



ANNUAL REPORT OVERSIGHT REPORT 2024/25

The Oversight Report is based on the Annual Report 2024/25 and is drafted and submitted in accordance with the Municipal Finance Management Act (MFMA), no 56 of 2003

Annual Report Oversight Report 2024/2025

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Annual Report Oversight Report 2024/2025

1. INTRODUCTION

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 financial and non-financial performance in respect of the previous financial year, in this instance 2024/25. 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).

2. PURPOSE

The purpose of this report is to present to Council for adoption, the final Annual Report for 2024/25 as well as the Oversight Report on the Annual Report as required in terms of Section 129 of the MFMA.

3. LEGAL FRAMEWORK

Herewith an extract from key legislative requirements as per the Local Government: Municipal Finance Management Act, Act 56 of 2003 (MFMA) relating to the Annual Report:-

121. Preparation and adoption of annual reports.

(1) *Every municipality and every municipal entity must for each financial year prepare an annual report in accordance with this Chapter. The council of a municipality must within nine months after the end of a financial year deal with the annual report of the municipality and of any municipal entity under the municipality's sole or shared control in accordance with section 129.*

(2) *The purpose of an annual report is—*

(a) *to provide a record of the activities of the municipality or municipal entity during the financial year to which the report relates;*

(b) *to provide a report on performance against the budget of the municipality or municipal entity for that financial year; and*

(c) *to promote accountability to the local community for the decisions made throughout the year by the municipality or municipal entity.*

127. Submission and tabling of annual reports

(3) *The mayor of a municipality must, within seven months after the end of a financial year, table in the municipal council the annual report of the municipality and of any municipal entity under the municipality's sole or shared control.*

129. Oversight reports on annual reports

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- (1) *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.*

4. BACKGROUND

1. The 2024/25 Annual Report was tabled to Council on the 30 January 2026 and was adopted. The Annual Report RB9.1.1/30-01-2026 was published and an invitation for representation from the community was requested (Notice 12/2026). Closure for community representation was on the 27 February 2026. No representations were received.

4.1. 2024/25 ANNUAL REPORT CONSULTATION AND ADOPTION PROCESS BY THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE

In terms of Council Resolution, a Municipal Public Accounts Committee (MPAC) was established in terms of Section 79 of the Structures Act, 1998. In terms of the Terms of 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.

MPAC currently consists of the following members.

- i) Cllr W. Farmer (Chairperson)
- ii) Cllr. E. Marshall
- iii) Cllr. Y. Blaauw

4.2. OVERSIGHT REPORT

The adoption of the Oversight Report is the final major step in the annual reporting process of a municipality. Section 129 of the MFMA required the Council to consider the annual reports of its municipality and to adopt an Oversight Report containing the Council's comments.

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The oversight report must include a statement whether the Council:

- Has approved the annual report, with or without reservations,
- Has rejected the annual report, or
- Has referred the annual report back for revision of those components that can be reviewed.

National Treasury issued Circular 32 on March 2006 on the preparation of Oversight Reports and provides guidelines on the processes to be followed in the adoption of the Oversight Reports to which this report conforms.

The Oversight Report is a separate product from the Annual Report. The Annual Report is submitted to the Council by the Accounting Officer and the Executive Mayor and is part of the process for discharging accountability by the Executive and Administration for their performance in achieving objective goals set by the municipality in the financial year under review. The Oversight Report follows consideration and consultation on the Annual Report and is considered a report of the municipal council.

4.3. ADOPTION AND PUBLIC CONSULTATION PROCESS

The Annual Report 2024/25, was submitted to council and was adopted RB9.1.1/30-01-2026.

The Annual Report 2024/25 was tabled to Council on 30 January 2026 in compliance with the Municipal Finance Management Act (MFMA), no 56 of 2003 which requires under Section 127(2):

(2) "The Mayor of a municipality must, within seven months after the end of a financial year, table in the municipal council the annual report of the municipality."

(3) "If the mayor, for whatever reason, is unable to table in the council the annual report of the municipality, or the annual report of any municipal entity under the municipality's sole or shared control, within seven months after the end of the financial year to which the report relates, the mayor must –

(a) promptly submit to the council a written explanation referred to in section 133(1)(a) setting out the reasons for the delay, together with any components of the annual report listed in section 121(3) or (4) that are ready; and

(b) submit to the council the outstanding annual report or the outstanding components of the annual report as soon as may be possible".

