



Theewaterskloof
Municipality

2024/2025 OVERSIGHT REPORT

Presented to Council on 19 March 2026.

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1. INTRODUCTION

Council is vested with the responsibility to oversee the performance of their respective municipality, as required by the Constitution, the Municipal Finance Management Act (MFMA) and Municipal Systems Act (MSA). Section 129 of the MFMA requires the Municipal Council to consider the Annual Report of its municipality and municipal entities and to adopt an Oversight Report. Given the process required by Council to effectively undertake its oversight role, the establishment of the Municipal Public Accounts Committee (MPAC) of Council provides the appropriate mechanism through which Council can fulfill its oversight responsibilities. MPAC's primary role is to consider the Annual Report, receive input from the various role-players and prepare a draft Oversight Report for consideration by Council.

The purpose of the Annual Report is:

- to provide a record of the activities of the municipality or entity.
- to provide a report on performance in service delivery and against the budget.
- to provide information that supports the revenue and expenditure decisions made; and
- to promote accountability to the local community for decisions made

When tabled, the annual report should include four main components, each of which has an important function in promoting governance and accountability.

The main components are:

- The annual performance report is required by Section 46 of the MSA.
- Annual Financial Statements submitted to the Auditor-General.
- The Auditor-General's audit report on the financial statements in terms of section 126(3) of the MFMA.
- The Auditor-General's audit report on performance in terms of section 45(b) of the MSA.

Other components required to be included in the annual report are set out in the MFMA section 121 and the MFMA Circular No 11 issued 14 January 2005.

Section 127 of the MFMA states "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."

Section 129 further stipulates the process of the Oversight and Annual Report:

"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.

The Municipal Public Accounts Committee tables this report not as a procedural formality, but as a firm assertion of Council's constitutional responsibility to ensure accountability, financial discipline, ethical governance and service delivery integrity.

2. ² STATEMENT AND PURPOSE OF THE MPAC

It is imperative to have an understanding of the accountability framework for municipalities in order to correctly understand the role of the Oversight Report as distinct from that of the Annual Report and any other reports required from the municipality.

The following table displays the nature of the accountability framework for local government:

	Responsible for	Oversight over	Accountable to
Council	Approving policy and budget	Mayor	Community
Mayor	Policy, budgets, outcomes, management of / oversight over municipal manager	Municipal Manager	Council
Municipal Manager	Outputs and implementation	The Administration	Mayor
Chief Financial Officer and Senior Managers	Outputs and implementation	Financial Management and Operational Functions	Municipal Manager

3. THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE

The Municipal Public Accounts Committee performed its duties in accordance with the MFMA, the Municipal Structures Act and the Municipal Systems Act. Oversight is not optional – it is a statutory obligation. Failure to act decisively on audit findings undermines public trust and weakens governance.

The Municipal Public Accounts Committee consists of the following Councilors for the periods as indicated below:

01/07/2024 – 12/09/2024:

Chairperson: Cllr T Mangcayi

Members: Aldm BB Mkhwibiso/Cllr M Nomkoko

13/09/2024 – 27/11/2024:

Chairperson: Cllr J Mckenzie

Members: Cllr JD Lekhori/Cllr H Syster

28/11/2024 – 30/06/2025:

Chairperson: Cllr M Gana

Members: Cllr P Stander/Cllr J Smit

Council has delegated the following functions relating to the Annual Report to MPAC:

- 1) Undertake a review and analysis of the Annual Report.
- 2) Invite, receive and consider input from Councilors and Portfolio Committees, on the Annual Report.
- 3) Consider written comments received on the Annual Report from the public consultation process.
- 4) Conduct Public Hearing(s) to allow the local community or any organs of state to make representations on the Annual Report.
- 5) Receive and consider Councils' Performance- and Audit Committee views and comments on the annual financial statements and the performance report.
- 6) To consider and evaluate the content of the Annual Report and to make recommendations to Council when adopting an oversight report on the annual report.
- 7) To examine the AFS and audit reports, and in doing so, the Committee must consider improvements from previous statements and reports and must evaluate the extent to which the Performance- and Audit Committee and the Auditor General's recommendations have been implemented.
- 8) To promote good governance, transparency and accountability on the use of municipal resources.

4. PROCESS AND CIRCULATION OF THE ANNUAL REPORT

The Annual Performance Report and Annual Financial Statements were submitted to the Auditor General on 31 August 2025.

The draft Annual Report was first presented to council by the Executive Mayor on 22 January 2026. The draft annual report was then adopted and subsequently submitted to the Auditor General, National Treasury, and Provincial Treasury on 22 January 2026. Minutes of Council Meeting was submitted to the Auditor General, National Treasury and Provincial Treasury on 12 February 2026.

The draft annual report was advertised for comments from 23 January 2026 to 16 February 2026.

The Annual Report was circulated by making copies available and advertising its availability for comments as follows:

- Notices for comments were given in the local newspapers on 29 January 2026.
- On the municipality's website www.twk.gov.za as well as the following offices:
- 6 Plein Street, Caledon
- Arbour Drive Grabouw
- Main Road Villiersdorp
- Fontein Street Botrivier
- Ds. Botha Street Greyton
- Strydom Avenue Genadendal
- Buitekant Street Riviersonderend

The availability of the annual report was communicated through the social medial platforms.

The MPAC meetings scheduled to discuss the Draft Annual Report were scheduled as follows:

1. **05 February 2025: at 09:00** Ask questions to Management to get clarity on the contents of the Annual Financial statements and the Annual Report.
2. **19 February 2025: at 09:00** Public hearings - The local community and any organ of state were allowed to make representations on the annual report.
3. **09 March 2025: at 11:00** Presentation of the draft oversight report, taking into consideration the views and inputs of the Office of the Auditor General, Provincial Treasury, Council's Performance- and Audit Committee and a Member of the Public.

5. SUMMARY OF FINDINGS RELATED TO ANNUAL REPORTING

MPAC is satisfied with the processes relating to the annual report and concurs that all legal requirements relating to annual reporting have been followed.

6. COMMENTS AND ISSUES RAISED DURING VARIOUS PLATFORMS AND COMMITTEES WHERE THE ANNUAL REPORT WAS DISCUSSED.

6.1 Performance- and Audit Committee Meeting (06 February 2026)

The Draft Annual Report was presented to the Performance- and Audit Committee for discussion and comments in order to comply with Chapter 12 of the MFMA.

The Performance- and Audit Committee noted the comments from the IDP/Performance Management Department that the corrections/amendments highlighted by the Internal Audit Department, will be corrected.

The Minutes of the Performance- and Audit Committee Meeting of 06 February 2026 are contained in Appendix 3.

6.2 1st MPAC/Oversight Committee Meeting (05 February 2026)

The purpose of this meeting was to present the Annual Report to the MPAC and MPAC members had the chance to ask questions to Management on the annual report.

Several questions were asked regarding the advertising of the Draft Annual Report; availability of the Draft Annual Report in hard copies at the libraries and front desks of the Municipal Offices for the communities to peruse and the languages in which the Draft Annual Report was available.

All the questions were answered by the Municipal Manager, Mr W Hendricks and MPAC was satisfied with the answers.

A question was also raised about who was responsible for the drafting of the Draft Annual Report for 2024/2025 and whether an external company was appointed to do it. The Municipal Manager, Mr W Hendricks, responded that it was drafted internally by the IDP/Performance Management Department with the assistance of Finance.

The minutes of the MPAC meeting on 05 February 2026 are contained in Appendix 4.

6.3 2nd MPAC/Oversight Committee Meeting (19 February 2026)

Comments were only received from one member of the public and were dealing with the June 2025 draft financial statements and not any comments regarding the Draft Annual Report itself and are attached as Appendix 5.

The Office of the Auditor-General submits a schedule with all the proposed amendments to the Draft Annual Report and are attached as Appendix 6.

6.4 3rd MPAC/Oversight Committee Meeting (09 March 2026)

Written comments from Provincial Treasury were received on 27 February 2026 and MPAC noted the report on 09 March 2026 and is attached as Appendix 7.

The draft oversight report was discussed and adopted.

7. GENERAL CRITICAL FINDINGS BY MPAC:

1. Persistent weaknesses in financial controls require urgent strengthening.
2. Irregular, fruitless and wasteful expenditure must trigger clear consequence management.
3. Supply Chain Management compliance gaps expose the municipality to financial and legal risk.
4. Implementation of prior audit plans remains inconsistent and must be accelerated.
5. Performance reporting must align more strictly with measurable service delivery outcomes.

8. RECOMMENDATION TO COUNCIL:

It is recommended:

1. **That cognisance be taken of the Oversight Report on the 2024/2025 Annual Report of Theewaterskloof Municipality.**
2. **That the Council, having fully considered the 2024/2025 Annual Report, adopts the Oversight Report in terms of Section 129 of the MFMA.**
3. **That the 2024/2025 Annual Report of Theewaterskloof Municipality be adopted subject to strict implementation of corrective measures.**
4. **That consequence management be implemented without delay where financial misconduct or negligence is identified.**
5. **That a detailed audit action plan with clear deadlines be submitted to Council within 30 days.**
6. **That quarterly progress reports on implementation be formally tabled before Council.**
7. **That failure to implement corrective measures be escalated in terms of applicable legislation.**
8. **That the Oversight Report be made public in accordance with section 129(3) of the Municipal Finance Management Act (Act 56 of 2003).**
9. **The minutes of those meetings where the Annual Report was discussed be distributed in accordance with section 129 (2) (b).**
10. **That the Oversight Report be submitted to the Provincial Legislature in accordance with section 132 (2) of the Municipal Finance Management Act (Act 56 of 2003).**

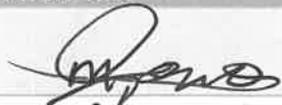
9. CONCLUSION

Council must send a clear message that financial mismanagement, non-compliance and weak accountability will not be tolerated.

Oversight must be translated into action.

MPAC therefore submits this report for adoption and calls upon Council to decisively enforce good governance and financial discipline.

