

LEPELLE-NKUMPI LOCAL MUNICIPALITY

2017 AND 2018 REVISED SERVICE DELIVERY BUDGET AND IMPLEMENTATION PLAN (SDBIP)

Private Bag X07 Chuenespoort 0745 Tel: (015)633 4500/06 Fax: (015)633 6896
www.lepelle-nkumpi.gov.za

“Motho ke motho ka batho”

Vision, Mission & Core Values

Vision:

“Be financially viable municipality, geared towards the improvement of quality of life of the people, by providing sustainable services”.

Mission:

“To effectively and efficiently provide quality basic services and thus make a significant contribution to social and economic development of the community”

Values:

- Honesty ,
- Transparency ,
- *Ubuntu*,
- Consultation,
- Value for time and money,
- Access to information.
- Access to services.

MUNICIPAL MANAGER'S OVERVIEW

The development, implementation and monitoring of a service delivery and budget implementation plan (SDBIP) is one of the requirements in the Municipal Financial Management Act (MFMA).

In terms of Circular 13 of the National Treasury, "the SDBIP gives effect to the integrated Development Plan (IDP) and the budget of the municipality and will be possible if the IDP and the budget are fully aligned with each other, as required by the MFMA".

As the budget gives effect to the strategic priorities of the municipality it is important to supplement the budget and the IDP. The SDBIP serves as the commitment by the municipality, which includes the administration, council and community, whereby the intended objectives and projected achievements are expressed in order to ensure that desired outcomes over the long term are achieved and are implemented by the administration over the next months.

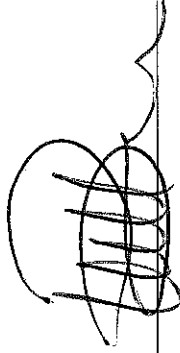
The SDBIP Concept:

National Treasury, in MFMA circular 13, outlined the concept of the SDBIP. It is seen as a contract between administration, council and community expressing the goals and objectives set by the council as quantifiable outcomes that can be implemented by the administration over the next twelve months.

As a vital monitoring tool, the SDBIP should assist the Mayor and the Municipal Manager to be pro-active and take remedial steps in the event of poor performance. The SDBIP requires the inclusion of targets for the activities that will be undertaken, for physical and measurable progress as well as financially. The top level of the SDBIP includes measurable performance objectives in the form of service delivery targets and performance indicators that are provided to the community, that is, what impacts it seeks to achieve.

These are drawn from the IDP programmes, services and activities that are relevant to each specific directorate as well as the statutory plans that the departments are responsible for. The SDBIPs therefore are the key mechanisms for monitoring the different responsibilities and targets that each department must fulfil in meeting service delivery needs provided to the community.

Budget Adjustment for the current financial year was done taking in to consideration the Mid-year Performance Report, First and second quarter issues raised by Internal Audit and the 2016/17 Auditor-General report.



Mr Mthogoane TB
Municipal Manager

13/03/2018

Date



Cllr. Sibanda-Kekana NG
Mayor

14/03/2018

Date

LEGISLATIVE MANDATE

The Constitution of the Republic (1996)

Section 152 of the Constitution mandates local government, among others, to:

- Provides democratic and accountable government for local communities
- Encourage the involvement of communities and community organizations in the matters of local government.

The White Paper on Local Government of (1998)

The White Paper on Local Government (1998) puts forward for the new developmental Local Government system and identifies tools for realising a developmental local government through:

- Integrated Development planning and budgeting;
- Performance management; and
- Working together with local citizens and partners.

Municipal Systems Act (No. 32 of 2000)

The Municipal Systems Act no 32 of 2000, Chapter 6 enforces the idea of local government PMS.

Municipal Planning and Performance Management Regulations (2001)

The Municipal Planning and Performance Regulations (2001) set out in detail requirements for municipal PMS. It entails a framework that describes and represent how the municipal cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organised and managed including the determining of the roles and responsibilities of different role players.

The Municipal Finance Management Act No 32 2003

The Municipal Finance Management Act states requirements for a municipality to include its annual municipal performance report with its financial statement in constituting its annual report. In essence, the Act requires that a municipality must, among other things:

- Audit of performance measurement; and
- Annual performance reports

The Municipal Performance Management Regulations (2006)

The Local Government Municipal Performance Regulations for municipal managers and managers directly accountable to municipal managers sets out how the performance of Section 57 staff will be uniformly directed, monitored and improved. The regulations address both the employment contract and performance agreement of municipal managers and managers directly accountable to municipal managers. It further provides a methodology for the performance management system as well as criteria for performance bonus payments.

