



FETAKGOMO – TUBATSE
LOCAL MUNICIPALITY

LIM 476

**Fetakgomo Tubatse Local
Municipality**

**Mid-year Budget Performance
Assessment Report (Section 72 Report)**

31 December 2018

Municipal Manager Quality Certification

I, **LT Gabaganenwe** the Acting Municipal Manager of Fetakgomo Tubatse Local Municipality, hereby

Certify that –

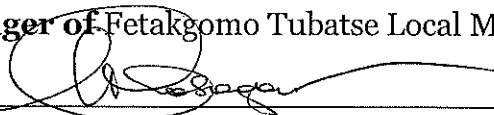
- the mid - year assessment report on the implementation of the budget and financial state affairs of the municipality

For the period ended **December 2018** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: LEPHIT GABAGANENWE

Acting Municipal Manager of Fetakgomo Tubatse Local Municipality

Signature

: 

Date

: 25/01/2019

BUDGET AND TREASURY OFFICE

To : The Mayor
: Provincial Treasury
: National Treasury
: Cooperative Governance Human Settlement and Traditional Affairs
: All Strategic Managers
: Staff
: Interested Members of the Community
: Any other stakeholder

SUBJECT: MID YEAR ASSESSMENT REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

PURPOSE

The purpose of this report is to comply with section 72 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009 (Municipal Budgeting Monitoring and Reporting Regulations: **MBMRR**)

STRATEGIC OBJECTIVE

To provide up to date financial and non-financial information to all interested parties as prescribed by MFMA.

BACKGROUND

Section 72 of the MFMA and in terms of Section 28 of the Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 **Municipal Budget and Reporting Regulations**” necessitates that specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance.

“The accounting officer of a municipality must by 25 January of each year-

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

EXECUTIVE SUMMARY

1. INTRODUCTION

The monthly budget statement is prescribed in the MFMA and seeks to report on the implementation of the adopted IDP and budget.

The report covers revenue performance, operating expenditure performance, capital expenditure performance, and grant received and grants spend, cash flow, financial position, and investment portfolio, and external loans, debtors and creditors age analysis.

The tables are also prescribed by the MFMA with intention to bring comparability of financial and non-financial information across all municipalities. The report must be read together with the SDBIP for better understanding.

The budget monitoring and reporting office relies on various internal stakeholders to provide information for these report.

The financial result for the period ending **31 December 2018** are summarised as follows;

Statement of Financial Performance					
Description	ANNUAL BUDGET	ADJUSTED BUDGET	YTD Budget (R'000)	YTD Actual (R'000)	Variance% R'000
Total Revenue excluding capital receipts	572 623	572 622	376 892	368 516	-2%
Total Operating Expenditure	634 794	524 464	291 757	176 171	-40%
Operating surplus / (deficit)	(62 171)	48 158	85 135	192 345	-44%

The annual budget for 2018/19 has an operating deficit of R 62,171 million while the adjusted budget shows a surplus of R 48 158 million. Operating revenue excluding capital receipts amounted to R 572 million while operating expenditure amounted to R 524 million. Revenue performance for the year to date amounted to R 368 million while expenditure for the year to date amounted to R 176 million.

1.2 MID YEAR REVENUE PER SOURCE

The table below table shows mid-year revenue performance per source.

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		126 280	144 058	144 058	10 206	81 438	72 029	9 408	13%	144 058
Service charges - electricity revenue								-		
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue		14 569	11 570	11 570	1 819	10 508	5 785	4 723	82%	11 570
Service charges - other								-		
Rental of facilities and equipment		374	615	615	27	177	308	(131)	-43%	615
Interest earned - external investments		924	12 210	12 210		58	6 105	(6 047)	-99%	12 210
Interest earned - outstanding debtors		3 275	13 477	13 477	439	2 494	6 739	(4 244)	-63%	13 477
Dividends received								-		
Fines, penalties and forfeits		2 502	2 533	2 533	-	13	1 267	(1 254)	-99%	2 533
Licences and permits		5 568	13 198	13 198	-	1 000	6 599	(5 599)	-85%	13 198
Agency services		982	4 531	4 531	-	980	2 266	(1 285)	-57%	4 531
Transfers and subsidies		330 717	367 663	382 663	120 504	271 134	274 412	(3 278)	-1%	367 663
Other revenue		1 808	2 768	2 768	8	716	1 384	(668)	-48%	2 768
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		486 999	572 623	587 622	133 003	368 516	376 892	(8 376)	-2%	572 623

- Revenue for property rate and refuse removal is based on an accounting concept called accrual basis where revenue is recognised as and when a transaction occurs not when actual cash is received.
- Operational revenue recognised excluding capital receipts for the mid-year amounts to R368, 516 million.
- The planned revenue collection target of R376, 892 million at mid-year was outperformed by R8, 376 million (2 per cent).
- Although there has been a fairly good performance on the revenue recognized however there has been some under-collection on some revenue streams;

Revenue from exchange transaction

- **Property Rates** shows an over spending of 13% on billed revenue. This emanates from additional properties which were not billed during the previous financial year. The budget in this regard needs to be adjusted upward to accommodate the billed properties.
- **Service Charges** shows an over spending of 82% on billed revenue. The over spending in this regards was as a result of under projection of this revenue source during the budget process. The revenue source needs to be adjusted according during the adjustment budget.
- On **rental of facilities and equipment** under-collection of 43 per cent (R 131 thousand) was realized. This was mainly due to under-utilization of some facilities (Civic Hall, Community halls) at Apel regional office. In this regard there might be a need for adjustment as this revenue stream has been over budgeted.
- **Interest Earned External Investment** shows an under collection of 99%. This emanates from the investments held in VBS which couldn't be paid back to the municipality. The whole amount of investment was impairment together with the

interest thus resulting in an adjustment of this projections during the adjustment budget as it is unlikely that the funds will be recovered.

- **Interest Earned Outstanding debtors** under performed by 63% as a result of debtors resisting to pay for outstanding debts. The collection rate has been non satisfactory during the past six months. Culture of payments needs to be imposed to our rate payers in order to maximize this revenue source.
- There is an under collection mainly on **Licenses and permits** of 85 per cent (R 5 million) against the planned budget of R 6, 5 million. This was due to construction of the station at Praktiseer offices which was temporarily closed. The revenue source needs to be adjusted downward during the adjustment budget.
- **Agency fees** under-performed by 57 per cent (R 1,2million) against the planned budget target of R 2, 2 million. This amount is informed by the collection rate above as the municipality receives 20% of collection from motor vehicle registration and also the industrial strike which was underway during November and December 2018. The revenue source needs to be revisited and adjusted accordingly.

Revenue from non-exchange transaction

- **Fines, Penalties and forfeits** under performed by 99 per cent(R 1,2 million) and this emanates from non-payment from offenders. Corrective measures has to be imposed against this non payers by applying credit control and debt collection mechanisms.
- The transfers recognized from operational grants shows a substantial under-collection of 1% which is below the acceptable norm of 10%.
- **Other revenue** shows an under collection 68% as a result of the implementation of Treasury regulation that tender documents must be placed on the municipal website for easy access to our service providers. The revenue source needs to be adjusted accordingly as revenue from tender documents will not be collected as expected.

1.3 MID YEAR OPERATING EXPENDITURE PERFORMANCE

The mid-year expenditure per type is as follows:

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		160 810	179 576	180 100	13 835	83 321	90 050	(6 729)	-7%	179 576
Remuneration of councillors		29 637	31 625	31 625	2 715	16 198	15 812	386	2%	31 625
Debt impairment		18 095	45 000	45 000	306	3 674	22 500	(18 826)	-84%	45 000
Depreciation & asset Impairment		-	68 709	68 759			34 355	(34 355)	-100%	68 709
Finance charges		1 057	1 846	1 200			600	(600)	-100%	1 846
Bulk purchases		-								
Other materials		67 015	22 058	14 605	52	811	7 303	(6 492)	-89%	22 058
Contracted services		70 364	87 755	73 755	9 266	36 325	36 878	(552)	-1%	87 755
Transfers and subsidies		6 385	5 000	5 000	258	3 529	2 500	1 029	41%	5 000
Other expenditure		83 133	193 225	163 521	5 676	32 312	81 760	(49 448)	-60%	193 225
Loss on disposal of PPE										
Total Expenditure		436 476	634 794	583 564	32 108	176 171	291 757	(115 586)	-40%	634 794

- The mid-year actual expenditure amounts to R176, 171 million whilst the mid-year planned expenditure was R291, 757 million. The results reflect an underspending of R115 million (40 per cent) against the planned targets.
- The underspending of R 291 million on the operating expenditure is mainly due to the following;
 - **Employee Costs** shows an under spending of 7% as compared to the planned expenditure of 90 Million. This is still acceptable as it is below the 10% acceptable norm.
 - **Remuneration for Councillors** shows an over spending of 2%. Although this over spending is below the norm, travelling and subsistence of councilors needs to be revisited and adjusted according as it show significant over spending.
 - **Finance Charges** shows under spending as a result of interest on loan which will be payable during March 2019. The spending pattern will improve during the third quarter.
 - **Depreciation and Asset Impairment** where not provided for during the mid-year. This was a a result of changes made to migrate from the previous system the municipality was using to the Financial system (Solar). The new system will be utilized during March 2019 and depreciation will be calculated using the Solar System.
 - **Other materials** underperformed by 89% due to repairs and maintenance of other asset which was not done during the mid-year. This was due to the financial pressure that the municipality was experiencing. The projections has to be realistic as the municipality is currently under severe pressure. This projections will be revisited and adjusted according and only prioritise the emergencies rather than planned maintenance.
 - **Transfers and subsidies** shows that there is an over spending of 41% as compared to the planned targets. This is as a result of Free Basic Electricity (FBE) paid to Eskom. Although the projections were understated, the municipality has to review the indigent register and scrutinize if all registered indigents qualify as such.
 - The under expenditure of 60% for other expenditure is mainly due to operational projects which were not implemented during the 1st and 2nd quarter. The non-spending was as a result of financial pressure and a massive industrial action which lasted almost two most. Other operational projects were forced to be suspended as a result of the municipality being under severe financial crisis.
- The mid-year operating results is a surplus of R 192 million however, the planned deficit was R35 million which reflects an improved financial performance. Although the planned targets might show an improved financial performance, the reality is the municipality's financial performance is not on good standing. Revenue and expenditure projections has to be adjusted according to have a credible, funded and realistic budget.