In formulating the resolution, the following MPAC members were in attendance

Name	Capacity	Meeting Attendance - 09 March 2026
Cllr M Gana	Chairperson	
Cllr P Stander	Member	
Cllr D Jacobs	Member	
Cllr TB Zimmermann	Member	


.....
Cllr M Gana
CHAIRPERSON

**APPENDIX 1. COUNCIL MINUTES WHERE
DRAFT ANNUAL REPORT WAS ADOPTED**



MUNISIPALITEIT THEEWATERSKLOOF MUNICIPALITY

[22 JANUARIE / JANUARY 2026]

RAADSVERGADERING /
COUNCIL MEETING

NOTULE / MINUTES

22 JANUARIE / JANUARY 2026

THEEWATERSKLOOF MUNISIPALITEIT/ MUNICIPALITY

NOTULE VAN 'N RAADSVERGADERING GEHOU OP 22 JANUARIE 2026 OM 10:00, IN DIE RAADSAAL MUNISIPALE KANTORE, CALEDON.

MINUTES OF A COUNCIL MEETING HELD ON 22 JANUARY 2026 AT 10:00 IN THE COUNCIL CHAMBERS MUNICIPAL OFFICES, CALEDON.

A. OPENING EN VERWELKOMING

Die Voorsitter, Speaker W.H. Wells, verwelkom almal teenwoordig, en open die vergadering met gebed.

Die Gesondheids- en Veiligheidsbeampte, Me. Madyosi, lê die ontruimingsprosedures aan die Raad voor.

OPENING AND WELCOME

The Chairperson, Speaker WH Wells, welcomes everyone present, and opened the meeting with a prayer.

The Health and Safety Officer, Ms. Madyosi presents the evacuation procedures to Council.

B. VERKIESING VAN WNDE SPEAKER (INDIEN NODIG)/ ELECTION OF ACTING SPEAKER (IF NECESSARY)

Nie van toepassing nie / Not applicable.

C. BYWONINGSREGISTER/ATTENDANCE REGISTER

C.1 Teenwoordig/Present Raadslede/Councillors

Raadsheer/Alderman CC Clayton
Raadsheer/Alderman WH Wells
Raadsheer/Alderman DA Appel
Raadslid/Councillor CA Benjamin
Raadslid/Councillor M Botes
Raadslid/Councillor CT Cloete
Raadsheer/Alderman S Fredericks
Raadslid/Councillor M Gana
Raadslid/Councillor DA Jacobs
Raadslid/Councillor D Jooste
Raadslid/Councillor H Linnerts
Raadslid/Councillor TP Lemina
Raadsheer/Alderman BB Mkhwibiso
Raadslid/Councillor M Mpambani

Raadslid/Councillor MA Nomkoko
 Raadsheer/Alderman MR Nongxaza
 Raadslid/Councillor FO Ntantiso
 Raadslid/Councillor V Papier
 Raadsheer/Alderman M Plato-Mentoor
 Raadslid/Councillor MS Shale
 Raadslid/Councillor J Smit
 Raadslid/Councillor C Smith
 Raadslid/Councillor PJ Stander
 Raadslid/Councillor YM van Tonder

Amptenare / Officials

Mnr./Mr W Hendricks	(Munisipale Bestuurder) (Municipal Manager)
Me./Ms N Baliso	(Direkteur: Ekonomiese Ontwikkeling en Beplanning) (Director: Economic Development and Planning)
Mnr./Mr GW Hermanus	(Direkteur: Korporatiewe Dienste) (Director: Corporate Services)
Mnr./Mr WSE Solomons- Johannes	(Direkteur: Gemeenskapsienste) (Director: Community Services)
Mnr./Mr P Mabhena	(Direkteur: Finansies) (Director: Finance)
Mnr./Mr Z Benjamin	(Adjunk-Direkteur: Elektriese Dienste) (Deputy Director: Electrical Services)
Mnr./Mr A Opperman	(Hoof Uitvoerende Ouditeur) (Chief Audit Executive)
Mnr./Mr H Gxoxiya	(Bestuurder: Regsdienste) (Manager: Legal Services)
Me./Ms. F Ngxowa	(Assistent Vertaler) (Assistant Translator)
Me./Ms S Baron	(Sekretariaatsdienste) (Secretariat Services)
Me./Ms L Kilowan	(Snr Admin Beampte: Raadslidondersteuning) (Verlaat die Raadsaal met die aanvang van die bespreking van die In-Komitee Agenda) (Snr Admin Officer: Councillor Support) (Leaves the Council Chambers at the start of the discussion of the In-Committee Agenda.)
Me./Ms T Michel	(Kommunikasie Beampte) (Verlaat die Raadsaal met die aanvang van die bespreking van die In- Komitee Agenda) (Communications Officer) (Leaves the Council Chambers at the start of the discussion of the In- Committee Agenda.)

Me./Ms A Carelse	(Administratiewe Beampte: GOP) (<i>Verlaat die Raadsaal met die aanvang van die bespreking van die In-Komitee Agenda</i>) (Administrator: IDP) (<i>Leaves the Council Chambers at the start of the discussion of the In-Committee Agenda.</i>)
Mnr./Mr D Damon	(IKT Tegnikus) (<i>Verlaat die Raadsaal met die aanvang van die bespreking van die In-Komitee Agenda</i>) (ICT Technician) (<i>Leaves the Council Chambers at the start of the discussion of the In-Committee Agenda.</i>)

C.2 Aansoek(e) om verlof tot afwesigheid:
Application(s) for leave of absence:

Rdsh./Aldm LM de Bruyn	Siekverlof / Sick leave
Rdl./Cllr JD Lekhori	Verskoning / Apology
Rdl./Cllr TB Zimmermann	Verskoning / Apology
Mnr./Mr H Mathee	Verlof / Leave

D. NOTULE EN/OF VERSLAE VAN DIE UBK VIR KENNISNAME AAN DIE RAAD
MINUTES AND/OR REPORTS OF THE EMC FOR COUNCIL'S COGNIZANCE

D.1 Notule van UBK Vergadering: 18 November 2025

Die Raad neem kennis van die Notule van die vergadering van die Uitvoerende Burgemeester en sy Komitee gehou op 18 November 2025.

Minutes of EMC Meeting: 18 November 2025

Council takes cognizance of the Minutes of a meeting of the Executive Mayor and his Committee held on 18 November 2025.

E. BEKRAGTIGING VAN NOTULE EN/OF VERSLAE VAN DIE RAAD
CONFIRMATION OF MINUTES AND/OR REPORTS OF COUNCIL

E.1 Notule van Raadsvergadering: 03 Desember 2025

BESLUIT :

Om op voorstel van Raadsheer MR Nongxaza gesekondeer deur Raadsheer BB Mkhwibiso die Notule van die Raadsvergadering van 03 Desember 2025 hiermee goed te keur, te bekragtig en te laat onderteken as *prima facie* bewys van die juistheid daarvan.

Minutes of Council Meeting: 03 December 2025**RESOLVED:**

To, on proposal by Alderman MR Nongxaza seconded by Alderman BB Mkhwibiso hereby approve, confirm and have signed the Minutes of the Council Meeting of 03 December 2025 as *prima facie* evidence of its correctness.

E.2 Notule van 'n Spesiale Raadsvergadering: 12 Desember 2025**BESLUIT :**

Om op voorstel van Raadsheer MR Nongxaza gesecondeer deur Raadsheer BB Mkhwibiso die Notule van die Spesiale Raadsvergadering van 12 Desember 2025 hiermee goed te keur, te bekragtig en te laat onderteken as *prima facie* bewys van die juistheid daarvan met die volgende wysiging:

“SC14/2025 – point 4: That Council notes and approves the recommendations by MPAC as per the attached schedule.”

Minutes of a Special Council Meeting: 12 December 2025**RESOLVED:**

To, on proposal by Alderman MR Nongxaza seconded by Alderman BB Mkhwibiso hereby approve, confirm and have signed the Minutes of the Council Meeting of 12 December 2025 as *prima facie* evidence of its correctness with the following amendment:

SC14/2025 – point 4: That Council notes and approves the recommendations by MPAC as per the attached schedule.

F. VERKLARINGS EN MEDEDELINGS DEUR DIE SPEAKER / STATEMENTS AND COMMUNICATIONS BY THE SPEAKER

Geen / None

G. VERKLARINGS EN MEDEDELINGS DEUR DIE UITVOERENDE BURGEMEESTER /

Die Wnede Uitvoerende Burgemeester lees die skrywe vanaf Wes-Kaapse Prestige Landbouwerker Toekennings 2025: Theewaterskloof (TWK) Munisipale Provinsiale Wenner - aangeheg as aanhangsel tot die notule.

**STATEMENTS EN COMMUNICATIONS BY THE EXECUTIVE DEPUTY
MAYOR**

The Acting Executive Mayor read the letter from the Western Cape Prestige Agricultural Worker Awards 2025: Theewaterskloof (TWK) Municipality Provincial Winners - attached as annexure to the minutes.

**H. VOORLEGGINGS /
PRESENTATIONS**

- H.1 *Overberg Our Community Our Future – Ms Rachell Brown – The presentation was presented to Council and is attached as an annexure to the minutes. Council expressed 100% support for the initiative, and all relevant Directors will make contact with the institution.*

**I. VERSLAE VOORGELê DEUR DIE KANTOOR VAN DIE MUNISIPALE
BESTUURDER /
REPORTS PRESENTED BY THE OFFICE OF THE MUNICIPAL MANAGER**

ITEM TITLE

C04/2026 OFFICE OF THE MUNICIPAL MANAGER: DEPARTMENT STRATEGIC SUPPORT AND IDP: 2024/2025 DRAFT ANNUAL REPORT

[English version of the report is the original]

FILE NUMBER

9/1/1

PURPOSE OF REPORT

To table the 2024/2025 Draft Annual Report before Council for consideration, discussion and the invitation of public comment, in compliance with Chapter 12 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA), and to enable the subsequent compilation of an Oversight Report by Council.

