

<b>FINANCE COMMITTEE</b>
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**REPORT TO FINANCE COMMITTEE ON SEC 71 REPORTS AS PER MFMA – April 2023**

**Date** : 05 May 2023

**Levels** : 1<sup>st</sup> Level: Finance Committee – 11 May 2023

**1. Author** : Budget Manager: SE Mathenjwa

**2. PURPOSE**

Report to Finance Committee Sec 71 reports as per MFMA

**3. LEGAL / STATUTORY REQUIREMENTS**

Municipal Finance Management Act

**4. AUTHORITY**

Finance Committee

**5. BACKGROUND AND REASONING**

The Municipal Manager, as Accounting Officer of the Municipality, is required by Section 71(1) of the Municipal Finance Management Act to submit a report in a prescribed format to the mayor within 10 working days after the end of each month on the state of the Municipality's budget.

This report is a summary of the main budget issues arising from the monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP). Section 54 of the MFMA requires the mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

### ***Actual Revenue***

Actual revenue billed as a percentage of total budgeted revenue is as follows.

Rates	83%
Refuse	85%
Traffic fines	83%
Drivers Licences	63%
Licence Commission	49%
Interest on Investment	103%

### ***Actual Expenditure***

Electrification Expenditure	92%
Internal Funded	41%
Overall Capital Expenditure	56%
Operating Expenditure	66%

### ***Actual Borrowings***

There are no borrowings

### **Creditors**

We have managed to pay creditors within 30 days as per the legislation.

### **6. STAFF IMPLICATIONS**

None

### **7. FINANCIAL IMPLICATIONS**

None

### **8. OTHER PARTIES CONSULTED**

Office of the Municipal Manager

### **9. RECOMMENDATIONS:**

1. That the Finance Committee notes the Section 71 report as per MFMA-report April 2023

## **Monthly Budget Monitoring Report – April 2023**

To The Mayor

In accordance with Section 71(1) of the Municipal Finance Management Act, I Submit the required statement on the state of Ubhlebezwe Municipality's budget reflecting the particulars up until the end of April 2023.

Section 54(1) of the MFMA requires the mayor of a municipality to take certain actions on the receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.



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**M.E Mkhize**  
**Municipal Manager**  
**April 2023**