

UMZUMBE MUNICIPALITY

COUNCIL

PURPOSE: APPROVAL OF MID YEAR BUDGET & PERFORMANCE ASSESSMENT AND CONSIDERATION OF DRAFT ADJUSTMENT BUDGET 2018/2019

FROM THE MUNICIPAL MANAGER

SUBJECT: MID YEAR BUDGET & PERFORMANCE ASSESSMENT AND DRAFT ADJUSTMENT BUDGET 2018/2019

BACKGROUND

In terms of section 72(1) of the Municipal Finance Management Act, No. 56 of 2003, the accounting officer must by 25 January of each year:

- Assess the performance of the municipality during the first half of the financial year, taking into account the –
 - (a) The monthly statements (i.e. financial reports);
 - (b) Annual report for previous year; and
 - (c) 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 (SDBIP)
- Submit a report on such assessment to –
 - (a) The mayor of the municipality;
 - (b) The National Treasury; and
 - (c) The Provincial Treasury.

In terms of section 72 (3) of the MFMA, the accounting officer must as part of the review-

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

STRATEGIC IMPLICATIONS

The report facilitates the monitoring and transparency of overall expenditure in terms of the budget. It further serves to ensure compliance.

STAFF IMPLICATIONS

There are no staff implications.

OTHER PARTIES CONSULTED

Provincial Treasury.

COMMUNICATION

This report is tabled to Council and submitted to Provincial and National Treasury.

LEGAL IMPLICATIONS

Compliance with MFMA.

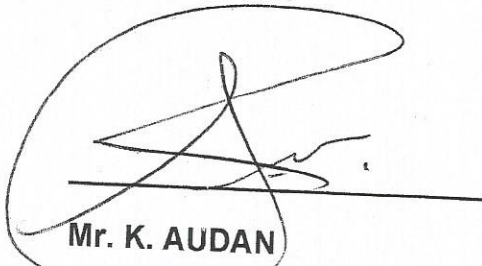
FINANCIAL IMPLICATIONS

There are no financial implications except for the implications of the adjustments on the budget.

RECOMMENDATION

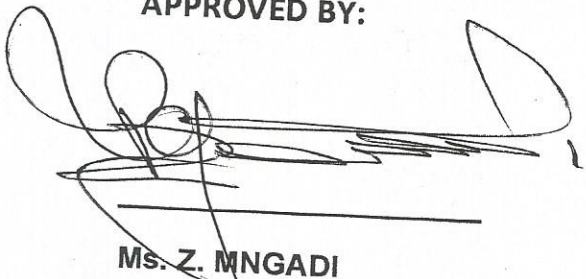
- The Council approves the Mid-year Budget and Performance Assessment and
- The Council considers and approves the Draft Adjustment Budget for the 2018/2019 financial year.

PREPARED BY:



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APPROVED BY:



Ms. Z. MNGADI
ACTING MUNICIPAL MANAGER