

**FRANCES BAARD DISTRICT
MUNICIPALITY**



MONTHLY BUDGET STATEMENT

MAY 2013

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1. INTRODUCTION

1.1 PURPOSE

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

1.2 STRATEGIC OBJECTIVE

“To comply with MFMA priorities as well as MFMA implementation plan”

1.3 BACKGROUND

Section 71 of the MFMA and Section 28 of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” necessitates that specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance.

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

“Section 28 of the Government Notice 32141, the monthly budget statement of a municipality must be in the format specified in Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act”.

Please refer to next page

2. MAYOR'S REPORT

Frances Baard District Municipality developed its own reporting format and reported on all matters prescribed in section 71 of the MFMA and continued to do so after the Budget and Reporting regulations become effective in 2009. This however contradicts the Municipal Budget and Reporting Regulations and it became necessary to comply to the applicable legislation in this regard.

The prescribed format of the monthly report is comprehensive and it was not possible to comply to the new format at once. The completion of the report was therefore phased in over a period of four months. The format consists of seven financial statements and thirteen tables consisting of supporting documentation.

The implementation was phased in as follows.

- Table C 1 Monthly Budget Statement Summary 31 July 2012
- Table C2 Monthly Budget Statement - Financial Performance (Standard classification) 31 July 2012
- Table C3 Monthly Budget Statement - Financial Performance (Revenue and expenditure by municipal vote) 31 July 2012
- Table C4 Monthly Budget Statement - Financial Performance (Revenue and expenditure) 31 July 2012
- Table C5 Monthly Budget Statement - Capital Expenditure (Municipal vote, standard classification and funding) 31 July 2012
- Table C6 Monthly Budget Statement - Financial Position 31 July 2012
- Table C7 Monthly Budget Statement - Cash Flow 31 August 2012
- Supporting Table SC1 Material variance explanations 31 December 2012
- Supporting Table SC2 Monthly Budget Statement - Performance indicators 31 December 2012
- Supporting Table SC3 Monthly Budget Statement - aged debtors 31 July 2012
- Supporting Table SC4 Monthly Budget Statement - aged creditors 31 July 2010
- Supporting Table SC5 Monthly Budget Statement - Investment portfolio 31 December 2012
- Supporting Table SC6 Monthly Budget Statement - Transfers and grant receipts 31 December 2012
- Supporting Table SC7 Monthly Budget Statement - Transfers and grant expenditure 31 December 2012
- Supporting Table SC8 Monthly Budget Statement - Councillor and staff benefits 31 August 2012
- Supporting Table SC9 Monthly Budget Statement - Actuals and revised targets for cash receipts 31 August 2011
- Supporting Table SC12 Monthly Budget Statement - Capital expenditure trend 31 December 2012
- Supporting Table SC13a Monthly Budget Statement - Capital expenditure on new assets by asset class 31 December 2012

- Supporting Table SC13b Monthly Budget Statement
 - Capital expenditure on renewal of existing assets by asset class 31 December 2012
- Supporting Table SC13c Monthly Budget Statement
 - Expenditure on repairs and maintenance by asset class

Budget Process:

The budget process plan in respect of the 2013/14 financial year was submitted to the Executive Mayor for approval on 25 July 2012 and has also been provided to National Treasury. Budget process plan is in progress and meetings were held with Managers to review their budgets in respect of the 2013/14 financial year and outer years during the month of February 2013. The draft annual budget for the 2013 /14 financial year was submitted to Council on 27 March 2013 for approval as prescribed in the Municipal Finance Management Act (MFMA) and in terms of guidelines received from National Treasury per MFMA Circular no.51.

The final annual budget for the 2013 /14 financial year was submitted and approved by Council on 28 May 2013 as prescribed in the Municipal Finance Management Act (MFMA) and in terms of guidelines received from National Treasury per MFMA Circular no.51.

Monthly Reporting:

Monthly financial reporting as per DoRA and MFMA requirements to Council, National & Provincial Departments and other stakeholders have been adequately adhered to for the month under review.

Financial Statements for the Year-ended 30 June 2012:

The Annual Financial Statements for the year ended 30 June 2012 were submitted to the Audit Committee on 30 August 2012 and to the Office of the Auditor General on 31 August 2012 for Auditing. The District Municipality received an **Unqualified Audit Opinion** for the 2011/12 Financial Year with two matters of emphasis which are:

- **Procurement and Contract Management** – Contracts were awarded to bidders who did not submit a declaration on whether they are employed by the state or connected to any person employed by the state, as required by Supply Chain Management regulation 13(c).
- **Internal Audit** – The internal audit did not audit the performance measurements on a continuous basis, as required by Municipal Planning and Performance Management Regulation 14(1) (c).

MFMA Implementation Oversight:

Council's progress on the implementation of the MFMA proceeds according to set targets and due dates determined for a medium capacity municipality.

A comprehensive oversight report on the progress of implementation and compliance per MFMA requirements is attached as Annexure "**B**" to this report.

Support to Local Municipalities:

No support was offered or rendered to Local Municipalities during the month of May 2013.

3. COUNCIL RESOLUTIONS

Council Resolutions will be included after council meetings.

4. EXECUTIVE SUMMARY**4.1 Statement of Financial Performance****Consolidated performance against annual budget (Projected Operating Results)****Revenue by source**

Year-to-date accrued revenue is R99 601 million as compared to the year-to-date budget projections of R96 809 million for May 2013. This is as a result of receiving equitable share in advance for the quarter ended 31 March 2013. The main sources of revenue that are below budget are rental of facilities and equipment.

Operating expenditure by type

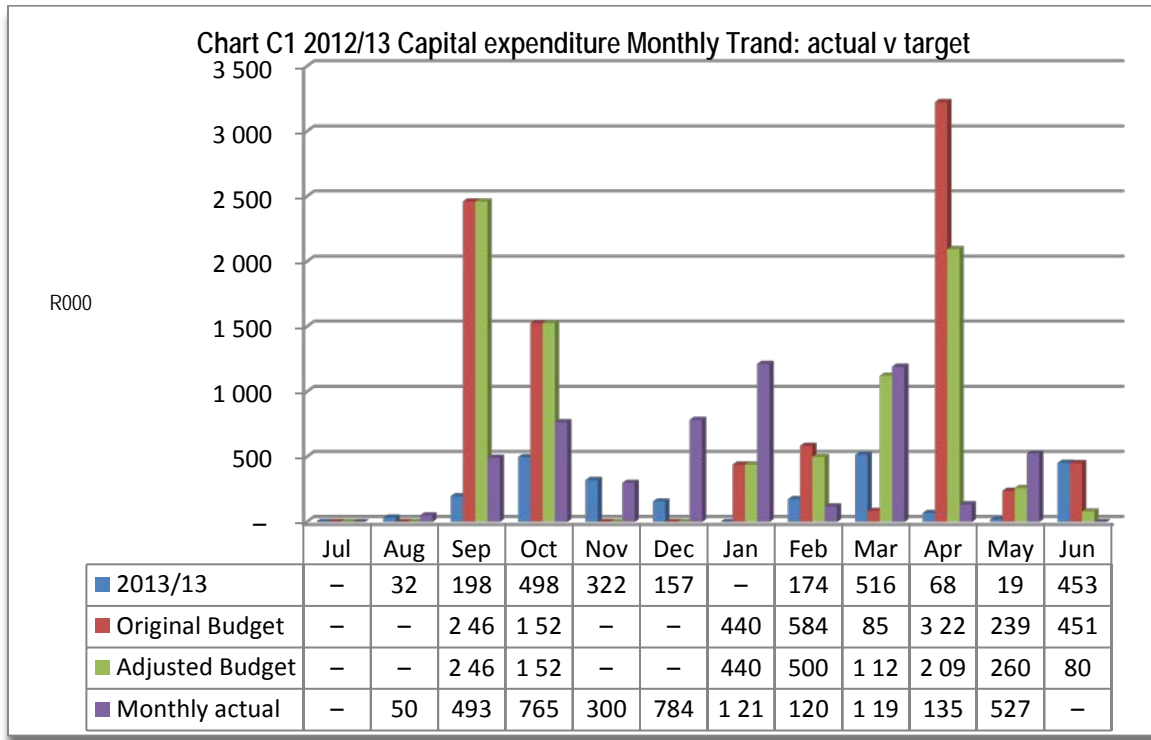
To date, R80 398 million has been spent compared to the operational approved budget of R121, 740 million. This includes non-cash items such as depreciation & impairment. The main areas where expenditure is less than the budget is employee related costs, amortization, actuarial losses, repairs & maintenance, finance charges (employee benefits), DBSA loan repayment, contracted services, grants and subsidies paid as well as general expenses.

Refer to Annexure A, Table SC1 for further explanation for material variances on both revenue by source and expenditure by type. The summary statement of financial performance in Annexure A, Table C4, is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by input type.

Capital Expenditure

Year-to-date expenditure on capital amounts to R5 579 million or 68% of the total original budget of R8, 485 million. As per the policy, all capital projects / purchases should have been completed / finalized by 31 March 2013. Hence, no further capital purchases are to occur unless processes for procurement have already started prior to 31 March 2013. Procurement of capital assets remains a concern especially with late commencement or delayed implementation of capital projects resulting in projects being rolled over to the next financial year. Please refer to Annexure A, Table C5 for further details.

Capital Expenditure Monthly Trend: Actual vs Target



Cash Flows

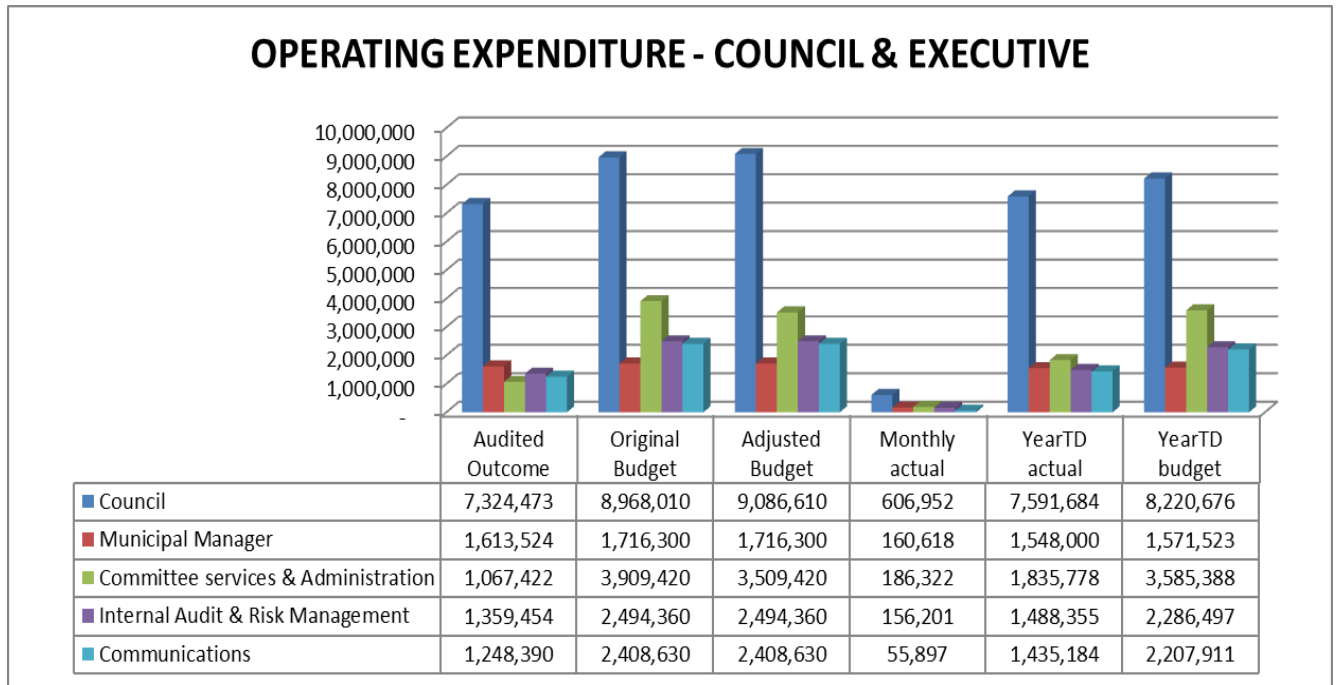
The Municipality started the year with a total cash and cash equivalents of R86 214 million. For May 2013, the cash and cash equivalents amount to R96 764 million. The net increase of R10 550 million is as a result of receiving Equitable Share Grant in advance for the third quarter ended 31 March 2013.

