

FRANCES BAARD DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT

31 January 2016

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1. INTRODUCTION

1.1 PURPOSE

The purpose of this report is to comply with section 71 of the Municipal Finance Management Act (no.56 of 2003) and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

1.2 STRATEGIC OBJECTIVE

To improve financial viability and management in terms of Municipal Finance Management Act (no.56 of 2003) priorities as well as Municipal Finance Management Act (no.56 of 2003) implementation plan.

1.3 BACKGROUND

Section 71 of the Municipal Finance Management Act (no.56 of 2003) 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 Municipal Finance Management Act (no.56 of 2003) states that, “The accounting officer of a municipality must by not 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” reflecting certain details for that month and for the financial year up to the end of that month.

According to 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.

2. EXECUTIVE MAYOR’S REPORT

Frances Baard District Municipality compiles the section 71 monthly report in the prescribed format as per the Municipal Budget and Reporting Regulations. The format consists of seven financial statements and thirteen tables consisting of supporting documentation.

Budget Process:

The budget process plan in respect of the 2015/16 financial year was submitted to the Executive Mayor for approval on 23 July 2014 and has also been submitted to National Treasury.

Although the IDP process plan is submitted as a separate item by the Directorate: Planning and Development, it is imperative to align the IDP and budget processes with one another.

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 2015:

The Annual Financial Statements for the year ended 30 June 2015 were submitted to the Audit Committee on 21 August 2015 for their input and to the Office of the Auditor General on 31 August 2015 for audit purposes.

The municipality received an **Unqualified Audit Opinion** for the 2014/15 financial year with no matter of emphasis. This is the third time in five years that the municipality receives an unqualified audit opinion with no matters.

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.

3. COUNCIL RESOLUTIONS

The following recommendation will be presented to Council for its resolution when the in-year report is tabled.

Recommendation:

- (a) That Council considers the section 71 monthly budget statements and supporting documentation for the month ending 31 January 2016.

4. EXECUTIVE SUMMARY

All variances are calculated against the approved budget figures.

4.1 Statement of Financial Performance

Consolidated performance against annual budget (Projected Operating Results) – Statement of Financial Performance – (Annexure A - Table C4)

Revenue by source

Year-to-date accrued revenue is R78, 980 million as compared to the full year approved budget of R124, 393 million. The source of revenue that is below the year to date budget is disposal of Property Plant Equipment (PPE).

Operating expenditure by type

To date, R60, 212 million has been spent compared to the operational year-to-date budget projections of R77, 030 million.

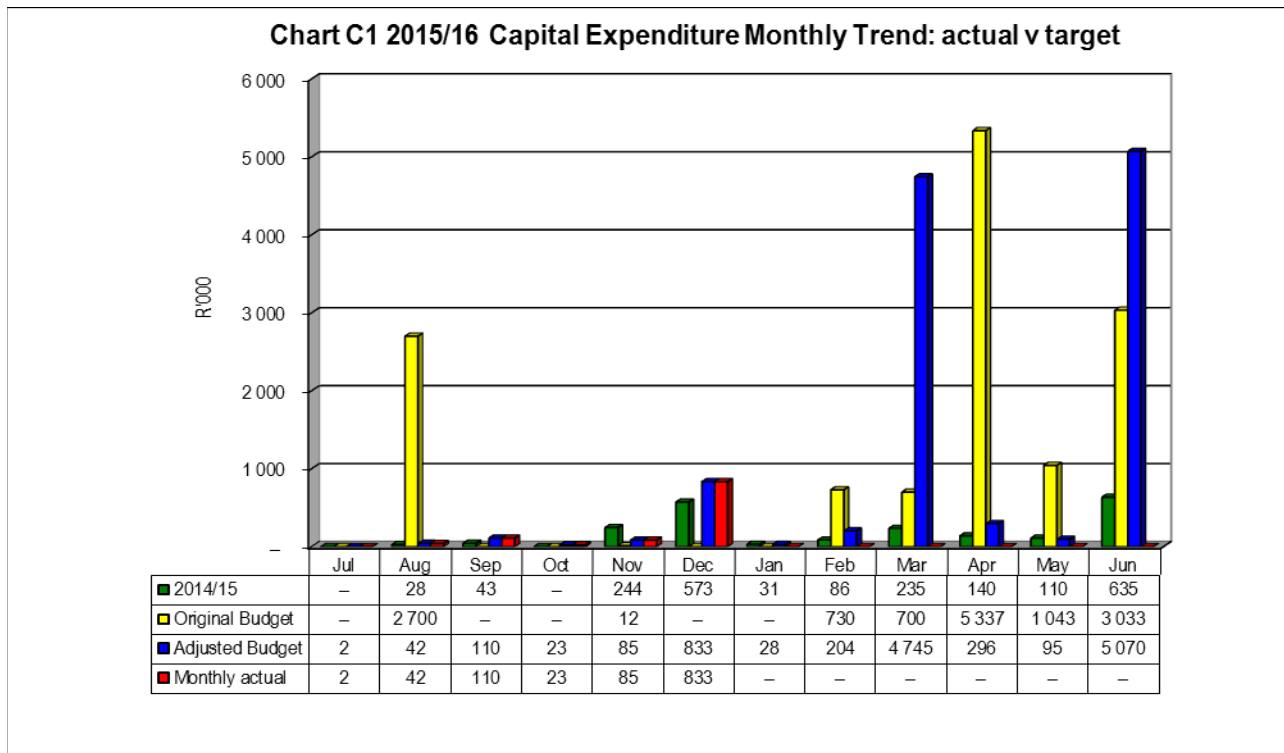
The summary statement of financial performance in Annexure A, Table C4 is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by input type.

