



FETAKGOMO – GREATER TUBATSE  
LOCAL MUNICIPALITY



*The* **GTM**  
**GREATER TUBATSE**  
**MUNICIPALITY**

South Africa's first democratic platinum city

**LIM 476**

**Fetakgomo / Greater Tubatse Local  
Municipality**

**Monthly Budget Statement  
(Section 71 Report)**

**31 July 2017**

## Municipal Manager Quality Certification

I, **NP Busane**, the Acting Municipal Manager of Fetakgomo / Greater Tubatse Local Municipality, hereby

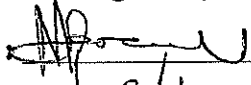
Certify that –

- the monthly budget statement report on the implementation of the budget and financial state affairs of the municipality

For the period ended **31 July 2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: MAREKI MOHUBE FRANK

Municipal Manager of Fetakgomo / Tubatse Local Municipality

Signature: 

Date: 11/08/17

## **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: MONTHLY BUDGET STATEMENT FOR THE PERIOD ENDED 31 July 2017.**

### **PURPOSE**

The purpose of this report is to comply with section 71 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 71 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 mayor of a municipality-

"71(1)The accounting officer of a municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality's approved budget.

52 (d) must within 30 days of the end of each quarter, submit a report to the Council on the implementation of the budget and financial state of affairs of the municipality.

For the reporting period ending **31 July 2017**, the ten working day reporting limit expires on **14 August 2017**.

The Budget and Treasury Office has met the timelines for this reporting period.

## 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 spent, cash flow, financial position and 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.

Statement of Financial Performance					
Description	ANNUAL BUDGET	ADJUSTED BUDGET	YTD Budget (R'000)	YTD Actual (R'000)	Variance% R000
Total Revenue excluding capital receipts	547,939	-	41,662	41,501	-9%
Total Operating Expenditure	584,247	-	48,687	17,460	-64%
Operating surplus / (deficit)	(36,308)	-	(3,026)	24,042	-9%

The annual budget for 2017/18 has an operating deficit of R 36,308 million. There is no movement in the adjusted budget. Revenue to date excluding capital receipts amounted to R 41 million while operating expenditure amounted to R 17 million.

## 1.2 REVENUE PER SOURCE

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
<b>Revenue By Source</b>											
Property rates			123,856			37,476	37,476	10,321	27,155	263%	123,856
Service charges - electricity revenue			-			-	-	-	-	-	-
Service charges - water revenue			-			-	-	-	-	-	-
Service charges - sanitation revenue			-			-	-	-	-	-	-
Service charges - refuse revenue			11,479			1,068	1,068	957	111	12%	11,479
Service charges - other			-			-	-	-	-	-	-
Rental of facilities and equipment			575			-	-	48	(48)	-100%	575
Interest earned - external investments			11,519			295	295	960	(664)	-69%	11,519
Interest earned - outstanding debtors			11,719			1,882	1,882	977	906	93%	11,719
Dividends received			-			-	-	-	-	-	-
Fines, penalties and forfeits			14,436			12	12	1,203	(1,191)	-99%	14,436
Licences and permits			13,846			-	-	1,154	(1,154)	-100%	13,846
Agency services			4,274			-	-	356	(356)	-100%	4,274
Transfers and subsidies			352,892			700	700	29,408	(28,707)	-98%	352,892
Other revenue			3,342			67	67	279	(211)	-76%	3,342
Gains on disposal of PPE			-			-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>			-	547,939	-	41,501	41,501	45,662	(4,160)	-9%	547,939

The table above shows revenue performance per source. The figures are based on the accounting concept of accrual basis where revenue is recognised as the transaction occurs not when revenue is received.

## 1.3 OPERATING EXPENDITURE PERFORMANCE

The year to date expenditure per type is as follows:

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
<b>Expenditure By Type</b>											
Employee related costs			163,899			10,006	10,006	13,658	(3,652)	-27%	163,899
Remuneration of councillors			24,099			2,431	2,431	2,008	423	21%	24,099
Debt impairment			30,000			-	-	2,500	(2,500)	-100%	30,000
Depreciation & asset impairment			90,000			-	-	7,500	(7,500)	-100%	90,000
Finance charges			1,725			-	-	144	(144)	-100%	1,725
Bulk purchases			-			-	-	-	-	-	-
Other materials			72,748			1,313	1,313	6,082	(4,749)	-76%	72,748
Contracted services			79,838			816	816	6,653	(5,837)	-88%	79,838
Transfers and subsidies			4,000			-	-	333	(333)	-100%	4,000
Other expenditure			117,938			2,894	2,894	9,828	(6,934)	-71%	117,938
Loss on disposal of PPE			-			-	-	-	-	-	-
<b>Total Expenditure</b>			-	584,247	-	17,460	17,460	48,687	(31,227)	-64%	584,247

Total expenditure for the month amounted to R 17,460 million. The spending to date is 36% of the year budget.