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The Annual Report 2024/25 was made public on the municipal website within five (days) and within seven (7) days notified the local community after it was approved by Council.

Members of the community and other stakeholders were invited to submit written comments/inputs into the Annual Report during February 2026. In addition, the Annual Report 2024/25 was also made available at all municipal offices, libraries and municipal website.

The Annual Report was furthermore also submitted in terms of Section 127(5)(b) to the Auditor General of South Africa, Provincial Treasury (Western Cape) and the Department of Local Government (Western Cape).

The closing date for public comments were on 27 February 2026. No submissions from the public were received.

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The Auditor General provided the following input on the Annual Report:
Inconsistencies:

Section/Chapter	page	Annual Report	Consistent	Auditor's comments																
1.5 Auditor General Report	23	<p>Annual Report</p> <ul style="list-style-type: none"> Unqualified audit with findings. The financial statements contain material misstatements. When we report a clean audit, our findings have been used in other reporting or predetermined objectives @ our compliance with legislation, or from these aspects. Qualified audit opinion. The financial statements contain material misstatements in specific amounts, or these misstatements are not material. 	No	Definition of unqualified with findings is incorrect. First sentence should read "The financial statements are free from material misstatements or contain no material misstatements."																
5.4 Asset management	180	<p>5.4. ASSET MANAGEMENT</p> <p>5.4.1. REPAIRS AND MAINTENANCE</p> <table border="1"> <thead> <tr> <th rowspan="2">Description</th> <th colspan="2">2023/24</th> <th colspan="2">2024/25</th> <th rowspan="2">Budget variance %</th> </tr> <tr> <th>Actual (Audited Outcome)</th> <th>Original Budget</th> <th>Adjustment Budget</th> <th>Actual</th> </tr> </thead> <tbody> <tr> <td>Repairs and Maintenance Expenditure</td> <td>29 688</td> <td>33 759</td> <td>34 035</td> <td>31 078</td> <td>8.74</td> </tr> </tbody> </table> <p>Table 279 - Repairs and Maintenance</p> <ul style="list-style-type: none"> The current ratio to address and maintain capital is 1.7:1 in comparison with 1.1:1 of the year prior. The average number of repairs and maintenance days is 111 days in comparison with 110 days the prior year. 	Description	2023/24		2024/25		Budget variance %	Actual (Audited Outcome)	Original Budget	Adjustment Budget	Actual	Repairs and Maintenance Expenditure	29 688	33 759	34 035	31 078	8.74	No	Amount per note 11.1 is R12 874 780 for repairs on PPE. Please indicate how we can align the R31 078 000 to the AFS?
Description	2023/24			2024/25		Budget variance %														
	Actual (Audited Outcome)	Original Budget	Adjustment Budget	Actual																
Repairs and Maintenance Expenditure	29 688	33 759	34 035	31 078	8.74															
Mayor's message	4		No	Incorrect ratios, the ratios per our calculations are - 1.7:1 (2025) and 1.2:1 (2024) Incorrect, the ratios per our calculations are - 82 and 111 days. The days are 1 day short																

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2.11 Supply Chain Management

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The bid adjudication committee awarded **20 bids** with an estimated value of R47 900 572 million. The highest bids awarded by the bid adjudication committee are as follows:

Bid number	Title of bid	Directorate and section	Successful bidder	Value of bid awarded (inclusive of all costs)
EED 117/2024-2025	Gravwater: Construction of multi-purpose centre	Technical Services	Rodpaal Construction T/A Construction	16 619 983.57
EED 37/2024-2025	Upgrading of roads and stormwater phase 2 - Graaffwater	Technical Services	Westland Construction (Pty) Ltd	4 200 166.05
EED 05/2024-2025	Clanwilliam Water Filters	Technical Services	Westland Construction (Pty) Ltd	4 200 166.05
EED 35/2024-2025	Clanwilliam wastewater treatment works fencing	Technical Services	Rodpaal Construction T/A Construction	3 018 767.65
EED 12/2024-2025	Upgrading of medium and low voltage networks in Clanwilliam, Graaffwater and Lamberts Bay	Technical Services	Anchor Powerlines (Pty) Ltd	3 584 156.46
EED 30/2023-2025	Lamberts Bay: Waditf Tanks	Technical Services	Corecon (Pty) Ltd	3 037 226.02

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Tender amount for CED 37/2024-25 should be R9 218 466,13 per Tender register submitted for audit.

