not have adequate capacity to undertake. The service providers that are employed by the municipality include (**but not limited to**) security services, cleaning services, internal auditing etc.

Section 116 (2b) of the Municipal Finance Management Act no. 56 of 2003 requires that the performance of the employed service providers be monitored. The municipality monitors service providers through activity monthly reports, as well as through the municipal staff who supervises and monitors them on daily basis. Such monitoring aims to ensure that services received by the municipality are of the highest value and quality.

Chapter 4

ORGANISATIONAL DEVELOPMENT PERFORMANCE

Performance Report Part 2

4.1 EMPLOYMENT EQUITY

The municipality developed an Employment Equity Plan which was adopted by council in 2016/17 financial year. This plan seeks to ensure representations of previously disadvantaged individuals in all municipal levels in line with the requirements of Employment Equity Act of 1998.

Currently, we have 3 employees who are disabled. The minimum prescribed norm is 2%.

It is also noted that the municipality have slightly improved in terms of women representation at Management level as we now have 6 female Managers.

4.2. WORKFORCE LEVELS OF REPORTING

The municipality has Heads of departments who directly reports to the Municipal Manager of departments are line managers who manage staff performance. Officers are the direct supervisors of junior level employees.

Many posts are now filled and that brings stability in the municipality thus improving service delivery.

Monthly staff meetings are held as a means of reporting and information sharing in order to identify and address possible challenges that may affect functioning of staff.

4.3. CAPACITATING MUNICIPAL WORKFORCE

Various trainings were offered by either private institutions or government departments are attended by staff members to enhance their skills. All these kinds of trainings are done in line with our Work skills plan which outlines areas where employees should be trained on.

The municipality is also offering bursaries to its employees to enroll for formal courses relating to their field of work. It is in our policy requirements that should an employee fail his/her studies, bursary funds paid on behalf of the employee will be recovered from such employee.

4.4. JOB EVALUATION AND REMUNERATION

The Municipality is currently using job evaluation outcomes that were issued by the South African Local Government Bargaining Council (SALGBC) for implementation as from July 2010. The municipal employees are paid on a task grading system; excluding senior managers whose remunerations are regulated in terms of 2016 Upper Limits for Senior Managers. As of now, the Municipality is in compliance and in line with local government remuneration standards in terms of

categorization and pay scales of municipalities. Due to the fact that these outcomes were implemented long time ago, South African Local Government Association (SALGA) has established number of regions to start another round of job evaluations. Job Evaluation Units (JEUs) which are to evaluate job descriptions submitted by Municipalities. Such units are constituted by municipal officials coming from selected Municipalities. Maphumulo Municipality is falling within the Kwazulu-Natal Northern Region (JEU) based at Umhlathuze Municipality. The Municipality is busy reviewing all job descriptions that were previously evaluated and also developing new job descriptions for newly created positions to be filled in the next financial year.

4.5.BENEFITS

The Municipality provides standard benefits to all employees as contemplated on its policies. Benefits accessible to all employees are: medical aid, pension/provident fund, and funeral plan. Over and above these benefits, Managers qualifies for locomotive and cell phone allowances.

4.6.INJURY ON DUTY

The municipality has tried by all means to comply in every respect with all provisions of the Health and Safety Act. Under the review period, no employer was injured while on duty. We have first aid as well as OHS representative as a first response to any injuries that may arise to our employees while on duty.

4.7.LABOUR RELATIONS

The relationship between employer and employees has been good. The primary factors contributed in creating and maintaining good relations were the refresher workshops conducted half yearly on labour relations matters and the sitting of the Local Labour Forum (LLF).

4.8.LEAVE DAYS

Municipal employees are entitled to various types of leaves in terms of KwaZulu-Natal Conditions of Service Collective Agreement and the Main Collective. Employees are entitled to 24 annual leave days per annum and have to at least take 16 compulsory days per annum. There is also have sick leave, special leave, family responsibility leave, and study leave. Leave-taking by employees within municipality follows proper procedures and is under control (approval granted by immediate supervisors).

CHAPTER 5

FINANCIAL PERFORMANCE

- **Financial Performance**
- **Statement of financial performance**
- **Spending against capital budget**
- **Cash flow management& investment**
- **Other financial matters**

5. FINANCIAL PERFORMANCE

The political executive of the municipality provided adequate political oversight and ensured that council objectives are implemented. Financial reports were also submitted to responsible portfolio committee for oversight purposes.

National priorities of the government as contained on the NDP were taken into account during the formulation of the 2018/19 IDP and budget. These two documents were aligned and implemented through our municipal SDBIP.

We still have a huge infrastructural backlog in terms of electricity, internal roads, water and other basic needs. However, positive strides are being made to improve the situation. We are grateful for the grant funding that we receive from other government departments- both national and provincial level.

The annual financial statements were compiled and submitted within the legislated timeframes. These financial statements includes financial performance of the municipality, financial position and cash flow management.

