



Nquthu Municipality

KZN242

2015/2016 Mid-year Assessment Report

Prepared by: The Office of the Accounting Officer

Mr BP Gumbi

The Accounting Officer

Nquthu Municipality

Private Bag x 5521

Nquthu

3135

Tel: (034) 271 6100 (Ext. 6103)

E-mail: bongig@nquthu.gov.za/pamm@nquthu.gov.za

This report is compiled in terms of the Municipal Finance Management ACT (MFMA), no.56 of 2003 and is unaudited.

Table of contents

Page

PART 1 – IN – YEAR REPORT

- Introduction
- Accounting Officer’s report.....
- Mid-year performance action plans report.....
- 2014/2015 audit issues.....
- In- year budget statement tables

PART 2 – SUPPORTING DOCUMENTATION

- Debtors’ analysis
- Creditors’ Analysis
- Allocation and grant receipts and expenditure
- Councilor allowances and employee benefits
- Material variances to the service delivery and budget implementation plan
- Capital programme performance
- Other supporting documents
- Municipal manager’s quality certificate

1. Accounting Officer's report

The Municipal Finance Management Act requires that I submit my assessment to the council as to how I am implementing the council resolutions as the custodian of the municipal administration.

It is my pleasure to be presenting this assessment during the 2015/2016 financial year after the municipality has achieved the Clean Audit in 2015 after this has been eluding us as we were supposed to achieve this in 2014. This is great achievement considering the tough times the municipality has passed to achieve it. I thank the council and administration for putting the municipality on the map by attaining this against all the odds.

These resolutions are in the form of the budget, IDP and various policies which are translated into the action plans for each section 56/57 officials. Which forms basis of my assessment of our performance which will then guide the municipality if we do need to review our current year budget or not.

The budget for the current year IDP and performance agreements were adopted in time. The draft budget comments from Provincial Treasury on the budget were addressed before the final adoption of the budget, the MEC comments on the IDP were also addressed but others can only be addressed as we prepare the 2015/2016 IDP which is being prepared. We have improved our rankings in the preparation of IDP.

The main obstacle in executing my responsibilities was the uncertainty of the contracts of the section 56/57 employees which affected the motivation levels of these officials, but despite all odds we managed to go through until the council dealt with the issue decisively.

I am confident that we have achieved more than 50% of targets we have set for ourselves, below are some of these achievements and areas of improvement.

- *No major vacant posts*
- *Achieving Clean Audit in 2015 audit*
- *MIG spending is more than 60%*
- *Electrification of Mfongomfongo has been completed*
- *Credit worthiness of the municipality has been maintained and we have no shortage of cash*
- *Through the assistance of COGTA grant the electrification of Ward 3, 10 and 13 is underway.*

QUALITY CERTIFICATE

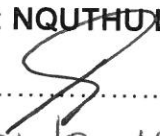
I, **BONGINKOSI PAUL GUMBI**, the municipal manager of **NQUTHU LOCAL MUNICIPALITY**, hereby certify that

- The monthly budget statement
- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid- year budget and performance assessment

For the 2015/16 financial year has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: **BONGINKOSI PAUL GUMBI**

Municipal manager of: **NQUTHU LOCAL MUNICIPALITY**

Signature.....

Date..... 21/01/2016



NQUTHU MUNICIPALITY
UMASIPALA WASENQUTHU
Private Bag x5521, NQUTHU, 3135
Tel:+27(0) 34 271 6100, Fax: +27(0)34 271 6111

**EXTRACT OF THE SPECIAL MEETING OF THE COUNCIL SPECIAL MEETING
HELD ON THURSDAY, 21 JANUARY 2016**

Item no. 13.2

The Council at its meeting held on 21 January 2016 considered the above matter following discussion.

RESOLUTION NUMBER: C/13.2/01/01/16

MID-YEAR ASSESSMENT

IT WAS RESOLVED AS FOLLOWS:

- **THAT** the Mid-Year assessment report be noted and be distributed as required by the MFMA
- **THAT** the adjustment budget be done accordingly as regulated as there is a projected decline in the revenue as mentioned in the performance report.
- **THAT** the revision of projections for revenue and expenditure due to anticipated changes in the levels of the revenue.

CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES

NAME OF THE MUNICIPAL MANAGER:

Mr B.P. Gumbi

SIGNATURE OF THE MUNICIPAL MANAGER:



DATE OF SIGNATURE:

21 / 01 / 2016