BACKGROUND

The Annual Report constitutes a primary accountability instrument through which the municipality reports on its performance for the financial year under review. The purpose of the Annual Report is to:

- Provide a consolidated and accurate record of the activities of the municipality;
- Report on performance against service delivery targets and the implementation of the approved budget;
- Promote transparency and accountability to the local community and other stakeholders; and
- Serve as an input into Council's Oversight Report process.

DISCUSSION

Every municipality (and municipal entity) must prepare an Annual Report for each financial year in accordance with Chapter 12 of the MFMA.

The accounting officer must submit the Annual Report tabled in terms of Section 127 (3) and the Oversight Report on the Annual Report adopted in terms of Section 129 (1) to the Provincial Legislature within seven (7) days after the council has adopted the relevant Oversight Report.

As a medium capacity municipality, it is required that we compile our Annual Report in terms of Chapter 12 of the MFMA and National Treasury's Circular Number 63 with effect from 2012.

In terms of Section 127 (2) the Mayor must within seven (7) months after the end of the financial year, table in the Municipal Council the Annual Report of the municipality (and municipal entity under the municipality's sole and shared control).

Immediately after the Annual Report is tabled to council, the accounting officer must (in accordance with Section 21A of the Municipal Systems Act) make the Annual Report public and invite the local community to submit comments pertaining to the Annual Report which then is to be submitted to the Auditor-General, the relevant Provincial Treasury and the Provincial Department of Local Government.

Inability to Table Annual Report:

If the Mayor, for whatever reason, is unable to table the Annual Report to the council (and municipal entity under the municipality's sole and shared control) within the seven (7) months after the end of the financial year to which the report relates, the Mayor must 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).

The council of the municipality must within nine (9) months after the financial year end (March) adopt the Annual Report of the municipality (and of any municipal entities under the municipality's sole and shared control in terms of Section 129 of the MFMA).

Oversight Reports on Annual Reports:

In terms of Section 129(1) the council of the municipality must consider the Annual Report of the municipality (and municipal entity under the municipality's sole and shared control), and must adopt an Oversight Report containing the council's comments on the Annual Report by no later than two (2) months from the date on which the Annual Report was tabled in the council. It must include a statement whether the council has:

- Approved the Annual Report with or without reservations.
- Rejected the Annual Report; or
- Referred the Annual Report for revision of those components that can be revised.

In terms of Section 129 (2) the Accounting Officer must:

- Attend council and council committee meetings where the Annual Report is discussed for the purpose of responding to questions concerning the report; and
- Submit copies of the Minutes of those Meetings to the Auditor-General, the relevant Provincial Treasury and the Provincial Department of Local Government.
- Section 129 (3) requires the accounting officer to make public an Oversight Report within seven (7) days of its adoption (in accordance with Section 21A of the Municipal Systems Act).

Council Meeting open to public and certain public officials:

In terms of Section 130 the meetings of the municipal council at which an Annual Report is to be discussed or at which decisions concerning an Annual Report are to be taken, must be open to the public and any other organs of state, and a reasonable time must be allowed for discussion of written submissions received from the local community or organs of state and for them to address the council.

FINANCIAL IMPLICATIONS (ITEM AUTHOR)

None.

LEGAL RESPONSIBILITIES

As outlined under the Discussion section above, with specific reference to Chapter 12 of the MFMA, Section 21A of the Municipal Systems Act, and applicable National Treasury circulars.

RISK MANAGEMENT IMPLICATION (ITEM AUTHOR)

None.

RECOMMENDATION BY ITEM AUTHOR TO COUNCIL:

It is recommended that Council:

1. Notes the tabling of the 2024/2025 Draft Audited Annual Report by the Executive Mayor.
2. Refers the Draft Annual Report to the Municipal Public Accounts Committee (MPAC) for detailed consideration and the compilation of an Oversight Report.
3. Notes that the Draft Audited Annual Report will be made public immediately after tabling in Council.
4. Invites the local community and stakeholders to submit written representations on the Draft Annual Report.
5. Notes that a period of not less than twenty-one (21) days will be provided for public comment.
6. Encourages Councillors to submit written comments on the Draft Annual Report.
7. Notes that all applicable legislative and regulatory requirements relating to the Annual Report process will be complied with.

RESOLVED BY COUNCIL: 22 JANUARY 2026

After the Chairperson had given the Councillors an opportunity, and the item had been thoroughly discussed, on a proposal by Alderman S Fredericks and seconded by Councillor J Smith it was resolved as follows:

1. Council noted the tabling of the 2024/2025 Draft Audited Annual Report by the Executive Mayor.

2. Council refers the Draft Annual Report to the Municipal Public Accounts Committee (MPAC) for detailed consideration and the compilation of an Oversight Report.
3. Council noted that the Draft Audited Annual Report will be made public immediately after tabling in Council.
4. Council invites the local community and stakeholders to submit written representations on the Draft Annual Report.
5. Council noted that a period of not less than twenty-one (21) days will be provided for public comment.
6. Council encourages Councillors to submit written comments on the Draft Annual Report.
7. Council noted that all applicable legislative and regulatory requirements relating to the Annual Report process will be complied with.

For finalization by the Acting Manager: IDP/Performance Management, Ms J Marzec-Visagie.

**O. DRINGENDE AANGELEENTHEDE
URGENT MATTERS**

Geen / None

**P. OORWEGING VAN KENNISGEWINGS VAN MOSIES
CONSIDERATION OF NOTICES OF MOTIONS**

**Q. OORWEGING VAN KENNISGEWINGS EN VRAE
CONSIDERATION OF NOTICES AND QUESTIONS**

**R. OORWEGING VAN DRINGENDE MOSIES /
CONSIERATION OF NOTICES AND QUESTIONS**

**S. IN-KOMITTEEVERGADERING AGENDA-ITEMS VIR BESPREKING
IN-COMMITTEE MEETING AGENDA-ITEMS FOR DISCUSSION**

Minuted and distributed as a separate Minutes of the Meeting.

T. VERDAGING / ADJOURNMENT

Die vergadering verdaag om 17:28.
The meeting adjourned at 17:28.

NOTULE BEKRAGTIG OP DIE DAG VAN
..... AS PRIMA FACIE BEWYS VAN DIE
JUISTHEID DAARVAN.

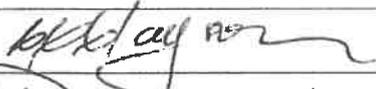
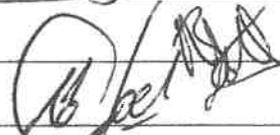
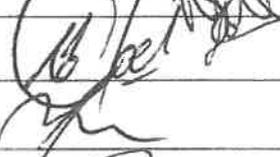
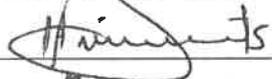
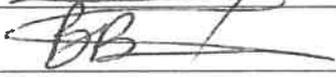
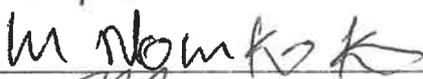
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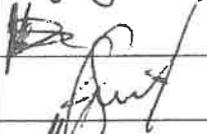
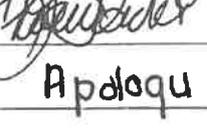
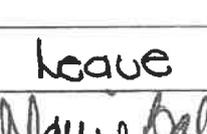
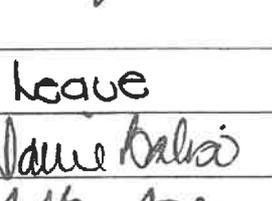
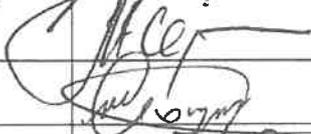
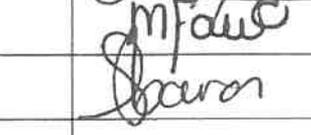
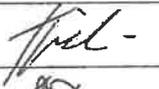
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SPEAKER DATUM/DATE

OPGESTEL EN BYGEHOU DEUR:
COMPILED AND RECORDED BY: / S BARON

M. Fauc.
SEKRETARIAAT DIENSTE
SECRETARIAT SERVICES

RAADSVERGADERING
COUNCIL MEETING
22 JANUARIE / JANUARY 2026

NAAM EN VAN / NAME AND SURNAME	HANDTEKENING / SIGNATURE
<u>Raadslede / Councillors :</u>	
Raadsheer/Alderman LM de Bruyn	Sick leave
Raadsheer/Alderman CC Clayton	
Raadslid/Councillor WH Wells	
Raadsheer/Alderman DA Appel	
Raadslid/Councillor CA Benjamin	
Raadslid/Councillor M Botes	
Raadslid/Councillor CT Cloete	
Raadsheer/Alderman S Fredericks	
Raadslid/Councillor M Gana	
Raadslid/Councillor DA Jacobs	
Raadslid/Councillor D Jooste	Mooke.
Raadslid/Councillor H Linnerts	
Raadslid/Councillor JD Lekhori	Apology
Raadslid/Councillor TP Lemina	
Raadsheer/Alderman BB Mkhwibiso	
Raadslid/Councillor M Mpambani	M. mpambani.
Raadslid/Councillor MA Nomkoko	
Raadsheer/Alderman MR Nongxaza	

Raadslid/Councillor FO Ntantiso	
Raadslid/Councillor V Papier	
Raadsheer/Alderman M Plato-Mentoor	
Raadslid/Councillor MS Shale	
Raadslid/Councillor J Smit	
Raadslid/Councillor C Smith	
Raadslid/Councillor PJ Stander	
Raadslid/Councillor YM van Tonder	
Raadslid/Councillor TB Zimmermann	Apologu
<u>Amptenare/Officials:</u>	
Mnr/Mr W Hendricks	
Mnr/Mr GW Hermanus	
Mnr/Mr P Mabhena	
Mnr / Mr H Matthee	leave
Me./Ms N Baliso	Naine baliso
Mnr./Mr WSE Solomons-Johannes	M. A. P. Solomons-Johannes
Mnr./Mr A Opperman	
Mnr/Mr H Gxoyiya	
Me./Ms M Faul	M Faul
Me./Ms S Baron	S Baron
Me./Ms F Ngxowa	
Ms. T. Michel	
A. Carckse	
ZK BENJAMIN	

**APPENDIX 2. ADVERT INVITING PUBLIC
COMMENTS**

Caledon Krieket Dames laat Stellenbosch sweet

Sydney Armoed Caledon Krieket Klub se dames moes in hul wedstryd teen Stellenbosch Dames, die knie buig. Die wedstryd het op Caledon plaasgevind. In 'n opwindende en spannende wedstryd, het die besoekers eerste gekolf. Hulle kon slegs 96 in 29.1 boulbeurte aanteken voor hulle almal terug was langs die kantlyn. Vir Stellenbosch het T. Meyer 24(80), J. Jacobs 21(61) en M. Dampies 11(17) by die telling gevoeg. Beatrix Daniels 3/17 in 8.10 boulbeurte, het die boul aanslag vir Caledon geleë. Sy was goed ondersteun deur Melanie Flippies en Faith Williams wat elk twee paaltjies geneem het.

