

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

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

Collaborator/Item no: AMEF 8.3

Date: **25 JUNE 2015**

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**SUBJECT: MONTHLY REPORT: APRIL 2015**

**REPORT DATED 11 JUNE 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 APRIL 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 APRIL 2015.

**DISCUSSION:**

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

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

Annexure 3 – 12 Supporting Documents

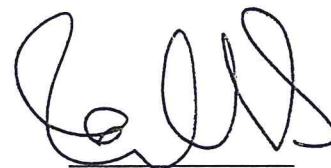
**RECOMMENDATIONS:**

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

**FOR FURTHER DETAILS CONTACT:**

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\_\_\_\_\_  
ACTING CHIEF FINANCIAL OFFICER  
MS. B KHUMALO



CHAIRPERSON: FAME  
CLLR. P RANCHHOD

12/6/15  
R. 45



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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 APRIL 2015

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## Glossary

**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**Budget** – The financial plan of the Municipality.

**Budget related policy** – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

**Capital expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

**Cash flow statement** – 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.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

**Equitable share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

**Fruitless and wasteful expenditure** – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

**GRAP** – Generally Recognised Accounting Practice. The new standard for municipal accounting.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality.

**IHHS** – Informal Housing and Human Settlements, provincial grant.

**KEDA** – Entity of Makana Municipality, Makana Economic Development Agency.

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**MDMG** – Municipal Disaster Management Grant.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

**MIG** – Municipal Infrastructure Grant.

**MTREF** – 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.

**NDPG** – Neighbourhood Development Partnership Grant.

**Operating expenditure** – Spending on the day to day expenses of the Municipality such as salaries and wages.

**Rates** – 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.

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Unauthorised expenditure** – Generally, is spending without, or in excess of, an approved budget.

**Virement** – A transfer of budget.

**Virement policy** - 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.

**Vote** – 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 APRIL 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 will enable the municipality to pay-off any 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 APRIL 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)

##### 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 60% of their total respective annual budgets.

Year-to-date adjusted revenue realised 40%, R37 121 000.00 less when compared to year-to-date budget projections for APRIL 2015.

##### Operating expenditure by type

Year-to-date adjusted expenditure is 30% or R72 526 000.00 less when compared to the year-to-date budget as at 30 APRIL 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 R5 498 000 of the adjusted capital budget of R185 997 550 million. Expenditure to date has been funded from capital transfers recognised.

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

##### Cash flows

The financial year commenced with positive cash & cash equivalents balance of R9 833 000.00 and this has decreased by R25 875 000.00 during the year-to date to a negative balance of R16 042 000.00.

*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 - M10 April**

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	48 635	3 625	26 368	22 963
Service charges	161 564	224 360	243 785	16 015	82 584	112 180
Investment revenue	11 221	9 600	106	1 281	4 705	4 800
Transfers recognised - operational	73 127	80 108	80 872	–	29 958	40 054
Other own revenue	12 227	7 676	31 151	174	3 098	3 838
<b>Total revenue (excluding capital transfers and contributions)</b>	<b>304 275</b>	<b>367 669</b>	<b>404 549</b>	<b>21 095</b>	<b>146 713</b>	<b>183 834</b>
Employee costs	126 902	130 779	143 186	10 988	42 569	65 388
Remuneration of Councillors	8 337	9 310	9 858	699	3 442	4 655
Depreciation & asset impairment	59 239	27 081	28 679	1 876	44 158	13 541
Finance charges	6 337	–	–	694	703	–
Materials and bulk purchases	67 096	79 624	84 322	5 918	5 918	39 812
Transfers and grants	22 093	40 799	44 356	1 593	6 864	20 400
Other expenditure	63 340	81 686	94 149	2 599	8 455	40 841
<b>Total Expenditure</b>	<b>353 345</b>	<b>369 279</b>	<b>404 550</b>	<b>24 368</b>	<b>112 110</b>	<b>184 636</b>
<b>Surplus/(Deficit)</b>	<b>(49 070)</b>	<b>(1 609)</b>	<b>(1)</b>	<b>(3 273)</b>	<b>34 604</b>	<b>(802)</b>
Transfers recognised - capital	21 302	1 609	48 928	–	–	805
Contributions & Contributed assets	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>
<b>Capital expenditure &amp; funds sources</b>						
<b>Capital expenditure</b>	<b>(1 664)</b>	<b>–</b>	<b>–</b>	<b>2 900</b>	<b>2 424</b>	<b>–</b>
Capital transfers recognised	–	–	–	1 819	–	–
Public contributions & donations	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–
Internally generated funds	–	–	–	–	–	–
<b>Total sources of capital funds</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 819</b>	<b>–</b>	<b>–</b>
<b>Financial position</b>						
Total current assets	172 319	–	189 782		227 818	
Total non current assets	1 064 793	–	284 928		1 069 438	
Total current liabilities	183 116	–	5 594		157 509	
Total non current liabilities	115 220	–	2 232		114 816	
<b>Community wealth/Equity</b>	<b>938 776</b>	<b>(1 007)</b>	<b>466 884</b>		<b>1 024 931</b>	
<b>Cash flows</b>						
Net cash from (used) operating	54 632	27 081	(39 900)	(12 639)	33 874	13 544
Net cash from (used) investing	(69 538)	–	(3 904)	(3 411)	(74 183)	(59 023)
Net cash from (used) financing	30 861	–	(4 672)	8	30 490	–
<b>Cash/cash equivalents at the month/year</b>	<b>25 788</b>	<b>27 081</b>	<b>(63 534)</b>	<b>–</b>	<b>(10 396)</b>	<b>(45 479)</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>
<b>Debtors Age Analysis</b>						
Total By Income Source	(8 549)	13 887	10 646	8 899	8 791	79 438
<b>Creditors Age Analysis</b>						
Total Creditors	6 828	1 772	1 025	6 929	77 079	–

