

# CITY OF MUTARE



## 2023 BUDGET CONSULTATION BRIEFING

### 1.0 INTRODUCTION

This report highlights major activities for the city for the year 2022

### BUDGET COMMITTEE

Council formed a budget committee with membership drawn from different sectors operating within Mutare City. The budget committee is made up of members drawn from the following sectors; business community (CZI, ZNCC), SMEs, informal traders, women, youths, Residents Associations (UMRAT & MURA), development committee representatives (one from low density & one from high density), education sector, disabled, employees, church, Councilors and Council management. The committee participates in budget formulation and facilitate engagements with residents & stakeholders.

### 2.0 -MONTHLY REVENUE INFLOWS

MONTHY	AMOUNT
JANUARY	199,826,049.31
FEBRUARY 16%	232,061,629.17
MARCH 48%	344,083,347.16
APRIL -18%	279,672,045.14
MAY 28%	359,166,794.37
JUNE 38%	497,020,224.45
JULY 30%	646,989,750.61
TOTAL	2,558,819,840.21

### ANALYSIS OF REVENUES COLLECTED JULY

REVENUE LINE	AMOUNT COLLECTED	% CONTRIBUTION
<b>Rates</b>	318,806,232.17	12.44
<b>Water</b>	587,995,148.48	22.94
<b>Sewer</b>	213,309,592.27	8.32
<b>Refuse</b>	206,229,044.07	8.04
<b>Special Rates- Fire</b>	53,435,689.46	2.08
<b>Special rates- Roads</b>	50,346,965.26	1.96
<b>Special rates- Education</b>	35,030,498.12	1.37
<b>Special rates- Public lighting</b>	31,250,012.81	1.22
<b>Other</b>	1,067,153,838.15	41.63

	<b>2,563,557,020.79</b>	
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**At year end we forecast to collect \$1 billion per month if this trend is sustained**

- A total of \$ **3,279,417,477** was billed to July 2022 against a budget of \$4,189,467,023.72 which is a 78.28 % (budget / billing efficiency) performance.
- We collected \$2,563,557,020.79 for the same period against billing of \$ 3,279,417,477 reflecting a collection efficiency of 78.17%
- Part of the collections were in US\$ and a total of USD 1,832,682.43 collected from January 2022 to July 2022.

#### **2021 SPECIAL RATES COMPARISON**

- Street lighting \$20,784,845.84(Average equivalent @86=\$241,684)
- Roads \$34,162,107.66(Average equivalent @86=\$397,233)
- Fire \$37,762,554.64(Average equivalent @86=\$439,099)
- Education \$22,355,990.58(Average equivalent @86=\$259,953)
  - The equivalent in US\$ terms
  - Ringfenced accounts
  - Procurement delays
  - Insufficient collections

#### **2022 TARIFF**

The 2022 tariff was approved in US dollars

It was agreed to charge the tariff our local currency (ZWL) at the prevailing official exchange rate on every date of billing

Billing growth was mainly spurred by exchange rate movement as follows:

MONTH	BILLED AMOUNT	GROWTH
■ January	250,128,860.19	-
■ February	274,004,564.10	9.55
■ March	305,176,926.91	11.38
■ April	351,382,476.13	15.14
■ May	394,615,917.61	12.3
■ June	785,215,110.47	98.98
■ July	918,893,621.51	17.02
	3,279,417,476.92	

**DEVOLUTION AND GRANTS**

GRANT	BUDGET	RECEIVED	BALANCE
ZINARA	139,633,375.00	70,099,565.18	69,533,809.82
Devolution	386,800,800.00	30,400,000.00	356,400,800.00
	526,434,175	100,499,565.18	425,934,609.82

19% of grants have been disbursed to-date.

81% of grants are still outstanding as at August 2022.

