

UGU DISTRICT MUNICIPALITY

**MINUTES OF THE 40TH MEETING OF THE UGU DISTRICT MUNICIPAL COUNCIL
HELD AT THE COUNCIL CHAMBERS, RAY NKONYENI MUNICIPALITY,
10 CONNOR STREET, PORT SHEPSTONE, ON THURSDAY, 26 JUNE 2025,
AT 11H04**

Cllr SR Ngcobo - Speaker

IS Mqadi (Mayor), SN Caluza (Exco Member), D Nciki (Exco Member), GD Henderson (Exco Member), JS Ngwane (Exco Member), NA Njenga (Exco Member), MP Shoji, P Breedt, NT Dlamini, SV Duma, SP Fica, AW Gege, TT Hlophe, SE Khawula, MJ Cele-Luthuli, MA Manyoni, NO Mazubane, SD Mdluli, SEH Mngoma, TH Msabala, SP Mthethwa, NY Mweshe, PZ Mzindle, N Ndadane, SA Ngcece, FM Ngwane, X Nkasa, B Nyuswa, J Schmidt, PC Shange, MP Tenza, MV Vezi, MPL Zungu, and LS Zungu

BY INVITATION:

Inkosi EZ Jali
Inkosi MBW Xolo
Inkosi EZ Jali

IN ATTENDANCE:

Mr VO Mazibuko	-	Municipal Manager
Mr K Audan	-	General Manager: Budget and Treasury Office (BTO)
Ms D Rankin	-	General Manager: Economic Development and Environmental Services (EDES)
Ms T Mwelase	-	Acting General Manager: Water Services
Ms MP Gobhozi	-	Acting General Manager: Corporate Services
Ms F Mbili	-	Senior Manager: Corporate Strategy and Shared Services
Ms Z Mpurwana	-	Acting Senior Manager: Mayoralty and Communications
Mr S Kati	-	Chief Audit Executive (CAE)
Ms N Mbambo	-	Manager: Legal Services
Ms N Gumbi	-	Manager: Human Resources
Mr A Mbhele	-	Manager: Administration & Auxiliary Services
Ms B Danisa	-	Committee Clerk: Secretariat Unit
Ms N Surajbally	-	Administrative Officer: Secretariat Unit

• **OPENING**

The Speaker requested Cllr MJ Cele-Luthuli to open the meeting with a prayer. He then extended a warm welcome to all present.

C 216/06/25 NOTICE OF MEETING

The notice of the meeting was taken as read.

C 217/06/25 APPLICATIONS FOR LEAVE OF ABSENCE

It was noted that Cllr PC Shange and Cllr NA Njenga had requested to join the meeting via the Hybrid Platform.

It was also noted that Cllr JS Ngwane, Cllr SE Khawula, Cllr MV Vezi and Cllr NO Mazubane had requested to leave the meeting at 12h00 due to a party commitment

It was further noted that Cllr MJ Cele-Luthuli had requested to leave the meeting at 12h00 due to urgent council business.

Following which,

It was unanimously

RESOLVED:

- (a) That the request for Cllr PC Shange and Cllr NA Njenga to join the meeting via the Hybrid Platform be and is hereby **GRANTED**.
- (b) That the request for Cllr JS Ngwane, Cllr SE Khawula, Cllr MV Vezi and Cllr NO Mazubane to leave the meeting at 12h00 due to a party commitment be and is hereby **GRANTED**.
- (c) That the request from Cllr MJ Cele-Luthuli to leave the meeting at 12h00 to attend to an urgent council business be and is hereby **GRANTED**.

C 218/06/25 DECLARATION OF INTEREST

It was noted that there were none.

C 219/06/25 CONFIRMATION OF AGENDA

The Speaker took members through the confirmation of the agenda.

Thereafter, Cllr MJ Cele-Luthuli moved for the acceptance of the Agenda and was seconded by Cllr Khawula.

Following which,

It was

RESOLVED:

That the agenda convening the meeting of the Ugu District Municipal Council be and is hereby **CONFIRMED**.

