

DEPARTMENT OF THE DIRECTOR FINANCE

COMMENTS FROM THE CHIEF FINANCIAL OFFICER ON THE REPORT OF THE AUDITOR-GENERAL ON THE FINANCIAL STATEMENTS OF MSUKALIGWA FOR THE YEAR ENDED 30 JUNE 2009

FINANCIAL YEAR 2008/2009 ENDED 30 JUNE 2009

1. INTRODUCTION

Noted

2. RESPONSIBILITY OF THE ACCOUNTING OFFICER FOR THE FINANCIAL STATEMENTS

Noted

3. RESPONSIBILITY OF THE AUDITOR-GENERAL

Noted

4. OPINION OF AUDITOR-GENERAL

The unqualified opinion from the Auditor-General is noted

5. OTHER MATTERS

5.1. Key governmental responsibilities

That Council take note of other matters assessed and reported in item 1 to 18 of the report, and that those areas of concern be addressed and implemented.

6. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

6.1. Report on performance information

6.1.1. Non-compliance with regulatory requirements

6.1.1.1. Content of integrated development plan

The content of the IDP have to be revised to include performance indicators and performance targets in terms of its performance management system.

6.1.1.2. Existence and functioning of a performance audit committee

The performance of the audit committee must be addressed by as mentioned in the audit report. Council are in process to appoint its own audit committee, but should take care that qualified and experienced members be appointed in order to fulfill the requirements of regulations.

6.1.1.3. Lack of implementation of performance management systems

The performance management system established within the municipality have to be enhanced and implemented to be fully functional in order to comply with the requirements of the Systems Act.

7. APPRECIATION

Noted.

The municipality also appreciate the way in which the Auditor-General assisted the municipality during the finalization of the audit.

CHIEF FINANCIAL OFFICER