Funds received under devolution grant have been allocated to construction of tower lights in Sakubva & Dangamvura and all ZINARA funds to roads

**DONATIONS RECEIVED & ACRUED**

ITEM	DONOR
<b>JANUARY</b>	
Petrol	PMD
Diesel Coupons	PMD
Econet Airtime	PMD
Wi-Fi Connection MIDH	MoHCC
Satchels	MoHCC
Caring for the sick chart booklets	MoHCC
Covid 19 Training manuals	MoHCC
Caring for the sick child photobooks	MoHCC
ICCM Books	MoHCC
<b>FEBRUARY</b>	
Face masks	FHI 360
Hand sanitizer 1L	FHI 360
Liquid Soap 5L	FHI 360
Roundneck T-shirts	Econet Wireless
Cloth Masks	Econet Wireless
Pens	Econet Wireless
<b>MARCH</b>	
Metal book shelf	AHF
20litre buckets	AHF
Liquid soap (750mls)	AHF
Green pack bin liners	AHF
Pedal bins	AHF
Shovel	Tivona Titos Samuel
Constuction of client waiting shed	AHF

<b>APRIL</b>	
Diesel Coupons	PMD
Hand sanitizer 1L	SIM
Liquid Soap 1L	SIM
Infra-red thermometer	SIM

Surgical gloves	SIM
Latex Gloves	SIM
Aprones disposable	SIM
Aprones washable	SIM
N95 masks	SIM
Disposable face masks	SIM
Disposable Gowns	SIM
Face shields	SIM
Disinfectances 1L	SIM
Head gears	SIM
Jamp suits	SIM
Goggles	SIM
Bin Liners	SIM
Pedal bins	SIM
Bp machines	SIM
Glocometer	SIM
Glucostrips	SIM
Bathroom scale Digital	SIM
Labour mattress with markintosh	SIM
Deep freezer	SIM
Gumboots	SIM
Heavy duty gloves	SIM
Hand sanitizer 1L	SIM
Liquid Soap 1L	SIM
Infra-red thermometer	SIM
Surgical gloves	SIM
Latex Gloves	SIM
Aprones disposable	SIM
Aprones washable	SIM
N95 masks	SIM
Disposable face masks	SIM
Disposable Gowns	SIM
Face shields	SIM
Disinfectances 1L	SIM
Head gears	SIM
Jamp suits	SIM
Goggles	SIM
Bin Liners	SIM
Pedal bins	SIM
Bp machines	SIM
Glocometer	SIM
Glucostrips	SIM
Bathroom scale Digital	SIM
Nebulizing Machines manual	SIM
Deep freezer	SIM

Gumboots	SIM
Heavy duty gloves	SIM
Latex Gloves	UNICEF
Nitrile Gloves	UNICEF
Surgical masks	UNICEF
N95 masks	UNICEF
<b>MAY</b>	
Diesel Coupons serial number 4040948319-4040948369	PMD
Royal Cuban Trees	Mr Fon & 7 Sisters
Royal Cuban Trees	Mr Fon & 7 Sisters
Potting Bags	Mr Fon & 7 Sisters
Cement	Mr Fon & 7 Sisters
Wooden Park Benches	Mr Fon & 7 Sisters
Transport	Mr Fon & 7 Sisters

#### **DEBTORS AGE ANALYSIS JANUARY**

<b>Month</b>	<b>Amount</b>	<b>% Growth</b>
JANUARY	1,193,024,901.70	
FEBRUARY	1,364,145,089.70	14.34
MARCH	1,506,770,601.27	10.46
APRIL	1,429,962,048.02	- 5.10
MAY	1,519,013,331.02	6.23
JUNE	2,176,335,530.64	43.27
JULY	2,476,235,830.64	13.78

## **EXPENDITURE**

A total of ZWL 3,095,350,515.90 was spend from January 2022 to July 2022. The breakdown is as follows:

EXPENDITURE	AMOUNT	%
SALARIES	1,377,780,181.91	44.51
GENERAL EXPENDITURE	985,751,478.76	31.85
MAINTANANCE	203,530,328.16	6.58
REPAIRS	69,011,763.91	2.23
CAPEX	459,276,763.16	14.84
<b>TOTAL</b>	<b>3,095,350,515.90</b>	<b>100.00</b>

## **TOP 20 DEBTORS**

	NAME	AMOUNT
1	MUTASA RDC	175,880,187.22
2	QUEST MOTOR CORPORATION	29,131,494.36
3	WATTLE COMPANY	29,093,607.28
4	P.G TIMBERS	28,211,732.70
5	MUTARE BOTTLING COMPANY	25,862,714.81
6	BOARDER TIMBERS	24,204,386.00
7	NATIONAL RAILWAYS OF ZIMBABWE	22,689,452.36
8	MANICA BOARD	19,826,452.23
9	MUTARE BOYS HIGH	18,442,956.00
10	MUTARE BOARD & PAPER MILLS	18,427,145.86
11	MUTARE GIRLS HIGH	17,686,897.29
12	ST AUGUSTINE SCHOOL	13,987,265.24
13	CHINJEKURE ENTERPRISES	13,689,424.30

