



PROVINCIAL TREASURY CIRCULAR NO. 27 OF 2015

TO:

THE MUNICIPAL MANAGER: BUSHBUCKRIDGE LOCAL MUNICIPALITY (MR C LISA)
THE MUNICIPAL MANAGER: UMJINDI LOCAL MUNICIPALITY (MR DP MSIBI)
THE MUNICIPAL MANAGER: NKOMAZI LOCAL MUNICIPALITY (MR MD NGWENYA)
THE MUNICIPAL MANAGER: MBOMBELA LOCAL MUNICIPALITY (MR N SEANEGO)
THE ACTING MUNICIPAL MANAGER: THABA CHWEU LOCAL MUNICIPALITY (MR S MAEBELA)
THE MUNICIPAL MANAGER: EHLANZENI DISTRICT MUNICIPALITY (ADV H MBATHA)
THE ACTING MUNICIPAL MANAGER: STEVE TSHWETE LOCAL MUNICIPALITY (MR M MNGUNI)
THE ACTING MUNICIPAL MANAGER: THEMBISILE HANI LOCAL MUNICIPALITY (MR O NKOSI)
THE ACTING MUNICIPAL MANAGER: VICTOR KHANYE LOCAL MUNICIPALITY (MS BSS RIBA)
THE ACTING MUNICIPAL MANAGER: EMAKHAZENI LOCAL MUNICIPALITY (MS EK SHABALALA)
THE ACTING MUNICIPAL MANAGER: EMALAHLENI LOCAL MUNICIPALITY (MR T VAN VUUREN)
THE MUNICIPAL MANAGER: DR JS MOROKA LOCAL MUNICIPALITY (MR BS MAHLANGU)
THE MUNICIPAL MANAGER: NKANGALA MUNICIPALITY (MS M SKOSANA)
THE MUNICIPAL MANAGER: CHIEF ALBERT LUTHULI LOCAL MUNICIPALITY (MR VN MPILA)
THE MUNICIPAL MANAGER: DIPALESENG LOCAL MUNICIPALITY (MR VD NGCOBO)
THE MUNICIPAL MANAGER: DR PIXLEY KA ISAKA SEME LOCAL MUNICIPALITY (MR PB MALEBYE)
THE MUNICIPAL MANAGER: GOVAN MBEKI LOCAL MUNICIPALITY (MR MF MAHLANGU)
THE MUNICIPAL MANAGER: LEKWA LOCAL MUNICIPALITY (MR L TSHABALALA)
THE ACTING MUNICIPAL MANAGER: MKHONDO LOCAL MUNICIPALITY (MR C MABUZA)
THE MUNICIPAL MANAGER: MSUKALIGWA LOCAL MUNICIPALITY (MR S SHONGWE)
THE MUNICIPAL MANAGER: GERT SIBANDE DISTRICT MUNICIPALITY (MR CA HABILE)

THE CHIEF FINANCIAL OFFICER: BUSHBUCKRIDGE LOCAL MUNICIPALITY (MS MC NKUNA)
THE CHIEF FINANCIAL OFFICER: CHIEF ALBERT LUTHULI LOCAL MUNICIPALITY (MR NJ NHLABATHI)
THE CHIEF FINANCIAL OFFICER: DIPALESENG LOCAL MUNICIPALITY (MS A NGEMA)
THE CHIEF FINANCIAL OFFICER: DR JS MOROKA LOCAL MUNICIPALITY (MR Z SKHOSANA)
THE CHIEF FINANCIAL OFFICER: DR PIXLEY KA ISAKA SEME LOCAL MUNICIPALITY (MR P MAMOGALE)
THE CHIEF FINANCIAL OFFICER: EHLANZENI DISTRICT MUNICIPALITY (MR W KHUMALO)
THE CHIEF FINANCIAL OFFICER: EMAKHAZENI LOCAL MUNICIPALITY (MS W NGWENYA)
THE ACTING CHIEF FINANCIAL OFFICER: EMALAHLENI LOCAL MUNICIPALITY (MS N MASEKO-MTHEMBU)
THE CHIEF FINANCIAL OFFICER: GERT SIBANDE DISTRICT MUNICIPALITY (MR AY SINGH)
THE CHIEF FINANCIAL OFFICER: GOVAN MBEKI LOCAL MUNICIPALITY (MR J MOKGATSI)
THE ACTING CHIEF FINANCIAL OFFICER: LEKWA LOCAL MUNICIPALITY (MR K DUBA)
THE CHIEF FINANCIAL OFFICER: MBOMBELA LOCAL MUNICIPALITY (MR O MOKOENA)
THE CHIEF FINANCIAL OFFICER: MKHONDO LOCAL MUNICIPALITY (MR TS THOBELA)
THE CHIEF FINANCIAL OFFICER: NKANGALA DISTRICT MUNICIPALITY (MS A STANDER)
THE CHIEF FINANCIAL OFFICER: NKOMAZI LOCAL MUNICIPALITY (MR B KHOZA)
THE ACTING CHIEF FINANCIAL OFFICER: STEVE TSHWETE LOCAL MUNICIPALITY