3.3.2. Highlights: Water Services

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Table 35 Highest Bid Awarded by Bid Adjudication Committee

3.3.2. HIGHLIGHTS IN THE FINANCIAL STATEMENTS

Information pertaining to the Audit Report for 2024/25

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1. The section still reflects as pending from Audit report. As the Audit report has been signed, kindly remove the sentence or advise if still applicable.

2. The section is missing the Restatement of Corresponding Figures paragraph. Kindly assist to ensure alignment with the Audit report.

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TL9	TL9 - The percentage of the municipal capital budget actually spent on capital projects as at 30 June 2025 (Actual amount spent on capital projects/Total amount budgeted for capital projects)X100	90%		TL 9	Financial viability measured in terms of the municipality's ability to meet its service debt obligations as at 30 June 2026 [(Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / (Total Operating Revenue - Operating Conditional Grant) x 100]	45%	Page 147	FALSE	FALSE
TL16	TL16 - Number of residential account holders that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and billed for the service as at 30 June 2025	6047		TL 16	Number of residential account holders with electricity which are connected to the municipal electrical infrastructure network (credit and prepaid electrical metering) (Excluding Eskom areas) and billed for the service as at 30 June 2026	7 017	Page 143	FALSE	FALSE
TL17	TL17 - Number of residential account holders with electricity which are	7017		TL 17	Number of residential account holders with sanitation services	5 172	Page 143	FALSE	FALSE

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TL18	connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and billed for the service as at 30 June 2025			which are connected to the municipal wastewater (sanitation/sewerage) network and are billed for sewerage service, irrespective of the number of water closets (toilets) as at 30 June 2026				
TL18	TL18 - Number of residential account holders with sanitation services which are connected to the municipal waste water (sanitation/sewerage) network and are billed for sewerage service, irrespective of the number of water closets (toilets) as at 30 June 2025	5172	TL18	Number of residential account holders for which refuse is removed once per week and billed for the service as at 30 June 2026	6 001	Page 144	FALSE	FALSE
TL19	TL19 - Number of residential account holders for which refuse is removed once per week and billed for the service as at 30 June 2025	6001	TL19	Provide free basic water to indigent households as per the requirements in the indigent policy as at 30 June 2026	2 244	Page 144	FALSE	FALSE

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TL20	TL20 - Provide free basic water to indigent households as per the requirements in the indigent policy as at 30 June 2025	2244	TL 20	Provide free basic electricity to indigent households as per the requirements in the indigent policy as at 30 June 2026	2 289	Page 144	FALSE	FALSE
TL21	TL21 - Provide free basic electricity to indigent households as per the requirements in the indigent policy as at 30 June 2025	2289	TL 21	Provide free basic sanitation to indigent households as per the requirements in the indigent policy as at 30 June 2026	2 292	Page 144	FALSE	FALSE
TL22	TL22 - Provide free basic sanitation to indigent households as per the requirements in the indigent policy as at 30 June 2025	2292	TL 22	Provide free basic refuse removal to indigent households as per the requirements in the indigent policy as at 30 June 2026	2 355	Page 144	FALSE	FALSE
TL23	TL23 - Provide free basic refuse removal to indigent households as per the requirements in the indigent policy as at 30 June 2025	2355	TL 23	Spend 90% of the approved capital budget for the procurement of Fleet by 30 June 2026 (Actual amount spent / Total amount budgeted) X 100	90%	Page 144	FALSE	FALSE
TL 29	TL 29 - Spend 90% of the approved maintenance budget for Technical Services (Water, Waste	90%	TL 29	Complete the implementation of the Smart Meter Project by 31 December 2025	1	Page 148	FALSE	FALSE

