

EMTHANJENI MUNICIPALITY



MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT 2022-2023

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Glossary

- **Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality DECEMBER revise its annual budget during the year.
- **Allocations** – Money received from Provincial or National Government or other municipalities.
- **Budget** – The financial plan of the Municipality.
- **Budget related policy** – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.
- **Capital expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.
- **Cash flow statement** – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it DECEMBER not be paid in the same period.
- **DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.
- **Equitable share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
- **Fruitless and wasteful expenditure** – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.
- **GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
- **GRAP** – Generally Recognised Accounting Practice. The new standard for municipal accounting.
- **IDP** – Integrated Development Plan. The main strategic planning document of the Municipality.
- **MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.
- **MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

- **MIG** – Municipal Infrastructure Grant.
- **MTREF** – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
- **Operating expenditure** – Spending on the day to day expenses of the Municipality such as salaries and wages.
- **Rates** – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.
- **SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
- **Strategic objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
- **Unauthorised expenditure** – Generally, is spending without, or in excess of, an approved budget.
- **Virement** – A transfer of budget.
- **Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.
- **Vote** – One of the main segments into which a budget. In Emthanjeni Municipality this means at directorate level.

1 Section - Introduction

1.1 Purpose

To inform Council on progress made in the implementation of the original budget and rolled over projects in respect of the first six months of 2019/20 financial year as well as recommend whether an adjustments budget is necessary.

1.2 Legal requirements

In terms of Section 72 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003):

- (1) The accounting officer of a municipality must by 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 reports in terms of section 88 from any 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.
- (2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1)(b) of this section.
- (3) 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.

Thereafter, the mayor must, in terms of Section 54(1);

- (a) Consider the report;
- (b) Check whether the municipality's approved budget is implemented in accordance with the service delivery and budget implementation plan;
- (c) Consider and, if necessary, make any revisions to the service delivery and budget implementation plan, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the council following approval of an adjustments budget;
- (d) Issue any appropriate instructions to the accounting officer to ensure-
 - (i) That the budget is implemented in accordance with the service delivery and budget implementation plan; and
 - (ii) That spending of funds and revenue collection proceed in accordance with the budget;
- (e) Identify any financial problems facing the municipality, including any emerging or impending financial problems; and
- (f) Submit the report to the council by 31 January of each year.

1.3 Contents of this report

With the concurrence of the Chief Financial Officer, it was agreed that:

- (a) The Budget and Treasury Office prepare a report complying with the financial requirements of MFMA section 72.

The mid-year budget statement for December 2020 is submitted to all legislated parties by 25 January 2023.

That this report be submitted by the accounting officer to the executive Mayor on 25 January 2023 in order to allow the executive Mayor to fulfil his responsibilities in terms of section 51 of the MFMA.
- (b) The Performance Internal Auditing and Risk Management Section in the Office of the Municipal Manager assist with the revision of the SDBIP after determination as by the Mayor as to whether amendments are required to the current SDBIP.
- (c) The outcomes of the above-mentioned reports and reviews form the basis of the mid-year budget and performance assessment as well as the adjustments budget.

PART 1 – IN-YEAR REPORT

Section 2 – Mayor’s Report

2.1.1 Financial problems or risks facing the municipality

An area of concern is the under-performance in relation to the implementation of the capital budget however the biggest threat to the municipality poor payment culture from our consumers then places a huge strain on the cash flow of the municipality.

Another risk the municipality is facing is the serious threat the load shedding has brought, this has made it increasingly difficult to collect revenue.

2.1.2 Relevant information

The audited figures relating to the 2021/2022 financial year are included in this report as the audit has been finalised.

Year-to-date operating revenue realised is 79 % above the year-to-date budget for December 2022.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2022/2023 financial year, this situation arose because certain customer’s water usage are abnormally high these abnormalities are being investigated also the higher revenue amount are because of property rates being billed annually.

Operating expenditure incurred amounts to -27% below the year-to-date operating expenditure, this negative amount can be attributed to the fact that depreciation as well as debt impairment are calculated at the year end balances.

Section 2 – Resolutions

IN-YEAR REPORTS 2022/2023

This is the resolution that will be presented to Council when the In-Year Report is tabled:

Recommended resolution to Council with regards to December 2022 In-year report is:

RESOLVED

(a) That the Council takes note of the contents in the Mid-Year Budget & Performance Assessment 2022/2023 as set out in the schedules contained in Section 4 as well as the supporting documentation in Section 6 to 13.

1. Table C1 – Mid-Year Budget Statement Summary;
2. Table C2 – Mid-Year Budget Statement – Financial Performance (Standard classification);
3. Table C3 – Mid-Year Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote)
4. Table C4 – Mid-Year Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)
5. Table C5 – Mid-Year Budget Statement – Capital Expenditure;
6. Table C6 – Mid-Year Budget Statement – Financial Position; and

(b) Any other resolutions required by the Council.

Section 3 – Executive Summary

3.1 Introduction

The audited figures relating to the 2021/2022 financial year are included in this report as the audit has been finalised.

Year-to-date operating revenue realised is 79 % above the year-to-date budget for December 2022.

The abnormally high revenue includes the annual property rates and other fixed service charges billed to consumers for the 2022/2023 financial year, this situation arose because certain customer's water usage are abnormally high these abnormalities are being investigated also the higher revenue amount are because of property rates being billed annually.

Operating expenditure incurred amounts to -27% below the year-to-date operating expenditure, this negative amount can be attributed to the fact that depreciation as well as debt impairment are calculated at the year end balances.

3.2 Consolidated performance

3.2.1 Against annual budget (original approved and latest Adjustments)

Detail	Capital Expenditure	Operating Expenditure	Operating Revenue (excluding capital transfers and contributions)
Original Budget	41 159	316 398	316 398
Actual	5 162	20 245	24 859
Variance to YTD	(1 698)	(43 024)	12 712
Year to date % Variance	-25%	-27%	79%

Section 4 – In-year budget statement tables

4.1 Mid Year Budget Statements

4.1.1 Table C1: s71 Quarterly Budget Statement Summary

NC073 Emthanjeni - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2021/22	Budget Year 2022/23							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	43 263	43 263	2 070	32 604	21 632	10 972	51%	43 263
Service charges	-	201 306	201 306	9 485	195 422	100 653	94 769	94%	201 306
Investment revenue	-	1 118	1 118	22	110	559	(449)	-80%	1 118
Transfers and subsidies	-	59 591	59 591	8 943	32 797	29 796	3 001	10%	59 591
Other own revenue	-	11 120	11 120	4 339	22 979	5 550	17 418	113%	11 120
Total Revenue (excluding capital transfers and contributions)	-	318 398	318 398	24 859	283 911	158 199	125 712	79%	318 398
Employee costs	-	96 144	96 144	8 097	48 301	48 072	229	0%	96 144
Remuneration of Councilors	-	5 477	5 477	485	2 959	2 739	221	8%	5 477
Depreciation & asset impairment	-	10 306	10 306	-	-	4 123	(4 123)	-100%	10 306
Finance charges	-	5 510	5 510	860	2 600	2 755	(155)	-6%	5 510
Inventory consumed and bulk purchases	-	94 921	95 151	6 063	39 219	47 655	(8 435)	-18%	95 151
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	104 039	104 039	4 739	21 258	52 020	(30 762)	-59%	104 039
Total Expenditure	-	316 398	316 628	20 245	114 339	157 383	(43 044)	-27%	316 628
Surplus/(Deficit)	-	-	(230)	4 614	169 573	837	168 736	20170%	(230)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	41 159	41 159	-	-	20 580	(20 580)	-100%	41 159
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	41 159	40 929	4 614	169 573	21 418	148 157	692%	40 929
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	41 159	40 929	4 614	169 573	21 418	148 157	692%	40 929
Capital expenditure & funds sources									
Capital expenditure	-	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Capital transfers recognised	-	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Financial position									
Total current assets	-	196 520	196 520		297 455				196 520
Total non current assets	-	899 349	899 349		842 702				899 349
Total current liabilities	-	50 413	44 881		235 017				44 881
Total non current liabilities	-	213 137	213 137		72 185				213 137
Community wealth/Equity	-	832 189	837 492		832 515				837 492
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	-	19 367	102 272	7 764	27 395	7 146	24 980	233 411	422 334
Creditors Age Analysis									
Total Creditors	-	6 303	251	54	1 168	-	-	137 592	145 408