5.5.1 OTHER FINANCIAL MATTERS

5.5.1.1 ASSET MANAGEMENT

Accountability for the operation and maintenance of capital assets is the function of the municipal manager which is delegated to the CFO. The municipality has asset management unit that ensures proper management. Various legislations and processes guides the movement and utilisation of municipal assets efficiently, economically and transparently. Asset management requirements includes key asset management functions such as safeguarding assets, maintaining assets, accounting and information system that accounts for the assets of the municipality. Maphumulo municipality has introduced internal controls to prevent inappropriate losses of assets.

5.5.1.2 FLEET MANAGEMENT

The fleet management is the function delegated to Director corporate services. Various plans have been put in place to strengthen the management and the utilisation of municipal fleet in order to avoid abuse and damage. The municipality currently have 6 yellow plant, 4 trucks and 15 vehicles.

A lot has been done to improve management of fleet. However, more still needs to be done in this regard. The fleet policy document is reviewed annually and implemented as one of the control mechanism.

5.5.1. 3 SUPPLY CHAIN MANAGEMENT

Maphumulo municipality reviewed and adopted its SCM policy to ensure a free, equitable, transparent, competitive and cost effective procurement of municipal goods and services. Our policy also prioritise local economic development, whereby every tender above R6million is required to subcontract 30% of its tender value to local contractors. This is done to ensure skill sharing and empowerment of local people. Assurance to compliance to SCM policies is done through our Risk& Compliance office. As a result we have managed to reduce our irregular, fruitless and wasteful expenditure. We are now working towards maintaining that position, as well as minimising unnecessary deviations.

The SCM unit consist of 5 posts and only 3 posts are filled. All officials within this unit meets the prescribed minimum competency levels as required by legislation.

All officials dealing with SCM bids are required to sign declaration of interest and code of ethics.

The municipality prepared a procurement plan which assists the municipality in terms of procuring goods and services on time and enabling all departments to meet their service delivery targets.

Bid committees are in place and were trained on all SCM areas to fully equip them with skills and expertise to effectively undertake their functions.

Pastel system was installed and is used for requisition requests and processing .\

5.5.1.4. INDIGENT HOUSEHOLDS

The municipality is currently subsidising households on free electricity (solar). We also have finalised our draft Indigent register which will assist us in identifying all households that should receive free basic services. More budget allocation has been made to cater for indigent households in the 2019/20 budget.

CHAPTER 6

- **AG FINDINGS**
- **ACTION PLAN**

Report of the auditor-general to the KwaZulu-Natal Provincial Legislature and the council on Maphumulo Municipality

Report on the audit of the financial statements

Opinion

1. I have audited the financial statements of the Maphumulo Municipality set out on pages ... to ..., which comprise the statement of financial position as at 30 June 2019, the statement of financial performance, statement of changes in net assets, cash flow statement and statement of comparison of budget with actual information for the year then ended, as well as the notes to the financial statements, including a summary of significant accounting policies.
2. In my opinion, the financial statements present fairly, in all material respects, the financial position of the Maphumulo Municipality as at 30 June 2019, and its financial performance and cash flows for the year then ended in accordance with the South African Standards of Generally Recognised Accounting Practice (SA Standards of GRAP) and the requirements of the Municipal Finance Management Act of South Africa, 2003 (Act No. 56 of 2003) (MFMA) and the Division of Revenue Act of South Africa, 2018 (Act No. 3 of 2018) (Dora).

Basis for opinion

3. I conducted my audit in accordance with the International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the auditor-general's responsibilities for the audit of the financial statements section of this report.
4. I am independent of the municipality in accordance with sections 290 and 291 of the International Ethics Standards Board for Accountants' *Code of ethics for professional accountants* and, parts 1 and 3 of the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA codes) as well as the ethical requirements that are relevant to my audit in South Africa. I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA codes.
5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of matters

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

Uncertainty relating to the future outcome of exceptional litigation

7. With reference to note 42 to the financial statements, the municipality is in litigation cases relating to suppliers claiming to have been appointed by the municipality to render services in areas of waste removal and installation of electricity. The ultimate outcome of this matter was not determinable at year end and no provision for any liability that may result was made in the financial statements.

Material Losses

8. As disclosed note 29 to the financial statements, material losses of Rxx million (2018- R xx million, was reported by the municipality on the impairment of the accounts receivable from exchange and non exchange transactions.

Other matter

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

Unaudited disclosure notes

10. In terms of section 125(2)(e) of the MFMA the municipality is required to disclose particulars of non-compliance with the MFMA in the financial statements. This disclosure requirement did not form part of the audit of the financial statements and, accordingly, I do not express an opinion on it.

Responsibilities of accounting officer for the financial statements

11. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with the SA Standards of GRAP and the requirements of the MFMA, 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.
12. In preparing the financial statements, the accounting officer is responsible for assessing the Maphumulo municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the intention is to liquidate the municipality or to cease operations, or there is no realistic alternative but to do so.

Auditor-general's responsibilities for the audit of the financial statements

13. My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
14. A further description of my responsibilities for the audit of the financial statements is included in the annexure to this auditor's report.