#### **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) - M10 April

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>							
<b>Governance and administration</b>		77 277	94 517	104 613	5 019	36 018	47 258
Executive and council		3 858	4 869	7 607	0	2 043	2 435
Budget and treasury office		68 737	86 472	93 178	4 937	33 579	43 236
Corporate services		4 682	3 175	3 827	81	395	1 588
<b>Community and public safety</b>		8 971	5 615	8 537	41	719	2 807
Community and social services		2 682	2 976	3 156	27	195	1 488
Sport and recreation		3 784	17	12	2	10	9
Public safety		711	1 205	3 869	12	62	603
Housing		-	-	-	-	-	-
Health		1 793	1 416	1 500	0	451	708
<b>Economic and environmental services</b>		13 097	5 168	11 846	21	1 099	2 584
Planning and development		2 455	652	9 630	20	486	326
Road transport		9 620	3 795	1 430	-	606	1 897
Environmental protection		1 022	721	786	2	7	361
<b>Trading services</b>		226 212	263 964	279 538	16 013	107 249	131 982
Electricity		100 108	144 242	152 753	9 846	56 429	72 121
Water		72 354	68 093	72 110	4 028	25 179	34 046
Waste water management		37 692	34 924	36 984	1 319	17 160	17 462
Waste management		16 057	16 706	17 691	820	8 481	8 353
<b>Other</b>	4	3	15	16	-	-	8
<b>Total Revenue - Standard</b>	2	325 560	369 279	404 549	21 095	145 085	184 639
<b>Expenditure - Standard</b>							
<b>Governance and administration</b>		112 266	100 848	116 591	5 736	57 248	50 423
Executive and council		23 560	23 090	32 538	1 470	6 554	11 544
Budget and treasury office		54 090	36 853	38 963	1 847	42 671	18 426
Corporate services		34 617	40 905	45 090	2 418	8 022	20 452
<b>Community and public safety</b>		36 345	37 111	33 174	3 022	11 771	18 555
Community and social services		9 599	9 519	13 764	766	2 974	4 759
Sport and recreation		8 685	9 090	4 755	704	2 707	4 545
Public safety		15 768	16 026	12 087	1 363	5 333	8 013
Housing		45	51	-	2	6	25
Health		2 249	2 425	2 569	187	751	1 213
<b>Economic and environmental services</b>		26 514	22 004	44 700	1 537	5 953	11 001
Planning and development		9 675	7 052	17 709	565	1 857	3 526
Road transport		12 399	10 348	19 766	743	3 141	5 173
Environmental protection		4 440	4 604	7 226	230	955	2 302
<b>Trading services</b>		177 967	209 071	209 740	14 061	37 065	1 351
Electricity		86 155	103 184	109 272	7 671	12 562	(51 592)
Water		53 585	56 174	59 488	3 342	12 600	28 087
Waste water management		21 801	30 712	28 424	1 825	7 055	15 356
Waste management		16 426	19 001	12 556	1 223	4 848	9 500
<b>Other</b>		252	245	344	12	72	122
<b>Total Expenditure - Standard</b>	3	353 344	369 279	404 549	24 368	112 109	81 452
<b>Surplus/ (Deficit) for the year</b>		(27 785)	0	(0)	(3 273)	32 976	103 187



#### 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.

EC104 Makana - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April							
Vote 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 Vote</b>	<b>1</b>						
Vote 1 - TECHNICAL SERVICES		48 698	36 558	49 372	1 414	17 587	18 279
Vote 2 - CORPORATE SERVICES		306	1 038	49 372	2	372	519
Vote 3 - FINANCIAL SERVICES		68 737	86 472	93 178	4 937	33 579	43 236
Vote 4 - COMMUNITY & SOCIAL SERVICES		29 435	26 715	28 200	861	9 805	13 357
Vote 5 - EXECUTIVE & COUNCIL		2 427	4 827	5 112	-	1 294	2 414
Vote 6 - MUNICIPALITY MANAGER		1 449	2	2 823	-	740	1
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		2 015	1 275	-	6	100	637
Vote 8 - HOUSING		-	-	-	-	-	-
Vote 9 - ELECTRICITY		100 108	144 242	152 753	9 846	56 429	72 121
Vote 10 - WATER		72 354	68 093	72 110	4 028	25 179	34 046
Vote 11 - DOG TAX		-	1	2	-	-	1
Vote 12 - PARKING METERS		32	56	59	-	-	28
<b>Total Revenue by Vote</b>	<b>2</b>	<b>325 560</b>	<b>369 279</b>	<b>452 981</b>	<b>21 095</b>	<b>145 085</b>	<b>184 639</b>
<b>Expenditure by Vote</b>	<b>1</b>						
Vote 1 - TECHNICAL SERVICES		44 373	48 682	62 596	3 428	13 005	24 340
Vote 2 - CORPORATE SERVICES		26 979	27 249	25 554	2 354	8 721	13 624
Vote 3 - FINANCIAL SERVICES		54 090	36 853	34 077	1 847	42 671	18 426
Vote 4 - COMMUNITY & SOCIAL SERVICES		59 415	64 769	71 127	4 528	18 027	32 383
Vote 5 - EXECUTIVE & COUNCIL		14 257	16 235	17 193	590	2 124	8 118
Vote 6 - MUNICIPALITY MANAGER		7 961	4 745	15 012	306	1 337	2 373
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		6 485	11 334	10 177	300	1 056	5 667
Vote 8 - HOUSING		45	51	54	2	6	25
Vote 9 - ELECTRICITY		86 155	103 184	109 272	7 671	12 562	51 592
Vote 10 - WATER		53 585	56 174	59 488	3 342	12 600	28 087
Vote 11 - DOG TAX		-	1	-	-	-	1
Vote 12 - PARKING METERS		-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>353 344</b>	<b>369 279</b>	<b>404 549</b>	<b>24 368</b>	<b>112 109</b>	<b>184 636</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>(27 785)</b>	<b>0</b>	<b>48 432</b>	<b>(3 273)</b>	<b>32 976</b>	<b>3</b>