Table C2: Quarterly Budget Statement – Financial Performance (standard classification)

NC073 Emthanjeni - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue - Functional										
<i>Governance and administration</i>		77 296	48 556	48 556	7 443	53 513	10 764	42 749	397%	48 556
Executive and council		19 017	1 759	1 759	749	2 872	2 865	(93)	-3%	1 759
Finance and administration		58 279	48 796	48 796	6 695	50 641	7 709	42 841	549%	48 796
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		3 857	7 771	7 771	109	868	1 295	(427)	-33%	7 771
Community and social services		1 785	1 878	1 878	83	436	313	123	39%	1 878
Sport and recreation		21	33	33	-	14	5	9	164%	33
Public safety		1 835	3 393	3 393	23	201	565	(364)	-64%	3 393
Housing		435	508	508	3	217	85	132	156%	508
Health		1	1 960	1 960	-	-	327	(327)	-100%	1 960
<i>Economic and environmental services</i>		8 346	24 397	24 397	-	278	4 066	(3 788)	-93%	24 397
Planning and development		3 973	1 073	1 073	-	269	179	90	50%	1 073
Road transport		4 373	23 324	23 324	-	9	3 687	(3 678)	-100%	23 324
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		174 025	276 833	276 833	17 307	229 252	51 787	177 465	343%	276 833
Energy sources		94 907	125 657	125 657	7 955	54 365	20 943	33 422	160%	125 657
Water management		41 407	55 772	55 772	2 960	144 928	9 295	135 632	1459%	55 772
Waste water management		24 133	80 124	80 124	4 030	19 002	19 002	-	-	80 124
Waste management		13 577	15 281	15 281	2 361	10 958	2 547	8 411	330%	15 281
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	263 524	357 557	357 557	24 859	283 911	67 913	215 999	318%	357 557
Expenditure - Functional										
<i>Governance and administration</i>		125 924	80 596	80 596	4 673	28 181	20 464	7 717	38%	80 596
Executive and council		77 491	18 095	18 095	1 177	8 077	9 714	(1 637)	-17%	18 095
Finance and administration		48 433	63 448	63 448	3 456	19 589	10 575	9 014	85%	63 448
Internal audit		-	1 054	1 054	40	515	176	340	194%	1 054
<i>Community and public safety</i>		27 596	33 662	33 662	2 240	12 772	5 819	7 162	128%	33 662
Community and social services		12 499	14 015	14 015	1 040	6 012	2 336	3 676	157%	14 015
Sport and recreation		4 815	6 307	6 307	485	2 247	1 051	1 196	114%	6 307
Public safety		6 786	10 650	10 650	517	3 296	1 725	1 521	88%	10 650
Housing		3 496	2 537	2 537	207	1 199	423	778	183%	2 537
Health		-	154	154	11	18	26	(8)	-30%	154
<i>Economic and environmental services</i>		20 385	28 057	28 057	1 686	8 985	4 676	4 309	92%	28 057
Planning and development		9 430	10 897	10 897	574	3 560	1 816	1 744	98%	10 897
Road transport		10 955	17 160	17 160	1 111	5 425	2 860	2 565	90%	17 390
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		136 541	174 019	174 019	17 610	64 298	29 003	35 295	122%	174 019
Energy sources		91 851	142 998	142 998	7 660	43 808	23 833	19 975	84%	142 998
Water management		18 514	11 916	11 916	708	4 643	1 986	2 657	134%	11 916
Waste water management		10 501	9 814	9 814	7 925	7 925	1 636	6 289	385%	9 814
Waste management		15 675	9 291	9 291	1 316	7 922	1 548	6 373	412%	9 291
<i>Other</i>		1 243	64	64	104	617	11	606	5679%	64
Total Expenditure - Functional	3	311 889	316 398	316 398	26 313	114 854	59 764	55 090	92%	316 628
Surplus/ (Deficit) for the year		(48 165)	41 159	41 159	(1 453)	169 057	8 148	160 909	1975%	40 929

References

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes

2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement

3. Total Expenditure by functional classification must reconcile to total operating expenditure shown in Financial Performance Statement

4. All amounts must be classified under a functional classification (modified GFS). The GFS function 'Other' is only for Abbatoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and # used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

Table C2: Quarterly Budget Statement – Financial Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions. The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services. It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

Table C3: Quarterly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)

The operating expenditure budget is approved by Council on the municipal vote level.

NC073 Emthanjeni - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Mid-Year Assessment

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Mayor		5 555	1 759	1 759	749	2 872	880	1 992	226.5%	1 759
Vote 2 - Municipal Manager		13 462	-	-	-	-	-	-	-	-
Vote 3 - Finance		58 279	46 575	46 575	6 694	50 591	23 287	27 303	117.2%	46 575
Vote 4 - Corporate Services		-	278	278	1	50	139	(89)	-64.0%	278
Vote 5 - Community & Social Services		17 434	101 159	101 159	109	1 137	50 579	(49 442)	-97.8%	101 159
Vote 6 - Infrastructure		168 794	207 786	207 786	17 307	229 261	103 893	125 368	120.7%	207 786
Total Revenue by Vote	2	263 524	357 557	357 557	24 859	283 911	178 779	105 133	58.8%	357 557
Expenditure by Vote	1									
Vote 1 - Office of the Mayor		76 643	16 095	16 095	938	6 382	8 046	(1 664)	-20.7%	16 095
Vote 2 - Municipal Manager		2 091	1 054	1 054	240	1 695	527	1 168	221.8%	1 054
Vote 3 - Finance		41 195	40 407	40 407	1 978	12 886	20 154	(7 268)	-35.1%	40 407
Vote 4 - Corporate Services		7 238	23 290	23 290	1 478	6 703	11 563	(4 860)	-42.0%	23 290
Vote 5 - Community & Social Services		43 271	54 454	54 454	2 958	17 465	26 953	(9 489)	-35.2%	54 454
Vote 6 - Infrastructure		141 251	181 099	181 329	18 721	69 724	90 120	(20 396)	-22.6%	181 329
Total Expenditure by Vote	2	311 689	316 398	316 398	26 313	114 854	157 363	(42 509)	-27.0%	316 628
Surplus/ (Deficit) for the year	2	(48 165)	41 159	41 159	(1 453)	169 057	21 416	147 641	689.4%	40 929