CONFIRMATION OF MINUTES

C 220/06/25 Minutes of the 39th Meeting of the Ugu District Municipal Council held on 29 May 2025

The Speaker took members through the confirmation of the minutes for the 39th meeting of the Ugu District Municipal Council held on 29 May 2025.

Thereafter, Cllr Mthethwa moved for the acceptance of the minutes and was seconded by Cllr LS Zungu.

Following which,

It was

RESOLVED:

That the minutes of the 39th Meeting of the Ugu District Municipal Council held on 29 May 2025 be and are hereby **CONFIRMED**.

RESOLUTIONS REGISTER

C 221/06/25 **Resolutions Register for the 39th Meeting of the Ugu District Municipal Council held on 29 May 2025**

The Speaker took members through the Resolutions Register for the 39th meeting of the Ugu District Municipal Council held on 29 May 2025.

Following which,

It was unanimously

RESOLVED:

That the Resolutions Register for the 39th Meeting of the Ugu District Municipal Council held on 29 May 2025 be and is hereby **CONSIDERED** and **NOTED**.

C 222/06/25 **OUTSTANDING MATTERS**

It was noted that there were none.

STANDING ITEMS

C 223/06/25 **Monthly Birthday Greetings: Councillors, Amakhosi and Senior Managers**

The Speaker conveyed birthday wishes on behalf of Council to the following Councillors who celebrated their birthday during the month of June, namely:

- Cllr D Nciki - 01 June;
- Cllr JS Ngwane - 04 June; and
- Cllr SP Mthethwa - 09 June

Following which,

It was unanimously

RESOLVED:

That the Monthly Birthday Greetings for Councillors, Amakhosi and Senior Managers be and is hereby **NOTED**.

C 224/06/25 **Water Supply Status Quo Report**

The Acting General Manager: Water Services took members through the report.

She apprised members on the status of the water systems throughout the Ugu District and provided a detailed report on the water supply that included successful shutdowns, restoration of supply, pipeline replacement projects, challenges faced, and the ongoing efforts to improve the system.

She then referred members to pages 2,3,4,7,9,16,17,19,20,21,22,26 and 27 of the attachment, and highlighted the status as per the operational areas as follows:

- Area South Central;
- Area South;
- Area North; and

- Area South-West;

She also pointed out that sanitation incidences were attended as and when same were received.

Cllr Mthethwa raised concerns regarding the water issues that needed to be addressed in the following Areas namely:

- Mandleni (Ward 4) and Kwanquma (Ward 2) under Umdoni Local Municipality;
- Mphelwazwe (Ward 18), Umzumbe Reservoir (Ward 2), and Cothoza Creche in Bangibizwa (Ward 20) under the Umzumbe Local Municipality; and
- Mashanganeni and Ngangeni in Ward 18 of Ray Nkonyeni Local Municipality.

He then appreciated the progress made in improving water supply to the previously affected areas.

Cllr Tenza reminded members of the previous discussions about the installation of boreholes in areas lacking infrastructure and then sought clarity on the progress as well as the total number of boreholes that would be installed in areas lacking infrastructure.

Cllr Ngcece praised the Water Services Team for repairing the pipe at Izingoloni and thanked the Foreman, Ms Nzimakwes' leadership and communication efforts in collaboration with the Plumbers at the Umtamvuna Plant as well as expressed appreciation to the Municipal Manager and the Water Services Team's efforts in preventing infrastructure sabotage.

Cllr Henderson pointed out that the Umgeni uThukela Water was failing to supply adequate water and pointed out that the Audit Committee Chairperson had previously proposed forming a Task Team to investigate the Umgeni uThukela Water's poor performance.

He then suggested forming a Committee that would report to the Executive Committee and Council on alternative water supply options due to the rising cost and poor performance of the Umgeni uThukela Water. He then sought clarity on whether such a Committee already existed or could be established.

