

Auditor-General of South Africa

**uMgungundlovu District
Municipality and its entity**

**Auditor's Report for the year ended
30 June 2024**



**AUDITOR - GENERAL
SOUTH AFRICA**

Auditing to build public confidence

Report of the auditor-general to the KwaZulu-Natal Provincial Legislature and the council on uMgungundlovu District Municipality and its entity

Report on the audit of the consolidated and separate financial statements

Opinion

1. I have audited the consolidated and separate financial statements of the uMgungundlovu District Municipality and its entity (the group) set out on pages xx to xx, which comprise the consolidated and separate statement of financial position as at 30 June 2024, consolidated and separate statement of financial performance, statement of changes in net assets, cash flow statement and the statement of comparison of budget with actual amounts for the year then ended, as well as notes to the consolidated and separate financial statements, including a summary of significant accounting policies.
2. In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the financial position of the group as at 30 June 2024 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 Finance Management Act 56 of 2003 (MFMA) and the Division of Revenue Act 5 of 2023 (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 responsibilities of the auditor-general for the audit of the consolidated and separate financial statements section of my report.
4. I am independent of the group in accordance with the International Ethics Standards Board for Accountants' International code of ethics for professional accountants (including International Independence Standards) (IESBA code) as well as other 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 code.
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.

Material allowance for impairment – Consumer debtors

7. As disclosed in note 4 to the consolidated and separate financial statements, consumer debtors were impaired by a total of R1,19 billion (2022-23: R826,27 million) as the recoverability of these debts was doubtful.

Impairment loss – Property, plant and equipment

8. As disclosed in note 9 to the consolidated and separate financial statements, property, plant and equipment were impaired by a total of R35,42 million (2022-23: R13,91 million).

Material water losses

9. As disclosed in notes 32 and 44 to the consolidated and separate financial statements, material water losses of R100,31 million (2022-23: R70,19 million) was incurred by the group which represents 36% (2022-23: 30%) of total water purchased/ produced. The water losses were mainly due to water leakages, illegal connections, faulty meters and the increase in the number of customers that were charged a flat rate tariff for water consumption.

Contingent liabilities

10. As disclosed in note 41 to the consolidated and separate financial statements, the group is the defendant in a claim from a funder for R91,77 million. The claim is in relation to work done and damages relating to various water infrastructure projects. The ultimate outcome of this claim could not be determined thus no provision for any liability that may result from the claim was made in the consolidated and separate financial statements.

Restatement of corresponding figures

11. As disclosed in note 55 to the consolidated and separate financial statements, the corresponding figures for 30 June 2023 were restated as a result of an error in the consolidated and separate financial statements of the group at, and for the year ended 30 June 2024.

Other matter

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

Unaudited disclosure note

13. In terms of section 125(2)(e) of the MFMA, the particulars of non-compliance with the MFMA should be disclosed in the financial statements. This disclosure requirement did not form part of the audit of the consolidated and separate financial statements and, accordingly, I do not express an opinion on it.

Responsibilities of the accounting officer for the consolidated and separate financial statements

14. The accounting officer is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with GRAP and the requirements of the MFMA and 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.
15. In preparing the consolidated and separate financial statements, the accounting officer is responsible for assessing the group'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 appropriate governance structure either intends to liquidate the group or to cease operations or has no realistic alternative but to do so.

Responsibilities of the auditor-general for the audit of the consolidated and separate financial statements

16. My objectives are to obtain reasonable assurance about whether the consolidated and separate 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.
17. A further description of my responsibilities for the audit of the consolidated and separate financial statements is included in the annexure to this auditor's report. This description, which is located at page xx, forms part of my auditor's report.

Report on the audit of the annual performance report

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 against predetermined objectives for the selected key performance area presented in the annual performance report. The accounting officer is responsible for the preparation of the annual performance report.
19. I selected the following key performance area presented in the annual performance report for the year ended 30 June 2024 for auditing. I selected a key performance area that measures the group's performance on its primary mandated functions and that is of significant national, community or public interest.

Key performance area	Page numbers	Purpose
Basic service delivery	XX	To ensure provision of services in a sustainable manner and measure access to sustainable quality drinking water and sanitation services to customers.