Report on the audit of the annual performance report

Introduction and scope

15. In accordance with the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and the general notice issued in terms thereof, I have a responsibility to report material findings on the reported performance information against predetermined objectives for the selected objective presented in the annual performance report. I performed procedures to identify findings but not to gather evidence to express assurance.
16. My procedures address the reported performance information, which must be based on the approved performance planning documents of the municipality. I have not evaluated the completeness and appropriateness of the performance indicators included in the planning documents. My procedures also did not extend to any disclosures or assertions relating to planned performance strategies and information in respect of future periods that may be included as part of the reported performance information. Accordingly, my findings do not extend to these matters.
17. I evaluated the usefulness and reliability of the reported performance information in accordance with the criteria developed from the performance management and reporting framework, as defined in the general notice, for the following selected objective presented in the annual performance report of the municipality for the year ended 30 June 2019:

Objective	Pages in the annual performance report
<i>KPA 2: Basic services and infrastructure</i>	x – x

18. I performed procedures to determine whether the reported performance information was consistent with the approved performance planning documents. I performed further procedures to determine whether the indicators and related targets were measurable and relevant, and assessed the reliability of the reported performance information to determine whether it was valid, accurate and complete.
19. I did not raise any material findings on the usefulness and reliability of the reported performance information for this selected development objective.

Other matter

20. I draw attention to the matter below.

Achievement of planned targets

21. The annual performance report on pages x to x includes information on the achievement of planned targets for the year and explanations are provided for the under achievement of a number of targets.

Report on the audit of compliance with legislation

Introduction and scope

22. In accordance with the PAA and the general notice issued in terms thereof I have a responsibility to report material findings on the compliance of the municipality with specific matters in key legislation. I performed procedures to identify findings but not to gather evidence to express assurance.
23. The material findings on compliance with specific matters in key legislations are as follows:

Annual financial statements

24. 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 property, plant and equipment, receivables from exchange and non exchange, long service awards, VAT, commitments and related parties identified by the auditors in the submitted financial statement were subsequently corrected and the supporting records were provided subsequently, resulting in the financial statements receiving an unqualified audit opinion.

Expenditure management

25. Reasonable steps were not taken to prevent irregular expenditure amounting to R1 06 million as disclosed in note 36 to the annual financial statements, as required by section 62(1)(d) of the MFMA. The majority of the irregular expenditure related to the bid adjudication committee not compliant with section 29.
26. Reasonable steps were not taken to prevent fruitless and wasteful expenditure amounting to R0,56 million, as disclosed in note 35 to the annual financial statements, in contravention of section 62(1)(d) of the MFMA. The majority of the disclosed fruitless and wasteful expenditure was caused by interest and penalties due to late submission to South African Revenue Service.

Other information

27. The accounting officer is responsible for the other information. The other information comprises the information included in the annual report. The other information does not include the financial statements, the auditor's report and the selected development objective presented in the annual performance report that have been specifically reported in the auditor's report.
28. My opinion on the financial statements and findings on the reported performance information and compliance with legislation do not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.
29. In connection with my audit, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements and the selected development objective presented in the annual performance report, or my knowledge obtained in the audit, or otherwise appears to be materially misstated.
30. The other information I obtained prior to the date of this auditor's report are mayors foreword and the accounting officer's report. The audit committee's report and external evaluation of service providers are expected to be made available to me after 30 November 2019.
31. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have not identified any material inconsistencies on the information received to date.
32. When I do receive and read the audit committee's report, evaluation of external service providers, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the other information be corrected. If the other information is not corrected, I may have to retract this auditor's report and re-issue an amended report as appropriate; however, if it is corrected this will not be necessary.

Internal control deficiencies

33. I considered internal control relevant to my audit of the financial statements, reported performance information and compliance with applicable legislation; however, my objective was not to express any form of assurance thereon.
34. The matters reported below are limited to the significant internal control deficiencies that resulted in findings on compliance with legislation included in this report.
35. Management did not perform a review of the supporting information and disclosures of the account balances and transactions in a regular manner to ensure the amounts included on the annual financial statements are accurate and complete.
36. Management did not ensure the procurement processes complied with the relevant laws and regulations on bid committee and contract management.

Other reports

37. I draw attention to the following engagements conducted by various parties that had, or could have, an impact on the matters reported in the municipality's financial statements, reported performance information, compliance with applicable legislation and other related matters. This report did not form part of my opinion on the financial statements or my findings on the reported performance information or compliance with legislation.

Investigations

38. The municipality engaged the services of the provincial treasury to conduct investigations into alleged irregularities in the prior years on the non-compliance with section 116 of the MFMA on the procurement process relating to an extension of contract to a service provider, unauthorised salaries and theft of diesel. The investigations are still in progress at the date of this report.

Pietermaritzburg
29 November 2019



A U D I T O R - G E N E R A L
S O U T H A F R I C A

Auditing to build public confidence

Annexure – Auditor-general’s responsibility for the audit

1. As part of an audit in accordance with the ISAs, I exercise professional judgement and maintain professional scepticism throughout my audit of the financial statements, and the procedures performed on reported performance information for selected objective and on the municipality’s compliance with respect to the selected subject matters.