## 1.4. Capital Budget Performance

LIM476 LIM476 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	4,020	-	89	89	335	(246)	-73%	4,020
Executive and council								-		
Finance and administration			4,020		89	89	335	(246)	-73%	4,020
Internal audit								-		
<i>Community and public safety</i>		-	45,345	-	-	-	3,779	(3,779)	-100%	45,345
Community and social services			25,500				2,125	(2,125)	-100%	25,500
Sport and recreation			10,345				862	(862)	-100%	10,345
Public safety			9,500				792	(792)	-100%	9,500
Housing								-		
Health								-		
<i>Economic and environmental services</i>		-	90,074	-	4,539	4,539	7,506	(2,967)	-40%	90,074
Planning and development			6,000				500	(500)	-100%	6,000
Road transport			84,074		4,539	4,539	7,006	(2,467)	-35%	84,074
Environmental protection								-		
<i>Trading services</i>		-	1,000	-	-	-	83	(83)	-100%	1,000
Energy sources								-		
Water management			1,000				83	(83)	-100%	1,000
Waste water management								-		
Waste management								-		
Other								-		
<b>Total Capital Expenditure - Functional Classification</b>	3	-	140,438	-	4,628	4,628	11,703	(7,075)	-60%	140,438
<b>Funded by:</b>										
National Government			81,478				6,790	(6,790)	-100%	81,478
Provincial Government								-		
District Municipality								-		
Other transfers and grants								-		
Transfers recognised - capital		-	81,478	-	-	-	6,790	(6,790)	-100%	81,478
Public contributions & donations	5							-		
Borrowing	6							-		
Internally generated funds			58,960				4,913	(4,913)	-100%	58,960
<b>Total Capital Funding</b>		-	140,438	-	-	-	11,703	(11,703)	-100%	140,438

- Project from own funding expenditure to date shows 0% is spent on the total budget of R58, 960 million.
- Capital grant expenditure MIG year to date amounts to R 4,628 million and shows 5% spending of the total budget of R85, 665.

## 5 CASH FLOW

LIM476 LIM476 - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
Receipts											
Property rates			74,314		4,753	4,753	6,193	(1,440)	-23%	74,314	
Service charges			8,099		382	382	675	(293)	-43%	8,099	
Other revenue			15,927		-	-	1,327	(1,327)	-100%	15,927	
Government - operating			343,882		144,024	144,024	28,657	115,367	403%	343,882	
Government - capital			95,863		47,665	47,665	7,989	39,676	497%	95,863	
Interest			13,878		295	295	1,156	(861)	-74%	13,878	
Dividends							-	-			
Payments											
Suppliers and employees			(439,794)		(25,604)	(25,604)	(36,649)	(10,846)	30%	(439,794)	
Finance charges			(1,725)		-	-	-	-		(1,725)	
Transfers and Grants			(4,000)		-	-	-	-		(4,000)	
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>-</b>	<b>106,444</b>	<b>-</b>	<b>171,315</b>	<b>171,315</b>	<b>9,347</b>	<b>(161,968)</b>	<b>-1733%</b>	<b>106,444</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
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			(142,622)		(3,413)	(3,413)	(11,885)	(8,472)	71%	(142,622)	
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>-</b>	<b>(142,622)</b>	<b>-</b>	<b>(3,413)</b>	<b>(3,413)</b>	<b>(11,885)</b>	<b>(8,472)</b>	<b>71%</b>	<b>(142,622)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
Receipts											
Short term loans								-			
Borrowing long term/refinancing								-			
Increase (decrease) in consumer deposits								-			
Payments											
Repayment of borrowing			(1,100)					-		(1,100)	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>-</b>	<b>(1,100)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,100)</b>	
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			<b>-</b>	<b>(37,278)</b>	<b>-</b>	<b>167,902</b>	<b>167,902</b>	<b>(2,538)</b>		<b>(37,278)</b>	
Cash/cash equivalents at beginning:			168,234			210,884	188,234			210,884	
Cash/cash equivalents at month/year end:			130,956			378,787	185,696			173,606	

The cash and cash equivalents balance as at 31 July 2017 shows R 378 million. The positive cash and cash equivalent of R 378 million is as a result of net cash used from operating activities amounting to R 171 million, cash used for investing activities amounting to R 3 million.

### 1.6 DEBTORS

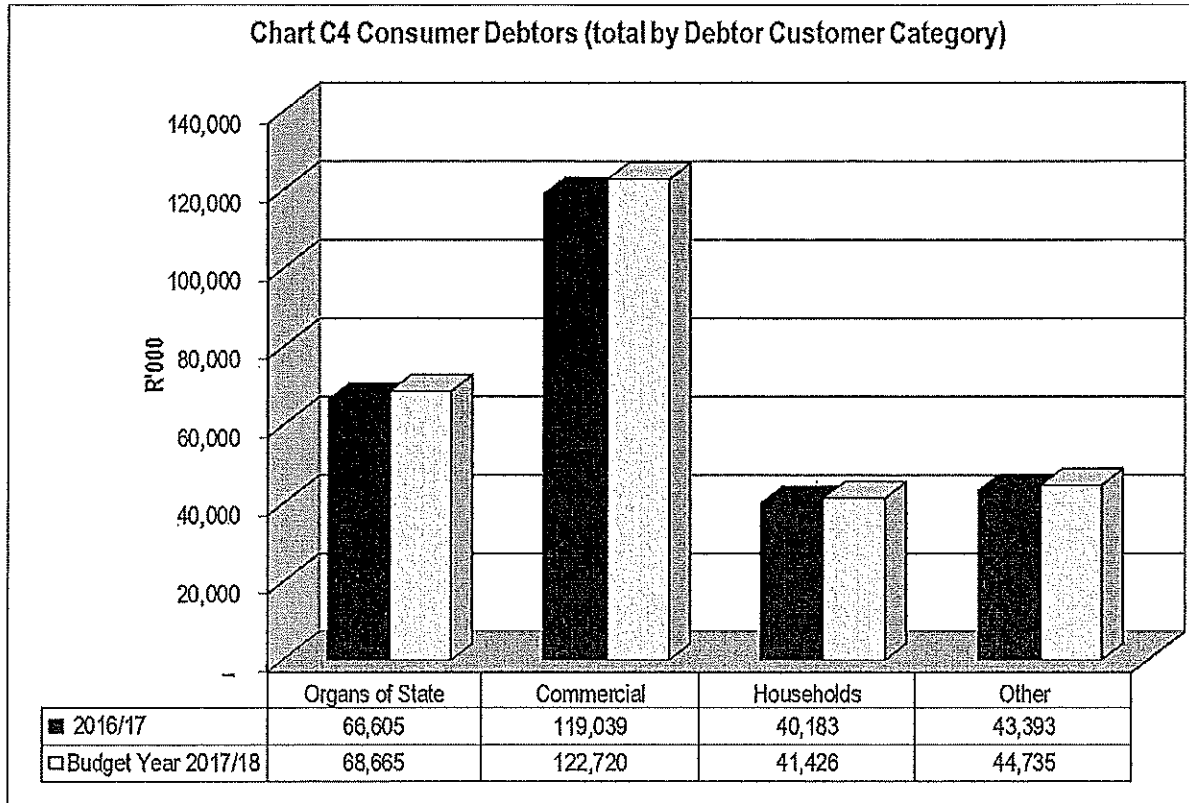
The debtors report has been prepared on the basis of the format required to be lodged electronically with the National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. The summary report indicates that customers owe the municipality an amount of R 277 million of which R 263 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 - M01 July

