

2006 Auditor General Report Summary

Title of the Audit

The City Hall of Kuala Lumpur – Privatisation on Solid Waste

Introduction

In September 1995, the government had decided to privatise the solid waste (rubbish) management throughout the country to 4 consortiums according to region and territory. Each of the consortiums established a company, Syarikat Alam Flora Sdn. Bhd. (Alam Flora) for managing the solid waste in their respective regions/territories.

Audit Objective

The audit objective is to determine whether the Management of Solid Waste in the Federal Territory of KL and Putrajaya regions was carried out efficiently and properly in accordance with the objectives of the privatisation.

Audit Methodology

- (i) Files, records and relevant documents for the period of 2004 were scrutinised.
- (ii) Physical visits were conducted to several locations such as housing areas, markets, business premises, illegal dumping areas, domestic solid waste transfer station and rubbish dumping areas.
- (iii) Interviews were carried out with several residents.

Audit Findings

Several weaknesses found in the solid waste management by Alam Flora were as follows:

- (i) Bulky waste and garden garbage were not collected.
- (ii) Cleaning works on illegal dumping were not done properly.
- (iii) Domestic solid waste was not transferred to the transfer station for a period more than 3 months resulting in stagnant water.
- (iv) Insufficient number of rubbish bins
- (v) Blocked Drains due to loads of rubbish
- (vi) Lorries containers at the transfer stations were not repaired and properly maintained
- (vii) Records on public complaints were not properly maintained.