Cllr LS Zungu commended the Water Services Team for notable improvements in the Harding Town and their prompt responses to complaints. He then acknowledged the progress in the rural areas like KwaMachi and cited the absence of protests in Umuziwabantu as a positive sign. He also noted that areas without underground infrastructure would be identified and addressed with the Water Services Team to facilitate the provision of Water Tankers.

Cllr Tenza reiterated his request and recommended that the Acting General Manager: Water Services should submit a progress report at the next meeting regarding the borehole installations in areas without infrastructure.

Responding, the Speaker affirmed Cllr Tenza's request and noted that the relevant information would be presented to inform members of the situation. He also acknowledged the concern raised about the Umgeni uThukela Water.

Taking over, the Municipal Manager acknowledged Cllr Henderson's proposal and confirmed that same would be directed to the Portfolio Committee on Water and Sanitation, and that an administrative Task Team would be established to focus solely on the issue and would report to the Portfolio Committee before submission to the Executive Committee and Council.

Cllr Mthethwa referred to a strike that occurred in the VeluMemeze Area and reminded the Council of a commitment made to conduct a follow-up visit within three (3) weeks; however, five (5) weeks had passed without action. He then urged the leadership that the said visit be carried out to prevent further unrest. He also acknowledged the Water Services Team's progress in the Nomakhanzana Area and noted a promised visit there as well as called on the Ugu District together with the Umzumbe Local Municipality to ensure that the visit took place.

Following which,

It was

RESOLVED:

- (a) That the report on the Water Supply Systems Status Quo be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the Acting General Manager: Water Services be and is hereby tasked to submit a progress report at the next meeting regarding the borehole installations in areas without infrastructure

C 225/06/25 SALGA Monthly Report

It was noted that there was no report.

C226/06/25 Human Rights Commission Inquiry

It was noted that there was no report.

C 227/06/25 SECTION 79 REPORTS

It was noted that there were none.

MATTERS FOR DISCUSSION

C 228/06/25 Resignation of Cllr LMR Ngcobo, a DA PR Councillor serving on the Ugu District Municipal Council

The Speaker took members through the report.

It was noted that the report served to inform Council on the resignation of Cllr LMR Ngcobo, a DA PR Councillor serving on the Ugu District Municipal Council.

In light of the above, a vacancy for a DA PR Councillor must be declared.

Cllr JS Ngwane moved for the acceptance of the recommendations and was seconded by Cllr Zungu.

Following which,

It was

RESOLVED:

- (a) That the report regarding the Resignation of Cllr LMR Ngcobo, a DA PR Councillor serving on the Ugu District Municipal Council be and is hereby **CONSIDERED** and **NOTED**.

- (b) That a vacancy for a DA PR Councillor to serve on the Ugu District Municipal Council be and is hereby **DECLARED**.

C 229/06/25 Water Supply Systems Status Report Pipeline Replacement Project implemented from Nodalane to the Izingolweni Reservoir

[At that stage of the proceedings, the Speaker reminded Council that the Agenda was dispatched on time, giving members ample opportunity to review the reports. He then indicated that Members would be given a platform to ask questions or seek clarity.]

The Municipal Manager took members through the report.

It was noted that the purpose of the report was to give members an update on the status of the Water Supply Systems Pipeline Replacement Project implemented from Nodalane to the Izingolweni Reservoir.

Following which,

It was

RESOLVED:

That the report on the Water Supply Systems Pipeline Replacement Project implemented from Nodalane to the Izingolweni Reservoir be and is hereby **CONSIDERED** and **NOTED**.

C 230/06/25 KwaXolo Schools Borehole Project

The Municipal Manager took members through the item.

It was noted that the objective of the report was to give members an update on the KwaXolo Schools Borehole Project.

She indicated that approval was required for the following namely:

- Pipe extensions to provide water to the communities in close proximity to the schools;
- Additional water tanks where necessary to supply such communities;
- Filtration and disinfection systems where water quality is not according to drinking water standards; and
- Sampling and testing of water from these schools.

