

- C.14.7 REPORT ON THE MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT IN TERMS OF SECTIONS 52(d), 54, 71 AND 72 OF THE LOCAL GOVERNMENT: MUNICIPAL FINANCE MANAGEMENT ACT, 2003 (ACT NO. 56 OF 2003) FOR THE PERIOD 1 JULY 2019 TO 31 DECEMBER 2019 (5/1/1)**
- R.14.7 VERSLAG OOR DIE HALFJAARLIKSE BEGROTINGS- EN PRESTASIE-EVALUERING INGEVOLGE ARTIKELS 52(d), 54, 71 EN 72 VAN DIE WET OP PLAASLIKE REGERING: MUNISIPALE FINANSIËLE BESTUUR, 2003 (WET NO. 56 VAN 2003) VIR DIE TYDPERK 1 JULIE 2019 TOT 31 DESEMBER 2019 (5/1/1)**
- C.14.7 INGXELO NGOHLAHLA LWABIWO-MALI LWAPHAKATHI ENYAKENI NOVAVANYO LWENDLELA YOKUSEBENZA NGOKUHAMBELANA NAMACANDELO 52(d), 54, 71 KUNYE NAMA-72 OMTHETHO KAMASIPALA: UMTHETHO WOLAWULO LWEMALI KAMASIPALA, WAMA-2003 (UMTHETHO ONGUNOMBOLO 56 WAMA-2003) OLUNGISELELWE ISITHUBA SOMHLA WOKU-1 KUJULAYI 2019 UKUYA KUMHLA WAMA-31 KUDISEMBA 2019 (5/1/1)**
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PURPOSE OF SUBMISSION

That Council take cognisance of the mid-year budget and performance assessment in terms of sections 52(d), 54, 71 and 72 of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) for the period 1 July 2019 to 31 December 2019 as well as the Executive Mayor's concurrence with the Accounting Officer's recommendations.

DOEL VAN VOORLEGGING

Dat die Raad kennis neem van die halfjaarlikse begrotings- en prestasie-evaluering ingevolge artikels 52(d), 54, 71 en 72 van die Wet op Plaaslike Regering: Munisipale Finansiële Bestuur, 2003 (Wet No. 56 van 2003) (MFMA) vir die tydperk 1 Julie 2019 tot 31 Desember 2019 asook van die Uitvoerende Burgemeester se instemming met die Rekenpligtige Beampte se aanbevelings.

INJONGO YONGENISO

Okokuba iBhunga lithabathele ingqalelo uhlahlo lwabiwo-mali lwaphakathi enyakeni novavanyo lwendlela yokusebenza ngokuhambelana namacandelo 52(d), 54, 71 kunye nama-72 oMthetho kaMasipala: uMthetho woLawulo lweMali, wama-2003 (uMthetho onguNombolo 56 wama-2003) (MFMA) elungiselelwe isithuba somhla woku-1 kuJulayi wama-2019 ukuya kumhla wama-31 kuDisemba 2019, ngokunjalo nokukhutshwa kwemiyalelo efanelekileyo nguSodolophu wesiGqeba isiya kwiGosa eliNika iNgxelo ngokubhekiselele kukumiliselwa kohlahlo lwabiwo-mali.

BACKGROUND

Section 72 of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA) determines that the accounting officer of a municipality must by no later than 25 January of each year:

- (a) Assess the performance of the municipality during the first half of the financial year, taking into account-
 - (i) The monthly statements referred to in section 71 for the first half of the financial year;
 - (ii) The municipality's service delivery performance during the first half of the financial year and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;
 - (iii) The past year's annual report and progress on resolving problems identified in the annual report; and
 - (iv) The performance of every municipal entity under the sole or shared control of the municipality, taking into account the mid-year budget and performance assessment from such entities; and
- (b) submit a report on such assessment to –
 - (i) The mayor of the municipality;
 - (ii) The National Treasury; and
 - (iii) The relevant provincial treasury.

The accounting officer must, as part of the review –

- (a) Make recommendations as to whether an adjustments budget is necessary; and
- (b) Recommend revised projections for revenue and expenditure to the extent that this may be necessary.

In terms of section 54(1)(f) of the MFMA the executive mayor must submit the Section 72 report to the council by 31 January of each year.

Included under Item C.14.6 of the Agenda as Annexure "B" is a copy of the Section 72 report of the Cape Winelands District Municipality, consisting of the following:

1. Expenditure per strategic objective until 31 December 2019;
2. Expenditure per category until 31 December 2019;
3. Income report per strategic objective until 31 December 2019;
4. Detailed Expenditure and Income report per strategic objective until 31 December 2019;
5. Projects expenditure report until 31 December 2019;
6. Capital Expenditure until 31 December 2019;
7. Expenditure Benevolent Fund until 31 December 2019;
8. Supply Chain disclosures.

COMMENT

The accounting officer assessed the performance of the municipality for the period 1 July 2019 to 31 December 2019 and report as follows on -

(a) Monthly reports in terms of Section 71 of the MFMA

*** Included under Item C.14.6 of the Agenda as Annexure "A" is a copy of the In-year report for December 2019 (Schedule C).

