



BUDGET SEC 52 REPORT FOR THE 4th QUARER ENDING 30 JUNE 2017

Report To: **COUNCIL**

File ref : _____

Collaborator/Item no : _____

Date: **13 JULY 2017**

REPORT DATED 13 JULY 2017 FROM THE ACTING MUNICIPAL MANAGER TO COUNCIIL ON 4th QUARTER FINANCIAL REPORT

Purpose

The purpose of this item is to submit a Sec 52 report for the 4th quarter ending June 2017 to Council.

Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium term planning and policy choices on services delivery

This report has been prepared in terms of the following legislative framework:

- the Municipal Finance Management Act – No. 56 of 2003, Sections 71 & 52, and
- the Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

“the monthly budget statement of a Municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of Municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

BACKGROUND AND REASONING

The submission of this report forms part of the general responsibilities of the Mayor of a Municipality, and is intended to inform and enable the council to fulfil its oversight responsibility.

- (a) To priorities and accelerate spending on the overall capital budget
- (b) To utilize the year to date unspent maintenance budget to address quick wins service delivery issues in the community, identified during the budget & IDP participation meetings.

Part 1: Executive Summary

This report is a summary of the main budget issues arising from the in-year monitoring process and intends to inform and enable Council to fulfil its oversight responsibility. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP).

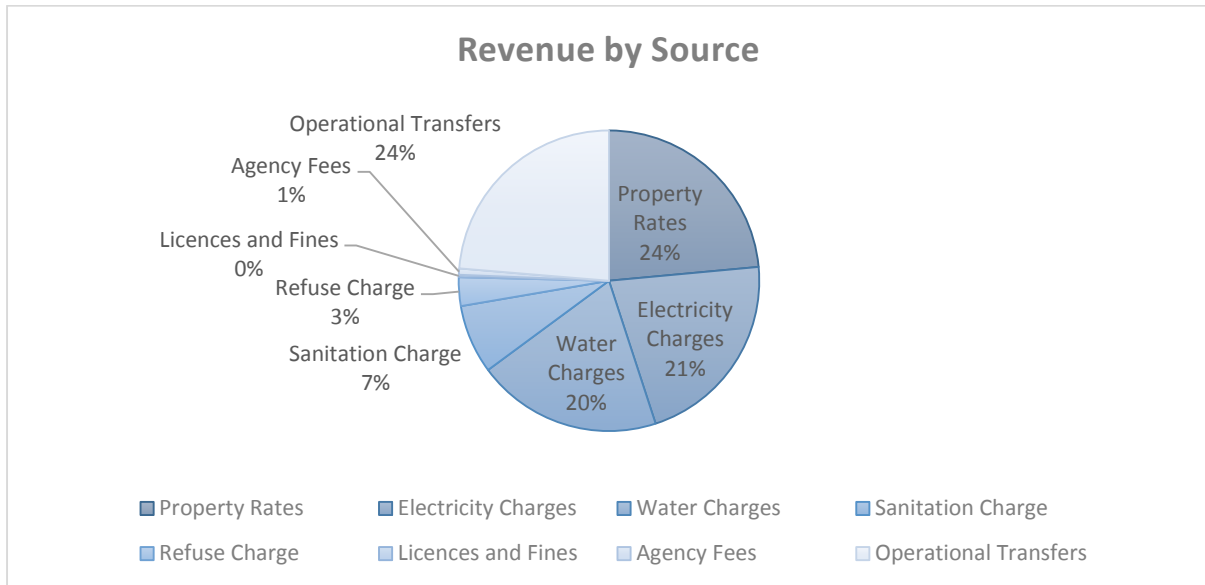
- 1.1 The actual performance for the 12 months period on the operating budget can be summarised as follows:

Description	Original Budget R'000	Adjustment Budget R'000	Actual R'000	Annual Budget %
Operating Revenue (billed)	486 191	422 210	400 909	95%
Operating Expenditure (accrued/actual mix)	486 191	422 210	394 872	94%
Capital Expenditure	58 608	43 168	22 915	53%

1.1.1 Operating Revenue

The Municipality has generated 95% or R440, 9 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the financial year operating grants totalling R95, 1 million were received. The largest part of the grants received forms part of the equitable share allocation for the financial year.