KPA	Strategic Objectives (IDP)
Municipal Transformational & Institutional Development	To effectively and efficiently recruit and retain competent human capital, to review human resource policies, to review employment equity plan, To develop Career & Succession planning policy, To develop policy on Reasonable Accommodation for PwD, To review the organisational structure by January 2016, To develop workplace skills plan (WSP), To conduct skills audit, To train Officials and Councillors, To monitor and enforce health and safety compliance, To promote sound Labour Relations, To promote employee wellness, To become an e-Municipality for enhancement of sustainable service delivery, To provide Effective and efficient administration, Ensure compliance with the performance management policy, Regulations, MFMA and MSA by 2016,
Local Economic Development	To improve access to free basic services, To create temporary work opportunities, Reduce unemployment rate from 48 % to 40 % by 2016,
Basic Services Delivery & Infrastructure Investment	To upgrade 50km of roads from gravel to various surfacing and construction of related stormwater control infrastructure by 2016, Electrification of 1585 new households extensions by 2016, Construction and maintenance of recreational and community facilities, Provision of sustainable Local Economic Development Infrastructure, To improve access to waste management services to 25% by 2016, To extend refuse removal to un-serviced areas, To protect biodiversity and cultural heritage, enforce environmental compliance and mitigate the impact of climate change,
Financial Viability & Financial Management	Improve municipality's financial planning, expenditure, accounting and reporting capability,
Good Governance & Community Participation	To provide assurance and consulting services to management and Council on internal controls, risk management and governance, To improve risk management systems and protect the municipality from risks, To strengthen capacity to prevent and combat fraud and corruption, To promote the needs and interests of special focus groups, To provide Strategic Support to the Municipality, To strengthen municipal Communication, To promote good governance, To Develop effective and sustainable stakeholders relations, To promote good governance, To

	<p>promote good governance, transparency and accountability on the use of municipal resources. Manage and co-ordinate the 5 year IDP & Budget process plans of the municipality by 2016, Ensure responsive long term planning to grow the local economy through desired jobs by 2016.</p>
Spatial Rational	<p>To improve access to public facilities, To reduce disaster incidents by %, Improve municipality's financial planning, expenditure, accounting and reporting capability, Plan and Manage spatial development within the municipality, Plan and Manage spatial development within the municipality,</p>

Municipal Powers and Functions

The provision and maintenance of child care facilities;	Administer cemeteries, funeral parlours and crematoria;
Development of local tourism;	Cleansing;
Municipal planning;	Control of public nuisances;
Municipal public transport;	Control of undertaking that sell liquor to the public;
Municipal public works;	Ensure the provision of facilities for the accommodation, care and burial of animals;
Storm water management systems;	Fencing and fences;
Administer trading regulations;	Licensing of dogs;
Provision and maintenance of water and sanitation;	Licensing and control of undertakings that sell food to the public;
Administer billboards and display of advertisement in public areas	Administer and maintenance of local amenities;
Development and maintenance of local sport facilities;	Development and maintenance of municipal parks and recreation;
Develop and administer markets;	Regulate noise pollution;
Administer Pounds;	Administer street trading;
Development and maintenance of public places;	Provision of municipal health services.

Refuse removal, refuse dumps and solid waste disposal;

The division of powers and functions between the district municipalities and local municipalities were adjusted by Limpopo MEC for Co-Operative Governance in terms of Sections 16 and 85 of the Municipal Structures Act, 1998 and published in Provincial Gazette No. 878, dated 07 March 2003. The following district municipal powers and functions were transferred to Lepelle-Nkumpi Municipality:

Solid waste disposal sites;	Promotion of local tourism; and
Municipal roads;	Municipal public works relating to any of the above functions or any other functions assigned to the local municipality.
Cemeteries and crematoria;	

Lepelle-Nkumpi is one of the five local municipalities within the Capricorn District Municipality in Limpopo Province and is located in the southern part of Capricorn District. The municipality is pre-dominantly rural with a population of approximately 230 350 people. It covers 3,454.78 km², which represents 16% of the District's total land area and is divided into 29 wards which comprise a total of 93 settlements. About 95% of its land falls under the jurisdiction of Traditional Authorities.