Capital Expenditure

Year-to-date expenditure on capital amounts to R1, 162 million as compared to the budget of R11, 534 million.

Please refer to Annexure A, Table C5 for further details.

Capital Expenditure Monthly Trend: Actual vs Target



Cash Flows

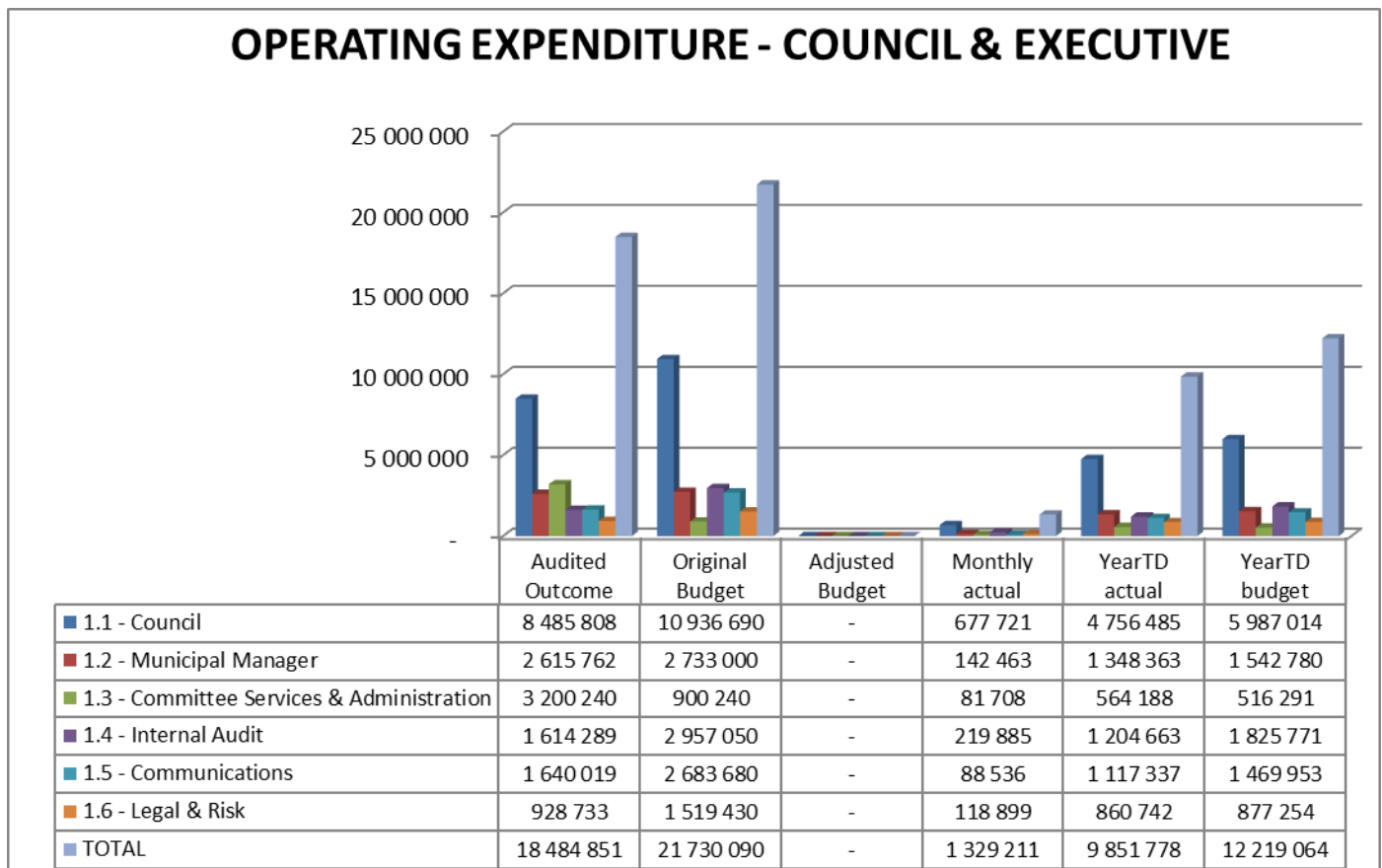
The municipality started the year with a total cash and cash equivalents of R87, 934 million. The year-to date cash and cash equivalents amounted to R117, 791 million. The net increase in cash and cash equivalents for the year to date is R29, 857 million.