1.4. Capital Budget Performance

LIM476 LIM476 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		3 417	5 780	4 530	-	142	2 265	(2 123)	-94%	5 780
Executive and council										
Finance and administration		3 417	5 780	4 530		142	2 265	(2 123)	-94%	5 780
Internal audit										
<i>Community and public safety</i>		3 439	24 650	42 409	2 872	5 824	21 205	(15 381)	-73%	24 650
Community and social services		-	4 650	2 000			1 000	(1 000)	-100%	4 650
Sport and recreation		1 761	15 000	38 409	2 872	4 614	19 204	(14 590)	-76%	15 000
Public safety		1 678	5 000	2 000		1 209	1 000	209	21%	5 000
Housing										
Health										
<i>Economic and environmental services</i>		80 439	91 978	69 046	10 333	26 000	34 523	(8 523)	-25%	91 978
Planning and development		4 645	4 950	3 950			1 975	(1 975)	-100%	4 950
Road transport		75 794	87 028	65 096	10 333	26 000	32 548	(6 548)	-20%	87 028
Environmental protection										
<i>Trading services</i>		3 121	17 100	6 100	-	1 333	3 050	(1 717)	-56%	17 100
Energy sources										
Water management										
Waste water management										
Waste management		3 121	17 100	6 100		1 333	3 050	(1 717)	-56%	17 100
<i>Other</i>										
Total Capital Expenditure - Functional Classification	3	90 416	139 508	122 086	13 205	33 298	61 043	(27 745)	-45%	139 508
Funded by:										
National Government		80 178	97 638	82 638	3 741	15 719	41 319	(25 600)	-62%	97 638
Provincial Government										
District Municipality										
Other transfers and grants										
Transfers recognised - capital		80 178	97 638	82 638	3 741	15 719	41 319	(25 600)	-62%	97 638
Public contributions & donations	5									
Borrowing	6									
Internally generated funds		10 238	41 870	39 448	9 464	17 579	19 724	(2 145)	-11%	41 870
Total Capital Funding		90 416	139 508	122 086	13 205	33 298	61 043	(27 745)	-45%	139 508

- The actual capital expenditure as at mid-year shows an underspending of R 27,745 million (45 per cent) from planned target of R61, 043 million, the aggregate actual expenditure amounted to R33, 298 million. The MIG spending to date is 20% and capital expenditure from own funding 20%.

DETAILED CAPITAL EXPENDITURE PERFORMANCE

Exp. Cat. Description	Item Description	Budget Year	YTD	Percentage (%)
ASSETS FROM MIG GRANTS	ASSETS FROM GRANTS AND SUBSIDIES			
ASSETS FROM MIG GRANTS	ERECTION OF TUBATSE HIGHMASTLIGHTS	5 000 000	388 648	8%
ASSETS FROM MIG GRANTS	CONSTRUCTION - LEBOENGACCESSROAD	12 500 000	4 498 665	36%
ASSETS FROM MIG GRANTS	CONST-ACCESS BRIDGE-LEFAHLA	10 072 026	6 217 954	62%
ASSETS FROM MIG GRANTS	CONSTRUCTION OF STORMWATER DRAINAGE	12 525 224	-	0%
ASSETS FROM MIG GRANTS	CONST- MAPODILE SPORTS FACILITY PHASE 2	20 408 850	3 731 511	18%
ASSETS FROM MIG GRANTS	CONST-MOTODI SPORTS COMPLEX	18 000 000	882 528	5%
ASSETS FROM MIG GRANTS	TOTAL ASSETS FROM GRANTS AND SUBSIDIES	78 506 100,00	15 719 305	20%

ASSETS FROM OWN FUNDING

Exp. Cat. Description	Item Description	Budget Year	YTD	Percentage (%)
OWN FUNDING	FEASIBILITY STUDY WATER & ELECTRICITY AUTHORITY	1 000 000	544 040	54%
OWN FUNDING	TOWNSHIP ESTABLISHMENT - Hoeraroep	2 000 000	-	0%
OWN FUNDING	TOWNSHIP ESTABLISHMENT - Aapiesdoorndraai	1 950 000	-	0%
OWN FUNDING	PURCHASE OF NEW LANDFILL SITE	1 000 000	-	0%
OWN FUNDING	REHABILITATION AND CLOSURE OF BURGERSFORT LANDFILL SITE	5 100 000	-	0%
OWN FUNDING	CONTRUCTION OF PRAKTISEER LIENCING OFFICES	2 000 000	1 999 302	100%
OWN FUNDING	DEVELOPMENT OF REGIONAL CEMETERIES APIES	700 000	-	0%
OWN FUNDING	CLEANING EQUIPMENT	500 000	-	0%
OWN FUNDING	FURNITURE FURNITURE /OFFICE EQUIPMENTS	1 230 000	48 992	4%
OWN FUNDING	COMPUTER HARDWARES	1 000 000	36 847	4%
OWN FUNDING	REFURBISHMENT OF MUNICIPAL BUILDINGS	500 000	56 000	11%
OWN FUNDING	DEVELOPMENT OF INFRASTRUCTURE MASTER PLAN	1 000 000	-	0%
OWN FUNDING	PLANNING OF ROADS TO TRIBAL AUTHORITIES	1 000 000	1 004 206,75	100%

Exp Cat Description	Item Description	Budget Year	YTD	Percentage (%)
OWN FUNDING	DEVELOPMENT OF FIRE PLANS	300 000	-	0%
OWN FUNDING	REHABILITATION OF APEL RECREATIONAL PARK	300 000	-	0%
OWN FUNDING	NEW OFFICE ACCOMODATION FEASIBILITY STUDY	1 000 000	-	0%
OWN FUNDING	CONSTRUCTION STORMWATER DRAINAGE	2 500 000	-	0%
OWN FUNDING	NCHABELENG COMMUNITY HALLS INTERNAL STREET (TRIBAL HALLS)	2 000 000	849 470	42%
OWN FUNDING	NKWANA COMMUNITY HALLS INTERNAL STREET (TRIBAL HALLS)	2 000 000	859 061	43%
OWN FUNDING	SEROKA COMMUNITY HALLS INTERNAL STREET (TRIBAL HALLS)	2 000 000	1 143 392	57%
OWN FUNDING	STRYDKRAAL COMMUNITY HALLS INTERNAL STREET (TRIBAL HALLS)	2 000 000	820 331	41%
OWN FUNDING	INDIA COMMUNITY HALLS INTERNAL STREET (TRIBAL HALLS)	2 000 000	908 196	45%
OWN FUNDING	CONSTRUCTION - TUKAKGOMO ACCESS ROAD	4 000 000	2 055 670	51%
OWN FUNDING	MAGAKALA ACCESS BRIDGE	2 000 000	1 046 577	52%
OWN FUNDING	MAGOTWANENG ACCESS BRIDGE	2 000 000	596 122	30%
OWN FUNDING	MASHUNG INTERNAL STREET	1 000 000	648 524	65%
OWN FUNDING	GADEBEILA TO MOHLALETSE INTERNAL STREET	1 500 000	-	0%
OWN FUNDING	OPERATION MABONE	44 100 000	4 962 424	11%
ASSETS FROM MIG GRANTS	TOTAL ASSETS FROM GRANTS AND SUBSIDIES	87 680 000	17 579 152	20%

1.5 CASH FLOW

LIM476 LIM476 - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		63 919	86 435	86 435	2 980	13 146	28 812	(15 666)	-54%	86 435
Service charges		6 769	6 942	6 942	325	1 194	2 314	(1 120)	-48%	6 942
Other revenue		10 254	22 298	22 298	35	1 484	7 433	(5 949)	-80%	22 298
Government - operating		330 717	367 663	382 663	120 504	275 249	154 745	120 504	78%	367 663
Government - capital		85 863	97 638	82 638	-	34 877	34 877	-	-	97 638
Interest		924	12 210	210	-	35	4 070	(4 035)	-99%	12 210
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(410 898)	(499 239)	(461 358)	(32 108)	(266 371)	(230 679)	35 692	-15%	(499 239)
Finance charges		(1 117)	(1 846)	(1 846)	-	-	(923)	(923)	100%	(1 846)
Transfers and Grants		(6 365)	(5 000)	(5 000)	(258)	(3 529)	(2 500)	1 029	-41%	(5 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		80 066	87 101	112 982	91 478	56 085	(1 852)	(57 936)	3129%	87 101
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(90 416)	(112 745)	(112 745)	(13 205)	(35 205)	(56 373)	(21 168)	38%	(112 745)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(90 416)	(112 745)	(112 745)	(13 205)	(35 205)	(56 373)	(21 168)	38%	(112 745)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(1 057)	(1 200)	(1 200)	-	-	(300)	(300)	100%	(1 200)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 057)	(1 200)	(1 200)	-	-	(300)	(300)	100%	(1 200)
NET INCREASE/ (DECREASE) IN CASH HELD		(11 407)	(26 844)	(963)	78 273	20 880	(58 524)			(26 844)
Cash/cash equivalents at beginning:		16 196		10 775		41 762	10 775			41 762
Cash/cash equivalents at month/year end:		4 789	(26 844)	9 812		62 642	(47 749)			14 918

The cash and cash equivalents balance as at 2nd Quarter ended December 2018 shows R 62,642 million. The positive cash and cash equivalent of R 62,642 million is as a result of net cash used from operating activities amounting to R56,085 million, cash used for investing activities amounting to R35,205 million.

