

ITEM: COUN 01 03/2015

**OFFICE OF THE MUNICIPAL MANAGER: MPAC COMMITTEE AND
OVERSIGHT COMMITTEE REPORT ON THE 2013/2014 ANNUAL REPORT**

(10/2/1/1) (GR) (COUNCIL MEETING: 23 MARCH 2015)

The Municipal Manager reports as follows:

The oversight report is the final major step in the annual reporting process of a municipality. Section 129 of the Municipal Finance Management Act, 56 of 2003 (MFMA) requires the council to consider the annual report of its municipality and to adopt an oversight report containing the council's comments on the annual report.

Both the Municipal Public Accounts and oversight committees considered the annual report. The committees sat on 23 February and 25 February 2015 respectively.

The MPAC oversight report is attached under **annexure 5** and marked **MR 1 – MR 3** and the minutes are attached and marked **MP 1 – MP 9**.

The oversight report is attached under **annexure 6** marked **OR 1 – OR 7** and minutes of the oversight committee meeting are marked **OV 1 – OV 6**.

The Municipal Manager recommends as follows:

RECOMMENDATIONS TO COUNCIL

- 1. Council having fully considered the annual report of the Frances Baard District Municipality adopts the MPAC oversight report.**
- 2. Council having fully considered the annual report of the Frances Baard District Municipality adopts the oversight committee report.**
- 3. Subject to 1 and 2 above, Council approves the 2013/14 annual report without reservations.**

RESOLVED

1. Council having fully considered the annual report of the Frances Beard District Municipality adopted the MPAC oversight report.
2. Council having fully considered the annual report of the Frances Beard District Municipality adopted the oversight committee report.
3. Subject to 1 and 2 above, Council approved the 2013/14 annual report without reservations.



MUNICIPAL MANAGER

01 April 2015
DATE

FRANCES BAARD DISTRICT MUNICIPALITY



MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC) OVERSIGHT REPORT ON THE ANNUAL REPORT 2013/2014

1. INTRODUCTION

In accordance with the provisions of Section 79 (1) (a) (b) and (c) of the Municipal Structures Act 1998 a municipality may establish one or more committees necessary for the effective and efficient performance of any of its functions or the exercise of any of its powers and appoint the members of such committee from among its members. Furthermore Section 79 (2) of the Municipal Structures Act, 1998 provides the framework and guidelines within which such committees of council shall operate.

During the 2009 Association of Public Accounts Committee (APAC) Conference a resolution was taken stating that the Conference supports the establishment of Municipal Public Accounts Committees (MPACs) in each municipality in the country as part of improving financial management and accountability at local level.

Thus in order to enhance, promote and consolidate the oversight role of the Council over the executive, the Department of Cooperative Governance and Traditional Affairs having consulted the National Treasury and SALGA, has instructed that all municipalities to establish MPACs. The focus of the MPAC will be to assist Council to hold the executive to account and to ensure the effective and efficient use of municipal resources.

The 2013/2014 Annual Report was tabled to Council on the 11th of December 2014 in compliance with Section 127 (2) of the Municipal Finance Management Act, 56 of 2003.

2. MPAC COMMITTEE

An MPAC Committee was established by Council resolution COUN 01 11/11 in terms of section 79 of the Municipal Structures Act, 117 of 1998. The Committee consists of:

Cllr V B Ximba	(Chairperson) Infrastructure Development Committee
Cllr E K Hale	Planning and Development Committee
Cllr A O Moremong	Policy and Institutional Development Committee
Cllr B M Maribe	Speaker
Cllr L Steyn	Infrastructure Development Committee
Cllr M I Pholoholo	Infrastructure Development Committee
Cllr J Smit	Finance Committee
Cllr D J P van der Merwe	Finance Committee
Cllr G Koopman	Planning and Development Committee

The MPAC Committee met on Tuesday, 03 March 2015 to consider the annual report. This report details the findings of the Committee.

3. REVIEW / ANALYSIS OF ANNUAL REPORT

3.1 Review of inputs

No public inputs were received by the municipality in response to the invitation for comments on the draft annual report for 2013/2014 placed in local newspapers on 19 January 2015 and the FBDM website.

3.2 Areas for revision

Page No.	Description of errors
Page 143	The names of Cllr. Vorster and Cllr. Van der Merwe has been omitted from the list of councillors.

3.3 Commendation

The Committee commended the municipality for a report of the highest quality and that it was prepared according the guidelines as set out by Sections 11, 32 and 63 of the Municipal Finance Management Act, 56 of 2003.

- End -