

Report To: **FINANCE ADMINISTRATION MONITORING AND EVALUATION PORTFOLIO COMMITTEE**

File ref : \_\_\_\_\_

Collaborator/Item no: FAME (E) 8.2

Date: **6 August 2015**

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**SUBJECT: MONTHLY REPORT: JUNE 2015**

**REPORT DATED 6 AUGUST 2015 FROM THE ACTING CHIEF FINANCIAL OFFICER TO THE  
FINANCE ADMINISTRATION, MONITORING AND EVALUATION PORTFOLIO COMMITTEE**

**PURPOSE:**

The purpose of this item is to submit a financial report for the month ending JUNE 2015 to the Finance Administration, Monitoring and Evaluation Portfolio Committee for **APPROVAL**.

**LEGAL COMPLIANCE:**

In terms of Section 71 of the Municipal Finance Management No.56 of 2003

**BACKGROUND:**

It is the role of the Finance Department to table, on a monthly basis, financial report indicating the financial performance of the institution at a given point in time. The attached report attempts to comply with that requirement, for the period ending JUNE

**DISCUSSION:**

Annexure 1 - Operating Income and Expenditure as at end JUNE 2015.

Annexure 2 – Capital Expenditure per Vote as at end JUNE 2015.

Annexure 3 – 12 Supporting Documents

*Be*

**RECOMMENDATIONS:**

- a) That the Finance Administration, Monitoring and Evaluation Committee **APPROVE** the financial report from the Acting Chief Financial Officer, for the month ending JUNE 2015.

**COMMENTS FROM THE EXECUTIVE MANAGEMENT:**

1.1.1. TECHNICAL AND INFRASTRUCTURE SERVICES: None Required

1.1.2. COMMUNITY AND SOCIAL SERVICES: None Required

1.1.3. CORPORATE SERVICES: None Required

1.1.4. BUDGET AND TREASURY SERVICES:

1.1.5. LOCAL ECONOMIC DEVELOPMENT: None Required

1.1.6. MUNICIPAL MANAGER: None Required

**FOR FURTHER DETAILS CONTACT:**

|                 |                                |
|-----------------|--------------------------------|
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| DIRECTORATE     | Budget and Treasury            |

  
.....  
ACT. CHIEF FINANCIAL OFFICER  
MS. B KHUMALO

  
.....  
CHAIRPERSON: FAME  
CLLR. P RANCHHOD

6/8/15 3:50pm



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# In-Year Report of the Municipality

Prepared in terms of the Local Government: Municipal Finance  
Management Act (56/2003): Municipal Budget and Reporting  
Regulations, Government Gazette 32141, 17 May 2009.

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## Monthly Budget Statement JUNE 2015

## Table of Contents

## Page Number

|  |      |
|--|------|
| Table of Contents .....  | 2    |
| Glossary .....   | 3    |
| <br><b>PART 1 – IN-YEAR REPORT</b>                                   |      |
| Section 1 – Mayor's Report .....                                     | 5    |
| Section 2 – In-Year Reports 2014/2015 .....                          | 5    |
| Section 3 – Executive Summary .....                                  | 6    |
| Section 4 – In-year budget statement tables .....                    | 7-17 |
| <br><b>PART 2 – SUPPORTING DOCUMENTATION</b>                         |      |
| Section 5 – Debtors' analysis .....                                  | 18   |
| Debtors' analysis per service rendered                               |      |
| Credit control report  |      |
| Section 6 – Creditors' analysis .....                                | 20   |
| Summary of all creditor's paid at 30 JUNE 2015                       |      |
| Summary of all payables as at 30 JUNE 2015                           |      |
| Section 7 – Investment portfolio analysis .....                      | 21   |
| Summary of investments as at 30 JUNE 2015                            |      |
| Section 8 – Allocation and grant receipts and revenue collected..... | 22   |
| Summary of Grants  |      |
| Analysis of revenue collected  |      |
| Section 9 – Expenditure on allowances and employee benefits .....    | 23   |
| Employee related costs per vote                                      |      |
| Councillor remuneration  |      |
| Section 10 – Capital programme performance .....                     | 24   |
| Capital expenditure per vote and department                          |      |
| Year-to-date Capital budget vs. expenditure                          |      |
| Section 11 – Supply Chain Management .....                           | 25   |
| Deviation for the month  |      |
| Tenders awarded for the month  |      |
| Section 12 – Other supporting documentation.....                     | 25   |
| Section 16 – Municipal Manager's Quality Certification .....         | 26   |

# Glossary

|   |
|---|
| <b>Adjustments budget</b> – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.  |
| <b>Allocations</b> – Money received from Provincial or National Government or other municipalities.   |
| <b>Budget</b> – The financial plan of the Municipality.   |
| <b>Budget related policy</b> – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.   |
| <b>Capital expenditure</b> - Spending on assets such as land, buildings and machinery.  |
| Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.  |
| <b>Cash flow statement</b> – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period. |
| <b>DORA</b> – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.   |
| <b>Equitable share</b> – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.   |
| <b>Fruitless and wasteful expenditure</b> – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.   |
| <b>GFS</b> – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.   |
| <b>GRAP</b> – Generally Recognised Accounting Practice. The new standard for municipal accounting.  |
| <b>IDP</b> – Integrated Development Plan. The main strategic planning document of the Municipality.   |
| <b>IHHS</b> – Informal Housing and Human Settlements, provincial grant.   |
| <b>KEDA</b> – Entity of Makana Municipality, Makana Economic Development Agency.  |
| <b>MBRR</b> – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.   |
| <b>MDMG</b> – Municipal Disaster Management Grant.  |
| <b>MFMA</b> – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.  |
| <b>MIG</b> – Municipal Infrastructure Grant.  |
| <b>MTREF</b> – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.  |
| <b>NDPG</b> – Neighbourhood Development Partnership Grant.  |
| <b>Operating expenditure</b> – Spending on the day to day expenses of the Municipality such as salaries and wages   |
| <b>Rates</b> – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.   |
| <b>SDBIP</b> – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.  |
| <b>Strategic objectives</b> – The main priorities of the Municipality as set out in the IDP.  |
| Budgeted spending must contribute towards the achievement of the strategic objectives.  |
| <b>Unauthorised expenditure</b> – Generally, is spending without, or in excess of, an approved budget.  |
| <b>Virement</b> – A transfer of budget.   |
| <b>Virement policy</b> - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.  |
| <b>Vote</b> – One of the main segments into which a budget. In Makana Municipality this means at directorate level.   |

## **PART 1 – IN-YEAR REPORT**

### **Section 1 – Mayor's Report**

#### **1.1 In-Year Report - Monthly Budget Statement**

The monthly budget statement for June 2015 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The audited outcomes for 2013/2014 reflected in this report are provisional for June 2015 as the Annual Financial Statements were completed and submitted to Auditor General on 29 August 2014.

##### **1.1.1 Financial problems or risks facing the municipality**

The municipality has applied for a roll-over for MIG projects and the Disaster Funding. These roll-overs were cash backed at the end of the previous financial year. The municipality has been experiencing challenges regarding liquidity. This is mainly due to the under-collection of revenue and high expenditure on operational items. The financial challenges continue to persist but some headway has been made in reducing the number of unpaid creditors. A revenue enhancement strategy has been formulated and presented to council for approval. Implementation of this strategy should improve the revenue collection rate thus reducing the liquidity challenges. Implementation plan was also developed and current implemented by our debt collection company.

##### **1.1.2 Relevant information**

The Conditional Grant roll-over application for 2014/2015 has been approved by National Treasury. This has enabled the municipality to pay-off outstanding invoices relating to previous year Capital Projects.

Due to community consultation processes not taking place, the municipality has been forced to delay the implementation of charging the Infrastructure Levy until such time that processes have been completed. Therefore, the projected revenue to be collected will have to be reduced as a result of this.

### **Section 2 – IN-YEAR REPORTS 2014/2015**

#### **RECOMMENDATION:**

(a) That FAME notes the monthly budget statement and supporting documentation for June 2015.

## Section 3 – Executive Summary

### 3.1 Introduction

As already stated in the Mayor's Report that audited outcome for 2013/14 reflected in this report are provisional as the Annual Financial Statements were completed and submitted to Auditor General on 29 August 2014.

### 3.2 Consolidated performance

#### 3.2.1 Against annual budget (original approved and latest adjustments)

The following table summarizes the overall position on the capital and operating budgets.

|                       | Original Budget<br>R'000 | Adjustment<br>Budget<br>R'000 | Expenditure<br>R'000 | Annual<br>Budget<br>% |
|-----------------------|--------------------------|-------------------------------|----------------------|-----------------------|
| Operating Revenue     | 382 010                  | 373 500                       | 328 895              | 90%                   |
| Operating Expenditure | 382 010                  | 367 401                       | 311 949              | 90%                   |
| Capital Expenditure   | 63 679                   | 185 998                       | 40 309               | 30%                   |

#### Revenue by Source

The annual billing for rates and fixed service charges is reflected in this report. Year-to-date property rates, fixed refuse and sanitation charges equate to 80% of their total respective annual budgets. The following table summarizes the overall position on the capital and operating budgets

Year-to-date adjusted revenue realised 90%, R44 605 000.00 less when compared to year-to-date budget projections for June 2015.

#### Operating expenditure by type

Year-to-date adjusted expenditure is 90% or R55 452 000.00 less when compared to the year-to-date budget as at 30 June 2015.

*Refer to Section 4 – Table C4 for further details on both revenue by source and expenditure by type*

#### Capital expenditure

Year-to-date expenditure on capital project amounts to R40, 309 million of the adjusted capital budget of R185, 997 million. Expenditure to date has been funded from capital transfers recognised.

*Refer to Section 4 – Table C5 for more detail.*

#### Cash flows

The financial month commenced with a **negative** cash & cash equivalents balance but has since improved to end n a positive balance of R13 467 000.00.