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

21. I performed procedures to test whether:

- the indicators used for planning and reporting on performance can be linked directly to the group's mandate and the achievement of its planned objectives
- all the indicators relevant for measuring the group's performance against its primary mandated and prioritised functions and planned objectives are included
- the indicators are well defined to ensure that they are easy to understand and can be applied consistently, as well as verifiable so that I can confirm the methods and processes to be used for measuring achievements
- the targets can be linked directly to the achievement of the indicators and are specific, time bound and measurable to ensure that it is easy to understand what should be delivered and by when, the required level of performance as well as how performance will be evaluated
- the indicators and targets reported on in the annual performance report are the same as those committed to in the approved initial or revised planning documents
- the reported performance information is presented in the annual performance report in the prescribed manner and is comparable and understandable
- there is adequate supporting evidence for the achievements reported' and for the measures taken to improve performance

22. I performed the procedures for the purpose of reporting material findings only; and not to express an assurance opinion or conclusion.

23. I did not identify any material findings on the reported performance information for the basic service delivery key performance area.

Other matter

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

Achievement of planned targets

25. The annual performance report includes information on reported achievements against planned targets and provides measures taken to improve performance.

26. The table that follows provides information on the achievement of planned targets and lists the key service delivery indicators that were not achieved as reported in the annual performance report. The measures taken to improve performance are included in the annual performance report on pages xx to xx.

Basic service delivery

<p><i>Targets achieved: 64%</i></p> <p><i>Budget spent: 68%</i></p>		
Key indicator not achieved	Planned target	Reported achievement
<p>Constructed 10ML reservoir - 100%, Constructed 9,2km of pipelines - 100%, Constructed 35km of reticulation pipelines - 100% for Upgrading of the Nkanyezi community water supply scheme (AFA) MIS 306637</p>	<p>Constructed 10ML reservoir - 100%, Constructed 9,2km of pipelines - 100%, Constructed 35km of reticulation pipelines - 100% for Upgrading of the Nkanyezi community water supply scheme (AFA) MIS 306637</p>	<p>Construction of 10ML reservoir - 93%, Construction 9,2km of pipelines - 99%, Construction 35km of reticulation pipelines - 96% for Upgrading of the Nkanyezi community water supply scheme (AFA) MIS 306637 by 28 June 2024</p>
<p>Constructed 53km of pipeline - 100%. Completed 3ML reservoir and 200kl elevated steel tank 100% for Mpolweni, Thokozani and Claridge extension water supply phase 2</p>	<p>Constructed 53km of pipeline - 100%. Completed 3ML reservoir and 200kl elevated steel tank 100% for Mpolweni, Thokozani and Claridge extension water supply phase 2 by 30 June 2024</p>	<p>Construction of pipeline - 99,74%. Completion 3ML reservoir and 200kl elevated steel tank - 99,73% for Mpolweni, Thokozani and Claridge extension water supply phase 2 by 28 June 2024</p>
<p>Appointed service provider for Community water supply to trust feed phase 2 (AFA) MIS 457197</p>	<p>Appointed service provider for Community water supply to trust feed phase 2 (AFA) MIS 457197 by 30 June 2024</p>	<p>Appointed service provider for Community water supply to trust feed phase 2 (AFA) MIS 457197 is not done by 30 June 2024 Tender documentation stage</p>
<p>Detailed design and construction tender documentation approved for Nadi Reticulation Phase 1 and Phase 2</p>	<p>Detailed design and construction tender documentation approved for Nadi Reticulation Phase 1 and Phase 2 by 30 June 2024</p>	<p>Draft Detailed design completed, and Construction tender documentation not done and not approved for Nadi Reticulation Phase 1 and Phase 2 by 30 June 2024</p>
<p>Developed and submitted business plan of pumpstation refurbishment for funding approval from Cogta</p>	<p>Developed and submitted business plan of pumpstation refurbishment for funding approval from Cogta by 30 June 2024</p>	<p>Developed business plan is done and submitted business plan of pumpstation refurbishment for funding approval from Cogta not done by 30 June 2024</p>
<p>Developed and submitted and Business Plan for Bulk services provision on housing development (Khayelisha, Hillside, Sedara, Lutchmans farm, Hilton Phase 4) for Council approval</p>	<p>Developed and submitted and Business Plan for Bulk services provision on housing development (Khayelisha, Hillside, Sedara, Lutchmans farm, Hilton Phase 4) for</p>	<p>Developed draft Business Plan for Bulk services provision on housing development (Khayelisha, Hillside, Sedara, Lutchmans farm, Hilton Phase 4) and not submitted for</p>

