INGQUZA HILL LOCAL MUNICIPALITY

Audit Report

For the year ended 30 June 2023

AUDITOR-GENERAL SOUTH AFRICA

Auditing to build public confidence

Report of the auditor-general to Eastern Cape Provincial legislature and council on the Ingquza Hill Local Municipality

Report on the audit of the financial statements

Qualified opinion

1. I have audited the financial statements of the Ingquza Hill Local Municipality set out on pages xx to xx, which comprise the statement of financial position as at 30 June 2023, statement of financial performance, statement of changes in net assets, cash flow statement and statement of comparison of budget and actual amounts for the year then ended, as well as notes to the financial statements, including a summary of significant accounting policies.

2. In my opinion, except for the effects and possible effects of the matters described in the basis for qualified opinion section of the auditor's report, the financial statements present fairly, in all material respects, the financial position of the Ingquza Hill Local Municipality as at 30 June 2023 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 2022(Dora).

Basis for qualified opinion

Property, plant and equipment

3. The municipality did not account for property, plant and equipment in accordance with GRAP 17, Property, plant and equipment. The opening balances of the infrastructure assets were not correctly valued due to the incorrect calculation of the accumulated depreciation. Consequently, infrastructure assets was understated by R5,3 million as disclosed in note 10 to the financial statements. Additionally, there was an impact on the accumulated surplus in the financial statements.

4. The municipality did not account for property, plant and equipment in accordance with GRAP 17, Property, plant and equipment. Movable assets were not correctly valued due to the some of the assets being recorded twice in the fixed assets register. Consequently, plant and machinery, motor vehicles and IT equipment was overstated by R9,8 million as disclosed in note 10 to the financial statements.

5. Furthermore, the municipality did not account for property, plant and equipment – Work in progress in accordance with GRAP 17, Property, plant and equipment. Some of the costs in the work in progress opening balance were recorded at incorrect amounts, while the costs of some of the projects were recorded twice. Consequently, work in progress was overstated by R9,2 million (2022: R12,9 million) as disclosed in note 10 to the financial statements. Additionally, there was an impact on Payables from exchange transactions and accumulated surplus.

6. During 2022, I was unable to obtain sufficient appropriate audit evidence for asset disposals and asset transfers to infrastructure due to the status of accounting records. I was unable to confirm the validity of these movements by alternative means. Consequently, I was unable to determine whether any adjustments were necessary to the prior year Infrastructure Transfers and Disposals, stated at R174,7 million and R2,9 million respectively in note 10 to the financial statements. My opinion on the current year financial statements was also modified because of the possible effect of this matter on the closing balance for property, plant and equipment at 30 June 2023

Investment properties

7. The municipality did not account for investment properties in accordance with GRAP 16, Investment properties. As disclosed in note 51 to the financial statements, the municipality voluntarily changed the measurement basis after recognition from the fair value model to the cost model as its accounting policy for investment property in the current year. To account for the change, the prior year figures were restated; however, the municipality did not apply the GRAP 16 principles appropriately in changing the accounting policy. Consequently, the opening balances for investment property, as disclosed in note 9 to the financial statements, was understated by R399,6 million. Additionally, there was an impact on the fair value adjustments for the current year by an undeterminable amount and the closing balance of Investment Property at 30 June 2023 stated at R518,2 million. This error also affected the accumulated surplus in the current year financial statements.

Payables from exchange transactions

8. The municipality did not account for payables from exchange transactions in accordance with GRAP 1, Presentation of financial statements. purchase orders issued after year end were incorrectly classified as trade creditor accruals at 30 June 2023. Consequently, payables from exchange transactions were overstated by R16,6 million

Statutory receivables

9. I was unable to obtain sufficient appropriate audit evidence for statutory receivables due to the status of the accounting records. This was due to the auditee not having systems in place to estimate the provision for impairment for each statutory receivable debtor. I could not confirm the provision for impairment statutory receivables by alternative means. Consequently, I was unable to determine whether any adjustments were necessary to the allowance for impairment for traffic fines debtors stated at R4,9 million (2021:22 R3,7 million) in note 6 to the financial statements.