1 4	TENDA BUSES	11,845,956.24
1 5	CAINS FOODS	11,048,960.23
1 6	MANICALAND AGRICULTURAL	11,043,491.28
1 7	MARY MOUNT TEACHERS	10,988,642.00
1 8	MUTARE TEACHERS COLLEGE	9,711,375.00
1 9	MORAL INVESTMENTS	8,686,762.54
2 0	INVESTEC	7,560,990.00
	<b>TOTAL BALANCE</b>	<b>508,019,892.94</b>

#### **GOVERNMENT DEBTORS**

	<b>MINISTRY</b>	<b>AMOUNT</b>
1	DEFENCE	94,636,216.04
2	HOME AFFAIRS	83,548,936.36
3	HEALTH	7,790,242.70
4	INDUSTRY & COMMERCE	307,989.80
5	SOCIAL WELFARE REMAND	222,134.30
6	LOCAL GOVERNMENT	2,605,423.19
7	JUDICIAL SERVICE COMMISSION	2,281,246.56
8	CORRECTIONAL SERVICES	11,011,171.12
	<b>TOTAL</b>	<b>202,403,360.07</b>

#### **TOP 20 CREDITORS**

	<b>Name</b>	<b>TOTAL</b>
1	DANDEMUTANDE	19,368,049
2	ENERGY PARK	12,981,493
3	JOUBERT CRUSHERS AN	10,200,000
4	OFFICE OF THE AUDITO	9,855,000
5	HORSE TECH ENGINEERI	8,525,500
6	RODNEZ INVESTMENTS P	8,425,000

7	TELONE	9,848,707
8	ZIMBABWE INSURANCE	7,241,375
9	EZWENI SPORTS	6,373,796
10	DIAMOND FM	5,860,096
11	ODZI SUBCATCHMENT CO	5,808,424
12	INFINITY FIRE	5,793,771
13	MANICALAND STATE UNI	5,213,451
14	GROOMERS FOCUS PVT L	4,487,200
15	WOODLANDS ENGINEERIN	4,122,000
16	GOODTOUCH INVESTMENT	4,060,000
17	GLEN PEK INVESTMENTS	4,011,000
18	NUWAVE INVESTMENTS P	4,000,000
19	NYARADZO FUNERAL SER	3,997,566
20	WATERTIGHT ENGINEERI	3,943,833
	<b>TOP TWENTY TOTAL PAYABLES</b>	<b>144,116,260</b>
	<b>OTHER PAYABLES</b>	<b>67,518,658</b>
	<b>TOTAL PAYABLES</b>	<b>211,634,918</b>

### **STATUTORY CREDITORS**

<b>STATUTORY DEDUCTIONS</b>	
<b>DETAILS</b>	<b>AMOUNT</b>
P.A.Y.E	24,171,918.55
LAPF	24,966,332.20
STANDARD DEV FUND	2,452,556.32
NSSA	13,729,849.85
ZIMDEF	2,156,584.06
<b>TOTAL</b>	<b>67,477,240.98</b>

### **DIGITALISATION DRIVE**

We started on development of a new software in partnership with (HIT) Harare Institute of Technology  
The new software is called LADS (Local Authorities Digital Systems).

We have a team of software engineers dedicated to the development of the software.

Council established a Proof of Concept Lab for the software engineers at its Civic Centre offices.

The modules so far developed include; payment voucher, debt tracking, procurement, travel and subsistence claims, chat-robot, tariff modelling, stores and inventory, business licencing, waiting list, markets management, leave management, cemeteries management, customer relationship, management, notifications, certification and time in attendance.