*Refer to section 4 – Supporting Table C9 and Section 7 for more detail on the cash position.*

## **Section 4 – In-year budget statement tables**

### ***4.1 Monthly budget statements***

#### **4.1.1 Table C1: s71 Monthly Budget Statement Summary**

EC104 Makana - Table C1 Monthly Budget Statement Summary - M12 June

| Description  | 2013/14         | Budget Year 2014/15 |                 |                |                  |                 |
|--|-----------------|---------------------|-----------------|----------------|------------------|-----------------|
|  | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual    | YearTD budget   |
| <b>R thousands</b>   |                 |                     |                 |                |                  |                 |
| <b>Financial Performance</b>   |                 |                     |                 |                |                  |                 |
| Property rates   | 46 135          | 45 925              | 45 925          | (1 549)        | 32 971           | 45 925          |
| Service charges  | 161 564         | 230 204             | 230 204         | 25 325         | 195 682          | 230 204         |
| Investment revenue   | 11 221          | 100                 | 100             | 1 164          | 2 310            | 100             |
| Transfers recognised - operational                                   | 73 127          | 78 153              | 78 043          | 831            | 80 575           | 78 043          |
| Other own revenue  | 12 227          | 27 627              | 19 227          | 2 172          | 17 357           | 19 227          |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>304 275</b>  | <b>382 010</b>      | <b>373 500</b>  | <b>27 943</b>  | <b>328 895</b>   | <b>373 500</b>  |
| Employee costs   | 126 902         | 135 188             | 135 188         | 10 052         | 121 838          | 135 188         |
| Remuneration of Councillors  | 8 337           | 9 313               | 9 313           | 719            | 9 467            | 9 313           |
| Depreciation & asset impairment                                      | 59 239          | 27 081              | 23 081          | 1 876          | -                | 23 081          |
| Finance charges  | 6 337           | -                   | -               | 55             | 758              | -               |
| Materials and bulk purchases   | 67 096          | 79 624              | 79 624          | 585            | 79 094           | 79 624          |
| Transfers and grants   | 22 093          | 41 863              | 41 243          | 1 495          | 23 673           | 41 243          |
| Other expenditure  | 63 340          | 88 941              | 78 952          | 10 505         | 77 119           | 78 952          |
| <b>Total Expenditure</b>   | <b>353 345</b>  | <b>382 010</b>      | <b>367 401</b>  | <b>25 287</b>  | <b>311 949</b>   | <b>367 401</b>  |
| <b>Surplus/(Deficit)</b>   | <b>(49 070)</b> | <b>(0)</b>          | <b>6 099</b>    | <b>2 657</b>   | <b>16 946</b>    | <b>6 099</b>    |
| Transfers recognised - capital                                       | 21 302          | 1 609               | -               | -              | -                | 1 475           |
| Contributions & Contributed assets                                   | -               | -                   | -               | -              | -                | -               |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>(27 767)</b> | <b>1 609</b>        | <b>6 099</b>    | <b>2 657</b>   | <b>16 946</b>    | <b>7 574</b>    |
| Share of surplus/ (deficit) of associate                             | -               | -                   | -               | -              | -                | -               |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>(27 767)</b> | <b>1 609</b>        | <b>6 099</b>    | <b>2 657</b>   | <b>16 946</b>    | <b>7 574</b>    |
| <b>Capital expenditure &amp; funds sources</b>                       |                 |                     |                 |                |                  |                 |
| <b>Capital expenditure</b>   | <b>(1 664)</b>  | <b>-</b>            | <b>-</b>        | <b>12 447</b>  | <b>15 040</b>    | <b>-</b>        |
| Capital transfers recognised   | -               | -                   | -               | -              | -                | -               |
| Public contributions & donations                                     | -               | -                   | -               | -              | -                | -               |
| Borrowing  | -               | -                   | -               | -              | -                | -               |
| Internally generated funds   | -               | -                   | -               | -              | -                | -               |
| <b>Total sources of capital funds</b>                                | <b>-</b>        | <b>-</b>            | <b>-</b>        | <b>-</b>       | <b>-</b>         | <b>-</b>        |
| <b>Financial position</b>  |                 |                     |                 |                |                  |                 |
| Total current assets   | 172 319         | -                   | -               |                | 219 961          |                 |
| Total non current assets   | 1 064 793       | -                   | -               |                | 1 084 235        |                 |
| Total current liabilities  | 183 116         | -                   | -               |                | 172 984          |                 |
| Total non current liabilities  | 115 220         | -                   | -               |                | 114 816          |                 |
| <b>Community wealth/Equity</b>                                       | <b>938 776</b>  | <b>(1 007)</b>      | <b>-</b>        |                | <b>1 019 317</b> |                 |
| <b>Cash flows</b>  |                 |                     |                 |                |                  |                 |
| Net cash from (used) operating                                       | 54 632          | 27 081              | -               | 12 341         | 43 524           | 27 081          |
| Net cash from (used) investing                                       | (69 538)        | -                   | -               | (14 594)       | (73 865)         | (76 489)        |
| Net cash from (used) financing                                       | 30 861          | -                   | -               | (66)           | (374)            | -               |
| <b>Cash/cash equivalents at the month/year</b>                       | <b>25 788</b>   | <b>27 081</b>       | <b>-</b>        | <b>-</b>       | <b>(44 182)</b>  | <b>(49 408)</b> |

#### **4.1.2 Table C2: Monthly Budget Statement – Financial Performance (standard classification)**

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.

The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

EC104 Makana - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M12 June

| Description                                       | Ref | 2013/14         | Budget Year 2014/15 |                 |                |               |               |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|
|   |     | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget |
| R thousands                                       | 1   |                 |                     |                 |                |               |               |
| <b>Revenue - Standard</b>                         |     |                 |                     |                 |                |               |               |
| <i><b>Governance and administration</b></i>       |     | 77 277          | 98 790              | 98 735          | 2 287          | 40 471        | 94 397        |
| Executive and council                             |     | 3 858           | 7 183               | 7 183           | —              | 2 039         | 4 750         |
| Budget and treasury office                        |     | 68 737          | 87 983              | 87 983          | 2 201          | 37 868        | 86 472        |
| Corporate services                                |     | 4 682           | 3 624               | 3 569           | 86             | 564           | 3 175         |
| <i><b>Community and public safety</b></i>         |     | 8 971           | 8 055               | 8 055           | 490            | 5 279         | 5 615         |
| Community and social services                     |     | 2 682           | 2 974               | 2 974           | 56             | 4 282         | 2 976         |
| Sport and recreation                              |     | 3 784           | 11                  | 11              | 2              | 12            | 17            |
| Public safety                                     |     | 711             | 3 654               | 3 654           | 4              | 105           | 1 205         |
| Housing   |     | —               | —                   | —               | —              | —             | —             |
| Health  |     | 1 793           | 1 416               | 1 416           | 428            | 881           | 1 416         |
| <i><b>Economic and environmental services</b></i> |     | 13 097          | 11 185              | 2 730           | 2 192          | 2 207         | 5 168         |
| Planning and development                          |     | 2 455           | 9 092               | 637             | 518            | 1 018         | 652           |
| Road transport                                    |     | 9 620           | 1 350               | 1 351           | 1 419          | 725           | 3 795         |
| Environmental protection                          |     | 1 022           | 742                 | 742             | 255            | 464           | 721           |
| <i><b>Trading services</b></i>                    |     | 226 212         | 263 964             | 263 964         | 25 516         | 145 352       | 263 964       |
| Electricity                                       |     | 100 108         | 144 242             | 144 242         | 17 364         | 80 648        | 144 242       |
| Water   |     | 72 354          | 68 093              | 68 093          | 6 247          | 34 889        | 68 093        |
| Waste water management                            |     | 37 692          | 34 924              | 34 924          | 1 136          | 19 744        | 34 924        |
| Waste management                                  |     | 16 057          | 16 706              | 16 706          | 768            | 10 071        | 16 706        |
| <i><b>Other</b></i>                               | 4   | 3               | 15                  | 15              | —              | —             | 15            |
| <b>Total Revenue - Standard</b>                   | 2   | 325 560         | 382 010             | 373 500         | 30 486         | 193 310       | 369 159       |
| <b>Expenditure - Standard</b>                     |     |                 |                     |                 |                |               |               |
| <i><b>Governance and administration</b></i>       |     | 112 266         | 110 096             | 102 280         | 5 993          | 70 225        | 100 848       |
| Executive and council                             |     | 23 560          | 30 725              | 27 379          | 1 489          | 9 668         | 23 090        |
| Budget and treasury office                        |     | 54 090          | 36 792              | 36 145          | 2 233          | 47 106        | 36 853        |
| Corporate services                                |     | 34 617          | 42 578              | 38 756          | 2 270          | 13 451        | 40 905        |
| <i><b>Community and public safety</b></i>         |     | 36 345          | 31 326              | 29 256          | 3 678          | 18 681        | 37 111        |
| Community and social services                     |     | 9 599           | 12 998              | 11 028          | 910            | 4 864         | 9 519         |
| Sport and recreation                              |     | 8 685           | 4 490               | 4 490           | 1 058          | 4 508         | 9 090         |
| Public safety                                     |     | 15 768          | 11 413              | 11 413          | 1 460          | 8 115         | 16 026        |
| Housing   |     | 45              | —                   | —               | 2              | 9             | 51            |
| Health  |     | 2 249           | 2 425               | 2 325           | 247            | 1 184         | 2 425         |
| <i><b>Economic and environmental services</b></i> |     | 26 514          | 42 209              | 38 075          | 3 894          | 11 827        | 22 004        |
| Planning and development                          |     | 9 675           | 16 721              | 12 587          | 1 253          | 3 597         | 7 052         |
| Road transport                                    |     | 12 399          | 18 665              | 18 665          | 2 408          | 6 810         | 10 348        |
| Environmental protection                          |     | 4 440           | 6 823               | 6 823           | 233            | 1 419         | 4 604         |
| <i><b>Trading services</b></i>                    |     | 177 967         | 198 055             | 197 455         | 14 847         | 62 084        | 2 703         |
| Electricity                                       |     | 86 155          | 103 184             | 102 184         | 6 624          | 22 118        | (103 184)     |
| Water   |     | 53 585          | 56 174              | 56 574          | 4 838          | 21 169        | 56 174        |
| Waste water management                            |     | 21 801          | 26 840              | 26 840          | 1 974          | 11 128        | 30 712        |
| Waste management                                  |     | 16 426          | 11 857              | 11 857          | 1 411          | 7 669         | 19 001        |
| <i><b>Other</b></i>                               |     | 252             | 325                 | 325             | 67             | 151           | 245           |
| <b>Total Expenditure - Standard</b>               | 3   | 353 344         | 382 010             | 367 390         | 28 479         | 162 967       | 162 911       |
| <b>Surplus/ (Deficit) for the year</b>            |     | (27 785)        | 0                   | 6 110           | 2 007          | 30 343        | 206 249       |

#### **4.1.3 Table C3: Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)**

The operating expenditure budget is approved by Council on the municipal vote level.