(b) MSCOA Report for the period ending 31 December 2019

*** Included under Item C.14.6 of the Agenda as Annexure "C".

(c) Cost Containment Measures 2019/2020

*** Included under Item C.14.6 of the Agenda as Annexure "D"

(d) Service delivery performance, service delivery targets and performance indicators

*** Included under Item C.14.6 of the Agenda as Annexure "E" is a copy of the predetermined objectives

(e) Recommendation of the Municipal Manager to the Mayor in terms of section 52(d), 54, 71 and 72 that an Adjustments Budget for the 2018/2019 financial year be submitted to Council for approval

*** Included under Item C.14.6 of the Agenda as Annexure "F" is a copy of the recommendation that an Adjustments Budget be submitted to Council for approval.

RECOMMENDATION BY MUNICIPAL MANAGER:

That Council takes cognisance of the mid-year budget and performance assessment in terms of sections 54 and 72 of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) for the period 1 July 2019 to 31 December 2019, attached as Annexures "A" to "E" to the agenda item as well as the Executive Mayor's concurrence with the Accounting Officer's recommendation, Annexure "F", that –

- (a) An Adjustments Budget for the 2019/2020 financial year be submitted to the Council for approval;
- (b) The relevant service delivery targets and performance indicators in the service delivery and budget implementation plan be adjusted and submitted to the Council for approval; and

- (c) In terms of section 72(1)(b)(ii) and (iii) of the MFMA, the Report be submitted to the National Treasury and the relevant Provincial Treasury.

AANBEVELING DEUR MUNISIPALE BESTUURDER:

Dat die Raad kennis neem van die halfjaarlikse begrotings- en prestasie-evaluering ingevolge artikels 54 en 72 van die Wet op Plaaslike Regering: Munisipale Finansiële Bestuur, 2003 (Wet No. 56 van 2003) vir die tydperk 1 Julie 2019 tot 31 Desember 2019, aangeheg as Bylaes "A" tot "E" by die agenda-item, asook van die Uitvoerende Burgemeester se instemming met die Rekenpligtige Beampte se aanbeveling, Bylae "F", dat –

- (a) 'n Aansuiweringsbegroting vir die 2019/2020 finansiële jaar vir goedkeuring aan die Raad voorgelê word;
- (b) Die betrokke diensleweringsteikens en prestasie-aanwysers in die dienslewering- en begrotingsimplementeringsplan aangepas word en vir goedkeuring aan die Raad voorgelê word; en
- (c) Die verslag in terme van artikel 72(1)(b)(ii) en (iii) van die MFMA, aan die Nasionale Tesourie en toepaslike Provinsiale Tesourie voorgelê word.

INGCEBISO EVELA KUMLAWULI KAMASIPALA:

Okokuba iBhunga licamngce ngohlahlo lwabiwo-mali lwaphakathi enyakeni novavanyo lwendlela yokusebenza ngokuhambelana namacandelo 54, kunye nelama-72 oMthetho kaMasipala: uMthetho woLawulo lweMali, wama-2003 (uMthetho onguNombolo 56 wama-2003) (MFMA) elungiselelwe isithuba somhla woku-1 kuJulayi wama-2019 ukuya kumhla wama-31 kuDisemba 2019, oluncanyatheliswe njengeZihlomelo "A" ukuya "E" kumba we-ajenda ngokunjalo nokukhutshwa kwemiyalelo efanelekileyo nguSodolophu wesiGqeba isiya kwiGosa eliNika iNgxelo ukuqinisekisa ngento, Sihlomelo "F", yokuba –

- (a) Uhlahlo lwabiwo-mali olulungelelanisiweyo lonyaka – mali wama-2019/2020 lungenisiwe kwiBhunga ukulungiselela ulwamkelo; yaye
- (b) Ekujoliswe kuko okufanelekileyo konikezelo lwenkonzo nemigqaliselo yokwenziwa komsebenzi wonikezelo lwenkonzo nesicwangciso somilisele lohlahlo lwabiwo-mali silungelelanisiwe.
- (c) NgokweCandelo 72(1)(b)(ii) kunye (iii) yemigaqo yeMFMA, ingxelo kufuneka ifakwe ku-Nondyebo kaZwelonke kunye no-Nondyebo wePhondo.

COUNCIL MEETING: 30 JANUARY 2020: ITEM C.14.7

RESOLVED:

That cognisance be taken of the mid-year budget and performance assessment in terms of sections 54 and 72 of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) for the period 1 July 2019 to 31 December 2019, attached as Annexures "A" to "E" to the agenda item as well as the Executive Mayor's concurrence with the Accounting Officer's recommendation, Annexure "F", that –

- (a) An Adjustments Budget for the 2019/2020 financial year be submitted to the Council for approval;
- (b) The relevant service delivery targets and performance indicators in the service delivery and budget implementation plan be adjusted and submitted to the Council for approval; and
- (c) In terms of section 72(1)(b)(ii) and (iii) of the MFMA, the Report be submitted to the National Treasury and the relevant Provincial Treasury.