

ANNEXURE: 01/2024

CITY OF MBOMBELA

2023/2024 MID-YEAR BUDGET PERFORMANCE STATEMENT REPORT

PART 1 – 2023/2024 MID YEAR BUDGET PERFORMANCE REPORT

1. EXECUTIVE SUMMARY

Mid-Year Budget Performance Statement Summary

Council has on 31 May 2023 under item A(2) in accordance with section 16(1) of the Municipal Finance Management Act no. 56 of 2003 approved the 2023/2024 annual budget totaling to R4 610 billion. The approved total operating expenditure budget amounted to R3 916 billion while the approved capital expenditure amounted to R645 million, the total operating revenue budget amounted to R4 155 billion and revenue to be recognised from the capital conditional grants amounted to R455 million. The approved medium-term revenue amounted to R15 424 billion, while operating expenditure amounted to R12 401 billion and capital expenditure R2 211 billion respectively.

2023/2024 TO 2026/2027 FINAL MTREF FOR THE CITY OF MBOMBELA MUNICIPALITY				
DESCRIPTION	2023/2024 ORIGINAL BUDGET	2024/2025 BUDGET YEAR	2025/2026 BUDGET YEAR	2026-2027 BUDGET MTREF
OPERATING REVENUE	R 4 154 810 494	R 4 610 653 671	R 5 134 822 722	R 13 900 286 887
CAPITAL GRANTS REVENUE	R 455 474 000	R 519 895 000	R 548 205 000	R 1 523 574 000
TOTAL REVENUE	R 4 610 284 494	R 5 130 548 671	R 5 683 027 722	R 15 423 860 887
OPERATING EXPENDITURE	R 3 916 388 500	R 4 063 832 669	R 4 421 114 586	R 12 401 335 755
TOTAL OPERATING SURPLUS	R 693 895 994	R 1 066 716 002	R 1 261 913 136	R 3 022 525 132
GRANTS AND SUBSIDIES	R 455 473 997	R 519 895 000	R 548 205 001	R 1 523 573 998
INTERNAL FUNDING	R 190 000 000	R 292 232 500	R 205 777 454	R 688 009 954
CAPITAL EXPENDITURE	R 645 473 997	R 812 127 500	R 753 982 455	R 2 211 583 952

Council further approved the amendment of the 2023/2024 original budget at a special council meeting held on 25 August 2023, where an additional amount of R115 million was approved for the roll-over of capital projects which were not completed during the 2022/2023 financial year. R18 million of the amount was for capital projects funded through internal funds, R11.8 million thereof was for capital projects funded by the Municipal Disaster Response Grant, R91 thousand was in respect of Neighbourhood Development Partnership Grant (NDPG) Regional Bulk Infrastructure Bulk Infrastructure Grant (RBIG), R101 thousand in respect of the Regional Bulk Infrastructure Bulk Infrastructure Grant (RBIG) and R85 million in respect of Public Transport Network Grant (PTNG).

The City furthermore received a developer's contribution amounting to R1.4 million during September 2023.

The table below depicts the amendment to the original budget as outlined above which is in line with section 28(e) of the Municipal Finance Management Act no 56 of 2003.

2023/2024 AMENDED BUDGET FOR THE CITY OF MBOMBELA				
DESCRIPTION	2023/2024 FINAL BUDGET	2022/2023 ROLL - OVER BUDGET	2023/2024 ADDITIONS	2023/24 AMDENDED BUDGET
OPERATING REVENUE	R 4,154,810,494	R -		R 4,154,810,494
GOVERNMENT GRANTS - CAPITAL	R 455,474,000	R 96,651,023	-R 27,454,000	R 524,671,023
TOTAL REVENUE	R 4,610,284,494	R 96,651,023		R 4,679,481,517
OPERATING EXPENDITURE	R 3,916,388,497	R -		R 3,916,388,497
TOTAL SURPLUS	R 693,895,997	R 96,651,023	R -	R 763,093,020
GRANTS AND SUBSIDIES	R 455,474,000	R 96,651,023	-R 27,454,000	R 524,671,023
INTERNAL FUNDING	R 190,000,000	R 18,049,306		R 208,049,306
SERVICE CONTRIBUTION	R -		R 1,463,807	R 1,463,807
CAPITAL EXPENDITURE	R 645,474,000	R 114,700,329	-R 25,990,193	R 734,184,136

The table below provides an overview of the budget and financial performance for the period ended 31 December 2023.

MP326 City of Mbombela - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment									
Description	2022/23	Budget Year 2023/24							
	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	803 090	1 029 663	1 029 663	81 186	499 528	514 831	(15 304)	-3%	1 029 663
Service charges	1 575 608	1 839 646	1 839 646	139 712	895 141	919 823	(24 682)	-3%	1 839 646
Investment revenue	9 080	-	-	-	-	-	-		-
Transfers and subsidies - Operational	9 080	4 162	4 162	389	5 165	2 081	3 084	148%	4 162
Other own revenue	1 486 699	1 281 340	1 281 340	363 281	873 285	640 670	232 615	36%	-
Total Revenue (excluding capital transfers and contributions)	3 883 557	4 154 810	4 154 810	584 568	2 273 118	2 077 405	195 714	9%	4 154 810
Employee costs	1 256 139	1 201 915	1 200 957	102 810	626 937	600 596	26 341		1 200 957
Remuneration of Councillors	62 782	64 813	64 813	5 121	37 590	32 407	5 183		64 813
Depreciation and amortisation	557 352	543 500	543 500	46 229	277 372	271 750	5 622		543 500
Interest	168 682	26 739	26 739	9 443	19 028	13 370	5 659		26 739
Inventory consumed and bulk purchases	1 201 589	1 402 565	1 347 457	96 520	714 922	688 828	26 095		1 347 457
Transfers and subsidies	47 272	3 437	7 788	72	206	3 797	(3 590)	-95%	7 788
Other expenditure	1 257 620	673 419	725 133	64 579	344 798	347 495	(2 697)	-1%	725 133
Total Expenditure	4 551 435	3 916 389	3 916 389	324 775	2 020 854	1 958 242	62 612	3%	3 916 389
Surplus/(Deficit)	(667 877)	238 422	238 422	259 793	252 264	119 163	133 101	112%	238 422
Transfers and subsidies - capital (monetary)	543 275	455 474	455 474	73 556	316 819	-	###	#DIV/0!	455 474
Transfers and subsidies - capital (in-kind)	7 797	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(116 806)	693 896	693 896	333 350	569 084	119 163	449 921	378%	693 896
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(116 806)	693 896	693 896	333 350	569 084	119 163	449 921	378%	693 896
Capital expenditure & funds sources									
Capital expenditure	244 001	645 474	761 638	82 188	340 768	356 363	(15 595)	-4%	761 638
Capital transfers recognised	153 868	455 474	553 589	61 181	280 306	254 143	26 163	10%	553 589
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	90 132	190 000	208 049	21 007	60 462	102 220	(41 758)	-41%	208 049
Total sources of capital funds	244 001	645 474	761 638	82 188	340 768	356 363	(15 595)	-4%	761 638
Financial position									
Total current assets	963 391	1 323 090	1 323 090		1 303 434				1 323 090
Total non current assets	7 688 161	7 906 442	8 022 606		7 751 279				8 022 606
Total current liabilities	3 426 928	822 229	822 229		2 042 435				822 229
Total non current liabilities	685 975	751 203	751 203		678 420				751 203
Community wealth/Equity	4 589 797	6 795 433	6 795 433		5 124 007				6 795 433
Cash flows									
Net cash from (used) operating	(466 421)	694 357	694 357	(82 898)	(1 062 241)	347 179	#####	406%	694 357
Net cash from (used) investing	(241 905)	(643 667)	(643 667)	(82 188)	(338 950)	(321 833)	17 116	-5%	(643 667)
Net cash from (used) financing	10 503	(20 272)	(20 272)	182	1 119	(10 136)	(11 255)	111%	(20 272)
Cash/cash equivalents at the month/year end	(553 312)	174 929	174 929	-	(1 194 761)	159 720	#####	848%	235 729
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	189 924	467	70 754	55 508	55 018	61 100	205 209	443 841	1 081 822
Creditors Age Analysis									
Total Creditors	138 502	117 607	117 189	106 458	21 734	29 473	106 925	447 305	1 085 194

1. Mid-Year Operating Budget Performance

1.1 Mid-Year Revenue Performance Analysis

The table below provides a detailed overview of the operating revenue budget performance for the second quarter period ended 31 December 2023. Actual revenue realised in the second quarter period is alongside the projected revenue is outlined and analysed.

MP326 City of Mbombela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		1,280,693	1,516,162	1,516,162	113,298	744,994	758,081	(13,087)	-2%	1,516,162
Service charges - Water		120,776	138,167	138,167	10,846	59,048	69,083	(10,036)	-15%	138,167
Service charges - Waste Water Management		23,436	25,746	25,746	2,498	12,099	12,873	(774)	-6%	25,746
Service charges - Waste management		150,703	159,571	159,571	13,071	79,000	79,785	(785)	-1%	159,571
Sale of Goods and Rendering of Services		10,104	14,444	14,444	480	6,961	7,222	(261)	-4%	14,444
Agency services		-	-	-	-	-	-	-		-
Interest								-		
Interest earned from Receivables		37,414	35,791	35,791	7,167	42,172	17,895	24,277	136%	35,791
Interest from Current and Non Current Assets		9,080	4,162	4,162	389	5,165	2,081	3,084	148%	4,162
Dividends								-		
Rent on Land								-		
Rental from Fixed Assets		25,283	40,725	40,725	375	2,785	20,363	(17,578)	-86%	40,725
Licence and permits		41	1,825	1,825	5	77	913	(836)	-92%	1,825
Operational Revenue		420,543	116,196	116,196	1,535	17,795	58,098	(40,303)	-69%	116,196
Non-Exchange Revenue								-		
Property rates		803,090	1,029,663	1,029,663	81,186	499,528	514,831	(15,304)	-3%	1,029,663
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		3,999	6,155	6,155	516	1,702	3,077	(1,376)	-45%	6,155
Licence and permits		-	-	-	-	-	-	-		-
Transfers and subsidies - Operational		963,947	1,062,704	1,062,704	353,204	801,794	531,352	270,442	51%	1,062,704
Interest		-	3,492	3,492	-	-	1,746	(1,746)	-100%	3,492
Fuel Levy								-		
Operational Revenue								-		
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		34,447	-	-	-	-	-	-		-
Discontinued Operations		-	8	8	-	-	4	(4)	-100%	8
Total Revenue (excluding capital transfers and contributions)		3,883,557	4,154,810	4,154,810	584,568	2,273,118	2,077,405	195,714	9%	4,154,810

The accumulated actual revenue collected for the mid-year period ended 31 December 2023 amounted to R2 273 billion against the accumulated year-to-date projected budget of R2 077 billion resulting in an over-performance of 9 percent or R196 million.

The detailed analysis for the mid-year revenue performance per revenue source is further discussed below:

Exchange Revenue

- a) Services charges - Water actual accumulated revenue for the mid-year period amounted to R59 million against the year-to-date budget projection amounting to R69 million resulting in an under-performance of 15 percent or R10 million. The project for meter audits has been completed and faulty meters have been identified. The project for the replacement of the faulty meters, in order to enhance water revenue and collection is currently in the final stages of the supply chain management process and awaiting appointment.

The City is also fast-tracking the process of formalisation of informal settlements which are regarded as the main source of illegal connection on the municipal water network and to expand the revenue base of the City.

- b) Interest earned from Receivables mid-year accumulated actual revenue amounted to R42 million against the year-to-date budget of R18 million, thus reflecting an over-performance of 136 percent or R24 million. This is interest charged to all municipal accounts in arrears and for which the City will continue to enforce credit control and debt collection measures upon, in order to recover monies due. Given the unfavourable state of our economy, the favourable outcome is encouraging signifying that the City's credit control and debt collection measures are effective. The City offers a 1 percent incentive to all customers who pay their bills on time to encourage and motivate for payment of services and avoid interest being charged on their accounts.
- c) Interest from Current and Non-Current Assets accumulated actual revenue for the mid-year period amounted to R5 million against the year-to-date projected budget amount of R2 million, thus reflecting an over-performance of 148 percent or R3 million, resulting from earnings from the short-term investment of conditional grants received from National Treasury whilst projects included in the 2023/2024 procurement plan are still under-going the supply chain management processes subsequent to implementation.
- d) Rental from fixed assets actual revenue collected in the mid-year period amounted to R3 million against the year-to-date budget projection of R20 million, reflecting an under performance of R17 million or 86 percent. The City is yet to finalise the rental agreement with the Provincial Department of Community Safety and Liaison, for the use of the licensing and testing ground premises and billing thereof which is envisaged to improve rental revenue. Sundry invoices as well as letters of correspondence have been forwarded to the organ of state.

The significant under-performance reflected on this line item requires that a downward adjustment be made during the adjustment budget and the terms under section 28 of the Municipal Finance management Act, No 56 of 2003 be applied to correct the over-projection.

- e) License and permits accumulated actual revenue for the mid-year period amounted to R77 thousand against the projected year-to-date budget of R913

thousand resulting in an under performance of 92 percent or R836 thousand. The licenses and permits include business licenses and permits that are applicable to informal traders, therefore revenue there on is allocated as and when received. The City is still re-introducing the payment for licenses and permits. Included in the 2023/2024 budget is an estimate thus resulting in an under collection. This line item will be adjusted downward during the adjustment budget.

- f) Operational Revenue for the mid-year period amounted to R18 million against a budget of R58 million resulting in an under-performance of 69 percent or R40 million.

There are delays in the implementation of various revenue generating projects in the SCM processes hence delaying the realisation of revenue. Management needs to closely monitor project progress to ensure revenue targets are met. The under performance requires that an adjustment budget be applied so as to ensure that projected revenue is in line with the actuals.

Non -Exchange Revenue

- a) Fines, penalties & forfeits revenue for the mid-year period amounted to R2 million the year-to-date budget of R3 million resulting in an under performance of R1 million or 45 percent.

The performance on fines depends largely on the amount of transgression tickets issued by the traffic department for breaking the law on our municipal roads as well as fines issued by the by-law enforcement unit for other transgressions, revenue collection is not maximized on fines and penalties, therefore the City will have to devise alternative measures to encourage payment and improve collection.

- b) Transfers and subsidies – operational revenue for the mid-year period amounted to R802 million against the year-to-date budget of R531 million, resulting in an over-performance of 51 percent or R270 million. The over-performance is attributable to the receipt of operating and conditional capital grants received during the mid-year period, which is in line with the payment schedule approved by National Treasury.

1.2 Mid-Year Operating Expenditure Performance Analysis

The table below outlines the detailed operational expenditure performance for the mid-year period ended 31 December 2023. Furthermore, a detailed analysis per expenditure type is provided below.

The total accumulated expenditure for the mid-year period amounted to R2 021 billion against the year- to-date budget of R1 958 billion. This resulted in an overall over performance of 3 percent or R63 million.

MP326 City of Mbombela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		1,256,139	1,201,915	1,200,957	102,810	626,937	600,596	26,341	4%	1,200,957
Remuneration of councillors		62,782	64,813	64,813	5,121	37,590	32,407	5,183	16%	64,813
Bulk purchases - electricity		1,110,557	1,312,621	1,289,969	90,279	678,847	651,998	26,849	4%	1,289,969
Inventory consumed		91,032	89,944	57,489	6,241	36,075	36,830	(755)	-2%	57,489
Debt impairment		320,707	144,304	144,304	-	-	72,152	(72,152)	-100%	144,304
Depreciation and amortisation		557,352	543,500	543,500	46,229	277,372	271,750	5,622	2%	543,500
Interest		168,682	26,739	26,739	9,443	19,028	13,370	5,659	42%	26,739
Contracted services		603,305	413,359	477,268	48,580	247,751	223,010	24,741	11%	477,268
Transfers and subsidies		47,272	3,437	7,788	72	206	3,797	(3,590)	-95%	7,788
Irrecoverable debts written off		38,815	-	-	206	15,673	-	15,673		-
Operational costs		288,902	115,756	103,561	15,793	81,373	52,333	29,041	55%	103,561
Losses on Disposal of Assets		5,890	-	-	-	-	-	-		-
Other Losses		-	-	-	-	-	-	-		-
Total Expenditure		4,551,435	3,916,389	3,916,389	324,775	2,020,854	1,958,242	62,612	3%	3,916,389

Operational expenditure analysis for the mid-year period is outlined below;

- Remuneration of councillors accumulated expenditure incurred for the mid-year period amounted to R37 million against the year-to-date budget of R32 million resulting in an over performance of 16 percent or R5 million. This is attributable to the remuneration increment as declared by Salga which was implemented from October 2023. The new budget projection will be adjusted with the adjustment budget.
- Interest charges accumulated expenditure for the mid-year period amounted to R19 million against the year-to-date budget of R13 million resulting in an over expenditure or over performance of 42 percent.

These charges include charges or payments made towards interest charged on late payments as well as interest on borrowings.

The finance charges on borrowings which is a major contributor to the performance of finance charges, are paid in line with the reviewed and restructured payment schedule agreed upon and signed by the City and Development Bank of Southern Africa, which is aligned to the receipt of the Equitable Share. An amount of R9 million was paid in December towards the final and last payment will be made in March 2024 for the current financial year.

- Contracted services accumulated expenditure incurred for the mid-year period amounted to R248 million against the year-to-date budget of R223 million,

resulting in an over spending of 11 percent or R25 million. The City continues to implement the cost containment measures.

- d) Transfer and subsidies accumulated expenditure incurred for the mid-year period amounted to R206 thousand against the year-to-date budget of R3.7 million resulting in an under-performance of 95 percent. The under-performance is solely attributed to the minimal payment of donations to NGO's and households as well as contributions to social investment as at the reporting period. An adjustment on this line item will be made during the adjustment budget in order to align it to the performance as at the end of the reporting period.
- e) Operational Costs accumulated expenditure incurred for the mid-year period amounted to R81 million against a budget of R52 million resulting in an over expenditure of 55 percent or R29 million. An adjustment on this line item will be made during the adjustment budget.

1.3 Fruitless and Wasteful Expenditure for the Second Quarter Period

The table below provides a summary of the second quarter and mid-year fruitless and wasteful expenditure incurred. An amount of R39 million was incurred as fruitless and wasteful expenditure during the first quarter period and negative R77 million in the second quarter of the period under review.

