

REPORT ON THE MID YEAR REVIEW 2019/2020 OF KAROO HOOGLAND LOCAL MUNICIPALITY

PURPOSE:

The purpose of this report is to inform the Municipal Council of the Mid-year Assessment and Performance Report in terms of Section 72 of the MFMA no 56 of 2003 and the Adjustment Budget in accordance to Section 21 to 28 of the Municipal Budget and Reporting Regulations, 2008, published in Government Gazette 32141 of 17 April 2009.

The Adjustment Budget be approved with the conditions and permissions as set out in Section 28(2) of the MFMA no 56 of 2003.

BACKGROUND:

According to Section 72.of the MFMA No 56 of 2003

72. (1) The accounting officer of a municipality must by 25 January of each year—

(a) assess the performance of the municipality during the first half of the financial year, taking into account—

(i) the monthly statements referred to in section 71 for the first half of the financial year;

(ii) the municipality's service delivery performance during the first half of the financial year, and the service delivery targets and performance indicators set in the service delivery and budget implementation plan;

(iii) the past year's annual report, and progress on resolving problems identified in the annual report; and

(iv) the performance of every municipal entity under the sole or shared control of the municipality, taking into account reports in terms of section 88 from any such entities; and

(a) submit a report on such assessment to—

- (i) the mayor of the municipality;
- (ii) the National Treasury; and
- (iii) the relevant provincial treasury.

(2) The statement referred to in section 71(1) for the sixth month of a financial year may be incorporated into the report referred to in subsection (1)(b) of this section.

(3) The accounting officer must, as part of the review—

- (a) make recommendations as to whether an adjustments budget is necessary; and
- (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary

According to Section 23(1) of the Municipal Budget and Reporting Regulations, 2008

An adjustment budget may be tabled to Council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than **28 February** of the current year.

RESOLUTIONS:

It is hereby recommended:

- (a) The approval of the mid-year review report for the financial year 2019/2020.
- (b) That an adjustment budget be compiled and been tabled to Council not later than 28 February 2020