Description	NT Code	Budget Year 2017/18										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L. Council Polic			
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days					
<b>R thousands</b>																
<b>Debtors Age Analysis By Income Source</b>																
Trade 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	7,474	4,958	4,417	3,929	3,879	3,732	162,996						191,385	174,536	
Receivables from Exchange Transactions - Waste Water Management	1500															
Receivables from Exchange Transactions - Waste Management	1600	1,563	1,095	1,023	996	992	961	34,777						41,426	37,745	
Receivables from Exchange Transactions - Property Rental Debtors	1700															
Interest on Arrear Debtor Accounts	1810	1,832	1,857	1,811	1,717	1,607	1,568	39,221						49,612	44,112	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	(12,177)	154	144	315	146	138	6,402						(4,877)	7,001	
Other	1900															
<b>Total By Income Source</b>	<b>2000</b>	<b>(1,308)</b>	<b>8,063</b>	<b>7,396</b>	<b>6,956</b>	<b>6,623</b>	<b>6,419</b>	<b>243,396</b>						<b>277,547</b>	<b>263,395</b>	
<b>2016/17 - totals only</b>																
<b>Debtors Age Analysis By Customer Group</b>																
Organs of State	2200		9	56	56	56	56	68,431						68,665	68,599	
Commercial	2300	7,474	4,948	4,361	3,872	3,823	3,676	94,565						122,720	105,937	
Households	2400	1,563	1,095	1,023	996	992	961	34,777						41,426	37,745	
Other	2500	(10,345)	2,011	1,956	2,031	1,753	1,706	45,624						44,735	51,114	
<b>Total By Customer Group</b>	<b>2600</b>	<b>(1,308)</b>	<b>8,063</b>	<b>7,396</b>	<b>6,956</b>	<b>6,623</b>	<b>6,419</b>	<b>243,396</b>						<b>277,547</b>	<b>263,395</b>	



## Debtors Chart



## 1.7 CREDITORS

LIM476 LIM476 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2017/18									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		
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	386									386	
Auditor General	0800										-	
Other	0900										-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>386</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>386</b>	<b>-</b>

The Creditors balance amounted to R 386 thousand.

### HEAD OFFICE

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### REGIONAL OFFICE

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## 1.8 RISKS AND CHALLENGES

This report shows various risk which must be attended early in the year. This includes the following;

1. Implementation of forward planning which shows recurring under expenditure on capital and operating budget.
2. The report must be read with the SDBIP.

## 1.9 CONCLUSION

This report meets the requirements of the MFMA; Section 71 requires a financial and non-financial report to Council on the implementation of the budget and the financial status of the municipality.

## 1.10 RECOMMENDATIONS

- (1) That, the report is in compliance with, Section 71 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.
- (2) This report is submitted to the Mayor of the municipality, the Provincial treasury and National Treasury within ten working days.
- (3) That all unit/ divisions in the Municipality should review service delivery targets in line with the 1<sup>st</sup> quarter performance.
- (4) That the report is made public in compliance to section 75 of the MFMA by being placed on the Municipal Website.

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## PART 2

### MONTHLY BUDGET STATEMENT TABLES

The monthly financial results for the period ended 31 July 2017 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

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LIM476 LIM476 - Table C1 Monthly Budget Statement Summary - M01 July