Commenting, Cllr Ngcece expressed gratitude for the said initiative which had successfully addressed the water supply challenges.

Thereafter, Cllr Mthethwa moved for the acceptance of the recommendations and was seconded by Cllr Mazubane.

Following which,

It was

RESOLVED:

- (a) That the report on the KwaXolo Schools Borehole Project be and is hereby **CONSIDERED**.
- (b) That the request by the KwaXolo Traditional Authority for additional work to be executed by the Water Services Area South be and is hereby **APPROVED** for the following:
- Pipe extensions to provide water to the communities in close proximity to the schools;
 - Additional water tanks where necessary to supply such communities;
 - Filtration and disinfection systems where water quality is not according to drinking water standards; and
 - Sampling and testing of water from these schools.

C 231/06/25 Umtamvuna Electrical Power Upgrade Progress Report

The Municipal Manager took members through the report.

In addition, the Acting General Manager: Water Services gave members an update on the Umtamvuna Electrical Power Upgrade.

Following which,

It was unanimously

RESOLVED:

That the Umtamvuna Electrical Power Upgrade Progress Report be and is hereby **CONSIDERED** and **NOTED**.

C 232/06/25 Peak Season Preparedness Plan Report for June / July 2025

The Municipal Manager took members through the report.

Thereafter, the Acting General Manager: Water Services assured Council that the Water Services Department, in collaboration with its sister departments, were prepared for the upcoming June/July peak season.

Following which,

It was

RESOLVED:

That the Peak Season Preparedness Plan Report for June/July 2025 be and is hereby **CONSIDERED** and **NOTED**.

C 233/06/25 Ugu District Municipality-May 2025 Monthly Budget Statement

The Municipal Manager took members through the report.

It was noted that the objective of the report was to inform members about the Monthly Budget Statement for May 2025, in compliance with Section 71 of the Municipal Finance Management Act (MFMA).

Thereafter, Cllr LS Zungu moved for the acceptance of the recommendations and was seconded by Cllr Nyuswa.

Following which,

It was unanimously

RESOLVED:

- (a) That the report on the Ugu District Municipality-May 2025 Monthly Budget Statement be and is hereby **CONSIDERED**.
- (b) That the Monthly Budget Statement for the month of May 2025 be and is hereby **APPROVED**.
- (c) That the Monthly Budget Statement for the month of May 2025 and the supporting documents be submitted to both the Provincial and National Treasury in both electronic and hard copies.

C 234/06/25 SCM Monthly Performance Report: May 2025

The Municipal Manager took members through the report.

It was noted that the purpose of the report was to inform members on the SCM Monthly Performance Report for May 2025.

It was further noted that this report allows Council to monitor and review the spending patterns within the Municipality effectively.

Thereafter, Cllr Schmidt moved for the acceptance of the recommendations and was seconded by Cllr Ngcece.

Following which,

It was unanimously

RESOLVED:

- (a) That the SCM Monthly Performance Report for May 2025 be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the SCM Monthly Performance Report for May 2025 be and is hereby **APPROVED**.

C 235/06/25 Annual Review of Banking Facilities

The Municipal Manager took members through the report.

Thereafter, Cllr Breedt moved for the acceptance of the recommendations and was seconded by Cllr Hlophe.

Following which,

It was unanimously

RESOLVED:

- (a) That the report on the Annual Review of Banking Facilities be and is hereby **CONSIDERED**.
- (b) That the Annual Review of Banking Facilities be and is hereby **APPROVED**.
- (c) That the banking facilities with Standard Bank be and is hereby **APPROVED** and be in place from July 2025 to June 2026 namely:
- Fleet Card Facility R2 500 000.00; and
 - Overdraft Facility R15 000 000.00
- (d) That the banking facilities in place with ABSA Bank be and is hereby **APPROVED** namely Local Guarantee Facility R3 052 000.00.
- (e) That the Municipal Manager be and is hereby **AUTHORISED** to sign the facility letter and agreement from Standard Bank on behalf of the Municipality.