Targets achieved: 64%

Budget spent: 68%

Key indicator not achieved	Planned target	Reported achievement
	Council approval by 30 June 2024	Council approval by 30 June 2024 Inception report has been prepared by May 2024.
Appointment of service provider for KwaMathwanya Water Reticulation Scheme (Mpofana LM)	Appointment of service provider for KwaMathwanya Water Reticulation Scheme (Mpofana LM) by 30 June 2024	Appointment of service provider for KwaMathwanya Water Reticulation Scheme (Mpofana LM) not done by 30 June 2024
100% Installed 4 boreholes at uMshwathi LM and refurbished/upgraded 9 Boreholes at Impendle LM and 9 Boreholes at Mpofana LM	100% Installed 4 boreholes at uMshwathi LM and refurbished/upgraded 9 Boreholes at Impendle LM and 9 Boreholes at Mpofana LM by 30 June 2024	94% Installed 4 boreholes at uMshwathi LM and refurbished/upgraded 8 Boreholes at Impendle LM and 8 Boreholes at Mpofana LM by 30 June 2024
Collection of road condition data in Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini and Burrow pit database compiled for 7 LMs (Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini)	Visual Road condition assessments conducted in Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini LMs and Burrow pit database compiled for 7 LMs (Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini) by 30 June 2024	Visual Road condition assessments conducted in Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini LMs done and Burrow pit database not compiled for 7 LMs (Mpofana, uMngeni, Msunduzi, Impendle, Richmond, uMshwathi and Mkhambathini) by 30 June 2024
Investigated the District Integrated Transport Plan and funding model by Department of Transport	Investigated the District Integrated Transport Plan and funding model by Department of Transport by 30 June 2024	Investigated the District Integrated Transport Plan and funding model by Department of Transport not done by 30 June 2024. Still under investigation
Installed 844 VIP toilets within uMgungundlovu District Municipality and its entity - 166 VIP toilets in uMshwathi, 204 VIP toilets in Impendle, installation of 198 VIP toilets in Mkhambathini, 48 VIP toilets in Umngeni, 180 VIP toilets in Richmond, 48 VIP toilets in Mpofana by 30 June 2024	Installed 844 VIP toilets within uMgungundlovu District Municipality and its entity - 166 VIP toilets in uMshwathi, 204 VIP toilets in Impendle, installation of 198 VIP toilets in Mkhambathini, 48 VIP toilets in Umngeni, 180 VIP toilets in Richmond, 48 VIP toilets in Mpofana by 30 June 2024	Installed 746 VIP toilets within uMgungundlovu District Municipality and its entity - 109 VIP toilets in uMshwathi, 0 VIP toilets in Impendle, installation of 200 VIP toilets in Mkhambathini, 240 VIP toilets in Umngeni, 160 VIP toilets in Richmond, 37 VIP toilets in Mpofana by 30 June 2024
Installed 861 VIP Toilets within uMgungundlovu District Municipality and its entity uMshwathi 143, Umngeni 143,	Installed 861 VIP Toilets within uMgungundlovu District Municipality and its entity -	Installed 420 VIP Toilets within uMgungundlovu District Municipality and its entity - Umngeni 70 , Mpofana 70,

<p><i>Targets achieved: 64%</i></p> <p><i>Budget spent: 68%</i></p>		
Key indicator not achieved	Planned target	Reported achievement
Mkhambathini 143, Richmond 143, Mpofana 143 and Impendle 146	uMshwathi 143, Umngeni 143, Mkhambathini 143, Richmond 143, Mpofana 143 and Impendle 146 by 30 June 2024	Impendle 70, Umshwathi 70, Mkhambathini 70, Richmond 70 by 30 June 2024
Non-revenue water losses reduced to 30%	Non-revenue water losses reduced to 30% by June 2024	Non-revenue water losses reduced to 36,1% by June 2024

Report on compliance with legislation

27. In accordance with the PAA and the general notice issued in terms thereof, I must audit and report on compliance with applicable legislation relating to financial matters, financial management and other related matters. The accounting officer is responsible for the group's compliance with legislation.
28. I performed procedures to test compliance with selected requirements in key legislation in accordance with the findings engagement methodology of the Auditor-General of South Africa (AGSA). This engagement is not an assurance engagement. Accordingly, I do not express an assurance opinion or conclusion.
29. Through an established AGSA process, I selected requirements in key legislation for compliance testing that are relevant to the financial and performance management of the group, clear to allow consistent measurement and evaluation, while also sufficiently detailed and readily available to report in an understandable manner. The selected legislative requirements are included in the annexure to this auditor's report.
30. The material findings on compliance with the selected legislative requirements, presented per compliance theme, are as follows:

Annual financial statements

31. The consolidated and separate 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 on current liabilities and disclosure items identified by the auditors in the submitted financial statements were subsequently corrected resulting in the consolidated and separate financial statements receiving an unqualified audit opinion.