References

1. Insert "Vote": e.g. Department, if different to standard classification structure

2. Must reconcile to Monthly Budget Statement - Financial Performance Statement (standard classification)

Table C4: Quarterly Budget Statement – Financial Performance (revenue and expenditure)

NC073 Emthanjeni - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		39 620	43 263	43 263	2 070	32 604	21 632	10 972	51%	43 263
Service charges - electricity revenue		88 756	122 785	122 785	5 105	37 152	61 392	(24 240)	-39%	122 785
Service charges - water revenue		34 492	39 748	39 748	1 301	139 859	19 874	119 984	604%	39 748
Service charges - sanitation revenue		15 109	24 461	24 461	1 984	11 847	12 231	(383)	-3%	24 461
Service charges - refuse revenue		7 572	14 311	14 311	1 094	6 564	7 156	(592)	-8%	14 311
Rental of facilities and equipment		2 393	856	856	65	479	428	51	12%	856
Interest earned - external investments		1 297	1 118	1 118	22	110	559	(449)	-80%	1 118
Interest earned - outstanding debtors		5 114	2 164	2 164	1 528	6 777	1 082	5 695	526%	2 164
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		1 447	1 369	1 369	4	79	684	(606)	-88%	1 369
Licences and permits		918	2 062	2 062	23	179	1 031	(852)	-83%	2 062
Agency services		-	-	-	-	-	-	-	-	-
Transfers and subsidies		53 237	59 591	59 591	8 943	32 797	29 796	3 001	10%	59 591
Other revenue		2 090	3 869	3 869	2 719	15 484	1 635	13 529	699%	3 869
Gains		(4 811)	800	800	-	0	400	(400)	-100%	800
Total Revenue (excluding capital transfers and contributions)		247 236	316 398	316 398	24 859	283 911	158 199	125 712	79%	316 398
Expenditure By Type										
Employee related costs		93 671	96 144	96 144	8 097	48 301	48 072	229	0%	96 144
Remuneration of councillors		5 714	5 477	5 477	485	2 959	2 739	221	8%	5 477
Debt impairment		26 549	12 517	12 517	-	-	6 258	(6 258)	-100%	12 517
Depreciation & asset impairment		52 646	10 306	10 306	-	-	4 123	(4 123)	-100%	10 306
Finance charges		13 964	5 510	5 510	860	2 600	2 755	(155)	-6%	5 510
Bulk purchases - electricity		80 708	86 301	86 301	5 196	36 661	43 151	(6 490)	-15%	86 301
Inventory consumed		2 094	8 620	8 620	868	2 559	4 504	(1 945)	-43%	8 650
Contracted services		13 810	23 257	23 257	333	4 163	11 628	(7 465)	-84%	23 257
Transfers and subsidies		-	-	-	-	-	-	-	-	-
Other expenditure		17 719	66 266	66 266	4 406	17 095	34 133	(17 038)	-50%	66 266
Losses		-	-	-	-	-	-	-	-	-
Total Expenditure		306 674	316 398	316 398	20 245	114 339	157 363	(43 024)	-27%	316 628
Surplus/(Deficit)		(59 638)	-	-	4 614	169 573	637	168 736	0	(230)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		10 376	41 159	41 159	-	-	20 580	(20 580)	(0)	41 159
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(49 262)	41 159	41 159	4 614	169 573	21 416			40 929
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(49 262)	41 159	41 159	4 614	169 573	21 416			40 929
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(49 262)	41 159	41 159	4 614	169 573	21 416			40 929
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(49 262)	41 159	41 159	4 614	169 573	21 416			40 929

References

1 Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) in 257 612 357 557 357 557 24 859 283 911 178 775 357 557

Table C5: Quarterly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

NC073 Emthanjani - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Community & Social Services		-	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		-	41 159	41 159	2 528	5 162	6 860	(1 698)	-25%	41 159
Total Capital Multi-year expenditure	4.7	-	41 159	41 159	2 528	5 162	6 860	(1 698)	-25%	41 159
Single Year expenditure appropriation	2									
Vote 1 - Office of the Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		10	-	-	-	-	-	-	-	-
Vote 3 - Finance		185	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Community & Social Services		33	-	-	-	-	-	-	-	-
Vote 6 - Infrastructure		5 518	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	5 746	-	-	-	-	-	-	-	-
Total Capital Expenditure		5 746	41 159	41 159	2 528	5 162	6 860	(1 698)	-25%	41 159
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		-	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	22 759	22 759	2 528	5 043	11 379	(6 336)	-56%	22 759
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	22 759	22 759	2 528	5 043	11 379	(6 336)	-56%	22 759
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	18 400	18 400	-	119	9 200	(9 081)	-99%	18 400
Energy sources		-	2 400	2 400	-	119	1 200	(1 081)	-90%	2 400
Water management		-	16 000	16 000	-	-	8 000	(8 000)	-100%	16 000
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Funded by:										
National Government		10 376	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Provincial Government		1 097	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		11 473	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		1 194	-	-	-	-	-	-	-	-
Total Capital Funding		12 667	41 159	41 159	2 528	5 162	20 580	(15 418)	-75%	41 159

References

- Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
- Include capital component of PPP unitary payment
- Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
- Include expenditure on investment property, intangible and biological assets
- Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

Table C6: Mid-year Budget Statement - Financial Position

NC073 Emthanjeni - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		-	15 951	15 951	78	15 129
Call investment deposits		-	-	-	17 448	-
Consumer debtors		-	83 851	83 851	262 723	125 140
Other debtors		-	6	6	(8 478)	6
Current portion of long-term receivables		-	2	2	-	2
Inventory		-	56 243	56 243	25 504	56 243
Total current assets		-	156 053	156 053	297 275	196 520
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	30	30	29 326	30
Investment property		-	5 846	5 846	8 768	5 846
Investments in Associate		-	-	-	-	-
Property, plant and equipment		-	894 270	894 270	827 969	893 449
Biological		-	-	-	-	-
Intangible		-	23	23	13	23
Other non-current assets		-	-	-	-	-
Total non current assets		-	900 170	900 170	866 075	899 349
TOTAL ASSETS		-	1 056 223	1 056 223	1 163 350	1 095 869
LIABILITIES						
Current liabilities						
Bank overdraft		-	8 508	8 508	(8 981)	8 508
Borrowing		-	1 600	1 600	836	1 600
Consumer deposits		-	2 825	2 825	2 839	2 825
Trade and other payables		-	35 271	35 271	197 737	29 738
Provisions		-	2 210	2 210	104 562	2 210
Total current liabilities		-	50 413	50 413	298 992	44 881
Non current liabilities						
Borrowing		-	111 400	111 400	1 357	111 400
Provisions		-	101 737	101 737	-	101 737
Total non current liabilities		-	213 137	213 137	1 357	213 137
TOTAL LIABILITIES		-	263 550	263 550	298 349	258 017
NET ASSETS	2	-	792 673	792 673	865 001	837 851
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		-	792 673	792 673	862 748	837 492
Reserves		-	-	-	2 253	-
TOTAL COMMUNITY WEALTH/EQUITY	2	-	792 673	792 673	865 001	837 492