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Financial Performance</b>									
Property rates	-	123,856	-	37,476	37,476	10,321	27,155	263%	123,856
Service charges	-	11,479	-	1,068	1,068	957	111	12%	11,479
Investment revenue	-	11,519	-	295	295	960	(664)	-69%	11,519
Transfers and subsidies	-	352,892	-	700	700	29,408	(28,707)	-98%	352,892
Other own revenue	-	48,193	-	1,962	1,962	4,016	(2,054)	-51%	48,193
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>547,939</b>	-	<b>41,501</b>	<b>41,501</b>	<b>45,662</b>	<b>(4,160)</b>	<b>-9%</b>	<b>547,939</b>
Employee costs	-	163,899	-	10,006	10,006	13,658	(3,652)	-27%	163,899
Remuneration of Councilors	-	24,099	-	2,431	2,431	2,008	423	21%	24,099
Depreciation & asset impairment	-	90,000	-	-	-	7,500	(7,500)	-100%	90,000
Finance charges	-	1,725	-	-	-	144	(144)	-100%	1,725
Materials and bulk purchases	-	72,748	-	1,313	1,313	6,062	(4,749)	-78%	72,748
Transfers and subsidies	-	4,000	-	-	-	333	(333)	-100%	4,000
Other expenditure	-	227,775	-	3,710	3,710	18,981	(15,272)	-80%	227,775
<b>Total Expenditure</b>	-	<b>584,247</b>	-	<b>17,460</b>	<b>17,460</b>	<b>48,687</b>	<b>(31,227)</b>	<b>-64%</b>	<b>584,247</b>
<b>Surplus/(Deficit)</b>	-	<b>(36,308)</b>	-	<b>24,042</b>	<b>24,042</b>	<b>(3,026)</b>	<b>27,067</b>	<b>-895%</b>	<b>(36,308)</b>
Transfers and subsidies - capital (monetary alloc	-	85,863	-	4,255	4,255	7,355	(2,901)	-41%	85,863
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>49,555</b>	-	<b>28,296</b>	<b>28,296</b>	<b>4,130</b>	<b>24,167</b>	<b>585%</b>	<b>49,555</b>
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>49,555</b>	-	<b>28,296</b>	<b>28,296</b>	<b>4,130</b>	<b>24,167</b>	<b>585%</b>	<b>49,555</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	-	140,438	-	4,628	4,628	11,203	(6,575)	-59%	-
Capital transfers recognised	-	81,478	-	-	-	6,790	(6,790)	-100%	81,478
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	58,960	-	-	-	4,913	(4,913)	-100%	58,960
<b>Total sources of capital funds</b>	-	<b>140,438</b>	-	<b>-</b>	<b>-</b>	<b>11,703</b>	<b>(11,703)</b>	<b>-100%</b>	<b>140,438</b>
<b>Financial position</b>									
Total current assets	-	300,562	-	-	805,116	-	-	-	300,562
Total non current assets	-	1,530,531	-	-	1,518,488	-	-	-	1,530,531
Total current liabilities	-	53,927	-	-	77,216	-	-	-	53,927
Total non current liabilities	-	50,104	-	-	69,856	-	-	-	50,104
<b>Community wealth/Equity</b>	-	<b>1,727,062</b>	-	<b>-</b>	<b>2,176,531</b>	-	-	-	<b>1,727,062</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	106,444	-	171,315	171,315	9,347	(161,968)	-1733%	106,444
Net cash from (used) investing	-	(142,622)	-	(3,413)	(3,413)	(11,885)	(8,472)	71%	(142,622)
Net cash from (used) financing	-	(1,100)	-	-	-	-	-	-	(1,100)
<b>Cash/cash equivalents at the month/year end</b>	-	<b>130,956</b>	-	<b>-</b>	<b>378,787</b>	<b>165,696</b>	<b>(213,091)</b>	<b>-129%</b>	<b>173,606</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	(1,308)	8,063	7,386	6,956	6,623	6,419	243,396	-	277,547
<b>Creditors Age Analysis</b>									
Total Creditors	386	-	-	-	-	-	-	-	386

The table above provides a high-level summation of the Municipality's operating – and capital budgets, actual to date and financial position.

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LIM476 LIM476 - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		-	502,805	-	39,742	39,742	41,900	(2,158)	-5%	502,805
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	502,805	-	39,742	39,742	41,900	(2,158)	-5%	502,805
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	22,072	-	337	337	1,839	(1,502)	-82%	22,072
Community and social services		-	1,880	-	-	-	157	(157)	-100%	1,880
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	20,192	-	337	337	1,683	(1,346)	-80%	20,192
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	97,355	-	4,263	4,263	8,113	(3,850)	-47%	97,355
Planning and development		-	1,492	-	8	8	124	(116)	-93%	1,492
Road transport		-	95,863	-	4,255	4,255	7,989	(3,734)	-47%	95,863
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	11,570	-	1,414	1,414	964	450	47%	11,570
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	11,570	-	1,414	1,414	964	450	47%	11,570
Other	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	-	633,802	-	45,756	45,756	52,817	(7,061)	-13%	633,802
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		-	359,160	-	9,195	9,195	29,930	(20,735)	-69%	359,160
Executive and council		-	63,157	-	3,220	3,220	5,263	(2,043)	-39%	63,157
Finance and administration		-	296,003	-	5,975	5,975	24,667	(18,692)	-76%	296,003
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	44,968	-	2,524	2,524	3,747	(1,223)	-33%	44,968
Community and social services		-	23,194	-	2,524	2,524	1,933	591	31%	23,194
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	21,774	-	-	-	1,815	(1,815)	-100%	21,774
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	137,982	-	5,740	5,740	11,498	(5,758)	-50%	137,982
Planning and development		-	29,955	-	1,115	1,115	2,496	(1,381)	-55%	29,955
Road transport		-	108,026	-	4,625	4,625	9,002	(4,377)	-49%	108,026
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	42,137	-	-	-	3,511	(3,511)	-100%	42,137
Energy sources		-	10,000	-	-	-	833	(833)	-100%	10,000
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	32,137	-	-	-	2,678	(2,678)	-100%	32,137
Other		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	-	584,247	-	17,460	17,460	48,687	(31,227)	-64%	584,247
<b>Surplus/ (Deficit) for the year</b>		-	49,555	-	28,296	28,296	4,130	24,167	589%	49,555

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The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