Financial statements

2. In addition to my responsibility for the audit of the financial statements as described in this auditor’s report, I also:
 - identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
 - obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality’s internal control
 - evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the accounting officer
 - conclude on the appropriateness of the accounting officer’s use of the going concern basis of accounting in the preparation of the financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality’s ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor’s report to the related disclosures in the financial statements about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial statements. My conclusions are based on the information available to me at the date of this auditor’s report. However, future events or conditions may cause a municipality to cease continuing as a going concern
 - evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation
 - obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

Communication with those charged with governance

3. I communicate with the accounting officer regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.
4. I also confirm to the accounting officer that I have complied with relevant ethical requirements regarding independence, and communicate all relationships and other matters that may reasonably be thought to have a bearing on my independence and, where applicable, related safeguards.

APPENDIXES

APPENDIX A: Councilors, Committee allocation, and council attendance

WARD	NAME	POLITICAL PARTY	GENDER
1	CLLR N SITHOLE	IFP	MALE
2	CLLR MF NZUZA (DECEASED)	IFP	MALE
3	CLLR TP MCHUNU	IFP	MALE
4	CLLR SZM NZUZA	ANC	FEMALE
5	CLLR NP NXUMALO (EXCO Member)	IFP	FEMALE
6	CLLR KM XHAKAZA	ANC	MALE
7	CLLR DB LUTHULI	ANC	FEMALE
8	CLLR FM NCALANE	ANC	MALE
9	CLLR NS NTULI	ANC	MALE
10	CLLR MH KHOZA	ANC	FEMALE
11	CLLR ZW NINELA	ANC	MALE
PR COUNCILLORS			
	CLLR ZF KHUZWAYO - DLAMINI (MAYOR)	ANC	FEMALE
	CLLR CZ NCALANE (DEPUTY MAYOR)	ANC	FEMALE
	CLLR CS SHANGE (SPEAKER)	ANC	MALE
	CCLR TJ ZUNGU	IFP	FEMALE
	CLLR JN NTULI	ANC	FEMALE
	CLLR HN NGCOBO	ANC	FEMALE
	CLLR NYATHIKAZI	IFP	MALE
	CLLR NB HLONGWA	ANC	MALE
	CLLR ZG MTHEMBU	IFP	MALE
	CLLR KP NINELA	IFP	MALE
	CLLR JM KHATHI	IFP	MALE

APPENDIX B: COMMITTEE AND ITS PURPOSE

The municipality established various portfolios whose functions as follows:

PORTFOLIO NAME	FUNCTIONS
1.FINANCE AND PLANNING PORTFOLIO COMMITTEE	Preparation and consideration of Annual budget by council
	Preparation and consideration of AFS
	Ensure that Municipal Property Rate are collected
	Preparation and consideration of valuation roll
	Management of debtors owing the Municipality
	Ensure that monthly, quarterly and half-yearly Financial reports are compiled and submitted
	Consideration and Environment Health
	Consideration of IDP process plan
	Consideration of annual review of IDP
	Consideration of annual review SDF
	Ensure holding IDP consultations meetings
	Consider planning development applications
	Land Use Management
	Town Development issues
Long term lease agreement(Ingonyama Trust)	

	Geographic information System issues
	Intergovernmental co-ordination issues
	Undertake in depth investigations in relation to planning issues as requested by the Executive Committee
TECHNICAL AND HOUSING PORTFOLIO COMMITTEE	Consider technical services issues
	Consider issues relating to electricity
	Consider issues relating to sanitation
	Consider issues relating to community access roads and provincial roads
	Consider issues relating to construction and maintenance of buildings
	Constructions and maintenance of all municipality properties eg. offices, market stalls, etc
	Project management issues
	Undertake in-depth investigation in related to infrastructure issues are request by Executive Committee
	Attend to community facilities
	Attend issues related to Sport and Recreation
	Attend issues relating to Disaster Management
	Cemeteries and Crematories
	Housing
3.LOCAL PUBLIC ADMINISTRATION AND HUMAN RESOURCE	Human Resource Development
	Attend to Labour Relation issues
	Local Public Administration
	Consider the Section 14 manual (PALA)
	Consider the development And review of Municipality policies and by laws
	Attend to Labour Relation issues
	Consider unemployment equity plan
	Consider issues relating to it by LLF
	Consider Heath and Safety issues
	Consider the development and approval of the Workplace Skills Plan
	Consider the performance Management System of the municipality
	Consider training issues of municipal staff and councilors
	Undertake in-depth investigation in relation to administration and labour Relation issues are requested by the Executive Committee
	4.COMMUNITY SERVICES AND LOCAL ECONOMIC DEVELOPMENT
Fresh produce markets	
Promotions in Safe And Heath Environment	
Local Tourism	
Agriculture	
Job Creation	
Social Empowerment	
Cultural Upliftment	
Poverty Alleviation programmes	
5. SUB-COMMITEES	Gender and vulnerable group affairs
	Youth Affairs

The established portfolio committees held their meetings and the attendance of members was recorded as follows:

COMMITTEE NAME	DATE OF MEETING	VENUE OF MEETING	CLLRs IN ATTENDANCE	APOLOGIES	ABSENT WITH LEAVE	ABSENT WITHOUT LEAVE
FINANCE AND HR	23 October 2018	Municipal Boardroom	Cllr CZ Ncalane (Chairperson), Cllr DB Luthuli, Cllr MH Khoza Cllr KM Xhakaza, Cllr ZG Mthembu, Cllr SZ Nyatikazi and Cllr TJ Zungu	None	None	Inkosi JM Ntuli
	11 December 2018	Municipal Boardroom	Cllr CZ Ncalane (Chairperson), Cllr DB Luthuli, Cllr MH Khoza Cllr DB Luthuli, Cllr KM Xhakaza and Cllr TJ Zungu	Cllr SZ Nyathikazi	None	Inkosi JM Ntuli and Cllr ZG Mthembu
	25 June 2019	Municipal Boardroom	Cllr CZ Ncalane (Chairperson), Cllr DB Luthuli, Cllr MH Khoza, Cllr SZ Nyatikazi, Cllr KM Xhakaza	None	Cllr TJ Zungu	Inkosi JM Ntuli and Cllr ZG Mthembu
INFRASTRUCTURE AND TECHNICAL	17 July 2018	Municipal Boardroom	Chairperson (Cllr ZF Khuzwayo-Dlamini), Cllr NS Ntuli, Cllr SZM Nzuzza, Cllr ZW Ninela, Cllr TP Mchunu, Cllr N Sithole and Cllr MF Nzuzza	None	None	Inkosi SA Hlongwa
	29 August 2018	Municipal Boardroom	Cllr NS Ntuli, Cllr SZM Nzuzza, Cllr ZW Ninela, Cllr N Sithole	None	Chairperson (Cllr ZF Khuzwayo-Dlamini), Cllr TP Mchunu Cllr MF Nzuzza,	Inkosi SA Hlongwa
	09 October 2018	Municipal Boardroom	Chairperson (Cllr ZF Khuzwayo-Dlamini), Cllr NS Ntuli, Cllr SZM Nzuzza, Cllr ZW Ninela, Cllr TP Mchunu Cllr MF Nzuzza and Cllr N Sithole	None	None	Inkosi SA Hlongwa
	20 November 2018	Municipal Boardroom	Chairperson (Cllr ZF Khuzwayo-Dlamini), Cllr NS Ntuli, Cllr ZW Ninela, Cllr TP Mchunu Cllr SZM Nzuzza and Cllr N Sithole	None	Cllr MF Nzuzza,	Inkosi SA Hlongwa
	22 January 2019	Municipal Boardroom	Chairperson (Cllr ZF Khuzwayo-Dlamini), Cllr NS Ntuli, Cllr TP Mchunu, Cllr ZW Ninela, MF Cllr Nzuzza ,Cllr SZM	None	None	Inkosi SA Hlongwa

			Nzuza and Cllr N Sithole			
LED, COMMUNITY SERVICES AND PLANNING	06 September 2018	Municipal Boardroom	HN Ngcobo (Elected-Chairperson), FM Ncalane, JN Ntuli and KM Xhakaza	Cllr JM Khathi	None	Cllr NP Nxumalo, Cllr KP Ninela, and Inkosi BC Khuzwayo
	11 October 2018	Municipal Boardroom	NP Nxumalo (Chairperson), FM Ncalane, HN Ngcobo, JM Khathi and KM Xhakaza	Cllr JN Ntuli	None	Inkosi BC Khuzwayo, KP Ninela
	14 November 2018	Municipal Boardroom	NP Nxumalo (Chairperson), JM Khathi, FM Ncalane, KP Ninela, JN Ntuli and KM Xhakaza	Cllr HN Ngcobo	None	Inkosi BC Khuzwayo
	22 February 2019	Municipal Boardroom	NP Nxumalo (Chairperson), HN Ngcobo, FM Ncalane, HN Ngcobo, KP Ninela and JN Ntuli	Cllr KM Xhakaza	None	Cllr JM Khathi

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC)

The municipality established MPAC in terms of section 80 committee. As per terms of reference, the functions of the Committee shall be to interrogate the following financial aspects dealt with in the MFMA:

- (a) unforeseen and unavoidable expenditure;
- (b) adjustment budget;
- (c) unauthorized, irregular or fruitless expenditure;
- (d) certification, recovery, writing off of expenditure;
- (e) criminal and civil action instituted;
- (f) quarterly report by the mayor on the implementation of the budget /SDBIP;
- (g) recommendations on adjustments and other matters;
- (h) monthly budget statements;
- (i) recommendations on report
- (j) report to the Council, through the Speaker, on any of the financial statements and reports as stated above;
- (k) develop the annual oversight report based on the annual report
- (l) initiate any investigation in its area of competence;
- (m) perform any other function assigned to it by resolution of the Council.