Expenditure management

32. Reasonable steps were not taken to prevent irregular expenditure amounting to R169,45 million, as disclosed in note 46 to the annual financial statements, in contravention of section 62(1)(d) of the MFMA. The majority of the disclosed irregular expenditure was due to non-compliance with supply chain management (SCM) regulations.

33. Reasonable steps were not taken to prevent unauthorised expenditure amounting to R186,53 million, as disclosed in note 47 to the annual financial statements, in contravention of section 62(1)(d) of the MFMA. The majority of the unauthorised expenditure was due to actual expenditure exceeding the approved adjusted budget for different votes where debt impairment was the major contributing factor to this expenditure.

Procurement and contract management

34. Some of the goods and services within the prescribed transaction values for formal written price quotations were procured without obtaining the required price quotations, in contravention of SCM regulation 17(1)(a) and (c).

Other information in the annual report

35. The accounting officer is responsible for the other information included in the annual report. The other information referred to does not include the consolidated and separate financial statements, the auditor's report and the selected key performance area presented in the annual performance report that have been specifically reported on in this auditor's report.
36. My opinion on the consolidated and separate financial statements, the report on the audit of the annual performance report and the report on compliance with legislation do not cover the other information included in the annual report and I do not express an audit opinion or any form of assurance conclusion on it.
37. My responsibility is to read this other information and, in doing so, consider whether it is materially inconsistent with the consolidated and separate financial statements and the selected key performance area presented in the annual performance report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.
38. I did not receive the other information prior to the date of this auditor's report. When I do receive and read this information, 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

39. I considered internal control relevant to my audit of the consolidated and separate financial statements, annual performance report and compliance with applicable legislation; however, my objective was not to express any form of assurance on it.
40. The matters reported below are limited to the significant internal control deficiencies that resulted in the material findings on compliance with legislation included in this report.
41. The accounting officer and chief financial officer did not effectively oversee the financial reporting process. Key issues regarding the quality of financial statements and supporting

evidence were not identified and corrected before the audit. Additionally, the audit action plan to address internal control deficiencies from the previous year was not monitored adequately and/or the actions taken were insufficient to resolve these deficiencies, resulting in repeat findings.

Material irregularities

42. In accordance with the PAA and the Material Irregularity Regulations, I have a responsibility to report on material irregularities identified during the audit and on the status of material irregularities as previously reported in the auditor's report.

Material irregularities identified during the audit

43. The material irregularities identified are as follows:

Additional costs incurred and paid for partial suspension of projects due to budget constraints

44. I identified a material irregularity during the audit and notified the accounting officer on 31 January 2024, as required by material irregularity regulation 3(2). The group incurred and paid additional expenditure to multiple suppliers due to the partial suspension of works for water projects. This was caused by limited funds available for the infrastructure projects. The lack of proper project planning, including not conducting reasonable assessment of all projects and affordability thereof, has resulted in the group over committing and failing to meet some of its commitments.

45. The accounting officer failed to comply with sections 62(1)(a) of the MFMA which states that the accounting officer of the group is responsible for managing the financial administration of the group and must for this purpose take all reasonable steps to ensure that the resources of the group are used effectively, efficiently and economically.

46. A service provider was appointed to investigate whether anyone could be held accountable for the fruitless and wasteful expenditure, and it was concluded that no one was found liable. Based on the investigation report the group has received value for its money in all projects in which the fruitless and wasteful expenditure was incurred and there was no substantial hindrance to public service delivery. In other words, the group has not suffered any financial loss, and it follows that there is no expenditure to recover.