Table C6 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, Administration, Planning & Development and Project Management & Advisory Services.

The following charts depict the financial performance as per municipal vote according to the approved organogram of the municipality:



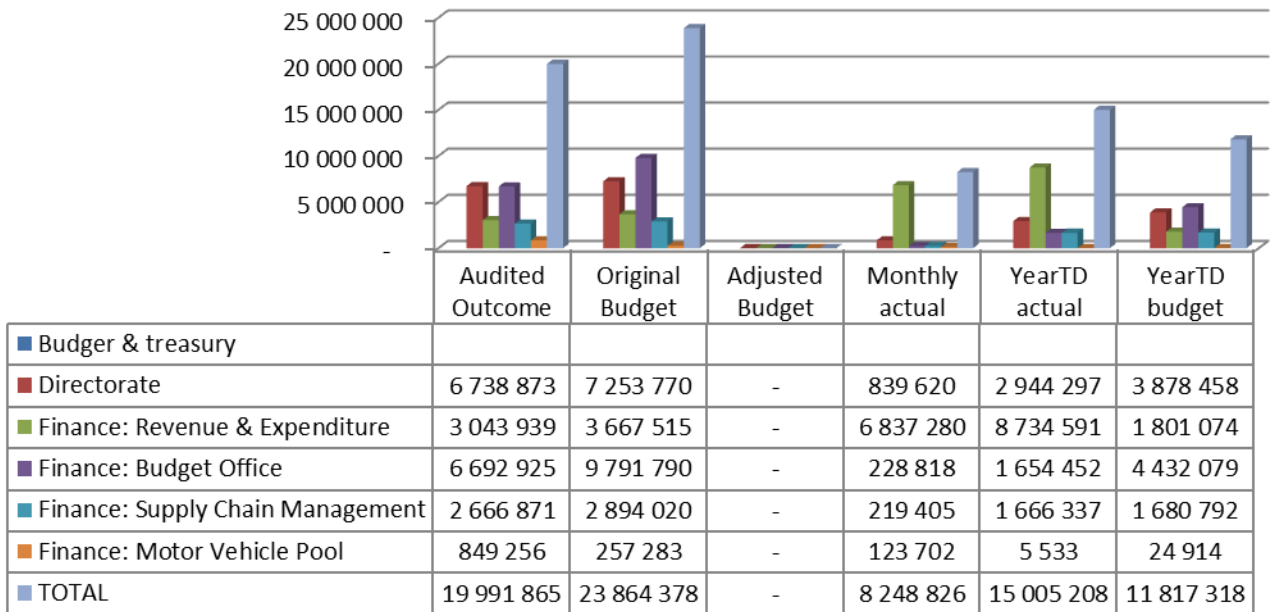
Actual operating expenditure of Council & Executive is R9, 9851 778 as compared to the year-to-date budget R12, 219 064. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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

DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
EXECUTIVE & COUNCIL				
COUNCIL				
MAYORAL BURSARY FUND	400 000,00	50 952,52	13%	Expenditure to increase during February 2016 as applications closed 15 January 2016.
COMMUNICATIONS				
14/15: BRANDING COMMUNICATION	30 000,00	6 050,00	20%	Materials to be purchased.
09/10: EXTERNAL SURVEY	450 000,00	254 075,00	56%	Project in final stage, two presentations still outstanding.
14/15: PAIA MANAGEMENT COMMUNICATION	15 000,00	1 447,37	10%	Flyer and pamphlets to be distributed.
POLITICAL OFFICE- ADMINISTRATION				
15/16: COMMEMORATIVE DAYS	100 000,00	64 823,24	65%	Two programmes will be held during February 2016, still need to consult with the local municipalities.
15/16: DISABILITY PROGRAMME	76 000,00	-	0%	Proposals have been submitted to the MM and Mayor's office, still awaiting approval.
15/16: CHILDREN PROGRAM	41 000,00	11 420,00	28%	Proposals have been submitted to the MM and Mayor's office, still awaiting approval.
15/16: GENDER PROGRAMME	52 000,00	-	0%	Proposals have been submitted to the MM and Mayor's office, still awaiting approval.
15/16: OLDER PERSONS PROGRAMME	37 000,00	-	0%	Proposals have been submitted to the MM and Mayor's office, still awaiting approval.
15/16: MRM PROGRAMME	25 000,00	-	0%	Proposals have been submitted to the MM and Mayor's office, still awaiting approval.
YOUTH UNIT				
15/16: YOUTH SUMMIT	250 000,00	207 127,29	83%	Youth summit held in the 2nd quarter.
15/16: YOUTH CAREER EXHIBITION	50 000,00	14 640,35	29%	To be utilized in 4th quarter
15/16: DISTRICT SOPA DEBATE	30 000,00	-	0%	To be utilized in 4th quarter
15/16: JUNE 16 YOUTH EVENT	150 000,00	-	0%	To be utilized in 4th quarter
15/16: YOUTH IN ACTION	50 000,00	40 658,75	81%	Ongoing-programme to run from October 2015.
15/16: DISTRICTS FORUM MEETINGS	20 000,00	-	0%	Quarterly meetings

The year to date actual spending on special projects for Council & Executive amounted to R651, 194. 52.