C 236/06/25 Cost Containment Report

The Municipal Manager took members through the report.

Following which,

It was unanimously

RESOLVED:

- (a) That the Cost Containment Report be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the Cost Containment Report be and is hereby **APPROVED**.

C 237/06/25 Write-Off of Ugu District Municipality Moveable Assets

The Municipal Manager took members through the report.

Thereafter, Cllr Hlophe moved for the acceptance of the recommendations and was seconded by Cllr Nyuswa.

Following which,

It was

RESOLVED:

- (a) That the report on the Write-Off of Ugu District Municipality Moveable Assets be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the background history of this item be and is hereby **CONSIDERED** and **NOTED**.
- (c) That, it be and hereby **NOTED** that there were moveable assets to be written off because the said assets were assessed as scrap during the physical verification.
- (d) That the total assets as per the disposal list for moveable assets to be written off and removed from the Ugu District Municipality Asset Register be and is hereby **NOTED**.

- (e) That the Write-Off of Ugu District Municipality Moveable Assets be and is hereby **APPROVED**.

C 238/06/25 Extension of Short-Term Facility-2025

The Municipal Manager took members through the report.

Thereafter, Cllr Fica moved for the acceptance of the recommendations and was seconded by Cllr Mzindle.

Following which,

It was unanimously

RESOLVED:

- (a) That the report on the Extension of the Short-Term Facility-2025 be and is hereby **CONSIDERED** and **NOTED**.
- (b) That Ugu District Municipality accepts Standard Bank's temporal extension to the short-term debt facility.
- (c) That the current facility of R15 000 000 be settled upon release of investment and that the short-term debt facility would then reduce to R10 000 000.00, which would be settled through a reducing balance through collections on or by 30 June 2025.
- (d) That the Municipal Manager be and is hereby **AUTHORISED** to sign the facility letter from Standard Bank on behalf of the Municipality.

C 239/06/25 Water Debt Relief Application

The Municipal Manager took members through the report.

Thereafter, Cllr Mthethwa moved for the acceptance of the recommendations and was seconded by Cllr FM Ngwane.

Following which,

It was

RESOLVED:

- (a) That the report on the Water Debt Relief Application be and is hereby **CONSIDERED** and **NOTED**.
- (b) That, it be and is hereby **NOTED** that the Municipality is invited to apply for the Water Debt Relief and that a written application be made to the DWS, National Treasury

and WTE,WB,WUA to qualify for the relief as set out in the Water Debt Relief Guideline (Annexure 2.1 attached to the report).
- (c) That the Municipal Manager and the General Manager: Budget and Treasury Offices' motivation be included as part of the Municipality's application for the Municipal Debt Relief as set out above.

- (d) That, it be and is hereby **NOTED** that the conditions for the Water Debt Relief set out in the Water Debt Relief Guideline (Item 7.1 to 7.3) (included in Annexure 2.1) and commits to demonstrate its compliance to these conditions to the DWS, National Treasury WTE/WUA/WB's satisfaction for a continued minimum period of 36 consecutive months.
- (e) That the Council's signed resolution and instruction to the municipal administration to effect that Council approved the motivation and the conditions, be submitted to DWS and National Treasury as the Municipality's application for Water Debt Relief as required in the Water Debt Relief Guideline.

C 240/06/25 Nomination of Members to Serve on the Recess Committee

The Municipal Manager took members through the report.

Commenting, Cllr Nyuswa requested that both the Speaker and the Chief Whip of Council should also be members of the Recess Committee.

Thereafter, Cllr Mweshe moved for the acceptance of the recommendations and was seconded by Cllr Ngcece.

Following which,

It was

RESOLVED:

- (a) That the report on the Nomination of Members to serve on the Recess Committee be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the Recess Committee be a Committee of the Executive Committee and be chaired by the Mayor.
- (c) That both the Speaker and the Chief Whip of Council, Cllr MP Shoji be members of the Recess Committee.