LIM476 LIM476 - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates			123,856		37,476	37,476	10,321	27,155	263%	123,856
Service charges - electricity revenue			-		-	-	-	-		-
Service charges - water revenue			-		-	-	-	-		-
Service charges - sanitation revenue			-		-	-	-	-		-
Service charges - refuse revenue			11,479		1,068	1,068	957	111	12%	11,479
Service charges - other			-		-	-	-	-		-
Rental of facilities and equipment			575		-	-	48	(48)	-100%	575
Interest earned - external investments			11,519		295	295	960	(664)	-69%	11,519
Interest earned - outstanding debtors			11,719		1,882	1,882	977	906	93%	11,719
Dividends received			-		-	-	-	-		-
Fines, penalties and forfeits			14,436		12	12	1,203	(1,191)	-99%	14,436
Licences and permits			13,846		-	-	1,154	(1,154)	-100%	13,846
Agency services			4,274		-	-	356	(356)	-100%	4,274
Transfers and subsidies			352,892		700	700	29,408	(28,707)	-98%	352,892
Other revenue			3,342		67	67	279	(211)	-76%	3,342
Gains on disposal of PPE			-		-	-	-	-		-
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>547,939</b>		<b>41,501</b>	<b>41,501</b>	<b>45,662</b>	<b>(4,160)</b>	<b>-9%</b>	<b>547,939</b>
<b>Expenditure By Type</b>										
Employee related costs			163,899		10,006	10,006	13,658	(3,652)	-27%	163,899
Remuneration of councillors			24,099		2,431	2,431	2,008	423	21%	24,099
Debt impairment			30,000		-	-	2,500	(2,500)	-100%	30,000
Depreciation & asset impairment			90,000		-	-	7,500	(7,500)	-100%	90,000
Finance charges			1,725		-	-	144	(144)	-100%	1,725
Bulk purchases			-		-	-	-	-		-
Other materials			72,748		1,313	1,313	6,062	(4,749)	-78%	72,748
Contracted services			79,838		816	816	6,653	(5,837)	-88%	79,838
Transfers and subsidies			4,000		-	-	333	(333)	-100%	4,000
Other expenditure			117,938		2,894	2,894	9,828	(6,934)	-71%	117,938
Loss on disposal of PPE			-		-	-	-	-		-
<b>Total Expenditure</b>			<b>584,247</b>		<b>17,460</b>	<b>17,460</b>	<b>48,687</b>	<b>(31,227)</b>	<b>-64%</b>	<b>584,247</b>
<b>Surplus/(Deficit)</b>										
(National / Provincial and District)			(36,308)		24,042	24,042	(3,026)	27,067	(0)	(36,308)
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			85,863		4,255	4,255	7,155	(2,901)	(0)	85,863
Transfers and subsidies - capital (in-kind - all)			-		-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>			<b>49,555</b>		<b>28,296</b>	<b>28,296</b>	<b>4,130</b>			<b>49,555</b>
Taxation			-		-	-	-	-		-
<b>Surplus/(Deficit) after taxation</b>			<b>49,555</b>		<b>28,296</b>	<b>28,296</b>	<b>4,130</b>			<b>49,555</b>
Attributable to minorities			-		-	-	-	-		-
<b>Surplus/(Deficit) attributable to municipality</b>			<b>49,555</b>		<b>28,296</b>	<b>28,296</b>	<b>4,130</b>			<b>49,555</b>
Share of surplus/ (deficit) of associate			-		-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>			<b>49,555</b>		<b>28,296</b>	<b>28,296</b>	<b>4,130</b>			<b>49,555</b>

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The table below reflects the performance to date in relation to the financial position of the Municipality.

LIM476 LIM476 - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2016/17	Budget Year 2017/18				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
<b>ASSETS</b>							
<b>Current assets</b>							
Cash			52,193		345,142	52,193	
Call investment deposits			78,762		170,000	78,762	
Consumer debtors			157,786		236,121	157,786	
Other debtors			7,452		41,426	7,452	
Current portion of long-term receivables			2,012		10,542	2,012	
Inventory			2,357		1,886	2,357	
<b>Total current assets</b>			-	300,562	-	805,116	300,562
<b>Non current assets</b>							
Long-term receivables							
Investments							
Investment property			149,335		138,435	149,335	
Investments in Associate						-	
Property, plant and equipment			1,380,808		1,379,447	1,380,808	
Agricultural						-	
Biological assets						-	
Intangible assets			283		501	283	
Other non-current assets			105		105	105	
<b>Total non current assets</b>			-	1,530,531	-	1,518,488	1,530,531
<b>TOTAL ASSETS</b>			-	1,831,093	-	2,323,604	1,831,093
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft							
Borrowing							
Consumer deposits							
Trade and other payables			44,741		386	44,741	
Provisions			9,186		76,830	9,186	
<b>Total current liabilities</b>			-	53,927	-	77,216	53,927
<b>Non current liabilities</b>							
Borrowing			13,849		15,020	13,849	
Provisions			36,255		54,836	36,255	
<b>Total non current liabilities</b>			-	50,104	-	69,856	50,104
<b>TOTAL LIABILITIES</b>			-	104,031	-	147,073	104,031
<b>NET ASSETS</b>	2		-	1,727,062	-	2,176,531	1,727,062
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)			1,727,062		2,176,531	1,727,062	
Reserves							
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2		-	1,727,062	-	2,176,531	1,727,062

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LIM476 LIM476 - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Capital Expenditure - Functional Classification</b>										
<i>Governance and administration</i>		-	4,020	-	89	89	335	(246)	-73%	4,020
Executive and council										
Finance and administration			4,020		89	89	335	(246)	-73%	4,020
Internal audit										
<i>Community and public safety</i>		-	45,345	-	-	-	3,779	(3,779)	-100%	45,345
Community and social services			25,500				2,125	(2,125)	-100%	25,500
Sport and recreation			10,345				862	(862)	-100%	10,345
Public safety			9,500				792	(792)	-100%	9,500
Housing										
Health										
<i>Economic and environmental services</i>		-	90,074	-	4,539	4,539	7,506	(2,967)	-40%	90,074
Planning and development			6,000				500	(500)	-100%	6,000
Road transport			84,074		4,539	4,539	7,006	(2,467)	-35%	84,074
Environmental protection										
<i>Trading services</i>		-	1,000	-	-	-	83	(83)	-100%	1,000
Energy sources										
Water management			1,000				83	(83)	-100%	1,000
Waste water management										
Waste management										
Other										
<b>Total Capital Expenditure - Functional Classification</b>	3	-	140,438	-	4,628	4,628	11,703	(7,075)	-60%	140,438
<b>Funded by:</b>										
National Government			81,478				6,790	(6,790)	-100%	81,478
Provincial Government										
District Municipality										
Other transfers and grants										
Transfers recognised - capital		-	81,478	-	-	-	6,790	(6,790)	-100%	81,478
Public contributions & donations	5									
Borrowing	6									
Internally generated funds			58,960				4,913	(4,913)	-100%	58,960
<b>Total Capital Funding</b>		-	140,438	-	-	-	11,703	(11,703)	-100%	140,438

The table below reflects the municipality's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required by capital budget; including information on capital transfers from other departments.