1.6 DEBTORS

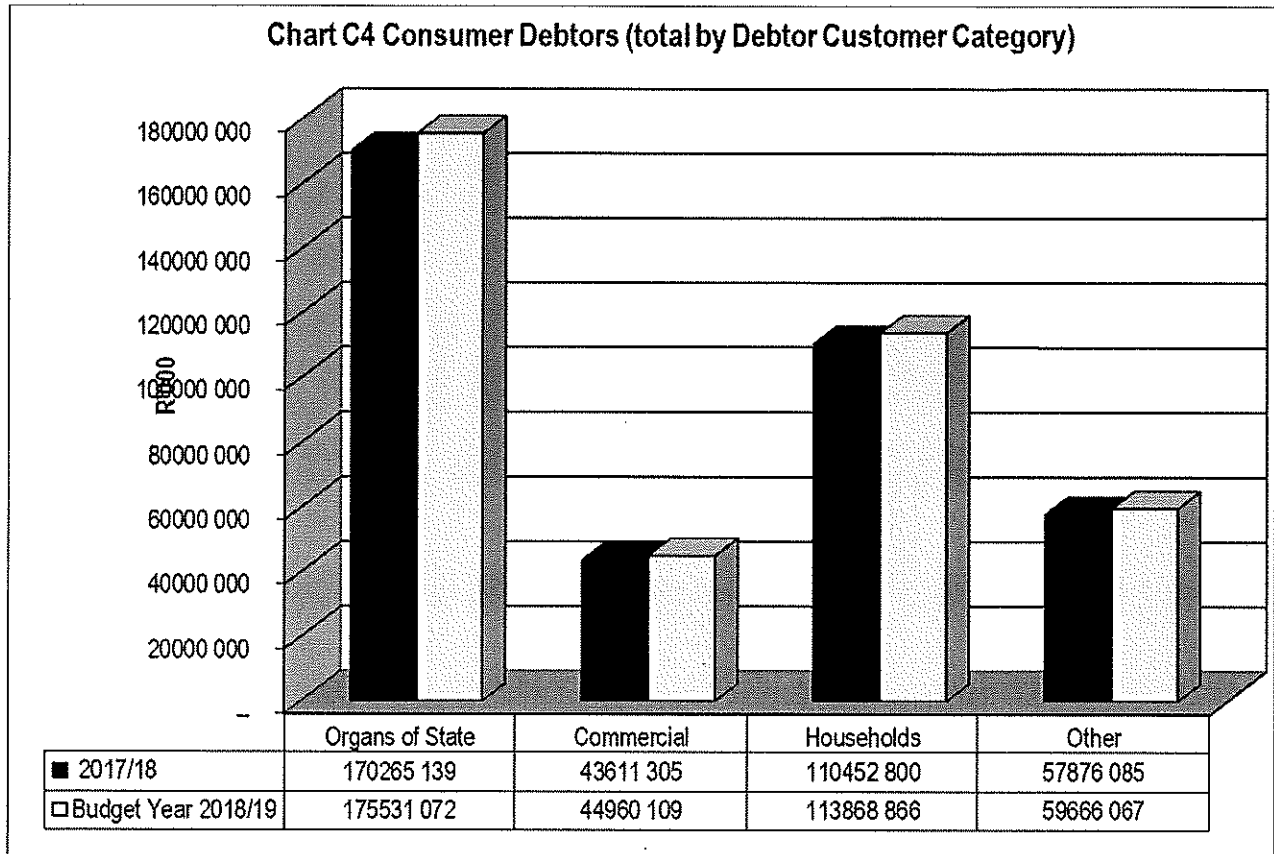
The debtors report has been prepared on the basis of the format required to be lodged electronically with the National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. The summary report indicates that customers owe the municipality a staggering R 349 million of which R 349 million is more than 90 days old. The bulk of the debt relates to refuse removal and property rates.

LIM476 LIM476 - Supporting Table SC3 Monthly Budget Statement - aged debtors - Mid-Year Assessment

Description	NT Code	Budget Year 2018/19										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy			
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total	Total over 90 days					
R thousands																
Debtors Age Analysis By Income Source																
Trades and Other Receivables from Exchange Transactions - Water	1200															
Trade and Other Receivables from Exchange Transactions - Electricity	1300															
Receivables from Non-exchange Transactions - Property Rates	1400	13 209	17 540	3 633	15 045	3 116	214 959							233 120		
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	3 639	1 629	804	729	678	47 022							48 429		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	4 596	2 180	2 053	2 032	2 017	61 592							65 641		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	(5 593)	379	763	146	4	1 853							2 003		
Total By Income Source	2000	15 851	21 728	7 254	17 952	5 816	325 425	-	-	349 193	-	-	-	394 026	-	-
2017/18 - totals only																
Debtors Age Analysis By Customer Group																
Organs of State	2200	1 944	11 860	1 319	1 644	1 194	157 569							160 407		
Commercial	2300	5 140	2 318	1 981	1 948	1 921	31 652							35 521		
Households	2400	6 014	3 983	2 789	3 915	2 159	95 008							101 083		
Other	2500	2 753	3 567	1 164	10 444	542	41 196							52 182		384 872
Total By Customer Group	2600	15 851	21 728	7 254	17 952	5 816	325 425	-	-	349 193	-	-	-	394 026	-	384 872

- The payment level for mid-year reflects a collection rate of 39% compared to total levies.

Debtors Chart



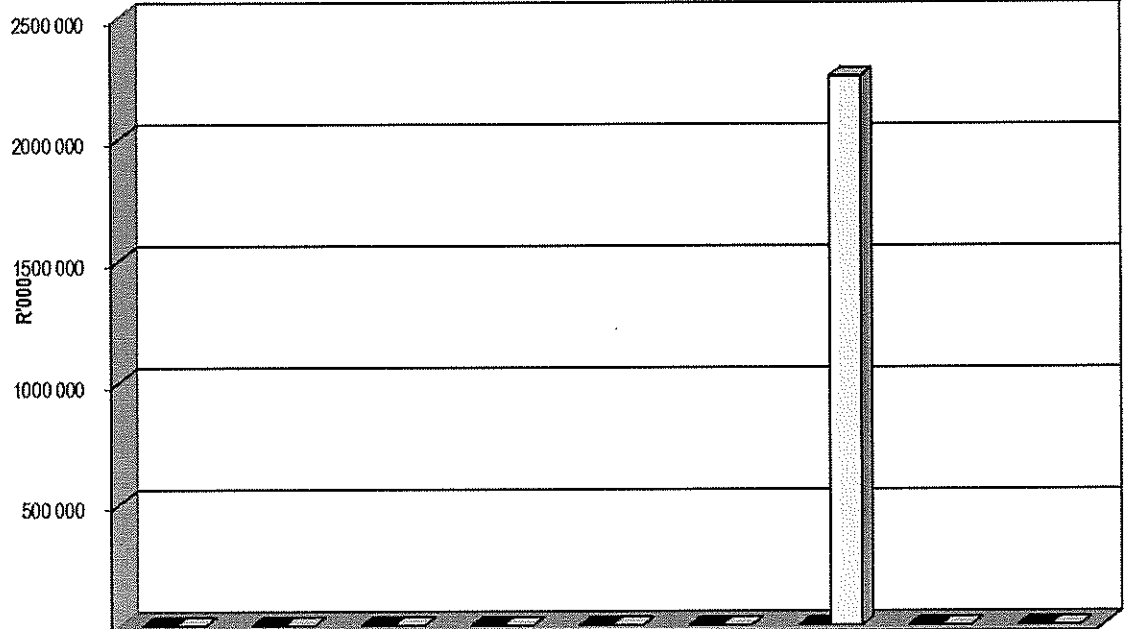
1.7 CREDITORS

LIM476 LIM476 - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

Description	NT Code	Budget Year 2018/19									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100											-
Bulk Water	0200											-
PAYE deductions	0300											-
VAT (output less input)	0400											-
Pensions / Retirement deductions	0500											-
Loan repayments	0600											-
Trade Creditors	0700	184	43	1 195	834							2 257
Auditor General	0800											-
Other	0900											-
Total By Customer Type	1000	184	43	1 195	834	-	-	-	-	-	-	2 257

- As at end of December 2018 the outstanding creditors were standing at R2, 2 million as per financial system. Although the system shows this figure creditors as at December were standing as R 15 million. There was a system error encountered and will be corrected with regards to this creditors ageing.