The second quarter cumulative figure of negative R77 million is recognised as income for the City. The income recognised is due to the reversal of interest charged by Eskom amounting to negative R77 million as a result of the City's participation in the Eskom Debt Relief programme. An amount of R334 thousands is charged for late payment of Auditor-General invoices.

MID-YEAR FRUITLESS AND WASTEFULL EXPENDITURE OUTCOME		
Description	First Quarter	Second Quarter
Interest charged by Eskom for late payment	R 38 842 723.23	-R 77 115 874.95
Interest charged by Auditor General for late payment	R -	R 334 139.10
TOTAL FRUITLESS & WASTEFULL EXPENDITURE	R 38 842 723.23	-R 76 781 735.85

The Finance Department is taking a preventative measure to minimise the interest charged by suppliers on overdue accounts due to cash flow constraints by prioritising payment of interest-bearing creditors.

1.4 Mid-Year Capital Expenditure Budget Analysis

For the month of December 2023 actual capital expenditure incurred amounted to R82 million with the accumulated expenditure amounting to R341 million against the year-to-date budget projection of R356 million resulting in an underperformance of 4 percent or R15 million.

The mid-year budget assessment outcome indicates that an amount of R280 million of the expenditure was incurred from conditional grants whilst R60 million was incurred from internal funding.

The capital budget performance for the month of December 2023 as well as the mid-year is outlined below.

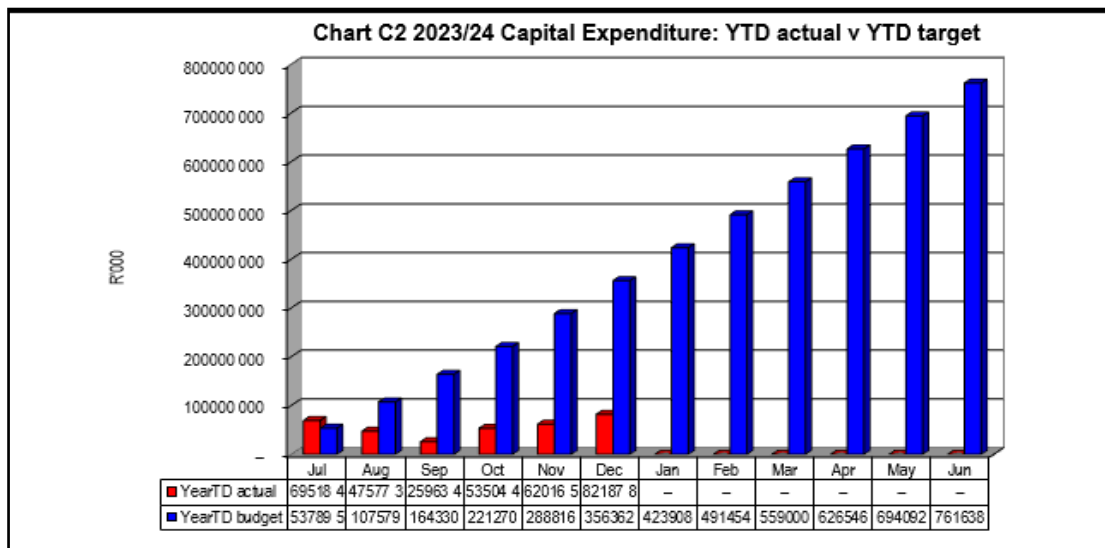
MP326 City of Mbombela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Funded by:										
National Government		153,868	455,474	552,125	61,181	279,437	253,557	25,880	10%	552,125
Provincial Government								-		
District Municipality								-		
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	1,464	-	869	586	284	48%	1,464
Transfers recognised - capital		153,868	455,474	553,589	61,181	280,306	254,143	26,163	10%	553,589
Borrowing	6							-		
Internally generated funds		90,132	190,000	208,049	21,007	60,462	102,220	(41,758)	-41%	208,049
Total Capital Funding		244,001	645,474	761,638	82,188	340,768	356,363	(15,595)	-4%	761,638

The table below exhibits the mid-year capital expenditure results for the period ending 31 December 2023.

From the month of October 2023 spending on the capital budget started to gradually increase due to the finalisation of the project procurement processes. The City will continue to prioritise spending of the capital budget particularly on all conditional grant funded projects.

MP326 City of Mbombela - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment									
Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	6,771	53,790	53,790	69,518	69,518	53,790	(15,729)	-29.2%	9%
August	19,101	53,790	53,790	47,577	47,577	107,579	60,002	55.8%	6%
September	23,930	56,751	56,751	25,963	25,963	164,331	138,367	84.2%	3%
October	44,438	56,940	56,940	53,504	53,504	221,271	167,766	75.8%	7%
November	47,538	67,546	67,546	62,017	62,017	288,817	226,800	78.5%	8%
December	34,503	67,546	67,546	82,188	82,188	356,363	274,175	76.9%	11%
January	26,889	67,546	67,546	-	-	423,909	423,909	100.0%	0%
February	35,451	67,546	67,546	-	-	491,455	491,455	100.0%	0%
March	90,056	67,546	67,546	-	-	559,001	559,001	100.0%	0%
April	64,846	67,546	67,546	-	-	626,547	626,547	100.0%	-
May	58,482	67,546	67,546	-	-	694,093	694,093	100.0%	-
June	(208,003)	67,545	67,545	-	-	761,638	761,638	100.0%	-
Total Capital expenditure	244,001	761,638	761,638	340,768					

The graph below illustrates the year-to date actual capital expenditure against the year-to-date budget projection.



1.4.1. Mid-Year Capital Budget Summary per Department

The table below contains the actual capital expenditure performance per department reflecting a year-to-date expenditure of R341 million which is equivalent to 45 percent of the amended approved budget. Spending is particularly significant in the service delivery department – Technical Services, illustrating the effective implementation of

the City's spending plans which is focused on critical service delivery projects that are mostly funded through conditional grants.

2023/2024 MD-YEAR CAPITAL EXPENDITURE PERFORMANCE						
DEPARTMENTS	ORIGINAL APPROVED BUDGET	AMMENDED APPROVED BUDGET	DECEMBER ACTUAL EXPENDITURE	SECOND QUARTER OUTCOME	BALANCE UNSPENT	% SPENT
CORPORATE SERVICES	R 6 300 000	R 6 510 000	R 777 961	R 2 807 400	R 3 702 600	43
FINANCIAL MANAGEMENT	R 41 000 000	R 50 964 631	R 22 375	R 10 745 154	R 40 219 477	21
COMMUNITY SERVICES	R 13 800 000	R 15 070 771	R -	R 1 125 112	R 13 945 659	7
LOCAL ECONOMIC DEVELOPMENT	R -	R 15 000 000	R -	R -	R 15 000 000	-
TECHNICAL SERVICES	R 569 374 000	R 658 695 638	R 81 387 526	R 325 648 753	R 333 046 885	49
SOCIAL SERVICES	R 15 000 000	R 15 397 173	R -	R 441 645	R 14 955 528	3
TOTAL BUDGET	R 645 474 000	R 761 638 213	R 82 187 863	R 340 768 064	R 420 870 149	45

1.4.2 Mid- Year Conditional and Unconditional Grants Receipts

At the end of the mid-year period ended 31 December 2023, an amount of 1 241 billion had been received in terms of the Division of Revenue Act 05 of 2023. The total allocation received thus far amounts to 78 percent of the total approved allocation. The balance of R347 million will be received in the third quarter period ending 31 March 2024.

The table below displays the total grants and subsidies approved in terms of the Division of Revenue Act no 05 of 2023.

GRANT RECEIPT FOR THE CITY OF MBOMBELA - DECEMBER 2023							
DESCRIPTION	2023/2024 APPROVED DORA ALLOCATION	2023/2024 AMENDED / APPROVED ROLL OVER	2023/2024 TOTAL AMENDED BUDGET	DECEMBER ACTUAL RECEIPTS	YEAR TO DATE GRANTS RECEIVED	BALANCE NOT RECEIVED	2023/2024 % RECEIVED
Finance Management Grant	R 2,650,000	R -	R 2,650,000	R -	R 2,650,000	R -	100%
Municipal Infrastructure Grant	R 410,474,000	R 27,454,000	R 383,020,000	R 96,350,000	R 325,692,000	R 57,328,000	85%
Integrated National Electrification Programme	R 30,000,000	R -	R 30,000,000	R -	R 16,000,000	R 14,000,000	53%
Neighbourhood Partnership Grant	R 15,000,000	R 91,450	R 15,091,450		R 5,000,000	R 10,000,000	33%
Public Transport Network Grant	R -	R 84,653,651	R 84,653,651		R 84,653,651	R -	100%
Regional Bulk Infrastructure Grant		R 101,000	R 101,000		R 101,000	R -	100%
Energy Efficiency and Demand Side Management	R 4,000,000	R -	R 4,000,000	R 2,000,000	R 3,000,000	R 1,000,000	75%
Expanded PWP Programme Incentive Grant	R 7,052,000	R -	R 7,052,000	R -	R 4,936,000	R 2,116,000	70%
Municipal Disaster Response Grant	R -	R 11,805,000	R 11,805,000	R -	R 11,805,000	R -	100%
Equitable Share	R 1,049,002,000	R -	R 1,049,002,000	R 349,667,000	R 786,751,000	R 262,251,000	75%
TOTAL	R 1,518,178,000	R 69,197,101	R 1,587,375,101	R 448,017,000	R 1,240,588,651	R 346,786,450	78%

1.4.3 Mid-Year Conditional and Unconditional Grants Expenditure

The mid-year accumulated grants expenditure amounted to R857 million which is equivalent to 54 percent of the total annual allocation. The City will continue to implement its procurement plan so as to ensure that spending on conditional grants continue to improve.

2023/2024 MID-YEAR GRANT EXPENDITURE FOR THE CITY OF MBOMBELA							
DESCRIPTION	2023/2024 APPROVED DORA ALLOCATION	2023/2024 AMENDED / ROLLOVER BUDGET	2023/2024 TOTAL AMENDED BUDGET	DECEMBER ACTUAL EXPENDITURE	YEAR TO DATE GRANTS EXPENDITURE	BALANCE NOT SPEND	2023/2024 % EXPENDITURE
Finance Management Grant	R 2 650 000	R -	R 2 650 000	R 85 423	R 539 266	R 2 110 734	20%
Municipal Infrastructure Grant	R 410 474 000	R 27 454 000	R 383 020 000	R 41 696 332	R 274 683 336	R 108 336 664	72%
Public Transport Network Grant	R -	R 84 653 651	R 84 653 651	R 20 460 676	R 26 460 676	R 58 192 975	31%
Integrated National Electrification Programme	R 30 000 000	R -	R 30 000 000	R 8 200 734	R 18 476 472	R 11 523 528	62%
Neighbourhood Partnership Grant	R 15 000 000	R 91 450	R 15 091 450	R -	R 1 082 215	R 14 009 235	7%
Regional Bulk Infrastructure Grant		R 101 000	R 101 000	R -	R -	R 101 000	0%
Energy Efficiency and Demand Side Management	R 4 000 000	R -	R 4 000 000	R -	R 4 000 000	R -	100%
Expanded PWP Programme Incentive Grant	R 7 052 000	R -	R 7 052 000	R -	R 7 052 000	R -	100%
Municipal Disaster Response Grant	R -	R 11 805 000	R 11 805 000	R -	R 650 079	R 11 154 921	6%
Equitable Share	R 1 049 002 000	R -	R 1 049 002 000	R 87 416 833	R 524 501 000	R 524 501 000	50%
TOTAL	R 1 518 178 000	R 69 197 101	R 1 587 375 101	R 157 859 998	R 857 445 044	R 729 930 057	54%

1.5 Mid-Year Cash Flow Budget Performance

For the mid-year period ended 31 December 2023 the net cash from operating activities amounted to R282 million, while net cash used for investment activities amounted to R341 million and net cash used for financing activities amounted R9 million. The mid-year assessment period closed with a cash and cash equivalence balance of R180 million.

MP326 City of Mbombela - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment									
Description	Ref	2022/23	Budget year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		759 340	978 180	978 180	76 308	557 115	489 090	68 025	14%
Service charges		1 518 552	1 747 663	1 747 663	91 892	697 755	873 832	(176 076)	-20%
Other revenue		1 643 581	131 689	131 689	1 021	9 865	65 845	(55 979)	-85%
Transfers and Subsidies - Operational		322 915	1 062 704	1 062 704	321 667	735 574	531 352	204 222	38%
Transfers and Subsidies - Capital		628 121	455 474	455 474	96 350	346 692	227 737	118 955	52%
Interest		45 570	41 272	41 272	390	4 212	20 636	(16 424)	0%
Dividends		-	-	-	-	-	-	-	
Payments									
Suppliers and employees		(5 384 794)	(3 692 450)	(3 692 450)	(607 236)	(2 050 056)	(1 846 225)	203 831	-11%
Finance charges		-	(26 739)	(26 739)	(9 443)	(19 026)	(13 370)	5 656	-42%
Transfers and Grants		-	(3 437)	(3 437)	-	-	(1 718)		0%
NET CASH FROM/(USED) OPERATING ACTIVITIES		(466 715)	694 357	694 357	(29 052)	282 133	347 179	65 046	19%
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-	-	-	-	-	-	-	
Decrease (increase) in non-current receivables		2 096	1 807	1 807	-	-	904	(904)	-100%
Decrease (increase) in non-current investments		0	-	-	-	-	-	-	
Payments									
Capital assets		(244 001)	(645 474)	(645 474)	(82 188)	(340 768)	(322 737)	18 031	-6%
NET CASH FROM/(USED) INVESTING ACTIVITIES		(241 905)	(643 667)	(643 667)	(82 188)	(340 768)	(321 833)	18 935	-6%
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-	-	
Borrowing long term/refinancing		-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits		575	(5 241)	(5 241)	-	937	(2 621)	3 557	-136%
Payments									
Repayment of borrowing		9 928	(15 031)	(15 031)	(5 002)	(9 866)	(7 516)	2 350	-31%
NET CASH FROM/(USED) FINANCING ACTIVITIES		10 503	(20 272)	(20 272)	(5 002)	(8 929)	(10 136)	(1 207)	12%
NET INCREASE/(DECREASE) IN CASH HELD		(698 117)	30 418	30 418	(116 242)	(67 564)	15 209		
Cash/cash equivalents at beginning:		144 511	144 511	144 511	75 763	247 486			
Cash/cash equivalents at month/year end:		(553 606)	174 929	174 929		179 921	15 209		

The bank and investment accounts portfolio of the City for the mid-year period ended 31 December 2023 is tabulated below. As at 31 December 2023 the City's bank balance amounted to R180 million.

2023/2024 MID-YEAR BANK BALANCES FOR THE CITY OF MBOMBELA			
DESCRIPTION	Oct-23	Nov-23	Dec-23
Operational Bank Account	R 125 906 081.14	R 75 390 610.70	R 179 546 882.05
Conditional Grants Bank Accounts	R 370 241.49	R 372 427.15	R 374 554.90
Total Bank Balance	R 126 276 322.63	R 75 763 037.85	R 179 921 436.95

1.6 Current Assets - Account Receivables (Debtors)





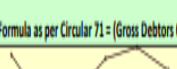


Total outstanding debtors as at 31 December 2023 amounted R1 082 billion. An amount of R190 millions of this debt is 30 days, between 60 – 90 days overdue is an amount of R71 million and R821 million is over 90 days due. Organs of state owe the City R212 million, whilst businesses owe R170 million and households and other receivables owe R688 million and R11.6 million respectively.

The City must stringently implement its revenue enhancement strategy by enforcing its credit control and debt collection policies so as to ensure that all funds due to the City are collected. The City cannot afford to continue writing-off exorbitant amount of debts for services rendered as it is an unsustainable practice which does not contribute to any developmental agenda for the City and the general public. The public must be always encouraged to acquaint themselves with the user pay principle which is the only practice that can guarantee sustainable delivery of services to the people.

The City has made provision for doubtful debts in the 2023/2024 approved budget and this is only made for any possibility of non-payment of services due to unforeseen change in economic situations that resulted in a loss of income to consumers. National Treasury continuously advises municipalities to at least make a provision for bad debts equivalent to 5 percent of total billing but all efforts should be made to recover 100 percent of total billing for services rendered to the public.

MP326 City of Mbombela - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment										
Description	Budget Year 2023/24									
	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	Total over 90 days
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	11,617	5	7,522	5,252	4,518	5,152	34,823	63,497	132,387	113,242
Trade and Other Receivables from Exchange Transactions - Electricity	95,951	215	22,544	14,223	15,808	24,416	27,317	38,123	238,596	119,887
Receivables from Non-exchange Transactions - Property Rates	58,653	119	23,420	20,233	19,607	17,589	74,185	195,359	409,164	326,973
Receivables from Exchange Transactions - Waste Water Management	2,580	1	1,237	1,044	842	912	5,442	13,347	25,405	21,586
Receivables from Exchange Transactions - Waste Management	12,061	23	6,539	5,854	5,658	5,501	31,993	58,510	126,138	107,514
Receivables from Exchange Transactions - Property Rental Debtors	163	-	110	110	107	101	704	1,920	3,216	2,943
Interest on Arrear Debtor Accounts	7,267	1	7,160	6,852	6,451	5,911	22,707	59,497	115,846	101,418
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other	1,632	104	2,221	1,941	2,028	1,517	8,039	13,590	31,071	27,114
Total By Income Source	189,924	467	70,754	55,508	55,018	61,100	205,209	443,841	1,081,822	820,677
2022/23 - totals only	170223528	350140	66046438	51082581	42775113	35852327	182322483	171586776	720,239	483,619
Debtors Age Analysis By Customer Group										
Organs of State	23,895	70	12,134	8,873	9,503	7,784	31,367	118,513	212,138	176,040
Commercial	46,220	129	14,209	11,051	11,507	11,019	28,168	47,310	169,613	109,054
Households	118,955	267	43,876	35,082	33,524	41,812	142,862	272,083	688,461	525,363
Other	854	1	535	503	484	484	2,813	5,935	11,610	10,220
Total By Customer Group	189,924	467	70,754	55,508	55,018	61,100	205,209	443,841	1,081,822	820,677

The monthly average collection rate for the mid-year period ended 31 December 2023 was 87 percent on the current account.