47. In a special council meeting held on 22 August 2024, the Council resolved that fruitless and wasteful expenditure is certified as irrecoverable and resolves that it be written-off and an application be submitted to NT to condone non-compliance with MFMA and/or regulations. Council also resolved that a project management unit that will be responsible for municipal infrastructure grant (MIG) funding for infrastructure projects, coordination of infrastructure projects, project feasibility/business plans, contract/project management, project related capacity building, monitoring and reporting and evaluation, including assessment of the impact of MIG programme be considered by the municipal manager. Council further resolved that the report be submitted to the disciplinary board for further investigation relating to consequence

management against any official and to establish whether disciplinary action should be imposed.

48. I will do a further follow-up of the consequence management for any transgressions identified from the further investigations. This material irregularity will be included in next year's auditor's report.

Status of previously reported material irregularities

Failure to implement credit control policy and debt collection policy

49. The accounting officer did not implement the provisions of its credit control and debt collection policy to recover long outstanding debtors' balances, resulting in debtors amounting to R502,60 million (incl. VAT) being written off as irrecoverable in the 2021-22 financial year.
50. This is in contravention of section 62(f)(iii) of the MFMA which states that the accounting officer of a municipality is responsible for managing the financial administration of the group and must for this purpose take all reasonable steps to ensure that the group has and implements a credit control and debt collection policy referred to in section 96(b) of the Municipal Systems Act No. 32 of 2000. The non-compliance has resulted in a material financial loss of R436,41 million (excl. VAT).
51. The accounting officer was notified of the material irregularity on 31 January 2023 and invited to make a written submission on the actions taken or to be taken to address the matter.
52. The accounting officer responded to the notification with actions that will be taken to address the material irregularity. The initial plan of updating customer information by the municipal staff was abandoned and a decision was later taken to appoint three service providers at the end of June 2024 to perform customer audits and report back to the group.
53. Currently, the group is undergoing a data cleansing process for all affected customers to obtain relevant information for the correct application of the credit and debt collection policy. This process includes the assistance of all local municipalities and ward councillors and amakhosi within the district and the process is anticipated to be concluded by 30 June 2025.
54. I will follow up on the implementation of the planned actions during my next audit.

Other reports

55. In addition to the investigations relating to material irregularities, I draw attention to the following engagements conducted by various parties. These reports did not form part of my opinion on the consolidated and separate financial statements or my findings on the reported performance information or compliance with legislation.

56. An independent consultant is investigating alleged financial misconduct within the revenue services at the request of the group, which covers the period July 2017 to June 2018. The investigation commenced in June 2021 and was still in progress at the date of this auditor's report.

Auditor General

Pietermaritzburg

12 December 2024



AUDITOR - GENERAL
SOUTH AFRICA

Auditing to build public confidence

Annexure to the auditor's report

The annexure includes the following:

- The auditor-general's responsibility for the audit
- The selected legislative requirements for compliance testing

Auditor-general's responsibility for the audit

Professional judgement and professional scepticism

As part of an audit in accordance with the ISAs, I exercise professional judgement and maintain professional scepticism throughout my audit of the consolidated and separate financial statements and the procedures performed on reported performance information for selected key performance area and on the group's compliance with selected requirements in key legislation.

Financial statements

In addition to my responsibility for the audit of the consolidated and separate financial statements as described in this auditor's report, I also:

- identify and assess the risks of material misstatement of the consolidated and separate 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 group's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made
- conclude on the appropriateness of the use of the going concern basis of accounting in the preparation of the consolidated and separate financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists relating to events or conditions that may cast significant doubt on the ability of the municipality and its entity 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 consolidated and separate financial statements about the material uncertainty or, if such disclosures are inadequate, to modify my opinion on the consolidated and separate 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 group to cease operating as a going concern
- evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and determine whether the consolidated

and separate 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

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.

I also provide the accounting officer with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and, where applicable, actions taken to eliminate threats or safeguards applied.