Chart C5 Aged Creditors Analysis



	Bulk Electricity	Bulk Water	PAYE deductions	VAT (output less input)	Pensions / Retirement deductions	Loan repayments	Trade Creditors	Auditor General	Other
■ 2017/18	-	-	-	-	-	-	-	-	-
□ Budget Year 2018/19	-	-	-	-	-	-	2256 564	-	-

1.8 INVESTMENT PORTFOLIO

- Council's investment portfolio as at end of 2nd Quarter ended December 2018 indicates that no funds were invested during the period ended December 2018.
- The municipality had made a provision for impairment of an amount of R243 million held in VBS during the 2017/18 financial year due to the bank being placed under curatorship. The subsequent liquidation of the bank which makes the recoverability of the amount invested highly unlikely.

1.9 EXTERNAL LOAN REPAYMENT AND INTEREST

FETAKGOMO TUBATSE LOAN BALANCE FOR THE QUARTER ENDED 30 DECEMBER 2018

Account No.	Balance 01 December 2018	Capital Repayment	Interest Repayment	Balance as at 31 December 2018
Loan 1: 102904/1	7 845 342,81	284 458,98	194 445,43	7 366 438,40
Loan 2:102904/2	3 871 101,02	102 568,84	197 277,04	3 571 255,14
Loan 3:13585/102	1 078 555,58	140 519,29	84 458,12	853 578,17
Total	12 794 999,41	527 547,11	476 180,59	11 791 271,71

- Council has 3 external loans with Development Bank of Southern-Africa and it should be noted that the loan is paid bi-annually (September and March).
- Interest and capital accrued for the month of December amounts to R476 thousand and R527 thousand respectively. The closing balance as at 31 December 2018 amounts to R 11,791 million.

1.10 COUNCILLORS AND EMPLOYEE COSTS

- For the mid-year ended December 2018, the total salaries, allowances and benefits for employees and Councillors paid amounted to R83, 321m and R 16,198 million respectively. The percentage spent to date is 46% for employees and 51 % councillors against the budget of R180 million and R 31 million respectively.

1.11 RISKS AND CHALLENGES

This report shows various risk which must be attended to. This includes the following;

- Debtors' age analysis shows that the municipality is not collecting the billed revenue .The debtor's book continue to increase tragically which will lead to under collection of revenue as oppose to the budgeted revenue.
- The municipality is facing financial pressure as a result of the invested amount held in VBS. Adjustment budget is necessary in order to produce a realistic and credible budget.
- Reluctance of customer and government departments to pay for rates.
- Culture of payment should be imposed

1.12 CONCLUSION

- The performance assessment conducted and detailed provided above reflects that an adjustments budget will need to be done to ensure the challenges of over / under-collection on revenue , operating expenditure items, underperformance on cash flow and capital expenditure are addressed.

1.13 RECOMMENDATION

- That, the report is in compliance with, Section 72 of the MFMA regarding the "Local Government: Municipal Finance Management Act 2003 and Municipal Budget and Reporting Regulations" monthly financial results regarding the operating and capital budgets.
- This report is submitted to the Mayor of the municipality, the provincial treasury and national treasury within 30 working days after the end of each quarter.
- That all unit/ divisions in the municipality should review service delivery targets in line with the 2nd quarter performance.
- That the report is made public in compliance to section 75 of the MFMA.

PART 2

MONTHLY BUDGET STATEMENT TABLES

The monthly financial results for the period ended 31 December 2018 are attached consisting of the following tables, in Annexure A:

- (a) Table C1: Consolidated Monthly Budget Statement – Summary
- (b) Table C2: Consolidated Monthly Budget Statement – Financial Performance (standard Classification)
- (c) Table C3: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure by Municipal vote)
- (d) Table C4: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure)
- (e) Table C5: Consolidated Monthly Budget Statement – Capital Expenditure by vote, standard classification and funding
- (f) Table C6: Consolidated Monthly Budget Statement – Financial Position
- (g) Table C7: Consolidated Monthly Budget Statement – Cash Flow

Part 2

- (a) Table SC1: Material variance explanations
- (b) Table SC2: Monthly Budget Statement – Performance Indicators
- (c) Table SC3: Monthly Budget Statement – Aged Debtors
- (d) Table SC4: Monthly Budget Statement – Aged Creditors
- (e) Table SC5: Monthly Budget Statement – Investment Portfolio
- (f) Table SC6: Monthly Budget Statement – Transfers and grant receipts
- (g) Table SC7: Monthly Budget Statement – Transfers and grant expenditures
- (h) Table SC8: Monthly Budget Statement – Councillor and Staff Benefits
- (i) Table SC9: Monthly Budget Statement – Actual and Revised targets for cash receipts
- (j) Table SC12: Monthly Budget Statement – Capital Expenditure Trend
- (k) Table SC13a: Monthly Budget Statement – Capital expenditure on new assets by asset class
- (l) Table SC13c: Monthly Budget Statement – Capital expenditure on repairs and maintenance by asset class
- (m) Municipal manager's quality certification

LIM476 LIM476 - Table C1 Monthly Budget Statement Summary - Mid-Year Assessment

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	126 280	144 058	144 058	10 206	81 438	72 029	9 408	13%	144 058
Service charges	14 569	11 570	11 570	1 819	10 508	5 785	4 723	82%	11 570
Investment revenue	924	12 210	12 210	-	58	6 105	(6 047)	-99%	12 210
Transfers and subsidies	330 717	367 663	#REF!	120 504	271 134	153 908	117 226	76%	367 663
Other own revenue	14 509	37 122	37 121	383 137	5 379	18 561	(13 182)	-71%	37 122
Total Revenue (excluding capital transfers and contributions)	486 999	572 623	#REF!	515 666	368 516	256 388	112 128	44%	572 623
Employee costs	160 810	179 576	180 100	13 835	83 321	90 050	(6 729)	-7%	179 576
Remuneration of Councillors	29 637	31 625	31 625	2 715	16 198	15 812	386	2%	31 625
Depreciation & asset impairment	-	68 709	68 759	-	-	34 355	(34 355)	-100%	68 709
Finance charges	1 057	1 846	1 200	-	-	600	(600)	-100%	1 846
Materials and bulk purchases	67 015	22 058	14 605	52	811	7 303	(6 492)	-89%	22 058
Transfers and subsidies	6 365	5 000	5 000	258	3 529	2 500	1 029	41%	5 000
Other expenditure	171 592	325 980	282 276	15 248	72 312	141 138	(68 826)	-49%	325 980
Total Expenditure	436 476	634 794	583 564	32 108	176 171	291 757	(115 586)	-40%	634 794
Surplus/(Deficit)	50 523	(62 171)	#REF!	483 558	192 345	(35 369)	227 714	-644%	(62 171)
Transfers and subsidies - capital (monetary alloc	71 826	97 638	82 638	-	-	41 319	(41 319)	-100%	97 638
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	122 349	35 467	#REF!	483 558	192 345	5 950	186 395	3133%	35 467
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	122 349	35 467	#REF!	483 558	192 345	5 950	186 395	3133%	35 467
Capital expenditure & funds sources									
Capital expenditure	90 416	139 508	122 086	13 205	35 840	61 043	(25 203)	-41%	139 508
Capital transfers recognised	80 178	97 638	82 638	3 741	15 331	41 319	(25 988)	-63%	97 638
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	10 238	41 870	39 448	9 464	20 510	19 724	786	4%	41 870
Total sources of capital funds	90 416	139 508	122 086	13 205	35 840	61 043	(25 203)	-41%	139 508
Financial position									
Total current assets	587 218	500 369	500 369	-	607 317	-	-	-	500 369
Total non current assets	1 518 488	2 246 137	2 246 137	-	1 518 488	-	-	-	2 246 137
Total current liabilities	85 675	98 168	98 168	-	85 675	-	-	-	98 168
Total non current liabilities	67 902	50 872	50 872	-	67 902	-	-	-	50 872
Community wealth/Equity	1 952 129	2 597 466	2 597 466	-	1 972 228	-	-	-	2 597 466
Cash flows									
Net cash from (used) operating	80 066	87 101	112 982	91 478	58 085	(1 852)	(57 936)	3129%	87 101
Net cash from (used) investing	(90 416)	(112 745)	(112 745)	(13 205)	(35 205)	(56 373)	(21 168)	38%	(112 745)
Net cash from (used) financing	(1 057)	(1 200)	(1 200)	-	-	(300)	(300)	100%	(1 200)
Cash/cash equivalents at the month/year end	4 789	(26 844)	9 812	-	62 642	(47 749)	(110 391)	231%	14 918
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	15 851	21 728	7 254	17 952	5 816	325 425	-	-	394 026
Creditors Age Analysis									
Total Creditors	184	43	1 195	834	-	-	-	-	2 257