<div>  <div> City of Mbombela Debtor's Payment Levels per Billing Cycle up to the end of December 2023 </div> </div>									
	Trend Graphs	July 2023	August 2023	September 2023	October 2023	November 2023	December 2023	Average over 6 months	Average over the last 3 months
Levies		R 240 099 268.09	R 249 470 066.35	R 262 589 521.19	R 230 777 618.11	R 240 560 094.07	R 247 003 459.17	R 245 083 337.93	R 239 447 057.12
Receipts		R 175 301 194.81	R 175 070 993.15	R 198 697 299.56	R 236 454 940.98	R 262 033 609.14	R 225 053 400.23	R 212 101 906.31	R 241 180 650.12
Journals		R -75 895 032.33	R 4 304 829.70	R 4 594 077.85	R -2 975 893.22	R -7 887 476.38	R -9 330 742.22	R -14 531 706.10	R -6 731 370.61
Refunds		R 40 860.87	R 156 082.47	R 106 791.15	R 188 640.82	R 33 494.57	R 59 311.34	R 97 530.20	R 93 815.58
Circular 71 Collection rate Ratio	Formula as per Circular 71 = (Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts written off) / Billed Revenue x 100							84.97%	94.93%
% Total Transactions		106.73%	68.94%	74.34%	103.71%	112.60%	94.67%	93.50%	103.66%
% Receipts to Levies		73.01%	70.18%	75.67%	102.46%	108.93%	91.11%	86.89%	100.83%

1.7 Current Liabilities - Account Payables (Creditors)

Trade payables as at 31 December 2023 amounted to R1 085 billion. The City has entered into payment arrangements with major creditors such as Eskom and the Water Board on how outstanding payments will be paid-off. This arrangement will assist in ensuring that adequate planning is done in advance so as prevent defaulting on committed payment arrangements at all material cost.

The City is currently implementing the creditors reduction plan which aims to minimise the amount of outstanding creditors and improve the financial sustainability and improve financial resilience in future.

The municipality is voluntarily developing a financial recovery plan which is currently under review by National Treasury. The main purpose of the financial recovery plan is to address the current financial challenges the City is experiencing by focusing on improving the short-term financial liquidity of the municipality and improve the long-term financial sustainability by improving revenue collection, identifying of other revenue sources and reduce expenses without compromising service delivery and ensuring sufficient cashflow to reduce payables.

2023/2024 MID-YEAR PAYABLES FOR THE CITY OF MBOMBELA			
DESCRIPTION	Oct-23	Nov-23	Dec-23
Eskom	R 481 Million	R 546 Million	R 397 Million
Department of Water Affairs	R 251 Million	R 251 Million	R 235 Million
Trade Creditors	R 416 Million	R 463 Million	R 447 Million
Other Payables	R 3.6 Million	R 5 Million	R 6 Million
TOTAL PAYABLES	R 1 152 Billion	R 1 265 Billion	R 1 085 Billion

1.8 Mid-Year Non–Current Liabilities- Interest Bearing Borrowings

The table below outlines the schedule of interest-bearing borrowings as at 31 December 2023.

The long-term loan balance for the mid-year period ended 31 December 2023 amounted to R252 million. During December an amount of R5 million was paid towards capital repayment and R9.4 million was paid towards interest.

All payments towards the City's current long-term borrowings are made in accordance to the reviewed and restructured payment schedule agreed upon and signed by the City and Development Bank of Southern Africa (DBSA). which is aligned to the receipt of the Equitable Share. The final and last payment will be made in March 2024 for the current financial year.

STATEMENT OF LONG-TERM BORROWINGS FOR THE CITY OF MBOMBELA									
BORROWER	LOAN REDEMPTION DATE	LOAN TERM	ORIGINAL LOAN AMOUNT	LOAN BALANCE AS AT 01/12/2023	Actual repayment				LOAN BALANCE AS AT 31/12/2023
					Capital Repayment	YTD Capital Repayment	Interest Repayment	YTD Interest Repayment	
DBSA (61000942)	31-12-2030	20 YEARS	R 200 000 000	R 119 541 510.04	R 2 107 434.05	R 4 918 783.14	R 4 297 935.20	R 9 526 875.67	R 117 434 075.99
DBSA (61007101)	29-06-2029	15 YEARS	R 138 600 000	R 137 221 250.31	R 2 895 026.28	R 4 946 934.07	R 5 145 263.28	R 9 498 724.74	R 134 326 224.03
Total			R 338 600 000.00	R 256 762 760.35	R 5 002 460.33	R 9 865 717.21	R 9 443 198.48	R 19 025 600.41	R 251 760 300.02

IN-YEAR BUDGET STATEMENTS TABLES

Table C2: Financial Performance by Vote

Table C2 measures the mid-year actuals against the year-to date SDBIP figures which are realised per vote for revenue and expenditure.

MP326 City of Mbombela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment									
Description	Ref	2022/23	Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
Revenue - Functional									
Governance and administration		1,345,520	1,329,372	1,329,372	91,090	712,620	664,686	47,934	7%
Executive and council		2,765	1,273	1,273	6	527	636	(110)	-17%
Finance and administration		1,342,755	1,328,099	1,328,099	91,084	712,093	664,049	48,044	7%
Internal audit		-	0	0	-	-	0	(0)	-100%
Community and public safety		25,279	44,191	44,191	319	2,487	22,095	(19,608)	-89%
Community and social services		4,152	1,491	1,491	130	1,060	746	314	42%
Sport and recreation		19,959	293	293	14	121	146	(25)	-17%
Public safety		1,168	42,407	42,407	174	1,306	21,203	(19,897)	-94%
Housing		-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-
Economic and environmental services		530,376	441,328	441,328	68,488	313,614	220,664	92,949	42%
Planning and development		416,124	441,328	441,328	63,049	277,702	220,664	57,038	26%
Road transport		114,252	-	-	5,439	35,912	-	35,912	#DIV/0!
Environmental protection		-	0	0	-	-	0	(0)	-100%
Trading services		2,533,454	2,795,393	2,795,393	498,228	1,561,217	1,397,696	163,521	12%
Energy sources		1,540,721	1,777,265	1,777,265	254,454	900,452	888,632	11,819	1%
Water management		467,663	449,733	449,733	11,180	177,952	224,866	(46,914)	-21%
Waste water management		213,127	234,135	234,135	219,522	229,124	117,067	112,056	96%
Waste management		311,942	334,260	334,260	13,071	253,689	167,130	86,559	52%
Other	4	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	4,434,629	4,610,284	4,610,284	658,125	2,589,938	2,305,142	284,796	12%
Expenditure - Functional									
Governance and administration		1,271,028	853,656	818,142	72,689	395,514	412,875	(17,362)	-4%
Executive and council		164,656	84,487	88,864	13,216	80,274	44,073	36,201	82%
Finance and administration		1,090,579	755,660	715,181	58,017	308,697	361,852	(53,155)	-15%
Internal audit		15,793	13,509	14,097	1,455	6,543	6,950	(408)	-6%
Community and public safety		404,629	360,199	361,279	30,691	187,679	179,820	7,860	4%
Community and social services		74,053	60,575	62,064	5,796	34,414	31,269	3,145	10%
Sport and recreation		152,186	113,208	112,487	9,497	62,589	55,189	7,400	13%
Public safety		153,134	175,421	175,665	14,463	84,855	87,833	(2,978)	-3%
Housing		25,256	10,995	11,062	936	5,821	5,528	293	5%
Health		-	-	-	-	-	-	-	-
Economic and environmental services		495,518	434,662	465,446	38,516	234,005	231,191	2,814	1%
Planning and development		95,073	104,109	130,428	8,043	48,092	64,303	(16,211)	-25%
Road transport		393,093	323,119	323,582	28,642	179,357	161,928	17,429	11%
Environmental protection		7,352	7,434	11,436	1,831	6,556	4,960	1,596	32%
Trading services		2,346,394	2,231,115	2,236,233	180,037	1,186,381	1,116,711	69,670	6%
Energy sources		1,308,095	1,497,720	1,482,082	119,625	789,661	746,301	43,360	6%
Water management		582,160	277,537	282,216	26,405	199,743	138,943	60,800	44%
Waste water management		130,854	146,714	151,564	9,242	59,015	74,041	(15,026)	-20%
Waste management		325,285	309,145	320,370	24,765	137,962	157,426	(19,464)	-12%
Other		33,866	36,756	35,290	2,841	17,275	17,645	(370)	-2%
Total Expenditure - Functional	3	4,551,435	3,916,389	3,916,389	324,775	2,020,854	1,958,242	62,612	3%
Surplus/ (Deficit) for the year		(116,806)	693,896	693,896	333,350	569,084	346,900	222,184	64%

1.1 Table C4: Financial Performance by Revenue Source and Expenditure Type

This table below provides the details for revenue by source and expenditure by type for the mid-year period ended 31 December 2023.

MP326 City of Mbombela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		1,280,693	1,516,162	1,516,162	113,298	744,994	758,081	(13,087)	-2%	1,516,162
Service charges - Water		120,776	138,167	138,167	10,846	59,048	69,083	(10,036)	-15%	138,167
Service charges - Waste Water Management		23,436	25,746	25,746	2,498	12,099	12,873	(774)	-6%	25,746
Service charges - Waste management		150,703	159,571	159,571	13,071	79,000	79,785	(785)	-1%	159,571
Sale of Goods and Rendering of Services		10,104	14,444	14,444	480	6,961	7,222	(261)	-4%	14,444
Agency services		-	-	-	-	-	-	-		-
Interest		-	-	-	-	-	-	-		-
Interest earned from Receivables		37,414	35,791	35,791	7,167	42,172	17,895	24,277	136%	35,791
Interest from Current and Non Current Assets		9,080	4,162	4,162	389	5,165	2,081	-		4,162
Dividends		-	-	-	-	-	-	-		-
Rent on Land		-	-	-	-	-	-	-		-
Rental from Fixed Assets		25,283	40,725	40,725	375	2,785	20,363	(17,578)	-86%	40,725
Licence and permits		41	1,825	1,825	5	77	913	(836)	-92%	1,825
Operational Revenue		420,543	116,196	116,196	1,535	17,795	58,098	(40,303)	-69%	116,196
Non-Exchange Revenue										
Property rates		803,090	1,029,663	1,029,663	81,186	499,528	514,831	(15,304)	-3%	1,029,663
Surcharges and Taxes		-	-	-	-	-	-	-		-
Fines, penalties and forfeits		3,999	6,155	6,155	516	1,702	3,077	(1,376)		6,155
Licence and permits		-	-	-	-	-	-	-		-
Transfers and subsidies - Operational		963,947	1,062,704	1,062,704	353,204	801,794	531,352	270,442		1,062,704
Interest		-	3,492	3,492	-	-	1,746	(1,746)		3,492
Fuel Levy		-	-	-	-	-	-	-		-
Operational Revenue		-	-	-	-	-	-	-		-
Gains on disposal of Assets		-	-	-	-	-	-	-		-
Other Gains		34,447	-	-	-	-	-	-		-
Discontinued Operations		-	8	8	-	-	4	(4)	-100%	8
Total Revenue (excluding capital transfers and contributions)		3,883,557	4,154,810	4,154,810	584,568	2,273,118	2,077,405	195,714	9%	4,154,810
Expenditure By Type										
Employee related costs		1,256,139	1,201,915	1,200,957	102,810	626,937	600,596	26,341	4%	1,200,957
Remuneration of councillors		62,782	64,813	64,813	5,121	37,590	32,407	5,183	16%	64,813
Bulk purchases - electricity		1,110,557	1,312,621	1,289,969	90,279	678,847	651,998	26,849		1,289,969
Inventory consumed		91,032	89,944	57,489	6,241	36,075	36,830	(755)		57,489
Debt impairment		320,707	144,304	144,304	-	-	72,152	(72,152)	-100%	144,304
Depreciation and amortisation		557,352	543,500	543,500	46,229	277,372	271,750	5,622	2%	543,500
Interest		168,682	26,739	26,739	9,443	19,028	13,370	5,659	42%	26,739
Contracted services		603,305	413,359	477,268	48,580	247,751	223,010	24,741	11%	477,268
Transfers and subsidies		47,272	3,437	7,788	72	206	3,797	(3,590)	-95%	7,788
Irrecoverable debts written off		38,815	-	-	206	15,673	-	15,673		-
Operational costs		288,902	115,756	103,561	15,793	81,373	52,333	29,041	55%	103,561
Losses on Disposal of Assets		5,890	-	-	-	-	-	-		-
Other Losses		-	-	-	-	-	-	-		-
Total Expenditure		4,551,435	3,916,389	3,916,389	324,775	2,020,854	1,958,242	62,612	3%	3,916,389
Surplus/(Deficit)		(667,877)	238,422	238,422	259,793	252,264	119,163	133,101	0	238,422
Transfers and subsidies - capital (monetary allocations)		543,275	455,474	455,474	73,556	316,819	-	316,819	#DIV/0!	455,474
Transfers and subsidies - capital (in-kind)		7,797	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions		(116,806)	693,896	693,896	333,350	569,084	119,163			693,896
Income Tax		-	-	-	-	-	-	-		-
Surplus/(Deficit) after income tax		(116,806)	693,896	693,896	333,350	569,084	119,163			693,896
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-		-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-		-
Surplus/(Deficit) attributable to municipality		(116,806)	693,896	693,896	333,350	569,084	119,163			693,896
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-		-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year		(116,806)	693,896	693,896	333,350	569,084	119,163			693,896

1.2 Table C5: Capital Expenditure by Vote

Table C5 indicates the actuals figures on capital expenditure for all votes and measures the year-to-date actuals against the year-to date planning (SDBIP) figures. For the month of December 2023, capital expenditure amounting to R82 million was incurred.

MP326 City of Mbombela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment										
Vote Description	Ref	2022/23	Budget Year 2023/24							
		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 01 - Council		—	—	—	—	—	—	—		—
Vote 02 - Office Of Council		—	—	—	—	—	—	—		—
Vote 03 - Municipal Manager		—	—	—	—	—	—	—		—
Vote 04 - City Planning And Development Department		—	—	—	—	—	—	—		—
Vote 05 - Corporate Services Department		—	—	—	—	—	—	—		—
Vote 06 - Strategic Management Services		—	—	—	—	—	—	—		—
Vote 07 - Financial Management		—	—	—	—	—	—	—		—
Vote 08 - Technical Services		207,167	583,274	636,540	81,388	324,265	299,045	25,219	8%	636,540
Vote 09 - Social Services		—	16,100	15,193	—	442	7,596	(7,155)	-94%	15,193
Vote 10 - Community Services		—	—	—	—	—	—	—		—
Vote 11 - Public Works, Roads And Transport		—	2,000	—	—	—	0	(0)	-100%	—
Vote 12 - Local Economic Development		—	—	15,000	—	—	3,750	(3,750)	-100%	15,000
Vote 13 - Water And Sanitation		5,144	—	—	—	—	—	—		—
Vote 14 - Energy		12,252	—	—	—	—	—	—		—
Vote 15 - Other		—	—	—	—	—	—	—		—
Total Capital Multi-year expenditure	4,7	224,563	601,374	666,733	81,388	324,706	310,392	14,315	5%	666,733
Single Year expenditure appropriation	2									
Vote 01 - Council		—	—	—	—	—	—	—		—
Vote 02 - Office Of Council		—	—	—	—	—	—	—		—
Vote 03 - Municipal Manager		—	—	—	—	—	—	—		—
Vote 04 - City Planning And Development Department		—	—	—	—	—	—	—		—
Vote 05 - Corporate Services Department		801	—	8,010	778	2,807	3,434	(627)	-18%	8,010
Vote 06 - Strategic Management Services		—	—	—	—	—	—	—		—
Vote 07 - Financial Management		12,506	33,000	49,465	22	10,745	24,272	(13,526)	-56%	49,465
Vote 08 - Technical Services		—	800	22,360	—	1,384	10,857	(9,473)	-87%	22,360
Vote 09 - Social Services		1,703	—	—	—	—	—	—		—
Vote 10 - Community Services		286	10,300	15,071	—	1,125	7,408	(6,283)	-85%	15,071
Vote 11 - Public Works, Roads And Transport		—	—	—	—	—	—	—		—
Vote 12 - Local Economic Development		14	—	—	—	—	—	—		—
Vote 13 - Water And Sanitation		4,129	—	—	—	—	—	—		—
Vote 14 - Energy		—	—	—	—	—	—	—		—
Vote 15 - Other		—	—	—	—	—	—	—		—
Total Capital single-year expenditure	4	19,438	44,100	94,905	800	16,062	45,971	(29,909)	-65%	94,905
Total Capital Expenditure		244,001	645,474	761,638	82,188	340,768	356,363	(15,595)	-4%	761,638
Capital Expenditure - Functional Classification										
Governance and administration		15,009	33,000	62,490	800	13,553	30,211	(16,658)	-55%	62,490
Executive and council		—	—	—	—	—	—	—		—
Finance and administration		15,009	33,000	62,490	800	13,553	30,211	(16,658)	-55%	62,490
Internal audit		—	—	—	—	—	—	—		—
Community and public safety		1,041	40,195	38,959	—	10,265	19,352	(9,088)	-47%	38,959
Community and social services		795	21,595	18,795	—	9,140	9,364	(225)	-2%	18,795
Sport and recreation		233	15,600	15,893	—	—	7,980	(7,980)	-100%	15,893
Public safety		14	3,000	4,271	—	1,125	2,008	(883)	-44%	4,271
Housing		—	—	—	—	—	—	—		—
Health		—	—	—	—	—	—	—		—
Economic and environmental services		70,179	318,123	363,851	30,486	160,571	161,820	(1,249)	-1%	363,851
Planning and development		—	500	579	—	—	270	(270)	-100%	579
Road transport		70,179	317,623	363,272	30,486	160,571	161,551	(979)	-1%	363,272
Environmental protection		—	—	—	—	—	—	—		—
Trading services		157,771	254,155	294,503	50,902	156,380	144,059	12,321	9%	294,503
Energy sources		92,742	71,158	92,664	29,542	85,346	42,086	43,261	103%	92,664
Water management		14,836	74,456	93,172	18,516	51,313	46,528	4,785	10%	93,172
Waste water management		50,140	94,741	100,918	2,844	19,720	49,785	(30,065)	-60%	100,918
Waste management		53	13,800	7,750	—	—	5,661	(5,661)	-100%	7,750
Other		—	—	1,835	—	—	920	(920)	-100%	1,835
Total Capital Expenditure - Functional Class	3	244,001	645,474	761,638	82,188	340,768	356,363	(15,595)	-4%	761,638
Funded by:										
National Government		153,868	455,474	552,125	61,181	279,437	253,557	25,880	10%	552,125
Provincial Government		—	—	—	—	—	—	—		—
District Municipality		—	—	—	—	—	—	—		—
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher		—	—	1,464	—	869	586	284	48%	1,464
Transfers recognised - capital		153,868	455,474	553,589	61,181	280,306	254,143	26,163	10%	553,589
Borrowing	6									
Internally generated funds		90,132	190,000	208,049	21,007	60,462	102,220	(41,758)	-41%	208,049
Total Capital Funding		244,001	645,474	761,638	82,188	340,768	356,363	(15,595)	-4%	761,638

1.3 Table C7: Budget Cash Flow Statement

The table below provides the details of the cash flow statement for the mid-year period ending 31 December 2023.