Modules under testing are billing and receipting module, meter reading, asset register, performance management and database management module



### **KEY CHALLENGES AFFECTING SERVICE DELIVERY**

- (i) Volatile exchange rate
- (ii) Suppliers demanding US\$ for services and goods supplied to council
- (iii) Very high price increases.
- (iv) Erratic supply of goods and services due to international logistics delays.
- (v) Unavailability fuel in the local currency.
- (vi) Procurement delays (examples are) :
  - (a) Sakubva housing properties held under the home ownership model which were ready for conversion of ownership could not be sold directly to the sitting tenants. In terms of the procurement laws (Public procurement and Disposal of Public Assets Act) such properties should be sold through public tender. That position was going to prejudice sitting tenant who, according to the scheme, should be given the right of first refusal when council is disposing of the house. A waiver has since been granted for the sale of the properties to the sitting tenants.
  - (b) Sakubva stadium turf: two tenders have failed and for two years in a row we are struggling to contract a supplier.
  - (c) Beira corridor- two tenders have failed and for two years in a row we are struggling to contract a supplier.
  - (d) Motor vehicle repairs: the need for repairs usually arise without notice especially for vehicles that provide critical services. We need a procurement legal framework that allows for a very quick response and identification of contractor so that critical services are not affected.
  - (e) Losses on Devolution funds- with the exchange rate moving from US\$1 as to ZWL\$104 to current US\$1 to ZWL621. Council lost significant value in average 600%. Our devolution and ZINARA grant budget of \$526 million has not been disbursed in full and has lost significant value from average US\$5 million to current US\$847,000.00. Most of the planned projects for grants will have to been rolled over to next year.

The following are major highlights of input price movements

COMMODITY	UNIT PRICE	JAN	AUGUST	% INCREASE
ZINWA -RAW WATER		6,625.00	7,125.00	7.55
WATER CHEMICALS CHLORINE GAS	Kg	3.30	5.00	51.52
WATER CHEMICALS HTH	Kg	5.21	6.64	27.47
WATER CHEMICALS ALUMINUM SUPHATE	Kg	0.83	1.19	43.37
FUEL PETROL	Litre	1.41	1.56	10.64
FUEL DIESEL	Litre	1.44	1.78	23.61
VEHICLE MAINTENANCES	MP300 SERVICE	324.07	480.77	48.35
TONER CARTRIDGES	CARTRIDGES 26A	282.31	359.37	27.30
TONER CARTRIDGES	CARTRIDGES 17A	154.04	198.19	28.67

<b>TONER CARTRIDGES</b>	<b>CARTRIDGES 80A</b>	252.16	320.79	<b>27.22</b>
<b>TONER CARTRIDGES</b>	<b>CARTRIDGES 59A</b>	238.80	306.49	<b>28.35</b>
<b>BOND PAPER</b>	<b>Unit</b>	5.00	8.00	<b>6.00</b>
<b>BUTUMEN TAR</b>	<b>PER DRUM</b>	200.00	260.00	<b>30.00</b>
<b>TOTAL</b>				<b>414.03</b>
<b>AVERAGE</b>				<b>31.85</b>

## **BORROWING POWERS**

### **Borrowing Powers for Capital Expenditure ZWL\$158 115 000.00 (US\$1 905 000.00)**

Initial list of equipment

- Water line Dangamvura
- Water bowser
- Flea Market
- Periodic roads rehab
- Excavator
- Dumper trailer
- Refuse trucks
- Fire tenders
- 3.5 tone trucks

On 22 January 2021 Council resolved to borrow \$158 million then equivalent to US\$1,905 million.

The Ministry of Local Government and Public Works approved the same on 17 November 2021 and the Ministry of Finance and Local Economic Development approved on 12 January 2022.

The bank loan application submission was made on 16 February 2022 and approved on 16 June 2022.

The loan was disbursed as follows:

LOAN	DISBURSEMENT RTGS
6/7/2022	50,000,000
8/7/2022	50,000,000
19/7/2022	58,000,000
	158,000,000

Bids were made to the Central Bank and the outcome was as follows:

	BID AMOUNT	RATE	FOREX ALLOTTED USD	RTGS VALUE	BALANCE	DISBURSEMENT STATUS
2/8/2022	158,000,000.00	450	18,555.68	8,350,056.00	149,649,944.00	PENDING
15/8/2022	149,649,944.00	520	106,068.17	55,155,448.40	94,494,495.60	PENDING
23/8/2022	94,494,495.60	550	13,305.66	7,318,113.00	87,176,382.60	PENDING
6/9/2022	87,176,382.60	570	40,920.82	23,324,867.40	63,851,515.20	PENDING

7/9/2022	63,851,515.20	630	- NIL 178,850,55	63,851,515.20	63,851,515.20	PENDING
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The loan has lost value significantly and projects intended to be financed by the loan will no longer be achieved.