The following table list meetings that were held by MPAC:

DATE OF MEETING	VENUE OF MEETING	CLLR IN ATTENDANCE	APOLOGIES	ABSENT WITH LEAVE	ABSENT WITHOUT LEAVE
12/ 12/ 2018	Municipal Boardroom	ZW Ninela (Chairperson), FM Ncalane, HN Ngcobo,	NONE	NONE	ZG MTHEMBU, AND SZ NYATHIKAZI
22/ 03/ 2019	Municipal Boardroom	ZW Ninela (Chairperson), FM Ncalane, HN Ngcobo, SZ Nyathikazi	ZG MTHEMBU	None	None

APPENDIX C: THIRD TIER ADMINISTRATIVE STRUCTURE

There are 6 senior management positions and all of them have been filled. Plans are underway to fill other vacant positions at lower levels.

APPENDIX D: FUNCTIONS OF THE MUNICIPALITY

In terms of the RSA Constitution, Maphumulo municipality falls under Category B1 Municipality and performs the following functions:

- Building regulations
- Child care facilities
- Local tourism
- Trading regulations
- Billboard and display advertisement
- Cleaning
- Control of public nuisance
- Fencing and fences
- Local emmenities
- Local sports amenities
- Markets
- Municipal roads
- Public places

APPENDIX E: WARD REPORTING

Maphumulo has 11 wards and a total of 110 ward committee members (some being vacant) who meets on a monthly basis. They discuss issues relating to their constituencies and provide monthly reports to the municipality..

Most notable from ward committee reports was that all wards have challenges of water, electricity, sanitation and access roads. These reports assist the municipality on its future planning.

APPENDIX E: WARD INFORMATION

WARD NO	7 LARGEST PROJECTS PER WARD IN 2018/19	TOTAL BUDGET AMOUNT	PROGRESS STATUS
Ward 01	NO PROJECT	N/A	N/A
Ward 02	Mambulu causeway	R280 000. 00	Project complete
Ward 03	Mbulwini electrification- 55 households	R1, 535, 058	Project in progress, started late then delayed completion
Ward 04	Mzulwini electrification- 154 households	R790, 710. 000	Project complete
Ward 05	Vulamehlo electrification- 60 households	R2, 396, 894. 00	Project in progress, started late then delayed completion
Ward 06	Nombokojwana electrification- 108 households	R2, 396, 894. 00	Project in progress, started late then delayed completion
Ward 07	Mansomini electrification- 325 households	R2, 939, 053. 00	Project completed
Ward 08	Zagqayini electrification- 72 households	R 1, 433, 793. 00	Project completed
Ward 09	Mvozane electrification- 84 households		Project completed

	Phakade multipurpose hall	R2, 863, 796. 88	Project completed
	Thukeyana lowlevel bridge	R100, 000. 00	Project completed
	Construction of Esihlahleni road	R3, 838, 504.14	Project in progress
Ward 10	Town beautification (Streetscapes and market stalls)	R6, 304, 102. 36	Project completed
	Fixing of Maphumulo town potholes	R420, 000. 00	Project completed
	Construction of Coli causeway	R3, 579 409.00	Project in progress
Ward 11	Construction of Pitsini road	R7, 211, 146. 00	Project in progress
	Construction of Mnyameni Sports complex	R1, 991, 244. 00	Project in progress
	Nothweni electrification- 150 households	R2, 904 492. 00	Project in progress, started late then delayed completion

APPENDIX G: RECOMMENDATIONS OF MUNICIPAL AUDIT COMMITTEE

The audit committee held its meetings and recommendations provided were implemented by the municipality. Minutes of audit committee will be an annexure to this report:

APPENDIX H: LONG TERM CONTRACTS AND PUBLIC PRIVATE PARTNERSHIP

The municipality has received grants from various public institutions and we partnered with them in undertaking following projects:

NAME OF DEPARTMENT	PROJECT NAME	BUDGET AMOUNT	PROJECT STATUS AS AT 30 JUNE 2019	PROJECT REVISED ESTIMATED END DATE
KZN CoGTA	Mvozane	R 5 000 000	Work in progress	June 2020

APPENDIX I: MUNICIPAL ENTITY/ SERVICE PROVIDER PERFORMANCE SCHEDULE

As per approved municipal IDP, the municipality prioritised and allocated funds for the following indicator projects:

1. Electrification projects- these were undertaken in various wards. Shortage of funds are the main obstacle and limits the municipality in electrifying more households
2. Road maintenance- Construction of causeways as well as roads in various wards was prioritised in line with community needs identified through our IDP izimbizos
3. Community amenities- these were constructed in various wards in a form of sportsgrounds, halls, creches etc.