C 241/06/25 Incident Update on the Recent Adverse Weather Conditions in the Ugu District

The Municipal Manager took members through the report.

Commenting, Cllr Mthethwa thanked the Ugu District Disaster Team for their effective response to the weather-related challenges in parts of Umzumbe.

Cllr Ngcece expressed concern about the staff shortages and emphasized the need to increase manpower to strengthen the capacity of the Ugu Disaster Management Team.

Following which,

It was

RESOLVED:

That the report on the Incident Update on the Recent Adverse Weather Conditions in the Ugu District be and is hereby **CONSIDERED** and **NOTED**.

MATTERS FOR CONSIDERATION FROM COMMITTEES

Extracts from the Draft Minutes of the Executive Committee held on 18 June 2025

C 242/06/25

Water Balance Report

The Municipal Manager took members through the report.

Following which,

It was unanimously

RESOLVED:

That the Water Balance Report be and is hereby **CONSIDERED** and **NOTED**.

C 243/06/25

AG Corrective Action Plan on Environmental Audit 2024 Progress Report

The Municipal Manager took members through the report.

Following which,

It was unanimously

RESOLVED:

That the report on the AG Corrective Action Plan on the Environmental Audit 2024 Progress Plan be and is hereby **CONSIDERED** and **NOTED**.

C 244/06/25

2024/2025 PMS Quarter 3 Performance Report

The Municipal Manager took members through the report.

Following which,

It was

RESOLVED:

That the 2024/2025 PMS Quarter 3 Performance Report be and is hereby **CONSIDERED** and **NOTED**.

C 245/06/25

Functionality of the DDM Structures in the District

The Municipal Manager took members through the report.

Following which,

It was

RESOLVED:

That the report on the Functionality of the DDM Structures in the District be and is hereby **CONSIDERED** and **NOTED**.

C 246/06/25

Review of Human Resources Policies: Subsistence and Travel Policy, Car allowance Policy, Recruitment and Selection Policy, Acting Allowance Policy,

Internal Bursary Policy, Training and Development Policy and the Individual Performance Management Policy

The Municipal Manager took members through the report.

Thereafter, Cllr Manyoni moved for the acceptance of the recommendations and was seconded by Cllr MP Shozi.

Following which,

It was

RESOLVED:

- (a) That the report on the Review of Human Resources Policies: Subsistence & Travel Policy, Car Allowance Policy, Recruitment & Selection Policy, Acting Allowance Policy, Internal Bursary Policy, Training and Development Policy and the Individual Performance Management Policy be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the Review of Human Resources Policies: Subsistence & Travel Policy, Car Allowance Policy, Recruitment & Selection Policy, Acting Allowance Policy, Internal Bursary Policy, Training and Development Policy and the Individual Performance Management Policy be and is hereby **APPROVED**.
- (c) That the Review of Human Resources Policies: Subsistence & Travel Policy, Car Allowance Policy, Recruitment & Selection Policy, Acting Allowance Policy, Internal Bursary Policy, Training and Development Policy and the Individual Performance Management Policy be and is hereby **ADOPTED**.

C 247/06/25 Labour Relations and Disciplinary Matters

The Municipal Manager took members through the report.

Following which,

It was

RESOLVED:

That the report on the Labour Relations Matters and Disciplinary Hearings be and is hereby **CONSIDERED** and **NOTED**.

C 248/06/25 Disaster Risk Management Policy Framework

The Municipal Manager took members through the report.

Thereafter, Cllr FM Ngwane moved for the acceptance of the recommendations and was seconded by Cllr Mzindle.

Following which,

It was

RESOLVED:

- (a) That the report on the Disaster Risk Management Policy Framework be and is hereby **CONSIDERED** and **NOTED**.

(b) That the Disaster Risk Management Policy Framework be and is hereby **APPROVED**.

(c) That the Disaster Risk Management Policy Framework be and is hereby **ADOPTED**.

C 249/06/25 2024/2025 GIS Policy Review

The Municipal Manager took members through the report.

