

## DISCLOSURE ON IMPLEMENTATION OF MFMA AND OTHER LEGISLATION

The creation and the adoption of the Municipal Finance Management Act by parliament has laid the foundation by which municipalities should apply sound financial planning and management of public resources over the medium to long term. The development and implementation of the Municipal Finance Management Act has facilitated the process of the integrated planning and development for the City. It has facilitated the critical alignment of planning, budgeting and sustainable services delivery in line with the City's 2030 vision of the World-class City.

The City of Johannesburg assigned the overall responsibility of managing the implementation and the compliance of the Municipal Finance Management Act in the hands of the Chief financial officer. Departments and municipal entities were requested to draw up the compliance register in terms of the Municipal Finance Management Act. The intention of this process was to assist the Chief financial officer to monitor the implementation of the Act. The registers were also used to understand the contribution of other departments and municipal-owned entities in the whole financial control and the budgeting process. The process of training the financial and non-financial official is at the advance stage.

The process of implementation of the Municipal Finance Management Act has been coordinated to the level where every financial and non-financial official can relate to the responsibilities imposed to him or her by the Act. The completion of the budget checklist also assisted the process of compliance. The insistence by the politicians that all matters that have financial implication need to be checked by the legal department whether they are complying to the Act or not.

All the processes that have been engaged by the City in relation to the compliance of the Act helped the City to produce the budget that is compliant in the last financial year. The emphasis of compliance to the Act by the Chief financial officer on all budgetary related issues has instilled financial discipline to all officials. The City has committed to instil financial control and discipline as per the prescription of the Act.