APPENDIX J: DISCLOSURE OF FINANCIAL INTERESTS

Clause 5 (1) of schedule 2 of the Municipal Systems Act, Act 32 of 2000 requires any staff member of a municipality who or whose spouse, partner, business associate or close family member, acquired or stands to acquire any direct benefit from a contract concluded with the municipality, must disclose in writing full particulars of the benefit to the municipal manager. The following is the list of declaration status for S56 managers within the municipality:

NAME OF OFFICIAL	POSITION	ANY FINANCIAL INTEREST AS PER SIGNED FORM
Mr PN Mhlongo	Municipal Manager	No
Mr N Duma	CFO	No

Mr T. Khuluse	Director: Corporate Services	No
Mr CS Mhlongo	Director: Community Services	No

APPENDIX K: REVENUE COLLECTION PERFORMANCE

Appendix K (I): Revenue Collection Performance by Vote

SOURCE	PRIOR YEAR (2017/18)	CURRENT YEAR (2018/19)
Rates	R 15 401 260	R 13 817 272
Rental	R748 403	R939 019
Tender documents	R 193 703	R 222 777
Hall Hire	R 18 595	R 23 331
Refuse	R 900	R 5 229
License	R 456	R 73 741
Sundry income	R 457 236	R 481 830
Admin Fee and Commission	R 4 822	R 11 222

APPENDIX K (II): REVENUE COLLECTION PERFORMANCE BY SOURCE.

For information of municipal revenue collected per source, kindly refer to information attached in K(i).

APPENDIX L: CONDITIONAL GRANTS RECEIVED: EXCLUDING MIG

NAME OF GRANT	DEPARTMENT PROVIDING GRANT	INITIAL BUDGET	ADJUSTMENT BUDGET	GRANT CONDITIONS
Financial management grants	National Treasury	R 1 900 000	R 1 900 000	Grant to be utilised for only finance related cost.
Expanded public works program	Public works	R 1 525 000	R 1 525 000	EPWP grant can only be utilised for EPWP purposes, for the projects approved in the Incentive agreement signed by each eligible provincial department.
Cogta grant	Cogta	R 5 000 000	R 5 000 000	Grant to be utilised only for the project
INEP	National treasury	R 12 000 000	R 10 000 000	Grant to be utilised for reticulation and distribution of electricity to households

APPENDIX M: CAPITAL EXPENDITURE- NEW & UPGRADE/ RENEWAL PROGRAMES INCLUDING MIG
Appendix M (i): Capital Expenditure- New Assets Programme

The following table reflect a list of capital expenditure relating to new asset programme, showing the actual of the prior year, the adjusted budget and actual total expenditure in the current year.

ASSET PROGRAMME	ACTUAL EXPENDITURE	ADJUSTED BUDGET
NOTWENI	R 4 024 423, 13	-
MVOZANE	R 770 294,78	-
NOMAKHALADI COMMUNITY HALL WARD 03	R 836 496.92	-
TOWN BEAUTIFICATION	R 7 735 393.72	
ESIHLAHLANI ROAD WARD 09	R 1 241 438.54	R 3 000 000
BOREHOLE MUN OFF	R 58 880	R 122 000
BOREHOLE THUS	R 1 999 367	
PHAKADE	R 3 653 626.99	R 2 857 000
IMATI	R 1 099 301.86	R1 953 000
EMYAMENI	R 2 256 043.63	R 1 984 000

APPENDIX M (II): CAPITAL EXPENDITURE- UPGRADE/ RENEWAL PROGRAMME

Due to municipal capacity, we do not renew/ upgrade assets. Instead we acquired new assets mentioned in M (i)

APPENDIX N: CAPITAL PROGRAMME BY PROJECT CURRENT YEAR

The following table reflect all capital projects for the year under review, indicating the adjusted budget, actual in the current year and the variance between the two.

APPENDIX O: CAPITAL PROGRAMME BY PROJECT BY WARD CURRENT YEAR

The following is the list of capital projects per ward for the year under review, indicating whether the work was completed or not

APPENDIX E: WARD INFORMATION

WARD NO	7 LARGEST PROJECTS PER WARD IN 2018/19	TOTAL BUDGET AMOUNT	PROGRESS STATUS
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	Construction of Coli causeway	R3, 579 409.00	Project in progress
Ward 11	Construction of Pitsini road	R7, 211, 146. 00	Project in progress
	Construction of Mnyameni Sports complex	R1, 991, 244. 00	Project in progress
	Nothweni electrification-150 households	R2, 904 492. 00	Project in progress, started late then delayed completion

APPENDIX P: SERVICE CONNECTION BACKLOGS AT SCHOOLS AND CLINICS

This section provides backlogs for schools and clinics within Maphumulo. This information is required to assist National and Provincial government to improve in planning, budgeting and implementation

WARD NO	NAME OF FACILITY	BACKLOG SERVICES
1.	Ntunjambili Primary School	Fencing and sportground
	Kranskop High School	Water, leaking roof
	Vusisizwe Primary School	Water and sportsground
	Vuleka Primary School	Sportsground
	Ngcolosi School	Sportsground
2	Mehlomlungu High School	No water, hall, class shortage, Laboratory and library
	Ndandathweni Primary School	Admin block, No water, fencing and sportground
	Dingizwe Combined School	Water, electricity and toilets
3.	Mphise Primary School	Water and proper toilets
	Nomakhalathi Primary School	Water, electricity and proper toilets
	Mbusweni Primary School	Water and proper toilets
	Ekunqobeni Primary School	Water and proper toilets
	Esihlushwaneni Primary School	Water and proper toilets
	Mbulwini Primary School	Water, electricity and proper toilets
	Ethala Primary School	Water and proper toilets
	Emangongo Primary School	Water
	Enyokeni Primary School	Water and proper toilets
	Mbitane Primary School	Water and proper toilets
	Jonase High School	Water and proper toilets
	Nkonjane High School	Water, electricity and proper toilets
	Mzwangedwa High School	Water and proper toilets
	Lethuxolo High School	Water
Mphise Clinic	Water and proper toilets	
4	Nsungwini Primary School	Water and Electricity
	Mvumase Primary School	Water and Electricity
	Mpungeni Primary School	Water and Electricity