**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) - M10 April

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	48 635	3 625	26 368	22 963
Property rates - penalties & collection charges		—	—	—	—	—	—
Service charges - electricity revenue		95 766	138 423	152 753	9 844	55 578	69 211
Service charges - water revenue		59 346	74 770	53 837	5 347	23 576	37 385
Service charges - sanitation revenue		—	—	25 644	—	—	—
Service charges - refuse revenue		6 363	10 883	11 551	819	3 408	5 442
Service charges - other		90	284	—	4	21	142
Rental of facilities and equipment		789	153	4 578	85	420	77
Interest earned - external investments		11 221	9 600	106	1 281	4 705	4 800
Interest earned - outstanding debtors		—	—	10 061	—	—	—
Dividends received		—	—	—	—	—	—
Fines		656	1 041	1 103	8	36	521
Licences and permits		2 597	2 430	3 571	1	209	1 215
Agency services		877	1 345	—	—	403	672
Transfers recognised - operational		73 127	80 108	80 872	—	29 958	40 054
Other revenue		7 309	2 706	11 838	80	2 030	1 353
Gains on disposal of PPE		—	—	—	—	—	—
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>304 275</b>	<b>367 669</b>	<b>404 549</b>	<b>21 095</b>	<b>146 713</b>	<b>183 834</b>
<b>Expenditure By Type</b>							
Employee related costs		126 902	130 779	143 186	10 988	42 569	65 388
Remuneration of councillors		8 337	9 310	9 858	699	3 442	4 655
Debt impairment		—	—	—	—	—	—
Depreciation & asset impairment		59 239	27 081	28 679	1 876	44 158	13 541
Finance charges		6 337	—	—	694	703	—
Bulk purchases		67 096	79 624	84 322	5 918	5 918	39 812
Other materials		—	—	—	—	—	—
Contracted services		6 469	3 657	6 715	1	55	1 829
Transfers and grants		22 093	40 799	44 356	1 593	6 864	20 400
Other expenditure		56 871	78 029	87 434	2 598	8 400	39 013
Loss on disposal of PPE		—	—	—	—	—	—
<b>Total Expenditure</b>		<b>353 345</b>	<b>369 279</b>	<b>404 550</b>	<b>24 368</b>	<b>112 110</b>	<b>184 636</b>
<b>Surplus/(Deficit)</b>		<b>(49 070)</b>	<b>(1 609)</b>	<b>(1)</b>	<b>(3 273)</b>	<b>34 604</b>	<b>(802)</b>
Transfers recognised - capital		21 302	1 609	48 928	—	—	805
Contributions recognised - capital		—	—	—	—	—	—
Contributed assets		—	—	—	—	—	—
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>
Taxation		—	—	—	—	—	—
<b>Surplus/(Deficit) after taxation</b>		<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>
Attributable to minorities		—	—	—	—	—	—
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>
Share of surplus/ (deficit) of associate		—	—	—	—	—	—
<b>Surplus/ (Deficit) for the year</b>		<b>(27 767)</b>	<b>0</b>	<b>48 927</b>	<b>(3 273)</b>	<b>34 604</b>	<b>3</b>

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

The year-to-date actual reflects an achievement of 80% of the year-to-date budget and 40% of the adjusted annual budget of **R404 550 000.00**.

Current expenditure is 30%, **R72 526 000.00** below year-to-date adjusted budget projections for APRIL 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) - M10 April							
Vote Description	Ref	2013/14	Budget Year 2014/15				
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
R thousands	1						
<b>Multi-Year expenditure appropriation</b>	2						
Vote 1 - TECHNICAL SERVICES		1	-	-	2 900	2 923	-
Vote 2 - CORPORATE SERVICES		-	-	-	-	-	-
Vote 3 - FINANCIAL SERVICES		(3)	-	-	-	(3)	-
Vote 4 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	100	-
Vote 5 - EXECUTIVE & COUNCIL		-	-	-	-	-	-
Vote 6 - MUNICIPALITY MANAGER		-	-	-	-	-	-
Vote 7 - LOCAL ECONOMIC DEVELOPMENT		-	-	-	-	77	-
Vote 8 - HOUSING		-	-	-	-	-	-
Vote 9 - ELECTRICITY		(1 662)	-	-	-	(1 662)	-
Vote 10 - WATER		-	-	-	-	989	-
Vote 11 - DOG TAX		-	-	-	-	-	-
Vote 12 - PARKING METERS		-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	(1 664)	-	-	2 900	2 424	-
<b>Single Year expenditure appropriation</b>	2						
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>	4	(0)	-	-	-	(0)	-
<b>Total Capital Expenditure</b>		(1 664)	-	-	2 900	2 424	-
<b>Capital Expenditure - Standard Classification</b>							
<i>Governance and administration</i>		(3)	-	-	-	(3)	-
Executive and council		-	-	-	-	-	-
Budget and treasury office		(3)	-	-	-	(3)	-
Corporate services		(0)	-	-	-	(0)	-
<i>Community and public safety</i>		-	-	-	-	100	-
Community and social services		-	-	-	-	-	-
Sport and recreation		-	-	-	-	100	-
Public safety		-	-	-	-	-	-
Housing		-	-	-	-	-	-
Health		-	-	-	-	-	-
<i>Economic and environmental services</i>		1	-	-	-	2 763	-
Planning and development		-	-	-	-	77	-
Road transport		1	-	-	-	2 686	-
Environmental protection		-	-	-	-	-	-
<i>Trading services</i>		(1 662)	-	-	1 819	1 383	-
Electricity		(1 662)	-	-	-	(1 662)	-
Water		(0)	-	-	1 316	2 305	-
Waste water management		-	-	-	503	740	-
Waste management		-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-
<b>Total Capital Expenditure - Standard Classification</b>	3	(1 664)	-	-	1 819	4 243	-



