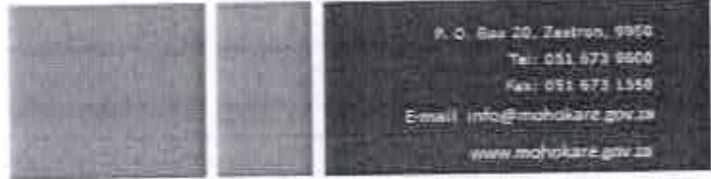




MOHOKARE
LOCAL MUNICIPALITY



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ANNUAL REPORT OVERSIGHT REPORT 2014/2015

1.1 INTRODUCTION

Mohokare Local Municipality was established on the 06th of December 2000 as a result of section 21 of the Local Government Decarmation Act (Act 27 of 1998) this report is thus prepared based on and in accordance with the legislative requirements.

The Annual Report is a key instrument of transparent governance and accountability. It is a post-financial year document which provides an overview of the process of the financial and non-financial performance in respect of the previous financial year, in this instance 2014/2015. The adoption of an annual report is a legislated requirement in terms of the Local Government: Municipal Finance Management Act, Act 56 of 2003 (MFMA).

1.2. PURPOSE

The purpose of this report is to present to Council for adoption, the final Annual Report for 2014/2015 as well as the Oversight Report on the Annual Report as required in terms of Section 129 of the MFMA.

1.3. LEGISLATIVE REQUIREMENTS

1.3.1. Section 121 (1) of the MFMA stipulates the following :

Every Municipality must, for each financial year prepare an Annual Report. The Council must within nine (9) months after the end of a financial year deal with annual report of a Municipality in accordance with section 129.

1.3.2. Section 121 (2), of the MFMA states that the purpose of an Annual Reports is:

- a. To provide a record of activities of the Municipality during the Financial year to which the report relates;
- b. To provide a report on performance against the budget of the Municipality for the financial year; and
- c. To promote accountability to the local community for the decision made throughout the year by the municipality.

1.3.3. Section 127 (5) of the MFMA, the Accounting Officer must immediately after the Annual Report is tabled, make public the annual report, invite the local community to submit representations in connection with the annual report and submit the annual report to the Auditor General, the relevant Provincial Treasury and Provincial Department responsible for local government in the province.

1.3.4. According to section 129(1) of the MFMA, the council must consider the Annual Report by no later than two month from the date on which the Annual Report was tabled, adopt an oversight report containing the council's comments on the report which must include a statement whether

- a. The Council 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.

1.4. COMPONENTS OF THE AR

The Annual report also contains the following attachments as required by legislation:

- a. The Annual performance report as required by section of the MSA.
- b. Annual Financial Statements submitted to the Auditor- General;
- c. The Auditor-General's audit report on the performance in terms of section 45 (b) of the MSA.
- d. The Auditor-General's audit report on the financial statements in terms of section 126(3) of the MFMA; and

1.5. SUBMISSION OF THE ANNUAL REPORT

The Annual report of the municipality for the 2014/2015 financial year was tabled in the Council at its meeting held on the 29th of January 2016 held in terms of section 127(2) of MFMA.

Council resolved during its meeting held on the 29th of January 2016

- a. The Council endorsed the Annual Report (2014/2015) for the submission to the oversight committee.

1.6. APPOINTMENT OF THE OVERSIGHT COMMITTEE MEMBERS

In terms of Council resolution, the Oversight Committee was established in terms of section 79 of the Structures Act, 1998. In terms of the terms reference of this committee it is , inter alia, responsible to perform oversight over the process of preparing the Annual report of council and to produce an Oversight Report based on the Annual report.

The committee consists of the following members:

Name	Designation	Position
Mr Riddle	Councillor	Chairperson
Mr Majenge	Councillor	Member
Me. Mehlomakhulu	Councillor	Member
Mr Backward	Councillor	Member
Mr Thene	Community member	Member
Me Tuane	Community member	Member
Mr Vapi	Audit Committee Member	Member
Me Ravele	Secretary	Member

2. THE APPROACH, OBSERVATION AND CONCLUSION OF THE OVERSIGHT COMMITTEE

2.1. The Approach

The approach followed by the Oversight Committee was to critically understand the Annual Report for the 2014/2015 Annual Report financial year.

The Committee went through the Annual Report for the 2014/2015 financial year thoroughly and further invited Head of Departments to be part of the meeting for clarity seeking questions based on the annual report.

2.2. **Observation**

a. **Compatibility of information**

Examination of the Annual Report for the 2014/2015 financial year and tracing of the information contained in the Annual Report showed that it was done consistently with the planning documents of the municipality, and that there was an acceptable level of accuracy and completeness in the information reported on based on the comparisons made.

b. **Comments /Objections received**

The committee found that the local community was invited via the notices and website to submit comments and/or objections on the Annual Report for 2014/2015 financial year. The period allowed for the comments and /or objections was 21 days starting from the 30th of January 2016 to the 21 February 2016. However, no responses were received at all.

The committee found that there is a positive progress regarding the implementation of the municipal objectives.

3. **CONCLUSION**

As Chairperson of the Oversight Committee I would like to thank the Committee Members, the Mayor, the Municipal Manager and Head of Department as well as the various contributors to the Annual Report 2014/2015 for their diligence and constructive commitment during the oversight report.

The Committee is satisfied that 2014/2015 Annual Report provides an accurate overview of the process of the financial and non-financial performance during the period under review and therefore would like to recommend the adoption.

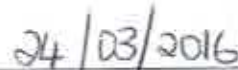
4. **RECOMMENDED RESOLUTION TO BE ADOPTED BY COUNCIL**

In accordance with section 129(1) of the MFMA it is **RECOMMENDED** to Council:

1. That Council, having fully considered the Oversight Report on the Annual Report of MLM, **ADOPTS** the Oversight Report.
2. That the Oversight Report 2014/2015 be made public in accordance with Section 129(3) of the MFMA.



CLLR. PRIDDLE
CHAIRPERSON



DATE

Resolution by the Council

Council has fully considered the Annual Report of Mohokare Local Municipality for the 2014/2015 financial year and as such adopted the Oversight Report without reservations.



CLLR. A.M. SHASHA

MAYOR

30/03/16

DATE