References

1. Material variances to be explained in Table SC1
2. Net assets must balance with Total Community Wealth/Equity

PART 2 – SUPPORTING DOCUMENTATION Section 5

– Debtors' analysis

Supporting Table SC3

NC073 Emthanjeni - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2022/23									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts Lto Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dya-1 Yr	Over 1Yr	Total			Total over 90 days
<i>R thousands</i>													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	13 259	92 366	3 157	22 538	2 903	1 997	63 455	136 715	34 060	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	5 145	7 021	2 253	2 647	2 021	2 446	29 540	51 182	39 016	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	1 763	1 186	924	855	619	18 553	55 719	89 664	66 910	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	1 368	1 015	676	839	665	1 637	30 936	36 955	34 553	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	669	505	458	444	465	564	16 170	19 276	13 101	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Aneer Debtor Account	1810	-	-	-	-	-	-	-	19 557	19 557	19 557	-	-
Recoverable unauthorised, irregular, useless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	128	158	75	73	73	343	7 534	8 785	8 439	-	-
Total By Income Source	2900	-	19 367	102 272	7 764	27 395	7 146	24 980	233 411	422 334	300 696	-	-
2021/22 - totals only		0	0	0	0	0	0	0	0	-	-	0	0
Debtors Age Analysis By Customer Group													
Organic of Sale	2200	-	616	694	416	439	402	3 375	8 305	14 848	13 538	-	-
Commercial	2300	-	2 345	2 452	948	808	625	997	6 959	15 734	10 337	-	-
Household	2400	-	15 280	98 738	6 051	25 800	5 784	19 342	254 024	375 000	251 001	-	-
Other	2500	-	545	368	349	343	335	665	14 123	16 752	15 820	-	-
Total By Customer Group	2900	-	19 367	102 272	7 764	27 395	7 146	24 980	233 411	422 334	300 696	-	-

Notes:

Vertical increases in value of debtors' categories compared to previous month to be explained

Bad debts = amounts actually written off in the month

Total by Income Source must reconcile with Total by Customer Group

Creditors' analysis

Supporting Table SC4

NC073 Emthanjeni - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

Description	NT Code	Budget Year 2022/23									Prior year totals (for chart) (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	6 361	-	-	-	-	-	-	123 219	129 521	173 419
Bulk Water	0200	-	-	-	-	-	-	-	-	1 092	1 092	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	2	251	94	1 168	-	-	-	9 191	10 707	9 608
Auditor General	0800	-	-	-	-	-	-	-	-	4 089	4 089	8 123
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	6 363	251	94	1 168	-	-	-	137 592	145 488	191 350

Notes

Material increases in value of creditors' categories compared to previous month to be explained

Investment portfolio analysis

NC073 Emthanjeni - Supporting Table SC5 Monthly Budget Statement - investment portfolio - Mid-Year Assessment

Investments by activity Name of institution & investment ID	Ref	Period of investment	Type of investment	Capital Guarantee (Yes/No)	Variable or Fixed interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (A)	Investment Top Up	Closing Balance
		Yrs/Months												
Municipality														
-SBCA Bank Limited		1 Y	Fixed	Yes	Fixed	7	0		30/06/2023	10 965	-	-	-	10 965
Standard Bank			Call Account	Yes	Variable	6.6	0			30	133	-	5 000	5 163
Webank Limited			Call Account	Yes	Variable	6.8	0			167	5	-	-	172
First National Bank			Call Account	Yes	Variable		0			313	9	-	-	322
-SBCA Bank Limited			Call Account	Yes	Variable					574	23	-	-	997
-SBCA Bank Limited			Call Account	Yes	Variable					8 291	465	(5 020)	25 000	29 757
Municipality sub-total										29 641		(5 020)	31 000	47 277
Entities														
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									29 641		(5 020)	31 000	47 277

Reference:

- List investments in expiry date order
- If 'variable' is selected in column F, input interest rate range
- A character to be entered as: range

Allocation and grant receipts and expenditure: - Operating Revenue Framework

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		-	58 141	58 141	8 366	30 629	27 288	2 684	9.8%	13 754
Local Government Equitable Share		-	55 218	55 218	8 366	28 510	25 826	2 684	10.4%	13 754
Finance Management			1 850	1 850	-	1 850	925			
EPWP Incentive			1 073	1 073	-	269	536			
	3									
Other transfers and grants (insert description)										
Provincial Government:		-	1 450	1 450	-	200	725	(25)	-3.4%	-
Housing Accreditation			450	450	-	200	225	(25)	-11.1%	
Sport and Recreation			1 000	1 000	-	-	500			
	4									
Other transfers and grants (insert description)										
District Municipality: (insert description)		-	-	-	-	-	-	-	-	-
Other grant providers: (insert description)		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	-	59 591	59 591	8 366	30 829	28 013	2 659	9.5%	13 754
Capital Transfers and Grants										
National Government:		-	41 159	41 159	-	9 000	20 579	(4 379)	-21.3%	735 085
Municipal Infrastructure Grant (MIG)		-	22 759	22 759	-	7 000	11 379	(4 379)	-38.5%	726 605
Water Services Infrastructure Grant		-	16 000	16 000	-	2 000	8 000			8 480
Integrated National Electrification Programme			2 400	2 400	-	-	1 200			
Other capital transfers (insert description)										
Provincial Government: (insert description)		-	-	-	-	-	-	-	-	-
District Municipality: (insert description)		-	-	-	-	-	-	-	-	-
Other grant providers: (insert description)		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	-	41 159	41 159	-	9 000	20 579	(4 379)	-21.3%	735 085
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	100 750	100 750	8 366	39 829	48 592	(1 721)	-3.5%	748 839

Municipal manager's quality certificate

I, T.W Msengana the Acting Municipal Manager of Emthanjeni Municipality hereby certify that the Mid-Year Budget Statement for the month of January 2023 has been prepared in accordance with the Municipality Finance Management Act and Regulations made under the Act.

Print Name Thembisile Msengana

Municipal manager of Emthanjeni (NC073)

Signature

Date


25/01/2023

Emthanjeni ^{SRV} Municipality



Top Layer SDBIP Performance Report
for the Mid-year ending
31 December 2022

1. SERVICE DELIVERY PERFORMANCE PLANNING

LEGISLATIVE OVERVIEW

In terms of Section 72(1)(a) and 52(d) of the Local Government Municipal Finance Management Act No. 56 of 2003 (MFMA) the Accounting Officer must by 25 January of each year assess the performance of the municipality during the first half of the financial year. A report on such assessment must in terms of Section 72(1)(b) of the MFMA be submitted to the Mayor, Provincial Treasury and National Treasury.

Once the Mayor has considered the report, it must be submitted to Council by 31 January in terms of Section 54 of the MFMA.

The Mayor approved the Top Layer SDBIP for 2022/23 in terms of Section 53(1)(c)(ii) of the Municipal Finance Management Act (MFMA), MFMA Circular No. 13 and the Budgeting and Reporting Regulation which include the Municipality's key performance indicators for 2022/23.