The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Technical and Infrastructure; Corporate Services; Financial Services; Community and Social Services; Executive Mayor; Municipal Manager; Local Economic Development; Housing; Electricity; Water.

#### **4.1.4 Table C4: Monthly Budget Statement – Financial Performance (revenue and expenditure)**

EC104 Makana - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

| Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June |     |                 |                     |                 |                |               |               |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|
| Description   | Ref | 2013/14         | Budget Year 2014/15 |                 |                |               |               |
|   |     | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget |
| R thousands   |     |                 |                     |                 |                |               |               |
| <b>Revenue By Source</b>  |     |                 |                     |                 |                |               |               |
| Property rates  |     | 46 135          | 45 925              | 45 925          | (1 549)        | 32 971        | 45 925        |
| Property rates - penalties & collection charges                                       |     | -               | -                   | -               | -              | -             | -             |
| Service charges - electricity revenue   |     | 95 766          | 144 242             | 144 242         | 17 322         | 111 636       | 144 242       |
| Service charges - water revenue   |     | 59 346          | 50 837              | 50 837          | 7 234          | 53 979        | 50 837        |
| Service charges - sanitation revenue  |     | -               | 24 217              | 24 217          | -              | 20 484        | 24 217        |
| Service charges - refuse revenue  |     | 6 363           | 10 908              | 10 908          | 764            | 9 556         | 10 908        |
| Service charges - other   |     | 90              | -                   | -               | 5              | 26            | -             |
| Rental of facilities and equipment  |     | 789             | 4 323               | 4 323           | 91             | 1 313         | 4 323         |
| Interest earned - external investments  |     | 11 221          | 100                 | 100             | 1 164          | 2 310         | 100           |
| Interest earned - outstanding debtors   |     | -               | 9 500               | 9 500           | -              | 10 082        | 9 500         |
| Dividends received  |     | -               | -                   | -               | -              | -             | -             |
| Fines   |     | 656             | 1 041               | 1 041           | -              | 55            | 1 041         |
| Licences and permits  |     | 2 597           | 3 372               | 3 372           | 660            | 2 367         | 3 372         |
| Agency services   |     | 877             | -                   | -               | 760            | 1 163         | -             |
| Transfers recognised - operational  |     | 73 127          | 78 153              | 78 043          | 831            | 80 575        | 78 043        |
| Other revenue   |     | 7 309           | 9 391               | 991             | 661            | 2 376         | 991           |
| Gains on disposal of PPE  |     | -               | -                   | -               | -              | -             | -             |
| Total Revenue (excluding capital transfers and contributions)                         |     | 304 275         | 382 010             | 373 500         | 27 943         | 328 895       | 373 500       |
| <b>Expenditure By Type</b>  |     |                 |                     |                 |                |               |               |
| Employee related costs  |     | 126 902         | 135 188             | 135 188         | 10 052         | 121 838       | 135 188       |
| Remuneration of councillors   |     | 8 337           | 9 313               | 9 313           | 719            | 9 467         | 9 313         |
| Debt impairment   |     | -               | -                   | -               | -              | -             | -             |
| Depreciation & asset impairment   |     | 59 239          | 27 081              | 23 081          | 1 876          | -             | 23 081        |
| Finance charges   |     | 6 337           | -                   | -               | 55             | 758           | -             |
| Bulk purchases  |     | 67 096          | 79 624              | 79 624          | 585            | 79 094        | 79 624        |
| Other materials   |     | -               | -                   | -               | -              | -             | -             |
| Contracted services   |     | 6 469           | 6 341               | 6 841           | 708            | 4 302         | 6 841         |
| Transfers and grants  |     | 22 093          | 41 863              | 41 243          | 1 495          | 23 673        | 41 243        |
| Other expenditure   |     | 56 871          | 82 601              | 72 112          | 9 797          | 72 817        | 72 112        |
| Loss on disposal of PPE   |     | -               | -                   | -               | -              | -             | -             |
| Total Expenditure   |     | 353 345         | 382 010             | 367 401         | 25 287         | 311 949       | 367 401       |
| Surplus/(Deficit)   |     | (49 070)        | (0)                 | 6 099           | 2 657          | 16 946        | 6 099         |
| Transfers recognised - capital  |     | 21 302          | 1 609               | -               | -              | -             | 1 475         |
| Contributions recognised - capital  |     | -               | -                   | -               | -              | -             | -             |
| Contributed assets  |     | -               | -                   | -               | -              | -             | -             |
| Surplus/(Deficit) after capital transfers & contributions                             |     | (27 767)        | 1 609               | 6 099           | 2 657          | 16 946        | 7 574         |
| Taxation  |     | -               | -                   | -               | -              | -             | -             |
| Surplus/(Deficit) after taxation  |     | (27 767)        | 1 609               | 6 099           | 2 657          | 16 946        | 7 574         |
| Attributable to minorities  |     | -               | -                   | -               | -              | -             | -             |
| Surplus/(Deficit) attributable to municipality  |     | (27 767)        | 1 609               | 6 099           | 2 657          | 16 946        | 7 574         |
| Share of surplus/ (deficit) of associate  |     | -               | -                   | -               | -              | -             | -             |
| Surplus/ (Deficit) for the year   |     | (27 767)        | 1 609               | 6 099           | 2 657          | 16 946        | 7 574         |

The Annual budget is approved for 'Total Revenue by Source'.

The year-to-date actual reflects an achievement of **90%** of the adjusted annual budget of **R373 500 000.00**.

Current expenditure is **90%**, **R55 452 000.00** below year-to-date adjusted budget projections for June 2015.

**4.1.5 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding**

EC104 Makana - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June

| Vote Description   | Ref        | 2013/14        | Budget Year 2014/15 |                 |                |               |               |
|--|------------|----------------|---------------------|-----------------|----------------|---------------|---------------|
|  |            | Actual Outcome | Original Budget     | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget |
| <b>R thousands</b>   | <b>1</b>   |                |                     |                 |                |               |               |
| <b>Multi-Year expenditure appropriation</b>                | <b>2</b>   |                |                     |                 |                |               |               |
| Vote 1 - TECHNICAL SERVICES                                |            | 1              | -                   | -               | 8 874          | 11 950        | -             |
| Vote 2 - CORPORATE SERVICES                                |            | -              | -                   | -               | -              | -             | -             |
| Vote 3 - FINANCIAL SERVICES                                |            | (3)            | -                   | -               | 163            | 160           | -             |
| Vote 4 - COMMUNITY & SOCIAL SERVICES                       |            | -              | -                   | -               | 626            | 726           | -             |
| Vote 5 - EXECUTIVE & COUNCIL                               |            | -              | -                   | -               | -              | -             | -             |
| Vote 6 - MUNICIPALITY MANAGER                              |            | -              | -                   | -               | -              | -             | -             |
| Vote 7 - LOCAL ECONOMIC DEVELOPMENT                        |            | -              | -                   | -               | -              | 92            | -             |
| Vote 8 - HOUSING   |            | -              | -                   | -               | -              | -             | -             |
| Vote 9 - ELECTRICITY                                       |            | (1 662)        | -                   | -               | 2 612          | 951           | -             |
| Vote 10 - WATER  |            | -              | -                   | -               | 171            | 1 161         | -             |
| Vote 11 - DOG TAX  |            | -              | -                   | -               | -              | -             | -             |
| Vote 12 - PARKING METERS                                   |            | -              | -                   | -               | -              | -             | -             |
| <b>Total Capital Multi-year expenditure</b>                | <b>4,7</b> | <b>(1 664)</b> | <b>-</b>            | <b>-</b>        | <b>12 447</b>  | <b>15 040</b> | <b>-</b>      |
| <b>Single Year expenditure appropriation</b>               | <b>2</b>   |                |                     |                 |                |               |               |
| Vote 1 - TECHNICAL SERVICES                                |            | -              | -                   | -               | -              | -             | -             |
| Vote 2 - CORPORATE SERVICES                                |            | (0)            | -                   | -               | -              | (0)           | -             |
| 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                                   |            | -              | -                   | -               | -              | -             | -             |
| <b>Total Capital single-year expenditure</b>               | <b>4</b>   | <b>(0)</b>     | <b>-</b>            | <b>-</b>        | <b>-</b>       | <b>(0)</b>    | <b>-</b>      |
| <b>Total Capital Expenditure</b>                           |            | <b>(1 664)</b> | <b>-</b>            | <b>-</b>        | <b>12 447</b>  | <b>15 040</b> | <b>-</b>      |
| <b>Capital Expenditure - Standard Classification</b>       |            |                |                     |                 |                |               |               |
| <b>Governance and administration</b>                       |            | <b>(3)</b>     | <b>-</b>            | <b>-</b>        | <b>163</b>     | <b>1 079</b>  | <b>-</b>      |
| Executive and council                                      |            | -              | -                   | -               | -              | -             | -             |
| Budget and treasury office                                 |            | (3)            | -                   | -               | 163            | 163           | -             |
| Corporate services   |            | (0)            | -                   | -               | -              | 915           | -             |
| <b>Community and public safety</b>                         |            | <b>-</b>       | <b>-</b>            | <b>-</b>        | <b>626</b>     | <b>1 078</b>  | <b>-</b>      |
| Community and social services                              |            | -              | -                   | -               | -              | -             | -             |
| Sport and recreation                                       |            | -              | -                   | -               | 626            | 1 078         | -             |
| Public safety  |            | -              | -                   | -               | -              | -             | -             |
| Housing  |            | -              | -                   | -               | -              | -             | -             |
| Health   |            | -              | -                   | -               | -              | -             | -             |
| <b>Economic and environmental services</b>                 |            | <b>1</b>       | <b>-</b>            | <b>-</b>        | <b>11 314</b>  | <b>17 920</b> | <b>-</b>      |
| Planning and development                                   |            | -              | -                   | -               | -              | 344           | -             |
| Road transport   |            | 1              | -                   | -               | 11 314         | 17 576        | -             |
| Environmental protection                                   |            | -              | -                   | -               | -              | -             | -             |
| <b>Trading services</b>                                    |            | <b>(1 662)</b> | <b>-</b>            | <b>-</b>        | <b>3 080</b>   | <b>20 232</b> | <b>-</b>      |
| Electricity  |            | (1 662)        | -                   | -               | 2 612          | 3 381         | -             |
| Water  |            | (0)            | -                   | -               | 449            | 10 804        | -             |
| Waste water management                                     |            | -              | -                   | -               | 20             | 6 047         | -             |
| Waste management   |            | -              | -                   | -               | -              | -             | -             |
| <b>Other</b>   |            | <b>-</b>       | <b>-</b>            | <b>-</b>        | <b>-</b>       | <b>-</b>      | <b>-</b>      |
| <b>Total Capital Expenditure - Standard Classification</b> | <b>3</b>   | <b>(1 664)</b> | <b>-</b>            | <b>-</b>        | <b>15 184</b>  | <b>40 309</b> | <b>-</b>      |