Table C7 includes all cash and cash equivalents (cashbook balances, petty cash balances and short and long term deposits).

Consolidated performance of year-to-date expenditure against year-to-date budget (per municipal vote)

The municipal vote reflects the organisational structure of the municipality which is made up of the following directorates: Council & Executive, Budget & Treasury, Corporate Services, Planning & Development and Project Management & Advisory Services.

The following charts depict the financial performance as per Municipal vote according to the approved organogram of council.



Actual operating expenditure of Council & Executive is 77.77% of the year-to-date budget projections. The main areas where expenditure is less than YTD budgets are: consultancy, repairs and maintenance, legal services, special projects and general expenses.

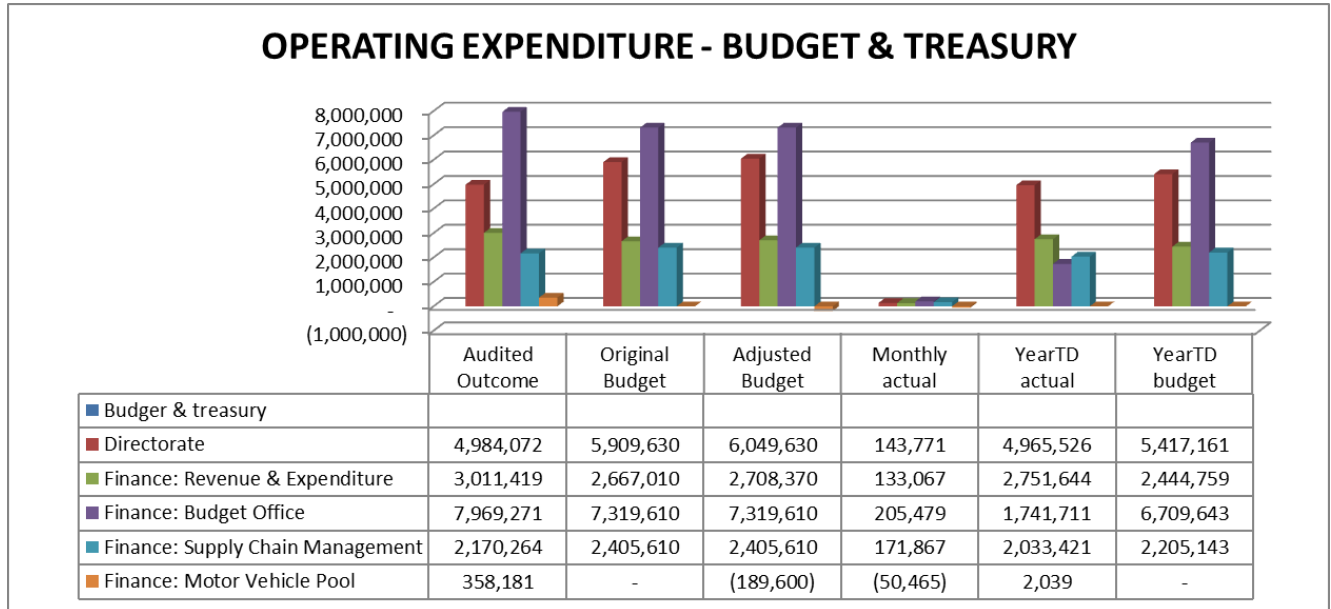
The interview for the vacant post of Office Manager in the office of the Municipal Manager was held during the month of May 2013 and still has to be filled.

Consolidated performance of year-to-date expenditure on special projects against full year budget (Council & Executive)

COUNCIL & EXECUTIVE				
	YTD Actual	Budget	% Spending	Remarks
MUNICIPAL MANAGER				
Public/Private Funded Grants - Project 1	12,000	-		Absa refund on donation
Total	12,000	-		
	YTD Actual	Budget	% Spending	Remarks
COMMITTEE & ADMINISTRATION SERVICES				
Youth Unit Special Projects	47,242	100,000	47.24%	Project in progress
Commemorative Days	60,180	100,000	60.18%	Project in progress
Total	107,423	200,000	53.71%	
COMMUNICATIONS				
CFS System	3,880	10,000	38.80%	Contract must be renewed or cancelled
External Survey	206,362	400,000	51.59%	Project in the last phase (phase 4)
Branding	33,841	50,000	67.68%	Project Complete
PAIA Management	4,178	15,000	27.85%	Training update was run in March 2013
Total	248,260	475,000	52.27%	

Actual spending on special projects of Council & Executive is 53.90% as compared to the approved budget.

Departments are encouraged to spend on their allocated amounts. Spending on special projects remains a concern especially with late commencement or delayed implementation of special projects resulting in projects not being implemented during current financial year or being rolled over to the next financial.



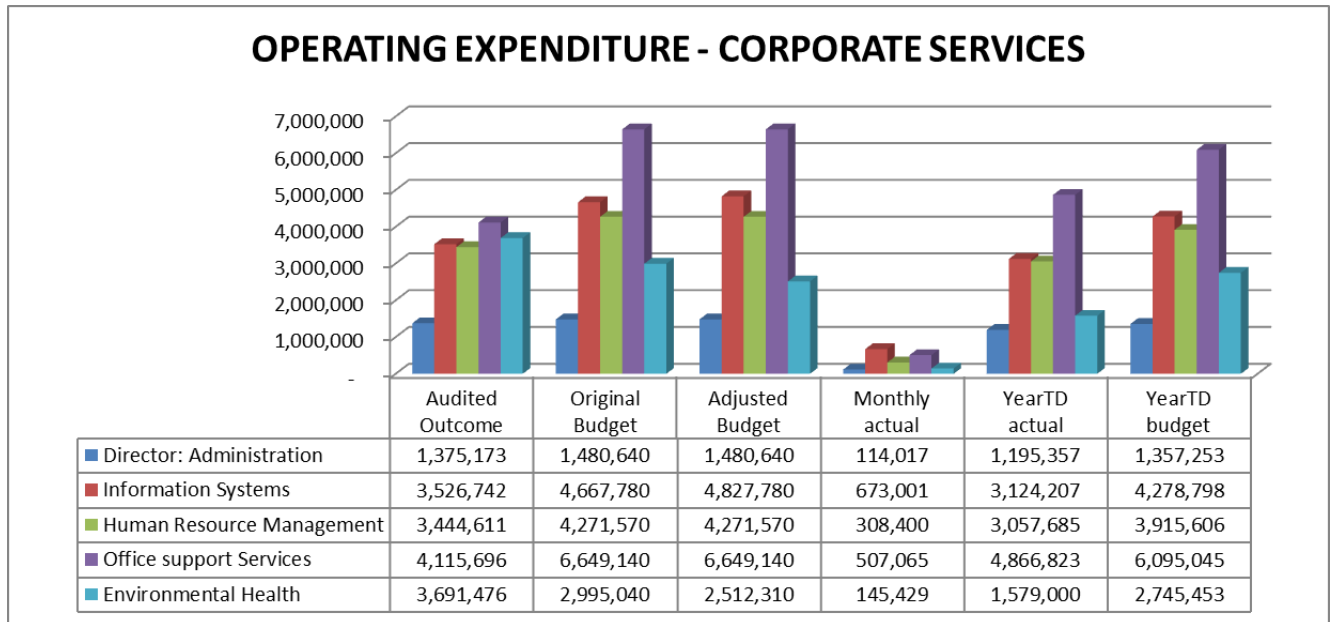
Actual operating expenditure of Budget & Treasury office is 68.51% of the year-to-date budget projections. The main areas where expenditure is less than YTD budgets are: interest on external borrowings, consultancy, repairs and maintenance, special projects and general expenses. Approved vacant post of Finance Intern was only filled in May 2013.

Consolidated performance of year-to-date expenditure on special projects against full year budget (Budget & Treasury)

<u>FINANCE: DIRECTORATE</u>				
Operation Clean Audit	254,125	430,000	59.10%	Project is ongoing
Financial System Support	218,274	263,000	82.99%	Project is ongoing
FMG - AFS Quality Control & GRAP	53,356	53,500	99.73%	Project complete
FMG - Staff Benefits	33,500	33,500	100.00%	Project complete
GRAP Compliance Assets: Dikgatlong	700,000	700,000	100.00%	Project complete
Total	1,259,256	1,480,000	85.08%	
<u>FINANCE: BUDGET OFFICE</u>				
Capacity Building & BTO Operation	34,534	110,000	31.39%	Project is ongoing
Capacity Building	-	90,000	0.00%	
Total	34,534	200,000	17.27%	

Actual spending on special projects of Budget & Treasury Office is 77.01% as compared to the approved budget. The only area where under-spending has occurred on special projects is

Operation Clean Audit, Financial System Support and Capacity Building. The bulk of this spending is to occur in June 2013.



Actual operating expenditure of Corporate Services is 75.16% of the year-to-date budget projections. The main areas where expenditure is less than YTD budgets are: maintenance of computer hardware, software, printers, networks and telephone system, consultancy, special projects, training, and general expenses.

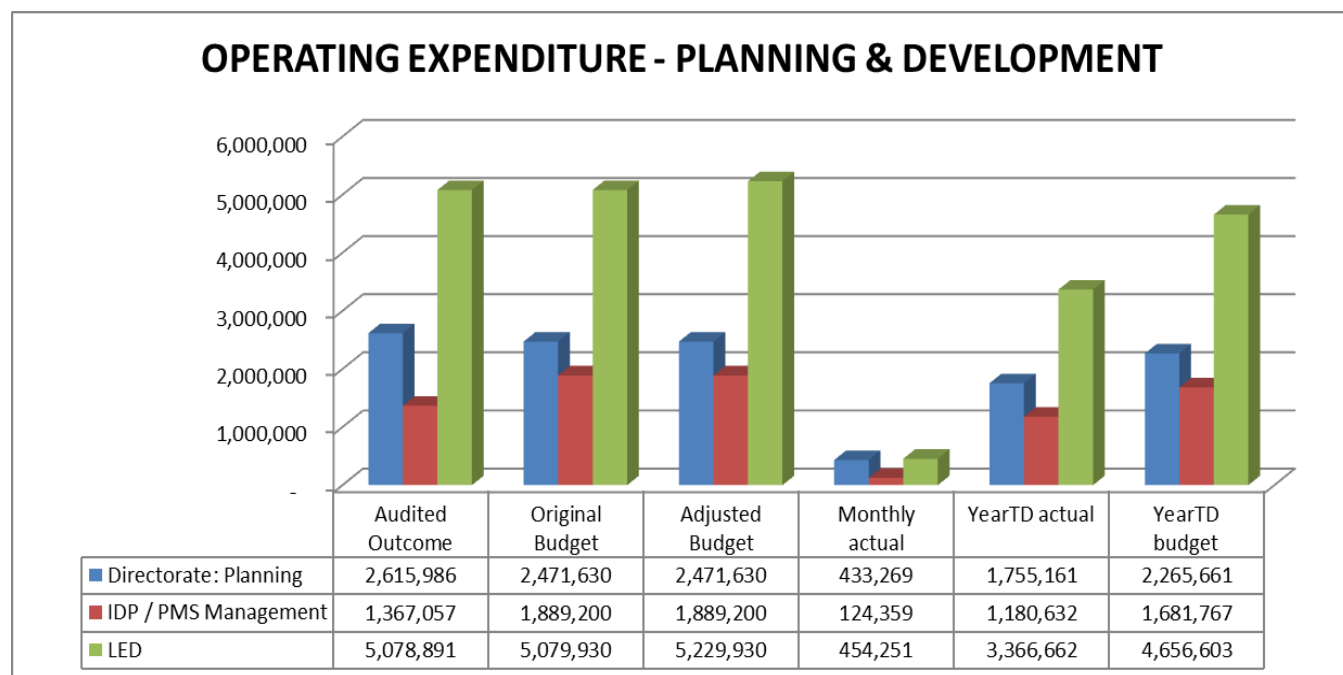
Consolidated performance of year-to-date expenditure on special projects against full year budget (Planning & Development)