Wat na 'n maklike taak vir die tuispan gelyk het, het vinnig in 'n nagmerrie ontaard toe hul aanvangskolwers nie die goed ge-oliede bouthansjien van Stellenbosch die hoof kon bied nie. Vir Caledon het Melanie Flippies (8), gevolg deur Beatrix Daniels, Faith Williams en Lemické Daniels elk 7 by Caledon se totaal gevoeg. N. Destroo het 3(4) in slegs drie boulbeurte platgetrek. Sy was goed ondersteun deur goeie bouthewerke van Jacobs, Dampies en Williams wat elk twee paaltjies geneem het. Caledon kon net 73 lopies op die tebord plaas en is in die 21ste boulbeurt uitgeboul



Faith Williams van Caledon speel tydens haar kolbeurt Foto Sydney Armoed



**MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC) –
REVIEW AND ANALYSIS OF 2024/2025 ANNUAL REPORT AND
INVITATION FOR PUBLIC COMMENTS**

NOTICE

Notice is hereby given in terms of the MPA Circular No. 12 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) that the The Waterskloof Municipal Public Accounts Committee will be conducting the Review and Analysis of the 2024/2025 Annual Report to be scheduled to meet as follows:

- 05 February 2026 at 09:00 – pose questions to Management to get clarity on the contents of the report.
- 18 February 2026 at 09:00 Public Meeting – The local community and any organs of state will be allowed to make representations on the annual report. (Any requests for presentations should be forwarded to Ms. J. Visser – jvisser@waterskloof.co.za before 13 February 2026 at 10:00. Any requests for presentations must be accompanied by written submission of comments on the 2024/25 Annual Report.)
- 05 March 2026 at 09:00 – Presentation of the draft oversight report taking into consideration the views and inputs of the public, representatives of the Auditor General, organ of state, Councils stake committee and Councilors.
- 19 March 2026 – Tabling of resolution at council.

The Draft Annual Report for the 2024/2025 financial year was tabled at the Council Meeting on 22 January 2026 in terms of Section 127 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) and is available for public comments from 23 January 2026 to 16 February 2026. It is available on the municipality's website www.waterskloof.gov.za as well as at the following offices:

- Caledon Armoed Director: Caledon – P.O. Box 24 Caledon 7230
- D. Bous Street, Greyton – Sydenham – P.O. Box 24 Caledon 7230
- D. Bous Street, Greyton – Sydenham – P.O. Box 24 Caledon 7230

The local public as well as organs of state are hereby invited to make submissions in writing on the Draft Annual Report as well as financial statements and submit no later than 16 February 2026 at 10:00 to the following address:

- The Manager: DTP at 6 Pien Street / P.O. Box 24 Caledon 7230 or
- email to jpmr@dtp.waterskloof.gov.za

Comments on also be submitted in writing to the Municipal Manager at the undermentioned address before Friday, 16 February 2026 (10:00) or clearly marked Draft Annual Report 2024/2025 and placed in the Tender Box at the Caledon Offices.

Ms. W. Hendriks
Municipal Manager
6 Pien Street / P.O. Box 24
Caledon 7230

Carlyynn Armoed
082 583 0274



**Ou Meule Square
Bredasdorp**

**APPENDIX 3. PERFORMANCE- AND AUDIT
COMMITTEE MINUTES**

**THEEWATERSKLOOF
MUNICIPALITY**



**SPECIAL
PERFORMANCE- AND AUDIT
COMMITTEE MEETING**

MINUTES

06 FEBRUARY 2026

THEEWATERSKLOOF MUNICIPALITY
SPECIAL PERFORMANCE- AND AUDIT COMMITTEE MEETING
MINUTES
[06 FEBRUARY 2026]

ITEM NO	DESCRIPTION	PAGE NO
A.	<u>OPENING: WELCOME</u>	
B.	<u>ATTENDANCE REGISTER</u>	
B.1	Present	
B.2	Apologies	
C.	<u>STATEMENTS AND COMMUNICATIONS BY THE CHAIRPERSON</u>	
D.	<u>STATEMENTS AND COMMUNICATIONS BY THE MUNICIPAL MANAGER</u>	
E.	<u>PERFORMANCE MANAGEMENT REPORTS</u>	
SP&AC01/2026	Strategic Support and IDP: 2024/2025 Draft Annual Report [9/1/1]	3 – 6
SP&AC02/2026	Internal Audit: Revised Internal Audit Plan 2025/2026 [5/14/1/2]	7 – 10
F.	<u>DATE OF NEXT MEETING</u>	11
	None	
G.	<u>ADJOURNMENT</u>	11

THEEWATERSKLOOF MUNICIPALITY

**MINUTES OF A VIRTUAL PERFORMANCE- AND AUDIT COMMITTEE MEETING
HELD ON 06 FEBRUARY 2026 AT 09:30.**

A. OPENING / WELCOME

The Chairperson, Mr. E Lakey, welcomed everyone present.

Mr. A Opperman opened meeting with prayer.

B. ATTENDANCE REGISTER

B.1 Present

Ms. R Gani	Member of the Performance- and Audit Committee
Mr. J Swart	Member of the Performance- and Audit Committee
Mr. W Hendricks	Municipal Manager
Mr. J Barnard	Deputy Director: Community Services
Mr. N Arendse	Deputy Director: Public Safety
Mr H Matthee	Director: Technical- and Infrastructure Implementation Services
Ms N Baliso	Director: Economic Development and Planning
Mr. A Opperman	Chief Audit Executive
Ms. J Uys	Internal Auditor
Ms. N Siqola	Internal Auditor
Mr J Wildschut	Principle ICT Technician
Ms. M Faul	Manager: Corporate Services
Ms. N Dayeni	Risk Management Officer
Mr. HM Gxoyiya	Senior Manager: Legal Services

Councillors

Councillor CT Cloete

B.2 Apologies

Mr. E Lakey	Apology
Alderman LM de Bruyn	Sick leave
Mr. GW Hermanus	Other work commitments
Mr. A Riddles	Apology
Mr. WSE Solomons-Johannes	Sick leave
Ms. J Marzec-Visagie	Other work commitments
Mr. M Rasekgala	Other work commitments

C. STATEMENTS AND COMMUNICATIONS BY THE CHAIRPERSON

All agenda-items from the Performance- and Audit Committee Meetings, which were referred to the Municipal Public Accounts Committee Meeting, were approved.

D. STATEMENTS AND COMMUNICATIONS BY THE MUNICIPAL MANAGER

- If you benchmark the financial position of the Municipality at the same time last year, it is fair.
- MPAC and Performance- and Audit Committee Meetings function.
- Committed to the Financial Recovery Plan.
- 4 Pillar meetings did take place.
- Unauthorized, Irregular, Fruitless and Wasteful Expenditure dropped.

E. DECLARATION OF INTEREST

None

F. PERFORMANCE MANAGEMENT REPORTS

ITEM HEADING

SP&AC01/2026 OFFICE OF THE MUNICIPAL MANAGER: DEPARTMENT STRATEGIC SUPPORT AND IDP: 2024/2025 DRAFT ANNUAL REPORT

[English version of the report is the original]

FILE NUMBER

9/1/1

PURPOSE / AIM OF REPORT

To submit the 2024/2025 Draft Annual Report to the Performance Audit and Audit Committee for discussion and comments in order to comply with chapter 12 of the MFMA and for the purpose as detailed below.

BACKGROUND

The purpose of the Draft Annual Report is as follows:

- i. To provide a record of the activities of the municipality (or entity)
- ii. To provide a report on performance in service delivery and the implementation of the budget.
- iii. To promote accountability to the local community.

DISCUSSION

The Draft Annual Report will be distributed when available and thus will not be included in the Agenda.

Processes & Legislation:

Every municipality (and municipal entity) must prepare an Annual Report for each financial year in accordance with Chapter 12 of the MFMA.

As a medium capacity municipality, it is required that we compile our Annual Report in terms of Chapter 12 of the MFMA and National Treasury's Circular Number 63 with effect from 2012.

As per Government Gazette 43582 of 5 August 2020, two months' exemption was given with regards to deadlines in the MFMA regarding the Annual Report.

In terms of Section 127 (2) the Mayor must within seven (7) months after the end of the financial year, table in the Municipal Council the Annual Report of the municipality (and municipal entity under the municipality's sole and shared control).

Immediately after the Annual Report is tabled to council, the accounting officer must (in accordance with Section 21A of the Municipal Systems Act) make the Annual Report public and invite the local community to submit comments pertaining to the Annual Report which then is to be submitted to the Auditor-General, the relevant Provincial Treasury and the Provincial Department of Local Government.

Inability to Table Annual Report:

If the Mayor, for whatever reason, is unable to table the Annual Report to the council (and municipal entity under the municipality's sole and shared control) within the seven (7) months after the end of the financial year to which the report relates, the Mayor must 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).