OPERATING EXPENDITURE - BUDGET & TREASURY

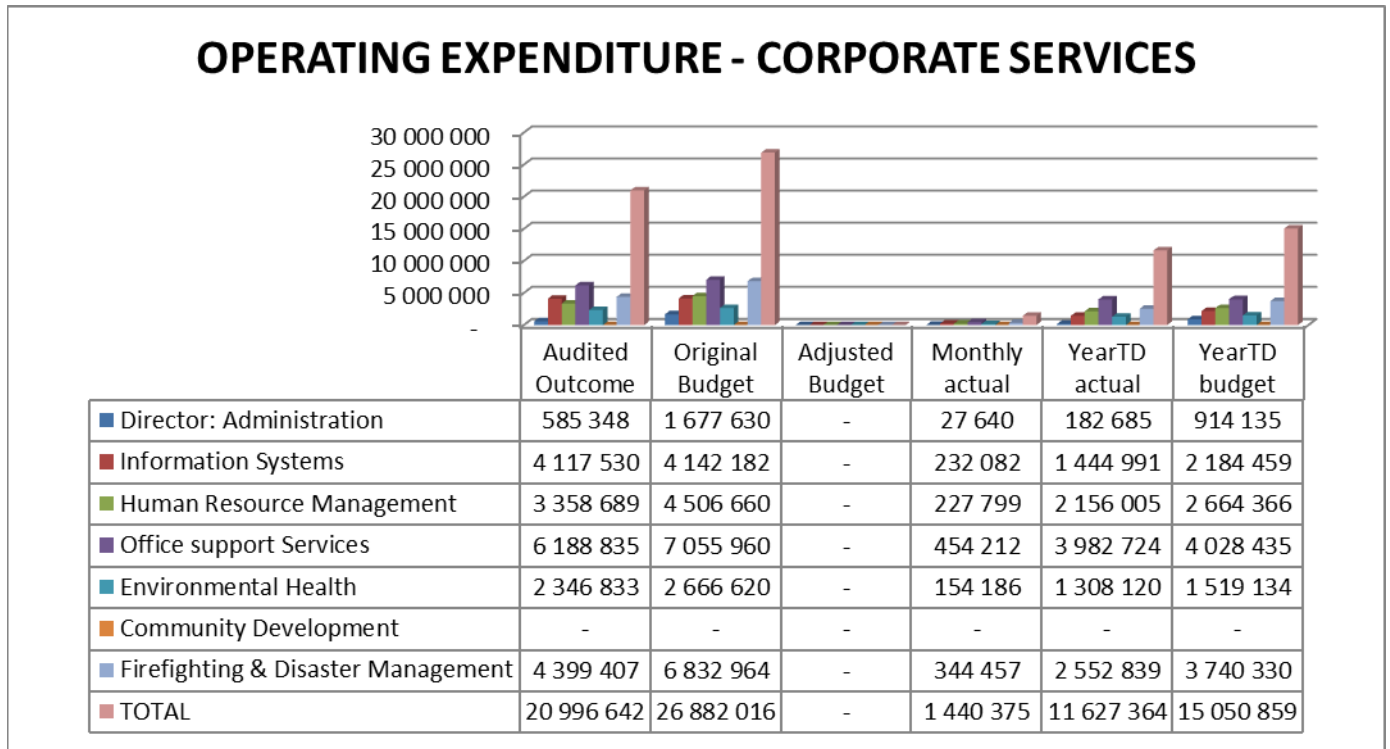


The actual operating expenditure of Budget & Treasury office is R15, 005 208 as compared to the year-to-date projected budget of R11, 817 318. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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

DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
BUDGET & TREASURY				
FINANCE & ADMINISTRATION DIRECTORATE				
FMG 14/15 OPERATION CLEAN AUDIT	600 000,00	-	0%	Budget to be spent as per request from local municipalities
FMG 14/15 AFS QUAL CONT & GRAP	150 000,00	107 590,00	72%	Project complete, quality assurance cost was not high as the municipality did not have a lot of audit findings, therefore there is a saving on the project.
FMG 14/15 STAFF BENEFITS ACUARIAL	50 000,00	23 650,00	47%	Project complete, saving on project as service provider already has the necessary data, cost incurred for the updates to be done was not high.
14/15: FINANCIAL SYSTEM SUPPORT (2) LM	900 000,00	-	0%	Budget to be used to assist the local municipalities with the implementation of MSCOA, awaiting implementation plans from the local municipalities.

There year to date actual spending on special projects for Budget & Treasury amounted to R131 240.



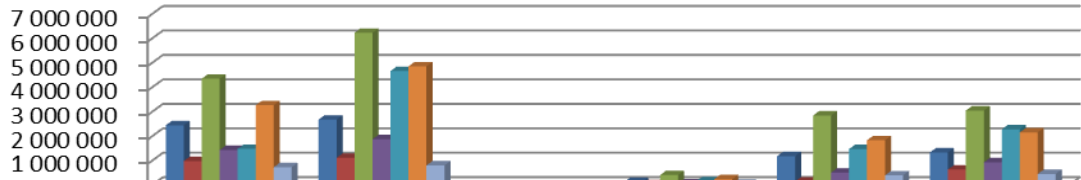
Actual operating expenditure of Corporate Services is R11, 627 364 as compared to the year-to-date projected budget of R15, 050 859. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

Consolidated performance of year-to-date expenditure on special projects against full year budget (Corporate-Services)

DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
CORPORATE SERVICES				
<u>INFORMATION SYSTEMS</u>				
12/13: ICT FORUM MEETINGS	7 000,00	552,70	8%	Will be used for every meeting, quarterly meetings will be held, last meeting was held on 30 September 2015.
<u>HUMAN RESOURCES MANAGEMENT</u>				
12/13: EMPLOYEE ASSISTANCE PROGRAMME	100 000,00	4 972,20	5%	Expenditure to be incurred upon request from employees.
10/11: EMPLOYEE WELLNESS	200 000,00	98 897,33	49%	Need to set a day for the wellness programme which will be held in the 3rd quarter.
<u>ENVIRONMENTAL HEALTH</u>				
14/15: AWARENESS PROGRAMME - SANITATION	10 000,00	5 257,11	53%	Project run according to the operational plan, expenditure incurred monthly.
14/15: AIR QUALITY PROJECTS	50 000,00	1 499,68	3%	Preparations in place for the project to be executed early March 2016.
14/15: ENVIRONMENTAL HEALTH FORUM	10 000,00	3 151,60	32%	Meetings held quarterly, next meeting to be held during the 3rd quarter. Date for the meeting has not been set yet.
13/14: WASTE MANAGEMENT CAMPAIGNS	40 000,00	17 971,95	45%	Project run according to the operational plan, expenditure incurred monthly.
<u>PUBLIC SAFETY</u>				
<u>FIREFIGHTING & DISASTER MANAGEMENT</u>				
15/16: DWAF FUNDED PROJECTS M- PROJECT 1	350 000,00	-	0%	Project is in the implementation phase, funds to be spent by June 2016.
10/11: DISASTER MANAGE FORUM MEETINGS	350 000,00	-	0%	Meetings for the 1st and 2nd quarter were not held, meetings will take place during the 3rd and 4th quarter.
14/15: FIRE FIGHTING - VOLUNTEERS TRAINING	81 770,00	1 745,00	2%	To be executed in the 3rd quarter
14/15: FIRE FIGHTING - VOLUNTEERS STIPEN	23 850,00	-	0%	As per deployment
14/15: CONTEGENCY FUND	520 000,00	359 382,38	69%	As per request from the local municipalities
14/15: DISASTER MANAGEMENT FORUM	6 000,00	981,60	16%	Quarterly meetings are held.
14/15: AWARENESS PROGRAMMES	6 000,00	5 850,00	98%	Programme was held on 18 September 2015, project completed.