Segment information

10. I was unable to obtain sufficient appropriate audit evidence to determine the full extent of the segment information as the municipality did not have systems and processes in place to identify and allocate the various revenue and expenditure amounts of different reportable segments in the segment information note. I could not confirm the full extent of the segment information by alternative means. Consequently, I was unable to determine whether any adjustments were necessary to segment information, disclosed in note 52 to the financial statements.

Statement of changes in net assets

11. I was unable to obtain sufficient appropriate audit evidence for prior year adjustments as recorded in the statement of changes in net asset due to the status of accounting records. I was unable to confirm the total changes in net assets by other means. Consequently, I was unable to determine whether any adjustments were necessary to the accumulated surplus and total net assets both stated at R1,4 billion in the statement of changes in net assets.

General expenditure (Comparative)

12. During 2022, I was unable to obtain sufficient appropriate audit evidence for general expenditure due to the status of accounting records. I was unable to confirm the expenditure by alternative means. Consequently, I was unable to determine whether any adjustments were necessary to the corresponding figure of general expenditure, stated at R75,5 million.

Employee related costs (Comparative)

13. During 2022, Employee related costs were not accounted for as required by GRAP 1, Presentation of financial statements in the prior year, as overtime payments were recorded at incorrect values and some of the claims for overtime did not have valid supporting documents. These misstatements together with other misstatements resulted in the corresponding figures to employee-related costs as disclosed in note 29 to the financial statements being overstated by R10,4 million. My opinion on the current year financial statements is modified because of the effect of this matter on the comparability of the employee related costs for the current year.

Context for opinion

14. 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 financial statements section of my report.

15. I am independent of the municipality 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.

16. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of matters

17. I draw attention to the matters below. My opinion is not modified in respect of these matters.

Irregular expenditure

18. As disclosed in note 46 to the financial statements, irregular expenditure to the amount of R3,4 million was incurred, as a result of continued expenditure incurred on contract whose proper tender process had not been followed in the previous year.

Restatement of prior year figures

19. As disclosed in note 51 to the financial statements, the corresponding figures for 30 June 2022 were restated as a result of an error in the financial statements of the municipality at, and for the year ended, 30 June 2023

Other matters

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

Unaudited disclosure notes

21. In terms of section 125(2) (e) of the MFMA, the municipality is required to disclose particulars of non-compliance with the MFMA in the financial statements. This disclosure requirement did not form part of the audit of the financial statements and, accordingly, I do not express an opinion on it.

Responsibilities of the accounting officer for the financial statements

22. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with the standards of 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.

23. In preparing the financial statements, the accounting officer is responsible for assessing the municipality'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 municipality or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the auditor-general for the audit of the financial statements

24. My objectives are to obtain reasonable assurance about whether the 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.

25. A further description of my responsibilities for the audit of the financial statements is included in the annexure to this auditor's report.

Report on the audit of the annual performance report

26. 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.

27. I selected the following key performance area presented in the annual performance report for the year ended 30 June 2023 for auditing. I selected a key performance area that measure the municipality'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 provide basic service delivery through infrastructure development in an environmentally friendly manner.

28. 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 municipality's planning and delivery on its mandate and objectives.

29. I performed procedures to test whether:

- the indicators used for planning and reporting on performance can be linked directly to the municipality's mandate and the achievement of its planned objectives
- 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
- there is adequate supporting evidence for the achievements reported and for the measures taken to improve performance

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

31. The material findings on the reported performance information for the selected key performance area are as follows:

Basic service delivery

40% completion of Qhamangweni Bridge in Ward 11

32. An achievement of construction of Qhamangweni bridge was reported in the annual performance report. However, the target in the approved service delivery and budget implementation plan and integrated development plan was construction of Qhamangweni access road. Furthermore, there was no link between the indicator of 40% completion of Qhamangweni Bridge in Ward 11 and the planned target of 40% completion of Qhamangweni Access Road by 30 June 2023.