CREATING A CULTURE OF PERFORMANCE

a) Performance Framework

Regulation 7(1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "Municipality's Performance Management System entails a framework that describes and represents how the Municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organised and managed, including determining the roles of the different role players. "This framework, inter alia, reflects the linkage between the IDP, Budget, SDBIP and individual and service provider performance. The Municipality adopted a performance management policy that was approved by Council in January 2011.

b) Monitoring Performance

The Municipality utilizes an electronic web-based system on which KPI owners update actual performance on a monthly basis. KPI owners report on the results of the KPI by documenting the following information on the performance system:

- The actual result in terms of the target set
- The output/outcome of achieving the KPI
- The calculation of the actual performance reported. (If %)
- A performance comment
- Actions to improve the performance against the target set, if the target was not achieved
- It is the responsibility of every KPI owner to maintain a portfolio of evidence to support actual performance results updated

LINK TO THE IDP AND THE BUDGET

The Municipality identified the following strategic objectives based on the inputs from the community in the 5 year Integrated Development Plan (IDP):

Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties.

Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor

Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives.

- Maintaining a financially sustainable and viable Municipality
- Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality.
- Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area.
- Provision of access to all basic services rendered to residents within the available resources.

a) Performance indicators set in the approved Top Layer SDBIP for 2021/22 per strategic objective

Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL6	60% of the maintenance budget for Community Halls spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved Community Halls maintenance budget spent by 30 June 2023	All	46.69%	0.00%	10.00%	50.00%	60.00%	60.00%
TL11	Review and sign a MOU with the Department of Defence by 30 June 2023 for support with fire brigade services	MOU reviewed and signed by 30 June 2023	All	1	0	0	0	1	1
TL12	Review the disaster management plan that includes contingency plans and submit to Council by 30 June 2023	Disaster management plan reviewed and submitted to Council by 30 June 2023	All	1	0	0	0	1	1
TL17	Submit a business plan to potential funders for the upgrading of the Fire Brigade by 30 June 2023	Business plan submitted by 30 June 2023	All	1	0	0	0	1	1

Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor

Int. Ref.	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL22	Provide free basic services to indigent households as at 30 June 2023	Number of indigent households receiving free basic services as at 30 June 2023	All	3 863	3 000	3 000	3 000	3 000	3 000

Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives

Int. Ref.	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL2	The number of people from employment equity target groups employed (newly appointed) in the three highest levels of management in compliance with the municipality's approved Employment Equity Plan by 30 June 2023	Number of people employed (newly appointed)	All	0	0	0	0	1	1
TL3	0.1% of the personnel budget spent on training as per the approved Skills Development Plan by 30 June 2023 [(Actual total training expenditure/total personnel budget)x100]	% of the personnel budget spent on training by 30 June 2023	All	0.27%	0.00%	0.00%	0.00%	0.10%	0.10%
TL4	Review the EEP and submit to the Portfolio Committee by 30 June 2023	EEP reviewed and submitted to the Portfolio Committee by 30 June 2023	All	1	0	0	0	1	1
TL5	Limit vacancy rate to 15% of budgeted posts by 30 June 2023 [(Number of funded posts vacant divided by budgeted funded posts)x100]	[(Number of funded posts vacant divided by budgeted funded posts)x100]	All	24.20%	0.00%	15.00%	0.00%	15.00%	15.00%

Maintaining a financially sustainable and viable Municipality

Int: Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL24	Financial viability measured in terms of the municipality's ability to meet its service debt obligations as at 30 June 2023 (Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / Total Operating Revenue - Operating Conditional Grants)	Debt coverage as at 30 June 2023	All	135%	0.00%	0.00%	0.00%	35.00%	35.00%
TL25	Financial viability measured in terms of the outstanding service debtors as at 30 June 2023 (Total outstanding service debtors minus provision for bad debt) / (revenue received for services)	% of outstanding service debtors as at 30 June 2023	All	132%	0.00%	0.00%	0.00%	45.00%	45.00%
TL26	Financial viability measured in terms of the available cash to cover fixed operating expenditure as at 30 June 2023 ((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets))	Number of months it takes to cover fixed operating expenditure with available cash	All	0	0	0	0	0.05	0.05
TL27	Submit the annual financial statements to the Auditor-General by 31 August 2022	Statements submitted to the AG by 31 August 2022	All	1	1	0	0	0	1

Int. Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL28	Achievement of a payment percentage of 70% by 30 June 2023 $\{(Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off)/Billed Revenue \times 100\}$	Payment % achieved	All	64.15%	70.00%	70.00%	70.00%	70.00%	70.00%
TL29	Prepare and submit the adjustments budget to Council by the 28 February 2023	Adjustments budget submitted by 28 February 2023	All	1	0	0	1	0	1
TL30	Prepare and submit the draft budget to Council by 31 March 2023	Draft budget submitted by 31 March 2023	All	1	0	0	1	0	1
TL31	Prepare and submit the final budget to Council by 31 May 2023	Final budget submitted by 31 May 2023	All	1	0	0	0	1	1
TL32	Compile a Debt Recovery Plan with short medium and long term actions that can be implemented and submit to Council by 30 September 2022	Revenue Enhancement Strategy submitted to Council by 30 September 2022	All	New Key Performance Indicator for 2022/23	1	0	0	0	1

Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL1	Develop Risk based audit plan (RBAP) for 2023/24 and submit to the Audit Committee by 30 June 2023	RBAP for 2023/24 submitted to the Audit Committee by 30 June 2023	All	1	0	0	0	1	1
TL7	Review the Risk Committee and sent appointment letters to members by 31 March 2023	Risk Committee reviewed and appointment letters sent to members by 31 March 2023	All	1	0	0	1	0	1
TL8	Complete the annual risk assessment and submit to the Risk	Risk assessment completed and submit to the Risk	All	New Key Performance Indicator	0	0	1	0	1

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
	Committee by 31 March 2023	Committee by 31 March 2023		for 2022/23					
TL9	Review the Communication Strategy and submit to Council by 31 December 2022	Reviewed Communication Strategy submitted to Council by 31 December 2022	All	New Key Performance Indicator for 2022/23	0	1	0	0	1
TL10	Review the organogram and submit to Council by 30 June 2023	Reviewed organogram submitted to Council by 30 June 2023	All	New Key Performance Indicator for 2022/23	0	0	0	1	1

Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL33	Create temporary jobs - FTE's in terms of EPWP by 30 June 2023 (Person days / FTE (230 days))	Number of FTE's created	All	42	0	0	0	61	61

Provision of access to all basic services rendered to residents within the available resources

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL13	Conduct quarterly housing consumer education programs	Number of housing consumer education programs conducted	All	4	1	1	1	1	4
TL14	Conduct a quarterly verification of the housing needs register	Number of verification of the housing needs register conducted	All	4	1	1	1	1	4
TL15	Review the Human Settlement Plan and submit to Council by 30 June 2023	Human Settlement Plan reviewed and submitted to Council by 30 June 2023	All	1	0	0	0	1	1
TL16	60% of the maintenance budget of waste management spent by 30 June 2023 ((Actual expenditure divided by the	% of the budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	35.70%	0.00%	10.00%	50.00%	60.00%	60.00%