The council of the municipality must within nine (9) months after the financial year end (March) adopt the Annual Report of the municipality (and of any municipal entities under the municipality's sole and shared control in terms of Section 129 of the MFMA).

Oversight Reports on Annual Reports:

In terms of Section 129(1) the council of the municipality must consider the Annual Report of the municipality (and municipal entity under the municipality's sole and shared control), and must adopt an Oversight Report containing the council's comments on the Annual Report by no later than two (2) months from the date on which the Annual Report was tabled in the council. It must include a statement whether the council has:

- Approved the Annual Report with or without reservations;
- Rejected the Annual Report; or
- Referred the Annual Report for revision of those components that can be revised.

In terms of Section 129 (2) the Accounting Officer must:

- Attend council and council committee meetings where the Annual Report is discussed for the purpose of responding to questions concerning the report; and
- Submit copies of the Minutes of those Meetings to the Auditor-General, the relevant Provincial Treasury and the Provincial Department of Local Government.
- Section 129 (3) requires the accounting officer to make public an Oversight Report within seven (7) days of its adoption (in accordance with Section 21A of the Municipal Systems Act).

Council Meeting open to public and certain public officials:

In terms of Section 130 the meetings of the municipal council at which an Annual Report is to be discussed or at which decisions concerning an Annual Report are to be taken, must be open to the public and any other organs of state, and a reasonable time must be allowed for discussion of written submissions received from the local community or organs of state and for them to address the council.

Submissions to Provincial Legislature:

The accounting officer must submit the Annual Report tabled in terms of Section 127 (3) and the Oversight Report on the Annual Report adopted in terms of Section 129 (1) to the Provincial Legislature within seven (7) days after the council has adopted the relevant Oversight Report

COMMENTS FROM THE OFFICE OF THE MUNICIPAL MANAGER

Approved.

COMMENTS FROM THE DIRECTORATE COMMUNITY SERVICES (OPERATIONAL)

Supported.

FINANCIAL IMPLICATIONS (ITEM AUTHOR)

None.

LEGAL IMPLICATIONS (ITEM AUTHOR)

As indicated under discussions.

RISK MANAGEMENT IMPLICATION (ITEM AUTHOR)

None.

RECOMMENDATION BY ITEM AUTHOR:

It is recommended that the Performance- and Audit Committee takes note of the 2024/25 Draft Annual Report.

RESOLVED BY THE PERFORMANCE- AND AUDIT COMMITTEE: 06 FEBRUARY 2026:

1. The Performance- and Audit Committee noted the comments from the IDP/Performance Management Department that the corrections/amendments highlighted by the Internal Audit Department, will be corrected. (Copy of the proposed amendments are attached as annexure to the minutes.)

2. The Performance- and Audit Committee requested that the comments received from the Office of the Auditor-General must be shared with them.

For finalization by the Acting Manager: IDP/Performance Management, Ms J Marzec-Visagie.

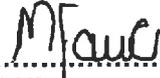
G. DATE OF NEXT MEETING

13 March 2026

H. ADJOURNMENT

The meeting was adjourned at 11:15.

COMPILED AND MAINTAINED BY


.....
M FAUL
MANAGER: CORPORATE SERVICES

APPROVED BY THE CHAIRPERSON OF THE PERFORMANCE- AND AUDIT COMMITTEE:

.....
MS R GANI

DATE:.....

THEEWATERSKLOOF MUNICIPALITY

SPECIAL PERFORMANCE- AND AUDIT COMMITTEE MEETING: 06 FEBRUARY 2026

ATTENDANCE REGISTER AND DECLARATION OF INTEREST

I, the undersigned Member, hereby declare:

- ❖ that all information, documentation and decisions regarding any matter before the committee is confidential,
- ❖ that I will treat all matters equitably and will not purposefully favour or prejudice anybody, and
- ❖ that I will disclose details of any private or business interest which I, or any close family member, partner or associate may have in any matter raised and that I will immediately withdraw from participating whatsoever.

<u>COMMITTEE MEMBERS</u>	<u>SIGNATURE</u>	<u>DATE</u>	<u>DECLARATION OF INTEREST</u>
MR E LAKEY	APOLOGY SUBMITTED	.....	.....
MS R GANI	PRESENT	.....	Nothing to declare
MR J SWART	PRESENT	.....	Nothing to declare

<u>COUNCILLORS</u>	<u>SIGNATURE</u>	<u>DATE</u>	<u>DECLARATION OF INTEREST</u>
ALD LM DE BRUYN	SICK LEAVE	.....	.....
CLLR CT CLOETE	PRESENT	.....	.....
<u>OFFICIALS</u>			
MR W HENDRICKS	PRESENT	.....	.....
MR GW HERMANUS	OTHER WORK COMMITMENTS	.....	.....
MR P MABHENA	.....	.....	.....
MR A RIDDLES	.....	.....	.....
MR WSE SOLOMONS-JOHANNES	SICK LEAVE	.....	.....
MR J BARNARD	PRESENT	.....	.....
MR N ARENDSE	PRESENT	.....	.....

MS N BALISO	PRESENT	.....
MR HJ MATTHEE	PRESENT	.....
MS J MARZEC-VISAGIE	OTHER WORK COMMITMENTS	.....
MR. A OPPERMAN	PRESENT	.....
MRS. J UYS	PRESENT	.....
MS N SIQOLA	PRESENT	.....
MR M RASEKGALA	OTHER WORK COMMITMENTS	.....
MR J WILDSCHUT	PRESENT	.....
MRS M FAUL	PRESENT	.....
MRS. S N DAYENI	PRESENT	.....

Marelize Faul

From: Joanne Uys
Sent: Friday, February 6, 2026 10:02 AM
To: Marelize Faul
Subject: Annual Report review by Internal Audit
Attachments: Questions Comments - as on 5 Feb 2026.docx

Marelize,

Sien aangeheg en onderstaande e-pos.

Groete

From: Joanne Uys
Sent: Thursday, February 5, 2026 2:57 PM
To: Eugene Lakey <eugene.lakey@gmail.com>; swartwj <swartwj@iafrica.com>; Reyhana Gani <reyhana@ganvest.co.za>
Cc: Anton Opperman <antonop@twk.gov.za>; Joanna Marzec-Visagie <JoannaDi@twk.gov.za>; Shanell Newman <shanelldu@twk.gov.za>
Subject: Annual Report review by Internal Audit

PAC Members,

For your information:

Internal Audit reviewed the Draft Annual Report in November 2025. Attached is a list of "queries" that was sent to the IDP Department regarding the Draft Annual Report.

After the Draft was submitted to Council (22 January 2026) Internal Audit reviewed only the queries listed in November 2025.

On the attached document:

1. highlighted in yellow - queries that were seemingly not addressed.
2. highlighted in blue is IA's comments in January 2026
3. Highlighted in green is the page numbers as per Draft Annual report submitted to the PAC

Please also note that a finding was raised with the 2nd quarter Performance Management Audit regarding the Draft Annual Report:

Background: According to the Municipal Finance Management Act, Section 121(3)(g): The annual report must include Particulars to any corrective action taken or to be taken in response to issues raised in the audit reports.

Finding: Internal Audit reviewed the Draft 2024/2025 Annual Report submitted to Council and it seems that the report does not include Particulars to any corrective action taken or to be taken in response to issues raised in the audit reports.

1. On page 15 Child Care Facilities is listed as a Municipal Service, is this correct?
2. The two graphs on page 20 seems to be the same? **not changed**
3. At the bottom of page 53 it states Villiersdorp's service delivery highlights. Is there a reason why only Villiersdorp is included and not the other towns?
4. Page 56 & 57 – check years at dates, January – June should be 2026 and not 2025?
 Page 62 **151**, table at bottom of page. Dates seems incorrect for Mayor. Liebenberg should be till August 2024 and De Bruyn from November 2024? **amended but no dates included for Zintshani**
6. Page 81 – Functionality of Ward Committees vs. table 2.4.3 Public Meetings: The number of meetings on the two tables does not agree for the following Wards – 2, 8, 10, 11, 12, 13 & 14.
7. All Risk Management & Fraud information (Pages 89 – 98) some information seems outdated (applicable to previous financial year).
 - 7.1 Bottom of page 89 & top of page 90 refers to the Risk Shared Services. The shared services has not been active for at least the past 2 years (it might be longer)
 - 7.2 Page 91. The information in the table is incorrect. Still refers to the Administrator of the FARMCO as the Head: OHS. It states "Acting director corporate" should it not read "director" instead of "acting director"?
 - 7.3 Page 91 to 96 (paragraph 2.6.5) – please ensure that the information is correct. Not sure which risk register it was based on. Compared to the one approved by Council on 7 August 2025 and there are differences.
 - 7.4 Page 91 – Dates of FARMCO – 10 May should be 14 May.
8. Page 117 **1116** – table at bottom of page; 3rd row. It states that the draft 24/25 annual report will be placed on the website November 2025. Should this not be January 2026, after Council approved that it can be published for comments? **not changed**
9. Did not review pages 119 – 142 (Annual Performance Report submitted to AG for audit)
10. The tables on pages 150, 151, 156 should also include the 24/25 financial year.
11. Page 162, paragraph 3.3.4: information on table not completed for 24/25
12. Page 165 **165** – 5th bullet point – should Greyton not be added here? **not changed**
13. Page 165 **165** – paragraph above 3.4.2 – nothing for Villiersdorp? **not changed**
14. Page 165 **165** – 3.4.2 states that there was a new integrated waste by-law. On page 116 **1150** (2.10) the by-laws passed for the year is listed. This by-law is not included in the list on page 116. **not changed**
15. Page 171 – 2nd paragraph, last sentence reads: "... Informal settlements for this quarter." It is not clear to which "quarter" is referred to.
16. Page 183; 3.7.2 – in 23/24 there was 89km gravel road. 1km of gravel road was upgraded to tar, should the total for 24/25 then not change to 88km?
17. Page 183; 3.7.3 – in 23/24 there was 172.1km tarred road. 1km of new tarred road was added, should the total for 24/25 then not change to 173.1km?
18. Page 189 **189** – on the first table next to Greyton it states "see note 3" there is no note 3? **not changed**
19. Page 189 – 191 **189 - 191** – all tables states "see Annexure 1" at the bottom. There is no Annexure 1? **not changed**
20. Page 200 **201** – the last paragraph seems to be a duplication of the 2nd last paragraph. These paragraphs also state "the quarter" it is not clear which quarter is referred to. **not changed**
21. Page 211 – The objectives is "covered" by the tables and thus the whole objective cannot be seen.