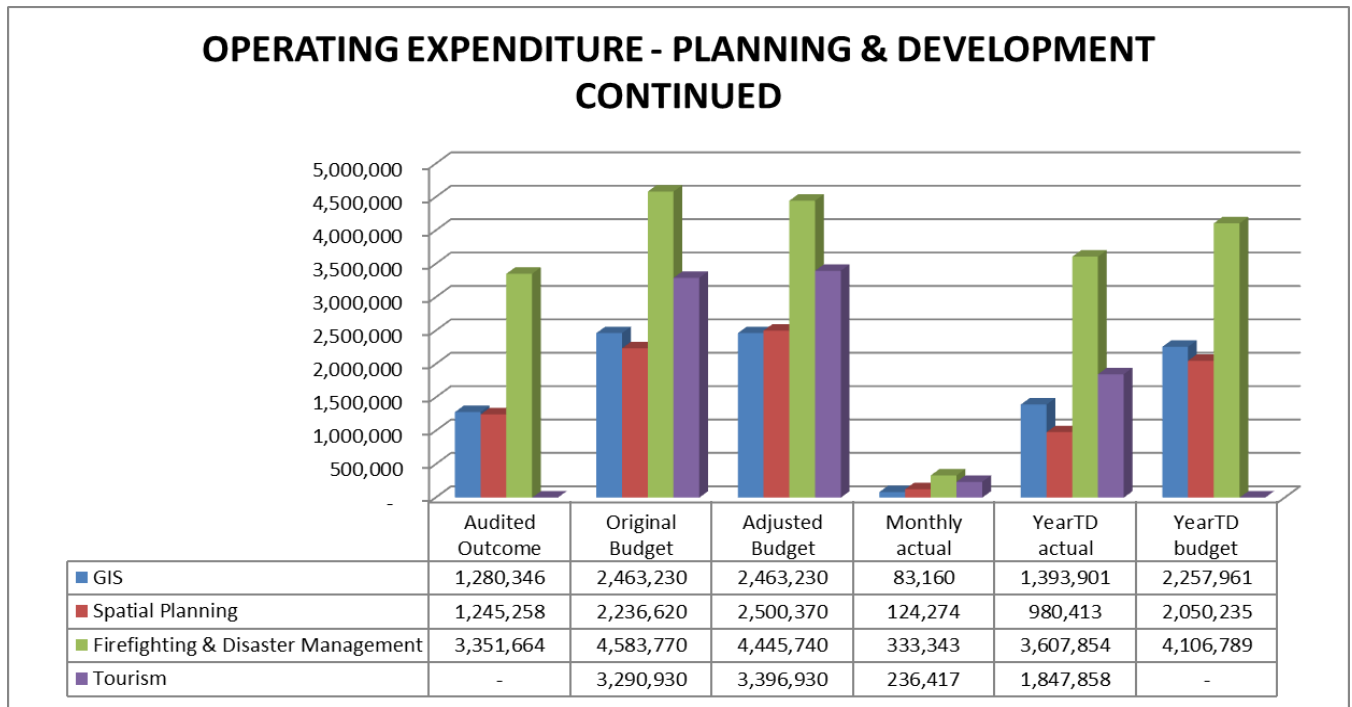
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CORPORATE SERVICES				
	YTD Actual	Budget	% Spending	Remarks
INFORMATION COMMUNICATION & TECHNOLOGY				
ICT Governance Framework	149,640	380,000	39.38%	Awaiting report from the service provider and invoice to process payment
ICT shared service methodology	-	640,000	0.00%	Project will not materialise as it was not approved by the ICT Steering Committee
ICT District Forum Meetings	-	12,000	0.00%	Meetings will take place in the fourth quarter of the financial year
Total	149,640	1,032,000	14.50%	
	YTD Actual	Budget	% Spending	Remarks
HUMAN RESOURCE MANAGEMENT				
Employee Assistance Programme	9,832	100,000	9.83%	Utilised as needs arise
Employee Wellness	536,786	600,000	89.46%	Utilised as needs arise
Total	546,618	700,000	78.09%	
	YTD Actual	Budget	% Spending	Remarks
ENVIRONMENTAL HEALTH				
Recycling Project	-	74,870	0.00%	Project in progress - orders committed
Recycling Project Equipment	44,040	200,000	22.02%	Project in progress
Awareness Programme - Sanitation	8,086	9,000	89.85%	Spending according to programmes
Purchase Refuse Bags	-	50,000	0.00%	Awaiting MOA to implement the project
Implementation of Recycle Project	-	240,000	0.00%	Busy with arrangements of Air Quality workshop
Air Quality Projects	1,204	40,000	3.01%	Busy with specifications for recycling bins
Total	53,331	613,870	8.69%	

Actual spending on special projects of Corporate Services is 32.12% as compared to the approved budget.

Departments are encouraged to spend on their allocated amounts. Spending on special projects remains a concern especially with late commencement or delayed implementation of special projects resulting in projects not being implemented during current financial year or being rolled over to the next financial.





Actual operating expenditure of Planning & Development is 83.04% of the year-to-date budget projections.

The main areas where expenditure is less than YTD budgets are: depreciation, repairs & maintenance, consultancy, special projects, advertisement general notices and general expenses.

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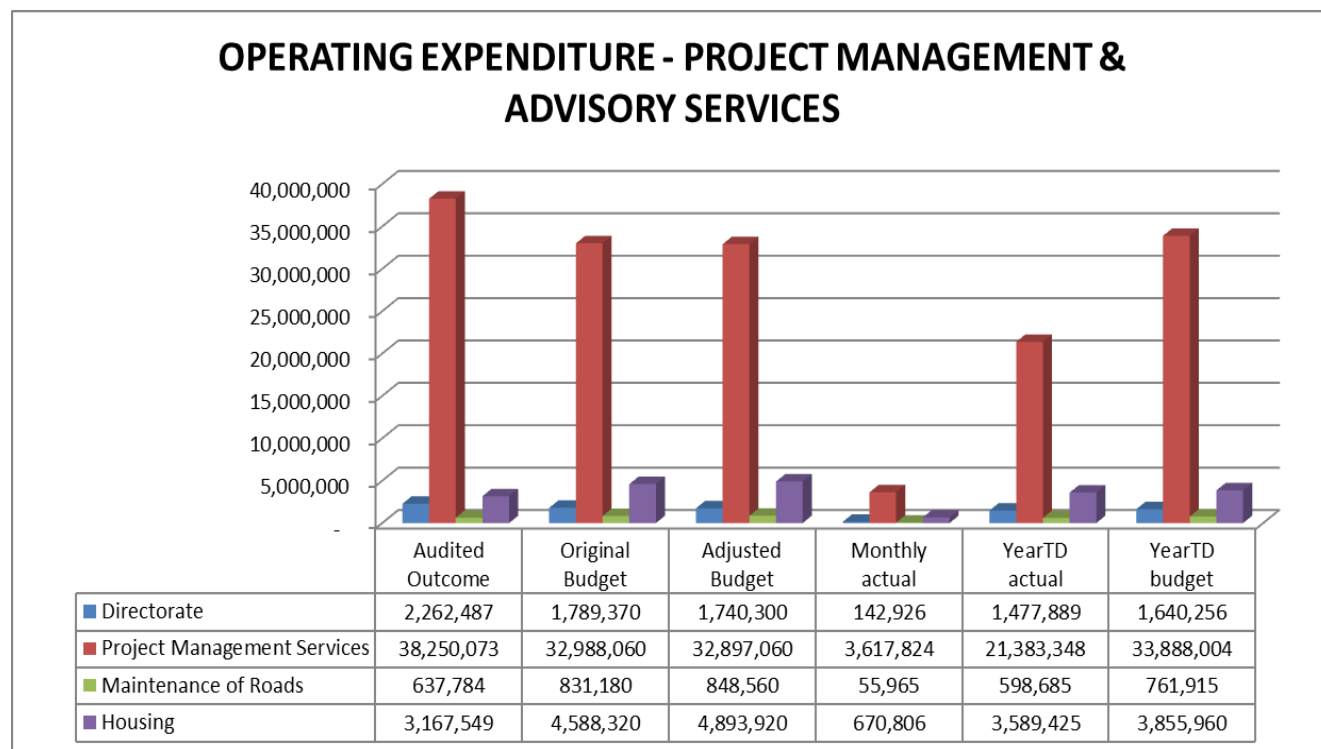
Consolidated performance of year-to-date expenditure on special projects against full year budget (Planning & Development)

PLANNING & DEVELOPMENT				
	YTD Actual	Budget	% Spending	Remarks
<u>PLANNING & DEVELOPMENT</u>				
<u>DIRECTORATE</u>				
Phokwane Town Planning	147,724	300,000	49.24%	Project in progress
Review of Institutional Data Clensing	356,400	400,000	89.10%	Project in progress
Air Quality Management	-	300,000	0.00%	Project at planning stage
Total	504,124	1,000,000	50.41%	
<u>IDP / PMS MANAGEMENT</u>				
IDP Steering Committee Meeting	5,056	8,000	63.20%	Project in continuation
IDP Project	-	39,000	0.00%	Project will materialise during the 4th quarter of the financial year
Total	5,056	47,000	10.76%	
	YTD Actual	Budget	% Spending	Remarks
<u>LED</u>				
11/12: LED Call Centre - Magareng	11,950	40,000	29.88%	Project in progress
10/11: LED SMME Development	25,555	400,000	6.39%	To be finalised during the 4th quarter
10/11: LED SMME Registration	43,860	50,000	87.72%	Project complete
10/11: LED Know Your Region	8,523	75,000	11.36%	Project in progress
10/11: LED Promotion of SMME'S	156,878	170,000	92.28%	Project in progress
10/11: LED Emerging Farmer Support	215,300	216,000	99.68%	Project complete
10/11: LED Small Miner Support	23,457	148,000	15.85%	Project in progress
11/12: LED Road Building Project (EPWP)	8,048	10,000	80.48%	Project in progress
11/12: LED EPWP Support	-	15,000	0.00%	Project to be finalised end of 4th quarter of the financial year
11/12: LED Agency	-	70,000	0.00%	Project to be finalised end of 4th quarter of the financial year
10/11: LED Entrepreneurship Programme	-	200,000	0.00%	Needed to re-advertise, Will materialise during the 4th quarter
10/11: LED Bokomotso Project - Dikgatlong	102,500	140,000	73.21%	Project in progress
10/11: LED Phokwane Processing Plant	1,130	80,000	1.41%	Project in progress
11/12: LED EXPO	424,667	522,000	81.35%	Project in progress
11/12: LED BIO-Mass Dikgatlong	-	20,000	0.00%	Implementation during 4th quarter
12/13 Phokwane: Renovation of Transnet Building-Tourism	-	187,000	0.00%	Implementation during 4th quarter
11/12: LED Ritchie Incubation Centre	189,451	200,000	94.73%	Project in progress
12/13: KBY HUB	-	300,000	0.00%	Implementation during 4th quarter
11/12: LED Develop Incentive Policies	-	38,200	0.00%	Implementation during 4th quarter
11/12: LED Funding Applications	15,104	39,000	38.73%	Project in progress
11/12: LED Coordinate Structures and Forum	47,337	76,000	62.29%	Project in progress
Total	1,273,759	2,996,200	42.51%	