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
	approved budget)x100)								
TL18	Number of formal properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and billed for the service as at 30 June 2023	Number of properties which are billed for water or have pre paid meters as at 30 June 2023	All	8 654	8 000	8 000	8 000	8 000	8 000
TL19	Number of formal properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and billed for the service as at 30 June 2023	Number of properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2023	All	7 048	6 000	6 000	6 000	6 000	6 000
TL20	Number of formal properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) and billed for the service as at 30 June 2023	Number of properties which are billed for sewerage as at 30 June 2023	All	8 626	7 200	7 200	7 200	7 200	7 200
TL21	Number of formal properties for which refuse is removed once per week and billed for the service as at 30 June 2023	Number of properties which are billed for refuse removal as at 30 June 2023	All	8 252	7 200	7 200	7 200	7 200	7 200
TL23	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2023 ((Actual amount spent on projects /Total amount budgeted for	% of capital budget spent by 30 June 2023	All	33.41%	0.00%	15.00%	0.00%	70.00%	70.00%

Int. Ref.	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
	capital projects)X100}								
TL34	60% of the water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	32.60%	0.00%	10.00%	50.00%	60.00%	60.00%
TL35	Limit unaccounted for water to 25% by 30 June 2023 [(Number of Kilolitres Water Purchased or Purified - Number of Kilolitres Water Sold) / (Number of Kilolitres Water Purchased or Purified) x 100]	% unaccounted water by 30 June 2023	All	10.20%	0.00%	0.00%	0.00%	25.00%	25.00%
TL36	Achieve a 90% water quality quarterly as per SANS 241 requirements for all water sampling points	% water quality level	All	47.27%	90.00%	90.00%	90.00%	90.00%	90.00%
TL37	60% of the waste water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved waste water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	30.90%	0.00%	10.00%	50.00%	60.00%	60.00%
TL38	60% of the roads and stormwater maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	% of approved roads and stormwater maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	All	33.20%	0.00%	10.00%	50.00%	60.00%	60.00%
TL39	Limit % electricity unaccounted for to 20% by 30 June 2023 {(Number of Electricity Units Purchased - Number of Electricity Units	% of electricity unaccounted for at 30 June 2023	All	20.25%	0.00%	0.00%	0.00%	20.00%	20.00%

Int. Ref	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
	Sold) / Number of Electricity Units Purchased) x 100]								
TL40	60% of the recreational and swimming pool maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	% of approved recreational areas and swimming pool maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	All	33.26%	0.00%	10.00%	50.00%	60.00%	60.00%
TL41	60% of the electricity maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved electricity maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	48.81%	0.00%	10.00%	50.00%	60.00%	60.00%
TL42	Compile maintenance plans for water, electricity, waste water and roads and stormwater that include weekly, monthly, quarterly and annual actions and submit to Municipal Manager for approval by 31 March 2023	Number of plans submitted to Municipal Manager by 31 March 2023	All	New Key Performance Indicator for 2022/23	0	0	4	0	4
TL43	70% of approved budget spent by 30 June 2023 for the development of 12 boreholes in De Aar (Northern scheme) ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	1,2,3, 4,5 and 8	25.82%	0.00%	15.00%	0.00%	70.00%	70.00%
TL44	70% of approved budget spent by 30 June 2023 for the electrification of Stands in De Aar ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	1,2,4	97.60%	0.00%	15.00%	0.00%	70.00%	70.00%

Int. Ref.	KPI	Unit of Measurement	Ward	Actual Performance of 2021/22	Targets 2022/23				
					Q1	Q2	Q3	Q4	Annual
TL45	70% of approved budget spent by 30 June 2023 for the construction of Internal Sewer Reticulation for Mziwabantu ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	39.54%	0.00%	15.00%	0.00%	70.00%	70.00%
TL46	70% of approved budget spent by 30 June 2023 for the installation of High Mast Lighting in De Aar ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	New Key Performance Indicator for 2022/23	0.00%	15.00%	0.00%	70.00%	70.00%
TL47	70% of approved budget spent by 30 June 2023 for the upgrading of the Nonzwakazi Sports Ground ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	3	New Key Performance Indicator for 2022/23	0.00%	15.00%	0.00%	70.00%	70.00%
TL48	70% of approved budget spent by 30 June 2023 for the replacement and upgrading of the De Aar West electricity main transformers ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	All	0%	0.00%	15.00%	0.00%	70.00%	70.00%

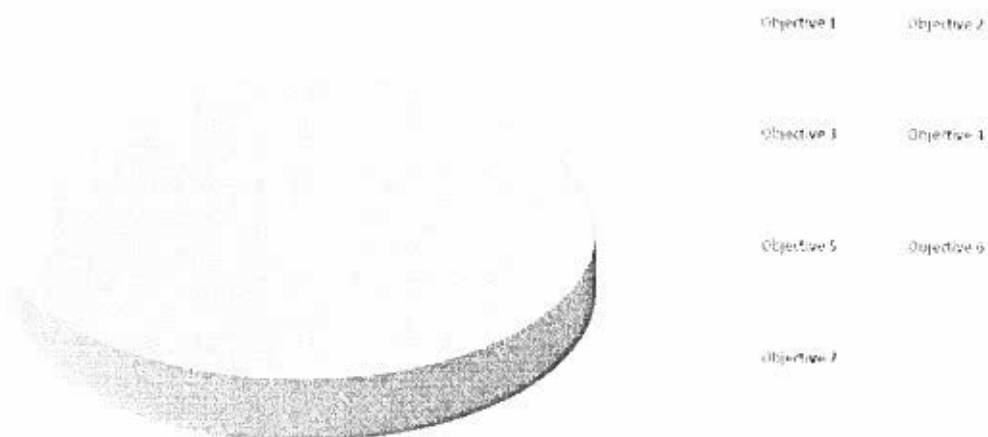
b) Budget spending per strategic objective

The tables below provide an analysis of the capital and operational budget allocation for the 2022/23 financial year and actual expenditure as at 31 December 2022 per Strategic Objective (OPEX excludes internal transfers):

No.	Municipal Strategic Objective	Budget	Actual Capital Expenditure as at 31 December 2022	% Spent
		R'000		%
Capital				
1	Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	0	0	n/a
2	Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	0	0	n/a
3	Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	0	0	n/a
4	Maintaining a financially sustainable and viable Municipality	0	0	n/a
5	Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	0	0	n/a
6	Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area	0	0	n/a
7	Provision of access to all basic services rendered to residents within the available resources	53 021	6 637	12.52
Total		53 021	6 637	12.52

Please note that the numbering is for graph purposes only

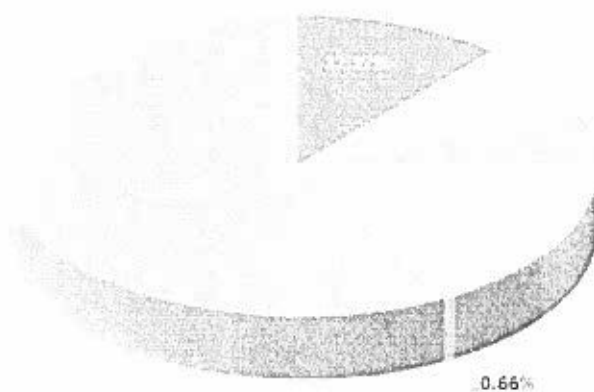
Capital Budget per Strategic Objective



No.	Municipal Strategic Objective	Budget	Actual Operational Expenditure as at 31 December 2022	% Spent
		R'000		%
Operational				
1	Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	35 328	14 451	40.84
2	Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	25 855	8 494	32.85
3	Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	16 704	6 703	40.13
4	Maintaining a financially sustainable and viable Municipality	33 297	12 886	38.70
5	Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	19 428	8 077	41.57
6	Promote the equitable creation and distribution of wealth in Emthanjeni Municipal area	2 098	1 166	55.58
7	Provision of access to all basic services rendered to residents within the available resources	183 689	62 561	34.06
Total		316 398	114 339	36.14

