



PROVINCIAL TREASURY

Ref: 12/1/6/4

Enq: Maduka N.D

Date: 21 February 2011

Municipal Finance Circular No.12 of 2011: Non-Compliance with the MFMA S71

To:

The Municipal Manager: Aganang Local Municipality

The Municipal Manager: Maruleng Local Municipality

Cc.:

The Chief Financial Officer: Aganang Local Municipality

The Chief Financial Officer: Maruleng Local Municipality

Dear Sir / Madam

Non-Compliance with the MFMA – S71 for January 2011

1. The above matter bears reference;
2. The MFMA section 71 sub-section (1) states that the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial Treasury (PT) a statement in the prescribed format on the state of the municipality's budget.
3. Subsection (4) states that the statement to the PT must be in the format of a signed document and an electronic format. The Municipal Budget & Reporting Regulations (MBRR) Schedule C R27 states that an in-year report of a

municipality must be covered by a quality certificate. Please refer to the regulations page 83 for the format of the quality certificate.

4. You are therefore informed that you have not complied with the aforementioned section of the MFMA in terms of submission of the monthly returns.
5. The Accounting Officer is advised to ensure that this section of the MFMA is complied with immediately, failure to do so; you are advised to comply with S74 (2) of the MFMA.
6. You are further reminded that in terms of section 171 (1) of the MFMA, non-compliance with the MFMA constitutes a financial misconduct.
7. All signed documents to be delivered to : **56-58 Paul Kruger Street**
Or faxed to: **086 662 4853**.
8. Looking forward to an immediate submission of the report as well as timeous submission of future reports.
9. Yours in public finance management



Head of Department
Ramdharie N