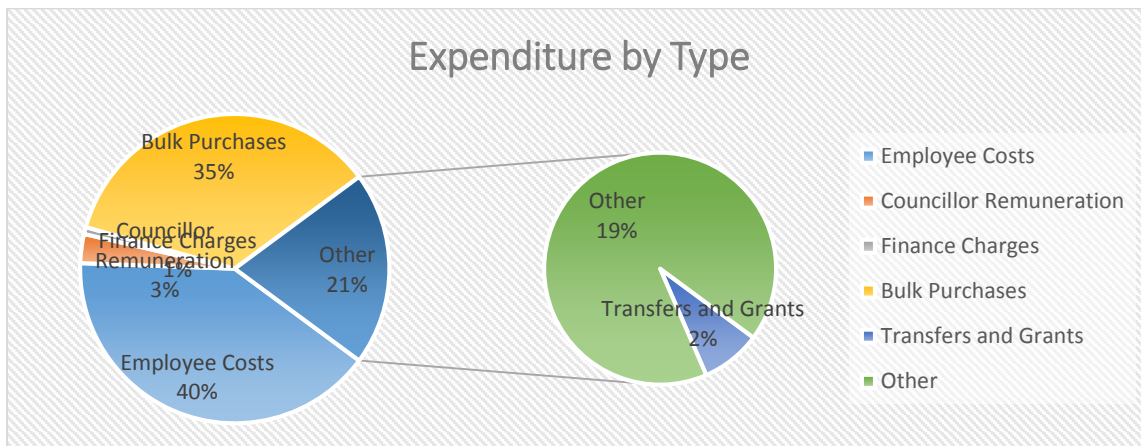
The following charts compare the actual revenue and expenditure against the approved budget:



1.1.2. Operating Expenditure

For the quarter ending March 2017, the Municipality managed to spend 94% or **R394, 8 million** of the operating budget of **R422, 2 million**.

Major contributors of Operating Expenditure to date amounting to **R394, 8 million** are:



1.1.3 Capital expenditure

Year-to-date expenditure on capital project amounts to **53% or R22, 9 million** of the capital budget of **R43, 1 million**.

The below table reflects MIG projects implemented in 2016/17 financial year

Project Title	Budgeted MIG Funds (2016/17)	Current FY - Total Actual Expenditure on MIG funds in the 2016/17 FY	Apr-17	May-17	Jun-17
MIG 1 or PMU	As per IP				
Alicedale Roads and Improvements Transrivier and Mandela Park	R 6,255,838.84	R 1,130,921.76	R 0.00	R 23,598.94	R 483,491.18
Multi-purpose Centre in Ward 7	R 5,250,544.02	R 4,465,752.05	R 0.00	R 0.00	R 0.00
Construction of 11 High Mast Lights in Mayfield Housing Project	R 1,297,187.47	R 985,238.87	R 678,870.00	R 0.00	R 0.00
Alicedale Sewerage Reticulation	R 1,091,787.43	R 772,320.53	R 121,370.29	R 293,029.51	R 95,159.78
Multi-purpose Indoor Sport Centre: Gymnasium	R 13,000,000.00	R 1,010,057.29	R 281,060.09	R 0.00	R 0.00
Waainek Bulk Water Supply Refurbishment	R 1,939,000.00	R 2,156,690.17	R 250,406.69	R 837,651.54	R 201,552.74
Alicedale Roads and Improvements Phase 2	R 4,525,138.80	R 0.00	R 0.00	R 0.00	R 0.00
Construction of Football facilities: Foley's Ground	R 1,000,000.00	R 985,653.87	R 0.00	R 733,593.19	R 252,060.68
Alicedale Waste Water Treatment Works	R 114,103.44	R 114,103.44	R 0.00	R 0.00	R 0.00
PMU: ADMIN	R 1,814,400.00	R 1,814,400.00	R 130,516.20	R 299,999.14	R 239,393.01
	R 36,288,000.00	R 13,435,137.98	R 1,462,223.27	R 2,187,872.32	R 1,271,657.39