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						FALSE	
Water, Electricity, Roads and Stormwater) by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget)x100]	TL 31	95%	TL 31 - 95% of the water samples comply with SANS 241 micro biological parameters {(Number of water samples that comply with SANS 241 indicators/Number of water samples tested)x100}	The percentage of the municipality's personnel budget actually spent on implementing its workplace skills plan by 30 June 2026	0,15%	Page 152	FALSE
TL 36	TL 36	90%	TL 36 - Spend 90% of the project budget to upgrade and refurbishment of the Clanwilliam WWTW by 30 June 2025 [(Total expenditure on project/ Approved budget for the project)x100]	Review the System of Delegations and submit to Council by 30 June 2026	1	Page 149	FALSE
TL42	TL 42	90%	TL42 - Spend 90% of the budget for the upgrade of roads and stormwater	Procurement of Fire Truck by 31 March 2026	1	Page 151	FALSE

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TL46	infrastructure in Graafwater by 30 June 2025 [(Total expenditure on the project/ Approved capital budget for the project)x100]	90%	TL 46	Spend 100% of the MIG grant by 30 June 2026 [(Actual expenditure on MIG funding received / total MIG funding received) x 100]	100%	Page 144	FALSE	FALSE
TL47	TL46 - Spend 90% of the approved ISUPG budget for the installation of water services of Clanwilliam Khayelitsha by 30 June 2025 [(Total expenditure on project/ Approved budget for the project)x100]	90%	TL 47	95% of the water samples comply with SANS 241 micro biological parameters {(Number of water samples that comply with SANS 241 indicators / Number of water samples tested) x 100}	95%	Page 144	FALSE	FALSE
TL 72	TL 72 - Spend 90% of the project budget for the upgrade of roads in Cederberg by 30	90%	TL 72	Spend 90% of the approved budget for the Refurbishment of the Overheadline of the town in	90%	Page 147	FALSE	TRUE

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June 2025 [(Total Actual expenditure on the project/ Approved capital budget for the project)x 100]		Graaffwater by 30 June 2026 (Total actual expenditure on the project + approved capital budget for the project x 100)	
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The response by the Chief Financial Officer on the above comments to the AG were: I do wish to state that you have incorrectly compared “performance reconciliation” between 2025 targets and 2026 targets.

TL20	TL20 - Provide free basic water to indigent households as per the requirements in the indigent policy as at 30 June 2025	2244	TL 20	Provide free basic electricity to indigent households as per the requirements in the indigent policy as at 30 June 2026	2 289	Page 144
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Do note the dates in each indicator, left is 30 June 2025 and right is 30 June 2026. You are comparing two different periods.

The “inconsistencies identified” was responded to and agreed corrections was done.

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The process of the finalization and approval of the 2024/25 Annual Report is set out in the table below:

ACTIVITY DESCRIPTION	PROVIDE FOR BY
Preparation of annual financial statements of the municipality and submission to the Auditor General	MFMA Section 122(1)(2)
Receipt of final report from Auditor General	MFMA Section 126(3)(b)
Tabling of Annual Report in Council by Executive Mayor	MFMA Section 127(2)
Allowing for comment by Community and relevant state organs	MFMA Section 127(5)(a) & (b)
Corrective actions to AG's opinion formulated and tabled in Council	MFMA Section 121(3)(g)
Consideration and adoption of Annual Report and Oversight Report	MFMA Section 129(1)
Submission of Annual Report and Oversight Report to AG, Provincial Treasury and MEC: Local Government	MFMA Section 129(2)(b)
Communication of final Annual Report and Oversight Report (website, hard copies and other mediums)	MFMA Section 129(3)

4.4. MATTERS DISCUSSED BY MPAC ON 12 March 2026

MPAC met on to discuss and consider the adoption of the 2024/25 Annual Report. The Committee discussed the following aspects of the report.

4.4.1. Annual Report

The annual report was presented to MPAC with the focus on the 2024/25 annual performance.

4.4.2. Annual Financial statements

The Annual Financial Statements were presented to MPAC.

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4.4.3. Audit Report

The following paragraphs are extracted from the Audit Report of 2024/25:

Opinion

Paragraph 2:

In my opinion the financial statements present fairly, in all material respects, the financial position of the Cederberg Municipality as at 30 June 2025, and its financial performance and cash flows for the year then ended in accordance with The Standards of Generally Recognised Accounting Practice (GRAP) and the requirements of the Municipal Accounting Practice (SA Standards of GRAP) and the requirements of the Municipal Finance Management Act 56 of 2003 (MFMA) and the Division of Revenue Act 9 of 2022 (DoRA).