Compliance with legislation – selected legislative requirements

The selected legislative requirements are as follows:

Legislation	Sections or regulations
Municipal Finance Management Act 56 of 2003	Section 1 - Paragraph (a), (b) & (d) of the definition: irregular expenditure, Section 1 - Definition: service delivery and budget implementation plan, Sections 11(1), 13(2), 14(1), 14(2)(a), 14(2)(b), 15, 24(2)(c)(iv), 29(1), Sections 29(2)(b), 32(2), 32(2)(a), 32(2)(a)(i), 32(2)(a)(ii), 32(2)(b), Sections 32(6)(a), 32(7), 53(1)(c)(ii), 54(1)(c), 62(1)(d), 62(1)(f)(i), Sections 62(1)(f)(ii), 62(1)(f)(iii), 63(1)(a), 63(2)(a), 63(2)(c), 64(2)(b), Sections 64(2)(c), 64(2)(e), 64(2)(f), 64(2)(g), 65(2)(a), 65(2)(b), 65(2)(e), Sections 72(1)(a)(ii), 112(1)(j), 116(2)(b), 116(2)(c)(ii), 117, 122(1), Sections 122(2), 126(1)(a), 126(1)(b), 127(2), 127(5)(a)(i), 127(5)(a)(ii), Sections 129(1), 129(3), 133(1)(a), 133(1)(c)(i), 133(1)(c)(ii), 170, Sections 171(4)(a), 171(4)(b)
MFMA: Municipal Budget and Reporting Regulations, 2009	Regulations 71(1), 71(2), 72
MFMA: Municipal Investment Regulations, 2005	Regulations 3(1)(a), 3(3), 6, 7, 12(2), 12(3)
MFMA: Municipal Regulations on Financial Misconduct Procedures and Criminal Proceedings, 2014	Regulations 5(4), 6(8)(a), 6(8)(b), 10(1)
MFMA: Municipal Supply Chain Management Regulations, 2017	Regulations 5, 12(1)(c), 12(3), 13(b), 13(c), 13(c)(i), 16(a), 17(1)(a), Regulations 17(1)(b), 17(1)(c), 19(a), 21(b), 22(1)(b)(i), 22(2), 27(2)(a), Regulations 27(2)(e), 28(1)(a)(i), 28(1)(a)(ii), 29(1)(a), 29(1)(b), Regulations 29(5)(a)(ii), 29(5)(b)(ii), 32, 36(1), 36(1)(a), 38(1)(c), Regulations 38(1)(d)(ii), 38(1)(e), 38(1)(g)(i), 38(1)(g)(ii), 38(1)(g)(iii), 43, Regulations 44, 46(2)(e), 46(2)(f)

Legislation	Sections or regulations
Municipal Systems Act 32 of 2000	Sections 25(1), 26(a), 26(c), 26(h), 26(i), 29(1)(b)(ii), 29(3)(b), 34(a), 34(b), Sections 38(a), 41(1)(a), 41(1)(b), 41(1)(c)(ii), 42, 43(2), 56(a), 57(2)(a), Sections 57(4B), 57(6)(a), 66(1)(a), 66(1)(b), 67(1)(d), 74(1), 93J(1), 96(b)
MSA: Municipal Planning and performance Management Regulations, 2001	Regulations 2(1)(e), 2(3)(a), 3(3), 3(4)(b), 3(6)(a), 7(1), 8, 9(1)(a), 10(a), Regulations 12(1), 15(1)(a)(i), 15(1)(a)(ii)
MSA: Municipal Performance Regulations for Municipal Managers and Managers directly Accountable to Municipal Managers, 2006	Regulations 2(3)(a), 4(4)(b), 8(1), 8(2), 8(3)
MSA: Regulations on Appointment and Conditions of Employment of Senior Managers, 2014	Regulations 17(2), 36(1)(a)
MSA: Disciplinary Regulations for Senior Managers, 2011	Regulations 5(2), 5(3), 5(6), 8(4)
Annual Division of Revenue Act	Section 11(6)(b), 12(5), 16(1); 16(3)
Construction Industry Development Board Act 38 of 2000	Section 18(1)
Construction Industry Development Board Regulations	Regulations 17, 25(7A)
Municipal Property Rates Act 6 of 2004	Section 3(1)
Preferential Procurement Policy Framework Act 5 of 2000	Sections 2(1)(a), 2(1)(f)
Preferential Procurement Regulations, 2017	Regulations 4(1), 4(2), 5(1), 5(3), 5(6), 5(7), 6(1), 6(2), 6(3), 6(6), 6(8), Regulations 7(1), 7(2), 7(3), 7(6), 7(8), 8(2), 8(5) 9(1), 10(1), 10(2), Regulations 11(1), 11(2)
Preferential Procurement Regulations, 2023	Regulations 4(1), 4(2), 4(3), 4(4), 5(1), 5(2), 5(3), 5(4)
Prevention and Combating of Corrupt Activities Act 12 of 2004	Section 34(1)