The below table reflects Roll- Over expenditure on MIG projects

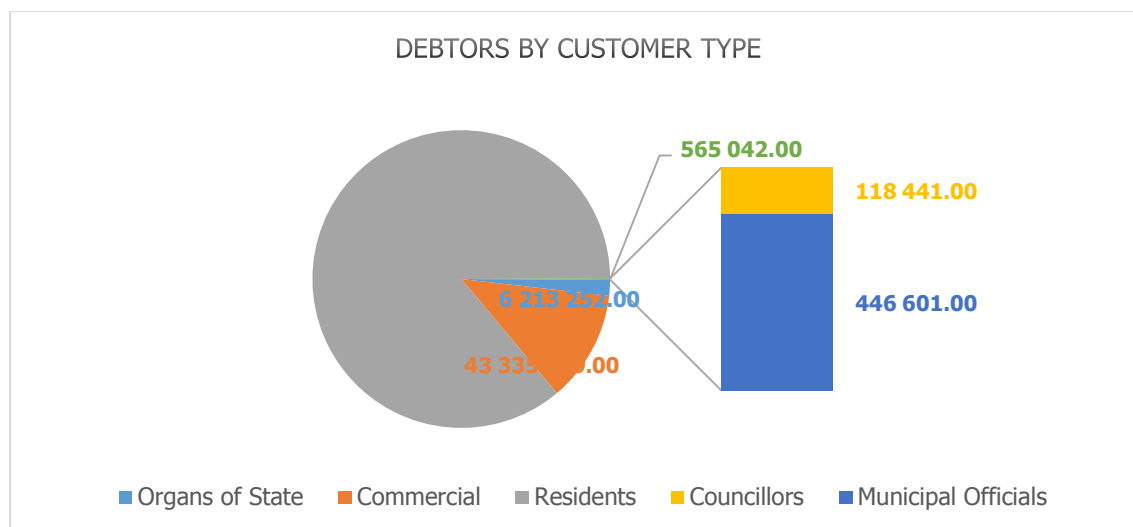
Project Title	2015/16 MIG Roll-Over Expenditure	Aug-16	Sep-16	Oct-16	Dec-16	Mar-17	Apr-17
MIG 1 or PMU							
Vukani Taxi Road - A Street extending to B Street		R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00
Multi-purpose Centre in Ward 7	R 2 634 404.96	R 1 245 127.41	R 465 093.08	R 924 184.47	R 0.00	R 0.00	R 0.00
Replacement of Asbestos Pipes in Grahamstown	R 1 354 373.96	R 77 231.03	R 28 275.15	R 1 149 436.96	R 99 430.82	R 0.00	R 0.00
Construction of 11 High Mast Lights in Mayfield Housing Project	R 2 912 422.91	R 545 011.20	R 585 164.26	R 1 396 975.68	R 385 271.77	R 0.00	R 0.00
Upgrading of Roads in Joza Street	R 165 713.94	R 0.00	R 122 059.87	R 0.00	R 0.00	R 43 654.07	R 0.00
Budget Maintenance: Upgrade of Surfaced Road - Sani Street Grahamstown	R 888 936.04	R 355 444.33	R 0.00	R 0.00	R 0.00	R 0.00	R 533 491.71
Alicedale Sewerage Reticulation	R 110 832.59	R 0.00	R 192 503.85	-R 81 671.26	R 0.00	R 0.00	R 0.00
PMU: ADMIN	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00
	R 8 066 684.40	R 2 222 813.97	R 1 393 096.21	R 3 388 925.85	R 484 702.59	R 43 654.07	R 533 491.71

1.1.4 Cash Flow

The Municipality started off with a cash flow balance of R8, 5 million at the beginning of the month and increased it with R26, 3 million. The closing balance for this quarter is sitting at R4, 03 million. This mainly debtors receipt and operational grants.

1.1.5 Debtors

The following chart indicates the outstanding debtors per customer group (excluding departmental charges)



The Outstanding Debtors of the Municipality amounts to R358, 6 million for the quarter ending June 2017. The outstanding debt for more than 90 days amounts to 84%. The Municipality is fully implementing the Debt Collection and Credit Control Policy with the assistance of the debt collector.

1.1.6 Creditors

The following table highlights outstanding payments (Ageing of Creditors)

EC104 Makana - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2016/17								Total
		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	13,046	7,661	7,632	5,357	35,000	-	-	-	68,696
Bulk Water	0200	525	1,533	441	17,283	8,848	-	-	-	28,631
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	9,189	3,328	3,678	2,593	35,511	-	-	-	54,299
Auditor General	0800	348	456	224	123	11,232	-	-	-	12,384
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	23,108	12,979	11,975	25,356	90,592	-	-	-	164,010

Total outstanding creditors amount to R164 million for the quarter ending June 2017. The council is advised to consider condoning interest payment as it is wasteful expenditure.