Please note that the numbering is for graph purposes only

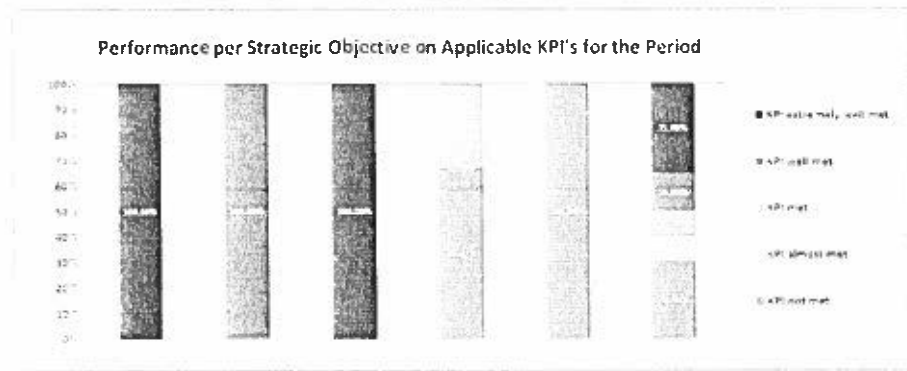
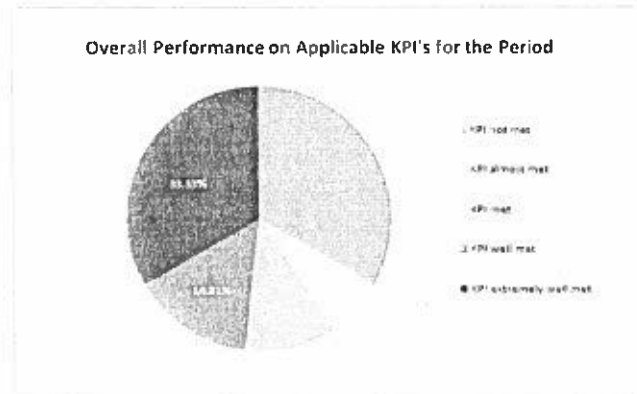
Operational Budget per Strategic Objective



- Objective 1
- Objective 2
- Objective 3
- Objective 4
- Objective 5
- Objective 6
- Objective 7

2. MID-YEAR PERFORMANCE AGAINST THE PERFORMANCE INDICATORS SET IN THE APPROVED TOP LAYER SDBIP FOR 2022/23

OVERALL ACTUAL PERFORMANCE OF APPLICABLE INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2022



Applicable Objectives for the Period							
Measurement Category	Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties	Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor	Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives	Maintaining a financially sustainable and viable Municipality	Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality	Provision of access to all basic services rendered to residents within the available resources	Total
KPI Not Met	0	0	0	2	1	6	9
KPI Almost Met	0	0	0	0	0	2	2
KPI Met	0	0	0	1	0	2	3
KPI Well Met	0	1	0	0	0	3	4
KPI Extremely Well Met	1	0	1	0	0	7	9
Total	1	1	1	3	1	20	27
Category	Colour		Explanation				
KPI's Not Met	R		0% >= Actual/Target < 75%				
KPI's Almost Met	O		75% >= Actual/Target < 100%				
KPI's Met	G		Actual/Target = 100%				
KPI's Well Met	G2		100% > Actual/Target < 150%				
KPI's Extremely Well Met	B		Actual/Target >= 150%				

ACTUAL PERFORMANCE PER STRATEGIC OBJECTIVE OF APPLICABLE INDICATORS FOR THE MID-YEAR ENDING 31 DECEMBER 2022

Detailed below is the unaudited Top Layer SDBIP for the first half of the financial year ending 31 December 2022 which measures the Municipality's overall performance per strategic objective. The tables, furthermore, includes the performance comments and corrective measures indicated for targets not achieved.

The Municipality met 59.26% (16 of 27) of the applicable KPI's for the period as at 31 December 2022. The remainder of the KPI's (21) on the Top Layer SDBIP out of the total number of 48 KPI's do not have targets for this period and will be reported on in future quarters when they are due. 40.74% (11 of 27) KPI targets were not achieved as at 31 December 2022 of which the details are included in the tables below.

Contribute to the creation of communities where residents and visitors can work, live and play without threat to themselves or their properties

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL6	60% of the maintenance budget for Community Halls spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved Community Halls maintenance budget spent by 30 June 2023	All	46.69%	0.00%	10.00%	10.00%	15.44%	B

Contribute to the development and protection of the rights and needs of all residents with a particular focus on the poor

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL22	Provide free basic services to indigent households as at 30 June 2023	Number of indigent households receiving free basic services as at 30 June 2023	All	3 863	3 000	3 000	3 000	3 863	G2

Development and transformation of the institution with the aim of capacitating the municipality in meeting their objectives

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL5	Limit vacancy rate to 15% of budgeted posts by 30 June 2023 ((Number of funded posts vacant divided by budgeted funded posts)x100)	((Number of funded posts vacant divided by budgeted funded posts)x100)	All	24.20%	0.00%	15.00%	15.00%	10.18%	B

Maintaining a financially sustainable and viable Municipality

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL27	Submit the annual financial statements to the Auditor-General by 31 August 2022	Statements submitted to the AG by 31 August 2022	All	1	1	0	1	1	G
TL28	Achievement of a payment percentage of 70% by 30 June 2023 ((Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts Written Off)/Billed Revenue x 100)	Payment % achieved	All	64.15%	70.00%	70.00%	70.00%	40.00%	R
	Reason and/or Corrective Action:	Credit Control actions must be intensified by all departments.							
TL32	Compile a Debt Recovery Plan with short medium and long term actions that can be implemented and submit to Council by 30 September 2022	Revenue Enhancement Strategy submitted to Council by 30 September 2022	All	New Key Performance Indicator for 2022/23	1	0	1	0	R
	Reason and/or Corrective Action:	CFO post currently vacant.							

Promote representative governance through the sustainable utilization of available resources in consultation with the residents of Emthanjeni Municipality

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL9	Review the Communication Strategy and submit to Council by 31 December 2022	Reviewed Communication Strategy submitted to Council by 31 December 2022	All	New Key Performance Indicator for 2022/23	0	1	1	0	R
	Reason and/or Corrective Action:	Communication strategy could not be reviewed by 31 December 2022 due to LED summit preparations. To be tabled to Council before end March 2023.							