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

EC104 Makana - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		1 595	—	4 643	26 179	—
Call investment deposits		—	—	6 429	—	—
Consumer debtors		128 393	—	138 458	148 134	—
Other debtors		29 209	—	30 469	39 613	—
Current portion of long-term receivables		—	—	—	—	—
Inventory		13 122	—	9 782	13 892	—
<b>Total current assets</b>		<b>172 319</b>	<b>—</b>	<b>189 782</b>	<b>227 818</b>	<b>—</b>
<b>Non current assets</b>						
Long-term receivables		—	—	—	—	—
Investments		25 587	—	—	25 632	—
Investment property		227 072	—	254 925	227 072	—
Investments in Associate		—	—	—	—	—
Property, plant and equipment		811 186	—	—	815 786	—
Agricultural		—	—	—	—	—
Biological assets		—	—	—	—	—
Intangible assets		948	—	503	948	—
Other non-current assets		—	—	29 500	—	—
<b>Total non current assets</b>		<b>1 064 793</b>	<b>—</b>	<b>284 928</b>	<b>1 069 438</b>	<b>—</b>
<b>TOTAL ASSETS</b>		<b>1 237 112</b>	<b>—</b>	<b>474 710</b>	<b>1 297 256</b>	<b>—</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		15 062	—	—	—	—
Borrowing		4 293	—	—	3 888	—
Consumer deposits		2 298	—	2 479	2 361	—
Trade and other payables		158 098	—	—	147 894	—
Provisions		3 365	—	3 115	3 365	—
<b>Total current liabilities</b>		<b>183 116</b>	<b>—</b>	<b>5 594</b>	<b>157 509</b>	<b>—</b>
<b>Non current liabilities</b>						
Borrowing		50 117	—	—	50 117	—
Provisions		65 103	—	2 232	64 699	—
<b>Total non current liabilities</b>		<b>115 220</b>	<b>—</b>	<b>2 232</b>	<b>114 816</b>	<b>—</b>
<b>TOTAL LIABILITIES</b>		<b>298 336</b>	<b>—</b>	<b>7 826</b>	<b>272 325</b>	<b>—</b>
<b>NET ASSETS</b>	2	<b>938 776</b>	<b>—</b>	<b>466 884</b>	<b>1 024 931</b>	<b>—</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		933 349	(1 007)	466 884	1 019 497	—
Reserves		5 428	—	—	5 434	—
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>938 776</b>	<b>(1 007)</b>	<b>466 884</b>	<b>1 024 931</b>	<b>—</b>



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

EC104 Makana - Table C7 Monthly Budget Statement - Cash Flow - M10 April							
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	277 962	219 305	11 369	81 906	138 981
Government - operating		73 127	80 108	80 872	-	29 958	40 054
Government - capital		21 302	1 609	48 928	-	-	805
Interest		11 221	9 600	10 166	1 281	4 705	4 800
Dividends		-	-	-	-	-	-
<b>Payments</b>							
Suppliers and employees		(250 164)	(301 398)	(354 815)	(23 001)	(75 129)	(150 696)
Finance charges		(6 337)	-	-	(694)	(703)	-
Transfers and Grants		(22 093)	(40 799)	(44 356)	(1 593)	(6 864)	(20 400)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>54 632</b>	<b>27 081</b>	<b>(39 900)</b>	<b>(12 639)</b>	<b>33 874</b>	<b>13 544</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
<b>Receipts</b>							
Proceeds on disposal of PPE		-	-	148	(512)	(512)	(512)
Decrease (increase) in non-current debtors		-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-
Decrease (increase) in non-current investments		(15 115)	-	625	-	(15 160)	-
<b>Payments</b>							
Capital assets		(54 423)	-	(4 677)	(2 900)	(58 511)	(58 511)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(69 538)</b>	<b>-</b>	<b>(3 904)</b>	<b>(3 411)</b>	<b>(74 183)</b>	<b>(59 023)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>							
<b>Receipts</b>							
Short term loans		-	-	-	-	-	-
Borrowing long term/refinancing		30 770	-	-	-	30 365	-
Increase (decrease) in consumer deposits		91	-	-	8	125	-
<b>Payments</b>							
Repayment of borrowing		-	-	(4 672)	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>30 861</b>	<b>-</b>	<b>(4 672)</b>	<b>8</b>	<b>30 490</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>15 955</b>	<b>27 081</b>	<b>(48 476)</b>	<b>(16 042)</b>	<b>(9 819)</b>	<b>(45 479)</b>
Cash/cash equivalents at beginning:		9 833	-	(15 058)	-	(576)	-
Cash/cash equivalents at month/year end:		25 788	27 081	(63 534)	-	(10 396)	(45 479)