33. A measure of the contractor committing more resources to the project was reported to improve the performance against the target of 40% completion of Qhamangweni Access Road by 30 June 2023. I could not determine if the measure was correct, as adequate supporting evidence was no provided for auditing.

100% Installation of 338h/h in ward 6 and 7 by June 2023

34. An achievement of installation of electricity infrastructure to 338 house households was reported in the annual performance report. However, the planned target in the approved service delivery and budget implementation plan and integrated development plan was connection of 338 household to the electricity grid by 30 June 2023. Furthermore, there was no link between the indicator of 100% Installation of 338h/h in ward 6 and 7 by June 2023 and the planned target of 100% connection of 338h/h in ward 6 and 7 by June 2023.

1000m2 of roads rehabilitated by 30 June 2023

35. The indicator was included in the approved service delivery and budget implementation plan and integrated development plan but then not clearly defined during planning processes. It was also not determined how the related target(s) would be measured and what evidence would be needed to support the achievement(s). Consequently, I could not confirm the reliability of the reported achievement.

Various indicators

36. A measure to improve the performance against the target for the indicators below was reported. I could not determine if the measure was correct, as adequate supporting evidence was not provided for auditing. Consequently, I could not determine whether the reported measure was reliable.

Performance indicator	Planned target	Achieved target	Variance	Reported measures to improve performance
95% completion of 7km of Maqadini Access Road in Ward 05	95% completion of 7km of Maqadini Access Road by 30 June 2023	90%	5%	The contractor will commit more resources to the project and the project completion will be moved to the first quarter of 2023/2024 FY

Performance indicator	Planned target	Achieved target	Variance	Reported measures to improve performance
95% completion of 0.11ha of Ward 26 Multipurpose sports field by 30 June 2023	95% completion of 0.11ha of Ward 26 Multipurpose sports field by 30 June 2023	75%	20%	The contractor will commit more resources to the project and the project completion will be moved to the first quarter of 2023/2024 FY
100% construction of Flagstaff Town Hall-(Phase 2) with floor size 2500m2 in Ward 06 by June 2023	100% completion of construction of Flagstaff Town Hall (Phase 2) by 30 June 2023	63%	37%	The contractor will commit more resources to the project and the project completion will be moved to the first quarter of 2023/2024 FY
100% completion of the construction of 16 streetlights in wards 19 in Ngobozana by 30 June 2023	100% completion of 16 streetlights constructed by 30 June 2023	0%	100%	The project completion will be moved to the second quarter of 2023/2024 FY
100% maintenance of 100 streetlights in Ward 06, 15 and 19 at Flagstaff town, Lusikisiki town and Arthur Homes by June 2023	100% of 100 streetlights maintained by 30 June 2023	0%	100%	The project completion will be moved to the second quarter of 2023/2024 FY
100% completion of 01 Highmast light replaced in Ward 15 in Lusikisiki town by June 2023	100% of 01 Highmast light replaced by 30 June 2023	0%	100%	The project completion will be moved to the second quarter of 2023/2024 FY
100% completion of 2,5km of Xhurhana to Ndungunyeni Access Road in Ward 13	100% completion	60% completion	40%	The contractor will commit more resources to the project and the project completion will be moved to the first quarter of 2023/2024 FY

Other matter

37. I draw attention to the matter below.

Achievement of planned targets

38. The annual performance report includes information on reported achievements against planned targets and provides explanations for measures taken to improve performance. This

information should be considered in the context of the material findings on the reported performance information.

Report on compliance with legislation

39. 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 municipality's compliance with legislation.

40. 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.

41. 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 municipality, 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.