LIM476 LIM476 - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		447 556	537 548	537 547	10 231	232 727	233 209	(481)	0%	537 548
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		447 556	537 548	537 547	10 231	232 727	233 209	(481)	0%	537 548
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		10 383	22 333	22 333	3	2 047	9 308	(7 261)	-78%	22 333
Community and social services		1 345	2 075	2 075	3	60	868	(807)	-93%	2 075
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		9 038	20 258	20 258	-	1 987	8 441	(6 454)	-76%	20 258
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		86 317	98 606	98 606	6	203	49 303	(49 100)	-100%	98 606
Planning and development		454	968	968	6	203	484	(281)	-58%	968
Road transport		85 863	97 638	97 638	-	-	48 819	(48 819)	-100%	97 638
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		14 569	11 774	11 774	2 260	13 035	5 887	7 148	121%	11 774
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		14 569	11 774	11 774	2 260	13 035	5 887	7 148	121%	11 774
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	558 825	670 261	670 260	12 499	248 012	297 707	(49 695)	-17%	670 261
Expenditure - Functional										
<i>Governance and administration</i>		254 710	341 434	308 997	21 588	119 244	167 435	(48 191)	-29%	341 434
Executive and council		58 397	72 114	63 807	3 870	23 096	31 903	(8 807)	-28%	72 114
Finance and administration		196 313	269 320	245 190	17 719	96 148	135 532	(39 384)	-29%	269 320
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		50 364	52 991	51 510	3 954	24 416	25 755	(1 339)	-5%	52 991
Community and social services		21 773	31 231	29 705	1 066	6 994	14 852	(7 858)	-53%	31 231
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		28 591	21 760	21 806	2 888	17 422	10 903	6 520	60%	21 760
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		117 334	219 789	205 082	4 075	23 988	88 276	(64 288)	-73%	219 789
Planning and development		16 706	43 775	34 234	1 796	8 388	2 852	5 535	194%	43 775
Road transport		100 628	176 014	170 847	2 280	15 600	85 424	(69 823)	-82%	176 014
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		14 068	20 580	17 976	2 491	8 523	10 291	(1 768)	-17%	20 580
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		14 068	20 580	17 976	2 491	8 523	10 291	(1 768)	-17%	20 580
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	436 476	634 794	583 564	32 108	176 171	291 757	(115 586)	-40%	634 794
Surplus/ (Deficit) for the year		122 349	35 467	86 696	(19 609)	71 841	5 950	65 891	1107%	35 467

LIM476 LIM476 - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Mid-Year Assessment

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - [NAME OF VOTE 1]		--	--	--	--	--	--	--	--	--
Vote 2 - [NAME OF VOTE 2]		--	537 548	537 548	10 147	222 498	205 536	16 961	8,3%	--
Vote 3 - [NAME OF VOTE 3]		--	22 333	22 333	1	2 044	8 457	(6 413)	-75,8%	--
Vote 4 - [NAME OF VOTE 4]		--	98 606	98 606	51	168	32 869	(32 701)	-99,5%	--
Vote 5 - [NAME OF VOTE 5]		--	11 774	11 774	2 199	10 775	3 925	6 850	174,5%	--
Vote 6 - [NAME OF VOTE 6]		--	--	--	--	--	--	--	--	--
Vote 7 - [NAME OF VOTE 7]		--	--	--	--	--	--	--	--	--
Vote 8 - [NAME OF VOTE 8]		--	--	--	--	--	--	--	--	--
Vote 9 - [NAME OF VOTE 9]		--	--	--	--	--	--	--	--	--
Vote 10 - [NAME OF VOTE 10]		--	--	--	--	--	--	--	--	--
Vote 11 - [NAME OF VOTE 11]		--	--	--	--	--	--	--	--	--
Vote 12 - [NAME OF VOTE 12]		--	--	--	--	--	--	--	--	--
Vote 13 - [NAME OF VOTE 13]		--	--	--	--	--	--	--	--	--
Vote 14 - [NAME OF VOTE 14]		--	--	--	--	--	--	--	--	--
Vote 15 - [NAME OF VOTE 15]		--	--	--	--	--	--	--	--	--
Total Revenue by Vote	2	--	670 261	670 261	12 398	235 485	250 787	(15 302)	-6,1%	--
Expenditure by Vote	1									
Vote 1 - [NAME OF VOTE 1]		--	72 114	63 807	3 870	23 096	31 903	(8 807)	-27,6%	--
Vote 2 - [NAME OF VOTE 2]		--	289 320	245 190	17 719	96 148	158 330	(62 182)	-39,3%	--
Vote 3 - [NAME OF VOTE 3]		--	52 991	51 510	3 954	24 416	25 755	(1 339)	-5,2%	--
Vote 4 - [NAME OF VOTE 4]		--	219 789	205 081	4 075	23 988	88 276	(64 288)	-72,8%	--
Vote 5 - [NAME OF VOTE 5]		--	20 579	17 976	2 491	8 523	10 291	(1 768)	-17,2%	--
Vote 6 - [NAME OF VOTE 6]		--	--	--	--	--	--	--	--	--
Vote 7 - [NAME OF VOTE 7]		--	--	--	--	--	--	--	--	--
Vote 8 - [NAME OF VOTE 8]		--	--	--	--	--	--	--	--	--
Vote 9 - [NAME OF VOTE 9]		--	--	--	--	--	--	--	--	--
Vote 10 - [NAME OF VOTE 10]		--	--	--	--	--	--	--	--	--
Vote 11 - [NAME OF VOTE 11]		--	--	--	--	--	--	--	--	--
Vote 12 - [NAME OF VOTE 12]		--	--	--	--	--	--	--	--	--
Vote 13 - [NAME OF VOTE 13]		--	--	--	--	--	--	--	--	--
Vote 14 - [NAME OF VOTE 14]		--	--	--	--	--	--	--	--	--
Vote 15 - [NAME OF VOTE 15]		--	--	--	--	--	--	--	--	--
Total Expenditure by Vote	2	--	634 793	583 564	32 108	176 171	314 555	(138 384)	-44,0%	--
Surplus/ (Deficit) for the year	2	--	35 468	86 697	(19 710)	59 314	(63 768)	123 082	-193,0%	--

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		126 280	144 058	144 058	10 206	81 438	72 029	9 408	13%	144 058
Service charges - electricity revenue								-		
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue		14 569	11 570	11 570	1 819	10 508	5 785	4 723	82%	11 570
Service charges - other								-		
Rental of facilities and equipment		374	615	615	27	177	308	(131)	-43%	615
Interest earned - external investments		924	12 210	12 210		58	6 105	(6 047)	-99%	12 210
Interest earned - outstanding debtors		3 275	13 477	13 477	439	2 494	6 739	(4 244)	-63%	13 477
Dividends received								-		
Fines, penalties and forfeits		2 502	2 533	2 533	-	13	1 267	(1 254)	-99%	2 533
Licences and permits		5 568	13 198	13 198	-	1 000	6 599	(5 599)	-85%	13 198
Agency services		982	4 531	4 531	-	980	2 266	(1 285)	-57%	4 531
Transfers and subsidies		330 717	367 663	382 653	120 504	271 134	153 908	117 226	76%	367 663
Other revenue		1 808	2 768	2 768	8	716	1 384	(668)	-48%	2 768
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		486 999	572 623	587 622	133 003	368 516	256 388	112 128	44%	572 623
Expenditure By Type										
Employee related costs		160 810	179 576	180 100	13 835	83 321	90 050	(6 729)	-7%	179 576
Remuneration of councillors		29 637	31 625	31 625	2 715	16 198	15 812	386	2%	31 625
Debt impairment		18 095	45 000	45 000	306	3 674	22 500	(18 828)	-84%	45 000
Depreciation & asset impairment		-	68 709	68 759			34 355	(34 355)	-100%	68 709
Finance charges		1 057	1 846	1 200			600	(600)	-100%	1 846
Bulk purchases		-		-				-		
Other materials		67 015	22 058	14 605	52	811	7 303	(6 492)	-89%	22 058
Contracted services		70 364	87 755	73 755	9 266	36 325	36 878	(552)	-1%	87 755
Transfers and subsidies		6 365	5 000	5 000	258	3 529	2 500	1 029	41%	5 000
Other expenditure		83 133	193 225	163 521	5 676	32 312	81 760	(49 448)	-60%	193 225
Loss on disposal of PPE								-		
Total Expenditure		436 476	634 794	583 564	32 108	176 171	291 757	(115 586)	-40%	634 794
Surplus/(Deficit)										
Transfers and subsidies - capital (in-kind - all)		50 523	(62 171)	4 058	100 895	192 345	(35 369)	227 714	(0)	(62 171)
(National / Provincial and District)		71 826	97 638	82 638			41 319	(41 319)	(0)	97 638
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		122 349	35 467	86 696	100 895	192 345	5 950			35 467
Taxation								-		
Surplus/(Deficit) after taxation		122 349	35 467	86 696	100 895	192 345	5 950			35 467
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		122 349	35 467	86 696	100 895	192 345	5 950			35 467
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		122 349	35 467	86 696	100 895	192 345	5 950			35 467

LIM476 LIM476 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Mid-Year Assessment

Vote Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		3 417	5 780	4 530	-	142	2 265	(2 123)	-94%	5 780
Executive and council								-		
Finance and administration		3 417	5 780	4 530		142	2 265	(2 123)	-94%	5 780
Internal audit								-		
<i>Community and public safety</i>		3 439	24 650	42 409	2 872	5 824	21 205	(15 381)	-73%	24 650
Community and social services		-	4 650	2 000			1 000	(1 000)	-100%	4 650
Sport and recreation		1 761	15 000	38 409	2 872	4 614	19 204	(14 590)	-76%	15 000
Public safety		1 678	5 000	2 000		1 209	1 000	209	21%	5 000
Housing								-		
Health								-		
<i>Economic and environmental services</i>		80 439	91 978	69 046	10 333	28 542	34 523	(5 981)	-17%	91 978
Planning and development		4 645	4 950	3 950			1 975	(1 975)	-100%	4 950
Road transport		75 794	87 028	65 096	10 333	28 542	32 548	(4 006)	-12%	87 028
Environmental protection								-		
<i>Trading services</i>		3 121	17 100	6 100	-	1 333	3 050	(1 717)	-56%	17 100
Energy sources								-		
Water management								-		
Waste water management								-		
Waste management		3 121	17 100	6 100		1 333	3 050	(1 717)	-58%	17 100
Other								-		
Total Capital Expenditure - Functional Classification	3	90 416	139 508	122 086	13 205	35 840	61 043	(25 203)	-41%	139 508
Funded by:										
National Government		80 178	97 638	82 638	3 741	15 331	41 319	(25 988)	-63%	97 638
Provincial Government								-		
District Municipality								-		
Other transfers and grants								-		
Transfers recognised - capital		80 178	97 638	82 638	3 741	15 331	41 319	(25 988)	-63%	97 638
Public contributions & donations								-		
Borrowing								-		
Internally generated funds		10 238	41 870	39 448	9 464	20 510	19 724	786	4%	41 870
Total Capital Funding		90 416	139 508	122 086	13 205	35 840	61 043	(25 203)	-41%	139 508