#### 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 - M10 April

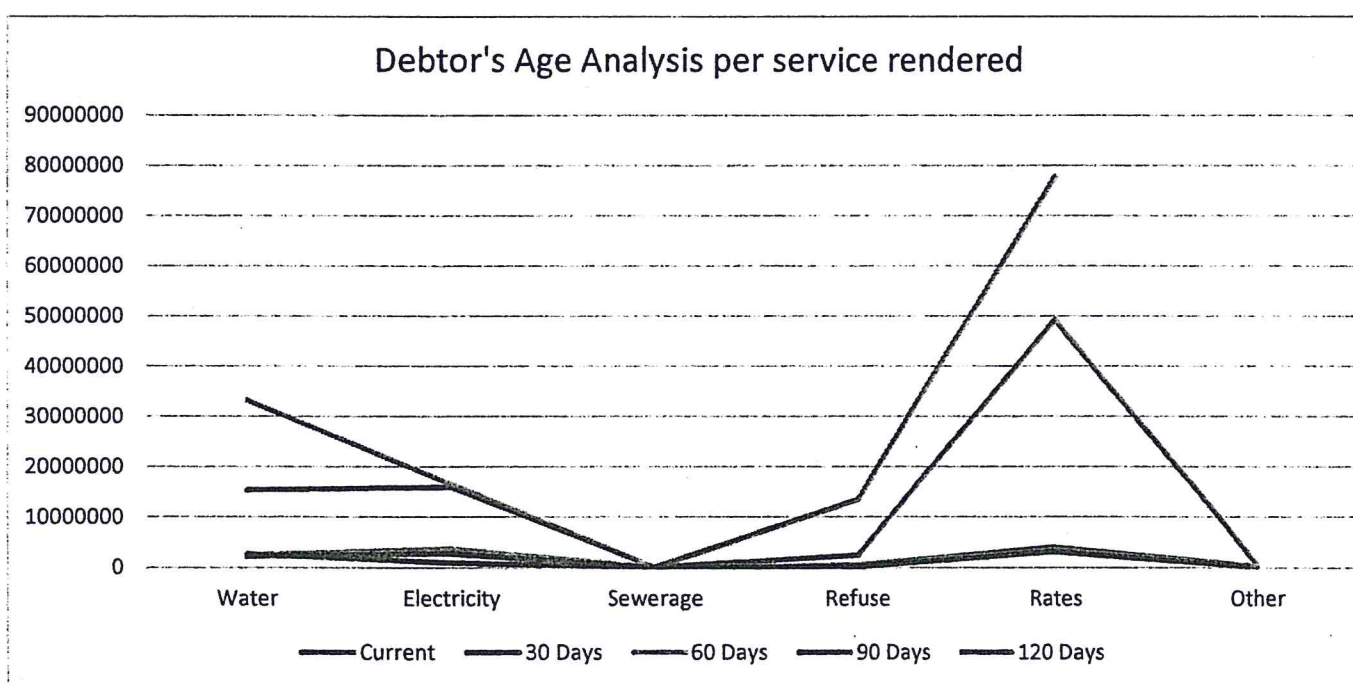
Description	Ref	Budget Year 2014/15											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget
<b>Cash Receipts By Source</b>													
Property rates		3 827	3 827	3 827	3 827	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		-	-	-	-	-	-	-	-	-	-	-	-
<b>Other Cash Flows/Payments</b>													
<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	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	R15 339 034.95	R2 753 532.70	R2 403 938.21	R2 181 314.68	R33 280 188.07	R55 958 008.6
Electricity	R15 950 672.99	R5 933 050.87	R3 757 012.81	R2 749 257.27	R16 651 182.77	R45 041 176.7
Sewerage	R40 291.10	R598.40	R598.40	R541.53	R30 708.54	R72 737.5
Refuse	R2 412 053.77	R449 441.64	R405 477.11	R373 880.47	R13 505 587.83	R17 146 440.8
Rates	R49 325 722.83	R4 017 687.73	R3 504 498.07	R3 094 104.38	R77 750 344.80	R137 692 348.8
Other	R470 502.41	R226 003.55	R127 147.62	R73 826.67	R10 440 543.18	R11 338 023.4
<b>Total</b>	<b>R83 538 278.05</b>	<b>R13 380 314.89</b>	<b>R10 198 663.22</b>	<b>R8 472 925.00</b>	<b>R151 658 555.19</b>	<b>R267 248 736.3</b>



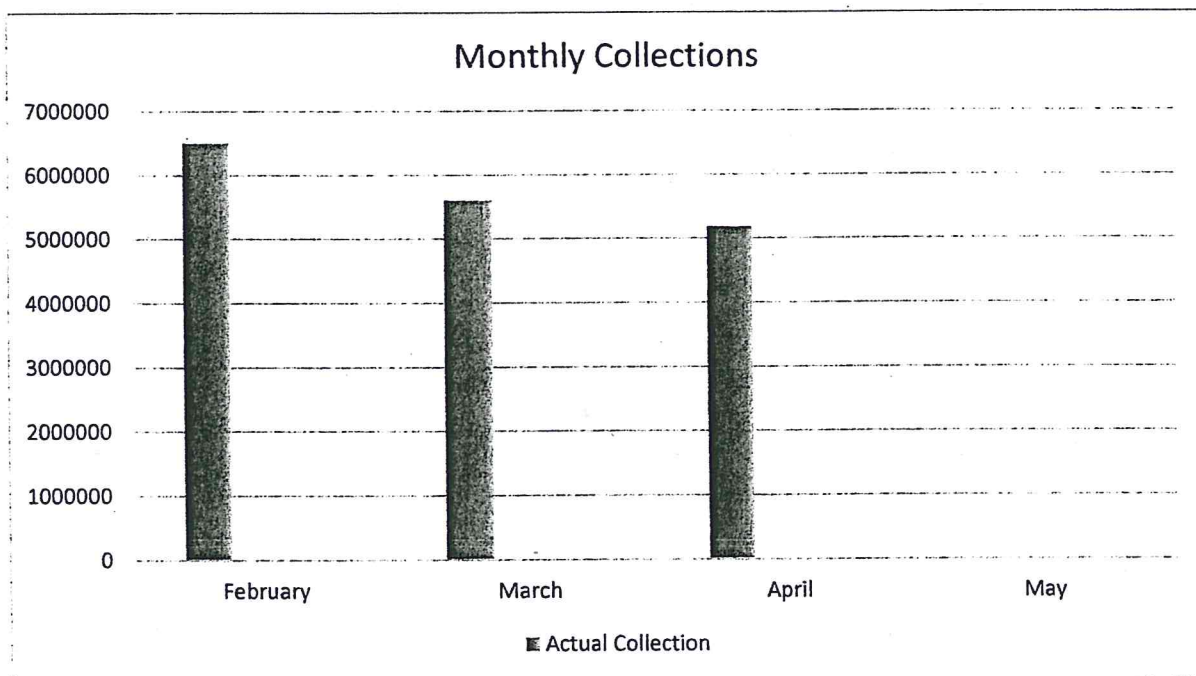
The financial position includes the total annual billing to date and some debtor classifications which do not form part of the consumer debtors, whereas the age analysis only includes those consumer amounts which have become due and not the 'future' amounts which will only fall due in coming months for 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

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%



## Section 6 – Creditors' analysis

### 6.1 Supporting Table SC4

#### Summary of all creditor's paid at 30 APRIL2015

<u>DESCRIPTION</u>	<u>TOTAL PAID IN FEBRUARY</u>	<u>TOTAL PAID IN MARCH</u>	<u>TOTAL PAID IN APRIL</u>
Total payments	R11 937 594.06	R13 721 313.53	R34 349 667.59