22. Page 227, 3.11.4 – check figures for adjustment budget and actual spending. Paragraph on top of page 228 seems incorrect due to information on bottom of page 227 seemingly incorrect.
23. Page 244, 3.12.4.5 – the information in this paragraph does not agree with the information in paragraph 3.12.4.4.
24. Page 244 – The table at the bottom of the page contains no information for 2024/25 or 2023/24.
25. Page 255 – Public safety challenges – Technological Transition – the sentence is incomplete as it ends with “and”
26. Page 259 – It seems that the information on the top of the page is either outdated, or the dates indicated are incorrect.
27. Page 319 – Total awards made – it states that a total of 6 bids were awarded. Is this correct, more than 6 bids were awarded for 24/25 according to the bid registers? It seems that this sentence refers to the 6 highest bids?
28. Page 319 – sentence above the last table on the page states that the MM awarded 1 bid but the table indicates 2 bids.
29. Page 320 – 1st sentence on page, should the financial year not be 24/25 instead of 23/24?
30. Page 320 – right at the bottom of the page. The percentage should be 100%
31. Page 322 (24) – 5.16.1 – Should “board” not be 27 instead of 26? TWK has 27 councilors. **NO CHANGE**
32. Duplication of appendices – from page 343 – It seems that appendices appear in the document as well as at the back of the document, is this necessary? (Appendix A pages 68 – 70 & 343 – 346; Appendix C page 349 & 73; Appendix D page 350 – 351 & 15 – 16; Appendix E page 352 – 355 & 81 – 84; Appendix G page 357 – 362 & 107 – 112; Appendix N page 302 & 378)
33. Page 347 – Should Oversight Committee not change to Municipal Public Accounts Committee?

APPENDIX 4.

(a) MPAC MINUTES – 05 February 2026

(b) MPAC MINUTES – 19 February 2026

MUNISIPALITEIT - UMASIPALA - MUNICIPALITY
THEEWATERSKLOOF



**MUNICIPAL PUBLIC ACCOUNTS
COMMITTEE MEETING
[MPAC] /
MUNISIPALE KOMITEE OOR
OPENBARE REKENING
[MKOOR]**

NOTULE / MINUTES

05 FEBRUARIE / FEBRUARY 2026

MUNISIPALITEIT THEEWATERSKLOOF MUNICIPALITY**MPAC COMMITTEE MEETING/****MKOOR KOMITEEVERGADERING****NOTULE / MINUTES****[09 FEBRUARIE / FEBRUARY 2026]**

ITEM NR	ITEM BESKRYWING / DESCRIPTION	BLADSY / PAGE NR
A.	<u>OPENING: VERWELKOMING</u> <u>OPENING: WELCOME</u>	1
B.	<u>BYWONINGSREGISTER</u> <u>ATTENDANCE REGISTER</u>	1 – 2
B.1	Present Teenwoordig	
B.2	Application(s) for leave of absence Aansoek(e) om verlof tot afwesigheid	
C.	<u>VERKLARING(S) EN MEDEDELING(S) DEUR</u> <u>DIE VOORSITTER</u> <u>STATEMENT(S) AND ANNOUNCEMENT(S) BY</u> <u>THE CHAIRMAN</u>	
D.	<u>BESPREKINGS</u> <u>DISCUSSIONS</u> Stel vrae aan Bestuur rakende die Jaarlikse Finansiële State en die 2024/2025 Jaarverslag / Pose questions to Management re Annual Financial Statements and the 2024/2025 Annual Report	2
E.	<u>VERDAGING</u> <u>ADJOURNMENT</u>	3

THE WATERSKLOOF MUNICIPALITY

MINUTES OF MUNICIPAL PUBLIC ACCOUNTS COMMITTEE HELD ON 05 FEBRUARY 2026 DIRECTLY OF THE DISCUSSION OF THE ITEMS OF THE PERFORMANCE- AND AUDIT COMMITTEE, IN THE COUNCIL CHAMBERS, MUNICIPAL OFFICES, CALEDON.

A. OPENING AND WELCOME

The Chairperson, Councillor M Gana, submits an apology for this meeting. The Councillors nominate Councillor TB Zimmermann as the Acting Chairperson for this meeting.

The Acting Chairperson, Councillor TB Zimmermann, welcomed all present and Mr A Opperman opened the meeting with a prayer.

B. ATTENDANCE REGISTER

B.1 Present

Councillor T Zimmermann	Acting Chairperson
Councillor PJ Stander	Member of MPAC
Councillor D Jacobs	Member of MPAC
Mr W Hendricks	Municipal Manager (Joined the meeting at 09:36)
Mr GW Hermanus	Director: Corporate Services
Mr. A Riddles	Deputy Director: Finance
Ms N Baliso	Director: Economic Development and Planning
Mr. A Opperman	Chief Audit Executive
Ms. J Uys	Internal Auditor
Ms J Marzec-Visagie	Temporary Manager: IDP & Performance Management
Ms A Carelse	Administrator: IDP
Mr. HM Gxoyiya	Senior Manager: Legal Services
Ms. M Faul	Manager: Corporate Services
Ms. F Ngxowa	Assistant-Translator
Ms. S Newman	Directorate Finance – render assistance with the compilation of the Annual Report

Virtual Attendance:

Ms R Gani	Performance- and Audit Committee Member
Ms N Henge	Department of Local Government
Ms N Peters	Department of Local Government
Ms N Kaddlie-Swanepoel	Department of Local Government

B.2 Application(s) for leave of absence:

Cllr M Gana

Mr WSE Solomons-Johannes

Sick leave

Mr J Barnard

Meeting with Acting Executive Mayor

Mr H Matthee

Meeting with Acting Executive Mayor

C. STATEMENTS/ANNOUNCEMENTS BY THE CHAIRPERSON

None

D. DISCUSSIONS DURING MEETING

Question: Councillor P Stander – Was the Draft Annual Report for 2024/25 advertised for comments?

Answer: Municipal Manager – It was advertised with closing date of 16 February 2026 for submission of comments.

Question: Councillor P Stander – Can a copy of the advertisement be provided to all the MPAC Members?

Answer: Municipal Manager – Copy of advertisement will be forwarded to Ms M Faul for distribution to all the MPAC Members.

Question: Councillor P Stander – Is hard copies of the Draft Annual Report available at the front desks of the Head Office as well as the Town Offices? Is it also available at the libraries where the Communities can have a look at it?

Answer: Municipal Manager – Yes, the Draft Annual Report is available at the Head Office, Town Offices and Libraries.

Question: Councillor P Stander – The advertisement must be in all 3 languages of the Western Cape to accommodate the Xhosa speaking community as well.

Answer: Municipal Manager – The Client Care staff at the Town Offices will be able to assist the Xhosa speaking community. The advertisement in all 3 languages will be provided to the MPAC Members.

Question: Councillor P Stander – Who was responsible for the drafting of the Draft Annual Report for the financial year 2024/25? Was an external company appointed to do this?

Answer: Municipal Manager – It was drafted internally by the IDP/Performance Management Department with the assistance of Finance.

E. ADJOURNMENT

The meeting adjourned to continue with the discussion of Section 32 agenda items.

COMPILED AND MAINTAINED BY:

M Faul
.....
M FAUL
MANAGER: CORPORATE SERVICES

APPROVED BY THE ACTING CHAIRPERSON OF THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE [MPAC]:

.....
COUNCILLOR TB ZIMMERMANN

DATE:.....

MUNICIPALE KOMITEE OOR OPENBARE REKENINGE [MKOOR] /
MUNICIPAL PUBLIC ACCOUNTS COMMITTEE [MPAC]

05 FEBRUARIE / FEBRUARY 2026

RAADSLID

RAADSLID/COUNCILLOR M GANA
 RAADSLID/COUNCILLOR PJ STANDER
 RAADSLID/COUNCILLOR D JACOBS
 RAADSLID/COUNCILLOR TB ZIMMERMANN

AMPTENAAR

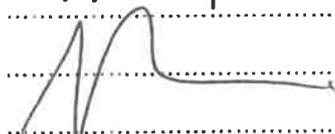
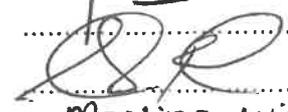
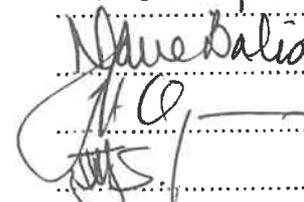
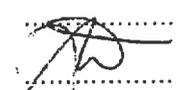
MNR/MR W HENDRICKS
 MNR/MR W SOLOMONS-JOHANNES
 MNR/MR J BARNARD
 MNR/MR N ARENDSE
 MNR/MR GW HERMANUS
 MNR/MR MP MABHENA
 MNR/MR A RIDDLES
 MNR/MR HJ MATTHEE
 ME/MS N BALISO
 MNR/MR A OPPERMAN
 ME/MS J UYS
 ME/ME N SIQOLA
 ME/MS J MARZEC-VISAGIE
 ME/MS M FAUL

HANDTEKENING

Abelgy




HANDTEKENING

 7-36
 Sid Leue
 Meeting with Mayor


 Meeting with Mayor
 Navebalia


 Mfauc

ME/MS F NGXOWA

MNR/MR E LAKEY

Appathu Gade
Shorell Nema
M H. GYOYIYA

[Signature]
Apology
[Signature]
[Signature]

Ms R Gani
Ms N Hengo
Ms N Peters
Ms NK Swanepoel

Virtual attendance
Virtual attendance
Virtual attendance
Virtual attendance

THEEWATERSKLOOF MUNICIPALITY
NOTICE: MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC) – REVIEW AND ANALYSIS OF 2024/2025
ANNUAL REPORT AND INVITATION FOR PUBLIC COMMENTS

Notice is hereby given in terms of the MFMA Circular No 32 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) that the Theewaterskloof Municipality's Municipal Public Accounts Committee, responsible for the Review and Analysis of the **2024/2025 Annual Report** is scheduled to meet as follows:

1. **05 February 2026: at 09:00** pose questions to Management to get clarity on the contents of the Annual Financial statements and the Annual Report.
2. **19 February 2026: at 09:00** Public hearings - The local community and any organ of state will be allowed to make representations on the annual report. (Any request for presentations should be forwarded to Ms. J. Visagie: - JoannaDi@twk.gov.za before **13 February 2026 at 10:00**. Any request for presentations must be accompanied by written submission of comments on the 2024/25 Annual Report.)
3. **05 March 2026: at 09:00** - Presentation of the draft oversight report, taking into consideration the views and inputs of the public, representatives of the Auditor General, organ of states, Councils audit committee and Councillors.
4. **19 March 2026:** Tabling of resolution at council.