MP326 City of Mbombela - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment									
Description	Ref	2022/23	Budget year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1								
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		759 340	978 180	978 180	76 308	557 115	489 090	68 025	14%
Service charges		1 518 552	1 747 663	1 747 663	91 892	697 755	873 832	(176 076)	-20%
Other revenue		1 643 581	131 689	131 689	1 021	9 865	65 845	(55 979)	-85%
Transfers and Subsidies - Operational		322 915	1 062 704	1 062 704	321 667	735 574	531 352	204 222	38%
Transfers and Subsidies - Capital		628 121	455 474	455 474	96 350	346 692	227 737	118 955	52%
Interest		45 570	41 272	41 272	390	4 212	20 636	(16 424)	0%
Dividends		-	-	-	-	-	-	-	
Payments									
Suppliers and employees		(5 384 794)	(3 692 450)	(3 692 450)	(607 236)	(2 050 056)	(1 846 225)	203 831	-11%
Finance charges		-	(26 739)	(26 739)	(9 443)	(19 026)	(13 370)	5 656	-42%
Transfers and Grants		-	(3 437)	(3 437)	-	-	(1 718)	(1 718)	0%
NET CASH FROM/(USED) OPERATING ACTIVITIES		(466 715)	694 357	694 357	(29 052)	282 133	347 179	65 046	19%
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		-	-	-	-	-	-	-	
Decrease (increase) in non-current receivables		2 096	1 807	1 807	-	-	904	(904)	-100%
Decrease (increase) in non-current investments		0	-	-	-	-	-	-	
Payments									
Capital assets		(244 001)	(645 474)	(645 474)	(82 188)	(340 768)	(322 737)	18 031	-6%
NET CASH FROM/(USED) INVESTING ACTIVITIES		(241 905)	(643 667)	(643 667)	(82 188)	(340 768)	(321 833)	18 935	-6%
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-	-	
Borrowing long term/refinancing		-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits		575	(5 241)	(5 241)	-	937	(2 621)	3 557	-136%
Payments									
Repayment of borrowing		9 928	(15 031)	(15 031)	(5 002)	(9 866)	(7 516)	2 350	-31%
NET CASH FROM/(USED) FINANCING ACTIVITIES		10 503	(20 272)	(20 272)	(5 002)	(8 929)	(10 136)	(1 207)	12%
NET INCREASE/ (DECREASE) IN CASH HELD		(698 117)	30 418	30 418	(116 242)	(67 564)	15 209		
Cash/cash equivalents at beginning:		144 511	144 511	144 511	75 763	247 486			
Cash/cash equivalents at month/year end:		(553 606)	174 929	174 929		179 921	15 209		

PART 2 – SUPPORTING DOCUMENTATION AND ADDITIONAL INFORMATION

2.1.1 Trade Receivables (debtors) Analysis








Supporting table SC3 provides a breakdown of the consumer debtors. Outstanding debtors at the end of December 2023 amounted to R720 million.

An amount of R688 million is owed by households followed by organs of state with an amount of R212 million, businesses and other debtors amounted to R170 and R11.6 million respectively.

MP326 City of Mbombela - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment										
Description	Budget Year 2023/24									Total over 90 days
	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	
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	11,617	5	7,522	5,252	4,518	5,152	34,823	63,497	132,387	113,242
Trade and Other Receivables from Exchange Transactions - Electricity	95,951	215	22,544	14,223	15,808	24,416	27,317	38,123	238,596	119,887
Receivables from Non-exchange Transactions - Property Rates	58,653	119	23,420	20,233	19,607	17,589	74,185	195,359	409,164	326,973
Receivables from Exchange Transactions - Waste Water Management	2,580	1	1,237	1,044	842	912	5,442	13,347	25,405	21,586
Receivables from Exchange Transactions - Waste Management	12,061	23	6,539	5,854	5,658	5,501	31,993	58,510	126,138	107,514
Receivables from Exchange Transactions - Property Rental Debtors	163	-	110	110	107	101	704	1,920	3,216	2,943
Interest on Arrear Debtor Accounts	7,267	1	7,160	6,852	6,451	5,911	22,707	59,497	115,846	101,418
Recoverable unauthorised, irregular, fruitless and wasteful expenditure									-	-
Other	1,632	104	2,221	1,941	2,028	1,517	8,039	13,590	31,071	27,114
Total By Income Source	189,924	467	70,754	55,508	55,018	61,100	205,209	443,841	1,081,822	820,677
2022/23 - totals only	170223528	350140	66046438	51082581	42775113	35852327	182322483	171586776	720,239	483,619
Debtors Age Analysis By Customer Group										
Organs of State	23,895	70	12,134	8,873	9,503	7,784	31,367	118,513	212,138	176,040
Commercial	46,220	129	14,209	11,051	11,507	11,019	28,168	47,310	169,613	109,054
Households	118,955	267	43,876	35,082	33,524	41,812	142,862	272,083	688,461	525,363
Other	854	1	535	503	484	484	2,813	5,935	11,610	10,220
Total By Customer Group	189,924	467	70,754	55,508	55,018	61,100	205,209	443,841	1,081,822	820,677

2.1.2 Municipal Payment Level

The collection rate for the month of December 2023 is at 91 percent and the average payment level (collection rate) at the end of the mid-year period ended 31 December 2023 was 87 percent.

<div>  <div> City of Mbombela Debtors Payment Levels per Billing Cycle up to the end of December 2023 </div> </div>									
	Trend Graphs	July 2023	August 2023	September 2023	October 2023	November 2023	December 2023	Average over 6 months	Average over the last 3 months
Levies		R 340 099 268.69	R 349 470 066.35	R 362 589 521.19	R 230 777 618.11	R 240 560 094.07	R 247 033 459.17	R 245 083 337.93	R 239 447 057.12
Receipts		R 175 301 194.81	R 175 070 993.15	R 198 697 299.56	R 236 454 940.98	R 262 033 609.14	R 225 053 400.23	R 212 101 906.31	R 241 180 650.12
Journals		R -75 895 032.33	R 4 304 829.70	R 4 594 077.85	R -2 975 893.22	R -7 887 476.38	R -9 330 742.22	R -14 531 706.18	R -6 731 370.61
Refunds		R 40 860.87	R 156 082.47	R 106 791.15	R 188 640.82	R 33 494.57	R 59 311.34	R 97 530.20	R 93 815.58
Circular 71 Collection rate Ratio	Formula as per Circular 71 = (Gross Debtors Opening Balance + Billed Revenue - Gross Debtors Closing Balance - Bad Debts written off) / Billed Revenue x 100							84.97%	94.93%
% Total Transactions		106.73%	68.94%	74.34%	103.71%	112.60%	94.67%	93.50%	103.66%
% Receipts to Levies		73.01%	70.18%	75.67%	102.46%	108.93%	91.11%	86.89%	100.83%

2.2 Trade Payables (creditors) Analysis

Supporting table SC4 provides detail on aged creditors (payables). In terms of the MFMA all creditors are payable within 30 days of receipt of an invoice or a statement.

At the end of the mid-year period ended 31 December 2023, aged creditors amounting to R1 085 billion were outstanding.

MP326 City of Mbombela - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment										
Description R thousands	NT Code	Budget Year 2023/24								Total
		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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	102 213	107 538	90 632	69 828	16 251	-	3 154	7 555	397 171
Bulk Water	0200	-	17	1	320	90	3 743	22 964	208 246	235 382
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700	35 897	8 236	21 933	35 404	4 229	25 622	80 156	221 286	432 764
Auditor General	0800	-	-	3 395	-	272	109	346	10 008	14 129
Other	0900	392	1 815	1 228	906	892	-	304	209	5 748
Total By Customer Type	1000	138 502	117 607	117 189	106 458	21 734	29 473	106 925	447 305	1 085 194

2.3 Grant Allocation, Receipts and Expenditure

The table SC6 below reflects the receipts for grant allocations in terms of the Division of Revenue Act no 5 of 2023.

MP326 City of Mbombela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		963 947	1 062 704	1 062 704	351 667	797 337	531 352	265 985	50.1%	1 062 704
Energy Efficiency and Demand Side Management Grant		4 284	4 000	4 000	2 000	3 000	2 000	1 000	50.0%	4 000
Equitable Share		948 458	1 049 002	1 049 002	349 667	786 751	524 501	262 250	50.0%	1 049 002
Expanded Public Works Programme Integrated Grant		8 555	7 052	7 052	-	4 936	3 526	1 410	40.0%	7 052
Integrated National Electrification Programme Grant		(0)	-	-	-	-	-	-	-	-
Local Government Financial Management Grant		2 650	2 650	2 650	-	2 650	1 325	1 325	100.0%	2 650
Municipal Demarcation Transition Grant	3	-	-	-	-	-	-	-	-	-
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		(0)	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant		-	-	-	-	-	-	-	-	-
Public Transport Network Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Injury on Duty		-	-	-	-	-	-	-	-	-
Municipal Demarcation Board		-	-	-	-	-	-	-	-	-
National Heritage Council South Africa		-	-	-	-	-	-	-	-	-
National Skills Fund		-	-	-	-	-	-	-	-	-
Social Relief		-	-	-	-	-	-	-	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	963 947	1 062 704	1 062 704	351 667	797 337	531 352	265 985	50.1%	1 062 704
Capital Transfers and Grants										
National Government:		543 275	455 474	455 474	96 350	346 692	227 737	118 955	52.2%	455 474
Integrated National Electrification Programme Grant		54 659	30 000	30 000	-	16 000	15 000	1 000	6.7%	30 000
Municipal Disaster Relief Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		384 362	410 474	410 474	96 350	325 692	205 237	120 455	58.7%	410 474
Neighbourhood Development Partnership Grant		899	15 000	15 000	-	5 000	7 500	(2 500)	-33.3%	15 000
Public Transport Network Grant		63 446	-	-	-	-	-	-	-	-
Regional Bulk Infrastructure Grant		9 908	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		30 000	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		7 797	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Developers Contribution		-	-	-	-	-	-	-	-	-
Limpopo Roads Agency		-	-	-	-	-	-	-	-	-
National Lotteries Board		-	-	-	-	-	-	-	-	-
Unspecified		7 797	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	551 071	455 474	455 474	96 350	346 692	227 737	118 955	52.2%	455 474
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	1 515 018	1 518 178	1 518 178	448 017	1 144 029	759 089	384 940	50.7%	1 518 178

Table SC7(1) details the grants expenditure for both capital and operational items for the mid-year period ended 31 December 2023.

MP326 City of Mbombela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<u>EXPENDITURE</u>										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		870 614	1 062 704	1 062 704	87 502	536 092	285 992	250 100	87.4%	574 299
Energy Efficiency and Demand Side Management Grant		3 725	4 000	4 000	–	4 000	2 000	2 000	100.0%	4 000
Equitable Share		855 504	1 049 002	1 049 002	87 417	524 501	279 135	245 366	87.9%	560 573
Expanded Public Works Programme Integrated Grant		8 862	7 052	7 052	–	7 052	3 526	3 526	100.0%	7 052
Local Government Financial Management Grant		2 523	2 650	2 650	85	539	1 331	(792)	-59.5%	2 673
Municipal Demarcation Transition Grant		–	–	–	–	–	–	–	–	–
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		–	–	–	–	–	–	–	–	–
Public Transport Network Grant		–	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
								–		
District Municipality:		–	–	–	–	–	–	–	–	–
								–		
Other grant providers:		–	–	–	–	–	–	–	–	–
Municipal Demarcation Board		–	–	–	–	–	–	–	–	–
Unspecified		–	–	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:		870 614	1 062 704	1 062 704	87 502	536 092	285 992	250 100	87.4%	574 299
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		153 868	455 474	455 474	49 897	294 242	227 760	66 482	29.2%	540 320
Integrated National Electrification Programme Grant		29 436	30 000	30 000	8 201	18 476	15 000	3 476	23.2%	30 000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		114 022	410 474	410 474	41 696	274 683	205 237	69 446	33.8%	410 474
Neighbourhood Development Partnership Grant		–	15 000	15 000	–	1 082	7 523	(6 441)	-85.6%	15 091
Public Transport Network Grant		–	–	–	–	–	–	–	–	84 654
Regional Bulk Infrastructure Grant		–	–	–	–	–	–	–	–	101
Water Services Infrastructure Grant		10 410	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
								–		
District Municipality:		–	–	–	–	–	–	–	–	–
								–		
Other grant providers:		–	–	–	–	–	586	(586)	-100.0%	1 464
Developers Contribution		–	–	–	–	–	586	(586)	-100.0%	1 464
Unspecified		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		153 868	455 474	455 474	49 897	294 242	228 346	65 896	28.9%	541 784
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1 024 482	1 518 178	1 518 178	137 399	830 334	514 338	315 997	61.4%	1 116 083

Table SC7(2) details the approved grant roll-overs and expenditure thereof mid-year period ended 31 December 2023.

MP326 City of Mbombela - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - Mid-Year As					
Description	Ref	Budget Year 2023/24			
		Approved Rollover 2022/23	Monthly actual	YearTD actual	YTD variance
R thousands					%
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:		-	-	-	-
Local Government Equitable Share		-	-	-	-
Provincial Government:		-	-	-	-
					-
District Municipality:		-	-	-	-
					-
Other grant providers:		-	-	-	-
					-
Total operating expenditure of Approved Roll-overs		-	-	-	-
Capital expenditure of Approved Roll-overs					
National Government:		84 846	20 461	26 461	(58 385) -68.8%
Public Transport And Systems		84 654	20 461	26 461	(58 193) -68.7%
Regional Bulk Infrastructure		101	-	-	(101) -100.0%
Neighbourhood Development Partnership		91	-	-	(91) -100.0%
Provincial Government:		11 805	-	650	11 155 94.5%
Other Departments		11 805	-	650	(11 155) -94.5%
District Municipality:		-	-	-	-
					-
Other grant providers:		-	-	-	-
					-
Total capital expenditure of Approved Roll-overs		96 651	20 461	27 111	(47 231) -48.9%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		96 651	20 461	27 111	(47 231) -48.9%

2.4 Overtime Report per Department

The table below details the overtime costs paid during the second quarter period ending 31 December 2023. It be noted that overtime is paid in arrears and the overtime worked in December 2023 will only be paid in January 2024.

2023/2024 MID-YEAR OVERTIME REPORT PER DEPARTMENT			
DEPARTMENT	Sep-23	Oct-23	Nov-23
COUNCIL SUPPORT	R -	R -	R -
MUNICIPL MANAGER	R -	R -	R -
CITY PLANNING AND DEVELOPMENT	R -	R -	R -
CORPORATE SERVICES	R 52 232.75	R 36 071.30	R 45 995.41
STRATEGIC MANAGEMENT SERVICES	R 169 411.70	R 153 491.46	R 273 931.36
FINANCIAL MANAGEMENT SERVICES	R 370 482.31	R 354 001.31	R 392 954.18
COMMUNITY SERVICES	R 8 780 510.40	R 8 778 617.56	R 8 299 914.98
LOCAL ECONOMIC DEVELOPMENT	R 43 194.80	R 46 243.74	R 32 777.13
TECHNICAL SERVICES	R 6 282 509.67	R 5 829 349.84	R 5 414 239.94
SOCIAL SERVICES	R 567 867.13	R 545 317.36	R 662 628.80
TOTAL	R 16 266 208.76	R 15 743 092.57	R 15 122 441.80

2.5 Capital Programme Performance

Supporting table SC12 below provides information on the monthly trends for capital expenditure. R82 million capital expenditure was recorded for December 2023.

MP326 City of Mbombela - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment									
Month	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
<u>Monthly expenditure performance trend</u>									
July	6 771	53 790	53 790	69 518	69 518	53 790	(15 729)	-29.2%	9%
August	19 101	53 790	53 790	47 577	47 577	107 579	60 002	55.8%	6%
September	23 930	56 751	56 751	25 963	25 963	164 331	138 367	84.2%	3%
October	44 438	56 940	56 940	53 504	53 504	221 271	167 766	75.8%	7%
November	47 538	67 546	67 546	62 017	62 017	288 817	226 800	78.5%	8%
December	34 503	67 546	67 546	82 188	82 188	356 363	274 175	76.9%	11%
January	26 889	67 546	67 546	-	-	423 909	423 909	100.0%	0%
February	35 451	67 546	67 546	-	-	491 455	491 455	100.0%	0%
March	90 056	67 546	67 546	-	-	559 001	559 001	100.0%	0%
April	64 846	67 546	67 546	-	-	626 547	626 547	100.0%	-
May	58 482	67 546	67 546	-	-	694 093	694 093	100.0%	-
June	180 274	67 545	67 545	-	-	761 638	761 638	100.0%	-
Total Capital expenditure	632 278	761 638	761 638	340 768					

Supporting tables SC13a and SC13b below provide the details for capital expenditure by asset classification for new and replacement of assets as well as depreciation.