#### 4.1.6 Table C6: Monthly Budget Statement - Financial Position

EC104 Makana - Table C6 Monthly Budget Statement - Financial Position - M12 June

| Description                              | Ref      | 2013/14          | Budget Year 2014/15 |                 |                  |                    |
|--|----------|------------------|---------------------|-----------------|------------------|--------------------|
|  |          | Audited Outcome  | Original Budget     | Adjusted Budget | YearTD actual    | Full Year Forecast |
| <b>R thousands</b>                       | <b>1</b> |                  |                     |                 |                  |                    |
| <b>ASSETS</b>                            |          |                  |                     |                 |                  |                    |
| <b>Current assets</b>                    |          |                  |                     |                 |                  |                    |
| Cash                                     |          | 1 595            | -                   | -               | 11 342           | -                  |
| Call investment deposits                 |          | -                | -                   | -               | -                | -                  |
| Consumer debtors                         |          | 128 393          | -                   | -               | 159 978          | -                  |
| Other debtors                            |          | 29 209           | -                   | -               | 35 364           | -                  |
| Current portion of long-term receivables |          | -                | -                   | -               | -                | -                  |
| Inventory                                |          | 13 122           | -                   | -               | 13 277           | -                  |
| <b>Total current assets</b>              |          | <b>172 319</b>   | <b>-</b>            | <b>-</b>        | <b>219 961</b>   | <b>-</b>           |
| <b>Non current assets</b>                |          |                  |                     |                 |                  |                    |
| Long-term receivables                    |          | -                | -                   | -               | -                | -                  |
| Investments                              |          | 25 587           | -                   | -               | 25 699           | -                  |
| Investment property                      |          | 227 072          | -                   | -               | 227 072          | -                  |
| Investments in Associate                 |          | -                | -                   | -               | -                | -                  |
| Property, plant and equipment            |          | 811 186          | -                   | -               | 830 516          | -                  |
| Agricultural                             |          | -                | -                   | -               | -                | -                  |
| Biological assets                        |          | -                | -                   | -               | -                | -                  |
| Intangible assets                        |          | 948              | -                   | -               | 948              | -                  |
| Other non-current assets                 |          | -                | -                   | -               | -                | -                  |
| <b>Total non current assets</b>          |          | <b>1 064 793</b> | <b>-</b>            | <b>-</b>        | <b>1 084 235</b> | <b>-</b>           |
| <b>TOTAL ASSETS</b>                      |          | <b>1 237 112</b> | <b>-</b>            | <b>-</b>        | <b>1 304 196</b> | <b>-</b>           |
| <b>LIABILITIES</b>                       |          |                  |                     |                 |                  |                    |
| <b>Current liabilities</b>               |          |                  |                     |                 |                  |                    |
| Bank overdraft                           |          | 15 062           | -                   | -               | -                | -                  |
| Borrowing                                |          | 4 293            | -                   | -               | 3 888            | -                  |
| Consumer deposits                        |          | 2 298            | -                   | -               | 2 329            | -                  |
| Trade and other payables                 |          | 158 098          | -                   | -               | 163 402          | -                  |
| Provisions                               |          | 3 365            | -                   | -               | 3 365            | -                  |
| <b>Total current liabilities</b>         |          | <b>183 116</b>   | <b>-</b>            | <b>-</b>        | <b>172 984</b>   | <b>-</b>           |
| <b>Non current liabilities</b>           |          |                  |                     |                 |                  |                    |
| Borrowing                                |          | 50 117           | -                   | -               | 50 117           | -                  |
| Provisions                               |          | 65 103           | -                   | -               | 64 699           | -                  |
| <b>Total non current liabilities</b>     |          | <b>115 220</b>   | <b>-</b>            | <b>-</b>        | <b>114 816</b>   | <b>-</b>           |
| <b>TOTAL LIABILITIES</b>                 |          | <b>298 336</b>   | <b>-</b>            | <b>-</b>        | <b>287 800</b>   | <b>-</b>           |
| <b>NET ASSETS</b>                        | <b>2</b> | <b>938 776</b>   | <b>-</b>            | <b>-</b>        | <b>1 016 396</b> | <b>-</b>           |
| <b>COMMUNITY WEALTH/EQUITY</b>           |          |                  |                     |                 |                  |                    |
| Accumulated Surplus/(Deficit)            |          | 933 349          | (1 007)             | -               | 1 013 880        | -                  |
| Reserves                                 |          | 5 428            | -                   | -               | 5 437            | -                  |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>     | <b>2</b> | <b>938 776</b>   | <b>(1 007)</b>      | <b>-</b>        | <b>1 019 317</b> | <b>-</b>           |

#### 4.1.7 Table C7: Monthly Budget Statement - Cash Flow

EC104 Makana - Table C7 Monthly Budget Statement - Cash Flow - M12 June

| Description                                       | Ref | 2013/14         | Budget Year 2014/15 |                 |                 |                 |                 |
|---|-----|-----------------|---------------------|-----------------|-----------------|-----------------|-----------------|
|   |     | Audited Outcome | Original Budget     | Adjusted Budget | Monthly actual  | YearTD actual   | YearTD budget   |
| R thousands                                       | 1   |                 |                     |                 |                 |                 |                 |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>        |     |                 |                     |                 |                 |                 |                 |
| <b>Receipts</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Ratepayers and other                              |     | 227 576         | 47 452              | -               | 22 661          | 180 100         | 277 962         |
| Government - operating                            |     | 73 127          | 80 108              | -               | 831             | 30 789          | 80 108          |
| Government - capital                              |     | 21 302          | 1 609               | -               | -               | -               | 1 609           |
| Interest  |     | 11 221          | 9 600               | -               | 1 164           | 6 662           | 9 600           |
| Dividends   |     | -               | -                   | -               | -               | -               | -               |
| <b>Payments</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Suppliers and employees                           |     | (250 164)       | (256 192)           | -               | (10 765)        | (96 921)        | (301 398)       |
| Finance charges                                   |     | (6 337)         | -                   | -               | (55)            | (758)           | -               |
| Transfers and Grants                              |     | (22 093)        | (40 799)            | -               | (1 495)         | (8 359)         | (40 799)        |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>  |     | <b>54 632</b>   | <b>(158 222)</b>    | <b>-</b>        | <b>12 341</b>   | <b>111 513</b>  | <b>27 081</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>       |     |                 |                     |                 |                 |                 |                 |
| <b>Receipts</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Proceeds on disposal of PPE                       |     | -               | -                   | -               | (2 114)         | (2 626)         | (512)           |
| Decrease (Increase) in non-current debtors        |     | -               | -                   | -               | -               | -               | -               |
| Decrease (increase) other non-current receivables |     | -               | (3 696)             | -               | -               | (1 667)         | (3 696)         |
| Decrease (increase) in non-current investments    |     | (15 115)        | 1 866               | -               | (32)            | (82)            | 1 866           |
| <b>Payments</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Capital assets                                    |     | (54 423)        | -                   | -               | (12 447)        | (70 958)        | (58 511)        |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>  |     | <b>(69 538)</b> | <b>(1 830)</b>      | <b>-</b>        | <b>(14 594)</b> | <b>(75 333)</b> | <b>(60 853)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>       |     |                 |                     |                 |                 |                 |                 |
| <b>Receipts</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Short term loans                                  |     | -               | -                   | -               | -               | 58              | -               |
| Borrowing long term/refinancing                   |     | 30 770          | -                   | -               | -               | 30 365          | -               |
| Increase (decrease) in consumer deposits          |     | 91              | -                   | -               | (66)            | (1)             | -               |
| <b>Payments</b>                                   |     |                 |                     |                 |                 |                 |                 |
| Repayment of borrowing                            |     | -               | -                   | -               | -               | -               | (64)            |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>  |     | <b>30 861</b>   | <b>-</b>            | <b>-</b>        | <b>(66)</b>     | <b>30 423</b>   | <b>(64)</b>     |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>      |     | <b>15 955</b>   | <b>(160 052)</b>    | <b>-</b>        | <b>(2 320)</b>  | <b>66 603</b>   | <b>(33 836)</b> |
| Cash/cash equivalents at beginning:               |     | 9 833           | -                   | -               |                 | (13 467)        | -               |
| Cash/cash equivalents at month/year end:          |     | 25 788          | (160 052)           | -               |                 | 53 136          | (33 836)        |

#### 4.1.8 Supporting Table SC9: Monthly Budget Statement – Actual and revised targets for cash receipts and cashflows

This supporting table gives a detailed breakdown of information summarised in Table C7.