The Draft Annual Report for the 2024/2025 financial year was tabled at the Council Meeting on **22 January 2026** in terms of Section 127 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) and is available for public comments from **23 January 2026 to 16 February 2026**.

It is available on the municipality's website www.twk.gov.za as well as the following offices:

- 6 Plein Street, Caledon
- Harbour Drive Grabouw
- Hoofweg Villiersdorp
- Fontein Street Botrivier
- Ds. Botha Street Greyton
- Strydom Avenue Genadendal
- Buitekant Street Riviersonderend

The local public as well as organs of state are hereby invited to make submissions in writing on the Draft Annual Report as well as financial statements and submit **no later than 16 February 2026 at 10:00** to the following address:

- The Manager IDP at 6 Plein Street / P.O. Box 24 Caledon 7230 or
- email to JoannaDi@twk.gov.za Comments can also be submitted in writing to the Municipal Manager at the under-mentioned address before **Friday, 16 February 2026 (10:00)** or clearly marked Draft Annual Report: 2024/2025 and placed in the Tender Box at the Caledon Offices.

Mr.W. Hendricks
Municipal Manager
6 Plein Street / P.O. Box 24
Caledon 7230


Theewaterskloof
Municipality

Commented [AW1]: Manager

MUNISIPALITEIT - UMASIPALA - MUNICIPALITY
THEEWATERSKLOOF



**MUNICIPAL PUBLIC ACCOUNTS
COMMITTEE MEETING [MPAC] /
MUNISIPALE KOMITEE OOR
OPENBARE REKENING
VERGADERING [MKOOR]**

NOTULE / MINUTES

19 FEBRUARIE / FEBRUARY 2026

MUNISIPALITEIT THEEWATERSKLOOF MUNICIPALITY**MUNISIPALE KOMITEE OOR OPENBARE REKENINGE****KOMITEEVERGADERING /****MUNICIPAL PUBLIC ACCOUNTS COMMITTEE MEETING****NOTULE / MINUTES****[19 FEBRUARIE / FEBRUARY 2026]**

ITEM NR	ITEM BESKRYWING / DESCRIPTION	BLADSY / PAGE NR
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B.	<u>BYWONINGSREGISTER</u> <u>ATTENDANCE REGISTER</u>	1
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B.2	Application(s) for leave of absence Aansoek(e) om verlof tot afwesigheid	
C.	<u>VERKLARING(S) EN MEDEDELING(S) DEUR</u> <u>DIE VOORSITTER /</u> <u>STATEMENT(S) AND ANNOUNCEMENT(S) BY THE</u> <u>CHAIRMAN</u>	
D.	<u>BESPREKINGS/ DISCUSSIONS</u>	2 – 5
	The local community and any organ of state will be allowed to make representations on the Annual Report	
F.	<u>VERDAGING / ADJOURNMENT</u>	

THE WATERSKLOOF MUNICIPALITY

**MINUTES OF MUNICIPAL PUBLIC ACCOUNTS COMMITTEE MEETING HELD ON
19 FEBRUARY 2026 AT 09:00 IN THE COUNCIL CHAMBERS, MUNICIPAL
OFFICES, CALEDON.**

A. OPENING AND WELCOME

The Chairperson, Councillor M Gana, welcomed all present.

B. ATTENDANCE REGISTER

B.1 Present

Councillor M Gana	Chairperson
Councillor T Zimmermann	Member of MPAC
Councillor PJ Stander	Member of MPAC
Councillor D Jacobs	Member of MPAC

Mr. WSE Solomons-Johannes	Director: Community Services
Mr. A Riddles	Deputy Director: Finance
Ms N Baliso	Director: Economic Development and Planning
Mr. A Opperman	Chief Audit Executive
Mr. N Kayser	On behalf of the Director: Technical- and Infrastructure Implementation Services
Mr. J Amansure	On behalf of the Director: Corporate Services
Mr. H Gxoyiya	Senior Manager: Legal Services
Mr. MJ Rasekgala	Manager: ICT
Ms. F Ngxowa	Assistant-Translator

Other Employees in attendance:

Ms A Carelse
Ms L Absolom
Ms S Newman
Mr L Gana

B.2 Application(s) for leave of absence:

Mr H Matthee

C. STATEMENTS/ANNOUNCEMENTS BY THE CHAIRPERSON

None

D. DISCUSSIONS DURING MEETING

- D.1 Comments received from the Office of the Auditor-General were noted.
(Comments attached as annexure to the Minutes.)
- D.2 Letter received from Mr Gerrit le Roux as presented by Councillor P Stander was discussed and noted.
(Letter received from Mr le Roux is attached as annexure to the Minutes.)

No other comments were received from the public, stakeholders or any Organ of State.

E. ADJOURNMENT

The meeting adjourned at 10:25.

COMPILED AND MAINTAINED BY:



M FAUL
MANAGER: CORPORATE SERVICES

APPROVED BY THE ACTING CHAIRPERSON OF THE MUNICIPAL PUBLIC ACCOUNTS COMMITTEE [MPAC]:

.....
COUNCILLOR M GANA

DATE:.....

Comments received from the Office of the AG

53

Annual Report – Review findings:

Findings:

1. I suggest using a better quality of the mayors' and MMs forward – current ones are of poor quality. The current year auditors' report is of poor quality. Why not using the word version?
2. Sequential numbering - The following were found:
 - 2.1 Section 1.3 jumps - You have 1.3.1 and then it jumps to 1.3.5 (i.e., 1.3.2–1.3.4 are missing).
 - 2.2 Chapter 2 numbering skip (missing 2.12) - After 2.11 WEBSITE, the document goes to 2.13 PUBLIC SATISFACTION... (no 2.12).
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3.3.7 COMMENT ON THE CAPITAL EXPENDITURE...
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 - 2.5 Stormwater section skips 3.9.1 - Under 3.9 WASTEWATER (STORMWATER DRAINAGE), it goes to 3.9.2 and 3.9.3, without 3.9.1.
 - 2.6 Library numbering appears inconsistent (3.12.3 → 3.12.4.1) - You have 3.12.3 INTRODUCTION TO LIBRARY SERVICES, and then headings start at 3.12.4.1 (suggesting 3.12.4 is missing).
 - 2.7 Sport & Recreation numbering skips 3.20.1 and 3.20.2 - Under 3.20 SPORT AND RECREATION, the next sub-sections shown are 3.20.3 and 3.20.4 (missing 3.20.1–3.20.2).

3. Spell check

- 3.1 The following spelling errors were noted:

Incorrect	Correct	Location
Servive	Service	p.28
per centages	Percentages	p.25
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Servive	Service	p.151
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CHALLENGES	CHALLENGES	p.62
containment (broken spacing)	containment	various
access (broken)	Access	p.181
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Proff	Prof	p.286
Turn-over	Turnover	p.285
Catagorisation	categorisation	p.173
Intainer	Container	p.304

3.2 Word Splitting / Broken Words (PDF formatting issues)

Broken Word	Correct	Location
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Information	Information	Various
environment	environment	several places

3.3 Inconsistent Capitalisation

Inconsistent	Correct (South African context)
colored / Coloured	Coloured (demographic term)
programme / program	programme (unless software)
council / Council	Council (formal body)
municipality / Municipality	Municipality (when referring to TWK as institution)

3.4 Numeric / Formatting Issues

Issue	Finding
Percentage formatting inconsistent	p.275 "20%6" likely meant "20%"

June 2025 Draft Financials

- **Outstanding Debt per Town – R 433 million** .On page 272 it showed that the total outstanding debt per town at 30 June 2024 amounts to R 339,159,011. Why are the comparative June 2025 figures not shown? Probably because there was a material deterioration. I don't have the June 2025 figures, but for the 18 months up to December 2025 the debt increased by 27.8% (R 94.5 million) to R 433.7 million.
- **Age Analysis of Debt** Approximately 60% of the debt is older than 12 months. This is a very high risk. Most of the debt, namely R 217 million (50%), comes from ordinary households, which will be extremely difficult to collect. **Has an analysis been done of how much of this may be irrecoverable and should be written off?**
- **KPI – Outstanding Debtors R 433 million** I tried to find a measurable KPI for the risk but could not. **Isn't it necessary to already provide one for such an important risk, so that focus and accountability can be managed?**
- **Bulk Electricity – Outstanding More than R 100 million** I could not find any commentary on this debt and repayment. This is also a very high risk, because our current cash flow may not be sufficient to settle the debt.

That is why it is so important that more attention be given to collecting outstanding debtors faster, as this will provide cash flow for Eskom repayments and reduce the high outstanding balances with other creditors.

I would appreciate comments on this matter.

