

MAYOR'S REPORT NO: MLM 12001-01-2025

REPORT SECTION 52(QUARTERLY ASSESSMENT) FOR THE MONTH ENDED 31 DECEMBER 2024

REPORTING FLOW

EXCO

COUNCIL

1. PURPOSE

To present to EXCO and Council the 2024/2025 Second-Term Financial and Non-financial performance reports.

2. BACKGROUND

Section 52 of the MFMA compels the mayor to submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality within 30 days of the end of each quarter.

The report is inclusive of the following:

- Financial performance report
- Non-financial performance information

The Accounting Officer with the assistance of the Chief Financial Officer consistently submits the Section 71 of the Municipal Finance Management Act as required. The Section 52 report will be used to assess the budgetary performance of the municipality for the second quarter of the 2024/2025 financial year. The report took into consideration the service delivery performance of the municipality as against the service delivery targets and performance indicators which were set in the Service Delivery and Budget Implementation Plan (SDBIP).

3. EXECUTIVE SUMMARY

3.1. Financial performance for the quarter ending 31 December 2024.

Total Revenue allocated for the current financial year is R622.4 million excluding Capital Revenue, revenue to an amount of R344.3 million was realized for the 2nd quarter ending December 2024, which reflects 221% of the projected quarterly revenue of R155.6 million and year to date amounts to R574.8. The variance is due to that the municipality received second tranche of the equitable shares.

The original budget for operating expenditure amount to R 722.4 million and expenditure incurred for the 2nd quarter ending December 2024 amount to R120.4 million, and the year-to-date expenditure is R252 million. This reflects unfavorable performance 66% of the quarterly projection amount of R180.6 million.

Total Capital Budget allocation for the current financial year is R243.5, expenditure incurred for the 2nd quarter ending December 2024 amounts to R77.1 million and year to date is R131.6 million. This reflects 126% of the quarterly projections amount to R60.8 million.

Taking the above into consideration the net operating surplus/ (deficit) forecast for December 2024 amounts to R266.7 million whilst the primary bank balance is R24.1 million and cash equivalent amount to R671.2 million.

3.2. Non-financial performance for the quarter ending 31 December 2024.

Mid-term performance (June-December 2024)

Organisational Unit	Q1				Q2				Q3				Q4			
	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved
Office of the Municipal Manager	34	26	8	76.47%	30	29	1	96.67%	33	0	33	0.00%	30	0	30	0.00%

Organisational Unit	Q1				Q2				Q3				Q4			
	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved	Planned	Achieved	Not Achieved	% Achieved
Human Resources and Corporate Services	28	15	13	53.57%	27	19	8	70.37%	27	0	27	0.00%	32	0	32	0.00%
Community Development Services	25	17	8	68.00%	23	19	4	82.61%	22	0	22	0.00%	19	0	19	0.00%
Infrastructure Development Services	19	13	6	68.42%	21	15	6	71.43%	21	0	21	0.00%	39	0	39	0.00%
Budget and Treasury Office	12	10	2	83.33%	8	8	0	100.00%	9	0	9	0.00%	10	0	10	0.00%
Local Economic Development and Planning	35	27	8	77.14%	32	26	6	81.25%	31	0	31	0.00%	26	0	26	0.00%
Office of the Mayor	30	24	6	80.00%	31	22	9	70.97%	26	0	26	0.00%	28	0	28	0.00%
Office of the Speaker	6	5	1	83.33%	5	2	3	40.00%	7	0	7	0.00%	5	0	5	0.00%
Office of the Single Whip	5	5	0	100.00%	5	5	0	100.00%	5	0	5	0.00%	6	0	6	0.00%
Percentage Achievement Plan vs Achieved vs not Achieved	194	142	52	73.2%	182	145	37	79.67%	181	0	181	0%	195	0	195	0%

Information Dated: Jan 15, 2025, 10:04:00 AM

Consolidated Performance 2nd Quarter



Consolidated Mid term Performance



It can be deduced from the figures above that the First quarter performance was at 73 % compared to the Second Quarter performance at 80%. Our institution has improved in terms of the Second Quarter performance by 7% compared to the First Quarter performance. The Office of the Municipal Manager will undertake a process towards establishing the underlying reasons for the underperformance by the Office of the Speaker.

4. RECOMMENDATIONS

4.1. The committee take into cognisance

4.1.1. The Financial and non-financial performance of the second quarter report for the month ending 31 December 2024.
That the report be noted.

5 EXECUTIVE COMMITTEE RECOMMENDATIONS

1. The committee take into cognisance of

1.1 The Financial and non-financial performance of the second quarter report for the month ending 31 December 2024.

1.2 That the Council approve the report.