42. The material findings on compliance with the selected legislative requirements, presented per compliance theme, are as follows:

Annual financial statements, performance reports and annual reports

43. The 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 of non-current assets; current assets; liabilities; revenue; expenditure and disclosure items identified by the auditors in the submitted financial statements were subsequently corrected and/or the supporting records were provided subsequently, but the uncorrected material misstatements and/ or supporting records that could not be provided resulted in the financial statements receiving a qualified audit opinion.

Expenditure management

44. Money owed by the municipality was not always paid within 30 days, as required by section 65(2)(e) of the MFMA.

45. Reasonable steps were not taken to prevent fruitless and wasteful expenditure, as required by section 62(1)(d) of the MFMA.

Asset management

46. An effective system of internal control for assets was not in place, as required by section 63(2)(c) of the MFMA.

Strategic planning and performance management

47. The SDBIP for the year under review did not include monthly revenue projections by source of collection and the monthly operational and capital expenditure by vote, as required by section 1 of the MFMA.

48. The performance management system and related controls were inadequate as it did not describe how the performance planning, measurement, review and reporting processes should be managed, as required by municipal planning and performance management regulation 7(1).

Procurement and contract management

49. The performance of contractors or providers was not monitored on a monthly basis, as required by section 116(2)(b) of the MFMA. This non-compliance was identified in the procurement processes for the Construction of 0.11ha of ward 26 Multi-purpose Sports Field at Jikindaba village.

50. Sufficient appropriate audit evidence could not be obtained that contract performance and monitoring measures were in place to ensure effective contract management as required by section 116(2)(c)(ii) of the MFMA. Similar limitation was also reported in the prior year.

Other information in the annual report

51. The accounting officer is responsible for the other information included in the annual report, which includes the audit committee's report. The other information referred to does not include the financial statements, the auditor's report and those selected development priorities presented in the annual performance report that have been specifically reported on in this auditor's report.

52. My opinion on the 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.

53. My responsibility is to read this other information and, in doing so, consider whether it is materially inconsistent with the financial statements and the selected development priorities presented in the annual performance report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

54. 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

55. I considered internal control relevant to my audit of the financial statements, annual performance report and compliance with applicable legislation; however, my objective was not to express any form of assurance on it.

56. The matters reported below are limited to the significant internal control deficiencies that resulted in the basis for the qualified opinion, the material findings on the annual performance report and the material findings on compliance with legislation included in this report.

57. Management did not ensure that the financial statements are sufficiently supported by reliable and credible information as financial statements supporting schedules were not submitted, contained errors and omissions which resulted to material findings raised on the submitted financial statements. In addition, there seems to be lack of timeous reviews of information used in preparation of the financial statements.

58. The submitted financial statements and annual performance report contained material misstatements, some were corrected an others resulted to the qualification reported above as well as reported findings on performance information. Document management as well as daily disciplines continue being a challenge for the municipality as the supporting schedules used to prepare the financial statements and performance information were not complete and accurate in all instances.

Material irregularities

59. In accordance with the PAA and the Material Irregularity Regulations, I have a responsibility to report on material irregularities identified during the audit.

Material irregularities identified during the audit

60. The material irregularities identified are as follows:

Inefficient/Uneconomical use of VAT consultants

61. The municipality did not comply with Section 62(1)(a) of the MFMA, which states that the accounting officer of a municipality is responsible for managing the financial administration of the municipality and must, for this purpose, take all reasonable steps to ensure that the resources of the municipality are used effectively, efficiently, and economically. The municipality also did not comply with Regulation 5(5)(a) of the Municipal Cost Containment regulation, which states that when consultants are appointed, an accounting officer must appoint consultants on a time and cost basis with specific start and end dates.

62. The municipality appointed a service provider on 19 February 2021, to provide VAT returns and recovery services on a contingency fee agreement. Between 2021–22 and 2022–23 financial years, the municipality paid an amount of R8,2 million, resulting in a financial loss as the municipality did not comply with Section 62(1)(a) of the MFMA and Municipal Cost Containment Regulations 5(5)(a).

63. I notified the accounting officer of the material irregularity on 22 March 2023, and invited him to make a written submission on the actions taken.

