



provincial treasury

MPUMALANGA PROVINCE  
REPUBLIC OF SOUTH AFRICA

Nokuthula Simelane Building, No. 7 Government Boulevard, Riverside Park Extension 2, Mbombela, 1200

Private Bag X 11205, Mbombela, 1200

Tel: 013 766 4572, Fax: 013 766 4604, Int: +27 (13) 766 4572, Int: +27 (13) 766 4604

SigcinaMafa SesiFundza

UmNyango weeMali ZesiFunda

Provinciale Tesourie

Enquiries : Mr IDP Strauss x 8682

Ref : MPT 12/1/19

---

## PROVINCIAL TREASURY CIRCULAR NO. 79 OF 2020

---

**TO : ALL MUNICIPAL MANAGERS  
ALL CFOs OF MUNICIPALITIES**

**SUBJECT : OUTCOME AND RESOLUTIONS EMANATING FROM WORKSHOP  
ON MUNICIPAL REGULATIONS ON FINANCIAL MISCONDUCT  
PROCEDURES, CRIMINAL PROCEEDINGS AND COST  
CONTAINMENT**

---

The above matter refers.

The Provincial Treasury in collaboration with National Treasury conducted a Provincial workshop on Financial Misconduct Procedures, Criminal Proceedings and the Cost Containment Regulations.

The workshop targeted the following members and officials:

- Members of Municipal Public Accounts Committees (MPAC)
- Disciplinary Board members
- Audit Committee members
- Head of Internal Audit / Manager
- Head of Legal services / Manager
- Corporate /Human Resource Director

The objective of the workshop was to assist municipalities with interpretation and effective implementation of the above mentioned regulations and related MFMA Circulars.

The workshop was well attended and very interactive with approximately 115 delegates in attendance in the form of a virtual meeting.

The following resolutions were taken for immediate action and implementation by municipalities:

1. Municipalities to establish Disciplinary Boards and develop a Terms of Reference as per Regulation 10204 of 2014 not later than 15 December 2020.
2. Municipalities must develop an Unauthorised, Irregular, Fruitless and Wasteful expenditure (UIFW) plan/strategy which identifies clearly the root causes and timelines for conclusion in line with the Medium Term Strategic Framework priorities for UIFW (Reduction of Irregular Expenditure by 75% by 2024 and 100% elimination of Fruitless and Wasteful expenditure by 2024) not later than 15 December 2020.

**PROVINCIAL TREASURY CIRCULAR NO. 79 OF 2020**

---

3. Municipalities to report quarterly and annually on total cost savings as contained in MFMA Circular No. 97, Annexure D.
4. Municipalities to submit UIFW registers to the Provincial Treasury for guidance and support not later than 9 December 2020.

Your co-operation in this regard is appreciated.

Regards,

  
**MS GUGU MASHITENG**  
**HEAD: PROVINCIAL TREASURY**  
**DATE: 04/12/2020**