MP326 City of Mbombela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		68,748	123,407	241,025	54,863	140,069	97,019	(43,050)	-44.4%	241,025
Roads Infrastructure		-	27,251	89,142	18,998	30,725	30,069	(656)	-2.2%	89,142
Roads		-	2,000	69,170	17,792	24,704	18,492	(6,212)	-33.6%	69,170
Road Structures		-	23,251	18,401	1,206	6,020	10,809	4,788	44.3%	18,401
Road Furniture		-	2,000	1,500	-	-	750	750	100.0%	1,500
Capital Spares		-	-	71	-	-	18	18	100.0%	71
Storm water Infrastructure		-	1,000	9,032	-	385	3,342	2,958	88.5%	9,032
Drainage Collection		-	1,000	9,032	-	385	3,342	2,958	88.5%	9,032
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		68,748	52,400	79,864	21,027	72,132	35,686	(36,447)	-102.1%	79,864
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		3,314	5,000	5,000	-	-	2,500	2,500	100.0%	5,000
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	5,000	10,000	4,649	8,414	3,750	(4,664)	-124.4%	10,000
MV Substations		-	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		35,000	27,400	53,864	13,896	56,511	22,686	(33,826)	-149.1%	53,864
LV Networks		30,435	15,000	11,000	2,483	7,207	6,750	(457)	-6.8%	11,000
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	25,956	49,488	14,838	35,526	21,173	(14,354)	-67.8%	49,488
Dams and Weirs		-	2,000	1,500	-	505	750	245	32.7%	1,500
Boreholes		-	800	7,800	-	-	5,686	5,686	100.0%	7,800
Reservoirs		-	1,000	3,032	-	-	1,516	1,516	100.0%	3,032
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	22,156	37,156	14,838	35,021	13,221	(21,800)	-164.9%	37,156
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	-	-	-	-	-	-	-	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	16,000	13,000	-	1,301	6,500	5,199	80.0%	13,000
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	16,000	13,000	-	1,301	6,500	5,199	80.0%	13,000
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	800	500	-	-	250	250	100.0%	500
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	800	500	-	-	250	250	100.0%	500
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-

MP326 City of Mbombela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Community Assets		795	29,595	30,495	575	9,715	15,214	5,500	36.1%	30,495
Community Facilities		795	20,595	20,995	-	9,140	10,464	1,325	12.7%	20,995
Halls		795	18,095	15,795	-	9,140	7,864	(1,275)	-16.2%	15,795
Centres		-	1,000	1,000	-	-	500	500	100.0%	1,000
Crèches								-		
Clinics/Care Centres		-	-	-	-	-	-	-		-
Fire/Ambulance Stations		-	-	500	-	-	250	250	100.0%	500
Testing Stations								-		
Museums								-		
Galleries								-		
Theatres								-		
Libraries		-	-	-	-	-	-	-		-
Cemeteries/Crematoria		-	1,500	1,500	-	-	750	750	100.0%	1,500
Police		-	-	2,000	-	-	1,000	1,000	100.0%	2,000
PurIs								-		
Public Open Space		-	-	200	-	-	100	100	100.0%	200
Nature Reserves								-		
Public Ablution Facilities								-		
Markets		-	-	-	-	-	-	-		-
Stalls		-	-	-	-	-	-	-		-
Abattoirs		-	-	-	-	-	-	-		-
Airports								-		
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-		-
Capital Spares								-		
Sport and Recreation Facilities		-	9,000	9,500	575	575	4,750	4,175	87.9%	9,500
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		-	9,000	9,500	575	575	4,750	4,175	87.9%	9,500
Capital Spares		-	-	-	-	-	-	-		-

MP326 City of Mbombela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Other assets		0	-	3,540	-	-	1,224	1,224	100.0%	3,540
Operational Buildings		0	-	3,540	-	-	1,224	1,224	100.0%	3,540
Municipal Offices		0	-	3,540	-	-	1,224	1,224	100.0%	3,540
Pay/Enquiry Points								-		
Building Plan Offices								-		
Workshops								-		
Yards								-		
Stores		-	-	-	-	-	-	-		-
Laboratories		-	-	-	-	-	-	-		-
Training Centres								-		
Manufacturing Plant								-		
Depots								-		
Capital Spares		-	-	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Staff Housing								-		
Social Housing								-		
Capital Spares								-		
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets								-		
Intangible Assets		9,462	1,500	8,855	778	2,807	5,000	2,192	43.8%	8,855
Servitudes								-		
Licences and Rights		9,462	1,500	8,855	778	2,807	5,000	2,192	43.8%	8,855
Water Rights								-		
Effluent Licenses								-		
Solid Waste Licenses								-		
Computer Software and Applications		9,462	1,500	8,855	778	2,807	5,000	2,192	43.8%	8,855
Load Settlement Software Applications								-		
Unspecified		-	-	-	-	-	-	-		-
Computer Equipment		1,703	-	-	-	-	-	-		-
Computer Equipment		1,703	-	-	-	-	-	-		-
Furniture and Office Equipment		3,144	1,500	6,015	22	167	3,005	2,838	94.4%	6,015
Furniture and Office Equipment		3,144	1,500	6,015	22	167	3,005	2,838	94.4%	6,015
Machinery and Equipment		3,165	3,000	4,606	-	1,125	2,178	1,053	48.3%	4,606
Machinery and Equipment		3,165	3,000	4,606	-	1,125	2,178	1,053	48.3%	4,606
Transport Assets		4,829	30,000	43,580	-	10,578	20,732	10,154	49.0%	43,580
Transport Assets		4,829	30,000	43,580	-	10,578	20,732	10,154	49.0%	43,580
Land		-	-	-	-	-	-	-		-
Land								-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals								-		
Living resources		-	-	-	-	-	-	-		-
Mature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Immature		-	-	-	-	-	-	-		-
Policing and Protection								-		
Zoological plants and animals								-		
Total Capital Expenditure on new assets	1	91,846	189,002	338,116	56,238	164,462	144,373	(20,089)	-13.9%	338,116

MP326 City of Mbombela - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Mid-Year										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		62,133	190,532	189,182	6,772	66,174	92,706	26,532	28.6%	189,182
Roads Infrastructure		7,697	79,348	80,230	4,796	37,366	38,393	1,026	2.7%	80,230
Roads		7,697	79,348	80,230	4,796	37,366	38,203	836	2.2%	80,230
Road Structures		-	-	-	-	-	190	190	100.0%	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	3,773	-	181	1,468	1,288	87.7%	3,773
Drainage Collection		-	-	3,773	-	181	1,468	1,288	87.7%	3,773
Storm water Conveyance		-	-	-	-	-	-	-	-	-
Attenuation		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		12,252	-	3,500	-	2,988	1,750	(1,238)	-70.7%	3,500
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	-	3,500	-	2,988	1,750	(1,238)	-70.7%	3,500
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		9,640	-	-	-	-	-	-	-	-
MV Substations		193	-	-	-	-	-	-	-	-
MV Switching Stations		-	-	-	-	-	-	-	-	-
MV Networks		1,444	-	-	-	-	-	-	-	-
LV Networks		975	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		297	67,184	55,219	-	9,159	29,339	20,180	68.8%	55,219
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		0	20,184	18,027	-	192	8,943	8,751	97.9%	18,027
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		297	47,000	37,192	-	8,967	20,396	11,429	56.0%	37,192
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		41,887	44,000	40,941	1,976	16,480	20,377	3,896	19.1%	40,941
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		41,887	44,000	40,941	1,976	16,480	20,377	3,896	19.1%	40,941
Waste Water Treatment Works		-	-	-	-	-	-	-	-	-
Outfall Sewers		-	-	-	-	-	-	-	-	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-	-	-	-	-	-	-
Waste Transfer Stations		-	-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-	-
Waste Drop-off Points		-	-	-	-	-	-	-	-	-
Waste Separation Facilities		-	-	-	-	-	-	-	-	-
Electricity Generation Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	5,518	-	-	1,379	1,379	100.0%	5,518
Rail Lines		-	-	-	-	-	-	-	-	-
Rail Structures		-	-	5,518	-	-	1,379	1,379	100.0%	5,518

MP326 City of Mbombela - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - Mid-Year										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Community Assets		247	2,500	2,897	-	-	1,409	1,409	100.0%	2,897
Community Facilities		14	-	-	-	-	-	-		-
Halls		-	-	-	-	-	-	-		-
Centres								-		
Crèches								-		
Clinics/Care Centres								-		
Fire/Ambulance Stations		14	-	-	-	-	-	-		-
Testing Stations								-		
Museums								-		
Galleries								-		
Theatres								-		
Sport and Recreation Facilities		233	2,500	2,897	-	-	1,409	1,409	100.0%	2,897
Indoor Facilities		-	-	-	-	-	-	-		-
Outdoor Facilities		233	2,500	2,897	-	-	1,409	1,409	100.0%	2,897
Capital Spares								-		
Total Capital Expenditure on renewal of existing assets	1	62,380	193,032	192,079	6,772	66,174	94,115	27,941	29.7%	192,079

Repairs and Maintenance

Table SC13c below reflects the cost of repairs and maintenance for the period ended 31 December 2023.

MP326 City of Mbombela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		334,679	328,944	343,818	34,196	200,588	166,307	(34,280)	-20.6%	343,818
Roads Infrastructure		88,247	90,658	89,888	6,691	43,071	45,133	2,062	4.6%	89,888
Roads		87,751	89,856	89,356	6,690	43,048	44,803	1,756	3.9%	89,356
Road Structures										
Road Furniture		496	802	532	1	23	329	306	92.9%	532
Capital Spares										
Storm water Infrastructure		4,794	3,888	3,839	–	357	1,928	1,570	81.5%	3,839
Drainage Collection										
Storm water Conveyance		4,794	3,888	3,839	–	357	1,928	1,570	81.5%	3,839
Attenuation										
Electrical Infrastructure		93,136	100,123	98,967	20,353	67,692	48,547	(19,145)	-39.4%	98,967
Power Plants		1,319	4,842	10,842	11,371	14,007	3,921	(10,087)	#####	10,842
HV Substations		–	–	–	–	–	–	–		–
HV Switching Station		–	–	–	–	–	–	–		–
HV Transmission Conductors		3,585	3,856	3,856	323	3,741	1,928	(1,813)	-94.0%	3,856
MV Substations		74,013	72,617	64,131	6,402	34,709	32,912	(1,797)	-5.5%	64,131
MV Switching Stations		–	–	–	–	–	–	–		–
MV Networks		–	–	–	–	–	–	–		–
LV Networks		14,220	18,808	20,138	2,257	15,234	9,786	(5,448)	-55.7%	20,138
Capital Spares										
Water Supply Infrastructure		79,598	70,318	87,168	4,440	61,773	38,722	(23,052)	-59.5%	87,168
Dams and Weirs										
Boreholes										
Reservoirs										
Pump Stations		–	–	–	–	–	–	–		–
Water Treatment Works		23,799	17,415	24,415	–	17,195	9,431	(7,764)	-82.3%	24,415
Bulk Mains		12,982	14,175	24,025	913	21,905	9,926	(11,978)	#####	24,025
Distribution		42,816	38,728	38,728	3,528	22,674	19,364	(3,310)	-17.1%	38,728
Distribution Points		–	–	–	–	–	–	–		–
PRV Stations										
Capital Spares										
Sanitation Infrastructure		38,647	36,957	36,957	3,295	19,898	18,479	(1,420)	-7.7%	36,957
Pump Station										
Reticulation		–	–	–	–	–	–	–		–
Waste Water Treatment Works		38,647	36,957	36,957	3,295	19,898	18,479	(1,420)	-7.7%	36,957
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		30,206	26,938	26,938	(584)	7,787	13,469	5,682	42.2%	26,938
Landfill Sites		–	13	13	–	–	7	7	100.0%	13
Waste Transfer Stations		30,206	26,925	26,925	(584)	7,787	13,462	5,675	42.2%	26,925
Waste Processing Facilities										
Waste Drop-off Points										
Waste Separation Facilities										
Electricity Generation Facilities										
Capital Spares										
Rail Infrastructure		50	62	62	0	9	31	22	70.9%	62
Rail Lines		–	–	–	–	–	–	–		–
Rail Structures										
Rail Furniture										
Drainage Collection		50	62	62	0	9	31	22	70.9%	62
Storm water Conveyance		–	–	–	–	–	–	–		–

MP326 City of Mbombela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Mid-Year Assessment

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Community Assets		2,822	11,636	3,104	117	740	1,842	1,103	59.9%	3,104
Community Facilities		2,822	11,636	3,104	117	740	1,842	1,103	59.9%	3,104
Halls								-		
Centres								-		
Crèches								-		
Clinics/Care Centres								-		
Fire/Ambulance Stations		97	203	503	30	234	201	(33)	-16.3%	503
Testing Stations								-		
Museums								-		
Galleries								-		
Theatres								-		
Libraries		1,232	2,277	2,297	87	501	1,090	589	54.0%	2,297
Cemeteries/Crematoria								-		
Police								-		
Purfs		1,493	1,421	305	-	4	551	547	99.2%	305
Public Open Space		-	7,735	-	-	-	0	0	100.0%	-
Nature Reserves								-		
Public Ablution Facilities								-		
Markets								-		
Stalls								-		
Abattoirs								-		
Airports								-		
Taxi Ranks/Bus Terminals		-	-	-	-	-	-	-		-
Capital Spares								-		
Sport and Recreation Facilities		-	-	-	-	-	-	-		-
Indoor Facilities								-		
Outdoor Facilities		-	-	-	-	-	-	-		-
Capital Spares								-		
Heritage assets		-	-	1,534	-	-	878	878	100.0%	1,534
Monuments								-		
Historic Buildings								-		
Works of Art		-	-	1,534	-	-	878	878	100.0%	1,534
Conservation Areas								-		
Other Heritage								-		
Investment properties		-	-	-	-	-	-	-		-
Revenue Generating		-	-	-	-	-	-	-		-
Improved Property								-		
Unimproved Property								-		
Non-revenue Generating		-	-	-	-	-	-	-		-
Improved Property								-		
Unimproved Property								-		
Other assets		22,259	17,485	12,919	349	5,843	6,442	599	9.3%	12,919
Operational Buildings		22,259	17,485	12,919	349	5,843	6,442	599	9.3%	12,919
Municipal Offices		22,259	17,485	12,919	349	5,843	6,442	599	9.3%	12,919
Machinery and Equipment		2,161	2,514	4,492	85	162	1,848	1,686	91.2%	4,492
Machinery and Equipment		2,161	2,514	4,492	85	162	1,848	1,686	91.2%	4,492
Transport Assets		21,754	12,690	19,048	4,147	13,136	7,977	(5,159)	-64.7%	19,048
Transport Assets		21,754	12,690	19,048	4,147	13,136	7,977	(5,159)	-64.7%	19,048
Total Repairs and Maintenance Expend	1	383,674	373,268	384,915	38,893	220,469	185,295	(35,174)	-19.0%	384,915

Table SC13d below details the depreciation by asset class.

MP326 City of Mbombela - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Mid-Year										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		445,874	449,401	449,401	36,952	221,713	224,700	2,987	1.3%	449,401
Roads Infrastructure		251,489	256,572	256,572	20,730	124,380	128,286	3,907	3.0%	256,572
Roads		251,489	256,572	256,572	20,730	124,380	128,286	3,907	3.0%	256,572
Electrical Infrastructure		52,647	59,376	59,376	4,359	26,156	29,688	3,532	11.9%	59,376
Power Plants		-	-	-	-	-	-	-	-	-
HV Substations		-	12	12	-	-	6	6	100.0%	12
HV Switching Station		-	-	-	-	-	-	-	-	-
HV Transmission Conductors		-	398	398	-	-	199	199	100.0%	398
MV Substations		52,647	58,966	58,966	4,359	26,156	29,483	3,327	11.3%	58,966
Water Supply Infrastructure		74,010	51,673	51,673	6,240	37,438	25,836	(11,601)	-44.9%	51,673
Distribution		74,010	51,673	51,673	6,240	37,438	25,836	(11,601)	-44.9%	51,673
Sanitation Infrastructure		66,623	42,651	42,651	5,538	33,229	21,325	(11,904)	-55.8%	42,651
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		66,623	42,651	42,651	5,538	33,229	21,325	(11,904)	-55.8%	42,651
Solid Waste Infrastructure		1,105	39,128	39,128	85	510	19,564	19,054	97.4%	39,128
Landfill Sites		1,105	39,128	39,128	85	510	19,564	19,054	97.4%	39,128
Community Assets		10,641	-	-	887	5,320	-	(5,320)	#DIV/0!	-
Community Facilities		10,641	-	-	887	5,320	-	(5,320)	#DIV/0!	-
Libraries		10,641	-	-	887	5,320	-	(5,320)	#DIV/0!	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
Investment properties		2,443	2,254	2,254	-	-	1,127	1,127	100.0%	2,254
Revenue Generating		2,443	2,254	2,254	-	-	1,127	1,127	100.0%	2,254
Improved Property		-	-	-	-	-	-	-	-	-
Unimproved Property		2,443	2,254	2,254	-	-	1,127	1,127	100.0%	2,254
Non-revenue Generating		-	-	-	-	-	-	-	-	-
Other assets		73,411	52,130	52,130	6,312	37,872	26,065	(11,807)	-45.3%	52,130
Operational Buildings		73,411	52,130	52,130	6,312	37,872	26,065	(11,807)	-45.3%	52,130
Municipal Offices		73,411	52,130	52,130	6,312	37,872	26,065	(11,807)	-45.3%	52,130
Intangible Assets		1,612	1,314	1,314	84	506	657	151	23.0%	1,314
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		1,612	1,314	1,314	84	506	657	151	23.0%	1,314
Computer Software and Applications		1,612	1,314	1,314	84	506	657	151	23.0%	1,314
Computer Equipment		4,420	4,451	4,451	428	2,568	2,226	(342)	-15.4%	4,451
Computer Equipment		4,420	4,451	4,451	428	2,568	2,226	(342)	-15.4%	4,451
Furniture and Office Equipment		4,277	5,174	5,174	354	2,123	2,587	464	17.9%	5,174
Furniture and Office Equipment		4,277	5,174	5,174	354	2,123	2,587	464	17.9%	5,174
Machinery and Equipment		3,242	8,317	8,317	264	1,582	4,158	2,576	62.0%	8,317
Machinery and Equipment		3,242	8,317	8,317	264	1,582	4,158	2,576	62.0%	8,317
Transport Assets		11,434	20,458	20,458	948	5,688	10,229	4,541	44.4%	20,458
Transport Assets		11,434	20,458	20,458	948	5,688	10,229	4,541	44.4%	20,458
Total Depreciation	1	557,352	543,500	543,500	46,229	277,372	271,750	(5,622)	-2.1%	543,500

Table SC13e below details the capital expenditure on upgrading of existing assets by asset class.