We then introduced two separate incentives for those paying council services. Anyone who clears their account in any currency qualifies for monthly draws and stand a chance to win a Television set and many other prizes in form of branded material.

The council has been collecting US\$ but without forcing any payments in foreign currency. Clients are allowed to pay in either US\$ or ZWL using the prevailing official exchange rate depending on their preferences. The City does not have tariffs exclusively paid in US\$.

### **NEW BORROWING POWERS**

The new proposal now is to fund the following projects at US\$2,311,753.00 as resolved by council.

- Bulldozer
- City water augmentation
- City wide sewer maintenance
- Bata market sheds
- Water bowser
- Refuse truck
- Main park
- Roads
- Sakubva stadium turf

### **HOME OWNERSHIP PROGRAM STATUS- SAKUBVA**

- Survey was done for some areas
- PRAZ position on disposal of houses to sitting tenants was that home ownership houses should be disposed through tender. We sought waiver in order to give offers to sitting tenants.
- Approval finally granted after two years and council is processing.

### **SAKUBVA TOWNSHIP**

- Maonde blocks Lighting 114 blocks.
- Matida renovations tender failed and is restarting.
- Sakubva Ward 4 toilets renovations tender signed & contractor is mobilizing.
- Sakubva Stadium goal posts and turf.
- Sakubva urban renewal- NSSA deal signed & expected take off before year end.

### **CITY PARKING SOLUTION AND WAY FORWARD.**

3 tenders for a service provider on City Parking were flighted and failed.

We are engaging Harare City and Bulawayo City on the best way to manage city parking issues through a review of their parking models.

Partnerships option is also being considered.

### **PUNGWE BREWERY STATUS**

The entity has been under performing.

No dividends are being declared for years.

Recapitalisation of the firm is required to support working capital requirements

Council took over Chirowakanwe Beerhall from Pungwe Breweries which is going to be converted to a new fire-station and office.

A new and independent board has been appointed to oversee management of the company.

Council also resolved to dispose up to 30% of its shareholding to fund recapitalisation and growth plan and has appointed a local bank to arrange and finalise that transaction.

New Completed Capital projects under Pungwe Breweries are:

- New cooling tower
- A replacing a diesel fired boiler with a coal fired boiler- to significantly reduce cost of production
- New automated packaging plant for a new product ( shake shake)
- Three new preowned delivery trucks

### **UNDERPERFORMING COST CENTRES**

- We have cost centers that are grossly under performing as shown below.
- There is no sustainability of service in the following areas.

<b>COST CENTRE</b>	<b>INCOME</b>	<b>EXPENDITURE</b>	<b>VARIANCE</b>
1360: MUTARE INFECT. DISEASES HOSP	400,076.27	29,941,734.62	-29,541,658.35
1361: FLORIDA CLINIC	1,349,082.66	11,508,414.55	-10,159,331.89
1362: CITY CLINIC	8,896,688.69	22,564,968.04	-13,668,279.35
1363: FERN VALLEY CLINIC	4,640,933.86	6,636,526.67	-1,995,592.81
1364: SAKUBVA I.D. HOSPITAL	3,896,562.79	27,439,767.77	-23,543,204.98
1365: SAKUBVA HEALTH CENTRE	4,840,780.87	26,905,986.98	-22,065,206.11
1366: DANGAMVURA POLYCLINIC	7,231,387.04	32,676,039.59	-25,444,652.55
1368: CHIKANGA CLINIC	4,964,407.84	13,907,374.58	-8,942,966.74
1369: HOBHOUSE CLINIC	3,054,194.16	14,130,679.77	-11,076,485.61
1350: AMBULANCE SERVICES	448,552.80	5,881,707.46	-5,433,154.66
1350: AMBULANCE SERVICES	448,552.80	5,881,707.46	-5,433,154.66
1512: TOWN SWIMMING POOL	-	4,988,407.19	-4,988,407.19
1513: SAKUBVA SWIMMING POOL	-	3,275,019.54	-3,275,019.54
1524: SAKUBVA STADIUM	1,624,332.75	12,510,439.46	-10,886,106.71