	YTD Actual	Budget	% Spending	Remarks
<u>GIS</u>				
GIS Capture Water Infrastructure	76,457	347,000	22.03%	Project in progress
Corporate GIS Phase 2	291,488	500,000	58.30%	Project in progress
Financial Data Cleansing	-	425,000	0.00%	Project will materialise during the 4th quarter of the financial year
Total	367,945	1,272,000	28.93%	
<u>SPATIAL PLANNING</u>				
12/13: Surveying of Erven Dikgatlong	-	397,010	0.00%	Project will materialise after the Flood Line Analysis has been done
12/13: Zoning Scheme Phokwane	3,838	490,500	0.78%	Phase 1 completed.; Awaiting invoice to process payment
12/13: Registration of Title Deeds Dikgatlong	34,583	180,640	19.14%	Project is ongoing - Payment as per registration
12/13 Cadastral Survey - Phokwane	-	52,010	0.00%	
12/13 Biodiversity Study - Phokwane	85,800	98,140	87.43%	Project is ongoing
12/13 Environment Impact Assessment - Dikgatlong	-	36,600	0.00%	
Total	124,222	1,254,900	9.90%	
	YTD Actual	Budget	% Spending	Remarks
<u>FIRE FIGHTING / DISASTER MANAGEMENT.</u>				
Fire Fighting Volunteers Training	-	45,000	0.00%	Training to take place during the 4th quarter
Fire Fighting Volunteers Stipend	5,040	19,000	26.53%	Payment of stipends will take during the 3rd & 4th quarter
Fire Fighting Volunteers Deploy	524	6,000	8.74%	Project in progress
Fire Fighting Volunteers Training Category B	8,415	21,000	40.07%	Training to take place during the 4th quarter
Contingency Fund	197,924	225,000	87.97%	Project is needs driven
Review of Disaster Management Plan	400,000	400,000	100.00%	Project complete
Disaster Management Forum	1,058	8,000	13.22%	Meetings will take place during the 4th quarter
NEAR Projects	36,000	36,000	100.00%	Project complete
Total	648,960	760,000	85.39%	
	YTD Actual	Budget	% Spending	Remarks
<u>TOURISM</u>				
Diamonds & Dorings Support	263,158	300,000	87.72%	Project complete
Tourism Contribution - NCTA Support	135,000	135,000	100.00%	Project complete
N12 Promotion	50,000	50,000	100.00%	Project complete
Wildebeeskul Rock Art Support	100,000	100,000	100.00%	Project complete
N12 Treasure Route Support	-	20,000	0.00%	Project will materialise during the 4th quarter of the financial year
Tourism Business Plan Competition	76,061	136,000	55.93%	Project will materialise during the 4th quarter of the financial year
Tourism Audit & Database	158,000	158,100	99.94%	Project complete
Indaba Trade Expo	13,716	170,000	8.07%	Awaiting report from service provider
Tourism website	-	91,700	0.00%	To be completed in 4th quarter
Tourism Route Feasibility & Business Plan	621	210,800	0.29%	Project in progress
Tourism Advertising & Promotion	120,741	131,480	91.83%	Project in progress
Tourism Association	5,864	6,330	92.64%	Project in progress
FBDM Arts & Craft Centres	-	100,000	0.00%	Project will materialise during the 4th quarter of the financial year
Tourism Marketing Brochure	69,890	84,320	82.89%	Project is completed
Total	993,050	1,693,730	58.63%	

Actual spending on special projects of Planning & Development is 40.98% as compared to the approved budget.

Departments are encouraged to spend on their allocated amounts. Spending on special projects remains a concern especially with late commencement or delayed implementation of special projects resulting in projects not being implemented during current financial year or being rolled over to the next financial.



Actual operating expenditure of Project Management & Advisory Services is 67.38% of the year-to-date budget projections. The main areas where expenditure is less than YTD budgets are: consultancy, maintenance and provision of infrastructure projects and general expenses.

Consolidated performance of year-to-date expenditure on special projects against full year budget (Project Management & Advisory Services)

	YTD Actual	Budget	% Spending	Remarks
HOUSING				
Housing Consumer Education	-	42,000	0.00%	Project on hold
Housing Field Workers	180,468	208,920	86.38%	Project is ongoing
Housing Sector Plans	542,710	620,000	87.53%	Project in progress
Housing Plans	43,923	130,000	33.79%	Project in progress
Housing Strategy	-	250,000	0.00%	Project will materialise during the 4th quarter of the financial year
Housing Steering Committee Meetings	3,838	8,500	45.15%	Project is ongoing
Total	770,938	1,259,420	61.21%	

PROJECT MANAGEMENT & ADVISORY SERVICES				
	YTD Actual	Budget	% Spending	Remarks
PROJECT & ADVISORY SERVICES				
12/13: District Technical Forum Meetings	3,505	5,600	62.59%	Meetings will take place during the 4th quarter
EQS 11/12: Magareng: MNT Street & Stormwater	734,365	750,000	97.92%	Claims received , not yet been paid due to missing support documents
EQS 12/13 - Magareng: MNT Street & Stormwater	1,300,172	1,500,000	86.68%	Claims received , not yet been paid due to missing support documents
EQS 12/13 - Magareng: MNT Electricity Network	187,745	350,000	53.64%	Claims received , not yet been paid due to missing support documents
EQS 12/13 - Phokwane: MNT Water & Waste Water	1,815,027	1,900,000	95.53%	Project in progress
EQS 12/13 - Phokwane: MNT Electricity Network	499,666	500,000	99.93%	Project is completed
EQS 12/13 - Phokwane: MNT Street & Stormwater	498,626	500,000	99.73%	Project is completed
EQS 12/13 - Dikgatlong: MNT Water & Waste Water	771,091	1,000,000	77.11%	Project in progress
EQS 12/13 - Dikgatlong: MNT Electricity Network	396,314	500,000	79.26%	Project in progress
EQS 12/13 - Dikgatlong: MNT Street & Stormwater	280,912	500,000	56.18%	Will be spent by June 2013
EQS 12/13 - Sol Plaatje: MNT Platfontein Sewer System	495,471	500,000	99.09%	Project in progress
Stormwater	-	300,000	0.00%	Will be spent before 30 June 2013
RESF Water & Sewer Network - Warrenvale	106,000	106,970	99.09%	Project complete
REVF Water Treatment Works - Dikgatlong	239,846	250,000	95.94%	Project complete
12/13 - Magareng: Provision of Water Reticulation	145,851	2,500,000		Project in design stage: Will be spent by June 2013
12/13 - Magareng: Upgrade of Water Network	101,518	2,000,000	5.08%	Project in progress
12/13 - Magareng: Water & Electricity Meter	-	700,000	0.00%	Will be spent by June 2013
12/13 - Magareng: Electric Masterplan	617,779	900,000	68.64%	Project in implementation phase, awaiting first claim
12/13 - Phokwane: Ganspan Access Road	4,245,055	4,930,000	86.11%	Project in progress
12/13 - Phokwane: Electric Masterplan	200,469	900,000	22.27%	Project in evaluation stage
12/13 - Dikgatlong: Procure Sanitation Truck	1,415,956	2,000,000	70.80%	Truck delivered: Savings
12/13 - Dikgatlong: Construction of Roads	2,842,507	3,000,000	94.75%	Project in progress
12/13 - Sol Plaatje: Water Provision	83,131	1,340,000	6.20%	Project in progress
12/13 - Sol Plaatje: Sanitation Provision	253,431	1,730,000	14.65%	Project in progress
REVF 09/10: 11/12: Dikgatlong: Water Treatment Works	1,234,805	1,412,000	87.45%	Balance of budget in retention control account
Malloof Skate Park	500,000	500,000	100.00%	Project complete
Total	18,969,241	30,574,570	62.04%	

Actual spending on special projects of Project Management & Advisory Services is 62.02% as compared to the approved budget. Departments are encouraged to spend on their allocated amounts. Spending on special projects remains a concern especially with late commencement or delayed implementation of special projects resulting in projects not being implemented during current financial year or being rolled over to the next financial.

5. **IN-YEAR BUDGET STATEMENT TABLES (ANNEXURE: A)****Table C1: Monthly Budget Statement Summary**

Description	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Financial Performance</u>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	5,491	4,708	4,708	396	4,750	4,315	434	10%	5,185
Transfers recognised - operational	88,914	92,592	92,167	1,778	94,176	91,792	2,384	3%	91,515
Other own revenue	840	756	756	195	675	701	(26)	-4%	737
Total Revenue (excluding capital transfers and contributions)	95,246	98,056	97,631	2,368	99,601	96,809	2,792	3%	97,437
Employee costs	33,909	42,556	42,561	3,517	34,476	39,015	(4,539)	-12%	39,438
Remuneration of Councillors	4,595	5,357	5,357	471	4,741	4,911	(170)	-3%	5,182
Depreciation & asset impairment	22,562	4,498	4,498	-	2,511	4,123	(1,612)	-39%	7,038
Finance charges	3,259	2,362	2,362	-	703	548	155	28%	1,768
Materials and bulk purchases	2,314	4,362	4,329	576	2,260	3,969	(1,709)	-43%	5,027
Transfers and grants	26,382	45,692	45,559	4,486	26,068	43,179	(17,110)	-40%	33,161
Other expenditure	13,497	15,248	15,200	745	9,640	14,462	(4,822)	-33%	10,994
Total Expenditure	106,517	120,075	119,867	9,794	80,398	110,206	(29,808)	-27%	102,607
Surplus/(Deficit)	(11,272)	(22,019)	(22,236)	(7,426)	19,203	(13,397)	32,600	-243%	(5,170)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(11,272)	(22,019)	(22,236)	(7,426)	19,203	(13,397)	32,600	-243%	(5,170)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(11,272)	(22,019)	(22,236)	(7,426)	19,203	(13,397)	32,600	-243%	(5,170)
<u>Capital expenditure & funds sources</u>									
Capital expenditure	2,382	9,013	9,013	527	5,579	7,071	(1,493)	-21%	7,204
Capital transfers recognised	42	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2,340	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
Total sources of capital funds	2,382	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
<u>Financial position</u>									
Total current assets	89,442	49,924	49,924	91,842	98,859				46,495
Total non current assets	50,401	58,291	58,291	48,001	52,782				62,086
Total current liabilities	14,905	8,051	8,051	14,905	9,221				8,416
Total non current liabilities	34,012	23,607	23,607	34,012	33,181				23,607
Community wealth/Equity	90,926	76,558	76,558		109,239				76,558
<u>Cash flows</u>									
Net cash from (used) operating	16,751	(17,312)	(17,312)	(10,069)	16,918	6,895	10,023	145%	(17,312)
Net cash from (used) investing	(2,375)	(8,913)	(8,913)	(144)	(5,742)	(1,970)	(3,772)	192%	(8,913)
Net cash from (used) financing	(1,289)	(1,139)	(1,139)	-	(626)	(569)	(57)	10%	(1,139)
Cash/cash equivalents at the month/year end	86,214	45,454	45,454	96,764	96,764	77,173	19,591	25%	58,851
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<u>Debtors Age Analysis</u>									
Total By Revenue Source	1,207	72	286	19	0	44	29	-	1,817
<u>Creditors Age Analysis</u>									
Total Creditors	315	2	5	-	-	-	-	-	1,909

Table C2 Monthly Budget Statement - Financial Performance (standard classification)

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		76,734	83,215	83,215	454	84,640	82,471	2,169	3%	80,538
Executive and council		1,763	3,318	3,318	-	3,318	3,318	-		3,318
Budget and treasury office		74,972	79,897	79,897	454	81,322	79,153	2,169	3%	77,220
Corporate services		-	-	-	-	-	-	-		-
<i>Community and public safety</i>		3,149	1,200	1,200	-	2,548	977	1,571	161%	2,907
Community and social services		-	-	-	-	-	-	-		-
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		-	-	-	996	1,565	-	1,565	#DIV/0!	1,707
Housing		3,149	1,200	1,200	(996)	983	977	6	1%	1,200
Health		-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>		15,363	13,641	13,216	1,914	12,413	13,361	(948)	-7%	13,991
Planning and development		10,301	9,941	9,941	1,914	9,428	10,361	(932)	-9%	10,735
Road transport		-	-	-	-	-	-	-		-
Environmental protection		5,062	3,700	3,275	-	2,984	3,000	(16)	-1%	3,256
<i>Trading services</i>		-	-	-	-	-	-	-		-
Electricity		-	-	-	-	-	-	-		-
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	-	-	-	-	-	-		-
<i>Other</i>	4	-	-	-	-	-	-	-		-
Total Revenue - Standard	2	95,246	98,056	97,631	2,368	99,601	96,809	2,792	3%	97,437
Expenditure - Standard										
<i>Governance and administration</i>		43,569	54,868	54,738	3,372	37,637	50,295	(12,658)	-25%	48,647
Executive and council		12,613	19,497	19,215	1,166	13,899	17,872	(3,973)	-22%	16,975
Budget and treasury office		18,493	18,302	18,294	604	11,494	16,777	(5,282)	-31%	16,747
Corporate services		12,462	17,069	17,229	1,602	12,244	15,647	(3,403)	-22%	14,925
<i>Community and public safety</i>		6,519	9,172	9,340	1,004	7,197	7,563	(365)	-5%	8,497
Community and social services		-	-	-	-	0	-	0	#DIV/0!	-
Sport and recreation		-	-	-	-	-	-	-		-
Public safety		3,352	4,584	4,446	333	3,608	4,207	(599)	-14%	4,147
Housing		3,168	4,588	4,894	671	3,589	3,356	233	7%	4,350
Health		-	-	-	-	-	-	-		-
<i>Economic and environmental services</i>		56,429	56,035	55,950	5,418	35,564	52,348	(16,784)	-32%	45,462
Planning and development		52,738	53,040	53,437	5,272	33,985	49,602	(15,618)	-31%	43,327
Road transport		-	-	-	-	-	-	-		-
Environmental protection		3,691	2,995	2,512	145	1,579	2,745	(1,166)	-42%	2,136
<i>Trading services</i>		-	-	-	-	-	-	-		-
Electricity		-	-	-	-	-	-	-		-
Water		-	-	-	-	-	-	-		-
Waste water management		-	-	-	-	-	-	-		-
Waste management		-	-	-	-	-	-	-		-
<i>Other</i>		-	-	-	-	-	-	-		-
Total Expenditure - Standard	3	106,517	120,075	120,027	9,794	80,398	110,206	(29,808)	-27%	102,607
Surplus/ (Deficit) for the year		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)	32,600	-243%	(5,170)