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The table below reflects the performance to date in relation to the financial position of the Municipality.

LIM476 LIM476 - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2016/17	Budget Year 2017/18					
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast		
R thousands	1							
<b>ASSETS</b>								
<b>Current assets</b>								
Cash			52,193		345,142	52,193		
Call investment deposits			78,762		170,000	78,762		
Consumer debtors			157,786		236,121	157,786		
Other debtors			7,452		41,426	7,452		
Current portion of long-term receivables			2,012		10,542	2,012		
Inventory			2,357		1,886	2,357		
<b>Total current assets</b>			-	300,562	-	805,116	300,562	
<b>Non current assets</b>								
Long-term receivables								
Investments				149,335		138,435	149,335	
Investment property								
Investments in Associate				1,380,808		1,379,447	1,380,808	
Property, plant and equipment								
Agricultural								
Biological assets				283		501	283	
Intangible assets				105		105	105	
Other non-current assets								
<b>Total non current assets</b>				-	1,530,531	-	1,518,488	1,530,531
<b>TOTAL ASSETS</b>				-	1,831,093	-	2,323,604	1,831,093
<b>LIABILITIES</b>								
<b>Current liabilities</b>								
Bank overdraft								
Borrowing								
Consumer deposits				44,741		386	44,741	
Trade and other payables				9,186		76,830	9,186	
Provisions								
<b>Total current liabilities</b>				-	53,927	-	77,216	53,927
<b>Non current liabilities</b>								
Borrowing				13,849		15,020	13,849	
Provisions				36,255		54,836	36,255	
<b>Total non current liabilities</b>				-	50,104	-	69,856	50,104
<b>TOTAL LIABILITIES</b>				-	104,031	-	147,073	104,031
<b>NET ASSETS</b>	2			-	1,727,062	-	2,176,531	1,727,062
<b>COMMUNITY WEALTH/EQUITY</b>								
Accumulated Surplus/(Deficit)				1,727,062		2,176,531	1,727,062	
Reserves								
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2			-	1,727,062	-	2,176,531	1,727,062

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The table below reflects the performance to date in relation to the cash flow of the Municipality.

LIM476 LIM476 - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2016/17		Budget Year 2017/18						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
Receipts										
Property rates			74,314		4,753	4,753	6,193	(1,440)	-23%	74,314
Service charges			8,099		382	382	675	(293)	-43%	8,099
Other revenue			15,927		-	-	1,327	(1,327)	-100%	15,927
Government - operating			343,882		144,024	144,024	28,657	115,367	403%	343,882
Government - capital			95,863		47,665	47,665	7,989	39,676	497%	95,863
Interest			13,878		295	295	1,156	(861)	-74%	13,878
Dividends							-	-		
Payments										
Suppliers and employees			(439,794)		(25,804)	(25,804)	(36,649)	(10,846)	30%	(439,794)
Finance charges			(1,725)		-	-	-	-		(1,725)
Transfers and Grants			(4,000)		-	-	-	-		(4,000)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>186,444</b>		<b>171,315</b>	<b>171,315</b>	<b>9,347</b>	<b>(161,968)</b>	<b>-1733%</b>	<b>106,444</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
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			(142,622)		(3,413)	(3,413)	(11,885)	(8,472)	71%	(142,622)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>(142,622)</b>		<b>(3,413)</b>	<b>(3,413)</b>	<b>(11,885)</b>	<b>(8,472)</b>	<b>71%</b>	<b>(142,622)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing			(1,100)					-		(1,100)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>(1,100)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>(1,100)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			<b>(37,278)</b>		<b>167,902</b>	<b>167,902</b>	<b>(2,538)</b>			<b>(37,278)</b>
Cash/cash equivalents at beginning:			168,234			210,884	168,234			210,884
Cash/cash equivalents at month/year end:			130,956			378,787	165,696			173,606

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## PART 2- SUPPORTING DOCUMENTATION

Table SC1 Material variance explanations

This being the 1st month of operations for the 2017/2018 financial year, initial projections have been conservative as it is too early in the year to notice any particular trend and pattern in respect of income and expenditure and comments on major variances will be made in the ensuing months.

Table SC2 Monthly Budget Statement - performance indicators

LIM476 LIM476 - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 July

Description of financial indicator	Basis of calculation	Ref	2016/17	Budget Year 2017/18			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	15.7%	0.0%	0.0%	4.4%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	3.4%	0.0%	0.7%	3.4%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	0.0%	557.4%	0.0%	1042.7%	557.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	242.8%	0.0%	667.1%	242.8%
<b>Revenue Management</b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	30.5%	0.0%	694.2%	30.5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b>Other Indicators</b>							
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		0.0%	29.9%	0.0%	24.1%	29.9%
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%	16.7%	0.0%	0.0%	4.7%
<b>IDP regulation financial viability indicators</b>							
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						

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**Table SC3 Monthly Budget Statement - Aged Debtors**