EC104 Makana - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M12 June

| Description  | Ref      | Budget Year 2014/15 |                |               |                 |               |               |                |               |               |               |               |               |
|--|----------|---------------------|----------------|---------------|-----------------|---------------|---------------|----------------|---------------|---------------|---------------|---------------|---------------|
|  |          | July Outcome        | August Outcome | Sept Outcome  | October Outcome | Nov Outcome   | Dec Outcome   | January Budget | Feb Budget    | March Budget  | April Budget  | May Budget    | June Budget   |
| <b>R thousands</b>                                 | <b>1</b> |                     |                |               |                 |               |               |                |               |               |               |               |               |
| <b>Cash Receipts By Source</b>                     |          |                     |                |               |                 |               |               |                |               |               |               |               |               |
| Property rates                                     |          | 3 827               | 3 827          | 3 827         | 3 827           | 3 827         | 3 827         | 3 827          | 3 827         | 3 827         | 3 827         | 3 827         | 3 827         |
| Property rates - penalties & collection charges    |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Service charges - electricity revenue              |          | 11 535              | 11 535         | 11 535        | 11 535          | 11 535        | 11 535        | 11 535         | 11 535        | 11 535        | 11 535        | 11 535        | 11 535        |
| Service charges - water revenue                    |          | 6 231               | 6 231          | 6 231         | 6 231           | 6 231         | 6 231         | 6 231          | 6 231         | 6 231         | 6 231         | 6 231         | 6 231         |
| Service charges - sanitation revenue               |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Service charges - refuse                           |          | 907                 | 907            | 907           | 907             | 907           | 907           | 907            | 907           | 907           | 907           | 907           | 907           |
| Service charges - other                            |          | 24                  | 24             | 24            | 24              | 24            | 24            | 24             | 24            | 24            | 24            | 24            | 24            |
| Rental of facilities and equipment                 |          | 13                  | 13             | 13            | 13              | 13            | 13            | 13             | 13            | 13            | 13            | 13            | 13            |
| Interest earned - external investments             |          | 800                 | 800            | 800           | 800             | 800           | 800           | 800            | 800           | 800           | 800           | 800           | 800           |
| Interest earned - outstanding debtors              |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Dividends received                                 |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Fines  |          | 87                  | 87             | 87            | 87              | 87            | 87            | 87             | 87            | 87            | 87            | 87            | 87            |
| Licences and permits                               |          | 203                 | 203            | 203           | 203             | 203           | 203           | 203            | 203           | 203           | 203           | 203           | 203           |
| Agency services                                    |          | 112                 | 112            | 112           | 112             | 112           | 112           | 112            | 112           | 112           | 112           | 112           | 112           |
| Transfer receipts - operating                      |          | 6 676               | 6 676          | 6 676         | 6 676           | 6 676         | 6 676         | 6 676          | 6 676         | 6 676         | 6 676         | 6 676         | 6 676         |
| Other revenue                                      |          | 225                 | 225            | 225           | 225             | 225           | 225           | 225            | 225           | 225           | 225           | 225           | 225           |
| <b>Cash Receipts by Source</b>                     |          | <b>30 639</b>       | <b>30 639</b>  | <b>30 639</b> | <b>30 639</b>   | <b>30 639</b> | <b>30 639</b> | <b>30 639</b>  | <b>30 639</b> | <b>30 639</b> | <b>30 639</b> | <b>30 639</b> | <b>30 640</b> |
| <b>Other Cash Flows by Source</b>                  |          |                     |                |               |                 |               |               |                |               |               |               |               |               |
| Transfer receipts - capital                        |          | 134                 | 134            | 134           | 134             | 134           | 134           | 134            | 134           | 134           | 134           | 134           | 134           |
| 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                  |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| <b>Total Cash Receipts by Source</b>               |          | <b>30 773</b>       | <b>30 773</b>  | <b>30 773</b> | <b>30 773</b>   | <b>30 773</b> | <b>30 773</b> | <b>30 773</b>  | <b>30 773</b> | <b>30 773</b> | <b>30 773</b> | <b>30 773</b> | <b>30 774</b> |
| <b>Cash Payments by Type</b>                       |          |                     |                |               |                 |               |               |                |               |               |               |               |               |
| Employee related costs                             |          | 10 898              | 10 898         | 10 898        | 10 898          | 10 898        | 10 898        | 10 898         | 10 898        | 10 898        | 10 898        | 10 898        | 10 901        |
| Remuneration of councillors                        |          | 776                 | 776            | 776           | 776             | 776           | 776           | 776            | 776           | 776           | 776           | 776           | 776           |
| Interest paid                                      |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Bulk purchases - Electricity                       |          | 6 356               | 6 356          | 6 356         | 6 356           | 6 356         | 6 356         | 6 356          | 6 356         | 6 356         | 6 356         | 6 356         | 6 356         |
| Bulk purchases - Water & Sewer                     |          | 280                 | 280            | 280           | 280             | 280           | 280           | 280            | 280           | 280           | 280           | 280           | 280           |
| Other materials                                    |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Contracted services                                |          | 305                 | 305            | 305           | 305             | 305           | 305           | 305            | 305           | 305           | 305           | 305           | 305           |
| Grants and subsidies paid - other municipalities   |          | 3 400               | 3 400          | 3 400         | 3 400           | 3 400         | 3 400         | 3 400          | 3 400         | 3 400         | 3 400         | 3 400         | 3 400         |
| Grants and subsidies paid - other                  |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| General expenses                                   |          | 6 502               | 6 502          | 6 502         | 6 502           | 6 502         | 6 502         | 6 502          | 6 502         | 6 502         | 6 502         | 6 502         | 6 505         |
| <b>Cash Payments by Type</b>                       |          | <b>28 516</b>       | <b>28 516</b>  | <b>28 516</b> | <b>28 516</b>   | <b>28 516</b> | <b>28 516</b> | <b>28 516</b>  | <b>28 516</b> | <b>28 516</b> | <b>28 516</b> | <b>28 516</b> | <b>28 522</b> |
| <b>Other Cash Flows/Payments by Type</b>           |          |                     |                |               |                 |               |               |                |               |               |               |               |               |
| Capital assets                                     |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Repayment of borrowing                             |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| Other Cash Flows/Payments                          |          | -                   | -              | -             | -               | -             | -             | -              | -             | -             | -             | -             | -             |
| <b>Total Cash Payments by Type</b>                 |          | <b>28 516</b>       | <b>28 516</b>  | <b>28 516</b> | <b>28 516</b>   | <b>28 516</b> | <b>28 516</b> | <b>28 516</b>  | <b>28 516</b> | <b>28 516</b> | <b>28 516</b> | <b>28 516</b> | <b>28 522</b> |
| <b>NET INCREASE/(DECREASE) IN CASH HELD</b>        |          | <b>2 257</b>        | <b>2 257</b>   | <b>2 257</b>  | <b>2 257</b>    | <b>2 257</b>  | <b>2 257</b>  | <b>2 257</b>   | <b>2 257</b>  | <b>2 257</b>  | <b>2 257</b>  | <b>2 257</b>  | <b>2 251</b>  |
| Cash/cash equivalents at the month/year beginning: |          |                     | 2 257          | 4 515         | 6 772           | 9 029         | 11 286        | 13 544         | 15 801        | 18 058        | 20 315        | 22 573        | 24 830        |
| Cash/cash equivalents at the month/year end:       |          | 2 257               | 4 515          | 6 772         | 9 029           | 11 286        | 13 544        | 15 801         | 18 058        | 20 315        | 22 573        | 24 830        | 27 081        |

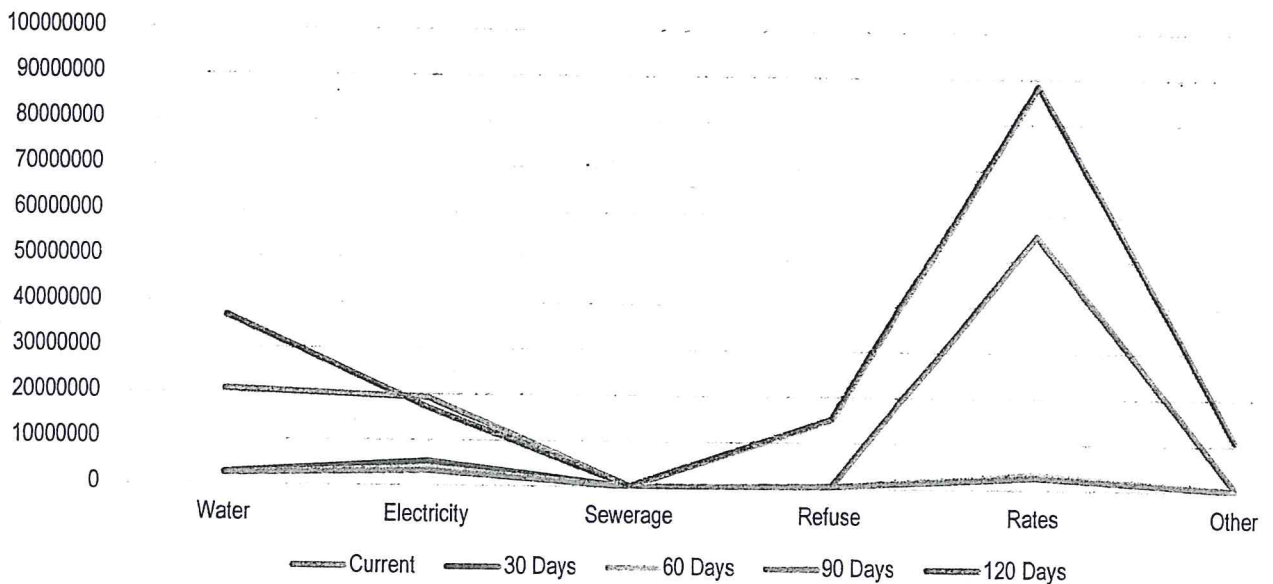
## PART 2 – SUPPORTING DOCUMENTATION

### Section 5 – Debtors' analysis

#### Debtors' analysis per service rendered

| Analysis of Debt | Current (plus interest) | 30 Days               | 60 Days               | 90 Days              | 120 Days +             | Total                  |
|------------------|-------------------------|-----------------------|-----------------------|----------------------|------------------------|------------------------|
| Water            | R20 855 086.01          | R2 672 962.77         | R2 394 160.07         | R2 380 428.64        | R36 987 984.98         | R65 288 068.47         |
| Electricity      | R19 280 846.79          | R5 391 719.16         | R4 048 288.92         | R3 261 193.40        | R16 99 526.24          | R48 974 574.51         |
| Sewerage         | R65 110.05              | R598.40               | R598.40               | R598.40              | R53 123.07             | R120 025.82            |
| Refuse           | R363 168.31             | R482 549.56           | R420 802.40           | R395 395.45          | R14 996 645.37         | R16 658 561.09         |
| Rates            | R55 689 654.23          | R2 998 291.62         | R3 443 680.28         | R2 734 129.59        | R88 483 387.73         | R153 338 143.45        |
| Other            | R556 056.37             | R245 984.99           | R149 808.68           | R137 417.47          | R10 710 242.84         | R11 799 510.35         |
| <b>Total</b>     | <b>R96 809 921.76</b>   | <b>R11 791 106.50</b> | <b>R10 444 784.75</b> | <b>R8 909 160.48</b> | <b>R168 223 910.23</b> | <b>R296 178 883.71</b> |