Monthly Projections of Revenue to be collected by Source: Year: 2017 AND 2018

Revenue by Source	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Consumer												
Debtors	-	-	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	-	-	-
Interest & Investment												
Income	668 942.43	780 433.84	891 92 3.24	724 688.63	836 178. 04	1003 414.65	724 668. 63	891 923.24	1059 159.84	1003 414.65	1114 904.05	1449 375.27
Rent of facilities & equipment	36 049.32	42 058.55	48 066. 77	39 053. 43	45 062.6 6	54 074. 99	39 053.4 3	48 066.77	57 078.1 0	54 074.99	60 082.21	78 107.87
Interest Earned on Outstanding Debtors	313 418.08	365 654.43	417 89 1.77	339 53 6.25	391 773. 60	470 12 7.12	339536.2 5	417 891.77	496 245. 29	470 127.12	522 363.47	679 073.51
Fines	506 775.57	591 237	675 69 9.42	549 00 6.78	633 468. 21	760 16 2.85	549 006. 78	675 699.42	802 393. 07	760 162.85	844 624.28	1098 012.56

Expenditure & Revenue by Vote	Jul		Aug		Sep		Oct		Nov		Dec		Jan		Feb		Mar		Apr		May		Jun		
	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	
Executive and Council	209353 1.02	-	244 245 2.86	279 137 4.69	226 799 1.9 4	261 691 3.7 7	314 029 6.53	109 960 44.2 6	279 137 4.69	331 475 7.45	3140 296. 53	348 921 8.36	169 169 91.1 6	3140 296. 53	348 921 8.36	169 169 91.1 6	3140 296. 53	348 921 8.36	169 169 91.1 6	3140 296. 53	348 921 8.36	453 598 3.88	-	-	-
Budget & Treasury	446865 6.91	101 501 94.6 9	118 418 93.8 1	106 302 99.9 2	863 711 8.6 9	996 590 6.1 7	119 590 87.4 1	152 252 92.0 5	109 960 44.2 6	135 335 92.9 3	160 711 41. 60	169 169 91.1 6	152 152 259 2.05	160 711 41. 60	169 169 91.1 6	152 152 259 2.05	160 711 41. 60	169 169 91.1 6	152 152 259 2.05	160 711 41. 60	453 598 3.88	-	-	-	
Corporate Services	797272 4.94	130 874 57.8 7	174 499 43.8 3	106 302 99.9 2	863 711 8.6 9	996 590 6.1 7	119 590 87.4 1	196 311 86.8 0	141 780 79.3 6	174 499 43.8 3	207 218 08. 29	218 124 29.7 8	196 311 86.8 0	207 218 08. 29	218 124 29.7 8	196 311 86.8 0	207 218 08. 29	218 124 29.7 8	196 311 86.8 0	207 218 08. 29	453 598 3.88	-	-	-	
Community & Social Services	101682 2.22	936 777. 85	109 290 7.50	135 576 2.96	110 155 7.4 1	127 102 7.7 7	152 523 3.33	140 576 6.78	101 484 2.67	124 903 7.14	148 323 1.6 0	156 129 6.42	140 516 6.78	148 323 1.6 0	156 129 6.42	140 516 6.78	148 323 1.6 0	156 129 6.42	140 516 6.78	148 323 1.6 0	968 208 9.97	2029 685.9 7	-	-	
Infrastructure	237644	-	277	-	257	-	-	25744	-	-	-	-	-	25744	-	-	-	-	-	-	-	-	-	-	-

Expenditure & Revenue by Vote	Jul		Aug		Sep		Oct		Nov		Dec		Jan		Feb		Mar		Apr		May		Jun	
	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev	Opex	Rev
1.81		251		316		447		297		356		78.62		858		376		662.		396		514		
Services		5.44		858		8.6		055		466				9.08		269		71		073		895		
				9.08		2		2.2		2.71				9.53				6.34				7.25		
								6																
LED		100		145		123		142		170				151		180		1709		189		246		
		54.3		194		457		450		940.		12345		947.		437.		40.9		934.		914.		2178
		3		7.52		.36		.80		86		7.36		8		68		6		40		72		4.40
TOTAL				240		195		225		270		19545		240		285		2706		300		390		
		281		561		456		526		632		649.0		561		667		3206		702		912		
		157		83.3		304		71.		06.3		0		83.3		17.7		.30		29.2		98		
		78.1		877		587		71.		0				8		445				3		468		6091
		2		04.1		49		92		0						166						596		7519.
				6		3		5		8				6		48.						30.2		26
				8		3		5		8				6		68						0		