Thereafter, Cllr Fica moved for the acceptance of the recommendations and was seconded by Cllr Schmidt.

Following which,

It was

RESOLVED:

(a) That the report on the 2024 / 2025 GIS Policy Review be and is hereby **CONSIDERED** and **NOTED**.

(b) That the 2024 / 2025 GIS Policy Review be and is hereby **APPROVED**.

(c) That the 2024 / 2025 GIS Policy Review be and is hereby **ADOPTED**.

C 250/06/25 Policy Management Policy and Procedure -Review

The Municipal Manager took members through the report.

Thereafter, Cllr Dlamini moved for the acceptance of the recommendations and was seconded by Cllr MPL Zungu.

Following which,

It was

RESOLVED:

(a) That the report on the Policy Management Policy and Procedure - Review be and is hereby **CONSIDERED** and **NOTED**.

(b) That the Policy Management Policy and Procedure - Review be and is hereby **APPROVED**.

(c) That the Policy Management Policy and Procedure - Review be and is hereby **ADOPTED**.

C 251/06/25 Status on Base Telecommunication Stations (BTS) Lease Agreements

The Municipal Manager took members through the report.

Thereafter, Cllr Mzindle moved for the acceptance of the recommendations and was seconded by Cllr Manyoni.

Following which,

It was

RESOLVED:

- (a) That the report on the Status on Base Telecommunication Stations (BTS) Lease Agreements be and is hereby **CONSIDERED** and **NOTED**.
- (b) That, it be and is hereby **NOTED** that the estimated revenue generated from the BTS Lease would be in the region of R1, 520, 920.56 per annum.
- (c) That the Municipal Manager be and is hereby **AUTHORISED** to sign for all the Leases with the telecommunication entities.

C 252/06/25 Records Control Schedule

The Municipal Manager took members through the report.

Thereafter, Cllr Mthethwa moved for the acceptance of the recommendations and was seconded by Cllr Tenza.

Following which,

It was

RESOLVED:

- (a) That the report on the Records Control Schedule be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the Records Control Schedule be and is hereby **APPROVED**.
- (c) That the Records Control Schedule be and is hereby **ADOPTED**.

C 253/06/25 2025/2026 Policy and Procedure Framework for the Implementation of the Organisation Performance Management System

The Municipal Manager took members through the report.

Thereafter, Cllr Mthethwa moved for the acceptance of the recommendations and was seconded by Cllr Ngcece.

Following which,

It was

RESOLVED:

- (a) That the report on the 2025 / 2026 Policy and Procedural Framework for the Implementation of the Organisation Performance Management System be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the 2025 / 2026 Policy and Procedural Framework for the Implementation of the Organisation Performance Management System be and is hereby **APPROVED**.

- (c) That the 2025 / 2026 Policy and Procedural Framework for the Implementation of the Organisation Performance Management System be and is hereby **ADOPTED**.

MINUTES FROM COMMITTEES

C 254/06/25 Minutes of the 45th Meeting of the Executive Committee held on 21 May 2025

The Speaker took members through the noting of the minutes for the 45th meeting of the Executive Committee held on 21 May 2025.

Following which,

It was unanimously

RESOLVED:

That the Minutes of the 45th Meeting of the Executive Committee held on 21 May 2025 be and is hereby **CONSIDERED** and **NOTED**.

C 255/06/25 URGENT MATTERS

It was noted that there were none.

[At that stage of the proceedings, Cllr Schmidt moved for the meeting to move in-committee and was seconded by Cllr Caluza.]

IN-COMMITTEE MATTERS

C 256/06/25 In-Committee Minutes of the 45th Meeting of the Executive Committee held on 21 May 2025

The Speaker took members through the In-Committee Minutes of the 45th Meeting of the Executive Committee held on 21 May 2025.

Following which,

It was unanimously

RESOLVED:

That the In-Committee Minutes of the 45th Meeting of the Executive Committee held on 21 May 2025 be and are hereby **CONSIDERED** and **NOTED**.

