The municipality is currently recognizing conditional grants such as Municipal Infrastructure Grant as liability which is the requirements with Generally Accepted Accounting Practice (GRAP). This grant will only be recognized as revenue once they have met the conditions of those grants.

## 14. PAST YEAR'S ANNUAL REPORT AND PROGRESS IN RESOLVING PROBLEMS IDENTIFIED

- The municipality obtained an **unqualified audit opinion with findings** in the last year's audit (2023/24).
- In resolving the problems raised in the audit report and the management letter, the municipality has come up with the action plan in terms of section 131 of the MFMA.

## 15. RECOMMENDATIONS

On the basis of the above analysis which shows that the municipality's performance on revenue collection is below than what was anticipated, it is thus recommended that the budget be adjusted downward in terms of section 28 of the MFMA (for both revenue and expenditure) by **R34, 9 million** for the financial year 2024/25 and that improvement measures be implemented in the third quarter to improve the revenue collection, if there is no measures to improve revenue collection the amount will double **(R69,8 million).**

**RECOMMENDATIONS:**
**NKUNA F**

**CHIEF FINANCIAL OFFICER**

**DATE:** 24/01/2025

## CHAPTER 5: MUNICIPAL MANAGER 'S QUALITY CERTIFICATION

**I KHOZA VUSI DUNCAN** the Municipal Manager of Greater Giyani Municipality, hereby certify that:

Section 72 report ending 31 December 2024 on implementation of the IDP/Budget and state of affairs of the Municipality for the year 2024/25 is in accordance with **Municipal Finance Management Act and Regulations** made under the act.

Print Name: **KHOZA VUSI DUNCAN**

The Municipal Manager of Greater Giyani Municipality LIM331

Signature ..............................................................

24/01/2025