Report on the audit of the annual performance report

Paragraph 18:

In accordance with the Public Audit Act 25 of 2004 (PAA) and the general notice issued in terms thereof, I must audit and report on the usefulness and reliability of the reported performance information against predetermined objectives for the selected material performance indicators presented in the annual performance report. The accounting officer is responsible for the preparation of the annual performance report.

Paragraph 19:

I selected the following material performance indicators related to strategic objective 1: Improve and sustain basic service delivery and infrastructure development presented in the annual performance report for the year ended 30 June 2025. I selected those indicators that measures the municipality's performance on its primary mandated functions and that is of significant national, community and public interest.

- TL9 The percentage of the municipal capital budget actually spent on capital projects as at 30 June 2025 (Actual amount spent on capital projects/Total amount budgeted for service as at 30 June 2025

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- TL16 Number of residential properties that receive piped water (credit and prepaid water metering) that is connected to the water infrastructure network and billed for the service as at 30 June 2025
- TL17 Number of residential properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering) (Excluding Eskom areas) and billed for the service as at 30 June 2025
- TL18 Number of residential properties connected to the municipal wastewater sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) and billed for the service as at 30 June 2025
- TL19 Number of residential for which refuse is removed once per week and billed for the service as at 30 June 2025
- TL 20- Provide free basic water to indigent households as per the requirements in the indigent policy as at 30 June 2025
- TL 21- Provide free basic electricity to indigent households as per the requirements in the indigent policy as at 30 June 2025
- TL 22- Provide free basic sanitation to indigent households as per the requirements in the indigent policy as at 30 June 2025
- TL 23- Provide free basic refuse removal to indigent households as per the requirements in the indigent policy as at 30 June 2025
- TL29 – Spend 90% of the approved maintenance budget for Technical Services (Water, Wastewater, Electricity, Roads and Stormwater) by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]
- TL 31 95 % of the water samples comply with SANS 241 micro biological parameters {(Number of water samples that comply with SANS 241 indicators/Numbers of water samples tested) x 100}
- TL 36 Spend 90% of the project budget for the upgrade and refurbishment of the Clanwilliam Wastewater Treatment Works by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]
- TL42 Spend 90% of the project budget for the upgrade of roads and stormwater Infrastructure in Graafwater by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]

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- TL46 Spend 90% of the approved ISUPG budget for installing water services of Clanwilliam Khayalitsha by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]
- TL47 Spend 90% of the approved for the Water Treatment Works filters in Clanwilliam by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]
- TL72 Spend 90% of the approved budget for the upgrades of roads in Cederberg by 30 June 2025 [(Actual expenditure on maintenance/total approved maintenance budget) x 100]

Paragraph 20

I evaluated the reported performance information for the material performance indicators against the criteria developed from the performance management and reporting framework, as defined in the general notice. When the annual performance report is prepared using these criteria, it provides useful information and insights to users on the municipality's planning and delivery on its mandate and objectives.

Paragraph 22

I performed the procedures to report material findings only; and not to express an assurance opinion or conclusion.

Paragraph 23:

- I did not identify any material findings on the reported performance information for the selected indicators

4.4.4. UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE

The following items with regards to unauthorised, irregular, fruitless and wasteful expenditure were discussed.

Unauthorised expenditure:

Unauthorised expenditure relates to expenditure incurred in excess of approved budget votes. This relates to the 2024-2025 financial year. Unauthorised expenditure was incurred on both capital and operational items.

Operating:

Amount: R 1 512 631

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The unauthorised expenditure related to two items which were Contribution to Leave Provision as well as Debt Impairment. Both are non-cash items. Outstanding leave days are used to calculate the non-cash leave provision. The said provision increased from R7.732m to R8.773m (increase of R1.041m) mainly due to increase of outstanding leave days from 6 999 (2023/24) to 7 605 (2024/25) days, i.e. a 8.65% increase. The drastic increase in outstanding leave days could not have been foreseen during the budget process. Debt Impairment mostly relate to invalid indigent debtors reversed at year-end. The debtors were also fully impaired. The additional impairment could not have been foresee during the budget process.