5	Menyezwayo High School	Water, proper toilets; class shortages
	Phezukomkhono High School	Water, proper toilets, administration block, and class shortages
	Nhlokozi High School	Water and class shortages
	Theo Hlalanathi High School	Proper toilet, access road to the school and class shortages
	Ndukende High School	Proper toilets and class shortages
	Isibani Primary School	Proper toilets and classes
	Usizolwethu Primary School	Water, proper toilets and classes
	Ngqungqushu Primary School	Proper toilets and hall
	Mthombeni Primary School	Proper toilets and hall
	Ogagwini Primary School	Proper toilets
	Khomba Primary School	Proper toilets and class shortages
Mbhekaphansi Clinic	Consulting rooms	
6	Vukuzenzele Primary School	Water and Electricity
	Hlomakancane Primary School	No water, proper toilets
	Mpangele Primary School	No water, proper toilets
	Womoyi Primary School	No water, proper toilets
	Balcomb Primary School	No water, proper toilets
	Bonginkosi Primary School	No water, proper toilets
	Thandayiphi Secondary School	No water, proper toilets
	Masiwela Combined School	No Water, proper toilets
	Tsutshutshu Secondary School	No water, proper toilets
Maphuphesizwe Secondary School	No water, proper toilets	
8	Mancengeza Secondary School	Water and proper toilets
	Nkolovuzan Primary School	Water, proper toilets and class shortages
	Moyamuhle Primary School	Water
	Mvozane Primary School	Water and proper toilets
	Khusane Primary School	Water and proper toilets
	Hlonono High School	Water, proper toilets and electricity
	Mushane Primary School	Water
	Mpumulwane Primary School	Water
	Mnawe Primary School	Water, shortage of classes and admin block
9	Sayizi Ntuli Primary School	Water, electricity and access road to the school
	Nyamazane Primary School	Regular water supply
	Sabuyaze High School	Regular water supply
	Woza Primary School	Regular water supply
	Siphinhlanhla High School	No water
	Phakade Combined School	No water
	Ndleleni Primary School	No water, access road to the school
	Khulambedu Primary School	No water, access road to the school
	Dludla Primary School	No water
	Ukukhanyakwezwe High School	No water, access road to the school
	Mazisi Ntuli Primary School	No water, access road to the school
Magojolo Clinic	Regular water supply, access road to the clinic	
10	Maphumulo Clinic	No proper toilets
	KwaNdaba Primary School	No proper toilets and Electricity
	Nsongansonga Primary School	No proper toilets
	Mqungebe Secondary School	No proper toilets
	Zamazisa Primary School	No proper toilets
11	Ocheni Primary School	Water and Proper sanitation
	Skhonjwa high School	Water
	Macaphuna School	Water and Proper sanitation
	Hlimbithwa Primary School	Water
	Nothweni Primary School	Water
	Siphamandla Primary School	Water
	Zephania Secondary School	Water
	Maphumulo Combined School	Water
Velangezwi School	Water, Proper sanitation and Class shortages	

	Isithundu Primary School	Proper sanitation
	Isiqhoqhweni Primary School	Water
	Sindi Primary School	Water

APPENDIX Q: SERVICE BACKLOGS BY OTHER SPHERES OF GOVERNMENT

During our IDP roadshows, community members highlighted various challenges and requested assistance in various forms. The following backlogs were identified and highlighted by community members:

SERVICE NEED	RESPONSIBLE DEPARTMENT
CLINICS AND HEALTH CARE FACILITIES	Department of Health
PROPER ROADS	Department of Transport
HOUSING	Department of Human Settlement
ELECTRICITY	Department of Energy; and Eskom
WATER	Ilembe District

APPENDIX R: DECLARATION OF LOANS AND GRANTS MADE BY THE MUNICIPALITY

There are no persons (councillors and staff members) receiving any form of grants or loans from the municipality.

APPENDIX S: DECLARATION OF RETURNS NOT MADE IN DUE TIME UNDER MFMA s71

The municipality timeously prepared and submitted all monthly s71 reports to all legislated recipients. Reports were also presented to portfolio committee and council for oversight purposes.

APPENDIX T: NATIONAL AND PROVINCIAL OUTCOME FOR LOCAL GOVERNMENT

The Back to Basics programme was launched by National COGTA for all municipalities as means to address service delivery backlogs. The municipality submits quarterly reports to provincial COGTA and monthly reports to National department. Through the programme, various interventions have been made by the municipality such as filling of critical posts, indigent register compilation etc. We will continuously monitor the situation to ensure that we improve.

VOLUME 11: ANNUAL FINANCIAL STATEMENTS