#### Top 10 Payments made in APRIL2015

<u>DESCRIPTION</u>	<u>AMOUNT PAID</u>
ESKOM	R24 159 440.05
Stemele Bosch Africa	R1 499 084.34
SARS	R1 318 775.14
Revenue Consulting	R1 104 016.54
Venter Stene	R751 848.87
BusinessConnexion PTY (Ltd)	R318 852.02
Royal Haskoning DHV	R302 534.00
Department of Transport	R240 959.31
North & Robertson EL PTY (Ltd)	R232 885.44
Councillor Upper Limits	R211 452.34
<b>TOTAL</b>	<b>R30 139 848.05</b>

#### Summary of payables at 30 APRIL2015

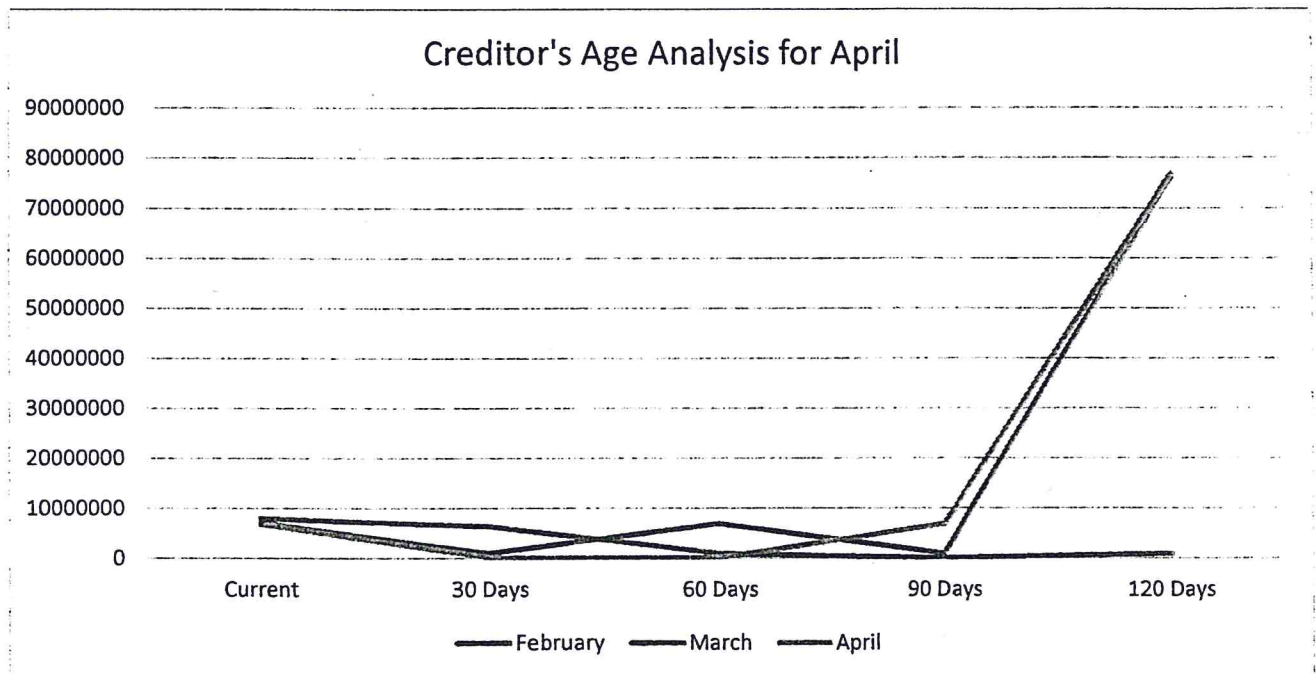
##### Age analysis

<u>TOTAL</u>	<u>CURRENT</u>	<u>30 DAYS</u>	<u>60 DAYS</u>	<u>90 DAYS</u>	<u>120 DAYS</u>
R90 836 009.86	R6 845 240.18	R181 601.92	R144 860.98	R6 813 965.16	R76 850 341.62

#### 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	R6 673 014.36			R6 208 606.98	R41 505 325.72
Department of Water Affairs				R453 441.91	R3 998 923.83
Department of Transport					R1 256 493.15
Ducharme Consulting					R798 000.63
Royal Haskoning					R585 369.80
Afrisec Strategic Solutions					R358 667.80

National English Literary Museum	-				R150 000.00
Hlumisa Engineering Service					R134 520.00
Syntell Networks		R128 189.15			R666.57
Ward Stipends			R113 000.00		
<b>TOTAL</b>	<b>R6 673 014.36</b>	<b>R128 189.15</b>	<b>R113 000.00</b>	<b>R6 662 048.89</b>	<b>R48 787 967.50</b>



The outstanding creditors have decreased by **R1 297 878.64** (10%) from the previous month to **R90 836 009.86**. 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

<u>ACCOUNT NAME</u>	<u>BANK NAME</u>	<u>INVESTMENT TYPE</u>	<u>BALANCE AT 31 APRIL 2015</u>
Health Development fund	FNB	Call Account	R1 002.52
Saambou	FNB	Call Account	R13 173 601.49
Water: Fort Brown	FNB	Call Account	R15 091.91
Alicedale Funds	STD Bank	12 Month Deposit	R170 753.75
IDP	STD Bank	12 Month Deposit	R371 223.10
Disaster Fund	STD Bank	Call Account	R7 471 626.06



Kings Flats	STD Bank	12 Months Deposit	R75 355.85
Lower Makanaskop	STD Bank	12 Months Deposit	R166 555.98
Makana (ex Children)	GBS Mutual	32 Days Notice	R202 807.47
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 292.18
<b>TOTAL</b>			<b>R22 176 949.55</b>