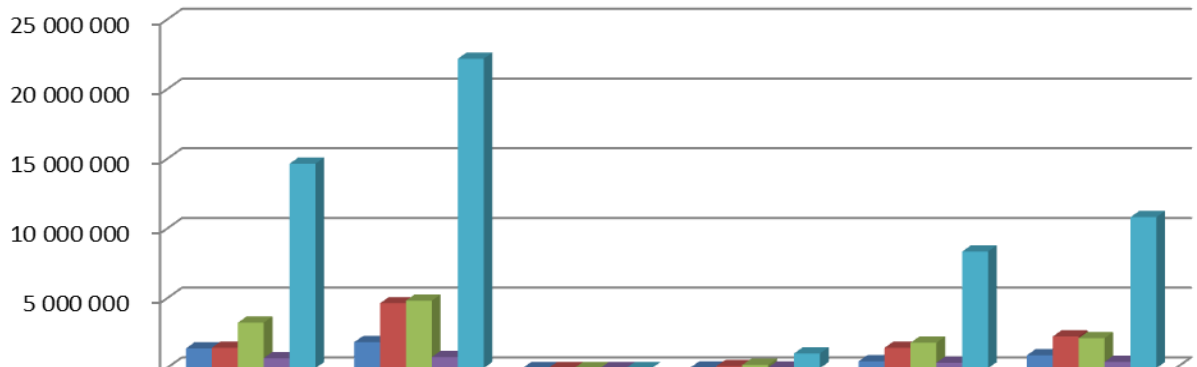
The year to date actual spending on special projects for Corporate Services/Administration amounted to R500, 261.55.

OPERATING EXPENDITURE - PLANNING & DEVELOPMENT



	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
■ Directorate: Planning	2 443 796	2 675 270	-	123 496	1 183 625	1 333 960
■ PMS Management	978 478	1 112 320	-	22 384	143 511	633 533
■ LED	4 348 424	6 225 050	-	410 283	2 844 209	3 047 270
■ GIS	1 430 761	1 871 900	-	60 436	507 685	932 072
■ Spatial Planning	1 480 100	4 663 620	-	154 683	1 471 321	2 281 396
■ Tourism	3 266 322	4 853 200	-	239 015	1 829 457	2 155 497
■ IDP Management	727 115	803 959	-	53 864	397 215	456 762

