

EXTRACT COUNCIL MINUTES: 30 APRIL 2024

RESOLVED

Item A63/30/04/2024

1. that Council takes cognizance of the 2023/24 Top Layer Service Delivery and Budget Implementation Plan (SDBIP) and Performance quarterly report for the quarter ended 31 March 2024.
2. that Council takes note of the report on the implementation of the budget and financial state of affairs of the municipality for the quarter ending March 2024, in terms of Section 52 (d) of the MFMA.

Item number A63. 30.04.2024

SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) AND PERFORMANCE QUARTERLY REPORT FOR PERIOD ENDED 31 MARCH 2024

Report of the Municipal Manager: Mrs A Vorster
Department: Municipal Manager
Section: Performance Management
File number: 2/13

PURPOSE OF REPORT

The purpose of the report is to submit to Council the Service Delivery and Budget Implementation Plan (SDBIP) and Performance Quarterly Report for the quarter ended 31 March 2024

FACTS AND BACKGROUND

In terms of Section 52(d) of the Municipal Finance Management Act, 56 of 2003, the Mayor must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality. This report informs the council on a quarterly basis of the SDBIP and Budget.

DISCUSSION

The Top Layer SDBIP for the 2023/24 financial year was approved by the Executive Mayor in June 2023. The SDBIP was submitted to Provincial and National Treasury in both electronic and hard copy format. The SDBIP was also made public by placement on the website.

The Quarterly Budget Statement and Quarter SDBIP Report are **attached as on pages 158 to 213 of the Annexures.**

The key elements can graphically be presented as follows:

1. Implementation of Budget

For the second quarter, the following are highlighted.

The total revenue excluding capital transfers and contributions for March 2024 is R1 12,7 million, with a year-to-date revenue of R325,1 million.

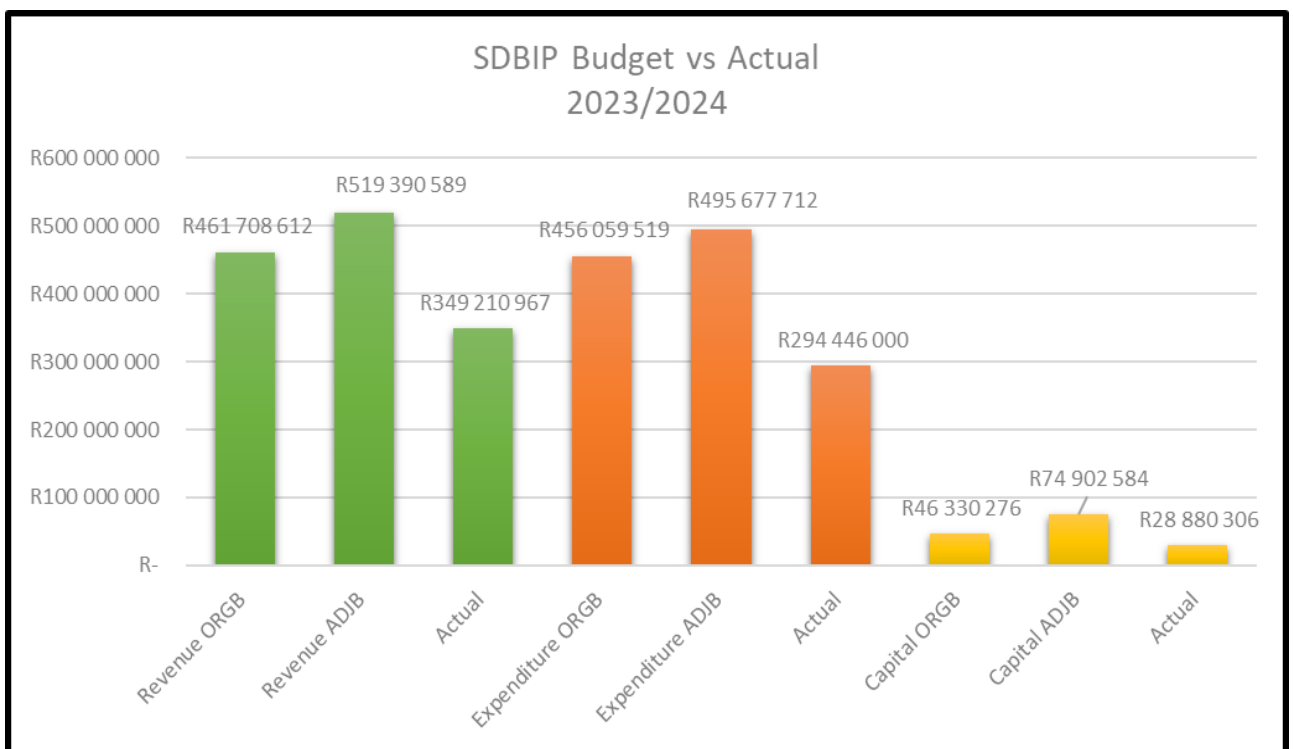
Property rates reflect at 76,6% of the budgeted amount, while the electricity amount raised represents 74,9% of the budgeted amount. The water revenue amount represents 81,1% of the budgeted amount.