LIM476 LIM476 - Table C6 Monthly Budget Statement - Financial Position - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		4 790	86 378	86 378	24 889	86 378
Call investment deposits		244 161	127 552	127 552	244 161	127 552
Consumer debtors		270 128	165 675	165 675	270 128	165 675
Other debtors		63 770	66 024	66 024	63 770	66 024
Current portion of long-term receivables		2 012	53 316	53 316	2 012	53 316
Inventory		2 357	1 424	1 424	2 357	1 424
Total current assets		587 218	500 369	500 369	607 317	500 369
Non current assets						
Long-term receivables						
Investments						
Investment property		138 435	162 495	162 495	138 435	162 495
Investments in Associate						
Property, plant and equipment		1 379 447	2 083 642	2 083 642	1 379 447	2 083 642
Agricultural						
Biological						
Intangible		501			501	
Other non-current assets		105			105	
Total non current assets		1 518 488	2 246 137	2 246 137	1 518 488	2 246 137
TOTAL ASSETS		2 105 706	2 746 506	2 746 506	2 125 805	2 746 506
LIABILITIES						
Current liabilities						
Bank overdraft						
Borrowing						
Consumer deposits						
Trade and other payables		8 845	98 168	98 168	8 845	98 168
Provisions		76 830			76 830	
Total current liabilities		85 675	98 168	98 168	85 675	98 168
Non current liabilities						
Borrowing		13 066	12 805	12 805	13 066	12 805
Provisions		54 836	38 067	38 067	54 836	38 067
Total non current liabilities		67 902	50 872	50 872	67 902	50 872
TOTAL LIABILITIES		153 577	149 040	149 040	153 577	149 040
NET ASSETS	2	1 952 129	2 597 466	2 597 466	1 972 228	2 597 466
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 952 129	2 597 466	2 597 466	1 972 228	2 597 466
Reserves						
TOTAL COMMUNITY WEALTH/EQUITY	2	1 952 129	2 597 466	2 597 466	1 972 228	2 597 466

LIM476 LIM476 - Table C7 Monthly Budget Statement - Cash Flow - Mid-Year Assessment

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		63 919	86 435	86 435	2 980	13 146	28 812	(15 666)	-54%	86 435
Service charges		6 769	6 942	6 942	325	1 194	2 314	(1 120)	-48%	6 942
Other revenue		10 254	22 298	22 298	35	1 484	7 433	(5 949)	-80%	22 298
Government - operating		330 717	367 663	382 663	120 504	275 249	154 745	120 504	78%	387 663
Government - capital		85 863	97 638	82 638	-	34 877	34 877	-		97 638
Interest		924	12 210	210		35	4 070	(4 035)	-99%	12 210
Dividends								-		
Payments										
Suppliers and employees		(410 898)	(499 239)	(461 358)	(32 108)	(266 371)	(230 679)	35 692	-15%	(499 239)
Finance charges		(1 117)	(1 846)	(1 846)	-	-	(923)	(923)	100%	(1 846)
Transfers and Grants		(6 365)	(5 000)	(5 000)	(258)	(3 529)	(2 500)	1 029	-41%	(5 000)
NET CASH FROM/(USED) OPERATING ACTIVITIES		80 066	87 101	112 982	91 478	56 085	(1 852)	(57 936)	3129%	87 101
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current debtors								-		
Decrease (increase) other non-current receivables								-		
Decrease (increase) in non-current investments								-		
Payments										
Capital assets		(90 416)	(112 745)	(112 745)	(13 205)	(35 205)	(56 373)	(21 168)	38%	(112 745)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(90 416)	(112 745)	(112 745)	(13 205)	(35 205)	(56 373)	(21 168)	38%	(112 745)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing		(1 057)	(1 200)	(1 200)			(300)	(300)	100%	(1 200)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 057)	(1 200)	(1 200)	-	-	(300)	(300)	100%	(1 200)
NET INCREASE/ (DECREASE) IN CASH HELD		(11 407)	(26 844)	(963)	78 273	20 880	(58 524)			(26 844)
Cash/cash equivalents at beginning:		16 196		10 775		41 762	10 775			41 762
Cash/cash equivalents at month/year end:		4 789	(26 844)	9 812		62 642	(47 749)			14 918

LIM476 LIM476 - Supporting Table SC1 Material variance explanations - Mid-Year Assessment

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<u>Revenue By Source</u>			
	Rental of facilities and equipment	81%	This was mainly due to under-utilization of some facilities (Civic Hall, Community halls) at Apel regional office.	In this regard there might be a need for adjustment as this revenue stream has been over budgeted. Corrective measures has to be imposed against this non payers by applying credit control and debt collection mechanisms and promoting culture for payments
	Fines, penalties and forfeits	98%	Non-payment from offenders.	
	Licences and permits	37%	This was mainly due to non-functioning of the station at Apel Regional office which was temporarily closed due to theft.	The revenue source will improve during the 3rd quarter as the station is now fully operational.
	Agency services	49%	This amount is informed by the collection rate above as the municipality receives 20% of collection from motor vehicle registration.	The revenue source will improve during the 3rd quarter as the station is now fully operational.
	Other revenue	77%	Inadequate collection on sale of tenders	In this regard there might be a need for adjustment as this revenue stream has been over budgeted.
2	<u>Expenditure By Type</u>			
	Finance charges	40%	This is mainly due to repayment of interest on loan paid bi-annually	The spending will improve during the third quarter
	Other materials	76%	Other materials underperformed by 76% due to repairs and maintenance of other assets (Re-gravelling of roads) which is committed during December 2017.	An amount of R 47,856 m is committed and will improve the spending from January 2018.
	Contracted services	27%	The under expenditure of 27% on Contracted Services during the mid-year ended December 2017 emanates from Refuse removal services which was over budgeted.	There will be a need for adjusted during February 2018.
	Other Expenditure	45%	The under expenditure of 45% for other expenditure is mainly due to operational projects which were not implemented during the 1st and 2nd quarter.	The spending patterns will be revisited and adjusted accordingly during adjustment budget.
3	<u>Capital Expenditure</u>			
	Township Establishment/Land Acquisition	100%	Service provider appointed during the 2nd quarter	Spending will improve during the 3rd quarter
	Construction of sports complex	100%	Service provider appointed during the 2nd quarter	Spending will improve during the 3rd quarter
4	<u>Financial Position</u>			
5	<u>Cash Flow</u>			
	Property Rates	47%	Reluclance of cutomers to pay for rates	Impose culture of payment and strict debt collection mechanisms. Encourage customers to pay by allowing them a discount for paying rates within 30 days.
	Transfers and Subsidies	36%	This is mainly due to Free basic electricity which is paid during the 3rd to 4th q	Spending patterns will improve during the 4th quarter
	Repayment of Borrowing	82%	This is mainly due to capital repayment on loan paid bi-annually	The spending will improve during the third quarter
6	<u>Measureable performance</u>			
7	<u>Municipal Entities</u>			

LIM476 LIM476 - Supporting Table SC2 Monthly Budget Statement - performance indicators - Mid-Year Assessment

Description of financial indicator	Basis of calculation	Ref	2017/18	Budget Year 2018/19			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0,0%	11,1%	12,0%	0,0%	5,3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. transfers and grants		0,0%	0,0%	0,0%	0,0%	0,0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		1,1%	4,3%	4,3%	1,1%	4,3%
Gearing	Long Term Borrowing/ Funds & Reserves		0,0%	0,0%	0,0%	0,0%	0,0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	685,4%	509,7%	509,7%	708,9%	509,7%
Liquidity Ratio	Monetary Assets/Current Liabilities		290,6%	217,9%	217,9%	314,0%	217,9%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		69,0%	49,8%	48,5%	91,2%	49,8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0,0%	0,0%	0,0%	0,0%	0,0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(a))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		33,0%	31,4%	30,6%	22,6%	31,4%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0,0%	0,0%	0,0%	0,0%	0,0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0,0%	12,3%	11,9%	0,0%	5,8%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

LIM476 LIM476 - Supporting Table SC4 Monthly Budget Statement - aged creditors - Mid-Year Assessment

R thousands	Description	NT Code	Budget Year 2018/19								Total	Over 1 Year	181 Days - 1 Year	Prior year totals for chart (same period)
			0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year				
	Creditors Age Analysis By Customer Type													
	Bulk Electricity	0100												-
	Bulk Water	0200												-
	PAYE deductions	0300												-
	VAT (output less input)	0400												-
	Pensions / Retirement deductions	0500												-
	Loan repayments	0600												-
	Trade Creditors	0700	184	43	1 195	834								2 257
	Auditor General	0800												-
	Other	0900												-
	Total By Customer Type	1000	184	43	1 195	834	-	-	-	-	-	-	-	2 257

LIM476 LIM476 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Mid-Year Assessment

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:	1.2	329 833	367 663	367 663	120 504	155 255	4 265	150 480	3528,3%	367 663
Local Government Equitable Share		320 902	361 513	361 513	120 504	150 630	150	150 480	#####	361 513
Finance Management		4 045	4 115	4 115		4 115	4 115			4 115
EPWP Incentive		320	2 035	2 035		510				2 035
	3							-		
								-		
								-		
								-		
MUNICIPAL DERAMACATION		4 566						-		