## Section 8 – Allocations, grant receipts and expenditure

### Summary of grants received

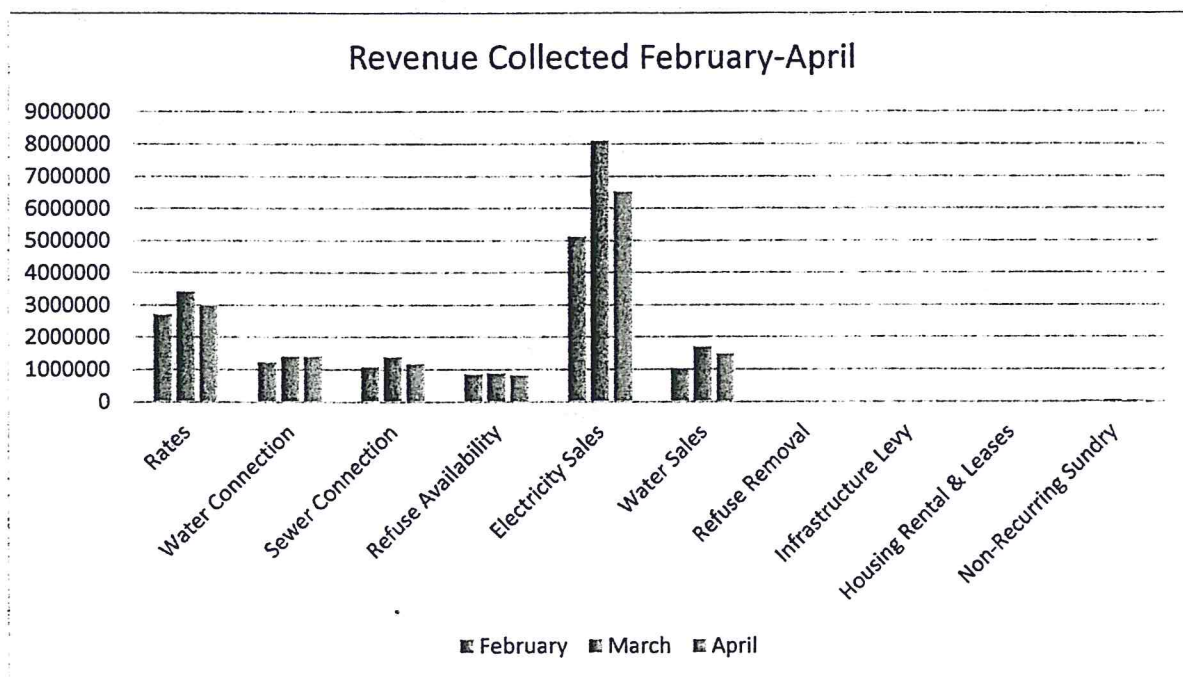
<u>GRANT</u>	<u>BUDGET</u>	<u>AMOUNT RECEIVED TO DATE</u>	<u>EXPENDITURE IN APRIL</u>	<u>EXPENDITURE YEAR-TO-DATE</u>
MIG	R23 289 000.00	R4 290 000.00	R31 647.98	R1 772 854.43
MSIG	R934 000.00	R934 000.00	R0.00	R588 070.50
FMG	R1 600 000.00	R1 600 000.00	R172 212.23	R1 384 142.08
EPWP	R1 070 000.00	R1 007 000.00	R49 290.00	R878 637.20
DWA	R3 000 000.00	R2 406 209.48	R143 307.16	R3 017 089.08
<b>TOTAL</b>	<b>R29 893 000.00</b>	<b>R10 267 209.48</b>	<b>R396 457.37</b>	<b>R7 640 793.29</b>

It should be noted that no provincial or national grants should be received during April 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	R34 615 148.00	R3 660 899.00	R2 974 558.00	R37 589 706.00
Water Connection	R13 232 292.00	R1 780 760.00	R1 403 558.00	R14 635 850.00
Sewer Connection	R39 036 461.00	R1 515 390.00	R1 165 639.00	R40 202 100.00
Refuse Availability	R9 475 380.00	R939 365.00	R820 088.00	R10 295 468.00
Electricity Sales	R65 515 385.00	R1 207 904.00	R6 518 839.00	R72 034 224.00
Water Sales	R57 231 593.00	R2 896 201.00	R1 490 146.00	R58 721 739.00
Refuse Removal	R127 758.00	R0.00	R757.00	R128 515.00
Infrastructure Levy	R2 087 224.00	R2 035.00	R0.00	R2 087 224.00

Housing Rentals & Leases	R420 687.00	R96 703.00	R18 593.00	R439 280.00
Non-recurring Sundry	R350 612.00	R0.00	R48 543.00	R399 155.00
<b>TOTAL</b>	<b>R222 092 540.00</b>	<b>R12 098 627.00</b>	<b>R14 440 721.00</b>	<b>R236 5533 261.00</b>



For the month of APRIL the municipality collected 540% of electricity charges which is an increase of 520% from the March collection. The municipality managed to collect 60% on water sales, which is 10% more than in the previous month. The collection of municipal rates currently sits at 90% for APRIL which is a decrease of 5% from the previous month. The recommended rate for debt collection is 95%.

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

### Employee related costs per vote

<u>ITEM DESCRIPTION</u>	<u>BUDGET</u>	<u>ACTUAL FOR APRIL</u>	<u>YEAR-TO-DATE EXPENDITURE</u>	<u>% EXPENDITURE TO DATE</u>
Salaries	R102 820 300	R7 216 084	R78 026 327	75.89%
Overtime	R3 034 572	R644 765	R5 828 385	192.07%
All: Housing	R536 148	R23 294	R207 802	38.76%
All: Telephone	R215 375	R11 581	R126 413	58.69%
All: Transport	R3 666 903	R262 619	R2 757 038	75.19%
All: Inconvenience	R927 490	R97 048	R946 025	102.00%
Pension/Provident Fund	R13 134 932	R1 107 262	R11 367 824	86.55%



Medical Fund	Aid	R5 815 157	R533 053	R5 139 525	88.38%
Group Assurance	Life	R598 753	R48 752	R496 056	82.85%
<b>Total</b>		<b>R130 749 630</b>	<b>R9 944 458</b>	<b>R104 895 395</b>	<b>80.23%</b>

