



Zululand
District Municipality

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Date: 21.01.2026

ZULULAND DISTRICT MUNICIPALITY

EXTRACT FROM MINUTES OF THE COUNCIL MEETING HELD ON TUESDAY, 21 JANUARY 2026

ZDMC: 25/738

FILE NO: 5/1

MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT 25-2026

With Cllrs MP Williams and ZH Zungu proposing and seconding respectively,
Council

RESOLVED THAT:

1. Adopts the Mid-Year Budget and Performance Assessment Report for the 2025/2026 financial year.
2. The assessment by the Accounting Officer on the performance of the Municipality during the first half of the financial year and resolves that a Financial Recovery Plan be drafted and submitted to Council for approval.
3. The progress on the Financial Recovery Plan be tabled and monitored through the following governance structures:
 - o Management Committee (MANCO);
 - o Budget Steering Committee;
 - o Executive Committee (EXCO); and
 - o Council.
4. The Municipality to strictly adhere to the approved budget, as it reflects the affordability limits of the Municipality, and where necessary, to

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realign operational plans, service delivery approaches, or performance indicators to support financial sustainability and recovery.

5. The Management be instructed to engage suppliers on affordable and sustainable payment arrangements, in line with the Municipality's cash flow position and approved financial recovery measures.
6. All Service Level Agreements (SLAs) be reviewed, and where necessary, that contracts be re-negotiated, reduced in scope, or terminated where they place undue financial strain on the Municipality.
7. Approves in principle the drafting of an Adjustment Budget, informed by the findings of the Mid-Year Budget and Performance Assessment, for submission to Council in terms of Section 28 of the MFMA.
8. Authorises the approval of identified overspending for the 2025/2026 financial year as part of the Adjustment Budget process, subject to affordability, funding availability, and Council approval.
9. The salary and wage bill be reviewed, as highlighted in the Mid-Year Budget and Performance Assessment, to ensure alignment with affordability, budgetary constraints, and financial recovery objectives.
10. The Adjustment Budget, once tabled, must be fully funded, in compliance with the MFMA and National Treasury guidelines.

CLLR DT MEMELA
SPEAKER: ZULULAND DISTRICT MUNICIPALITY

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