<b>TOTALS</b>	40,171,219.78	205,738,334.22	-165,567,114.44

### **OTHER ACHIEVEMENTS**

Despite the various challenges council managed to achieve the following:

- Procurement of ONE more ambulance.
- Procurement of a Nuematic roller.
- Procurement of 4 refuse trucks.
- Procurement of 2 utility vehicles, one for projects and the other one for security section
- Completion of the Dangamvura pipeline
- Construction of the 310mm sewer line from Devonshire Sakubva
- Procurement of 44 motor bikes
- Construction of a waiting shed for TB patients at SOPD
- Completion of Pergasus produce market
- Roofing of Hobhouse Clinic
- Hobhouse primary roof
- Street lights in Greenside- work in progress

### **EXTERNAL AUDIT UPDATE**

- Audit backlogs have been cleared now
- Accounts for the year 2021 were submitted to the auditor general in February 2022
- Our annual report will be published shortly

### **PROMOTIONS TO ENHANCE REVENUE COLLECTION**

Council engaged artists to promote revenue collection for the City Council

- The following artists were contracted
  - Baba Taps- A local DJ and musician with a local radio station
  - Baba Harare, a Harare based musician
  - Jairos Mutambikwa, a Mutare based gospel musician
  - Bambo tito a Nyanga based artist
  - ◆ Other promotions
    - Maintain uptodate account promotions with monthly draws for Television sets and branded gifts for all payments made in either currency.
    - Clients qualify for this reward for maintaining their accounts up to date irrespective of currency used.

IVECO AMBULANCE





## PERGASUS PRODUCE MARKET



## PNEUMATIC ROLLER





## REFUSE TRUCK



WORKS DONE	WARD	ROAD/AREA
<b><u>Gravel Pothole Patching</u></b>	WARD 1	CHINETA ROAD
	WARD 2	Wanamati way
	WARD 3	MAZHAMBE, CHINETA
	WARD 4	Olyn Ave, Muchena
	WARD 5	Olyn Ave
	WARD 10	New Castle Rd, Chimoio Ave
	WARD 11	Bain Dr
		Park Rd
		Chaminuka way
		Taylor Ave
		Hebert Chitepo
		Plantation Dr
		Jeffrey's Avenue
		Josiah Tongogara Rd
	WARD 12	Railway Ave
		Zimunya Street
		Tembwe Str
		Simon Mazorodze
		Second St
		Jameson St
		F Avenue
		3 <sup>rd</sup> St
	WARD 13	FERUKA ROAD
	WARD16	Chikanga 2
		Zimta Park
	WARD 19	Valley Rd
		North Rd
<b><u>Grass cutting</u></b>		
	WARD 3	Mutare Airstrip
		Sakubva workshop
		Mazhambe
		Olyn Ave
	WARD 14	Chikanga 1
<b><u>Drain Cleaning</u></b>		
	WARD 5	Olyn Ave
		Zororo
	WARD 6	2 Rooms Dangamvura
		Musikavanhu Drive
		Manaka way
	WARD 7	

		Area C
		B. Makunike Dr
	WARD 8	BOKA RD
	WARD 10	New Castle Rd
		Chimoio Ave
	WARD 11	Went Wood
		Park Rd
		R Tangwena
		Taylor Ave
		J Tongogara
		Plantation Dr
	WARD 12	Railway Ave
		Dawson Str
		Aerodrome Rd
		Makoni Dr
		Zimunya St
		S Mazorodze Rd
		Merewe St
		Takunda Rd
		Kipling Ave
	WARD 14	CHIKANGA 1
	WARD 15	Blessing Makunike
		Area 3
	WARD 16	Gimboki S.T.P Causeway
		Chikanga 2
		Acid market
		Zimta Park
	WARD 17	Hobhouse
		Chikanga 3
		Zimta Park
	WARD 18	Pegasus
		B Makunike Drive
	WARD 19	Valley Rd
		St Cathrine's Rd
		North Rd
		Wendy Rd
		Davey Close
		Lovell Rd
<b><u>ROAD MARKINGS &amp; SIGNS</u></b>		
	4x Give way signs	B Ave
	1x Stop sign	C Ave