#### Debtor's Age Analysis per service rendered



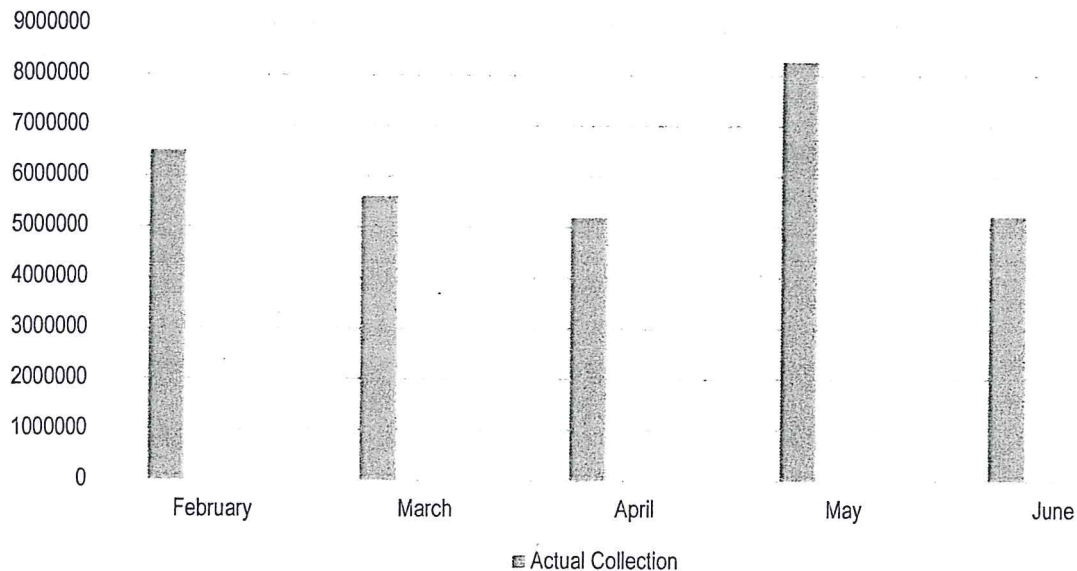
The financial position includes the total annual billing to date and some debtor classifications which do not form part of the consumer debtors, whereas the age analysis only includes those consumer amounts which have become due and not the 'future' amounts which will only fall due in coming months for consumers who pay for their accounts by 30 September annually or monthly on an instalment basis.

## REVCO Performance Report

| Average Payment Value Per Month |                         |                   |                         |                                |                       |
|---------------------------------|-------------------------|-------------------|-------------------------|--------------------------------|-----------------------|
| Month                           | Active Accounts Balance | Actual Collection | Number of Accounts Paid | % Yield Achieved on Collection | Average Payment Value |
| February                        | R264 713 052.00         | R6 502 410.00     | 8 006                   | 2.46%                          | 812                   |
| March                           | R188 200 839.00         | R5 603 035.00     | 1 076                   | 2.98%                          | 5 207                 |
| April                           | R207 337 922.00         | R5 185 126.00     | 5 557                   | 2.50%                          | 933                   |
| May                             | R195 843 328.00         | R8 263 958.00     | 4 869                   | 4.22%                          | 1 697                 |
| June                            | R180 691 732.00         | R5 222 725.00     | 3 503                   | 2.89%                          | 1 491                 |

| 2 Month Activation Analysis |                                |                               |                         |                            |                                 |                            |
|-----------------------------|--------------------------------|-------------------------------|-------------------------|----------------------------|---------------------------------|----------------------------|
| Month                       | Number of Accounts Handed Over | Value of Accounts Handed Over | Number of Accounts Paid | Value of Payments Received | Average Payment Amount Received | % of Rand Value Activation |
| February                    | 24 567                         | R300 298 161.00               | 8 006                   | R6 502 410.00              | 812                             | 2.17%                      |
| March                       | 0                              | 0                             | 0                       | 0                          | 0                               | 0%                         |
| April                       | 905                            | R3 937 154.00                 | 154                     | R31 835.00                 | 207                             | 0.81%                      |
| May                         | 110                            | R39 257.00                    | 16                      | R4 670.00                  | 292                             | 11.90%                     |
| June                        | 0                              | 0                             | 0                       | 0                          | 0                               | 0%                         |

Monthly Collections



## Section 6 – Creditors' analysis

### 6.1 Supporting Table SC4

#### Summary of all creditor's paid at 30 JUNE 2015

| <u>DESCRIPTION</u> | <u>TOTAL PAID IN APRIL</u> | <u>TOTAL PAID IN MAY</u> | <u>TOTAL PAID IN JUNE</u> |
|--------------------|----------------------------|--------------------------|---------------------------|
| Total payments     | R34 349 667.59             | R18 808 559.98           | R16 231 067.63            |

#### Top 10 Payments made in MAY2015

| <u>DESCRIPTION</u>     | <u>AMOUNT PAID</u>    |
|------------------------|-----------------------|
| SARS                   | R2 430 557.69         |
| Ngelethu Construction  | R4 055 818.20         |
| Venter Stene           | R1 461 769.76         |
| Siya Green             | R780 000.00           |
| Masuku Dube Tiflin     | R748 824.55           |
| MBB Consulting Service | R657 312.60           |
| Eskom                  | R422 469.17           |
| PE Fuel Distributors   | R414 975.25           |
| Telkom                 | R408 971.22           |
| Deedscon Construction  | R289 791.56           |
| <b>TOTAL</b>           | <b>R11 670 490.00</b> |

#### Summary of payables at 30 JUNE 2015

##### Age analysis

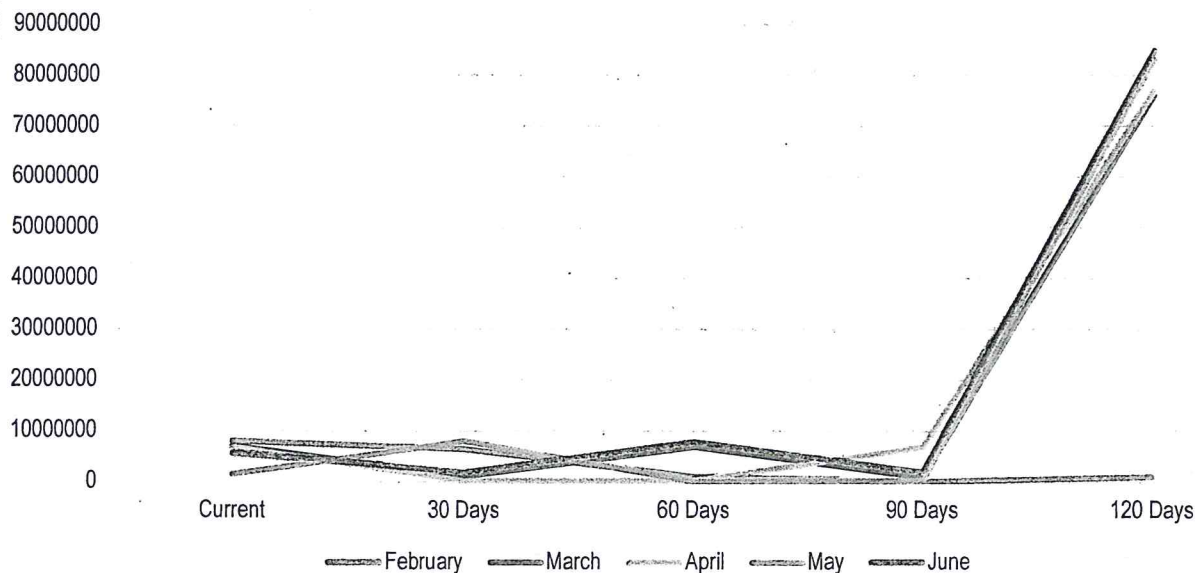
| <u>TOTAL</u>    | <u>CURRENT</u> | <u>30 DAYS</u> | <u>60 DAYS</u> | <u>90 DAYS</u> | <u>120 DAYS</u> |
|-----------------|----------------|----------------|----------------|----------------|-----------------|
| R101 835 973.69 | R5 596 879.47  | R1 726 322.22  | R7 803 853.85  | R1 838 260.85  | R84 870 657.30  |

#### Top 10 Creditors

| <u>COMPANY NAME</u>         | <u>CURRENT</u> | <u>30 DAYS</u> | <u>60 DAYS</u> | <u>90 DAYS</u> | <u>120 DAYS</u> |
|-----------------------------|----------------|----------------|----------------|----------------|-----------------|
| Eskom                       | R26 435.42     | R572 329.57    | R6 673 014.36  |                | R68 101 669.82  |
| Auditor General             |                |                |                |                | R8 427 137.87   |
| Department of Water Affairs |                |                |                | R269 613.50    | R4 714 527.85   |
| Department of Transport     | R339 600.30    | R120 071.35    |                |                | R1 187 480.79   |
| BROOM                       | R2 202 443.45  |                |                |                |                 |
| MBB Consulting              | R316 176.72    | R931 658.92    |                |                |                 |
| North & Robertson EL        | R937 286.78    |                |                |                |                 |
| National Arts Festival      |                |                | R750 000.00    |                |                 |
| Royal                       | R149 723.52    |                |                |                | R290 344.43     |

|                   |                      |                      |                      |                    |                       |
|-------------------|----------------------|----------------------|----------------------|--------------------|-----------------------|
| Haskoning<br>DHV  |                      |                      |                      |                    |                       |
| Zipho Zetho<br>CC | R429 852.77          |                      |                      |                    |                       |
| <b>TOTAL</b>      | <b>R4 401 518.96</b> | <b>R1 624 059.84</b> | <b>R7 423 014.36</b> | <b>R269 613.50</b> | <b>R82 721 160.76</b> |

### Creditor's Age Analysis for May



The outstanding creditors have increased by **R8 881 712.65** from the previous month to **R101 835 973.69**. Although the municipality has entered into payment arrangements with all major creditors, it is imperative that austerity measures be strictly adhered to, in order not to incur further debt.