64. On 30 March 2023, the accounting officer tabled the matter before the council, which then referred the matter to the Municipal Disciplinary Board for investigation.

65. The investigation by the disciplinary board has been finalised, and the recommendations are still to be tabled with the council for approval and further actions.

66. A follow-up will be done in the next audit cycle to confirm that the disciplinary board recommendations have been implemented by the council.

Auditor-General

East London

10 February 2024

AUDITOR-GENERAL
SOUTH AFRICA

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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 financial statements and the procedures performed on reported performance information for selected development priorities and on the municipality's compliance with selected requirements in key legislation.

Financial statements

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

- identify and assess the risks of material misstatement of the 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 municipality'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 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 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 financial statements about the material uncertainty or, if such disclosures are inadequate, to modify my opinion on the 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 municipality to cease operating as a going concern
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and determine whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 (MFMA) and regulations issued in terms of the act	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), 32(6)(a), Sections 32(7), 53(1)(c)(ii), 54(1)(c), 62(1)(d), 62(1)(f)(i), 62(1)(f)(ii), Sections 62(1)(f)(iii), 63(1)(a), 63(2)(a), 63(2)(c), 64(2)(b), 64(2)(c), 64(2)(e), Sections 64(2)(f), 64(2)(g), 65(2)(a), 65(2)(b), 65(2)(e), 72(1)(a)(ii), 112(1)(j), Sections 116(2)(b), 116(2)(c)(ii), 117, 122(1), 122(2), 126(1)(a), 126(1)(b), Sections 127(2), 127(5)(a)(i), 127(5)(a)(ii), 129(1), 129(3), 133(1)(a), Sections 133(1)(c)(i), 133(1)(c)(ii), 170, 171(4)(a), 171(4)(b)
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 Budget and Reporting Regulations, 2009	Regulation 71(1), 71(2), 72
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), 17(1)(b), Regulations 17(1)(c). 19(a), 21(b), 22(1)(b)(i), 22(2), 27(2)(a), 27(2)(e), Regulations 28(1)(a)(i), 28(1)(a)(ii), 29(1)(a) and (b), 29(5)(a)(ii), 29(5)(b)(ii), Regulations 32, 36(1), 36(1)(a), 38(1)(c), 38(1)(d)(ii), 38(1)(e), 38(1)(g)(i), Regulations 38(1)(g)(ii), 38(1)(g)(iii), 43, 44, 46(2)(e), 46(2)(f)
Division of Revenue Act 5 of 2022 (DoRA)	Sections 11(6)(b), 12(5), 16(1); 16(3)
Municipal Systems Act 32 of 2000	Sections 25(1), 26(a), 26(c), 26(h), 26(i), 27(1), 29(1)(b)(ii), 29(2)(a), Sections 29(2)(c), 34(a), 34(b), 38(a), 41(1)(a), 41(1)(b), 41(1)(c)(ii), 42, Sections 43(2), 56(a), 57(2)(a), 57(4B), 57(6)(a), 66(1)(a), 66(1)(b), Sections 67(1)(d),74(1), 93J(1), 96(b)

Legislation	Sections or regulations
MSA: Municipal Planning and Performance Management Regulations, 2001	Regulations 2(1)(e), 2(3)(a), 3(3), 3(4)(b), 3(5)(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)
Construction Industry Development Board Act 38 of 2000	Section 18(1)
Construction Industry Development Board Regulations	Regulations 17, 25(7A)
Prevention and Combating of Corrupt Activities Act 12 of 2004	Section 34(1)
Preferential Procurement Policy Framework Act (PPPFA)	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), 7(1), Regulations 7(2), 7(3), 7(6), 7(8), 8(2), 8(5), 9(1), 10(1), 10(2), 11(1), 11(2)
Preferential procurement regulations 2022	Regulations 4(1), 4(2), 4(3), 4(4), 5(1), 5(2), 5(3), 5(4)