The total expenditure budget is R495,7 million and the year-to-date actual is R284,4million which is 59,4%.

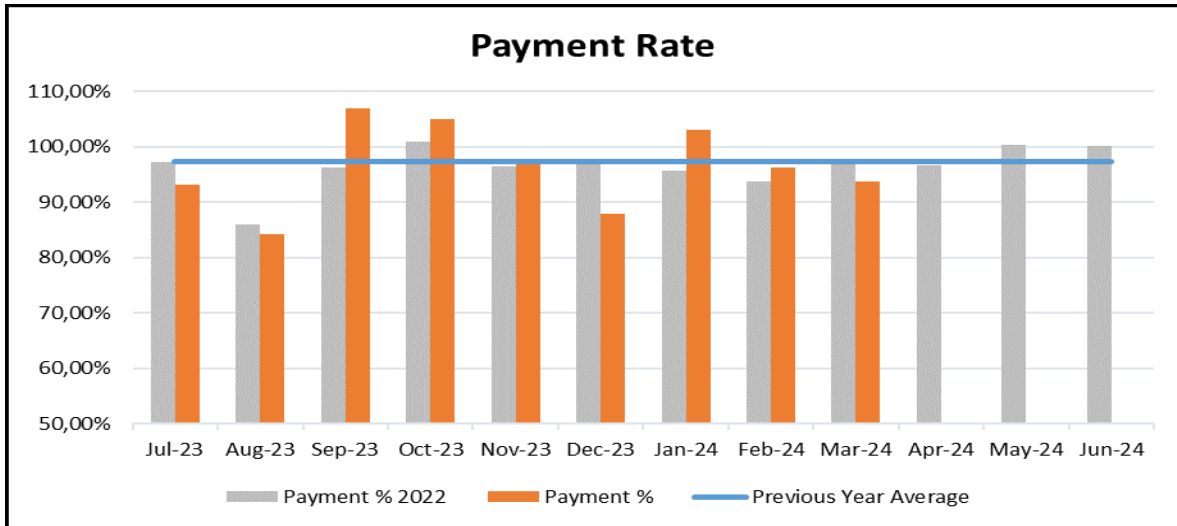
The budgeted amount for capital expenditure is R64.3 million of which R28,8 million has been expended to date, i.e. 38,6%. Capital commitments that amounts to R11,7 million have been made and measures were implemented to improve capital expenditure.

The actual total cash available at 31 March 2024 amounts to R167,9 million.

The liquidity ratio is 1.93:1, which means the Municipality can honour their short-term debt. The gearing ratio is 4%, while the payment percentage of debtors are at 96%.