Regards

Gerrit Le Roux

23 De La Vigne street

Riviersonderend 082 459 12 89

MUNICIPALE KOMITEE OOR OPENBARE REKENINGE [MKOOR] /
MUNICIPAL PUBLIC ACCOUNTS COMMITTEE [MPAC]

19 FEBRUARIE / FEBRUARY 2026

RAADSLID

RAADSLID/COUNCILLOR M GANA

RAADSLID/COUNCILLOR PJ STANDER

RAADSLID/COUNCILLOR D JACOBS

RAADSLID/COUNCILLOR TB ZIMMERMANN

HANDTEKENING


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AMPTENAAR

MNR/MR W HENDRICKS

MNR/MR W SOLOMONS-JOHANNES

MNR/MR GW HERMANUS

MNR/MR MP MABHENA

MNR/MR A RIDDLES

MNR/MR HJ MATTHEE

ME/MS N BALISO

MNR/MR A OPPERMAN

ME./MS J UYS

ME./ME N SIQOLA

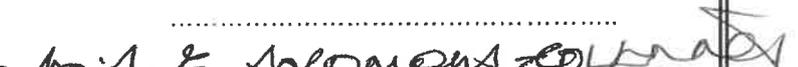
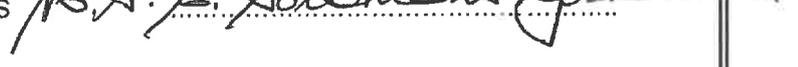
ME/MS J MARZEC-VISAGIE

ME/MS M FAUL

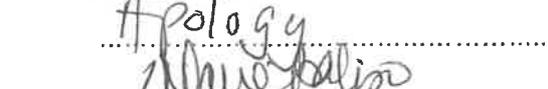
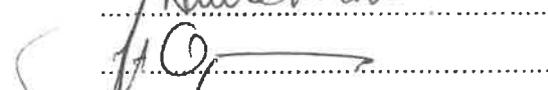
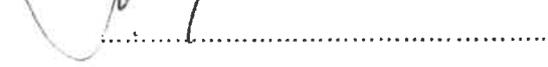
ME/MS F NGXOWA

MNR/MR E LAKEY

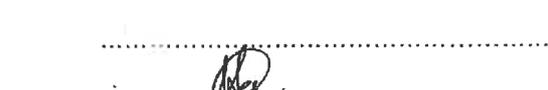
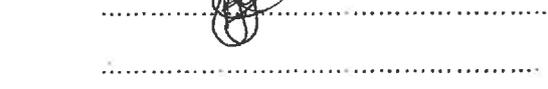
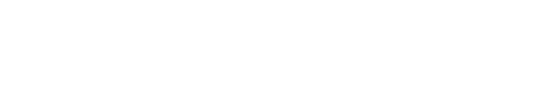
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h. Gana
A. Carotse
W. Kayser
RASEKUALA MJC (CT)
S. Newman
M. H. Crozier
L. Absalom
J. Amanson

L. Gana
~~Carotse~~
~~W. Kayser~~
~~RASEKUALA MJC (CT)~~
~~S. Newman~~
~~M. H. Crozier~~
~~L. Absalom~~
~~J. Amanson~~

**APPENDIX 5. COMMENTS RECEIVED FROM
COMMUNITY MEMBER**

June 2025 Draft Financials

- **Outstanding Debt per Town – R 433 million** .On page 272 it showed that the total outstanding debt per town at 30 June 2024 amounts to R 339,159,011. Why are the comparative June 2025 figures not shown? Probably because there was a material deterioration. I don't have the June 2025 figures, but for the 18 months up to December 2025 the debt increased by 27.8% (R 94.5 million) to R 433.7 million.
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I would appreciate comments on this matter.

Regards

Gerrit Le Roux

23 De La Vigne street

Riviersonderend 082 459 12 89

**APPENDIX 6. COMMENTS RECEIVED
FROM THE OFFICE OF THE
AUDITOR-GENERAL**

Annual Report – Review findings:

Findings:

1. I suggest using a better quality of the mayors' and MMs forward – current ones are of poor quality. The current year auditors' report is of poor quality. Why not using the word version?
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3.4 Numeric / Formatting Issues

Issue	Finding
Percentage formatting inconsistent	p.275 "20%6" likely meant "20%"

**APPENDIX 7. COMMENTS RECEIVED
FROM PROVINCIAL TREASURY**

**Reference: PTR 13/5/2**

The Municipal Manager
Theewaterskloof Municipality
PO Box 24
CALEDON
7230

For attention: The Municipal Manager

PROVINCIAL TREASURY COMMENTS ON THE TABLED 2024/25 ANNUAL REPORT**1. INTRODUCTION**

- a. MFMA section 121(1) states that every municipality and every municipal entity must for each financial year prepare an annual report. The council of a municipality must within nine months after the end of the 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.
- b. MFMA sections 121(3) and (4) sets out the framework relating to the content of the annual reports for both municipalities and municipal entities.
- c. National Treasury has further introduced the annual report template and MFMA Circular No. MFMA Circular 63 aims to provide guidance to municipalities and municipal entities on the Annual Report format and its contents.
- d. The municipal council is then obliged to consider any views of the local community; the National Treasury, the relevant provincial treasury and any provincial or national organs of state or municipalities which made submissions on the Annual Report.

2. LEGISLATIVE COMPLIANCE

2.1 Conformance

The conformance assessment highlights compliance by Theewaterskloof Municipality with the Municipal Finance Management Act No. 56 of 2003 is as follows:

Compliance	Yes/No
The Municipality submitted the draft 2024/25 Annual Performance Report together with the AFS to the Auditor General by the 31 August 2025, which is within the legislative guideline	Yes
The unaudited Annual report was tabled to Council at least two months after the end of the 2024/25 financial year, in accordance with MFMA Circular 63.	No
If not tabled two months after the end of the financial year, the Annual Report was tabled to Council on 23 January 2026 which is within 7 months after the end of the financial year in accordance with MFMA section 127(2).	Yes
The draft Annual Report was made public on 22 January 2026 (website upload date) which is in line with MFMA Section 75.	Yes , however, a notice inviting the public to comment could not be found on the website.

2.2 Format of the Annual Report as per MFMA Circular 63

Compliance	Yes/No	Gaps identified/Areas for improvement
The relevant chapters and annexures have been included.	Yes	All chapters have been included. Relevant appendices have been included, Appendix F on Ward Information is not included as an appendix but ward information is included in the report; capital project information is included in the appendix but not by ward. Although appendices are included, no information/detail for following are provided: Municipal entity/service provider performance, Service connection backlogs at schools and clinics, Service backlogs experience by community where another sphere of government is responsible for service provision, declaration of loans and grants made by the municipality. Declaration of returns not made in due time under MFMA S71 indicated as N/A.
The 2023/24 and 2024/25 Audit findings have been included.	Yes	The AG Reports have been included. In 2024/25, the Municipality received a qualified audit opinion.
The Mayor's foreword has been included	Yes	
The Municipal Manager's foreword has been included	Yes	
The report includes a comprehensive overview of the demographics, population, growth, highlights and challenges faced in the municipal area during the 2024/25 financial year.	Yes	

Compliance	Yes/No	Gaps identified/Areas for improvement
The Municipality disclosed information on B-BBEE compliance performance information with elements related to Management Control, Skills Development, Enterprise, Supplier Development and Socioeconomic development.	Yes	The Municipality has included some information on B-BBEE compliance performance.

3. ORGANISATIONAL DEVELOPMENT AND SERVICE DELIVERY PERFORMANCE

3.1 Key Performance Areas

Strategic Objectives	Number of targets in SDBP	Number of targets achieved	Number of targets not achieved	Percentage of targets achieved
Basic service delivery for all	14	9	5	64%
Improve the social environmental fabric of the TWK community	2	1	1	50%
Healthy and productive workforce	5	4	1	80%
Maintenance, replacements and upgrades of municipal infrastructure	9	1	8	11%
Integrated Human Settlements	1	0	1	0%
Make Theewaterskloof the investment destination and promote second and township economy	0	0	0	---
Upgrading of Informal Settlements and prioritising the most needy in housing allocation	10	6	4	60%
Democratic, responsive and accountable government	12	8	4	67%
Sound financial management and continuous revenue growth	6	2	4	33%
Total	59	31	28	53%

- Theewaterskloof Local Municipality has achieved 31 out of 59 targets (53 per cent) contained in its adjusted SDBIP. While this reflects a small improvement on the 50 per cent success rate recorded in the 2023/24 financial year, performance remains relatively low and indicates that nearly half of the Municipality's planned commitments were not realised during the period under review.
- For targets not achieved, explanatory comments /corrective measures have been provided. These responses offer context for the shortfalls and indicate an awareness of implementation challenges. However, the effectiveness of the proposed corrective actions will need to be closely monitored to ensure that recurring performance gaps are addressed in a sustainable and measurable manner.
- Although the Municipality has consistently met key legislative and compliance-related milestones — including the timely submission of its IDP, budget, Annual Report, Oversight Report

and Annual Financial Statements — this compliance has not translated into strong outcomes. Of particular concern is capital expenditure, where several capital project spending targets were not achieved. As a result, overall capital expenditure reached only 60 per cent against a target of 95 per cent.

- The continued underperformance in capital spending has significant implications for service delivery and infrastructure development. Underspending delays the completion of critical infrastructure projects, potentially leading to service backlogs/ deteriorating assets.
- The gap between planning and execution suggests a need to strengthen project management, procurement processes, and in-year financial monitoring to improve overall organisational performance and developmental outcomes.

4. CONCLUSION AND RECOMMENDATIONS

The Municipality is compliant with the legislative requirements as per MFMA Section 75, 121 and 127.

The Municipality has indicated reasons for underperformance and the corrective measures for the KPI targets that were not achieved. These are noted and should serve to improve performance in the 2025/26 financial year. The Municipality should ensure that any emerging risks are proactively monitored and addressed, and that its stated corrective measures and commitments are effectively implemented to strengthen future performance.

Kind regards

Ashley Rasool

DIRECTOR: LOCAL GOVERNMENT BUDGET OFFICE (Acting)

DATE: 27 February 2026