MP326 City of Mbombela - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - Mid-Year Assessment										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class										
Infrastructure		89,774	250,839	218,397	19,178	110,132	111,279	1,147	1.0%	218,397
Roads Infrastructure		62,482	204,525	179,370	6,117	91,905	87,505	(4,400)	-5.0%	179,370
Roads		62,482	204,525	176,370	6,117	91,905	86,755	(5,150)	-5.9%	176,370
Road Structures		-	-	3,000	-	-	750	750	100.0%	3,000
Electrical Infrastructure		11,742	18,758	9,300	8,515	10,226	4,650	(5,576)	-119.9%	9,300
Power Plants								-		
HV Substations		11,742	18,758	9,300	8,515	10,226	4,650	(5,576)	-119.9%	9,300
Water Supply Infrastructure		10,410	15,057	18,895	3,678	7,133	10,257	3,124	30.5%	18,895
Pump Stations		10,410	-	-	-	-	-	-		-
Water Treatment Works		-	-	-	-	-	-	-		-
Bulk Mains		-	15,057	15,655	3,678	4,601	8,661	4,060	46.9%	15,655
Distribution		-	-	3,240	-	2,532	1,596	(936)	-58.6%	3,240
Sanitation Infrastructure		5,141	1,000	4,332	868	868	3,832	2,964	77.4%	4,332
Pump Station		5,141	-	982	-	-	393	393	100.0%	982
Outfall Sewers		-	1,000	3,350	868	868	3,439	2,571	74.8%	3,350
Solid Waste Infrastructure		-	11,500	6,500	-	-	5,036	5,036	100.0%	6,500
Landfill Sites		-	10,000	5,000	-	-	4,286	4,286	100.0%	5,000
Waste Transfer Stations		-	1,500	1,500	-	-	750	750	100.0%	1,500
Community Assets		(0)	12,600	12,046	-	-	6,096	6,096	100.0%	12,046
Community Facilities		-	1,500	2,750	-	-	1,375	1,375	100.0%	2,750
Halls								-		
Centres		-	1,500	750	-	-	375	375	100.0%	750
Public Ablution Facilities		-	-	2,000	-	-	1,000	1,000	100.0%	2,000
Sport and Recreation Facilities		(0)	11,100	9,296	-	-	4,721	4,721	100.0%	9,296
Indoor Facilities								-		
Outdoor Facilities		(0)	11,100	9,296	-	-	4,721	4,721	100.0%	9,296
Capital Spares								-		
Other assets		-	-	1,000	-	-	500	500	100.0%	1,000
Operational Buildings		-	-	1,000	-	-	500	500	100.0%	1,000
Municipal Offices		-	-	1,000	-	-	500	500	100.0%	1,000
Total Capital Expenditure on upgrading	1	89,774	263,439	231,443	19,178	110,132	117,875	7,743	6.6%	231,443

3. MUNICIPAL MANAGERS' QUALITY CERTIFICATION

I, Mr Wiseman Khumalo City Manager of the City of Mbombela, hereby certify that the **mid -year** budget performance statement report or **second quarter** period ended 31 December 2023 and supporting documentation has been prepared in accordance with the requirements of the Municipal Finance Management Act and the regulations made under the Act.



WJ KHUMALO
CITY MANAGER



MID-YEAR PERFORMANCE REPORT

**2023-2024
FINANCIAL YEAR**

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1. ACRONYMS AND ABBREVIATIONS

ABBREVIATION	ACRONYMS
CFO	Chief Financial Officer
CM	City Manager
GM	General Manager
ICT	Information Communication and Technology
IDP	Integrated Development Plan
KPA	Key Performance Area
KPI	Key Performance Indicator
MMC	Member of the Mayoral Committee
PIU	Project Implementation Unit
RPL	Recognition of Prior Learning
SDBIP	Service Delivery and Budget Implementation Plan
WWTW	Waste Water Treatment works

2. SUMMARY OF INSTITUTIONAL PERFORMANCE PER KPA

Department	Total Planned Targets	Planned Percentage	Total Targets Achieved	Achieved Percentage	Total Targets Not Achieved	Not Achieved Percentage
SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT	51	100%	22	43%	29	57%
LOCAL ECONOMIC DEVELOPMENT	8	100%	3	36%	5	64%
INSTITUTIONAL DEVELOPMENT AND TRANSFORMATION	11	100%	6	55%	5	45%
PUBLIC PARTICIPATION AND GOOD GOVERNANCE	6	100%	6	100%	0	0%
FINANCIAL VIABILITY AND MANAGEMENT	5	100%	4	80%	1	20%
Total	81	100%	41	51%	40	49%

The overall performance recorded during the 2023/2024 Mid -Year performance reveals **51% (41 out of 81 targets)** achievement which is an average performance. The challenges and action plans for the non- achievement have been outlined in the departmental performance reports below.

2.1 KEY PERFORMANCE AREA: SERVICE DELIVERY AND INFRASTRUCTURE DEVELOPMENT

Mid-Year Performance is summarised as follows:

Department/Unit	Total number of targets	Number of achieved targets (100% success)	Number of targets not achieved
Service Delivery and Infrastructure Development	51	22	29
Percentage	100%	43%	57%

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
Development Objective: To provide infrastructure and sustainable basic services																
Development Priority: Water Supply																
22/23-MLM010	Agnes Mine Package Plant & Truck Filling Point (Phase 1)	Umjindi	41	R1 500 000	Design Report	Number of package plant constructed	1 package plant constructed	Completion Certificate	1 package plant constructed	R1 500 000	R0	No	0 package plant constructed	Project on hold due to non-payment	Engage the GM and CFO to fast track the payment	
						Number of truck filling point constructed	1 truck filling point constructed		1 truck filling point	R1 500 000	R0	No	0 truck filling point	Project on hold due to non-payment	Engage the GM and CFO to fast track the payment	

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
22/23-MLM042	Nsikazi North water reticulation Phase 3	Nsikazi North	1,3,5,6,7,8,9,25	R13 000 000	Design Report	Meters of water reticulation constructed	13 863m of water reticulation constructed	Completion Certificate	2080m of water reticulation constructed	R2 000 000	R0	No		0 m of water reticulation constructed	Delay in procurement processes	Contractor appointed and site established. Contractor developed acceleration plan
22/23-MLM043	Nsikazi South Water Reticulation – Phase 3	Nsikazi South	2,4,22,26,33,40	R13 000 000	Design Report	meters of water reticulation constructed	7066 m of water reticulation constructed	Completion Certificate	1060 m of water reticulation constructed	R2 000 000	R0	No		0 m of water reticulation constructed	Delay in procurement processes	Fasttrack appointment of service provider. Target will be revised during the revision of the SDBIP
20/21-MLM272	Augmentation of Nsikazi South Water Supply Scheme from	Karino	18	R22 156 132	0%	% of 22.5km bulk pipe line Water Supply Scheme from Karino	40% of 22.5km bulk pipe line Water Supply Scheme from Karino	Progress report	20% of 22.5km bulk pipe line Water Supply Scheme from Karino	R15 000 000	R0	No		15% of 22.5km bulk pipe line Water Supply Scheme from	Target not achieved due to cashflow challenges	Engage the GM and CFO to fast track the payment

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Karino Bulk Water Scheme Phase 2					Bulk Water	Bulk Water		Bulk Water					Karino Bulk Water		
Development Priority: Sanitation																
22/23-MLM050	Refurbishment & Upgrade Rock Drift WWTW	Rocky's Drift	14	R20 000 000	30% Completed	% of Rocky's Drift WWTW refurbished	70% of Rocky's Drift WWTW refurbished	Progress Report	50% Rocky's Drift WWTW refurbished	R5 000 000	R2 079 434	No		35% Rocky's Drift WWTW refurbished	Delay due to heavy rains and community protest	Community issues were resolved and target to be achieved in the 4 th quarter
22/23-MLM054	construction of Emoyeni Bulk Outfall Sewer	Emoyeni	26	R5 049 672	0	km of bulk line outfall sewer constructed	2.80km of bulk line outfall sewer constructed	Completion certificate	0.8km of bulk line outfall sewer constructed	R1 049 672	R0	No		0 km of bulk line outfall sewer constructed	Delay in procurement processes	Contractor appointed and site established. Contractor developed acceleration plan

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
22/23-MLM069	Entokozweni Sewer Reticulation	Entokozweni	19	R10 000 000	90%	% of Entokozweni sewer reticulation constructed	100% of Entokozweni Sewer reticulation constructed	Completion certificate	100% of Entokozweni Sewer reticulation constructed	R10 000 000	R0	No		95% of Entokozweni Sewer reticulation constructed	Community unrest, additional work and approval of EIA on outfall sewer	Contractor to revise work programme. Target will be achieved in the 3rd quarter
Development Priority: Electricity Supply & Management																
22/23-MLM173	Installation of Highmast in various wards	Various wards	Various wards	R12 400 000	219	Number of Highmast lights installed	20 Highmast lights installed	Completion certificate	20 Highmast lights installed	R12 400 000	R41 947 186	Yes		40 Highmast lights installed	Additional 40 Highmast lights installed due to MIG allocation that increased. Materials for 20 Highmast lights procured and work in progress	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
Development Priority: Roads Infrastructure Development and Storm Water																
Programme / Project: Construction of Roads Programme																
22/23-MLM118	Paving of Inyoka street - Thulane Section	Matsulu	13	R5 00 000	23%	% of 1.3km of Inyoka street - Thulane section constructed	100% of 1.3km of Inyoka street - Thulane section constructed	Completion certificate	75% of 1.3km of Inyoka street - Thulane section constructed	R 2 000 000	R6 930 264	Yes		85% of 1.3km of Inyoka street - Thulane section constructed	Contractor added more resources	N/A
22/23-MLM144	Construction of Mosa Road-Makoko	Makoko	34	R10 000 000	60%	% of 1.8km of Mosa road constructed	100% of 1.8km of Mosa road constructed	Completion certificate	100% of 1.8km of Mosa road constructed	R10 000 000	R7 478 578	Yes		100% of 1.8km of Mosa road constructed	N/A	N/A
22/23-MLM151	Construction of Pholani to Maseko Street	Daantjie	23	R9 000 000	0%	% of 1.4km of Pholani to Maseko Street constructed	100% of 1.4km of Pholani to Maseko Street constructed	Completion certificate	50% of 1.4km of Pholani to Maseko Street constructed	R5 000 000	R0	Yes		60% of 1.4km of Pholani to Maseko Street	Contractor added more resources	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
														constructed		
22/23-MLM161	Construction of Nkululeko Circuit Road in Matsulu	Matsulu	27	R8 000 000	40%	% of 1.4km of Nkululeko Circuit road constructed	100% of 1.4km of Nkululeko Circuit road constructed	Completion certificate	80% of 1.4km of Nkululeko Circuit Road constructed	R6 000 000	R6 737 763	Yes		95% of 1.4km of Nkululeko Circuit Road constructed	Contractor added more resources	N/A
23/24-MLM247	Construction of road from Clinic-RDP route at Shabalala Ward 25	Shabalala	25	R2 000 000	0%	% of 2.5km of Clinic-RDP route at Shabalala constructed	15% of 2.5km of Clinic-RDP route at Shabalala constructed	Progress report	5% of 2.5km of Clinic-RDP route at Shabalala constructed	R666 667	R2 687 808	No		0% of 2.5km of Clinic-RDP route at Shabalala constructed	Delays in procurement processes. Expenditure incurred for professional fees	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP
23/24-MLM270	Construction of Masinga to Entokozweni	Entokozweni	22	R4 000 000	0%	% of 1.7km of Masinga to Entokozweni road	70% of 1.7km of Masinga to Entokozweni road	Progress Report	35% of 1.7km of Masinga to Entokozweni	R2 000 000	R3 141 497	No		0% of 1.7km of Masinga to Entokoz	Delays in procurement processes. Expenditure incurred	Fasttrack procurement processes. Target will be revised

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Road-Phase 2					constructed	constructed		road constructed					weni road constructed	for professional fees	during the revision of the SDBIP
Programme / Project: Upgrading of Roads Programme																
22/23-MLM093	Upgrading of Kamadakwa Ndlovu Ring Road	Kamadakwa Ndlovu	41	R2 000 000	0%	% of 4.1km of Kamadakwa Ndlovu ring road upgraded	60% of 4.1km of Kamadakwa Ndlovu ring road upgraded	Progress Report	10% of 4.1km of Kamadakwa Ndlovu ring road upgraded	R500 000	R1 952 508	No		0% of 4.1km of Kamadakwa Ndlovu ring road upgraded	Delays in procurement processes. Expenditure incurred for professional fees	The project will be readvertised. Target will be revised during the revision of the SDBIP
22/23-MLM094	Paving of Goromane to kaMabuzza (via Tfolinhlanhla) at Shabalala Ward 1	Shabalala	1	R2 000 000	0%	% of 4.4 km of Goromane to kaMabuzza upgraded	15% of 4.4 km of Goromane to kaMabuzza upgraded	Progress report	5% of 4.4km of Goromane to kaMabuzza upgraded	R666 667	R0	No		0% of 4.4km of Goromane to kaMabuzza upgraded	Delays in procurement processes	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP

IDP Numb er	Project Descrip tion	Locatio n	Ward	2023/20 24 Budget	Baseline	Key Perform ance Indicator	2023/20 24 Annual Target	Means of verifica tion	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual perfor mance for the Mid- Year	Reasons for non- achieveme nt and variance (deviations)	State plans to address non- achievem ent and timefram es
												Yes	No			
22/23- MLM1 07	Mount ain view Road upgrad e	Matsulu	28	R4 000 000	80%	% of 1.935km of Mountai n view road upgrade d	100% of 1.935km of Mountai n view road upgrade d	Comple tion certifica te	100% of 1.935km of Mountai n view road upgrade d	R4 000 000	R2 143 106	Yes		100% of 1.935k m of Mounta in view road upgrad ed	N/A	N/A
22/23- MLM1 16	Upgradi ng of kaMab uza Halfwa y to Bhuga Cemete ry	Bhuga	35	R10 000 000	70%	% of 3.6km of kaMabuz a Halfway Road upgrade d	100% of 3.6km of kaMabuz a Halfway Road upgrade d	Comple tion certifica te	100% of 3.6km of kaMabuz a Halfway Road construc ted	R 10 000 000	R7 622 778	Yes		100% of 3.6km of kaMabu za Halfway Road constru cted	N/A	N/A
22/23- MLM1 20	Upgradi ng of Marubi to Zwane Market Road	Nkome ni	2	R10 000 000	30%	% of 0.45km of Mamrubi to Zwane road upgrade d	100% of 0.45km of Mamrubi to Zwane road upgrade d	Comple tion Certific ate	80% of 0.45km of Mamrubi to Zwane road construc ted	R6 000 000	R7 697 716	Yes		100% of 0.45km of Mamru bi to Zwane road constru cted	N/A	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
22/23-MLM136	Upgrade Penny whistle Street-Kanyamazane	Kanyamazane	20	R2 000 00	0%	% of 2.7 km of Pennywhistle Street upgraded	15% of 2.7km of Pennywhistle Street Upgraded	Progress report	5% of 2.7km of Pennywhistle Street upgraded	R666 667	R4 044 376	No		0% of 2.7km of Pennywhistle Street upgraded	Delays due to procurement processes. Expenditure was for Consultancy work	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP
22/23-MLM138	Upgrade Chakaza School Via Slinda Road	Chakaza School	36	R2 000 000	0%	% of 1.3km of Slinda road upgraded	60% of 1.3km of Slinda road upgraded	Progress Reports	10% of 1.3km of Slinda road upgraded	R500 000	R1 900 233	No		0% of 1.3km of Slinda road upgraded	Delays due to procurement processes. Expenditure was for Consultancy work	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP
22/23-MLM142	Upgrading of Sakhele Cafe Road	Malekutu	37	R2 000 000	0%	% of 2.4km of Sakhele Cafe road upgraded	60% of 2.4km of Sakhele Cafe road upgraded	Progress Reports	10% of 2.4km of Sakhele Cafe road upgraded	R500 000	R1 900 008	No		0 % of 2.4km of Sakhele Cafe road upgraded	Delays due to procurement processes. Expenditure was for Consultancy work	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP

IDP Numb er	Project Descrip tion	Locatio n	Ward	2023/20 24 Budget	Baseline	Key Perform ance Indicator	2023/20 24 Annual Target	Means of verifica tion	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual perfor mance for the Mid- Year	Reasons for non- achieveme nt and variance (deviations)	State plans to address non- achievem ent and timefram es
												Yes	No			
22/23- MLM1 46	Upgradi ng of Mzama ni Road	Kanyam azane	21	R2 000 000	0%	% of 2km of Mzamani road upgrade d	100% of 2km of Mzamani road upgrade d	Comple tion certifica te	40% of 2km of Mzamani road upgrade d	R1 000 000	R538 942	No		0% of 2km of Mzama ni road upgrad ed	Delays in procureme nt processes. Expenditur e was for Consultanc y work	Fasttrack procurem ent processes. Target will be revised during the revision of the SDBIP
Programme / Project: Construction of Bus Routes Programme																
22/23- MLM0 90	Matsaf eni Kaapsh ehoop bus route ward 14	Matsafe ni	14	R5 000 000	0%	% of 6.28km of Matsafe ni Kaapshe hoop bus route construc ted	50% of 6.28km of Matsafe ni Kaapshe hoop bus route construc ted	Progres s report	20% of 6.28km of Matsafe ni Kaapshe hoop bus route construc ted	R2 500 000	R4 098 390	No		0% of 6.28km of Matsaf eni Kaapsh ehoop bus route constru cted	Delays due to procuremen t processes. Expenditur e was for Consultanc y work	Awaiting finalizatio n of the objection period.
22/23- MLM1 12	Paving of road from Shaban gu street-	Clau- Clau	11	R6 000 000	80%	% of 1.8km of road from Shabang u street-	100 % of 1.8km of road from Shabang u street-	Comple tion Certific ate	100 % of 1.8km of road from Shabang u street-	R6 000 000	R5 374 684	Yes		100 % of 1.8km of road from	N/A	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Clau-Clau Clinic, Mgwab aratsane bus route via Ngobeni road & Vilakazi road via Magamusini to Mwayi supermarket					Clau-Clau Clinic, Mgwab ratsane bus route via Ngobeni road & Vilakazi road via Magamusini to Mwayi supermarket constructed	Clau-Clau Clinic, Mgwab ratsane bus route via Ngobeni road & Vilakazi road via Magamusini to Mwayi supermarket constructed		Clau-Clau Clinic, Mgwab ratsane bus route via Ngobeni road & Vilakazi road via Magamusini to Mwayi supermarket constructed					Shabangu street-Clau-Clau Clinic, Mgwab aratsane bus route via Ngobeni road & Vilakazi road via Magamusini to Mwayi supermarket constructed		
22/23-MLM121	Upgrading of Nkome ni to Woboka Road	Nkome ni	2	R10 000 000	50%	% of 1.8Km of Nkome ni to Woboka bus	100% of 1.8Km of Nkome ni to Woboka bus	Completion Certificate	85% of 1.8Km of Nkome ni to Woboka bus	R8 000 000	R11 299 059	Yes		91% of 1.8Km of Nkome ni to	Contractor added more resources	N/A