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

Vote Description [Insert departmental structure etc 3.]	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Council & Executive		1,763	3,318	3,318	-	3,318	3,318	-		3,318
Vote 2 - Budget & Treasury		74,972	79,897	79,897	454	81,322	79,153	2,169	2.7%	77,220
Vote 3 - Corporate Services		5,062	3,700	3,275	-	2,984	3,000	(16)	-0.5%	3,256
Vote 4 - Planning & Development		1,200	1,000	1,000	1,311	2,069	750	1,319	175.9%	2,707
Vote 5 - Project Management & Advisory Services		12,250	10,141	10,141	603	9,907	10,588	(681)	-6.4%	10,935
Total Revenue by Vote	2	95,246	98,056	97,631	2,368	99,601	96,809	2,792	2.9%	97,437
Expenditure by Vote	1									
Vote 1 - Council & Executive		12,613	19,497	19,215	1,166	13,899	17,872	(3,973)	-22.2%	16,975
Vote 2 - Budget & Treasury		18,493	18,302	18,294	604	11,494	16,777	(5,282)	-31.5%	16,747
Vote 3 - Corporate Services		16,154	20,064	19,741	1,748	13,823	18,392	(4,569)	-24.8%	17,061
Vote 4 - Planning & Development		14,939	22,015	22,397	1,789	14,132	17,019	(2,887)	-17.0%	20,433
Vote 5 - Project Management & Advisory Services		44,318	40,197	40,380	4,488	27,049	40,146	(13,097)	-32.6%	31,390
Total Expenditure by Vote	2	106,517	120,075	120,027	9,794	80,398	110,206	(29,808)	-27.0%	102,607
Surplus/ (Deficit) for the year	2	(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)	32,600	-243.3%	(5,170)

Please refer to next page

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

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		507	632	632	183	497	579	(82)	-14%	542
Interest earned - external investments		5,491	4,708	4,708	396	4,750	4,315	434	10%	5,185
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-
Transfers recognised - operational		88,914	92,592	92,167	1,778	94,176	91,792	2,384	3%	91,515
Other revenue		333	25	25	12	68	22	46	204%	75
Gains on disposal of PPE		-	100	100	-	110	100	10	10%	120
Total Revenue (excluding capital transfers and contributions)		95,246	98,056	97,631	2,368	99,601	96,809	2,792	3%	97,437
Expenditure By Type										
Employee related costs		33,909	42,556	42,561	3,517	34,476	39,015	(4,539)	-12%	39,438
Remuneration of councillors		4,595	5,357	5,357	471	4,741	4,911	(170)	-3%	5,182
Debt impairment		-	3	3	-	-	3	(3)	-100%	3
Depreciation & asset impairment		22,562	4,498	4,498	-	2,511	4,123	(1,612)	-39%	7,038
Finance charges		3,259	2,362	2,362	-	703	548	155	28%	1,768
Bulk purchases		-	-	-	-	-	-	-	-	-
Other materials		2,314	4,362	4,329	576	2,260	3,969	(1,709)	-43%	5,027
Contracted services		2,512	-	-	-	-	530	(530)	-100%	-
Transfers and grants		26,382	45,692	45,559	4,486	26,068	43,179	(17,110)	-40%	33,161
Other expenditure		10,369	15,195	15,308	745	9,641	13,929	(4,288)	-31%	10,992
Loss on disposal of PPE		615	50	50	-	(1)	-	(1)	#DIV/0!	(1)
Total Expenditure		106,517	120,075	120,027	9,794	80,398	110,206	(29,808)	-27%	102,607
Surplus/ (Deficit) for the year		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)	32,600	(0)	(5,170)
Transfers recognised - capital										
Contributions recognised - capital										
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)			(5,170)
Taxation										
Surplus/(Deficit) after taxation		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)			(5,170)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)			(5,170)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(11,272)	(22,019)	(22,397)	(7,426)	19,203	(13,397)			(5,170)

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

Vote Description	Ref	Budget Year 2012/13								
		2011/12 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Council & Executive		-	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Planning & Development		-	-	-	-	-	-	-	-	-
Vote 5 - Project Management & Advisory Services		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Council & Executive		138	127	133	57	57	111	(54)	-49%	107
Vote 2 - Budget & Treasury		295	1,826	2,010	10	1,801	1,675	126	8%	81
Vote 3 - Corporate Services		593	1,412	1,982	114	732	1,652	(920)	-56%	1,473
Vote 4 - Planning & Development		49	4,794	3,600	344	2,378	3,000	(623)	-21%	4,794
Vote 5 - Project Management & Advisory Services		1,307	855	760	1	611	633	(22)	-4%	749
Total Capital single-year expenditure	4	2,382	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
Total Capital Expenditure		2,382	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		1,026	3,362	4,122	181	2,590	3,435	(845)	-25%	1,659
Executive and council		138	127	133	57	57	111	(54)	-49%	107
Budget and treasury office		295	1,826	2,010	10	1,801	1,675	126	8%	81
Corporate services		593	1,409	1,979	114	732	1,649	(917)	-56%	1,470
<i>Community and public safety</i>		43	5,315	4,027	344	2,826	3,356	(530)	-16%	5,315
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		1	4,672	3,479	344	2,290	2,899	(609)	-21%	4,672
Housing		42	643	548	-	535	457	79	17%	643
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		1,313	337	337	1	163	280	(117)	-42%	231
Planning and development		1,313	334	334	1	163	278	(115)	-41%	228
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	3	3	-	-	3	(3)	-100%	3
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	2,382	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
Funded by:										
National Government		-	-	-	-	-	-	-	-	-
Provincial Government		42	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		42	-	-	-	-	-	-	-	-
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		2,340	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204
Total Capital Funding		2,382	9,013	8,485	527	5,579	7,071	(1,493)	-21%	7,204

Table C6 Monthly Budget Statement - Financial Position

Description	Ref	2011/12	Budget Year 2012/13			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		2,714	454	2,714	3,764	454
Call investment deposits		83,500	47,800	85,900	93,000	44,005
Consumer debtors		-	-	-	-	-
Other debtors		2,878	1,300	2,878	1,817	1,666
Current portion of long-term receivables		-	-	-	-	-
Inventory		350	370	350	278	370
Total current assets		89,442	49,924	91,842	98,859	46,495
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		2,900	-	500	2,900	2,900
Investment property		-	-	-	-	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		46,606	58,291	47,501	48,987	58,291
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		895	-	-	895	895
Other non-current assets		-	-	-	-	-
Total non current assets		50,401	58,291	48,001	52,782	62,086
TOTAL ASSETS		139,843	108,216	139,843	151,641	108,581
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		1,333	1,444	1,333	1,333	1,444
Consumer deposits		-	-	-	-	-
Trade and other payables		7,547	1,778	7,547	1,909	2,375
Provisions		6,024	4,828	6,024	5,979	4,597
Total current liabilities		14,905	8,051	14,905	9,221	8,416
Non current liabilities						
Borrowing		11,486	10,058	11,486	10,859	10,058
Provisions		22,526	13,549	22,526	22,322	13,549
Total non current liabilities		34,012	23,607	34,012	33,181	23,607
TOTAL LIABILITIES		48,917	31,657	48,917	42,402	32,023
NET ASSETS	2	90,926	76,558	90,926	109,239	76,558
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		64,025	66,176	64,025	86,731	66,176
Reserves		26,901	10,382	26,901	22,509	10,382
TOTAL COMMUNITY WEALTH/EQUITY	2	90,926	76,558	90,926	109,239	76,558

1.4.7 Table C7 Monthly Budget Statement - Cash Flow

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		1,637	668	-	341	8,113	679	7,434	1095%	668
Government - operating		86,365	92,592	-	-	92,105	94,103	(1,998)	-2%	92,592
Government - capital		-	-	-	-	-	-	-		-
Interest		5,491	4,708	-	421	4,984	4,473	511	11%	4,708
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(48,845)	(67,226)	-	(5,918)	(56,129)	(56,548)	(418)	1%	(67,226)
Finance charges		(1,516)	(2,362)	-	-	(703)	(549)	154	-28%	(2,362)
Transfers and Grants		(26,382)	(45,692)	-	(4,913)	(31,452)	(35,263)	(3,812)	11%	(45,692)
NET CASH FROM/(USED) OPERATING ACTIVITIES		16,751	(17,312)	-	(10,069)	16,918	6,895	10,023	145%	(17,312)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	100	-	-	-	-	-		100
Decrease (Increase) in non-current debtors		6	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		(2,382)	(9,013)	-	(144)	(5,742)	(1,970)	3,772	-192%	(9,013)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(2,375)	(8,913)	-	(144)	(5,742)	(1,970)	3,772	-192%	(8,913)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-		-
Payments										
Repayment of borrowing		(1,289)	(1,139)	-	-	(626)	(569)	57	-10%	(1,139)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1,289)	(1,139)	-	-	(626)	(569)	57	-10%	(1,139)
NET INCREASE/ (DECREASE) IN CASH HELD		13,086	(27,364)	-	(10,213)	10,550	4,356			(27,364)
Cash/cash equivalents at beginning:		73,128	72,817	-	106,977	86,214	72,817			86,214
Cash/cash equivalents at monthly year end:		86,214	45,454	-	96,764	96,764	77,173			58,851

6. SUPPORTING DOCUMENTATION

Table SC1 Material variance explanations

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Government grants & subsidies	3%	Equitable share grant for the quarter ended 31 March 2013	Acceptable
	Rental of facilities and equipment	-14.17%	Rental of grader to municipalities did not pick up as fast as expected regarding maintenance of roads	Grader cost is journalised at the end of the financial year.
	Interest earned - external investments	10.06%	Interest earned is more than expected	Acceptable
	Other income	204.10%	Revenue generated is more than the budget	Acceptable
2	Expenditure By Type			
	Salaries	-11.64%	Vacant Posts: Manager in office of the Municipal Manager and Assistant Accountant	The interviews for the vacant post of Assistant Accountant were held during March 2013 and will be filled shortly. The vacant post of Municipal Manager was only filled in November 2012 and the Finance Intern was only filled in May 2013.
	Depreciation	-39.09%	Year-to-date depreciation is less than the year-to-date budget.	
	Other Materials	-43.06%	All maintenance projects are needs driven. FBDM does not have infrastructure assets to maintain	Less maintenance was required for this financial year.
	Transfers and grants	-39.63%	Most projects are near completion stage and expenditure will gain momentum as the financial year end draws closer.	Expenditure will gain momentum as the financial year progress
	Other expenditure	-30.79%	Underspending occurred on payment of municipal services, audit fees and motor vehicle usage and other general expenses.	Expenditure will gain momentum as the financial year end draws closer
3	Capital Expenditure			
	Capital expenditure	-21.11%	As per the policy, all capital projects / purchases should have been completed / finalized by 31 March 2013	Procurement of capital assets remains a concern especially with late commencement or delayed implementation of capital projects resulting in projects being rolled over to the next
4	Financial Position			
	Reserves	R 12,126,670	The R16 m increase in reserves relates to the revaluation of councils land & buildings.	Adjusted with the adjustment budget of January 2013
	Property, plant & equipment	R 9,304,284	The decrease of R10 m is due to the impairment of the council chambers that occurred during the revaluation process.	
5	Cash Flow			
	Net cash from operating / (used) Operating Activities	145.38%	RSC Levy Replacement Grant Receipts	Acceptable
	Net cash from operating / (used) Investing Activities	-191.52%	Capital Expenditure not materialising per SDBIP	Departments are urged to spent their budget allocations
	Net cash from operating / (used) Financing Activities	-10.04%	Repayment of borrowing	Bi-Annual DBSA Loan Repayment
6	Measureable performance			
7	Municipal Entities			

More detail on operating variances is available on pages 05 to 14 of this report.