Monthly projections of Capital Expenditure for each vote: Year 2017 and 2018

Expenditure by Vote	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Corporate Services	1533000	1788500	2044000	1660750	1916250	2299500	1660750	2044000	2427250	2299500	2555000	3321500
Community & Social Services	2241000	2614500	2988000	2427750	2801250	3361500	2427750	2988000	3458250	3361500	3735000	4660500
Infrastructure Services	5879400	6859300	7839200	6369350	7349250	8819100	6369350	7839200	9309050	8819100	9799000	12738700
LED	414000	483000	552000	448500	517500	621000	448500	552000	655500	621000	690000	897000
TOTAL	1006740	1174530	1342320	1090635	1258425	15101100	10906350	13423200	15940050	1510110	16779000	21811700
	0	0	0	0	0	0	0	0	0	0	0	0

2017/18 FINANCIAL YEAR REVISED SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

KPA	Outcome	Output	Strategy	KPI	Revised KPI	Budget	Revised Budget	Baseline	Revised Baseline	Ward No.	Annual Target	Revised Annual Target	1 st Q Target		2 nd Q Target		3 rd Q Target		4 th Q Target		Revisions for revision	File ref. No.
													Project	Actual	Project	Actual	Project	Actual	Project	Actual		
Basic Service Delivery	Responsive, accountable, effective and efficient local government system	Improve access to basic services	To electrify new households and extend connections	Number of households old	-	R2 103 684 .21(R2 728 76 6.7	0	Ward 13	Electrification of 190 households at Makotse village during fourth quarter	-	-	Appoint service providers	Bid Evaluation and Adjudication stage	25% construction stage	Contractor appointed	65% Construction stage	Progress reports	Electrification of 190 households at Makotse village	Completion certificate and list of beneficiaries	The budget was adjusted and upwards becomes use the appointment of contractor was higher	Tec 01

Basic Service Delivery	Responsive, accountable, effective and efficient local government system	Improve access to basic services	To electrify new houses	Number of households	Quarter	R1 332 963 .04 (Own funding)	342 578 3.5 1	Ward 30	Electrification of houses	Appoinment of service providers	Bid Evaluation and Adjudication stage	25% construction stage	Contractor appointed	65% Construction stage	Progress reports	215 households electrified at (Too seng: 25, Makgophong: 10 and Mara lalen g: 80) by end of fourt	Completion certificate and list of beneficiaries	The budget was adjusted upwards because the appointment of contractor was higher than initial budget	Tec 03
------------------------	--	----------------------------------	-------------------------	----------------------	---------	------------------------------	---------------	---------	---------------------------	---------------------------------	---------------------------------------	------------------------	----------------------	------------------------	------------------	---	--	--	--------

efficient local government system	cess	s extensions	old s elections	fun ding)						stage			ent of the consultant	copy of an advertisement	s at Ngw ana me/ mafe fe (new stand s)vill age	before and withrawn mistakenly as it was confused with the withrawn of high mastlights
-----------------------------------	------	--------------	-----------------	-----------	--	--	--	--	--	-------	--	--	-----------------------	--------------------------	--	--

Basic Service Delivery	Responsive, accountable, effective and efficient local government system	Improve access to basic services	To electrify new households and extend connections	Number of households old extensions electrified at Mahlatjan village during fourth quarter	-	R1 38 157 .89 (Own funding)	R6 41 928 .30	Ward 28	Electrification of 15 households at Mahlatjan village during fourth quarter	-	Appointment of service providers	Bid Evaluation and Adjudication stage	25% construction stage	Contractor appointed	65% Construction stage	Progress reports	Electrification of 15 households at Mahlatjan village	Completion certificate and list of beneficiaries	The budget was adjusted upwards because the appointment of contractor was higher than initial budget	Tec 07
Basic	Respo	Impr	To	Nu	R8	-	0	Wa	Elect	Elect	Appoin	Bid	Final	Bid	Adve	Pro	Elect	Progr	This	Tec