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
						route upgraded	route upgraded		route upgraded					Woboka bus route upgraded	to the project	
22/23-MLM122	Nkome ni to Thembi sa Road	Nkome ni	2	R10 000 000	0%	% of 1.5km of Nkome ni to Thembi sa bus route constructed	70% of 1.5km of Nkome ni to Thembi sa bus route constructed	Progress Report	35% of 1.5km of Nkome ni to Thembi sa bus route constructed	R6 000 000	R0	No		0% of 1.5km of Nkome ni to Thembi sa bus route constructed	Delays in procurement processes.	The project will be readvertised. Target will be revised during the revision of the SDBIP
22/23-MLM123	Upgrading of Alice to Gudlani Road (Zwelisha)	Zwelisha	2	R10 000 000	60%	% of 1.3km of Alice Gudlani bus route constructed	100% of 1.3km of Alice Gudlani bus route constructed	Completion Certificate	100% of 1.3km of Alice Gudlani bus route upgraded	R10 000 000	R6 904 169	Yes		100% of 1.3km of Alice Gudlani bus route upgraded	N/A	N/A
22/23-MLM124	Construction of Nkambule Mkheyi	Msogwaba	22	R7 000 000	80%	% of 4.7km of Nkambule Mkheyi Bus route	100% of 4.7km of Nkambule Mkheyi Bus route	Completion Certificate	90% of 4.7km of Nkambule Mkheyi Bus route	R5 000 000	R3 580 615	No		85% of 4.7km of Nkambule	Delays in delivery of materials	Fast track the delivery of materials.

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Bus route					constructed	constructed		constructed					Mkheyi Bus route constructed		Target will be achieved in the 4 th quarter
22/23-MLM125	Construction of Zamokuhle Bus Route	Msogwaba	23	R10 000 000	30%	% of 1.6km of Zamokuhle bus route constructed	100% of 1.6km of Zamokuhle bus route constructed	Completion Certificate	90% of 1.6km of Zamokuhle bus route constructed	R6 000 000	R10 212 099	Yes		100% of 1.6km of Zamokuhle bus route constructed	N/A	N/A
Programme / Project: Construction of Pedestrian/ Food Bridges Programme																
22/23-MLM073	Construction of Mganduzweni Pedestrian Bridge	Mganduzweni	9	R3 901 492	50%	% of Mganduzweni Pedestrian bridge constructed	100 % of Mganduzweni Pedestrian bridge constructed	Completion certificate	100% of Mganduzweni Pedestrian bridge constructed	R3 901 492	R3 107 403	Yes		100% of Mganduzweni Pedestrian bridge constructed	N/A	N/A
22/23-MLM075	Nyongane/RDP Section pedestrian bridge	Nyongane	39	R4 000 000	0%	% of Nyongane/RDP Section pedestrian	100% of Nyongane/RDP Section pedestrian	Completion certificate	60% of Nyongane/RDP Section pedestrian	R3 000 000	R0	No		0% of Nyongane/RDP Section pedestrian	Delays in procurement processes	Procurement processes completed. Contracto

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
						bridge constructed	bridge constructed		bridge constructed					bridge constructed		r to revise construction program to catch up with lost time
22/23-MLM080	Construction of Siligane Pedestrian Bridge	Siligane	35	R4 000 000	0%	% of Siligane pedestrian bridge constructed	15 % of Siligane pedestrian bridge constructed	Completion certificate	5% of Siligane pedestrian bridge constructed	R2 000 000	R0	No		0% of Siligane pedestrian bridge constructed	Delays in procurement processes	Fasttrack procurement processes. Target will be revised during the revision of the SDBIP
22/23-MLM109	Construction of Elandshoek N4 Connection access road	Elandshoek	12	R10 000 000	50%	% of Elandshoek N4 Connection access bridge constructed	100% of Elandshoek N4 Connection access bridge constructed	Completion certificate	80% of Elandshoek N4 Connection access road constructed	R7 000 000	R9 391 911	Yes		80% of Elandshoek N4 Connection access road constructed	N/A	N/A
22/23-MLM132	Construction of Khulani Pedestrian Bridge	Jerusalem	8	R4 000 000	30%	% of Khulani pedestrian bridge	100 % of Khulani pedestrian bridge	Completion certificate	100% of Khulani pedestrian bridge	R4 000 000	R3 358 822	Yes		100% of Khulani pedestrian bridge	N/A	N/A

IDP Numb er	Project Descrip tion	Locatio n	Ward	2023/20 24 Budget	Baseline	Key Perform ance Indicator	2023/20 24 Annual Target	Means of verifica tion	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual perfor mance for the Mid- Year	Reasons for non-achieveme nt and variance (deviations)	State plans to address non-achievem ent and timefram es
												Yes	No			
	in Jerusale m					construc ted	construc ted		construc ted					constru cted		
Programme / Project: Resealing of Road Programme																
RSW0 01	Reseali ng of Roads	Various Wards	Various Wards	R8 257 950	0	Square meters (m²) of tar roads resealed	13 763 m² of tar roads resealed	Comple tion Certificate	6 881m² of tar roads resealed	R4 128 975	R0	No		0m² of tar roads reseale d	Target not achieved due to reprioritiza tion of funds. Due to heavy rains, patching of potholes was reprioritize d	Target will be revised during the revision of the SDBIP
Programme / Project: Maintenance of Stormwater																
RSW0 03	Repair Of Stormw ater Drainag e System	Various Wards	Various Wards	R3 888 000	0	% of Stormwa ter Drainage System repaired	100% of Stormwa ter Drainage System repaired	Comple tion Certificate	100% of Stormwa ter Drainage System repaired	R3 888 000	R375 48 6	No		9% of Stormw ater Drainag e System repaire d	Delays in procureme nt processes	Fast track procurem ent processes. Target will be revised during the revision of the SDBIP
Development Priority: Community Development																

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
22/23-MLM210	Construction of Jerusalem Community Hall	Jerusalem	8	R8 077 646	60%	% of Jerusalem community Hall constructed	100% of Jerusalem community Hall constructed	Completion certificate	95% of Jerusalem community Hall constructed	R5 000 000	R7 874 357	Yes		100% of Jerusalem community Hall constructed	N/A	N/A
22/23-MLM216	Upgrading of sports facility next to KaMhol a primary school	Kamhol a	44	R2 500 000	0%	% of sports facility upgraded	100% of sports facility upgraded	Completion certificate	10% of sports facility upgraded	R250 000	R0	No		0% of sports facility upgraded	Delays in procurement processes	Fast track procurement processes. Target will be revised during the revision of the SDBIP
22/23-MLM219	Construction of a sport field at Hillsvie w	Hillsvie w	38	R1 500 000	0%	% of sports field constructed	100% of sports field constructed	Completion certificate	10% of sports field constructed	R150 000	R0	No		0% of sports field constructed	Delays in procurement processes	Fast track procurement processes. Target will be revised during the revision of the SDBIP

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
23/24-MLM310	Renovation of Sports ground	Zwelisha	4	R3 000 000	0%	% of sports grounds renovated	100% of sports grounds renovated	Completion certificate	10% of sports grounds renovated	R300 000	R0	No		0% of sports grounds renovated	Delays in procurement processes	Fast track procurement processes. Target will be revised during the revision of the SDBIP
Development Priority: Waste and Environmental Management																
Programme / Project: Waste Collection Services Programme																
SWM003	Waste Collections	Mbombela, White River, Kabokweni, Kanyamazane, Matsulu, Barberton	1,13,14,15,16,17,18,19,20,21,22,27,28,30,33,37,38,41, 42, 43,44,45	R0	334	Number of New additional formalised dwellings with access to weekly waste removal services	60 New additional formalised dwellings with access to weekly waste removal services	Report	30 New additional formalised dwellings with access to weekly waste removal services	R0	R0	Yes		100 New additional formalised dwellings with access to weekly waste removal services	Demand driven	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
Development Priority: Public Safety																
23/24-MLM304	Disaster Equipment	Institutional	Institutional	R1 000 000	0	Number of equipment's procured	1252 equipment's procured	Tax invoice	626 equipment's procured	R500 000	R0	No		0 equipment's procured	None responsive Bids	Tender re-advertised. Target will be revised during the revision of the SDBIP
Programme / Project: Municipal Law Enforcement Programmes																
MLSS002	Municipal Law Enforcement	Institutional	Institutional	R0	20	Number of Municipal law enforcement operations conducted	28 Municipal law enforcement operations conducted	Report	14 Municipal law enforcement operations conducted	R0	R0	Yes		14 Municipal law enforcement operations conducted	N/A	N/A
Programme / Project: Traffic Law Enforcement Programmes																
LTS001	Enhancement of traffic law enforcement	Institutional	Institutional	R0	75	Number of road blocks conducted for traffic law	100 roadblocks conducted for Traffic Law	Report	50 roadblocks conducted for Traffic Law	R0	R0	Yes		59 roadblocks conducted for Traffic Law	Demand driven	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
						enforcement	Enforcement		Enforcement					Enforcement		
Development Priority: Rural Development																
Programme / Project: Support of Cooperatives Programmes																
RTA001	Smmes /Cooperatives Supported	Institutional	Institutional	R380 700	0	Number of Rural SMMES/ Cooperatives supported	10 Rural SMMES/ Cooperatives supported	Report	5 Rural SMMES/ Cooperatives supported	R190 350	R0	No		0 Rural SMMES /Cooperatives supported	Budget reprioritised for other projects	The target will be revised during the review of the SDBIP SDBIP Review
RTA002	Support For Rural Co-Operative	Institutional	Institutional	R162 000	0	Number of Rural Cooperative supported	4 Rural Cooperative supported	Report	4 Rural Cooperative supported	R162 000	R28 700	Yes		4 Rural Cooperative Supported	N/A	N/A
RTA003	Small Scale Farmer Support Programme	Institutional	Institutional	R455 000	0	Number of Small-Scale famers supported	12 Small Scale famers supported	Report	6 Small-Scale famers supported	R227 500	R199 616	Yes		16 Small Scale farmers supported	Demand driven	N/A
RTA004	Boreholes	Institutional	31,35,34,22	R1000 000	0	Number of	4 boreholes drilled	Completion	1 borehole drilled	R250 000	R0	No		0 borehole drilled	Delays in procurement	Fast track procurement

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for the Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Programmes					boreholes drilled		certificate							nt processes	processes. Target will be revised during the revision of the SDBIP
RTA005	Refurbishment of piggery houses	Institutional	Institutional	R500 000	0	Number of Piggery Houses refurbished	2 Piggery Houses refurbished	Completion certificate	1 Piggery House refurbished	R250 000	R0	No		0 Piggery House refurbished	Delays in procurement processes	Fast track procurement processes. Target will be revised during the revision of the SDBIP

2.2 KEY PERFORMANCE AREA: LOCAL ECONOMIC DEVELOPMENT

Mid-Year Performance is summarised as follows:

Department/Unit	Total number of targets	Number of achieved targets (100% success)	Number of targets not achieved
Local Economic Development	8	3	5
Percentage	100%	36%	64%

IDP Numb er	Project Descrip tion	Locatio n	Ward	2023/2 024 Budget	Baseline	Key Perform ance Indicator	2023/20 24 Annual Target	Means of verificati on	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual perfor mance for Mid- Year	Reasons for non-achievem ent and variance (deviatio ns)	State plans to address non-achieveme nt and timeframes
												Yes	No			
Development Objective: To initiate a strong and sustainable economic development																
Development Priority: Economic Development																
LED00 8	SMMES /Coope ratives Support	Instituti onal	Instituti onal	R380 700	0	Number of SMMES/ Coopera tives supporte d with material /equipm ent	12 SMMES/ Cooperat ives supporte d with material/ equipme nt	Hand over Report	6 SMMES /Cooper atives support ed with materia l/equip ment	R190 350	R180 400	No		0 SMMES /Coope ratives support ed with materia l/equip ment	Delays in procurem ent processes	Service Provider appointed, order issued and target will be achieved in the 3 rd quarter
LED00 9	Informa l Trade Trolley	Instituti onal	Instituti onal	R405 000	0	Number of Informal Trade trollies renovate d	40 Informal Trade trollies renovate d	Report	20 Informa l Trade trollies renovat ed	R200 000	R130 000	Yes		20 Informa l Trade trollies renovat ed	N/A	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
LED013	Township Economy	Institutional	Institutional	R1 837 000	0	Number of Township Enterprises developed/supported	24 Township Enterprises developed/supported	Report	12 Township Enterprises developed/supported	R918 500	R0	No		0 Township Enterprises developed/supported	Delay in procurement processes	Fast track signing of procurement certificate. The target will be revised during the revision of the SDBIP
LED016	FLEA Market	Institutional	Institutional	R800 000	0	Number of Flea markets conducted	4 Flea markets conducted	Report	1 Flea markets conducted	R400 000	R177810	Yes		1 Flea Market Conducted	N/A	N/A
LED018	Issuing of informal Trade permits	Institutional	Institutional	R0	0	Number of informal trade permits issued	200 informal trade permits issued	Report	100 informal trade permits issued	R0	R0	Yes		100 Informal Trade permits issued	N/A	N/A
LED022	Guesthouse Support Programme	Institutional	Institutional	R910 000	4	Number of guesthouses supported	10 guesthouses supported	Report	5 guesthouses supported	R455 000	R0	No		0 guesthouses supported	Delays in identifying the guesthouses	Fast track identification process. Target will be achieved the 4th quarter
LED027	Support for	Institutional	Institutional	R500 000	0	Number of Local	3 Local Tourism	Report	3 Local Tourism	R500 000	R0	No		0 Local Tourism	Target not	Target will be revised

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
	Business Chambers					Tourism Operators supported	Operators supported		Operators supported					Operators supported	achieved due to cashflow challenges	during the revision of the SDBIP
					0	Number of Business Chambers supported	3 Business Chambers supported	Report	3 Business Chambers supported		R0	No		0 Business Chambers supported	Target not achieved due to cashflow challenges	Target will be revised during the revision of the SDBIP

2.3 KEY PERFORMANCE AREA: INSTITUTIONAL DEVELOPMENT AND TRANSFORMATION

Mid-Year Performance is summarised as follows:

Department/Unit	Total number of targets	Number of achieved targets (100% success)	Number of targets not achieved
Institutional Development and Transformation	11	6	5
Percentage	100%	55%	45%

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
Development Objective: To build a strong good governance and institutional development																
Development Priority: Good Governance and Public Participation																
Programme / Project: Human Resource Development Programme																
PMS001	Qualification Audit	Institutional	Institutional	R0	200	Number of Certificates verified	200 Certificates verified	Report	100 Certificates verified	R0	R106 682	Yes		283 certificates Audited	Demand driven	N/A
PMS002	Recognition of Prior Learning	Institutional	Institutional	R573 480	100	Number of Learners assessed for RPL	100 Learners assessed for RPL	Attendance register	50 Learners assessed for RPL	R286 740	R0	No		0 Learners assessed for RPL	Delays due to the finalisation of panel for service providers	Fasttrack appointment of service provider panels. Target will be revised during the

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
																revision of the SDBIP
PMS003	Entry Level Management Supervisor Training	Institutional	Institutional	R0	0	Number of Supervisors and Managers trained	100 Supervisors and Managers trained	Attendance register	50 Supervisors and Managers trained	R0	R0	No		0 Supervisors and Managers trained	Delays due to the finalisation of panel for service providers	Fasttrack appointment of service provider panels. Target will be revised during the revision of the SDBIP
PMS005	Councillors Training Programmes	Institutional	Institutional	R0	90	Number of Councillors trained	90 Councillors trained	Attendance register	44 Councillors trained	R0	R0	No		4 Councillors trained	Delays due to the finalisation of panel for service providers	Fasttrack appointment of service provider panels. Target will be revised during the revision of the SDBIP
Programme / Project: Employee Wellness Programs																

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
OHS001	Wellness interventions	Institutional	Institutional	R408 240	4	Number of wellness events conducted	4 wellness events conducted	Attendance register	2 wellness events conducted	R40 850	R0	Yes		2 wellness events conducted	N/A	N/A
OHS002	Implementation of Wellness Programme	Institutional	Institutional	R0	100%	% of employees and councillors requiring EAP assisted	100 % of employees and councillors requiring EAP assisted	Referral List	100 % of employees and councillors requiring EAP assisted	R0	R143 476	Yes		100 % of employees and councillors requiring EAP assisted	N/A	N/A
OHS003	Medical Practitioner for Occupational Health 24 Months	Institutional	Institutional	R309 582	100%	% of employees and councillors in need of medical assessments assisted	100 % of employees and councillors in need of medical assessments assisted	Report	100% of employees and councillors in need of medical assessments assisted	R154 791	R53 666	Yes		100 % of employees and councillors in need of medical assessments assisted To Count actual number	N/A	N/A