The municipality has entered into payment arrangement with major creditors. And the austerity measures are adhered to.

Recommendations

- (a) That Council **approves** the contents of this report and supporting documentations for the 4th quarter of 2016/2017 financial year.

FOR FURTHER DETAILS CONTACT:

NAME	Mr Daluxolo Mlenza
CONTACT NUMBERS	dali@makana.gov.za
E-MAIL ADDRESS	MandisiPlanga@makana.gov.za
DIRECTORATE	MUNICIPAL MANAGER

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Mr D. Mlenzana
Acting Municipal Manager

.....

DATE

Municipal Manager’s Quality Certification

I, Mandisi Planga, Acting Municipal Manager of Makana Municipality, hereby certify that –

- The 4th quarter report on the implementation of the budget and financial state of the municipality for the period ending 30 June 2017 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under this Act.

NAME: Mandisi Planga

SIGNATURE:

DATE:

Supporting Documents

Section 2 – In-year budget statement tables

1.1. Table C1: s71 Monthly Budget Statement Summary

EC104 Makana - Table C1 Monthly Budget Statement Summary - M09 March

Description	2015/16	Budget Year 2016/17							
	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	56,832	65,215	65,215	3,946	76,831	48,911	27,920	57%	65,215
Service charges	263,893	306,690	242,709	38,384	145,873	182,032	(36,159)	-20%	306,690
Investment revenue	17,569	700	700	3	381	525	(144)	-27%	700
Transfers recognised - operational	83,931	91,292	91,292	19,253	88,135	68,469	19,667	29%	91,292
Other own revenue	21,803	22,294	22,295	7,766	20,544	16,721	3,823	23%	22,294
Total Revenue (excluding capital transfers and contributions)	444,029	486,191	422,210	69,352	331,763	316,658	15,106	5%	486,191
Employee costs	117,988	144,631	165,268	11,916	116,024	123,951	(7,927)	-6%	144,631
Remuneration of Councillors	9,367	10,497	10,497	803	8,967	7,873	1,094	14%	10,497
Depreciation & asset impairment	21,227	31,639	31,639	-	-	23,729	(23,729)	-100%	31,639
Finance charges	8,344	-	9,700	10	1,158	7,275	(6,117)	-84%	-
Materials and bulk purchases	203,200	105,926	72,625	14,550	101,564	54,469	47,095	86%	105,926
Transfers and grants	5,237	50,515	50,515	-	3,970	37,886	(33,916)	-90%	50,515
Other expenditure	78,127	142,983	81,966	34,839	60,282	61,474	(1,192)	-2%	142,983
Total Expenditure	443,492	486,191	422,210	62,119	291,965	316,658	(24,692)	-8%	486,191
Surplus/(Deficit)	537	-	(0)	7,233	39,798	(0)	39,798	#####	-
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	537	-	(0)	7,233	39,798	(0)	39,798	#####	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	537	-	(0)	7,233	39,798	(0)	39,798	#####	-
Capital expenditure & funds sources									
Capital expenditure	21,008	170,043	-	779	15,720	13,219	2,500	19%	-
Capital transfers recognised	-	-	43,168	2,559	-	28,779	(28,779)	-100%	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	43,168	2,559	-	28,779	(28,779)	-100%	-
Financial position									
Total current assets	40,656	278,678	278,677	-	230,336	-	-	-	278,678
Total non current assets	1,106,575	920,961	920,961	-	906,751	-	-	-	920,961
Total current liabilities	188,320	281,004	281,005	-	123,034	-	-	-	281,004
Total non current liabilities	107,827	109,841	109,841	-	98,120	-	-	-	109,841
Community wealth/Equity	962,051	1,043,057	1,043,057	-	915,933	-	-	-	1,043,057
Cash flows									
Net cash from (used) operating	123,329	181,064	57,188	9,278	19,452	4,727	(14,725)	-312%	57,188
Net cash from (used) investing	2,893	170,043	(43,168)	(779)	(15,720)	13,219	28,939	219%	(43,168)
Net cash from (used) financing	64	(5,500)	(4,000)	(575)	(1,054)	(1,054)	-	-	(4,000)
Cash/cash equivalents at the month/year end	133,206	348,216	12,629	-	3,859	19,501	15,642	80%	11,202
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	5,097	15,806	10,103	11,268	290,646	-	-	-	332,919
Creditors Age Analysis									
Total Creditors	27,546	18,789	149	82,158	-	-	-	-	128,641