LIM476 LIM476 - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2017/18									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts L.L.C 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
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade 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	7,474	4,959	4,417	3,329	3,878	3,732	162,996		191,265	174,536		
Receivables from Exchange Transactions - Waste Water Management	1500												
Receivables from Exchange Transactions - Waste Management	1600	1,563	1,095	1,023	996	892	991	34,777		41,428	37,745		
Receivables from Exchange Transactions - Property Rental Debtors	1700												
Interest on Arrear Debtor Accounts	1810	1,832	1,857	1,811	1,717	1,607	1,568	39,221		49,612	44,112		
Recoverable unauthorised, irregular, useless and wasteful expenditure	1820												
Other	1900	(12,177)	154	144	315	146	138	5,402		(4,877)	7,001		
<b>Total By Income Source</b>	<b>2600</b>	<b>(1,308)</b>	<b>8,063</b>	<b>7,396</b>	<b>6,956</b>	<b>6,623</b>	<b>6,419</b>	<b>243,394</b>		<b>277,547</b>	<b>263,393</b>		
<b>2016/17 - totals only</b>													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200		9	56	56	56	56	58,431		68,655	68,599		
Commercial	2300	1,474	4,948	4,361	3,812	3,823	3,676	94,565		122,720	105,937		
Households	2400	1,563	1,095	1,023	996	892	991	34,777		41,428	37,745		
Other	2500	(10,345)	2,011	1,855	2,031	1,763	1,706	48,824		44,735	51,154		
<b>Total By Customer Group</b>	<b>2600</b>	<b>(1,308)</b>	<b>8,063</b>	<b>7,396</b>	<b>6,956</b>	<b>6,623</b>	<b>6,419</b>	<b>243,394</b>		<b>277,547</b>	<b>263,393</b>		

**Table SC4 Monthly Budget Statement - Aged Creditors**

LIM476 LIM476 - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

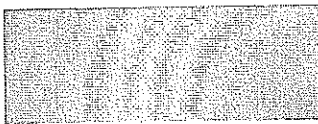
Description	NT Code	Budget Year 2017/18									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>R thousands</b>												
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100											
Bulk Water	0200											
PAYE deductions	0300											
VAT (output less input)	0400											
Pensions / Retirement deductions	0500											
Loan repayments	0600											
Trade Creditors	0700	386									386	
Auditor General	0800											
Other	0900											
<b>Total By Customer Type</b>	<b>1000</b>	<b>386</b>									<b>386</b>	

**Table SC5 Monthly Budget Statement - investment portfolio**

LIM476 LIM476 - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July

Investments by maturity Name of Institution & Investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
<b>Municipality</b>									
FNB							207		
FNB							37		
FNB							77		
FNB							953		
NEDBANK							89,128		
VBS MUTUAL BANK							40,930		
VBS MUTUAL BANK							31,418		
<b>Municipality sub-total</b>							<b>162,749</b>		
<b>Entities</b>									
<b>Entities sub-total</b>									
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>						<b>162,749</b>		

• Council's investment portfolio as at end of July 2017 indicates that R 162,746m is currently invested.



**Table SC6 Monthly Budget Statement – Transfers and grants receipts**

LIM476 LIM476 - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:	1,2	-	352,892	-	144,319	144,319	144,319	-	-	352,892
Local Government Equitable Share			333,002		138,752	138,752	138,752			333,002
Finance Management			4,045		4,045	4,045	4,045			4,045
EPWP Incentive			1,279		-	-	-			1,279
Integrated National Electrification Programme			10,000		-	-	-			10,000
	3									
Municipal Demarcation Grant			4,566		1,522	1,522	1,522			4,566
Provincial Government:			-		-	-	-			-
	4									
Other transfers and grants [insert description]										
District Municipality: [insert description]										
Other grant providers: [insert description]										
<b>Total Operating Transfers and Grants</b>	5	-	352,892	-	144,319	144,319	144,319	-	-	352,892
<b>Capital Transfers and Grants</b>										
National Government:			85,863		47,665	47,665	47,665			85,863
Municipal Infrastructure Grant (MIG)			85,863		47,665	47,665	47,665			85,863
Other capital transfers [insert description]										
Provincial Government: [insert description]										
District Municipality: [insert description]										
Other grant providers: [insert description]										
<b>Total Capital Transfers and Grants</b>	5	-	85,863	-	47,665	47,665	47,665	-	-	85,863
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	438,755	-	191,984	191,984	191,984	-	-	438,755

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LIM476 LIM476 - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
National Government:		-	352,892	-	17,460	17,460	29,408	(11,948)	-40.6%	352,892
Local Government Equitable Share			333,002		16,760	16,760	27,750	(10,991)	-39.6%	333,002
Finance Management			4,045		379	379	337	41	12.3%	4,045
EPWP Incentive			1,279		322	322	107	215	201.8%	1,279
Integrated National Electrification Programme			10,000		-	-	833	(833)	-100.0%	10,000
			-		-	-	-	-	-	-
			-		-	-	-	-	-	-
Municipal Demarcation Grant			4,566		-	-	381	(381)	-100.0%	4,566
Provincial Government:			-		-	-	-	-	-	-
			-		-	-	-	-	-	-
Other transfers and grants [insert description]			-		-	-	-	-	-	-
District Municipality:			-		-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
Other grant providers:			-		-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>			<b>352,892</b>		<b>17,460</b>	<b>17,460</b>	<b>29,408</b>	<b>(11,948)</b>	<b>-40.6%</b>	<b>352,892</b>
<b>Capital expenditure of Transfers and Grants</b>										
National Government:			85,863		4,255	4,255	7,155	(2,901)	-40.5%	85,863
Municipal Infrastructure Grant (MIG)			85,863		4,255	4,255	7,155	(2,901)	-40.5%	85,863
			-		-	-	-	-	-	-
Other capital transfers [insert description]			-		-	-	-	-	-	-
Provincial Government:			-		-	-	-	-	-	-
			-		-	-	-	-	-	-
District Municipality:			-		-	-	-	-	-	-
			-		-	-	-	-	-	-
Other grant providers:			-		-	-	-	-	-	-
			-		-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>			<b>85,863</b>		<b>4,255</b>	<b>4,255</b>	<b>7,155</b>	<b>(2,901)</b>	<b>-40.5%</b>	<b>85,863</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>			<b>438,755</b>		<b>21,715</b>	<b>21,715</b>	<b>36,563</b>	<b>(14,848)</b>	<b>-40.6%</b>	<b>438,755</b>