Capital: R 816

The unauthorised expenditure incurred related to a Human Settlements Development Grant where actual expenditure exceeded the allocation. The expenditure is considered trivial.

Irregular expenditure

Irregular expenditure related to a number of issues.

2024-2025 Financial Year:

Amount: R 10 294 906

Kindly refer to the Annexure B for supporting detail. Details of irregular expenditure are categorised

as follows:

- Procurement process not followed with regards to a supplier appointed by Council in 2011: R6 714 138
- Goods delivered and services rendered without an order: R 57 000
- SCM Policy exclusions not in accordance with MFMA Section 112: R 468 238
- Non-compliance with PPR 2022 - 80/20 principle not applied on quotations below R30 000: R2 381 913
- Written price quotations were not obtained from at least three different prospective suppliers: R 3 041 485
- Non-Compliance with SCM Policy 17.3 – RFQ not approved: R 14 046

MPAC also investigated the Irregular expenditure relating to fuel & oil

During the audit the AG identified irregular expenditure resulting from the tender for purchasing of fuel & oil of transactions above R 2 000 from suppliers that were

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not part of the awarded panel of service providers in tender CED33 – 2024/2025. Management performed an exercise to verify if any of this expenditure persisted and found that 8 transactions with a total value of R 8 843.84 were incurred through fuel & oil purchased outside the tender CED33 -2024/2025.

This will constitute a repeat non-compliance finding by the AG therefore MPAC must ensure this is properly investigated and where applicable, consequence management be considered.

MPAC applied its mind and decided to recommend to Council that this matter be referred to the Disciplinary Board for Financial Misconduct.

Fruitless and Wasteful expenditure

Fruitless and wasteful expenditure relates to interest earned on outstanding supplier accounts and only to one supplier. Measures have been put in place to ensure invoices are paid within 30 days.

2024-2025

Interest on overdue accounts: R 114.54

Unauthorised	1 514 263.00
Irregular	10 294 906.10
Fruitless & Wasteful	114.54
	11 809 283.64

4.4.5. OPCAR (OPERATION CLEAN AUDIT REPORT)

Attached OPCAR which was presented to the Audit Committee. That the MPAC take note of the OPCAR.

5. GENERAL COMMENTS BY MPAC ON THE AUDIT REPORT 2024/25

- MPAC discussed the historical ASLA contract and what option(s) the municipality can explore to regularize these payments.
- MPAC takes cognizance of the high legal costs of the Municipality. MPAC wants the municipality to find ways to reduce these costs. These cost savings could be applied to enhance service delivery.
- Water situation in Lamberts bay remains a concern. We take note of the controls that management put in place to ensure water security for the community.

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6. CONCLUSION

MPAC is satisfied that the 2024/25 Annual Report provides an overview of the process of financial and non-financial performance during the period under review and therefore would like to recommend the adoption thereof.

7. 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 from MPAC on the Annual Report 2024/25 of Cederberg Municipality, **ADOPTS** the Oversight Report.
2. That Council, having fully considered the Final Annual Report 2024/25, attached hereto, **ADOPTS** the Annual Report 2024/25 without reservations / with reservations;
3. Council, having fully considered the resolutions by MPAC regarding the Unauthorised, Irregular Fruitless & Wasteful expenditure, make the following recommendations:
 - a. To write off unauthorised expenditure to the amount of R 1 513 447 to 2024-25 financial year
 - b. To write off Irregular expenditure of R 10 294 906 relating to 2024-25 financial year
 - c. To write off Fruitless and wasteful expenditure amounting to R 114.54 relating to 2024-25 financial year
4. That the Oversight Report 2024/25 be made public in accordance with Section 129(3) of the MFMA, and;
5. That the Oversight Report on the Annual Report 2024/25 be submitted to the Provincial Legislature in accordance with Section 132(2) of the MFMA.
6. MPAC asked council to refer the irregular expenditure of R8 843.84 to the disciplinary board for Financial Misconduct for further consequence management.

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CLLR. Cllr W. Farmer

CHAIRPERSON:

MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC)

ANNEXURE

Annexure A: Final Annual Report 2024/25