	11x Hump signs	Jelf
	1xPrepaid sign	Hebert Chitepo St
	4xHumps	Boka Rd
	4xHumps	Aerodrome Rd
	10x Give way signs	Ward 11
	34x Give way signs	Ward 12
	1xStop sign	Ward 12
	2xPrepaid sign	Ward 12
	2xPedestrian crossing signs	Aerodrome Rd
	1xHump sign	Magamba Drive
	5xHump sign	Bongahara Rd
	17x Give way signs	Ward 10
	10x Hump signs	Ward 10
	1x Taxi Rank	Ward 10
	4x Pedestrian signs	Aerodrome Rd
<b><u>MAINTENANCE GRADING</u></b>	<b>WARD 10</b>	PARK ROAD
	WARD 12	Simon Mazorodze
		Burnham
		Oak Ave
		Sterculia Ave
		Chase Avenue
	WARD 13	CENTRAL AVE
	WARD 14	Chikanga 1(Spar)
		Chikanga beerhall
		Chikanga 1
	WARD 15	Gimboki Shelverts
	WARD 16	Bongahara Rd
		Chikanga 2
	WARD 17	Dream House
	WARD 18	Pegasus
		Area 15
		Blessing Makunike
		Founders
		Nyamauru

	WARD 11	Greenside Extension
		EdisonSithole
		Plantation Dr
		River side Drive
		Josiah Tongogara
	WARD 10	Bridge Rd
		Durban Rd
		St Hellens
<b><u>Drain Excavations</u></b>		Mazhambe Rd
		G.M.B Coffee
		G.M.B Rd

**CONCLUDED CONTRACTS**

PROJECT	SCOPE	CONTRACT SUM USD			ADDITIONAL NOTES
COM/SBD46/2021 Merewe	surfacing 1.1km	US\$357,790.43			ZINARA works in progress @ 50% complete
COM/SBD 02/2022 SAKUBVA COM ROUTE	pothole patching and resealing 4.7km	US\$ 1,563,247.09			ZINARA contract signed
COM/SBD 02/2022 EMERSON MNANGAGWA(ED GAR PEACOCK)	new construction 4.4km	US\$1,630,965.07			contract signed
COM/SBD 02/2022 CHAMINUKA ROAD	pothole patching and resealing 1.6km	US\$739,655.34			contract signed
COM/SBD 01/2022 S. MAZORODZE	reconstruction to asphalt overlay 0.75km	US\$ 1,207,422.10			contract signed
COM/SBD 01/2022,RAILWAY AVE	reconstruction to asphalt overlay 0.75km	US\$1,132,339.98			contract signed
		<b>US\$ 6,631,420.01</b>			

**ROADS TAKEN OVER BY CENTRAL GVT UNDER THE ERRP PROGRAM**

- Magamba road not yet complete. Work in progress
- Hobhouse comm route- most works done, drainage still pending
- Musikavanhu drive 2km resealing done. Road not complete to sakubva

Residents have requested expansion of Sakubva fly over to reduce congestion during peak hours. Government, however has plan on board to construct a by pass road mainly to service heavy duty cross boarder trucks

**PROPOSED TARIFFS & MAJOR HIGHLIGHTS**

Tariffs are a result of cost build up (service costing).

Council's current tariff was a result of World Bank Funded research paper.

In this current year we updated the tariff model and this informed proposed increases in tariffs largely informed by costs drivers highlighted above.

The majority of our tariffs have remained stagnant and the following tariffs have been increased as informed by the cost build up.