EC104 Makana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		56,832	65,215	65,215	3,946	76,831	#####	27,920	57%	65,215
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		276,009	191,033	129,683	15,112	53,944	97,262	(43,318)	-45%	191,033
Service charges - water revenue		(39,526)	63,277	71,059	20,581	60,363	53,294	7,069	13%	63,277
Service charges - sanitation revenue		20,350	44,075	33,662	1,619	23,276	25,247	(1,970)	-8%	44,075
Service charges - refuse revenue		7,225	8,305	8,305	1,072	8,289	6,229	2,060	33%	8,305
Service charges - other		(165)	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1,167	811	811	104	1,212	608	604	99%	811
Interest earned - external investments		17,569	700	700	3	381	525	(144)	-27%	700
Interest earned - outstanding debtors		-	16,059	16,059	1,552	10,063	12,045	(1,981)	-16%	16,059
Dividends received		-	-	-	-	-	-	-	-	-
Fines		49	1,092	1,092	32	583	819	(236)	-29%	1,092
Licences and permits		1,857	1,647	1,647	-	566	1,236	(670)	-54%	1,647
Agency services		223	500	500	394	629	375	254	68%	500
Transfers recognised - operational		83,931	91,292	91,292	19,253	88,135	#####	19,667	29%	91,292
Other revenue		18,507	2,185	2,185	5,685	7,491	1,639	5,853	357%	2,185
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		444,029	486,191	422,210	69,352	331,763	316,658	15,106	5%	486,191
Expenditure By Type										
Employee related costs		117,988	144,631	165,268	11,916	116,024	123,951	(7,927)	-6%	144,631
Remuneration of councillors		9,367	10,497	10,497	803	8,967	7,873	1,094	14%	10,497
Debt impairment		-	-	-	-	-	-	-	-	-
Depreciation & asset impairment		21,227	31,639	31,639	-	-	23,729	(23,729)	-100%	31,639
Finance charges		8,344	-	9,700	10	1,158	7,275	(6,117)	-84%	-
Bulk purchases		203,200	104,404	71,103	14,534	100,964	53,327	47,637	89%	104,404
Other materials		-	1,522	1,522	15	600	1,142	(542)	-47%	1,522
Contracted services		7,855	28,408	28,408	1,235	16,648	21,306	(4,658)	-22%	28,408
Transfers and grants		5,237	50,515	50,515	-	3,970	37,886	(33,916)	-90%	50,515
Other expenditure		70,272	114,575	53,558	33,604	43,634	40,169	3,465	9%	114,575
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		443,492	486,191	422,210	62,119	291,965	316,658	(24,692)	-8%	486,191
Surplus/(Deficit)		537	-	(0)	7,233	39,798	(0)	39,798	(610)	-
Transfers recognised - capital		-	-	-	-	-	-	-	-	-
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		537	-	(0)	7,233	39,798	(0)			-
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		537	-	(0)	7,233	39,798	(0)			-
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		537	-	(0)	7,233	39,798	(0)			-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		537	-	(0)	7,233	39,798	(0)			-

