

Auditors General Report

The Constitution S188 (1) (b) states that the functions of the Auditor-General include the auditing and reporting on the accounts, financial statements, and financial management of all municipalities. MSA section 45 states that the results of performance measurement must be audited annually by the Auditor-General.

	2011/12	2012/13	2013/14	2014/15	2015/16
Audit opinion	Unqualified	Unqualified	Unqualified	Clean *	Clean *

*A clean audit opinion is given when the financial statements contains no material misstatement and there are no material findings on the quality of the annual performance report and compliance with key legislation.

Audit Report Findings and Remedial Actions

JPC did not have any audit report findings during the 2015/16 audit cycle as indicated above, therefore no remedial actions required. The Board of Directors and the Audit and Risk Committee are satisfied that the internal controls are effective, although there is always room for improvement.

Performance Information for the Year Ended 30 June 2016

JPC Annual Performance Against the Scorecard			Prior Year - 2014/2015		Current Year - 2015/2016	
No.	KPA Description	KPI Description	Annual target	Actual	Annual target	Actual
1.	Sustainable human settlements	1.1. Develop and implement a comprehensive Facilities Management framework for City owned properties	N/A	N/A	100 % of targeted facilities redeveloped, and / or refurbished against Master Plan	100% of targeted facilities redeveloped, and / or refurbished against Master Plan
		1.2. Remodelling/modernization and refurbishment of all current public toilets	N/A	N/A	100% of project plan for the FY implemented	100% of project plan for the FY implemented
		1.3. Partnership model of the transport facility implemented in line with Mayoral resolution	N/A	N/A	100% of project plan for the FY implemented	100% of project plan for the FY implemented
		1.4. Partnership management model with informal traders implemented	N/A	N/A	100% of management model implemented	100% of management model implemented
		1.5. Develop and Implement a Citywide Land Strategy	N/A	N/A	Final approval of the Land Strategy	Final Approval of Phase 1 of the Land Strategy complete Phase 1 of the 7 milestones has been completed

JPC Annual Performance Against the Scorecard			Prior Year - 2014/2015		Current Year - 2015/2016	
No.	KPA Description	KPI Description	Annual target	Actual	Annual target	Actual
2.	SMME and entrepreneurial support	2.1. Creation of the SMME's, NGO's, Co-Ops and Community Organisation programme	4 000 SMMEs supported NGO's,Co-Orps and Community Organisation supported	7 159 S supported NGO's,Co-Orps and Community Organisation	4 000 SMME's, NGO's,Co-Orps and Community Organisation supported	4 130 SMME's, NGO's,Co-Orps and Community Organisation supported
		2.2. 4000 jobs created	8 000 jobs created	9 955 jobs created	4 000 jobs created	4 240 jobs created
		2.3. Release of land to SMME's, Co-Ops and Entrepreneurs under the transformation*, social economic*** and social** programme	Issue a request for proposal to Co-Ops	27 parcels of land identified, the database for Co-Ops is in place. 50 hectares of land, 1 hectare per 1 Co-Op released	35 SMMEs, Co-Ops and Entrepreneurs supported.	50 SMMEs, Co-Ops and Entrepreneurs supported.
3.	Financial sustainability and resilience	3.1. R100m of rental income from leases and servitudes sales, servitudes and acquisition	R100 million income raised	R111 million income raised	R100 million income raised	R131 m income raised
		3.2. Construction of the Council chamber as per the Office Space Optimisation programme	Site handover to the contractor	Site handover to the contractor	Completion of all works and opening of chamber	Interim refurbishments to be complete to cater for the 1st council sitting
4.	Transit Oriented Development – Priority areas (corridors/nodes)	4.1. Acquisition of properties along the Transit Oriented Development and support the housing master plan Priority Areas (corridors and nodes)	Acquisition of 20 properties along the Transit Oriented Development and support the Housing Master Plan by acquiring six properties in Priority Areas (corridors and nodes)	22 properties acquired for Corridors of Freedom and Housing Master Plan	Lodge transfer documents with Deeds Office for the 20 properties in the TOD and to support housing master plan	Negotiations Finalised. 21 Properties acquired
5.	Investment attraction, retention and expansion	5.1. Third party investment on COJ property transaction/ Investment in construction	Third party investment on CoJ property transaction: R350 million investment by private sector	R477 million investment by private sector	R 400 m investment by private sector	R423m investment by private sector
		5.2. Third party investment on COJ property transaction	R1 billion investment leverage on property transaction	R1 68 billion investment leverage on property transaction	R1 billion investment leverage on property transaction	R1.2 billion investment leverage on property transaction

JPC Annual Performance Against the Scorecard			Prior Year - 2014/2015		Current Year - 2015/2016	
No.	KPA Description	KPI Description	Annual target	Actual	Annual target	Actual
6.	Sustainable Human Settlements	6.1. Transfer or lease cumulative 13 000 properties under the land regularisation programme	13 000 properties leased or transferred	12 803 Identified properties 3 065 transferred properties	N/A	N/A

SAP Payroll Integration and Rollout Project

The SAP Payroll Integration and roll-out project has reached a final milestone i.e. Go-Live stage and the HCM team has been provided over-shoulder training as part of ensuring the readiness and smooth transition for successful implementation of SAP and running of the payroll operations. The focus for HR has been to embed the HR processes by creating awareness amongst employees.

The system changes that employees will experience are in respect the following aspects:

- Leave Management: Employees with zero annual leave balance, any leave taken will be recorded as unpaid leave.
- Manual Payslip instead of electronically payslip.

JPC and COJ are engaged in negotiations to finalize salient elements of the service level agreements and once in order to ensure approval and sign off.