Table SC2 Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	Ref	2011/12	Budget Year 2012/13			Full Year Forecast
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
Percentage							
Borrowing Management							
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		8.2%	9.3%	8.2%	7.2%	0.0%
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		24.2%	5.7%	5.7%	0.9%	6.8%
Borrowed funding of capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		22.4%	17.3%	22.4%	12.9%	18.1%
Gearing	Long Term Borrowing/ Funds & Reserves		42.7%	96.9%	42.7%	48.2%	96.9%
Liquidity							
Current Ratio 1	Current assets/current liabilities	1	600.1%	620.1%	616.2%	1072.1%	552.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		597.9%	599.4%	597.9%	1080.8%	562.7%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		3.0%	1.3%	2.9%	1.8%	1.7%
Longstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%			
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions		0.0%	0.0%		0.0%	0.0%
Other Indicators							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		35.6%	43.4%	43.6%	34.6%	40.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		2.4%	4.4%	4.4%	0.6%	2.3%
Interest & Depreciation	I&D/Total Revenue - capital revenue		27.1%	7.0%	7.0%	0.7%	7.1%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		139.2%	143.6%	0.0%	407.0%	275.8%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		9.9	2.3	2.3	2.2	1.5

The above ratios indicate that the municipality is financially stable and adequately funded to continue with its operations. The level of employee costs for the year to date is 34.6% which indicates that it should be monitored and managed effectively.

The municipality still depends on grant funding of over 95% to fund its operations.

All council's provisions and the Capital Replacement Reserve are cash backed and the cash and cash equivalents are sufficient to cover outstanding debt.

Table SC3 Monthly Budget Statement - aged debtors

Description	NT Code	Budget Year 2012/13									Bad Debts	>90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total		
R thousands												
Debtors Age Analysis By Revenue Source												
Rates	1200											
Electricity	1300											
Water	1400											
Sewerage / Sanitation	1500											
Refuse Removal	1600											
Housing (Rental Revenue)	1700											
Other	1900	1,207	286	231	19	0	44	29		1,817		93
Total By Revenue Source	2000	1,207	286	231	19	0	44	29		1,817		93
2011/12 - totals only		1,147	272	219	18	0	42	28		1,726		88
Debtors Age Analysis By Customer Category												
Government	2200	309	283	230	19	0	43,166.00	2		886		
Business	2300	-	-	-	-	-	-	-		-		
Households	2400	(8)	-	-	-	-	-	-		(8)		
Other	2500	906	3	0	0	-	1,323.00	27		939		
Total By Customer Category	2600	1,207	286	231	19	0	44	29		1,817		-

Council's debtors consist of three main groups, namely:

- Provincial or Local government bodies for services rendered to or on behalf of these bodies,
- Ex-employees entitled to post-service benefits,
- Other entities by way of service delivery for which costs are to be recovered.

Matters reported below are in respect of debts outstanding in excess of 90 days on the effective reporting date.

- ***Provincial and Local Government***

The only outstanding debts for more than 90 days as at 31 May 2013 in respect of Provincial and Local Governments department are:

- Dikgatlong Municipality R17 561.68, for free basic electricity and street lights which the District Municipality paid on behalf of Dikgatlong Municipality to Eskom for Koopmansfontein indigent households.
- Department of Roads Public Works R220 424.91, for sundry services such as water & electricity, telephone, etc. and R64 271 for Post-Service Medical Aid.
- Department of Health R1 710.00 for rental of facility - Council's Lecture Room.
- Department of Safety & Liaison R7 656.50 - rental of Clinic Building at Jan Kempdorp.

- *Post-Service Benefits*

The only outstanding debts reflected for more than 90 days as at 31 May 2013 is:

- Payne ME R7 210.60 and Benson SC R431.30 for post medical-aid.

- *Sundry Debtors*

The only outstanding debts reflected for more than 90 days as at 31 May 2013 is:

- M.L. Mokoena original debt R8 676.00 for a study bursary not recovered from his final salary. An arrangement was reached with the debtor and current outstanding amount is R4 276.00.

The above mentioned outstanding debts are a concern with specific reference to Provincial & Local Government institutions owing the District Municipality money for services rendered and the lack of co-operation remains a challenge. However these debts are continuously being monitored, reviewed and adequate controls are in place according to approved policies.

Table SC4 Monthly Budget Statement - aged creditors

Description	NT Code	Budget Year 2012/13								Total	Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700										-	
Auditor General	0800										-	
Other	0900	1,904	5								1,909	
Total By Customer Type	2600	1,904	5								1,909	

The expenditure section continues to administer, manage, assess and improve creditors, salaries and sundry payments subject to internal prescriptions.

Salary Payment:

Salary payments are under adequate control and occur according to approved policies and agreement in terms of the Bargaining Council. Salary increases of 6.5% for staff has been implemented in August 2012 back-dated to July 2012. And another increase of 0.5% was implemented in January 2013 as per Bargaining Council Agreements.

The annual increase for Councilors' in terms of the remuneration of Public Office Bearers Act, 1998, was 5% and has been implemented in December 2012 back-dated to July 2012.

Trade Creditors:

Council purchases and payments to creditors are under adequate control. Expenditure statistics for the month of May 2013 is listed below:

PAYMENTS	
Total value of all payments	R 10,819,748
Electronic transfers	241
Cheques issued	23
STORES	
Value of Stores issued	41 177.56
SALARIES	
Number of salary beneficiaries	168
Councillors	25
Employees	141
Pensioners	2
Total remuneration paid	
	3,038,184
Councillors	410,988
Employees	2,624,503
Pensioners	2,693

Expenditure controls are continuously being re-evaluated and tightened up to allow closer monitoring of daily purchases, order transactions and the extension of budgetary control over departmental activities.

SUPPLY CHAIN MANAGEMENT:

Although council adopted a new procurement policy effective from 1 January 2008 a number of issues still impact negatively on the effective implementation of the mentioned policy. The following are some of the issues that still need attention in order to ensure full compliance as stipulated in the policy:

- The development and implementation of a new centralized procurement procedure has started and is in line with the SCM policy. Monitoring is on an ongoing basis and as problems arise, they will be dealt with.
- Amendment and procedures with regard to the tender committee system (Specification, Evaluation and Adjudication Committees) still needs attention. Monitoring is on an ongoing basis and as problems arise, they will be dealt with.
- Putting systems in place to monitor and report on supply chain management as required per approved policy has started as from 1 April 2008. Monitoring is on an ongoing basis and as problems arise, they will be dealt with.

As Council reserves its right to maintain oversight over the implementation of the Supply Chain Management Policy and is empowered to make Supply Chain policy within the ambit of the applicable legislation, the following is hereby reported as stipulated in the SCM policy for the period May 2013.

Implementation of the Approved Supply Chain Management Policy:

The approved Supply Chain Management Policy of 30 December 2005 as amended on 27 December 2007 is implemented and is maintained by all relevant role players as from 01 April 2008. The Supply Chain Management Policy is currently in process of review and amendment. And will be submitted to Council during May 2013 effective from 01 July 2013.

Implementation of the Supply Chain Management Process:

- Supply Chain Management Training

Bid committees training was offered to all managers and officials of the supply chain management unit.

- Demand Management

Bids and quotations were invited in accordance with the Supply Chain Management Policy. Bid documents used were customised, standard bid documents prescribed by National Treasury. All preconditions were enforced during the opening of bids including the verification on Tax Clearance Certificates issued by SARS.

- Acquisition Management

For the period of May 2013, 1 contracts (R200 000+) was awarded by the Bid Adjudication Committee.

1. Electronic Management System: Muncomp – R611 478.21

For the period of May 2013 one written price quotation (R30 000-R200 000) was awarded by the Municipal Manager.

1. Steel cage: JAKK Construction – R21 403.80

The value of orders issued for the period ending 31 May 2013 total R806 074.46 (*See Annexure "C"*)

Orders per department

Council and Executive	R37 918.47
Municipal Manager	R30 895.40
Finance	R14 807.92
Administration	R241 106.87

Planning and Development	R219 201.12
Technical Service	R122 388.23
Stores	R2 403.88

- Disposal Management

No disposals were done in May 2013.

- Deviations

No deviation was approved by the Municipal Manager

- Issues from Stores

Total orders issued R 41 177.56 Issues per department

Council and Executive	R38.40
Municipal Manager	R97.93
Finance	R7 218.43
Administration	R23 270.19
Planning and Development	R7 395.62
Technical Services	R3 156.99

- Orders outstanding more than 30 days

COMPANY	60 DAYS	90 DAYS	COMMENT
Aganag Consulting Engineers		637 155.23	Magareng Electric Masterplan Project - <i>Not Completed Yet</i>
Altech Netstar		2 798.70	
Business Connexion	182 242.03		Project Completed - Invoice Awaited
BVI Consultants		71 322.59	Housing Sector Plans - <i>Project Not Finalised Yet</i>
CH Fraenkel Landmeters		16 5520	Planning - <i>Project Not Completed</i>
FEM Research		149 747	Communications Survey - <i>Project Not Finalised Yet</i>
Force Engineering		19 334.40	Generator Maintenance Contract Until End June 2013
Humelani Water Services		58 233.02	<i>Project Not Completed</i>

<i>Katz And Roof</i>		26 100	<i>Invoices Requested</i>
<i>Kimfire</i>		16 239.30	<i>Repair Of Air Conditioner(s) - Awaiting Parts To Complete Work</i>
<i>MHP Geospace</i>		158 433.28	<i>GIS Project - Not Completed Yet</i>
<i>NT Geomatics</i>	14 5350		<i>GIS - Project Not Completed</i>
<i>OG Media</i>		196 000.00	<i>Tourism Brochure - Not Completed Yet</i>
<i>Rennies</i>	9 639.82	57 655.98	<i>Invoices Not Received Yet</i>
<i>Sure Astra</i>	15 310.64	11 091.98	<i>Invoices Not Received Yet</i>
<i>Sedibeng Water</i>	9 069.84	7 633.26	<i>Invoice Not Received Yet</i>
<i>Silver Solution</i>		30 000.00	<i>LED Project - Not Completed Yet</i>
<i>Gudhluza Planners</i>		339 998.00	<i>Rezoning Of Phokwane - Project Not Finalised Yet</i>
<i>Tu- Dimension Marketing</i>		5 699.66	<i>Invoice Not Received</i>
<i>Towell And Groenewalt</i>		4 054.30	<i>Rezoning Project - Not Completed Yet</i>
<i>Top Security</i>		4 716.00	<i>Awaits Tourism Office To Move To New Building For The Security System To Be Implemented</i>
<i>Women On Edge</i>	58 710.00		<i>Project Not Completed Yet</i>

- *List of accredited service providers*

The supplier's database is updated daily and the database has been amended to make provision for the MBD4 and MBD9 forms as was required by the Auditors General's report.