EC104 Makana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - TECHNICAL SERVICES	1	35,256	53,842	43,202	4,475	32,560	32,402	158	0.5%	38,563
Vote 2 - CORPORATE SERVICES		384	915	665	7	94	499	(404)	-81.1%	729
Vote 3 - FINANCIAL SERVICES		96,999	126,200	119,700	12,822	75,994	89,775	(13,781)	-15.4%	98,172
Vote 4 - COMMUNITY & SOCIAL SERVICES		25,926	25,437	17,778	3,497	17,672	13,334	4,338	32.5%	27,317
Vote 5 - EXECUTIVE & COUNCIL		4,363	7,657	7,658	1,287	3,432	5,743	(2,311)	-40.2%	5,066
Vote 6 - MUNICIPALITY MANAGER		-	2	2	-	-	1	(1)	-100.0%	3
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		319	1,032	1,032	671	714	774	(60)	-7.8%	1,275
Vote 8 - HOUSING		-	-	-	-	-	-	-	-	-
Vote 9 - ELECTRICITY		120,646	195,461	161,961	15,185	116,891	121,470	(4,579)	-3.8%	174,087
Vote 10 - WATER		61,458	75,645	70,213	31,408	84,404	52,660	31,745	60.3%	73,098
Vote 11 - DOG TAX		-	1	1	-	1	1	0	11.1%	1
Vote 12 - PARKING METERS		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	345,351	486,191	422,210	69,352	331,762	316,658	15,105	4.8%	418,312
Expenditure by Vote										
Vote 1 - TECHNICAL SERVICES	1	46,026	59,362	47,897	2,906	19,277	35,923	(16,646)	-46.3%	49,829
Vote 2 - CORPORATE SERVICES		36,332	37,843	37,593	2,358	7,276	28,195	(20,919)	-74.2%	31,262
Vote 3 - FINANCIAL SERVICES		36,492	79,443	72,943	2,331	5,282	54,707	(49,425)	-90.3%	64,653
Vote 4 - COMMUNITY & SOCIAL SERVICES		59,552	77,120	69,461	4,566	29,097	52,096	(22,999)	-44.1%	64,645
Vote 5 - EXECUTIVE & COUNCIL		14,313	23,444	23,444	1,404	4,163	17,583	(13,420)	-76.3%	16,824
Vote 6 - MUNICIPALITY MANAGER		2,073	8,418	8,418	201	579	6,313	(5,734)	-90.8%	5,244
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		4,099	13,877	13,877	590	2,018	10,408	(8,390)	-80.6%	13,136
Vote 8 - HOUSING		43	56	56	-	3	42	(39)	-92.8%	53
Vote 9 - ELECTRICITY		79,381	129,734	96,234	36,935	132,650	72,175	60,475	83.8%	119,634
Vote 10 - WATER		10,714	56,891	52,284	10,828	91,620	39,213	52,407	133.6%	52,203
Vote 11 - DOG TAX		-	1	1	-	-	1	(1)	-100.0%	1
Vote 12 - PARKING METERS		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	289,025	486,191	422,210	62,119	291,966	316,658	(24,692)	-7.8%	417,484
Surplus/ (Deficit) for the year	2	56,326	(0)	0	7,233	39,797	0	39,797	#####	827

EC104 Makana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M09 March

Vote Description	Ref	2015/16		Budget Year 2016/17						Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - TECHNICAL SERVICES		9,435	89,671	-	335	3,372	1,252	2,120	169%	-
Vote 2 - CORPORATE SERVICES		909	6,350	-	-	-	650	(650)	-100%	-
Vote 3 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY & SOCIAL SERVICES		6,343	17,878	-	444	8,574	11,317	(2,744)	-24%	-
Vote 5 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-
Vote 6 - MUNICIPALITY MANAGER		-	-	-	-	-	-	-	-	-
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 8 - HOUSING		-	-	-	-	-	-	-	-	-
Vote 9 - ELECTRICITY		1,062	9,079	-	-	3,774	-	3,774	#DIV/0!	-
Vote 10 - WATER		2,099	47,065	-	-	-	-	-	-	-
Vote 11 - DOG TAX		-	-	-	-	-	-	-	-	-
Vote 12 - PARKING METERS		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	19,848	170,043	-	779	15,720	13,219	2,500	19%	-
Single Year expenditure appropriation	2									
Vote 1 - TECHNICAL SERVICES		773	-	-	-	-	-	-	-	-
Vote 2 - CORPORATE SERVICES		386	-	-	-	-	-	-	-	-
Vote 3 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 5 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-
Vote 6 - MUNICIPALITY MANAGER		-	-	-	-	-	-	-	-	-
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 8 - HOUSING		-	-	-	-	-	-	-	-	-
Vote 9 - ELECTRICITY		-	-	-	-	-	-	-	-	-
Vote 10 - WATER		-	-	-	-	-	-	-	-	-
Vote 11 - DOG TAX		-	-	-	-	-	-	-	-	-
Vote 12 - PARKING METERS		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	1,160	-	-	-	-	-	-	-	-
Total Capital Expenditure		21,008	170,043	-	779	15,720	13,219	2,500	19%	-
Capital Expenditure - Standard Classification										
Governance and administration		1,296	1,100	1,644	-	-	1,233	(1,233)	-100%	600
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		-	-	-	-	-	-	-	-	-
Corporate services		1,296	1,100	1,644	-	-	#####	(1,233)	-100%	600
Community and public safety		6,352	9,541	20,334	1,518	13,821	15,251	(1,430)	-9%	5,204
Community and social services		807	-	1,084	90	90	813	(723)	-89%	-
Sport and recreation		5,536	9,541	19,251	1,428	13,731	14,438	(707)	-5%	5,204
Public safety		8	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		8,437	13,567	12,860	291	3,186	9,645	(6,459)	-67%	7,400
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		8,437	13,459	12,860	291	3,186	9,645	(6,459)	-67%	7,341
Environmental protection		-	108	-	-	-	-	-	-	59
Trading services		4,924	148,353	8,331	332	856	6,248	(5,392)	-86%	81,146
Electricity		1,062	7,035	5,079	-	306	3,809	(3,503)	-92%	3,837
Water		2,099	13,750	2,160	232	232	1,620	(1,388)	-86%	7,500
Waste water management		1,763	127,568	1,092	100	317	819	(502)	-61%	69,809
Waste management		-	-	-	-	-	-	-	-	-
Other		-	183	-	-	-	-	-	-	100
Total Capital Expenditure - Standard Classification	3	21,008	172,745	43,168	2,142	17,862	32,376	(14,514)	-45%	94,451
Funded by:										
National Government		-	-	42,085	2,052	17,772	31,563	(13,791)	-44%	-
Provincial Government		-	-	1,084	90	90	813	(723)	-89%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	0	-	-	0	(0)	-100%	-
Transfers recognised - capital		-	-	43,168	2,142	17,862	32,376	(14,514)	-45%	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-
Total Capital Funding		-	-	43,168	2,142	17,862	32,376	(14,514)	-45%	-