IDP Numb er	Project Descripti on	Location	Ward	2023/20 24 Budget	Baseline	Key Performa nce Indicator	2023/20 24 Annual Target	Means of verifica tion	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual perfor mance for Mid- Year	Reasons for non-achieve ment and variance (deviatio ns)	State plans to address non-achievem ent and timefram es
												Yes	No			
Programme / Project: Facilities Management																
22/23 - MLM2 45	Installatio n of Aircons	Instituti onal	Instituti onal	R1 500 000	60	Number of Aircons installed	60 Aircons installed	Comple tion Certificate	30 Aircons installed	R750 000	R0	No		0 Aircons installe d	Emergen cy work perform ed at server ITC room	Awaiting issuing of Purchase order. Target will be revised during the revision of the SDBIP
Programme / Project: IT, Records Management and Archives																
22/23 - MLM2 41	New / Upgrade End User Equipme nt	Instituti onal	Instituti onal	R1 500 000	Redunda nt and outdate d End user equipme nt	% of New / Upgrade End User Equipmen t procured	100% of New / Upgrade End User Equipm ent procure d	Deliver y note	20% Of New / Upgrade End User Equipme nt procured	R 800 000	R1 542 006	Yes		20% Of New / Upgrad e End User Equipm ent procure d	N/A	N/A
22/23 - MLM2 42	New/Upg Server & Network Infrastruc ture	Instituti onal	Instituti onal	R2 000 000	Redunda nt and outdate d Server and network infrastru cture	% of New/Upg rade Server & Network Infrastruc ture procured	100% of New/Up grade Server & Network Infrastru cture	Deliver y note	20% of New/Up grade Server & Network Infrastru cture procured	R 487 800	R1 282 043	Yes		20% of New/U pgrade Server & Networ k Infrastr	N/A	N/A

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
							procured							ucture procure d		
22/23 - MLM243	Software	Institutional	Institutional	R1 300 000	Outdated software	% of new software procured	100% of new software procured	Software License	40% of new software procured	R 628 000	R240 000	No		18% of new software procured	Awaiting commissioning of the servers	Expedite the commissioning of servers. Target will be achieved in the 4 th quarter

2.4 KEY PERFORMANCE AREA: PUBLIC PARTICIPATION AND GOOD GOVERNANCE

Mid-Year Performance is summarised as follows:

Department/Unit	Total number of targets	Number of achieved targets (100% success)	Number of targets not achieved
Public Participation and Good Governance	6	6	0
Percentage	100%	100%	0%

IDP Numb er	Project Descripti on	Location	Ward	2023/20 24 Budget	Baseline	Key Perform ance Indicator	2023/20 24 Annual Target	Means of verifica tion	Mid- Year Planned Target	Mid- Year Planned Budget	Actual Budget Spent	Was the set target		Actual perfor mance for Mid- Year	Reasons for non-achieve ment and variance (deviatio ns)	State plans to address non-achieve ment and timefra mes
												Yes	No			
Development Objective: To build a strong good governance and institutional development																
Development Priority: Good governance and Public Participation																
Programme / Project: IDP Development and Review																
SP001	IDP develop ment & review	Institutio nal	Institutio nal	R0	1 (2022/2 3 financial year)	Number of IDP process plans submitte d to Council	1 IDP process plan submitte d to Council	Approv ed IDP process plan and Council Resoluti on	1 IDP process plan submitte d to Council	R0	R0	Yes		1 IDP process plan submitt ed to Council	N/A	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
					1 (2022/23 financial year)	Number of IDP consultative meetings held	14 IDP consultative meetings held	Attendance Registers	7 IDP consultative meetings held	R0	R0	Yes		7 IDP consultative meetings held	N/A	N/A
Programme / Project: Risk Mitigation Programmes																
ERM012	Review of the Fraud and Corruption Prevention and Detection Policy	Institutional	Institutional	R0	Approved Fraud and Corruption Prevention and Detection policy	Number of Fraud and Corruption Prevention and Detection policy updated and approved	1 Fraud and Corruption Prevention and Detection policy updated and approved	Fraud & Corruption Policy	1 Fraud and Corruption Prevention and Detection policy updated and approved	R0	R0	Yes		1 Fraud and Corruption Prevention and Detection policy updated and approved	N/A	N/A
Programme / Project: Internal Audit Programme																
IA004	Internal Audits	Institutional	Institutional	R0	12	Number of internal audits conducted	12 internal audits conducted	Audit Reports	6 internal audits conducted	R0	R0	Yes		6 internal audits conducted	N/A	N/A

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
IA005	Functional Audit Committee	Institutional	Institutional	R0	Approved 2022/23 (AC)	Number of Audit Committee charter reviewed and approved	1 Audit Committee charter reviewed and approved	Approved AC Charter	1 Audit Committee charter reviewed and approved	R0	R0	Yes		1 Audit Committee charter reviewed and approved	N/A	N/A
					4 audit committee meetings held	Number of audit committee meetings coordinated and held	4 audit committee meetings coordinated and held	Attendance Register	2 audit committee meetings coordinated and held	R0	R0	Yes		4 audit committee meetings coordinated and held	2 additional Special Audit Committee meeting were held.	N/A

2.5 KEY PERFORMANCE AREA: FINANCIAL VIABILITY AND MANAGEMENT

Mid-Year Performance is summarised as follows:

Department/Unit	Total number of targets	Number of achieved targets (100% success)	Number of targets not achieved
Financial Viability and Management	5	4	1
Percentage	100%	80%	20%

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
Development Objective: To ensure legally sound financial viability and management																
Development Priority: Financial Management and Viability																
FPB002	Compliance with MFMA in-year reporting framework	Institutional	Institutional	R0	12	Number of monthly budget performance reports submitted to the EM and NT	12 monthly budget performance reports submitted to the EM and NT	Proof of submission	6 monthly budget performance reports submitted to the EM and NT	R0	R0	Yes	6 monthly budget performance reports submitted to the EM and NT	N/A	N/A	

IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
FPB003	Compliance with s52 (d) MFMA in-year reporting framework	Institutional	Institutional	R0	4	Number of quarterly budget performance reports submitted to council	4 quarterly budget performance reports submitted to council	Council Resolution	2 quarterly budget performance reports submitted to council	R0	R0	Yes		2 quarterly budget performance reports submitted to council	N/A	N/A
AS004	Compilation of Annual Financial Statements (AFS) and audit process	Institutional	Institutional	R0	2021/2022 Annual financial statements	Number of GRAP Compliant AFS submitted to the Auditor General	One 2022/23 GRAP Compliant AFS submitted to the Auditor General	Acknowledgment of receipt by the Auditor General	One 2022/23 GRAP Compliant AFS submitted to the Auditor General	R0	R0	Yes		One 2022/23 GRAP Compliant AFS submitted to the Auditor General	N/A	N/A
Programme/ Project: Revenue Enhancement Programme																
RC001	Enhancement of revenue collection	Institutional	Institutional	R0	83%	% monthly average collection	90% monthly average collection	Debtor Payment Rate Report	90% monthly average collectio	R0	R0	Yes		91% monthly average collecti	N/A	N/A

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IDP Number	Project Description	Location	Ward	2023/2024 Budget	Baseline	Key Performance Indicator	2023/2024 Annual Target	Means of verification	Mid-Year Planned Target	Mid-Year Planned Budget	Actual Budget Spent	Was the set target achieved		Actual performance for Mid-Year	Reasons for non-achievement and variance (deviations)	State plans to address non-achievement and timeframes
												Yes	No			
						rate achieved	rate achieved		n rate achieved					on rate achieved		
RGE001	Enhancement of revenue generation measures	Institutional	Institutional	R0	95% monthly meter reading rate achieved	% monthly meter reading rate achieved	98% monthly meter reading rate achieved	Meter reading report	98% monthly meter reading rate achieved	R0	R0	No		95% monthly meter reading rate achieved	Target not achieved due to non-accessibility to some households due to festive holidays	N/A

3. PART 2: PROGRESS MADE IN RESOLVING PROBLEMS IDENTIFIED IN THE 2021/2022 ANNUAL REPORT

Audit Action Plans				+ Add Action Plan	
<div> Summary Matters Affecting Audit Report Other Important Matters </div>				<div> <div>Audit Opinion</div> <div>Unqualified with findings</div> </div>	
				<div> <div>Financial Year</div> <div>2021/2022</div> </div>	
Development	No of Findings				
	Matters Affecting Audit Report	Other Important Matters	Total		
Not Yet Started	0	0	0		
Under Development	0	0	0		
Developed - Management Approved	0	0	0		
Developed - CFO Approved	0	0	0		
Developed - Internal Auditor Approved	0	0	0		
Developed - Audit Committee Approved	0	0	0		
Developed - Council Approved	3	55	58		
Total	3	55	58		
Implementation					
Not Yet Started	0	0	0		
In Progress	0	0	0		
Completed	0	32	32		
Agreed Findings Addressed	3	23	26		
Total	3	55	58		
Findings also addressed in current year	0	12	12		

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Receivables from exchange transactions	Overstatement of Revenue and Debtors		1	Lulu Mabuza, Desmond Mavundla	30-Jun-2023	100%	Completed	31-Oct-2023
Receivables from exchange transactions	Overstatement of Revenue and Debtors - Classification		1	Raymond Magagula	30-Jun-2023	100%	Agreed Findings Addressed	03-Jul-2023
Rev from non-exch transactions: Government grants & subsidies	Overstatement of Revenue - Classification	782 609	1	Gugu Ngomane	30-Jun-2023	100%	Completed	07-Jul-2023
Unspent conditional grants and receipts	Conditional Grant duplicate transaction	10 732 600	1	Gugu Ngomane	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Rev from exch transactions: Income from agency services	Revenue Cut-Off	9 346 434	1	Sabelo Dlamini, Raymond Magagula	30-Jun-2023	100%	Agreed Findings Addressed	19-Jul-2023
Bids not adjudicated by properly constituted adjudication committee	Procurement and contract management: Expired bid validity period	25 354 544		Skhumbuzo Metiso, Eddie Mngwenya	30-Jun-2023	100%	Completed	07-Jul-2023
Suppliers' tax affairs not in order	Procurement and contract management: Disqualification of bidders based on tax compliance			Eddie Mngwenya, Skhumbuzo Metiso, Fana Shabangu	30-Jun-2023	100%	Agreed Findings Addressed	03-Jul-2023
Missing or incomplete information	Procurement and contract management: No evidence of evaluation performed on 30% mandatory requirement		1	Eddie Mngwenya, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	03-Jul-2023
Bid documentation did not stipulate minimum threshold for local production and content	Procurement and contract management: Non-compliance with requirements of Local content and production.			Eddie Mngwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Unacceptable tender	Procurement and contract management: Bid Specification: Evaluation on functionality		2	Eddie Mngwenya, Skhumbuzo	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
				Metiso, Fana Shabangu				
Competitive bidding not invited	Procurement and contract management: Public invitation for competitive bids			Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu	30-Jun-2023	100%	Completed	02-Aug-2023
Suppliers' tax affairs not in order	Procurement and contract management: Tax Clearance			Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	30-Jun-2023
Missing or incomplete information	Procurement and contract management: Preferential points calculations not submitted for audit			Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Invalid COIDA certificate of the winning bidder			Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Splitting of orders as a result of poor planning by the energy department	336 147		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Completed	02-Aug-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Invalid deviations from official procurement process - SCM reg. 32	Procurement and contract management: Deviations as a result of poor planning from the Energy Department	688 635		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Internal Control deficiency: PPR calculations not done	42 000		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Deviations not reported to council	173 492		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Deviations not disclosed in the AFS	173 492		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: Payments made exceed contract value	137 501 596		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Bid documentation did not stipulate minimum threshold for local production and content	Procurement and contract management: : Internal Control deficiency: Bidder who did not meet pre-qualifying criteria further evaluated for functionality	343 331		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Bids not adjudicated by properly constituted adjudication committee	Procurement and contract management: : Mandatory subcontracting for tender exceeding R30 million	34 361 137		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Missing or incomplete information	Procurement and contract management: : DTI not notified of designated sector awards made	24 096 466		Eddie Mgwenya, Skhumbuzo Metiso, Fana Shabangu, Delight Sibanyoni	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Bids not adjudicated by properly constituted adjudication committee	Procurement and contract management: Evaluation of PPR			Eddie Mgwenya, Delight Sibanyoni	30-Jun-2023	100%	Completed	02-Aug-2023
Competitive bidding not invited	Procurement and contract management: Public invitation for competitive bids			Eddie Mgwenya, Delight Sibanyoni	30-Jun-2023	100%	Completed	10-Jul-2023
Property, plant and equipment	Property, Plant and Equipment: Work in Progress	218 330		Sabelo Dube, Molefe Motau	30-Jun-2023	100%	Completed	07-Jul-2023
Property, plant and equipment	Property, Plant and Equipment: Prior Period Error on Note			Richard Khoza, Ubaid Butler	29-Aug-2023	100%	Agreed Findings Addressed	07-Jul-2023
Property, plant and equipment	Property, Plant and Equipment: Project Performance Finding			Sabelo Dube, Molefe Motau	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Property, plant and equipment	Property, Plant and Equipment: Understatement of WIP	181 142		Sabelo Dube, Molefe Motau	30-Jun-2023	100%	Completed	07-Jul-2023
Property, plant and equipment	Property, Plant and Equipment: Non-compliance of WIP - WIP disclosed for an extensive period of time			Sabelo Dube		100%	Completed	07-Jul-2023
Inventories	Inventories: Inventory amount recorded in the stock at hand report does not agree to the amount as per the General Ledger	1 262 504		Bobo Zitha	30-Jun-2023	100%	Completed	31-Oct-2023
Receivables from exchange transactions	Receivables: Bad debts written off not consistent with Standard Procedure Manual of Municipality			Phumula Mathebula	30-Jun-2023	100%	Completed	31-Oct-2023
Rev from non-exch transactions: Other	Gain on impairment reversal (debtors) - Limitation	108 000 000		Phumula Mathebula	30-Jun-2023	100%	Completed	31-Oct-2023
Receivables from non-exchange transactions	Receivables from non-exchange transactions – Management calculations and the system reports does not agree with the closing balance disclosed in the AFS	3 205 147		Richard Khoza, Ubaid Butler, Nonhlanhla Mnisi	30-Jun-2023	100%	Completed	07-Jul-2023
Receivables from exchange transactions	Other receivables from exchange transactions- prior period error recorded exclusive of VAT			Lulu Mabuza	30-Jun-2023	100%	Completed	31-Oct-2023
Receivables from exchange transactions	Other receivables from exchange transactions- unrecorded amount as per management calculations does not agree to supporting documents			Lulu Mabuza	30-Jun-2023	100%	Completed	31-Oct-2023
Contracted services	Value Added Tax: Ineffective use of consultant			Wiseman Khumalo, Ubaid Butler, Busi Sithole	30-Jun-2023	100%	Completed	31-Oct-2023
Trade and other payables from exchange transactions	Trade and Other Payables: Unrecorded liabilities discovered during the testing of trade and other payables.			Anniemarie Van der Merwe, Delight Sibanyoni	30-Jun-2023	100%	Completed	31-Oct-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Contracted services	Expenditure: Invoice casting done incorrectly	13 401		Anniemarie Van der Merwe	30-Jun-2023	100%	Completed	31-Oct-2023
Fruitless and wasteful expenditure	Expenditure: Payments not made within 30 days		12	Ubaid Butler, Anniemarie Van der Merwe, Delight Sibanyoni	30-Jun-2023	100%	Completed	31-Oct-2023
Fruitless and wasteful expenditure	Fruitless and Wasteful expenditure: Understatement of fruitless and wasteful expenditure	2 782 494		Anniemarie Van der Merwe	30-Jun-2023	100%	Completed	31-Oct-2023
Fruitless and wasteful expenditure	Fruitless and wasteful expenditure: SARS interest and penalties- PAYE that could have been avoided			Anniemarie Van der Merwe	30-Jun-2023	100%	Completed	31-Oct-2023
Unauthorised expenditure	Unauthorized expenditure: Final budget amounts do not tie to the final approved budget			Delight Sibanyoni, Sabelo Dlamini	30-Jun-2023	100%	Completed	07-Jul-2023
	Section 32(4) reports not in line with section 32(4) of the MFMA			Busi Sithole, Nontembeko Mkhiva	30-Jun-2023	100%	Agreed Findings Addressed	21-Jul-2023
Grants and subsidies paid	Related Party Transactions: No support provided for Transfers and subsidies disclosed			Richard Khoza, Ubaid Butler	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Reported information not reliable	AOPO – Differences between APR and portfolio of evidence		1	Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023
Reported information not reliable	AOPO – Inconsistency in the definition of the target in the APR		1	Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023
Reported information not reliable	AOPO – Differences between APR and the progress report		1	Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023
Information not submitted in time for auditing	AOPO - Limitation of Scope – (Waste And Environmental Management)		1	Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023
Reported information not useful	AOPO - Non-disclosure of Actual Budget Spend			Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023
Reported information not reliable	AOPO - Expenditure per the payment certificates does not agree to expenditure on APR		1	Thandeka Dube	30-Jun-2023	100%	Completed	31-Oct-2023

Line Item	Finding	Amount	No. of Years Repeated	Responsible Person	Due Date	Implementation Progress %	Implementation Status	Completed Date
Prohibited awards to employees and councillors	Procurement and contract management: Suppliers whose directors are employees of other state organs submitted false declarations		1	Skhumbuzo Metiso, Delight Sibanyoni, Eddie Mngwenya	30-Jun-2023	100%	Agreed Findings Addressed	30-Jun-2023
Awards to close family members of employees	Procurement and contract management: Suppliers whose directors are relatives of employees of the Municipality		1	Delight Sibanyoni, Eddie Mngwenya, Skhumbuzo Metiso	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023
Awards to close family members of employees	Procurement and contract management: Awards made to persons who are spouses of people in the service of the state not disclosed in the AFS.	143 803	1	Skhumbuzo Metiso, Delight Sibanyoni, Eddie Mngwenya	30-Jun-2023	100%	Agreed Findings Addressed	07-Jul-2023

4. CONCLUSION

The Mid-Year Performance Report enables the City, its stakeholders and communities to assess the City's performance against its set targets for the 2023/2024 financial year. The City is working hard to improve performance in areas that did not perform well especially on Service Delivery and Infrastructure Development. The challenges outlined will be addressed to ensure the City achieves its set targets at the end of the financial year.