Table SC5 Monthly Budget Statement - investment portfolio

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
Municipality									
STANDARD BANK		365	Fixed 1 YR	28-Jun-13	14	5.9%	2,900		2,900
NEDCOR		119	Notice	7-Jun-13	26	5.2%	6,000		6,000
ABSA		120	Notice	18-Jun-13	43	5.2%	10,000		10,000
NEDCOR		90	Notice	5-Jun-13	38	5.2%	9,000		9,000
ABSA		122	Notice	15-Jul-13	30	5.2%	7,000		7,000
STANDARD BANK		120	Notice	18-Jul-13	20	5.2%	4,750		4,750
ABSA		120	Notice	18-Jul-13	20	5.2%	4,750		4,750
NEDCOR		91	Notice	24-Jun-13	34	5.2%	8,000		8,000
ABSA		91	Notice	24-Jun-13	17	5.2%	4,000		4,000
STANDARD BANK		91	Notice	24-Jun-13	17	5.1%	4,000		4,000
RMB		30	Call	1-Jun-13	22	4.5%	6,000		6,000
NEDCOR		30	Call	1-Jun-13	18	4.5%	2,000		2,000
NEDCOR		119	Notice	2-Aug-13	26	5.2%	6,000		6,000
NEDCOR		120	Notice	6-Aug-13	21	5.2%	5,000		5,000
ABSA		120	Notice	6-Aug-13	30	5.2%	7,000		7,000
STANDARD BANK		120	Notice	8-Aug-13	25	5.2%	6,000		6,000
ABSA		30	Call	1-Jun-13	0	3.0%	500		500
ABSA		30	Call	1-Jun-13	0	4.5%	500		500
STANDARD BANK		31	Call	2-Jun-13	1	4.5%	2,000		2,000
ABSA		31	Call	2-Jun-13	0	4.5%	500		500
TOTAL INVESTMENTS AND INTEREST					403		95,900	-	95,900
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				403		95,900	-	95,900

Surplus cash is invested at approved banking institutions in accordance with current cash and investment policy.

Table SC6 Monthly Budget Statement - transfers and grant receipts

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		161,012	90,692	90,692	-	90,692	83,134	7,558	9.1%	89,380
Local Government Equitable Share		10,012	10,391	10,391	-	10,391	9,525	866	9.1%	9,079
Special Contribution: Councillor Remuneration		1,624	3,318	3,318	-	3,318	3,042	277	9.1%	3,318
Levy replacement	3	146,926	73,733	73,733	-	73,733	67,589	6,144	9.1%	73,733
Finance Management Grant		1,250	1,250	1,250	-	1,250	1,146	104	9.1%	1,250
Municipal Systems Improvement		1,200	1,000	1,000	-	1,000	917	83	9.1%	1,000
Extended Public Works Programme		-	1,000	1,000	-	1,000	917	83	9.1%	1,000
Water Affairs		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Provincial Government:		4,424	1,900	1,900	-	1,835	1,742	93	5.4%	1,966
Housing	4	2,784	1,200	1,200	(996)	270	1,100	(830)	-75.5%	270
Near Grant		569	-	-	607	1,176	-	1,176	#DIV/0!	607
Fire Fighting Equipment Grant		371	-	-	389	389	-	389	#DIV/0!	389
NC Tourism		-	-	-	-	-	-	-	-	-
Environmental Health Recycling Grant		700	700	700	-	-	642	(642)	-100.0%	700
District Aids Programme		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		210	-	-	-	147	-	147	-	170
SETA Skills Grant		170	-	-	-	147	-	147	-	170
Koopmansfontein Self Build Scheme		16	-	-	-	-	-	-	-	-
ABSA		24	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	165,646	92,592	92,592	-	92,674	84,876	7,798	9.2%	91,516
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Municipal Infrastructure (MIG)		-	-	-	-	-	-	-	-	-
Water Affairs		-	-	-	-	-	-	-	-	-
EPWP		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
ESCOM (Electricity on Farms)		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	-	-	-	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	165,646	92,592	92,592	-	92,674	84,876	7,798	9.2%	91,516

Table SC7 Monthly Budget Statement - transfers and grant expenditure

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		83,299	90,692	90,692	1,778	89,884	83,134	6,750	8.1%	90,097
Local Government Equitable Share		9,897	10,391	10,391	1,422	10,391	9,525	866	9.1%	9,796
Special Contribution: Councillor Remuneration		1,739	3,318	3,318	-	3,318	3,042	277	9.1%	3,318
Levy replacement		67,645	73,733	73,733	-	73,733	67,589	6,144	9.1%	73,733
Finance Management Grant		1,250	1,250	1,250	41	832	1,146	(314)	-27.4%	1,250
Municipal Systems Improvement		1,200	1,000	1,000	315	504	917	(413)	-45.0%	1,000
Extended Public Works Programme		78	1,000	1,000	-	1,106	917	189	20.7%	1,000
Water Affairs		1,489	-	-	-	-	-	-	-	-
Provincial Government:		5,325	1,900	1,900	-	3,256	1,742	1,514	86.9%	1,900
Housing		3,149	1,200	1,200	(996)	983	1,100	(117)	-10.6%	1,200
Near Grant		-	-	-	607	1,176	-	1,176	#DIV/0!	-
Fire Fighting Equipment Grant		-	-	-	389	1,112	-	1,112	#DIV/0!	-
NC Tourism		-	-	-	-	-	-	-	-	-
Environmental Health Recycling Grant		2,062	700	700	-	(16)	642	(657)	-102.4%	700
District Aids Programme		115	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		290	-	-	-	147	-	147	-	170
Koopmansfontein Self Build Scheme		96	-	-	-	-	-	-	-	-
ABSA		24	-	-	-	-	-	-	-	-
SETA Skills Grant		170	-	-	-	147	-	147	-	170
Total operating expenditure of Transfers and Grants:		88,914	92,592	92,592	1,778	93,287	84,876	8,411	9.9%	92,167
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Municipal Infrastructure (MIG)		-	-	-	-	-	-	-	-	-
Water Affairs		-	-	-	-	-	-	-	-	-
EPWP		0	-	-	-	-	-	-	-	-
Other capital transfers <i>[insert description]</i>		0	-	-	-	-	-	-	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
ESCOM (Electricity on Farms)		0	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		88,914	92,592	92,592	1,778	93,287	84,876	8,411	9.9%	92,167

External funding account balances reflect transfers to revenue adequate to cover the relevant operating or capital expenditure for which the funds have been received. Grant funding is reflected as unspent grants where relevant, with revenue transferred to the income statement as expenditure is incurred.

Table SC8 Monthly Budget Statement - councilor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Salary		3,139	3,871	3,871	308	3,378	3,548	(170)	-5%	3,685
Pension Contributions		156	164	164	14	151	150	1	1%	165
Medical Aid Contributions		17	18	18	1	16	17	(1)	-5%	17
Motor vehicle allowance		1,043	1,240	1,240	82	903	1,137	(233)	-21%	985
Cell phone and other allowances		240	64	64	65	292	59			329
Housing allowance		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		4,595	5,357	5,357	471	4,741	4,911	(170)	-3%	5,182
% increase	4		16.6%	16.6%						12.8%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	3,233	3,654	3,654	317	2,295	3,350	(1,055)	-31%	3,252
Pension and UIF Contributions		366	619	619	49	225	567	(342)	-60%	551
Medical Aid Contributions		134	195	195	11	68	179	(111)	-62%	174
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		209	464	464	-	-	426	(426)	-100%	413
Motor Vehicle Allowance		358	476	476	44	195	436	(241)	-55%	423
Cellphone Allowance		72	72	72	8	48	66	(18)	-27%	64
Housing Allowances		33	43	43	3	18	39	(21)	-54%	38
Other benefits and allowances		14	121	121	3	24	111	(87)	-78%	108
Payments in lieu of leave		-	81	81	-	-	74	(74)	-100%	72
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4,420	5,726	5,726	436	2,872	5,249	(2,377)	-45%	5,096
% increase	4		29.5%	29.5%						15.3%
Other Municipal Staff										
Basic Salaries and Wages		20,897	26,198	26,198	2,036	22,652	24,016	(1,364)	-6%	24,627
Pension and UIF Contributions		3,358	4,176	4,176	326	3,643	3,828	(184)	-5%	3,842
Medical Aid Contributions		954	1,127	1,127	106	1,084	1,033	51	5%	1,037
Overtime		58	79	84	11	53	77	(23)	-30%	77
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		1,534	1,883	1,883	157	1,907	1,726	181	11%	1,732
Cellphone Allowance		109	99	99	9	128	91	37	41%	92
Housing Allowances		495	524	524	31	361	481	(120)	-25%	493
Other benefits and allowances		758	1,082	1,082	430	926	992	(66)	-7%	962,953.30
Payments in lieu of leave		883	619	619	74	205	567	(362)	-64%	550,634.10
Long service awards		141	180	180	(162)	-	165	(165)	-100%	160
Post-retirement benefit obligations	2	304	864	864	62	645	792	(148)	-19%	769,155.80
Sub Total - Other Municipal Staff		29,489	36,831	36,836	3,080	31,604	33,767	(2,163)	-6%	34,342
% increase	4		24.9%	24.9%						16.5%
Total Parent Municipality		38,504	47,914	47,919	3,987	39,216	43,926	(4,710)	-11%	44,620

PERSONNEL ATTENDANCES:

Personnel attendance in the workplace for May 2013 averages 89%. The reason for the deviations is mainly due to courses, maternity, annual, sick leave and special annual leave granted by council to all staff.

Attendance trends are summarized as follows:

	Senior Management	Middle Management	Supervisory	Clerical
Number of Members	1	4	7	11
Annual Leave	0	2	13	10
Sick Leave	0	2	1	2
Courses / Seminar	4	4	0	0
Meetings	0	0	0	5
Family Responsibility	0	1	0	5
Study	0	0	3	4
Maternity Leave	0	0	0	0
Union Matters	0	0	0	0
Absent	0	0	0	0
Special Annual Leave	0	0	0	0
No. of Workdays Attended	18	79	115	238
Total Workdays	22	88	132	264
Percentage attendance per Group	82%	90%	87%	90%
Average	89%			

Personnel Development:

Two officials attended the Municipal Finance Management Programme during the month of May 2013.

INTERNSHIP PROGRAMME

As per National Treasury regulations, four Finance Interns were appointed (three on 19 December 2012 and one on 03 December 2012). The vacant post of one Finance Intern was re-advertised due to technical errors and will be filled shortly. The aim of the programme is to capacitate Finance Graduates to eventually be able to fill CFO and other financial posts in municipalities. Their appointment is for a period of 24 to 36 months depending on completion of the programme.

Please refer to next page

Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts

Description	Ref	Budget Year 2012/13												2012/13 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	2012/13	+1 2013/14	+2 2014/15
Cash Receipts By Source																
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-	-	90	90	95	98	
Interest earned - external investments	571	509	259	710	516	350	459	373	406	410	421	(106)	4,878	5,122	5,327	
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	37,707	1,400	410	-	29,210	-	26	310	23,008	34	-	6,943	99,048	108,167	108,070	
Other revenue	1,635	208	183	662	782	399	475	752	1,866	809	341	(7,248)	865	654	682	
Cash Receipts by Source		39,913	2,117	852	1,372	30,507	749	960	1,435	25,281	1,254	762	(321)	104,881	114,037	114,178
Other Cash Flows by Source																
Transfer receipts - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		39,913	2,117	852	1,372	30,507	749	960	1,435	25,281	1,254	762	(321)	104,881	114,037	114,178
Cash Payments by Type																
Employee related costs	2,805	2,884	2,953	3,048	4,230	3,237	3,074	3,421	3,343	3,250	3,729	2,499	38,475	42,544	44,604	
Remuneration of councillors	397	412	395	409	411	394	579	431	419	422	471	781	5,521	5,798	6,087	
Interest paid	-	-	-	-	-	703	-	-	-	-	-	1,312	2,015	1,976	1,825	
Bulk purchases - Electricity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	548	148	155	146	262	200	44	291	279	150	634	568	3,427	4,046	4,201	
Contracted services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	40,811	40,811	24,176	26,279	
Grants and subsidies paid - other	1,856	2,730	2,432	2,234	1,855	5,376	283	1,537	5,927	2,309	4,913	(31,452)	-	-	-	
General expenses	727	1,056	1,569	1,312	1,452	1,742	661	1,078	669	1,205	1,084	2,312	14,866	14,416	13,946	
Cash Payments by Type		6,334	7,230	7,503	7,149	8,211	11,652	4,641	6,759	10,637	7,337	10,831	16,832	105,116	92,956	96,943
Other Cash Flows/Payments by Type																
Capital assets	-	124	502	959	125	965	1,346	3	1,398	176	144	(1,076)	4,666	3,380	900	
Repayment of borrowing	-	-	-	-	-	626	-	-	-	-	-	512	1,139	1,277	1,429	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Payments by Type		6,334	7,354	8,005	8,108	8,337	13,243	5,987	6,761	12,035	7,513	10,975	16,268	110,920	97,614	99,272
NET INCREASE/(DECREASE) IN CASH HELD		33,579	(5,237)	(7,153)	(6,735)	22,171	(12,494)	(5,027)	(5,326)	13,245	(6,259)	(10,213)	(16,589)	(6,039)	16,424	14,906
Cash/cash equivalents at the month/year beginning:		86,214	119,793	114,556	107,403	100,668	122,838	110,344	105,317	99,991	113,236	106,977	96,764	86,214	80,175	96,599
Cash/cash equivalents at the month/year end:		119,793	114,556	107,403	100,668	122,838	110,344	105,317	99,991	113,236	106,977	96,764	80,175	80,175	96,599	111,505

Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2011/12	Budget Year 2012/13							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands									%
<u>Monthly expenditure performance trend</u>									
July		-	-	-	-	-	-	-	0%
August	32	-	-	50	50	-	(50)	#DIV/0!	1%
September	198	2,462	2,462	493	543	2,462	1,919	77.9%	6%
October	498	1,527	1,527	765	1,308	3,989	2,681	67.2%	15%
November	322	-	-	300	1,608	3,989	2,382	59.7%	18%
December	157	-	-	784	2,392	3,989	1,597	40.0%	27%
January	-	440	440	1,213	3,605	4,429	824	18.6%	40%
February	174	584	500	120	3,725	4,929	1,205	24.4%	41%
March	516	85	1,121	1,192	4,917	6,051	1,134	18.7%	55%
April	68	3,225	2,095	135	5,052	8,146	3,093	38.0%	0
May	19	239	260	527	5,579	8,405	2,827	33.6%	0
June	453	451	80		5,579	8,485	2,907	34.3%	0
Total Capital expenditure	2,437	9,013	8,485	5,579					

Please refer to next page

Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing										
Other										
Heritage assets		4	-	-	-	-	-	-	-	-
Buildings										
Other		4								
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		1,762	6,843	6,281	386	4,101	5,758	1,657	28.8%	5,758
General vehicles		181	3,070	3,246	5	3,063	2,976	(87)	-2.9%	2,976
Specialised vehicles										
Plant & equipment		47	562	562	368	378	515	137	26.6%	515
Computers - hardware/equipment			1,558	887	1	75	813	738	90.7%	813
Furniture and other office equipment		489	166	99	6	52	91	38	42.3%	91
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings		1,042	1,488	1,488	6	532	1,364	831	60.9%	1,364
Other Land										
Surplus Assets - (Investment or Inventory)										
Other		4								
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class										
Intangibles		183	385	385	90	222	353	131	37.0%	353
Computers - software & programming		183	385	385	90	222	353	131	37.0%	353
Other										
Total Capital Expenditure on new assets	1	1,949	7,228	6,666	476	4,323	6,110	1,787	29.3%	6,110

Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing										
Other										
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		432	1,806	1,819	51	1,255	1,668	412	24.7%	1,668
General vehicles		284	720	714	-	714	654	(59)	-9.1%	654
Specialised vehicles			-	-	-	-	-	-	-	-
Plant & equipment		9	5	5	-	4	4	0	8.6%	4
Computers - hardware/equipment			795	795	33	439	729	290	39.8%	729
Furniture and other office equipment		139	-	-	-	-	-	-	-	-
Abattoirs			-	-	-	-	-	-	-	-
Markets			-	-	-	-	-	-	-	-
Civic Land and Buildings			-	-	-	-	-	-	-	-
Other Buildings			272	292	18	92	268	176	65.6%	268
Other Land			-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)			-	-	-	-	-	-	-	-
Other			14	14	-	7	13	6	47.3%	13
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class										
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming			-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets	1	432	1,806	1,819	51	1,255	1,668	412	24.7%	1,668

Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class

Description	Ref	2011/12	Budget Year 2012/13							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing										
Other										
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		1,101	1,944	1,944	146	1,207	1,782	575	32.3%	1,504
General vehicles		189	414	414	43	328	379	52	13.6%	404
Specialised vehicles			-	-	-	-	-	-		
Plant & equipment		97	486	486	51	215	446	230	51.7%	265
Computers - hardware/equipment		492	574	574	58	380	526	146	27.8%	526
Furniture and other office equipment		53	149	149	-	9	136	127	93.4%	27
Abattoirs			-	-	-	-	-	-		
Markets			-	-	-	-	-	-		
Civic Land and Buildings		271	322	322	(6)	275	295	19	6.6%	282
Other Buildings			-	-	-	-	-	-		
Other Land			-	-	-	-	-	-		
Surplus Assets - (Investment or Inventory)			-	-	-	-	-	-		
Other			-	-	-	-	-	-		
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class										
Intangibles		1,212	2,418	2,418	430	1,053	2,216	1,163	52.5%	1,556
Computers - software & programming		1,212	2,418	2,418	430	1,053	2,216	1,163	52.5%	1,556
Other			-	-	-	-	-	-		
Total Repairs and Maintenance Expenditure		2,314	4,362	4,362	576	2,260	3,998	1,739	43.5%	3,060

Table SC13d Monthly Budget Statement - depreciation by asset class

Description	Ref	2011/12		Budget Year 2012/13						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Community		193	200	-	-	113	183	71	38.6%	200
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing										
Other		193	200		-	113	183	71	38.6%	200
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		3,584	4,098	-	-	2,257	3,757	1,500	39.9%	4,098
General vehicles		330	550		-	441	504	63	12.5%	550
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		303	645			252	591	340	57.4%	645
Computers - hardware/equipment		745	650		-	648	596	(52)	-8.7%	650
Furniture and other office equipment		854	853		-	724	782	57	7.3%	853
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings		1,352	1,400		-	101	1,283	1,182	92.1%	1,400
Other Land										
Surplus Assets - (Investment or Inventory)										
Other					-	90		(90)		
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class										
Intangibles		121	200	-	-	142	183	41	22.5%	200
Computers - software & programming		121	200		-	142	183	41	22.5%	200
Other										
Total Repairs and Maintenance Expenditure		3,898	4,498	-	-	2,511	4,123	1,612	39.1%	4,498

No depreciation was run for the month of May 2013 due to a technical error.

ASSET AND RISK MANAGEMENT**Insurance:**

All Council assets are adequately insured with Lateral Unison for a period of three (3) years. The insurance portfolio / costing was reviewed and implemented in July 2012.

Asset Inventory:

TAT I-Chain Asset Management System has been implemented. The assets stock took place during the second and third week of May 2013.

Information Backup:

All shared data on the internet system (*O & P drives only*) is backed up on the server with a further daily tape backup kept on the premises. System users are responsible for ensuring that data backup and maintenance is carried out with regard to their specific usage. General ledger and associated financial system data is backed up on the network server tape system.

The implementation and use of the new “e-Venus” financial system has started on 1 July 2009 with minor hiccups, but the problems identified are being attended to. A daily backup is done as well as a day end procedure to integrate the day’s transactions. On the last working day of each month a monthly calendar and financial (a few days after month end to accommodate financial transactions pertaining to the month closed) backup and integration including closing of votes and opening thereof in the new month is done.

Motor Vehicle Operating Cost:

The actual operating costs of Council motor vehicles incurred for the year to date as required in terms of the motor vehicle fleet policy are set out below:

VEHICLE OPERATING COST	ACTUAL	BUDGET	VARIANCE	VAR %
Depreciation: Motor Vehicles	-	504,167	(504,167)	-100.00%
Insurance	16,805	52,938	(36,132)	-68.25%
MV Administration Levy	18,846	18,333	512	2.79%
Fuel	440,515	458,333	(17,819)	-3.89%
Licence	7,206	11,596	(4,390)	-37.86%
Repairs and Maintenance	88,271	137,500	(49,229)	-35.80%
Tyres	50,626	57,750	(7,124)	-12.34%
TOTAL	622,269	1,240,617	(618,348)	-49.84%

Motor Vehicles - Utilization Statistics:

Council operates a pool of 22 vehicles as part of its routine activities.

The following vehicles have been acquired to replace the disposed vehicles:

1. Chevrolet Trailblazer registration number CGR 575 NC
2. Isuzu KB 250 Bakkie registration number CGR 572 NC
3. Isuzu KB 250 Bakkie registration number CGR 576 NC
4. Isuzu Double Cab Bakkie registration number CGR 572 NC

Statistical information regarding the year-to-date utility for May 2013 is as follows:

	Vehicle Description	Vehicle Allocation	Year Model	Registration Number	Service	License expires	Previous Km Reading	Current Km Reading	May Utility
1	Citi Golf	Pool	2005	BSM 014 NC	105,000	2014/04/30	90,422	91,125	703
2	Chevrolet Cruze 1.8 LS	Pool	2010	CBY 226 NC	90,000	2013/09/30	74,695	78,858	4,163
3	Chevrolet Opel Corsa 1.4 i	Disaster Management	2010	CBY 227 NC	60,000	2013/09/30	38,560	39,683	1,123
4	Chevrolet Captiva	Pool	2011	CDM 296 NC	45,000	2013/09/30	40,282	41,353	1,071
5	Isuzu 2.4	Environmental Health	2006	BVC 305 NC	180,000	2013/07/31	169,838	171,167	1,329
6	Isuzu 2.4	Environmental Health	2006	BTT 339 NC	180,000	2014/04/30	166,980	168,884	1,904
7	Nissan D/Cab	Disaster Management	2006	BTT 376 NC	120,000	2014/04/30	112,285	113,576	1,291
8	Toyota Corolla	Pool	2009	BZP 439 NC	105,000	2013/09/30	95,848	97,595	1,747
9	Toyota Corolla	Pool	2009	BZP 440 NC	105,000	2013/09/30	81,374	83,648	2,274
10	Chevrolet Trailblazer	Pool	2013	CGR 575 NC	15,000	2013/12/31	3,234	5,282	2,048
11	Isuzu KB 250	Housing	2013	CGR 572 NC	15,000	2013/12/31	3,473	5,725	2,252
12	Isuzu KB 250	Housing	2013	CGR 576 NC	15,000	2013/12/31	4,739	5,992	1,253
13	Hyundai HI	Tourism Centre	2013	CGY 587 NC	15,000	2014/02/28	380	3,978	3,598
14	Isuzu 2.4	Housing	2009	CBD 761 NC	90,000	2014/02/28	81,041	83,978	2,937
15	Toyota Corolla	Pool	2008	BXL 799 NC	150,000	2014/02/28	139,747	142,040	2,293
16	Nissan LDV	Community Development	2006	BVC 831 NC	135,000	2013/07/31	124,559	126,025	1,466
17	Ford Bantam	Finance	2004	BRD 836 NC	90,000	2014/01/31	83,347	83,804	457
18	Toyota Hilux	PMU	2004	BRF 837 NC	130,000	2014/02/28	126,980	127,142	162
19	Isuzu KB. 200	Disaster Management	2010	CBY 895 NC	30,000	2013/09/30	20,104	20,919	815
20	Isuzu KB. 200	Disaster Management	2010	CBY 898 NC	30,000	2013/09/30	20,224	20,791	567
21	Isuzu D/Cab	Pool	2013	CGR 974 NC	15,000	2013/12/31	4,759	6,640	1,881
22	Audi Q7	Council	2013	FBDM 1 NC	45,000	2013/12/31	28,191	34,726	6,535
	UTILITY FOR MAY 2013-FULL FLEET								41,869

Motor Vehicle Damage Report:

The rear bumper of Chevrolet Captiva registration number CDM 296 NC was scratched during the loading of a machine. The report will be sent to the health & safety committee for further enquiry.

The left front bumper of Toyota Corolla registration number BZP 439 NC bumped into a fence, the incident has been reported to the asset management unit. The vehicle will be repaired shortly.

The right side mirror of Isuzu bakkie registration number BRF 837 NC was damaged, the incident was reported to the asset management unit. The mirror has been replaced.

2.14 Quality Certificate

I, ZM Bogatsu, the Municipal Manager of Frances Baard District Municipality, hereby certify that—

- the monthly budget statement
- quarterly report on the implementation of the budget and financial state affairs of the municipality
- mid-year budget and performance assessment

for the month of May 2013 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that act.

ZM Bogatsu
Municipal Manager: Frances Baard District Municipality

Signature  _____

Date 11 June 2013

FINREF 244