REQUEST FOR SUBMISSION OF SERVICE LEVEL AGREEMENTS (SLAs) / CONTRACTS FOR APPOINTED CONSULTANTS

(MS E WASSERMANN)

THE CHIEF FINANCIAL OFFICER: THABA CHWEU LOCAL MUNICIPALITY (MR L MOKWENA)

THE ACTING CHIEF FINANCIAL OFFICER: THEMBSILE HANI LOCAL MUNICIPALITY

(MS SM MAKGABA)

THE CHIEF FINANCIAL OFFICER: UMJINDI LOCAL MUNICIPALITY (MR P MPELA)

THE CHIEF FINANCIAL OFFICER: VICTOR KHANYE LOCAL MUNICIPALITY (MR C BARNARD)

cc: DIRECTOR-GENERAL: OFFICE OF THE PREMIER: DR NONHLANHLA MKHIZE

cc: HEAD OF DEPARTMENT: DEPARTMENT OF CO-OPERATIVE GOVERNANCE AND

TRADITIONAL AFFAIRS (MR CM CHUNDA)

REQUEST FOR SUBMISSION OF SERVICE LEVEL AGREEMENTS (SLAs) / CONTRACTS FOR APPOINTED CONSULTANTS

1. BACKGROUND

195 of South Africa's 284 municipalities spent R454 million on private consultants this past financial year. Though they were predominantly financial management consultants, this spending was over and above the salaries paid to government officials who are employed to fulfil financial management and reporting responsibilities. Out of the 21 municipalities in Mpumalanga 9 used consultants.

Only 1 of the 9 municipalities that used consultants in Municipalities got an unqualified audit during the financial year in question. Four received disclaimer audit opinions and 4 got qualified opinions, meaning that the financial documentation they provided was inadequate and the auditors could not express an opinion.

2. PURPOSE

In order for the Provincial Treasury to assist municipalities to strengthen the future agreements with service providers in order to increase the value received, municipalities are requested to provide information pertaining these contracts.

It will consequently be appreciated if municipalities could submit the following information regarding service providers appointed to assist the Budget and Treasury Office, to Provincial Treasury:

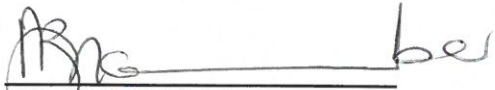
1. A schedule indicating the following information:
 - Name of Service Provider
 - Purpose of appointment
 - Appointment date
 - Contract duration
2. Copies of Contracts / SLAs for all Consultants appointed from 2012/13 up to 2014/15 financial year (as listed above).
3. The Municipality must also indicate planned appointment of new service providers with reasons for service requirements (same schedule as in par. 1 to be submitted).

**REQUEST FOR SUBMISSION OF SERVICE LEVEL AGREEMENTS (SLAs) / CONTRACTS FOR
APPOINTED CONSULTANTS**

In case of any clarity regarding the above matters please contact Ms C. Hoon at choon@mpg.gov.za or (013) 766-4464. Please submit the above information to Ms Hoon on or before **29 June 2015**.

Your cooperation is always appreciated.

Regards,



MS. NZ NKAMBA
HEAD OFFICIAL: PROVINCIAL TREASURY
DATE: 25/6/2015