## **WATER & SEWER**

- 450mm Xmas Pass to Dangamvura clear water pipeline project was completed and now awaits commissioning.
- The project helps all residents of Mutare because it gives water to Dangamvura, it improves water supply to Nyakamete and it relieves pressure on the old pipeline.
- Shitazberg Pvt Ltd has been reported to Interpol as per instructions from parliamentary portfolio committee
- The project was funded through 3 sources as follows:

○ Council	72,753,381.79
○ Devolution	40,528,885.06
○ ADB	49,503,506.27
○ Total	<b><u>162,785,773.12</u></b>

- **HIGHLIGHTS ON THE RECENT WATER CHALLENGES**

- What happened-
  - Scheduled Tank cleaning program took a week to complete which caused water supply disruptions.
  - Unfortunately on reconnecting water supplies we experienced a major water pipe bursts along the main line in Mutasa district.
  - The repairs took about two weeks.
  - This situation created airlocks within the pipeline when water supply was eventually restored.
  - We are working on installing and replacing air reducing valves and pressures reducing valves so that this problem is better managed in future

## **OSBORNE WATER PROJECT UPDATE-**

A tender for preparation of a feasibility study for Osborne water project is in progress.

This is likely to spill into year 2023.

We look forward to submit bids for grants and PSIP loans to fund this new water treatment plant.

## **NYAKAUNGA WATER POLLUTION ALARM.**

There were media reports indicating that Mutare City water was contaminated and containing cyanide and mercury poison.

City of Mutare carries out water quality tests on a monthly basis and all its tests confirms without doubt that the water is very safe and good for human consumption.

City Mutare continues to assure its residents that its water is safe for human consumption and satisfies minimum standards set by SAZ Standards Association of Zimbabwe.

However after the media reports on water poisoning, a tour was organised to the water city which included key partners ie City of Mutare, ZINWA, EMA , Allied timber and JOC.

Joint effort by EMA, City Council, JOC, ZINWA and Allied Timbers has ensured that illegal miners who are polluting water sources are driven out. We commit to continue with this enforcement so that our water sources are protected.

## **NON REVENUE WATER MITIGATION PROPOSAL**

Water losses are extreme in Mutare due to pressure generated in the network as a result of terrain which builds gravitational pressure. This is also exacerbated by the state of water infrastructure which is now old and due for replacement. This naturally leads to frequent water bursts and water losses.

Reducing water losses is our next big project and we committing to significantly reduce water losses from our network. This includes improving metering, pressure management and replacement of ball valves on reservoirs.

Council is planning to replace non functional meters in batches.

Another proposal is that residents should replace their water meters and recover their money through a credit note of the meter cost to their accounts. This way we look forward to improve the extent of water metering.

### **MINI HYDRO POWER STATION PROPOSAL**

Mutare city water pipeline has designed power generation capacity for a 0,9 mega watts MINI HYDRO power plant which can help a lot in mitigating power challenges in Zimbabwe.

The project already has a prefeasibility study in place. We look forward to vigorously market this project to possible partners to fund this project.

We are currently developing a detailed investment dossier for this and other viable projects that the city has on offer.

### **ILLEGAL BUSINESS OPERATIONS**

The Auditor General in her latest report red flagged the extent of illegal business that are operating around the City of Mutare.

Most of these are operating from undesignated places that do not match minimum set requirements for licencing.

Some of the transport operators are illegally parking and blocking parking spaces in the CBD. These transporters will be considered for allocation of approved parking space where they can pay some fees to council

There are several schools (creches, primary and secondary schools) operating without satisfying minimum requirements for clearance to operate their businesses.

A lot of car wash operators operating within the city have no proper facilities and and also have no access to legal water sources. As a result they vandalize council water infrastructure in order to have easy access to water for their businesses. Instead of continuously playing a cat and mouse game with these operators, it will be good empowerment to allocate working space to these and create revenue streams for council whilst at the same time bringing order to council operations.

It is however important to first consider providing them an alternative.

### **MAJOR PROJECT PROPOSALS FOR 2023**

The following projects are key projects proposed for 2023 among others:

<b>BUDGET AREA</b>	<b>AMOUNT USD</b>
Water infrastructure - City wide	3,153,000.00
Sewer infrastructure maintenance	818,500.00
Roads	1,471,316.00
New School	130,000.00
Sakubva Stadium	200,000.00
Swimming pool	110,000.00
Hob house Clinic	50,000.00
Street lights	137,900.00
Refuse- Compactor	179,000.00



## **DEVOLUTION PROJECTS**

- The following projects have been rolled over because of funding constraints in the current year.
  - New Primary School- Gimboki
  - Feasibility Study- Osborne Water Works
  - Tower Lights
  - New Clinic
  - Sewer Line Renovations
  - Landfill Equipment

**THE END**