EC104 Makana - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		16,901	7,533	7,533	7,924	7,533
Call investment deposits		(4,769)	12,940	12,940	538	12,940
Consumer debtors		(23,446)	189,260	189,260	182,152	189,260
Other debtors		45,446	52,347	52,347	29,672	52,347
Current portion of long-term receivables		–	30	30	–	30
Inventory		6,525	16,568	16,568	10,050	16,568
Total current assets		40,656	278,678	278,677	230,336	278,678
Non current assets						
Long-term receivables		–	–	–	–	–
Investments		3,930	–	–	–	–
Investment property		219,050	–	–	–	–
Investments in Associate		652	151	151	–	151
Property, plant and equipment		878,387	908,810	908,810	904,251	908,810
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		1,947	12,000	12,000	2,500	12,000
Other non-current assets		2,609	–	–	–	–
Total non current assets		1,106,575	920,961	920,961	906,751	920,961
TOTAL ASSETS		1,147,231	1,199,639	1,199,638	1,137,087	1,199,639
LIABILITIES						
Current liabilities						
Bank overdraft		6,442	–	–	–	–
Borrowing		(122)	4,400	4,400	–	4,400
Consumer deposits		–	2,474	2,474	3,853	2,474
Trade and other payables		178,634	263,776	263,776	108,155	263,776
Provisions		3,365	10,354	10,354	11,026	10,354
Total current liabilities		188,320	281,004	281,005	123,034	281,004
Non current liabilities						
Borrowing		56,512	60,534	60,534	60,534	60,534
Provisions		51,315	49,307	49,307	37,586	49,307
Total non current liabilities		107,827	109,841	109,841	98,120	109,841
TOTAL LIABILITIES		296,147	390,845	390,846	221,154	390,845
NET ASSETS	2	851,084	808,794	808,793	915,933	808,794
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		962,051	1,037,308	1,037,308	915,933	1,037,308
Reserves		–	5,749	5,749	–	5,749
TOTAL COMMUNITY WEALTH/EQUITY	2	962,051	1,043,057	1,043,057	915,933	1,043,057