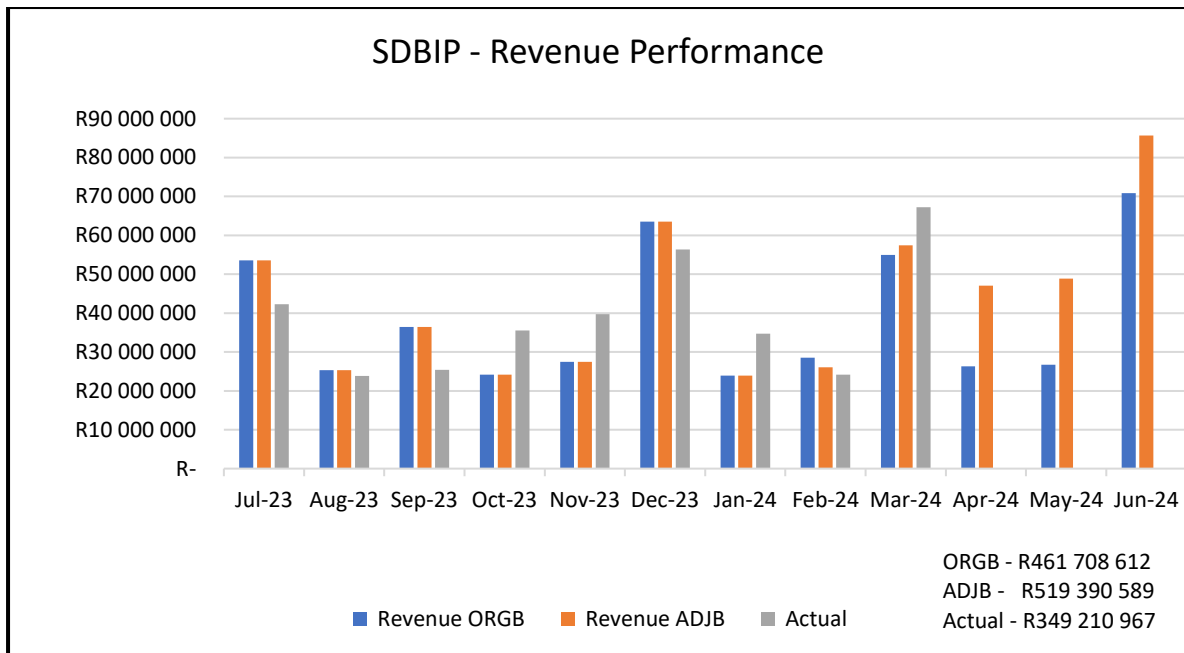


The payment rate remains under pressure with fluctuations as seen in the previous financial year. Continuous credit control actions are implemented.

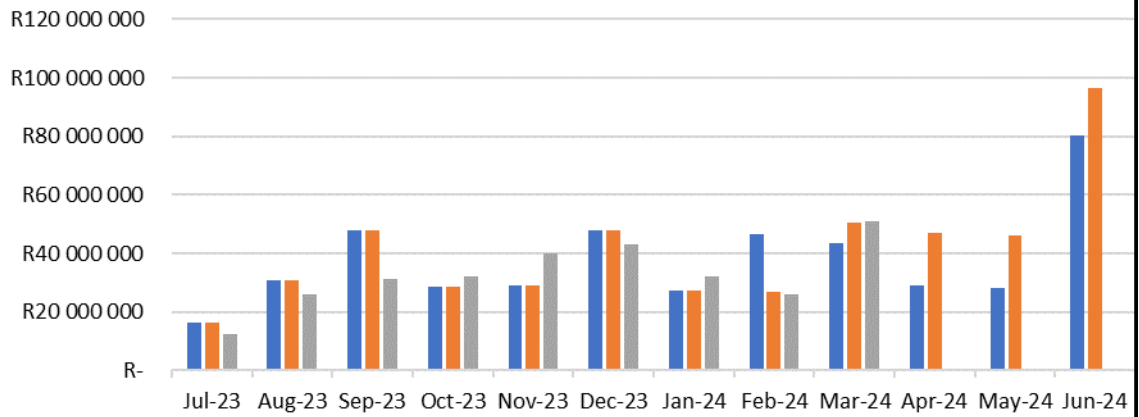


2. Implementation of Performance

The performance report is attached as separate annexure. The financial performance by month is graphically presented below:

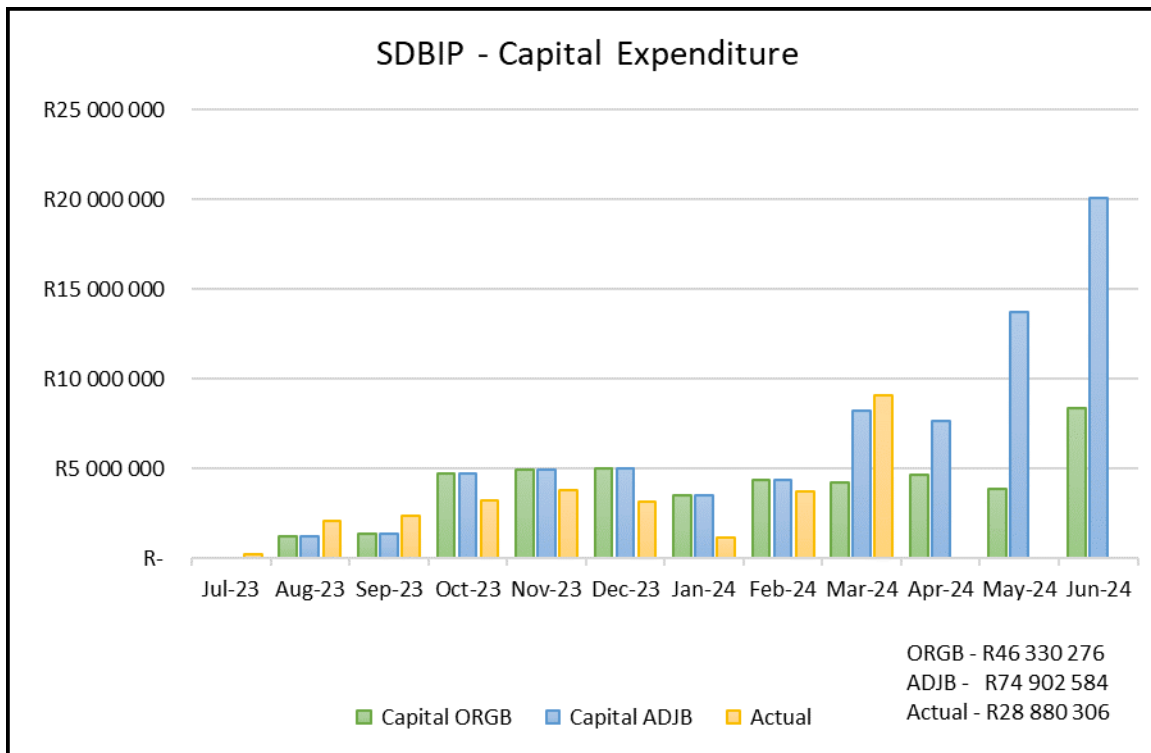


SDBIP - Expenditure Performance



ORGB - R456 059 519
 ADJB - R495 677 712
 Actual - R294 446 000

■ Expenditure ORGB
 ■ Expenditure ADJB
 ■ Actual



LEGAL IMPLICATIONS

Section 52(d) of the MFMA;

FINANCIAL IMPLICATIONS

No direct financial implication.

PERSONNEL IMPLICATIONS

None

COMMUNICATION IMPLICATIONS

None

COMMENTS FROM DEPARTMENTS

Director: Corporate Services

None

Director: Community Services

None

Director: Financial Services

Comments on the municipality's financial position for quarter two is contained in the quarterly report.

Director: Infrastructure Services

None

Municipal Manager

None

RECOMMENDED

1. that Council takes cognizance of the 2023/24 Top Layer Service Delivery and Budget Implementation Plan (SDBIP) and Performance quarterly report for the quarter ended 31 March 2024.
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