

# **PHOKWANE MUNICIPALITY**



## **OVERSIGHT REPORT 2014/15**

### **Purpose**

To outline processes taken when the Oversight Committee embarked on scrutinizing the Annual Report 2014/15.

### **Legislative Background**

Section 129(1) of the Municipal Finance Management Act states that the Council of a municipality must consider the annual report of the municipality and of any municipal entity under the municipality's sole or shared control, and by no later than two months from the date on which the annual report was tabled in the Council in terms of section 127, adopt an oversight report containing the Council's comments on the annual report, which must include a statement whether the Council –

- a) Has approved the annual report with or without reservations
- b) Has rejected the annual report; or
- c) Has referred the annual report back for revision of those components that can be revised

. and

(2) The accounting officer must-

- (a) attend council and council committee meetings where the annual report is discussed, for the purpose of responding to questions concerning the report;
- (b) submit copies of the minutes of those meetings to the Auditor-General, the relevant provincial treasury and the provincial department responsible for local government in the province.

Attached is Circular 32 as well as annual report checklist for guidance during adoption of the oversight report.

### **Community Participation**

The Annual report was advertised through notices and in the municipal website for community to make inputs however no inputs were received.

### **Adoption Processes and Documentations Used**

Annual report checklist and circular 32 has been used for guiding the committee during the adoption process.

## **Findings**

The Annual Report 2014/15 didn't include the MPAC report, and the audit action plan was not updated.

## **Recommendations**

1. MPAC approves the Annual Report with the following reservations:
  - a. MPAC report be included in the annual report.
  - b. Audit action plan be updated as required.
  - c. In future the municipality embarks on an annual report outreach programme for public participation.

**Cllr S MOKOENA**  
**CHAIRPERSON: MPAC**