## Section 7 – Investment portfolio analysis

| ACCOUNT NAME            | BANK NAME  | INVESTMENT TYPE   | BALANCE AT 31 MAY2015 |
|-------------------------|------------|-------------------|-----------------------|
| Health Development fund | FNB        | Call Account      | R1 004.19             |
| Saambou                 | FNB        | Call Account      | R2 638 506.73         |
| Water: Fort Brown       | FNB        | Call Account      | R15 196.76            |
| Guarantee               | STD Bank   | 12 Month Deposit  | R481 000.00           |
| Alicedale Funds         | STD Bank   | 12 Month Deposit  | R171 682.46           |
| IDP                     | STD Bank   | 12 Month Deposit  | R374 425.02           |
| Disaster Fund           | STD Bank   | Call Account      | R7 537 325.35         |
| Kings Flats             | STD Bank   | 12 Months Deposit | R75 702.57            |
| Lower Makaanaskop       | STD Bank   | 12 Months Deposit | R167 461.85           |
| Makana (ex Children)    | GBS Mutual | 32 Days Notice    | R204 051.63           |
| Nat Peace Arboretum     | GBS Mutual | 12 Month Deposit  | R159 388.31           |
| Rini Mun House Coll     | GBS Mutual | 12 Month Deposit  | R166 217.87           |
| Prima/Unibank           | ABSA       | Call Account      | R126 033.06           |
| Disaster                | Nedbank    | Call Account      | R77 978.31            |
| <b>TOTAL</b>            |            |                   | <b>R12 132 974.11</b> |

## Section 8 – Allocations, grant receipts and expenditure

### Summary of grants received

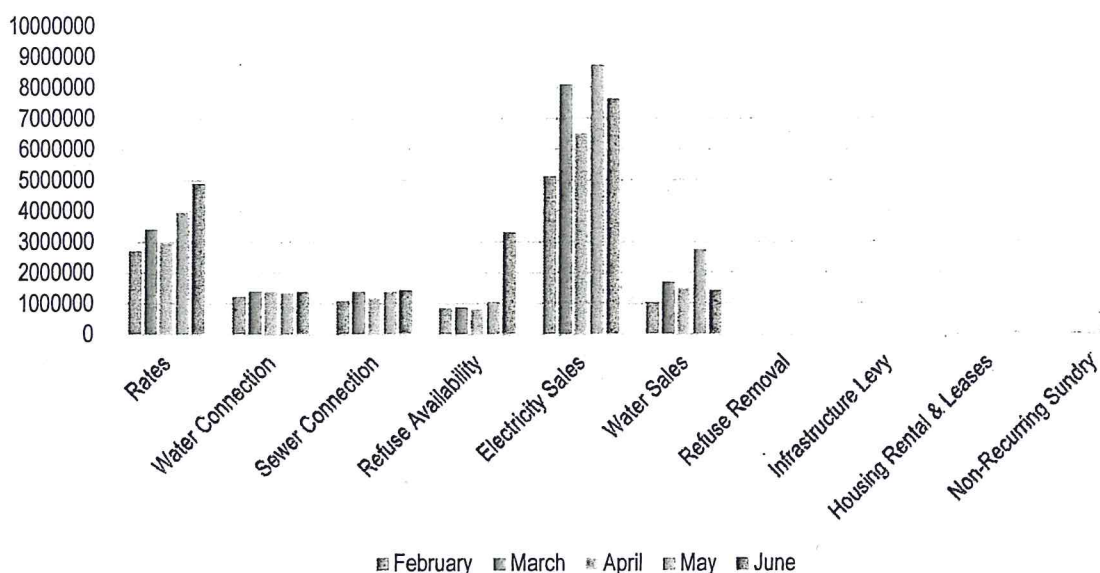
| <u>GRANT</u> | <u>BUDGET</u>         | <u>AMOUNT RECEIVED TO DATE</u> | <u>EXPENDITURE IN JUNE</u> | <u>EXPENDITURE YEAR-TO-DATE</u> |
|--------------|-----------------------|--------------------------------|----------------------------|---------------------------------|
| MIG          | R23 289 000.00        | R4 290 000.00                  | R4 106 669.49              | R7 350 304.31                   |
| MSIG         | R934 000.00           | R934 000.00                    | R0.00                      | R588 070.50                     |
| FMG          | R1 600 000.00         | R1 600 000.00                  | R110 816.29                | R1 607 796.24                   |
| EPWP         | R1 070 000.00         | R1 007 000.00                  | R66 185.91                 | R998 950.33                     |
| DWA          | R3 000 000.00         | R2 406 209.48                  | R0                         | R4 221 103.54                   |
| <b>TOTAL</b> | <b>R29 893 000.00</b> | <b>R10 267 209.48</b>          | <b>R4 283 671.69</b>       | <b>R14 766 224.92</b>           |

It should be noted that no provincial or national grants should be received during May to June of any year. This is to prevent confusion from the overlap of the national government and the local government financial years and the negative impact this has previously had on reporting.

### Analysis of revenue collected

| <u>DESCRIPTION</u>       | <u>OPENING BALANCE</u> | <u>AMOUNT BILLED</u>  | <u>AMOUNT RECEIVED</u> | <u>CLOSING BALANCE</u> |
|--------------------------|------------------------|-----------------------|------------------------|------------------------|
| Rates                    | R41 542 157.00         | R2 069 493.00         | R4 887 499.00          | R46 429 656.00         |
| Water Connection         | R15 987 133.00         | R1 767 492.00         | R1 377 968.00          | R17 365 101.00         |
| Sewer Connection         | R41 575 593.00         | R1 503 142.00         | R1 427 211.00          | R43 002 804.00         |
| Refuse Availability      | R11 349 316.00         | R939 777.00           | R3 305 941.00          | R14 655 257.00         |
| Electricity Sales        | R80 760 271.00         | R10 688 399.00        | R7 629 182.00          | R88 389 453.00         |
| Water Sales              | R61 468 855.00         | R6 887 101.00         | R1 423 064.00          | R62 891 919.00         |
| Refuse Removal           | R129 306.00            | R0                    | R1 361.00              | R130 667.00            |
| Infrastructure Levy      | R2 087 986.00          | R0                    | R0                     | R2 087 986.00          |
| Housing Rentals & Leases | R458 668.00            | R98 129.00            | R47 305.00             | R505 973.00            |
| Non-recurring Sundry     | R617 181.00            | R0                    | R13 325.00             | R630 506.00            |
| <b>TOTAL</b>             | <b>R255 976 466.00</b> | <b>R23 953 533.00</b> | <b>R20 112 856.00</b>  | <b>R276 089 322.00</b> |

## Revenue Collected February-June



For the month of June the municipality collected 71.38% of electricity charges in. The municipality managed to collect 20.66% on water sales. The collection of municipal rates currently sits at 236.17% for June which is an increase of 200% from the previous month. These above average collection rates, when compared to billed amounts, could be attributed to payments made on arrear debts.

## Section 9 – Expenditure on councillor allowances and employee benefits

### Employee related costs per vote

| ITEM DESCRIPTION       | BUDGET              | ACTUAL FOR JUNE   | YEAR-TO-DATE EXPENDITURE | % EXPENDITURE TO DATE |
|------------------------|---------------------|-------------------|--------------------------|-----------------------|
| Salaries               | R102 820 300        | R7 028 997        | R92 168 141              | 89.64%                |
| Overtime               | R3 034 572          | R548 993          | R7 055 150               | 232.49%               |
| All: Housing           | R536 148            | R23 294           | R254 656                 | 47.50%                |
| All: Telephone         | R215 375            | R12 408           | R151 228                 | 70.22%                |
| All: Transport         | R3 666 903          | R273 330          | R3 304 328               | 90.11%                |
| All: Inconvenience     | R927 490            | R101 922          | R1 146 707               | 123.64%               |
| Pension/Provident Fund | R13 134 932         | R1 104 087        | R13 580 438              | 103.39                |
| Medical Aid Fund       | R5 815 157          | R550 291          | R6 189 411               | 106.44%               |
| Group Life Assurance   | R598 753            | R49 047           | R594 156                 | 99.23                 |
| <b>Total</b>           | <b>R130 749 630</b> | <b>R9 662 369</b> | <b>R124 444 215</b>      | <b>95.18%</b>         |

### Councillor remuneration

| ITEM DESCRIPTION     | BUDGET        | ACTUAL FOR JUNE | YEAR-TO-DATE EXPENDITURE | % EXPENDITURE TO DATE |
|----------------------|---------------|-----------------|--------------------------|-----------------------|
| Councillor Allowance | R6 433 830.00 | R505 191        | R6 923 378               | 107.61%               |

|                      |                      |                 |                   |               |
|----------------------|----------------------|-----------------|-------------------|---------------|
| Telephone Allowance  | R731 628.00          | R44 920         | R556 940          | 76.12%        |
| Travelling Allowance | R2 144 610.00        | R168 397        | R1 977 950        | 92.23%        |
| <b>Total</b>         | <b>R9 310 068.00</b> | <b>R718 508</b> | <b>R9 458 268</b> | <b>91.99%</b> |