Total Operating Transfers and Grants	5	329 833	367 663	367 663	120 504	155 255	4 265	150 480	3528,3%	367 663
Capital Transfers and Grants										
National Government:		85 863	97 638	97 638	-	39 877	39 877	-		97 638
Municipal Infrastructure Grant (MIG)		85 863	82 638	82 638		34 877	34 877	-		82 638
								-		
								-		
								-		
INEG			15 000	15 000		5 000	5 000	-		15 000
Provincial Government:		-	-	-	-	-	-	-		-
MUNICIPAL DERAMACATION								-		
								-		
District Municipality:		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
Other grant providers:		-	-	-	-	-	-	-		-
<i>[insert description]</i>								-		
								-		
Total Capital Transfers and Grants	5	85 863	97 638	97 638	-	39 877	39 877	-		97 638
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	415 696	465 301	465 301	120 504	195 132	44 142	150 480	340,9%	465 301

LIM476 LIM476 - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		342 461	367 663	367 663	23 472	112 689	91 916	20 773	22,6%	367 663
Local Government Equitable Share		330 902	361 513	361 513	23 224	110 504	90 378	20 126	22,3%	361 513
Finance Management		4 045	4 115	4 115	107	1 082	1 029	53	5,1%	4 115
EPWP Incentive		1 279	2 035	2 035	141	1 103	609	594	116,8%	2 035
		1 669								
MUNICIPAL DERAMACATION		4 566								
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants (insert description)										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		342 461	367 663	367 663	23 472	112 689	91 916	20 773	22,6%	367 663
Capital expenditure of Transfers and Grants										
National Government:		85 863	97 638	97 638	1 004	15 966	20 662	(4 696)	-22,7%	97 638
Municipal Infrastructure Grant (MIG)		85 863	82 638	82 638	1 004	15 966	20 660	(4 693)	-22,7%	82 638
INEG			15 000	15 000			2 922,84	(3)	-100,0%	15 000
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		85 863	97 638	97 638	1 004	15 966	20 662	(4 696)	-22,7%	97 638
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		428 324	465 301	465 301	24 476	128 655	112 578	16 077	14,3%	465 301

LIM476 LIM476 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Mid-Year Assessment

Summary of Employee and Councillor remuneration	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		18 111	20 978	20 978	1 485	9 235	10 489	(1 254)	-12%	20 978
Pension and UIF Contributions							-	-		
Medical Aid Contributions							-	-		
Motor Vehicle Allowance		8 419	7 142	7 142	951	5 276	3 571	1 705	48%	7 142
Cellphone Allowance		3 106	3 505	3 505	279	1 686	1 753	(66)	-4%	3 505
Housing Allowances							-	-		
Other benefits and allowances							-	-		
Sub Total - Councillors		29 636	31 625	31 625	2 715	16 198	15 813	386	2%	31 625
% increase	4		6,7%	6,7%						6,7%
Senior Managers of the Municipality										
Basic Salaries and Wages		3 346	6 682	6 682	464	2 988	3 341	(353)	-11%	6 682
Pension and UIF Contributions		325			1	4	-	4	#DIV/0!	
Medical Aid Contributions		-	77	77			39	(39)	-100%	77
Overtime		-					-	-		
Performance Bonus		-	1 482	1 482			741	(741)	-100%	1 482
Motor Vehicle Allowance		658	959	959	107	708	480	229	48%	959
Cellphone Allowance		74	339	339	16	93	170	(76)	-45%	339
Housing Allowances		49	119	119	18	110	60	51	85%	119
Other benefits and allowances		181	109	109		4	55	(51)	-93%	109
Payments in lieu of leave							-	-		
Long service awards							-	-		
Post-retirement benefit obligations							-	-		
Sub Total - Senior Managers of Municipality		4 633	9 767	9 767	605	3 907	4 884	(976)	-20%	9 767
% increase	4		110,8%	110,8%						110,8%
Other Municipal Staff										
Basic Salaries and Wages		101 498	96 041	96 041	8 301	47 079	48 021	(941)	-2%	96 041
Pension and UIF Contributions		18 360	21 889	21 889	1 670	10 019	10 945	(925)	-8%	21 889
Medical Aid Contributions		8 163	9 603	9 603	683	4 168	4 802	(634)	-13%	9 603
Overtime		3 313	3 972	3 972	217	4 168	1 986	2 182	110%	3 972
Performance Bonus		-	1 773	1 773		433	887	(454)	-51%	1 773
Motor Vehicle Allowance		17 558	21 360	21 360	1 414	8 606	10 680	(2 074)	-19%	21 360
Cellphone Allowance		1 764	2 581	2 581	158	755	1 291	(535)	-41%	2 581
Housing Allowances		1 326	2 348	2 348	137	637	1 174	(537)	-46%	2 348
Other benefits and allowances		4 196	9 302	9 302	448	3 205	4 661	(1 446)	-31%	9 302
Payments in lieu of leave			939	939	202	343	391	(48)	-12%	939
Long service awards							-	-		
Post-retirement benefit obligations							-	-		
Sub Total - Other Municipal Staff		156 176	169 808	169 808	13 230	79 414	84 826	(5 412)	-6%	169 808
% increase	4		8,7%	8,7%						8,7%
Total Parent Municipality		190 445	211 200	211 200	16 550	99 520	105 522	(6 002)	-6%	211 200

LIM476 LIM476 - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Mid-Year Assessment

Description	Ref	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework			
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21	
Cash Receipts By Source																	
Property rates		22 541	16 017	8 040	8 658		2 980						(50 138)				
Service charges - electricity revenue																	
Service charges - water revenue																	
Service charges - sanitation revenue																	
Service charges - refuse		1 756	1 756	1 468	394		325						(5 717)				
Service charges - other													(119)				
Rental of facilities and equipment		28	31	25	26								(59)				
Interest earned - external investments			16	19	23								(5 324)				
Interest earned - outstanding debtors		2 156	404	2 348	423												
Dividends received																	
Fines, penalties and forfeits		8	2	3	2								(13)				
Licences and permits		508	260	(4)	245								(1 081)				
Agency services		438	166	294	84								(980)				
Transfer receipts - operating			150 630										(150 630)				
Other revenue		479	60	45	88		8						(686)				
Cash Receipts by Source		27 902	163 348	12 248	7 843	-	3 314	-	-	-	-	-	(214 655)	-	-	-	-
Other Cash Flows by Source																	
Transfer receipts - capital																	
Contributions & Contributed assets																	
Proceeds on disposal of PPE																	
Short term loans																	
Borrowing long term/refinancing																	
Increase in consumer deposits																	
Receipt of non-current debtors																	
Receipt of non-current receivables																	
Change in non-current investments																	
Total Cash Receipts by Source		27 902	163 348	12 248	7 843	-	3 314	-	-	-	-	-	(214 655)	-	-	-	-
Cash Payments by Type																	
Employee related costs		13 695	12 022	15 662	13 659		13 835						(68 873)				
Remuneration of councillors		2 688	3 011	2 759	2 283		2 715						(13 456)				
Interest paid																	
Buy purchases - Electricity																	
Buy purchases - Water & Sewer																	
Other materials		1	0	362	36		52						(452)				
Contracted services		3 216	9	9 459	3 378		9 266						(25 328)				
Grants and subsidies paid - other municipalities					1 317		258						(1 575)				
Grants and subsidies paid - other					2 800		5 676						(9 782)				
General expenses		4 655	4 303	7 135									(15 493)				
Cash Payments by Type		23 855	20 651	35 377	23 472	-	31 802	-	-	-	-	-	(134 957)	-	-	-	-
Other Cash Flows/Payments by Type																	
Capital assets		538	14 777	2 018	5 221	81	13 205						(35 841)				
Repayment of borrowing																	
Other Cash Flows/Payments																	
Total Cash Payments by Type		24 193	35 428	37 395	28 693	81	45 007	-	-	-	-	-	(170 798)	-	-	-	-
NET INCREASE/(DECREASE) IN CASH HELD		3 709	127 920	(25 147)	(20 850)	(81)	(41 693)	-	-	-	-	-	(43 657)	-	-	-	-
Cash/cash equivalents at the month/year beginning:		3 709	131 629	106 482	85 632	85 550	43 857	43 857	43 857	43 857	43 857	43 857	43 857	-	-	-	-
Cash/cash equivalents at the month/year end:		3 709	131 629	106 482	85 632	85 550	43 857	43 857	43 857	43 857	43 857	43 857	43 857	-	-	-	-

LIM476 LIM476 - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - Mid-Year Assessment

Month	Budget Year 2018/19								
	2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	4 255	11 626	10 174	538	538	10 174	9 636	94,7%	0%
August	7 976	11 626	10 174	14 777	15 315	20 348	5 033	24,7%	11%
September	6 433	11 626	10 174	2 018	17 333	30 522	13 188	43,2%	12%
October	11 483	11 626	10 174	5 221	22 554	40 695	18 141	44,6%	16%
November	7 609	11 626	10 174	81	22 636	50 869	28 233	55,5%	16%
December	16 872	11 626	10 174	13 205	35 841	61 043	25 202	41,3%	26%
January	32	11 626	10 174			71 217	--	--	--
February	4 770	11 626	10 174			81 391	--	--	--
March	14 190	11 626	10 174			91 565	--	--	--
April	1 054	11 626	10 174			101 738	--	--	--
May	6 125	11 626	10 174			111 912	--	--	--
June	9 617	11 626	10 174			122 086	--	--	--
Total Capital expenditure	90 416	139 508	122 086	35 841					

