

- C.14.3 FINANCIAL QUARTERLY REPORT FOR THE QUARTER ENDING 31 DECEMBER 2020 IN TERMS OF SECTION 52(d) OF THE LOCAL GOVERNMENT: MUNICIPAL FINANCE MANAGEMENT ACT, 2003 (ACT NO. 56 OF 2003) (9/1/2/1)**
- R.14.3 FINANSIËLE KWARTAALVERSLAG VIR DIE KWARTAAL GEËINDIG 31 DESEMBER 2020 INGEVOLGE ARTIKEL 52(d) VAN DIE WET OP PLAASLIKE REGERING: MUNISIPALE FINANSIËLE BESTUUR, 2003 (WET NO. 56 VAN 2003) (9/1/2/1)**
- C.14.3 INGXELO YARHOQO NGEKOTA YEMALI ELUNGISELELWE IKOTA EPHELA NGOMHLA WAMA-31 KUDECEMBA 2020 NGOKUHAMBELANA NECANDELO 52(d) LOMTHETHO KAMASIPALA: UMTHETHO WOLAWULO LWEMALI KAMASIPALA, 2003 (UMTHETHO ONGUNOMBOLO 56 WAMA- 2003) (9/1/2/1)**
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#### **PURPOSE OF SUBMISSION**

That Council take cognisance of the financial quarterly report for the quarter ending 31 December 2020, in terms of section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA).

#### **DOEL VAN VOORLEGGING**

Dat die Raad kennis neem van die finansiële kwartaalverslag vir die kwartaal geëindig 31 Desember 2020, ingevolge artikel 52(d) van die Wet op Plaaslike Regering: Munisipale Finansiële Bestuur, 2003 (Wet No. 56 van 2003) (MFMA).

#### **INJONGO YONGENISO**

Okokuba iBhunga lithathele ingqalelo ingxelo yarhoqo ngekota yezemali elungiselelwe ikota ephela ngomhla wama-31 kuDecemba 2020, ngokuhambelana necandelo 52(d) loMthehto kaMasipala: uMthetho woLawulo lweMali kaMasipala, 2003 (uMthetho onguNombolo 56 wama-2003) (MFMA).

#### **BACKGROUND**

In terms of section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003) (MFMA), the mayor of a municipality must:

- (d) *Within 30 days of the end of each quarter, submit a report to council on the implementation of the budget and the financial affairs of the municipality.*

The IDP as well as the Business Plans, as approved by the Executive Mayor, gives effect to the Budget and Service Delivery and Budget Implementation Plan (SDBIP).

In order for Council to effectively play its oversight role and ensure compliance with the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), as prescribed in Chapter 7, the mayor must submit a finance and budget implementation report to the council on a quarterly basis. Furthermore, the mayor must take appropriate action to identify and resolve any financial problems that are evident.

**Included in the agenda, separately, are the following financial reports:**

**Annexure A**

1. In-Year Financial Management Report - 2020/2021.

**Annexure B - Financial Report**

2. Budget vs. Actual Expenditure per Strategic Objective – 2020/2021.
3. Budget vs. Actual Expenditure per Category - 2020/2021.
4. Budget vs. Actual Income per Strategic Objective – 2020/2021.
5. Detailed Budget vs. Actual Expenditure and Actual Income per Strategic Objective - 2020/2021.
6. Budget vs. Actual Project Expenditure – 2020/2021.
7. Budget vs. Capital Expenditure – 2020/2021.
8. Expenditure Benevolent Fund – 2020/2021.
9. Disclosures in terms of the Municipal Supply Chain Management Regulation 36(2).
10. Project Management – 2020/2021.

**Annexure C**

11. MSCOA progress report December 2020.

**Annexure D**

12. Cost Containment Report December 2020.

**Annexure E**

13. Pre-determined Objectives - 2020/2021.

**COMMENTS**

In terms of section 69 of the MFMA the accounting officer is responsible for implementing the approved budget of council and must properly monitor and report on all revenue and expenditure patterns as projected in the budget.

The recommendations and inputs made during the meeting of the Municipal Public Accounts Committee (MPAC) held on Tuesday, 26 January 2021 will be presented by the Chairperson of the Municipal Public Accounts Committee (MPAC) during the Council meeting.

**RECOMMENDATION BY MUNICIPAL MANAGER:**

That the Municipal Public Accounts Committee (MPAC) take cognisance of the financial quarterly report for the quarter ending 31 December 2020, in terms of section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), included in the agenda under separate cover, and to make recommendations to Council.

**AANBEVELING DEUR MUNISIPALE BESTUURDER:**

Dat die Munisipale Komitee oor Openbare Rekeninge kennis neem van die finansiële kwartaalverslag vir die kwartaal geëindig 31 Desember 2020, ingevolge artikel 52(d) van die Wet op Plaaslike Regering: Munisipale Finansiële Bestuur, 2003 (Wet No. 56 van 2003), ingesluit onder aparte dekking by die agenda, en aanbevelings aan die Raad maak.

**INGCEBISO EVELA KUMLAWULI KAMASIPALA:**

Okokuba iMPAC ithathele ingqalelo ingxelo yarhoqo ngekota yezemali elungiselelwe ikota ephela ngomhla wama-31 kuDecemba 2020, ngokuhambelana necandelo 52(d) loMthehto kaMasipala: uMthetho woLawulo lweMali kaMasipala, 2003 (uMthetho onguNombolo 56 wama-2003) incanyatheliswe kumba we-ajenda phantsi kwephepha elilodwa.

**RECOMMENDATION BY EXECUTIVE MAYOR:**

That Council take cognisance of the financial quarterly report for the quarter ending 31 December 2020, in terms of section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), included in the agenda under separate cover.

**AANBEVELING DEUR UITVOERENDE BURGEMEESTER:**

Dat die Raad kennis neem van die finansiële kwartaalverslag vir die kwartaal geëindig 31 Desember 2020, ingevolge artikel 52(d) van die Wet op Plaaslike Regering: Munisipale Finansiële Bestuur, 2003 (Wet No. 56 van 2003), ingesluit onder aparte dekking by die agenda.

**INGCEBISO EYENZIWA NGUSODOLOPHU WESIGQEBA:**

Okokuba iBhunga lithathele ingqalelo ingxelo yarhoqo ngekota yezemali elungiselelwe ikota ephela ngomhla wama-31 kuDecemba 2020, ngokuhambelana necandelo 52(d) loMthehto kaMasipala: uMthetho woLawulo lweMali kaMasipala, 2003 (uMthetho onguNombolo 56 wama-2003) incanyatheliswe kumba we-ajenda phantsi kwephepha elilodwa.

**COUNCIL MEETING: 28 JANUARY 2021: ITEM C.14.3**

**RESOLVED:**

That cognisance be taken of the financial quarterly report for the quarter ending 31 December 2020, in terms of section 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), included in the agenda under separate cover.