## Section 10 – Capital programme performance

### Capital expenditure per department

#### CAPITAL EXPENDITURE PER VOTE AS AT 30 JUNE 2015

| BUDGET          |                   |                |             |             | VOTE                          | EXPENDITURE   |                                 |              |             |             |  |  |   |          |
|-----------------|-------------------|----------------|-------------|-------------|-------------------------------|---|---------------------------------|--------------|-------------|-------------|--|--|---|----------|
| TOTAL<br>BUDGET | ADJUST.<br>BUDGET | FUNDING SOURCE |             |             |                               | APPROVED<br><br>AFF<br>FUNDED<br>(BASED ON<br>PRIORITY<br>LIST) | APPROVED<br><br>GRANT<br>FUNDED | YEAR TO DATE |             |             | Actual<br>to<br><br>APPROVED<br>AFF<br><br>% | Actual<br>to<br><br>GRANT<br>SPENDING<br><br>% | Actual<br>to<br><br>TOTAL<br>APPROVE<br>(ALL SPEN<br>vs.<br>APPROVE)<br><br>% |          |
|                 |                   | AFF            | GRANT       | TOTAL       |                               |   |                                 | AFF SPENT    | GRANT SPENT | TOTAL SPENT |  |  |   | Variance |
|                 | 170 000           |                | 170 000     | 170 000     | Budget and Treasury Office    |   | 170 000                         |              | 163 126     | 163 126     | 6 874  |  |   | 95.94    |
| 56 129 361      | 177 589 538       | 5 999 000      | 171 590 538 | 177 589 538 | Technical Services            | 5 999 000   | 171 590 538                     | 2 680 892    | 33 158 727  | 35 839 619  | 141 749 919                                  |  | 19.32   | 20.18    |
| 5 550 392       | 6 337 281         |                | 6 337 281   | 6 337 281   | Community and Social Services |   | 6 337 281                       |              | 978 018     | 978 018     | 5 359 263                                    |  | 15.43   | 15.43    |
|                 | 1 007 018         | 100 000        | 907 018     | 1 007 018   | Corporate Services            | 100 000   | 907 018                         | 8 447        | 907 018     | 915 465     | 91 553                                       |  | 100.00  | 90.91    |
| 1 999 228       | 893 000           |                | 893 000     | 893 000     | Local Economic Development    |   | 893 000                         |              |             |             | 893 000                                      |  |   | -        |
| 63 678 980      | 185 996 837       | 6 099 000      | 179 897 837 | 185 996 837 |                               | 6 099 000   | 179 897 837                     | 2 689 340    | 35 206 889  | 37 896 228  | 148 100 608                                  |  | 19.57   | 20.37    |

### Year-to-date Capital Budget vs. Expenditure

| VOTE NO  | DEPARTMENT/SECTION :<br>DETAILS                                  | FUNDING<br>SOURCE | ADJUSTED<br>2014/2015  | ACTUAL<br>2014/2015 |
|--|--|-------------------|------------------------|---------------------|
| <b>-</b><br><u>90/50/44/</u><br><br><br><br><br><br><br><br><br><br><u>90/75/05/</u> | <b>FINANCIAL SERVICES</b>  |                   |                        |                     |
|  | Office Equipment   | FMG               | 170 000                | 163 126             |
|  | <b>TOTAL FINANCIAL SERVICES</b>                                  |                   | <b>170 000</b>         | <b>163 126</b>      |
|  | <b>CORPORATE SERVICES</b>  |                   |                        |                     |
|  | IT Network Refresh   | MSIG              | 907 018                | 907 018<br>8447     |
|  | Office Equipment   | AFF               | 100 000                |                     |
|  | <b>TOTAL CORPORATE SERVICES</b>                                  |                   | <b>1 007 018</b>       | <b>907 018</b>      |
|  | <b>COMMUNITY AND SOCIAL SERVICES</b>                             |                   |                        |                     |
|  | <b>LIBRARIES</b>   |                   |                        |                     |
|  | Office Equipment   | DSRAC             | 1 550 392              |                     |
|  | <b>TOTAL COMMUNITY &amp; SOCIAL SERVICES</b>                     |                   | <b>1 550 392</b>       | <b>-</b>            |
|  | <b>LOCAL ECONOMIC DEVELOPMENT</b>                                |                   |                        |                     |
|  | Technical Assistance   | NDPG              | 893 000                |                     |
|  | <b>TOTAL LOCAL ECONOMIC DEVELOPMENT</b>                          |                   | <b>893 000</b>         | <b>-</b>            |
|  | <b>TECHNICAL &amp; INFRASTRUCTURAL SERVICES</b>                  |                   |                        |                     |
|  | Roads & Stormwater   |                   |                        |                     |
|  | Upgrading Mekanaway  | AFF               | 1 549 000              | 450 902             |
|  | Upgrading Alicedale Road   | AFF               | 2 000 000              | 1 768 276           |
|  | <b>TOTAL ROADS &amp; STORMWATER</b>                              |                   | <b>3 549 000</b>       | <b>2 219 178</b>    |
|  | <b>ELECTRIFICATION</b>   |                   |                        |                     |
|  | Mayfield   | INEP              | 2 020 000<br>2 020 000 | <b>-</b>            |
|  | <b>BULK ELECTRICAL SUPPLY UPGRADE<br/>(HOWIESON'S POORT)</b>     |                   |                        |                     |
|  | Construction of 22kV line to Howieson's Poort                    | ECDC              | 1 311 000              |                     |
|  | Re-Built existing 10.3Km 11kV from Waainek Sub<br>to Pumpstation | ECDC              | 2 376 900              |                     |
|  | Equipment  | AFF               | 300 000                |                     |
|  | Locking facility   | AFF               | 350 000                | 184 367             |

|                    |  |         |               |            |
|--------------------|--|---------|---------------|------------|
|                    |  |         | 4 337 900     | 184 367    |
|                    |  |         |               |            |
|                    |  |         | 6 357 900     | -          |
| s<br><br>90/10/60/ | <b>TOTAL ELECTRICITY</b>   |         |               |            |
|                    | <b>WATER</b>   |         |               |            |
|                    | <b>PUMPING AND PURIFICATION</b>                                  |         |               |            |
|                    | <b>Alicedale</b>   |         |               |            |
|                    | Replace & Installation of ageing valves                          | Amatola | 976 514       |            |
|                    | Replacement of Old Asbestos Pipes                                | ECDC    | 200 000       |            |
|                    | Water Conservation & Demand Management                           | AFF     | 1 300 000     | 277 348    |
|                    | Eluxolweni Plumbing Works  | AFF     | 500 000       |            |
|                    |  |         | 2 976 514     | 277 348    |
|                    |  |         |               |            |
| 90/                | <b>Water Conservation</b>  |         |               |            |
|                    |  | DWS     | 3 000 000     | 3 441 744  |
|                    |  |         |               |            |
|                    | <b>TOTAL WATER</b>   |         | 5 976 514     | 1 819 730  |
|                    | <b>MIG PROJECTS</b>  |         |               |            |
|                    | Electrical Component: Grahamstown erection of high -masts        | MIG     | 4 209 610.96  |            |
|                    | Construction of Alicedale Internal Roads - Phase 1               | MIG     | -             |            |
|                    | Social Service Component: Foley's Ground Multipurpose - Phases 1 | MIG     | -             |            |
|                    | LED Component: Construction of Egazini Access Road - Phase 1     | MIG     | -             |            |
|                    | Construction of Vukani Taxi Route - Phase 1                      | MIG     | 5 653 009.20  | 9 537 063  |
|                    | Indoor Sport Centre  | MIG     | 2 000 000.00  |            |
|                    | Replacement of Asbestos Pipes                                    | MIG     | 5 438 940.00  | 217 967    |
|                    | Budget Maintenance: Construction of football facilities          | MIG     | 1 351 000.00  |            |
|                    | Budget Maintenance: Upgrading of Gravel Road in Joza             | MIG     | 1 190 000.00  | 1 125 034  |
|                    | Upgrading Sani Street  | MIG     | 2 290 000.00  |            |
|                    |  |         |               |            |
|                    | <b>TOTAL MIG</b>   |         | 22 132 560.16 | 10 880 066 |
|                    | <b>MIG ROLLOVER PROJECTS</b>                                     |         |               |            |
|                    | Ext 6 Reticulation Phase 2 Stage 2                               | MIG     | 2 904 695.72  | 5 053 645  |
|                    | Upgrading Sani Street  | MIG     | 3 717 317.32  | 3 877 716  |
|                    | Upgrading of Existing Gravel Road in Joza Street                 | MIG     | 254 910.18    | 251 758    |
|                    | Construction of Sports Facilities Foley's Ground                 | MIG     | 1 435 889.00  | 978 018    |
|                    | Upgrading Mayfield WWTW  | MIG     | 1 906 357.00  | 1 260 201  |
|                    | Water Intervention Project                                       | MIG     | 2 014 489.31  | 987 272    |
|                    |  |         |               |            |

|  |   |          |                      |                   |
|--|---|----------|----------------------|-------------------|
|  |   |          | <b>12 233 658.53</b> | <b>12 408 612</b> |
|  | <b>PMU Administration</b><br>Office Equipment | MIG      | 66 694.00            |                   |
|  |   |          | <b>66 694.00</b>     | <b>- -</b>        |
|  | <b>OTHER EXTERNAL FUNDED PROJECTS</b>         |          |                      |                   |
|  | Eluxolweni Plumbing Works                     | PDoHS    | 548 000              | 240 000           |
|  | Bucket Eradication Programme (NURCHA)         | NDoHS    | 20 000 000           |                   |
|  | Regional Bulk Infrastructure                  | RBIG     | 10 000 000           | 2 529 835         |
|  | Waainek Wind Farm                             | INNOWIND | 5 400 000            | 3 818 246         |
|  | Various Projects                              | ECDC     | 96 112 100           | 818 243           |
|  | <b>TOTAL EXTERNAL FUNDED PROJECTS</b>         |          | <b>132 060 100</b>   | <b>7 406 324</b>  |
|  | <b>TOTAL CAPITAL BUDGET</b>                   |          | <b>185 996 837</b>   | <b>19 022 094</b> |

## Section 11 – Supply Chain Management

### Deviations for the month

| <u>COMPANY NAME</u> | <u>DESCRIPTION</u>        | <u>DEPARTMENT</u> | <u>REASON</u>                       | <u>AMOUNT</u>    |
|---------------------|---------------------------|-------------------|-------------------------------------|------------------|
| Soga Enterprise     | Hiring of Toilets for May | DTIS              | Impossible to follow SCM Procedures | R9 840.00        |
| <b>TOTAL</b>        |                           |                   |                                     | <b>R9 840.00</b> |

### Tenders awarded for the month

No tenders were awarded in June

## Section 12 – Other supporting documentation

### 12.1 Other information

## Section 13 – Municipal Manager's Quality Certification

I, Riana Meiring, Acting Municipal Manager of Makana Municipality, hereby certify that the information provided in this report and supporting documents have been prepared to the best of our ability in accordance with the Municipal Finance Management Act and the regulations made under this Act.

NAME: Riana Meiring

SIGNATURE: .....

DATE: .....