HEAD OFFICE

Ikastania street | P.O Box 206, Burgersfort, U150
Tel: +27 13 251 1000 | Fax: +27 13 231 7467

REGIONAL OFFICE

Stand No. 1, Mashung, Ga-Nkwanu | P.O Box 818, Apel, 0739
Tel: +27 15 622 8000 | FAX: +27 15 622 8026

LIM476 LIM476 - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - Mid-Year Assessment

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		70 844	103 128	70 197	10 079	29 331	51 613	22 282	43,2%	103 128
Roads Infrastructure		63 502	64 528	61 597	10 079	23 036	32 313	9 277	28,7%	64 528
Roads		63 502	64 528	61 597	10 079	23 036	32 313	9 277	28,7%	64 528
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure		5 078	6 500	2 500	-	-	3 250	3 250	100,0%	6 500
Drainage Collection		5 078	6 500	2 500			3 250	3 250	100,0%	6 500
Storm water Conveyance										
Water Supply Infrastructure		-	15 000	-	-	4 962	7 500	2 538	33,8%	15 000
Dams and Weirs										
Boreholes										
Reservoirs										
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution										
Distribution Points										
PRV Stations										
Capital Spares			15 000			4 962	7 500	2 538	33,8%	15 000
Sanitation Infrastructure		-	-	-	-	-	-	-		-
Pump Station										
Reticulation										
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		2 264	17 100	6 100	-	1 333	8 550	7 217	84,4%	17 100
Landfill Sites		2 264	17 000	6 100		1 333	#####	7 167	84,3%	17 000
Waste Transfer Stations										
Waste Processing Facilities										
Waste Drop-off Points			100				50 000,00	50	100,0%	100
Waste Separation Facilities										

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Tel: +27 13 231 1000 | Fax: +27 13 231 7467

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Tel: +27 15 622 8000 | FAX: +27 15 622 8026

Community Assets	7 313	24 000	42 409	2 872	5 824	12 000	6 176	51,5%	24 000	
Community Facilities	5 553	9 000	4 000	-	1 209	4 500	3 291	73,1%	9 000	
Halls										
Centres										
Crèches										
Clinics/Care Centres										
Fire/Ambulance Stations										
Testing Stations	1 678	5 000	2 000		1 209	2 500	1 291	51,6%	5 000	
Museums										
Galleries										
Theatres										
Libraries										
Cemeteries/Crematoria	26	1 700	700			850 000,00	850	100,0%	1 700	
Police										
Parks		1 300	1 300			650 000,00	650	100,0%	1 300	
Public Open Space										
Nature Reserves										
Public Ablution Facilities										
Markets	3 049									
Stalls										
Abattoirs										
Airports										
Taxi Ranks/Bus Terminals		1 000				500 000,00	500	100,0%	1 000	
Capital Spares										
Sport and Recreation Facilities	1 760	15 000	38 409	2 872	4 615	7 500	2 885	38,5%	15 000	
Indoor Facilities										
Outdoor Facilities	1 175	15 000	38 409	2 872	4 615	7 500	2 885	38,5%	15 000	
Capital Spares	585									
Heritage assets	-	-	-	-	-	-	-	-	-	
Monuments										
Historic Buildings										
Works of Art										
Conservation Areas										
Other Heritage										
Investment properties	-	-	-	-	-	-	-	-	-	
Revenue Generating										
Improved Property										
Unimproved Property										
Non-revenue Generating										
Improved Property										
Unimproved Property										
Other assets	1 898	2 500	1 800	-	56	1 250	1 194	95,5%	2 500	
Operational Buildings	1 898	2 500	1 800	-	56	1 250	1 194	95,5%	2 500	
Municipal Offices	1 128	1 000	1 800		56	500 000,00	444	88,8%	1 000	
Pay/Enquiry Points										
Building Plan Offices	770	1 500				750	750	100,0%	1 500	
Workshops										
Intangible Assets	-	3 000	1 000	254	544	1 500	956	63,8%	3 000	
Servitudes										
Licences and Rights	-	3 000	1 000	254	544	1 500	956	63,8%	3 000	
Water Rights		1 000	1 000	254	544	500 000,00	(44)	-8,7%	1 000	
Effluent Licenses										
Solid Waste Licenses										
Computer Software and Applications		2 000				#####	1 000	100,0%	2 000	
Load Settlement Software Applications										
Unspecified										
Computer Equipment	1 191	-	-	-	24	-	(24)	#DIV/0!	-	
Computer Equipment	1 191				24		(24)	#DIV/0!		
Furniture and Office Equipment	761	1 280	2 730	-	62	640	578	90,3%	1 280	
Furniture and Office Equipment	761	1 280	2 730		62	640 000,00	578	90,3%	1 280	
Machinery and Equipment	6 437	1 000	-	-	-	500	500	100,0%	1 000	
Machinery and Equipment	6 437	1 000				500	500	100,0%	1 000	
Transport Assets	1 971	650	-	-	-	32	32	100,0%	650	
Transport Assets	1 971	650				32 231,40	32	100,0%	650	
Land	-	3 950	3 950	-	-	1 975	1 975	100,0%	3 950	
Land		3 950	3 950			#####	1 975	100,0%	3 950	
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	
Zoo's, Marine and Non-biological Animals										
Total Capital Expenditure on new assets	1	90 416	139 508	122 086	13 205	35 840	69 510	33 670	48,4%	139 508

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Tel: +27 15 622 8000 | FAX: +27 15 622 8026

LIM476 LIM476 - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - Mid-Year

Description	Ref	Budget Year 2018/19								
		2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure	1	63 298	62 250	7 420	-	-	31 314	31 314	100,0%	62 250
Roads Infrastructure		54 954	62 250	3 020	-	-	31 125	31 125	100,0%	62 250
Roads		54 954	62 250	3 020			31 125	31 125	100,0%	62 250
Road Structures										
Road Furniture										
Capital Spares										
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Drainage Collection										
Storm water Conveyance										
Attenuation										
Electrical Infrastructure		7 966	-	4 000	-	-	-	-	-	-
Power Plants		7 966		4 000						
HV Substations										
HV Switching Station										
HV Transmission Conductors										
MV Substations										
MV Switching Stations										
MV Networks										
LV Networks										
Capital Spares										
Water Supply Infrastructure		-	-	100	-	-	-	-	-	-
Dams and Weirs										
Boreholes				100						
Reservoirs										
Pump Stations										
Water Treatment Works										
Bulk Mains										
Distribution										
Distribution Points										
PRV Stations										
Capital Spares										
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Pump Station										
Reticulation										
Waste Water Treatment Works										
Outfall Sewers										
Toilet Facilities										
Capital Spares										
Solid Waste Infrastructure		378	-	300	-	-	189	189	100,0%	-
Landfill Sites		378		300			189	189	100,0%	
Computer Equipment		171	567	100	6	109	284	175	61,7%	567
Computer Equipment		171	567	100	6	109	284	175	61,7%	567
Furniture and Office Equipment		-	1 252	-	-	-	-	-	-	1 252
Furniture and Office Equipment			1 252							1 252
Machinery and Equipment		1 707	2 000	2 000	32	130	1 000	870	87,0%	2 000
Machinery and Equipment		1 707	2 000	2 000	32	130	#####	870	87,0%	2 000
Transport Assets		113	250	1 000	2	202	125	(77)	-61,2%	250
Transport Assets		113	250	1 000	2	202	125 000,00	(77)	-61,2%	250
Land		-	-	-	-	-	-	-	-	-
Land										
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Total Repairs and Maintenance Expenditure	1	67 015	68 709	14 605	58	758	33 918	33 159	97,8%	68 709

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Ikastania street | P.O.Box 206, Burgersfort, U150
Tel: +27 13 231 1000 | Fax: +27 13 231 7467

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Stand No. 1, Mashung, Ga-Nlwana | P.O.Box 818, Apel, 0739
Tel: +27 15 622 8000 | FAX: +27 15 622 8026

LIM476 LIM476 - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - Mid-Year Assessment

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		55 351	62 250	62 250	-	-	15 563	15 563	100,0%	62 250
Roads Infrastructure		55 351	62 250	62 250	-	-	15 563	15 563	100,0%	62 250
Roads		55 351	62 250	62 250	-	-	15 563	15 563	100,0%	62 250
Computer Equipment		-	567	567	-	-	142	142	100,0%	567
Computer Equipment			567	567			142	142	100,0%	567
Furniture and Office Equipment		-	1 252	1 252	-	-	313	313	100,0%	1 252
Furniture and Office Equipment			1 252	1 252			313	313	100,0%	1 252
Machinery and Equipment		-	2 000	2 000	-	-	500	500	100,0%	2 000
Machinery and Equipment			2 000	2 000			500	500	100,0%	2 000
Transport Assets		-	250	250	-	-	63	63	100,0%	250
Transport Assets			250	250			63	63	100,0%	250
Land		-	-	-	-	-	-	-		-
Land										
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals										
Total Depreciation	1	55 351	68 709	68 709	-	-	17 177	17 177	100,0%	68 709

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Ikastania street | P.O. Box 206, Burgersfort, 1150
Tel: +27 13 231 1000 | Fax: +27 13 231 7467

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Stand No. 1, Mashung, Cia-Nkwana | P.O. Box 818, Apel, 0739
Tel: +27 15 622 8000 | FAX: +27 15 622 8026