EC104 Makana - Table C7 Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2015/16	Budget Year 2016/17							
		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										
Ratepayers and other		507,870	304,319	304,319	31,694	298,584	228,239	70,345	31%	304,319
Government - operating		83,931	89,475	89,475	-	65,179	67,106	(1,927)	-3%	89,475
Government - capital		1,541	170,043	43,168	19,253	34,973	32,376	2,597	8%	43,168
Interest		17,569	12,100	12,100	-	1,255	9,075	(7,820)	-86%	12,100
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(474,002)	(351,972)	(348,973)	(48,735)	(359,719)	(261,730)	97,989	-37%	(348,973)
Finance charges		(8,344)	(5,000)	(5,000)	-	-	(3,750)	(3,750)	100%	(5,000)
Transfers and Grants		(5,237)	(37,901)	(37,901)	-	(18,609)	(28,426)	(9,817)	35%	(37,901)
NET CASH FROM/(USED) OPERATING ACTIVITIES		123,329	181,064	57,188	2,211	21,663	42,891	21,228	49%	57,188
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(1,079)	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		1,070	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		25,766	-	-	-	-	-	-		-
Payments										
Capital assets		(22,863)	170,043	(43,168)	(2,142)	(17,862)	(32,376)	(14,514)	45%	(43,168)
NET CASH FROM/(USED) INVESTING ACTIVITIES		2,893	170,043	(43,168)	(2,142)	(17,862)	(32,376)	(14,514)	45%	(43,168)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		6,395	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		(2,321)	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(4,010)	(5,500)	(4,000)	-	(1,054)	(3,000)	(1,946)	65%	(4,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES		64	(5,500)	(4,000)	-	(1,054)	(3,000)	(1,946)	65%	(4,000)
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		6,920	2,609	2,609		1,182	2,609			1,182
Cash/cash equivalents at month/year end:		133,206	348,216	12,629		3,929	10,124			11,202

EC104 Makana - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M09 March

Description	Ref	2015/16	Budget Year 2016/17							
		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:		77,754	77,632	77,632	101	62,891	58,224	4,666	8.0%	77,632
Local Government Equitable Share		74,637	73,008	73,008	-	57,755	54,756	2,999	5.5%	73,008
Finance Management		-	1,810	1,810	33	2,375	1,358	1,017	74.9%	1,810
Municipal Systems Improvement		930	-	-	-	-	-	-	-	-
EPWP Incentive		1,002	1,000	1,000	68	805	750	55	7.4%	1,000
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
MIG OPERATIONAL		1,185	1,814	1,814	-	1,955	1,361	595	43.7%	1,814
Provincial Government:		2,581	2,901	2,901	-	2,901	2,176	725	33.3%	2,901
Sport and Recreation		2,581	2,901	2,901	-	2,901	2,176	725	33.3%	2,901
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		1,500	1,917	1,917	-	1,600	1,438	162	11.3%	1,917
		-	-	-	-	-	-	-	-	-
Health Subsidy		1,500	1,917	1,917	-	1,600	1,438	162	11.3%	1,917
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		81,835	82,450	82,450	101	67,392	61,838	5,554	9.0%	82,450
Capital expenditure of Transfers and Grants										
National Government:		42,510	152,790	39,032	2,468	10,927	29,274	(18,347)	-62.7%	152,790
Municipal Infrastructure Grant (MIG)		22,510	34,474	35,251	2,468	7,927	26,438	(18,511)	-70.0%	34,474
		20,000	86,000	-	-	-	-	-	-	86,000
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Bucket Eradication		-	24,893	-	-	-	-	-	-	24,893
INEP		-	7,423	3,781	-	3,000	2,836	164	5.8%	7,423
Provincial Government:		996	1,084	1,084	90	1,084	813	271	33.3%	1,084
		996	1,084	1,084	90	1,084	813	271	33.3%	1,084
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	16,169	3,053	-	3,785	2,289	1,496	65.3%	16,169
		-	16,169	3,053	-	3,785	2,289	1,496	65.3%	16,169
		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		43,506	170,043	43,168	2,558	15,796	32,376	(16,580)	-51.2%	170,043
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		125,341	252,493	125,619	2,659	83,188	94,214	(11,026)	-11.7%	252,493

EC104 Makana - Supporting Table SC4 Monthly Budget Statement - aged creditors - M09 March

Description	NT Code	Budget Year 2016/17								
		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
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	8,162	-	-	35,000	-	-	-	43,162
Bulk Water	0200	-	17,283	1,197	1,198	6,453	-	-	-	26,131
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	8	4,187	15,604	13,983	11,304	-	-	-	45,087
Auditor General	0800	-	123	-	2,022	9,553	-	-	-	11,699
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	8	29,755	16,801	17,203	62,311	-	-	-	126,078