

FINANCE DEPARTMENT: PERFORMANCE OF THE MUNICIPALITY FOR THE FIRST QUARTER OF THE 2008/09 FINANCIAL YEAR AS MEASURED AGAINST THE SDBIP

PURPOSE

To report to Council on the results of the 2008/2009 SDBIP implementation from July 2008 – September 2008.

RECOMMENDATIONS

1. **That** the report on the results of the first quarter of the 2008/09 financial year on the Service Delivery and Budget Implementation Plan **BE NOTED**.

STRATEGIC INFORMATION

Wards affected – all wards

Link to IDP-Budget, SDBIP Compilation and Monitoring

Metro priority – Good Governance

BACKGROUND

The quarterly SDBIP report – Section 52(d) of the MFMA stipulates that the Mayor must, within 30 days after the end of each quarter, submit a report to Council on the Implementation of the Budget and the Financial State of Affairs of the municipality.

The first quarter assessment of the municipal entities will be submitted in a separate report.

FIRST QUARTER REPORT

RESULTS OF THE SDBIP IMPLEMENTATION

The details of the first quarter results are attached as Annexures to this report as follows:

- **Annexure A: Measurable Performance Indicators** – The purpose of this report is to provide feedback on the measurable performance objectives achieved during the first quarter compared to the targets set in the SDBIP.
- **Annexure B: Tenders Awarded** – This annexure provides the information on the tenders awarded for the first quarter of the financial year
- **Annexure C: Cash Flow Report** - This annexure provides the cash flow report for the first quarter of the year.
- **Annexure D: Operating Budget Results** – This annexure provides the operational results for the first quarter of the year.

- **Annexure E: Capital Budget Results** – This report provides the actual results of the Capital Budget for the first quarter of the financial year.

CFO'S COMMENTS ON THE FINANCIAL RESULTS OF THE FIRST QUARTER

The Operating results for the period ending 30 September 2008 is reflected in Annexure "D" of the report. The results for the year to date do not raise any concern and no adjustments to the budget are required at present. A full review of the results will be done during January 2009 where after recommendations on an adjustments budget will be made.

Projections were made for the operating Income and Expenditure for the 2008/2009 financial year, however, it should be noted that these projections are based on the results of the first quarter. Previous year trends have shown that the expenditure patterns differ vastly from quarter to quarter.