C 257/06/25 Investigation Report: Fruitless and Wasteful Expenditure for 01 July 2024 to 30 April 2025

The Chief Audit Executive took members through the report.

Thereafter, Cllr Mweshe moved for the acceptance of the recommendations and was seconded by Cllr Henderson.

Following which,

It was

RESOLVED:

That the write-off for the following fruitless and wasteful expenditure for the period 01 July 2024 to 30 April 2025 be and is hereby **APPROVED**:

	Entity	Amount
1	Umgeni Water	R31 550 487.92
2	Eskom	R2 569 084.27
3	Nissan S.A	R600 000
4	Henwood Britter & Caney	R153 860.33
5	Auditor General South Africa	R143 682.13
6	Ray Nkonyeni Municipality	R39 345.77
7	Eden Wilds	R8 973.53
8	Post Office - Licences	R226.80
9	Umuziwabantu Local Municipality	R48.16
	Total	R35 065 708.91

C 258/06/25 Investigation Report: Irregular Expenditure for 01 July 2024 to 30 April 2025

The Chief Audit Executive took members through the report.

Thereafter, Cllr Mthethwa moved for the acceptance of the recommendations and was seconded by Cllr MP Shoji.

Following which,

It was

RESOLVED:

That the following Irregular Expenditure for the period of 01 July 2024 to 30 April 2025 as detailed in the investigation report be and is hereby **WRITTEN OFF**:

	Finding	Value
1	Irregular expenditure incurred to due to poor contract management	R1 358 196.00
2	Irregular Expenditure incurred due to non-compliance resulting from poor internal controls	R51 691 055.44
	Total	R53 049 251.44

C 259/06/25 Investigation Report: Irregular Expenditure Opening Balance by Bonakude Consulting

The Chief Audit Executive took members through the report.

Thereafter, Cllr Ngcece moved for the acceptance of the recommendations and was seconded by Cllr Mthethwa.

Following which,

It was

RESOLVED:

- (a) That the Investigation Report On Irregular Expenditure Opening Balance by Bonakude Consulting be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the write-off of the Irregular Expenditure opening balance as per the recommendation of the investigation report amounting to R79 954 616.00 be and is hereby **APPROVED**.

C 260/06/25 Legal Opinion on the Recovery of Irregular Expenditure (MFMA Section 36 Deviation / Irregular Expenditure on the Southern Main Bulk Water Upgrade: Gamalakhe to Margate)

The Chief Audit Executive took members through the report.

Thereafter, Cllr Mngoma moved for the acceptance of the recommendations and was seconded by Cllr Nciki.

Following which,

It was

RESOLVED:

- (a) That the conclusion of the legal opinion on the Irregular Expenditure (MFMA Section 36 Deviation / Irregular Expenditure on Southern Main Bulk Water Supply: Gamalakhe to Margate) be and is hereby **CONSIDERED** and **NOTED**.
- (b) That the legal opinion of the attorneys and not pursue to recover the Irregular Expenditure of R59 million from Ms L Cele be and is hereby **ACCEPTED**.
- (c) That the legal opinion on the recovery of the Irregular Expenditure of R59 million be and is hereby **NOTED**.

At that stage of the proceedings, His Worship, the Mayor reminded members that as per the resolution of Council regarding the Appointment of the General Manager: Water Services, an application was made to the MEC for COGTA for his concurrence.

He reported that correspondence was received on Wednesday, 25 June 2025 from the MEC for COGTA informing him on the concurrence of the appointment of the General Manger: Water Services.

[At that stage of the proceedings, Cllr Schmidt moved for the meeting to move out of committee and was seconded by Cllr Henderson.]

C 261/06/25 DATE OF NEXT MEETING

It was noted that the date of the next meeting was scheduled for 24 July 2025.

C 262/06/25 CLOSURE

In closing, the Speaker expressed gratitude to all present for their co-operation and participation in the meeting.

With no further items for discussion, the Speaker declared the meeting closed at 12h20.

CHAIRPERSON: -----

DATE:-----