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LIM476 LIM476 - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2016/17		Budget Year 2017/18						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			14,236		1,421	1,421	1,188	235	20%	14,236
Pension and UIF Contributions			2,512		393	393	209	183	88%	2,512
Medical Aid Contributions										
Motor Vehicle Allowance			5,583		489	489	465	4	1%	5,583
Cellphone Allowance			1,768		148	148	147	1	1%	1,768
Housing Allowances										
Other benefits and allowances										
<b>Sub Total - Councillors</b>			24,099		2,431	2,431	2,008	423	21%	24,099
% Increase	4		#DIV/0!							#DIV/0!
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages			6,176							6,176
Pension and UIF Contributions			673							673
Medical Aid Contributions										
Overtime										
Performance Bonus			803							803
Motor Vehicle Allowance			967							967
Cellphone Allowance			108							108
Housing Allowances			104							104
Other benefits and allowances			297							297
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Senior Managers of Municipality</b>			9,127							9,127
% Increase	4		#DIV/0!							#DIV/0!
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			86,908		5,243	5,243	7,242	(1,999)	-28%	86,908
Pension and UIF Contributions			21,700		1,091	1,091	1,808	(717)	-40%	21,700
Medical Aid Contributions			7,517		1,576	1,576	628	950	152%	7,517
Overtime			2,465		258	258	205	53	26%	2,465
Performance Bonus			1,500				125	(125)	-100%	1,500
Motor Vehicle Allowance			17,169		972	972	1,431	(458)	-32%	17,169
Cellphone Allowance			4,259		99	99	355	(256)	-72%	4,259
Housing Allowances			1,385		99	99	116	(17)	-15%	1,385
Other benefits and allowances			11,861		668	668	988	(320)	-32%	11,861
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Other Municipal Staff</b>			154,772		10,006	10,006	12,898	(2,892)	-22%	154,772
% Increase	4		#DIV/0!							#DIV/0!
<b>Total Parent Municipality</b>			187,998		12,437	12,437	14,906	(2,469)	-17%	187,998

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LIM476 LIM476 - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M01 July

Description	Ref	Budget Year 2017/18												2017/18 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 2017/18	Budget Year *1 2016/19	Budget Year *2 2018/20	
<b>Cash Receipts By Source</b>													118,003	123,856	132,528	141,803	
Property rates		4,753															
Service charges - electricity revenue																	
Service charges - water revenue																	
Service charges - sanitation revenue																	
Service charges - refuse		382											11,097	11,479	12,263	13,162	
Service charges - other																	
Rent of facilities and equipment													575	575	615	658	
Interest earned - external investments		285											11,223	11,510	12,325	13,188	
Interest earned - outstanding debtors		71											11,648	11,719	12,580	13,417	
Dividends received																	
Fines, penalties and forfeits													14,436	14,436	15,432	16,497	
Useances and permits													13,848	13,848	14,773	15,763	
Agency services													4,274	4,274	4,559	4,864	
Transfer receipts - operating		144,024											208,868	352,802	415,078	424,724	
Other revenue													3,342	3,342	3,579	3,826	
<b>Cash Receipts by Source</b>		149,535											399,414	517,939	623,646	647,864	
<b>Other Cash Flows by Source</b>																	
Transfer receipts - capital		47,655											38,188	85,883	90,875	95,165	
Contributions & Contributed assets																	
Proceeds on disposal of PPE																	
Short term loans																	
Borrowing long term/financing																	
Increase in consumer deposits																	
Receipt of non-current debtors																	
Receipt of non-current receivables																	
Change in non-current investments																	
<b>Total Cash Receipts by Source</b>		197,190											436,612	633,822	714,521	744,029	
<b>Cash Payments by Type</b>																	
Employee related costs		11,097											152,802	163,899	174,383	185,490	
Remuneration of councillors		2,431											21,658	24,099	25,786	27,591	
Interest paid													1,725	1,725	1,846	1,975	
Bulk purchases - Electricity																	
Bulk purchases - Water & Sewer													72,748	72,748	33,826	36,344	
Other materials													78,830	79,838	77,586	74,712	
Contracted services																	
Grants and subsidies paid - other municipalities													4,000	4,000	4,500	5,000	
Grants and subsidies paid - other													105,591	117,936	156,056	168,999	
General expenses		12,347															
<b>Cash Payments by Type</b>		25,875											439,372	464,247	473,963	504,111	
<b>Other Cash Flows/Payments by Type</b>																	
Capital assets		3,413											82,450	85,863	90,875	98,165	
Repayment of borrowing																	
Other Cash Flow/Payments																	
<b>Total Cash Payments by Type</b>		29,288											520,822	550,110	564,838	600,276	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		167,902												(84,211)	83,692	149,683	143,753
Cash/cash equivalents at the month/year beginning:		210,884	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	210,884	294,576	444,259	444,259
Cash/cash equivalents at the month/year end:		378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	378,787	294,576	444,259	593,942	588,012

LIM476 LIM476 - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>Monthly expenditure performance trend</b>									
July		7,155		4,255	4,255	7,155	2,901	40.5%	5%
August		7,155				14,311			
September		7,155				21,466			
October		7,155				28,621			
November		7,155				35,776			
December		7,155				42,932			
January		7,155				50,087			
February		7,155				57,242			
March		7,155				64,397			
April		7,155				71,553			
May		7,155				78,708			
June		7,155				85,863			
<b>Total Capital expenditure</b>			85,863		4,255				

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