Provision of access to all basic services rendered to residents within the available resources

Ref.	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
TL13	Conduct quarterly housing consumer education programs	Number of housing consumer education programs conducted	All	4	1	1	2	2	G
TL14	Conduct a quarterly verification of the housing needs register	Number of verification of the housing needs register conducted	All	4	1	1	2	2	G
TL16	60% of the maintenance budget of waste management spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of the budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	35.70%	0.00%	10.00%	10.00%	50.95%	B
TL18	Number of formal properties that receive piped water (credit and prepaid water) that is connected to the municipal water infrastructure network and billed for the service as at 30 June 2023	Number of properties which are billed for water or have pre paid meters as at 30 June 2023	All	8 654	8 000	8 000	8 000	8 657	G2
TL19	Number of formal properties connected to the municipal electrical infrastructure network (credit and prepaid electrical metering)(Excluding Eskom areas) and billed for the service as at 30 June 2023	Number of properties which are billed for electricity or have pre paid meters (Excluding Eskom areas) as at 30 June 2023	All	7 048	6 000	6 000	6 000	9 358	B
TL20	Number of formal properties connected to the municipal waste water sanitation/sewerage network for sewerage service, irrespective of the number of water closets (toilets) and billed for the service as at 30 June 2023	Number of properties which are billed for sewerage as at 30 June 2023	All	8 626	7 200	7 200	7 200	7 315	G2
TL21	Number of formal properties for which refuse is removed once per week and	Number of properties which are billed for refuse	All	8 252	7 200	7 200	7 200	8 254	G2

Ref#	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				
					Q1	Q2	Target	Actual	R
	billed for the service as at 30 June 2023	removal as at 30 June 2023							
TL23	The percentage of the municipal capital budget actually spent on capital projects by 30 June 2023 ((Actual amount spent on projects /Total amount budgeted for capital projects)X100)	% of capital budget spent by 30 June 2023	All	33.41%	0.00%	15.00%	15.00%	12.52%	C
	Reason and/or Corrective Action:	Total budget spent for Capital projects was 12.52% (R6 636 746,81 / R 53 021 050,00). Expenditure and budget for De Aar West Transformer which is borrowing funds was also taken into consideration. Low spending due to late appointment of contractors for Nonzwakazi and Borehole project. Spending will increase over the next quarters.							
TL34	60% of the water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	32.60%	0.00%	10.00%	10.00%	16.45%	B
TL36	Achieve a 90% water quality quarterly as per SANS 241 requirements for all water sampling points	% water quality level	All	47.27%	90.00%	90.00%	90.00%	70.00%	C
	Reason and/or Corrective Action:	The water quality had improved from September 2022 but due to load shedding there was coliform in the water. Treatment of water on a weekly basis.							
TL37	60% of the waste water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved waste water maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	30.90%	0.00%	10.00%	10.00%	17.62%	B
TL38	60% of the roads and stormwater maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	% of approved roads and stormwater maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	All	33.20%	0.00%	10.00%	10.00%	78.59%	B
TL40	60% of the recreational and swimming pool	% of approved recreational areas and	All	33.26%	0.00%	10.00%	10.00%	5.55%	R



Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				
					Q1	Q2	Target	Actual	R
	maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)	swimming pool maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)X100)							
	Reason and/or Corrective Action	Swimming pools are vandalised such that they are no longer operational. There is also a cashflow challenge to procure the material for maintenance that is required. Decrease the budget if the pools are being vandalised at the rate they are currently.							
TL41	60% of the electricity maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	% of approved electricity maintenance budget spent by 30 June 2023 ((Actual expenditure divided by the approved budget)x100)	All	48.81%	0.00%	10.00%	10.00%	15.87%	B
TL43	70% of approved budget spent by 30 June 2023 for the development of 12 boreholes in De Aar (Northern scheme) ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	1,2,3,4,5 and 8	25.82%	0.00%	15.00%	15.00%	6.45%	R
	Reason and/or Corrective Action	Tender was advertised for two months and closed on 28 January 2023.							
TL44	70% of approved budget spent by 30 June 2023 for the electrification of Stands in De Aar ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	1,2,4	97.60%	0.00%	15.00%	15.00%	0.00%	R
	Reason and/or Corrective Action	Project could not commence due to houses not available.							
TL45	70% of approved budget spent by 30 June 2023 for the construction of Internal Sewer Reticulation for Mziwabantu ((Actual expenditure divided by the total approved budget) x 100)	% of approved budget spent	7	39.54%	0.00%	15.00%	15.00%	51.97%	B
TL46	70% of approved budget spent by 30 June 2023 for the installation of High Mast Lighting in De	% of approved budget spent	All	New Key Performance Indicator for 2022/23	0.00%	15.00%	15.00%	0.00%	R

Ref	KPI	Unit of Measurement	Ward	Actual performance of 2021/22	Overall performance for the mid-year ending 31 December 2022				R
					Q1	Q2	Target	Actual	
	Aar {(Actual expenditure divided by the total approved budget) x 100}								
	Reason and/or Corrective Action	Project not yet registered on MIG system.							
TL47	70% of approved budget spent by 30 June 2023 for the upgrading of the Nonzwakazi Sports Ground {(Actual expenditure divided by the total approved budget) x 100}	% of approved budget spent	3	New Key Performance Indicator for 2022/23	0.00%	15.00%	15.00%	3.18%	R
	Reason and/or Corrective Action	Tender closed 11 November 2022. BAC has not sat due to challenges as informed by Finance. Consultant fees paid - only expenditure reflecting. BAC to be fast-tracked.							
TL48	70% of approved budget spent by 30 June 2023 for the replacement and upgrading of the De Aar West electricity main transformers {(Actual expenditure divided by the total approved budget) x 100}	% of approved budget spent	All	0%	0.00%	15.00%	15.00%	6.44%	R
	Reason and/or Corrective Action	Contractor appointed in October 2022. Due to not enough funding from DTI, scope had to be reduced. Contractor balanced the bill, awaiting on procurement of transformer. Consultant fees paid - only expenditure reflecting. Contractor to start with minor work on site.							

ADJUSTMENT OF THE TOP LAYER SDBIP FOR 2022/23

In terms of Section 27(2)(b), when submitting an adjustments budget to the National Treasury and the relevant provincial treasury in terms of Section 28(7) of the MFMA read together with Section 24(3) of the MFMA, the municipal manager must also submit the amended service delivery and budget implementation plan, within ten working days after the council has approved the amended plan in terms of Section 54(1)(c) of the MFMA.

The Top Layer SDBIP will be revised if needed and submitted with the Adjustments Budget to Council with the necessary motivation where key performance indicator targets require amendment as a result of the Adjustments Budget and/or corrections as a result of the audit outcomes of 2021/22.

ANNUAL REPORT 2021/22

The draft Annual Report of the 2021/22 financial year will be tabled in Council within the legislative timeframe.

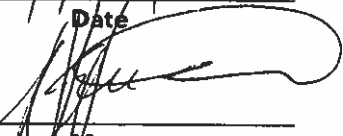
As prescribed in section 72(1)(a)(iii) of the MFMA the Accounting officer must assess the performance of the municipality in the first 6 months taking into account the past year's Annual Report, and progress on resolving the problems identified in the Annual Report. Council will appoint an Oversight Committee, who will compile an oversight report. This report will include a summary of comments and conclusions on the Annual Report of the municipality for 2021/22.

However, to ensure the credibility of the 2021/22 Annual Report and that the information in the report is accurate, reliable and correct, the Performance Report for 2021/22 (Chapters 3 & 4 of the Annual Report) was audited by the Auditor-General and the final draft Annual Report was also sent to them for verification. Thus, the final report will be scrutinized for accuracy, reliability and correctness not only by the management team but by the Auditor-General as well.



Acting Municipal Manager

24/01/2023
Date



Mayor

25-01-2023
Date

