

## **1. EXECUTIVE MAYOR'S REPORT**

Buffalo City Metropolitan Municipality's Mid-Year Performance Report was tabled at Council on 31 January 2012 outlining the City's performance over the last six (6) months of the 2011/12 financial year.

It is very disappointing to note that the performance on service delivery projects has declined further due to the challenges being experienced by the City. As a result of this poor performance the City has now envisaged on tabling a Mid-Year Adjustment Budget Report to address the challenges of the low expenditure as outlined in the Mid-Year Performance Report.

I have tasked the Mayor's Capital Spending Evaluation Committee, comprising of Executive Councillors to play a direct oversight role on the implementation of all projects within the various Directorates. It is anticipated that this process will address the spending challenges and/or bottlenecks in the implementation of Council approved programmes and projects.

In tabling this adjustment budget, it must be noted that National Treasury have perused the proposed adjustment budget and have expressed an opinion that the Adjustment Budget Framework is fairly sound with sufficient justification for the material changes.



**CLLR Z. NGITHA**  
**EXECUTIVE MAYOR**