### Councillor remuneration

<u>ITEM DESCRIPTION</u>	<u>BUDGET</u>	<u>ACTUAL FOR APRIL</u>	<u>YEAR-TO-DATE EXPENDITURE</u>	<u>% EXPENDITURE TO DATE</u>
Councillor Allowance	R6 433 830	R861 928.00	R5 911 702	91.88%
Telephone Allowance	R731 628	R46 659.00	R466 933	63.82%
Travelling Allowance	R2 144 610	R172 888.00	R1 640 725	76.50%
<b>Total</b>	<b>R9 310 068</b>	<b>R1 081 475</b>	<b>R8 019 360</b>	<b>77.40%</b>

## Section 10 – Capital programme performance

### Capital expenditure per department

CAPITAL EXPENDITURE PER VOTE AS AT 30 APRIL 2015														
BUDGET					VOTE	EXPENDITURE								
TOTAL BUDGET	ADJUST. BUDGET	FUNDING SOURCE				APPROVED	APPROVED	YEAR TO DATE				Actual to	Actual to	Actual to
		AFF	GRANT	TOTAL		AFF	GRANT	AFF SPENT	GRANT SPENT	TOTAL SPENT	Variance	APPROVED AFF	GRANT SPENDING	TOTAL APPROVED (ALL SPENT vs APPROVED)
						FUNDED (BASED ON PRIORITY LIST)	FUNDED					%	%	%
	170 000		170 000	170 000	Budget and Treasury Office		170 000				170 000			
56 129 361	177 589 538	5 999 000	171 590 538	177 589 538	Technical Services	5 999 000	171 590 538		11 689 228	11 689 228	165 900 310		6.81	6.58
5 530 392	6 337 281		6 337 281	6 337 281	Community and Social Services		6 337 281		351 582	351 582	5 985 699		5.55	5.55
	1 007 018	100 000	907 018	1 007 018	Corporate Services	100 000	907 018		907 018	907 018	100 000		100.00	90.07
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		12 947 828	12 947 828	173 049 009		7.20	6.96



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

VOTE NO	DEPARTMENT/SECTION : DETAILS	FUNDING SOURCE	ADJUSTED 2014/2015	ACTUAL 2014/2015
<b>90/50/44/</b>	<b>FINANCIAL SERVICES</b>			
	Office Equipment	FMG	170 000	
	<b>TOTAL FINANCIAL SERVICES</b>		<b>170 000</b>	<b>-</b>
	<b>CORPORATE SERVICES</b>			
	IT Network Refresh	MSIG	907 018	907 018
	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>90/75/05/</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 Makaanaway	AFF	1 549 000	
	Upgrading Alicedale Road	AFF	2 000 000	
	<b>TOTAL ROADS &amp; STORMWATER</b>		<b>3 549 000</b>	<b>-</b>
	<b>ELECTRIFICATION</b>			
	Mayfield	INEP	2 020 000	
			<b>2 020 000</b>	<b>-</b>
	<b>BULK ELECTRICAL SUPPLY UPGRADE (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 to Pumpstation	ECDC	2 376 900	
	Equipment	AFF	300 000	

	Locking facility	AFF	350 000	
			<b>4 337 900</b>	-
	<b>TOTAL ELECTRICITY</b>		<b>6 357 900</b>	-
s	<b>WATER</b>			
<u>90/10/60/</u>	<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	
	Eluxolweni Plumbing Works	AFF	500 000	
			<b>2 976 514</b>	-
	<b>Water Conservation</b>	DWS	3 000 000	1 819 730
	<b>TOTAL WATER</b>		<b>5 976 514</b>	<b>1 819 730</b>
<u>90/</u>	<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	833 784.54
	Indoor Sport Centre	MIG	2 000 000.00	
	Replacement of Asbestos Pipes	MIG	5 438 940.00	217 967.46
	Budget Maintenance: Construction of football facilities	MIG	1 351 000.00	
	Budget Maintenance: Upgrading of Gravel Road in Joza	MIG	1 190 000.00	
	Upgrading Sani Street	MIG	2 290 000.00	
	<b>TOTAL MIG</b>		<b>22 132 560.16</b>	<b>1 051 752.00</b>
	<b>MIG ROLLOVER PROJECTS</b>			
	Ext 6 Reticulation Phase 2 Stage 2	MIG	2 904 695.72	1 702 709.11
	Upgrading Sani Street	MIG	3 717 317.32	2 685 300.05
	Upgrading of Existing Gravel Road in Joza Street	MIG	254 910.18	
	Construction of Sports Facilities Foley's Ground	MIG	1 435 889.00	351 582.46
	Upgrading Mayfield WWTW	MIG	1 906 357.00	1 459 495.42

	Water Intervention Project	MIG	2 014 489.31	987 271.96
			<b>12 233 658.53</b>	<b>7 186 359.00</b>
	PMU Administration 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	
	Bucket Eradication Programme (NURCHA)	NDoHS	20 000 000	
	Regional Bulk Infrastructure	RBIG	10 000 000	1 314 986
	Waainek Wind Farm	INNOWIND	5 400 000	667 983
	Various Projects	ECDC	96 112 100	
	<b>TOTAL EXTERNAL FUNDED PROJECTS</b>		<b>132 060 100</b>	<b>1 982 969</b>
	<b>TOTAL CAPITAL BUDGET</b>		<b>185 996 837</b>	<b>12 947 828</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>
Farad Pty (Ltd)	Ripple Control Equipment	DTIS	Emergency	R39 888.60
Siyaxuba Scott Contractors	Repairs to City Hall Roof	DCS	Emergency	R108 977.20
Nkqubela Technologies	Ciprus Traffic Management System Re-installation	DCSS	Emergency	R105 278.13
<b>TOTAL</b>				<b>R254 143.93</b>

### Tenders awarded for the month

No tenders were awarded in April

## Section 12 – Other supporting documentation

### 12.1 Other information



## Section 13 – Municipal Manager’s Quality Certification

I, Mandisi Planga, 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: Mandisi Planga

SIGNATURE: .....

DATE: .....