OPERATING EXPENDITURE - PLANNING & DEVELOPMENT CONTINUED



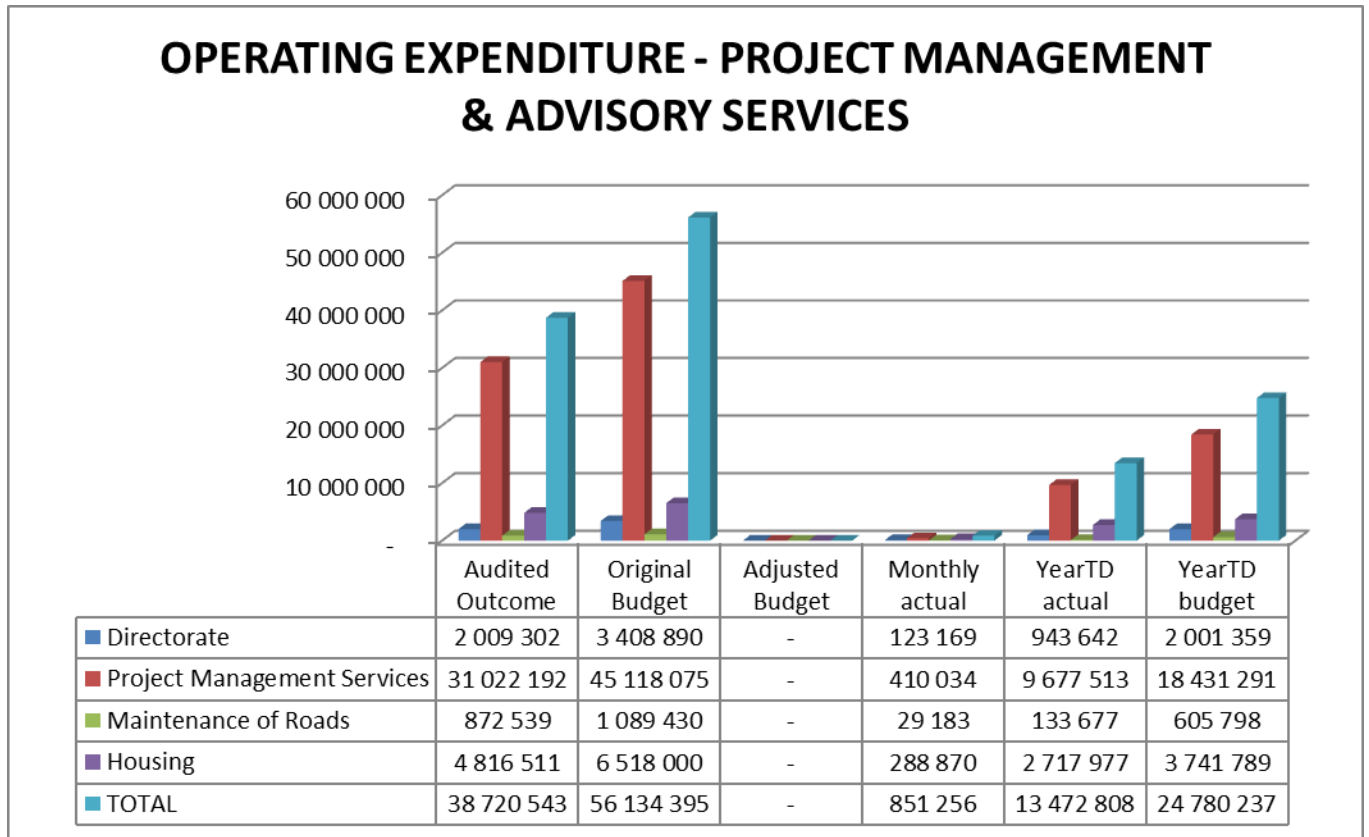
	R thousand	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual
■ GIS	1 430 761	1 871 900	-	60 436	507 685	932 072
■ Spatial Planning	1 480 100	4 663 620	-	154 683	1 471 321	2 281 396
■ Tourism	3 266 322	4 853 200	-	239 015	1 829 457	2 155 497
■ IDP Management	727 115	803 959	-	53 864	397 215	456 762
■ TOTAL	14 674 995	22 205 319	-	1 064 161	8 377 023	10 840 488

Actual operating expenditure of Planning & Development is R8, 377 023 as compared to the year-to-date projected budget of R10, 840 488. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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

DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
PLANNING & DEVELOPMENT				
PLANNING & DEVELOPMENT DIRECTORATE				
MSIG 13/14: REVIEW LED STRATEGY OF LM'S	600 000,00	260 970,00	43%	In progress and in accordance with the budget
MSIG 14/15: DEVELOPMENT OF BY LAWS	340 000,00	-	0%	Project is in the planning stage.
LOCAL ECONOMIC DEVELOPMENT				
15/16: LED YOUTH ENTREPRENEURSHIP PRO	442 500,00	52 580,00	12%	Need to readvertise entrepreneur training.
15/16: LED TRADE & INV PROMOTION	432 400,00	237 096,14	55%	SAITEX in June.
15/16: LED DIRECT SUPPORT TO SMMES	300 000,00	-	0%	Procurement during January-February
15/16: LED BUSINESS SUPPORT CENTRE	150 000,00	100 519,50	67%	Continuing project
15/16: LED DEV SUP STRAT-SMALL SC MINERS	200 000,00	-	0%	Continuing, service provider has been appointed.
15/16: LED EPWP ENT DEV FRAMEWORK	72 000,00	-	0%	3rd or 4th quarter.
14/15: LED SMMME DEVELOPMENT	300 000,00	-	0%	Training starts early 2016.
14/15: LED RICHIE INCUBATION CENTRE	175 500,00	175 438,60	100%	Completed
15/16: GARIEP	100 000,00	100 000,00	100%	Completed
14/15: LED EXPO	735 000,00	733 367,22	100%	Last invoice is still outstanding
14/15: LED DEVELOP INCENTIVE POLICIES	35 000,00	-	0%	Continuing, spending to take place during the financial year.
11/12: LED COORDINTE STRUCT AND INST SUP	36 400,00	5 959,20	16%	Continuing
GIS				
11/12: GIS CAPTURE WATER INFRASTRUCTURE	600 000,00	-	0%	Funds are committed for the project, done in conjunction with Sol Plaatje Municipality. Sol Plaatje is in the process of sourcing scanners and determining the quantity of maps to be scanned.
SPATIAL PLANNING				
12/13: SURVEYING OF ERVEN DIKGATLONG	397 000,00	-	0%	The work will commence after the approval of the Environmental Impact Assessment.
15/16: BY-LAWS FOR 3 LOCAL MUN	300 000,00	47 639,48	16%	Dikgatlong bylaw has been submitted for gazetting and request for invoice payment has been finalised. The bylaw for Magreng was adopted by council. FBDM is still waiting for Council resolution which is prerequisite before gazetting.
15/16: MAGARENG CBD RENEWAL	20 000,00	-	0%	The amount will be utilised for advertisements during public participation. The phase one and two has been completed.
15/16: ERF 258 NKANDLA EXT 2	451 330,00	111 505,26	25%	Contour surveying has been completed and invoice paid. Environmental Impact Assessment phase 1 to 3 completed and invoice paid. The draft geotechnical and Bulk services report were completed and submitted to FBDM.
15/16: ERF 775 VAALHARTS SET B GANSPAN	428 150,00	95 550,00	22%	Contour surveying has been completed and invoice paid. Environmental Impact Assessment phase 1 to 3 completed and invoice paid. The draft geotechnical and Bulk services report were completed and submitted to FBDM.
15/16: DELPORTSHOOP TOWNSHIP ESTABLISH	381 250,00	77 300,00	20%	Contour surveying has been completed and invoice paid. Environmental Impact Assessment phase 1 to 3 completed and invoice paid. The draft geotechnical and Bulk services report were completed and submitted to FBDM.
15/16: SOL PLAATJE SPAT DEV FRAMEWORK	400 000,00	-	0%	Sol Plaatje is managing the SDF review process. FBDM is only providing funding and facilitating the payment of the invoices. Sol Plaatje is busy finalising the appointment of the service provider.
TOURISM				
15/16: DIAMONDS & DORINGS SUPPORT	550 000,00	150 000,00	27%	In process, awaiting reports.
15/16: TOUR- N18 TOUR ROUTE IMPLEMENT	512 000,00	-	0%	Spending will start in the 3rd quarter.
15/16: TOUR - ADVERTISING & PROMOTION	205 200,00	130 106,49	63%	Spending is on track, two quarters spent.
15/16: EXHIBITION	36 100,00	25 280,00	70%	Spending is on track.
15/16: TOUR GIDE BUSINESS ESTABLISHMENT	65 500,00	2 236,40	3%	In process, more spending to take place in 3rd quarter.
15/16: KIMBERLEY DIAMOND CUP	40 000,00	18 593,46	46%	Completed, saving.
15/16: TOUR - CONTRB. NCTA SUPPORT	135 000,00	135 000,00	100%	Completed
15/16: TOUR - N12 PROMOTION	50 000,00	50 000,00	100%	Completed
15/16: TRADE EXPO	516 810,00	78 019,20	15%	In process
12/13: TOUR - BUSINESSPLAN COMPITITION	664 220,00	364 420,35	55%	In process, spending is on track
15/16: TOUR - ASSOSIATION	18 000,00	1 547,50	9%	In process, spending is on track
15/16: TOUR -FBDM ARTS & CRAFT CENTRE	50 000,00	-	0%	Spending will start in the 3rd quarter.
15/16: COMMUNITY AWARENESS CAMPAIGNS	250 000,00	180 588,64	72%	Completed, saving.
15/16: GONG-GONG WATERFALL FEASIBILITY &	450 000,00	16 592,80	4%	In process
IDP				
12/13: IDP STEERING COMMITTEE MEETING	8 030,00	3 748,90	47%	Funds to be utilised
13/14: IDP PROJECTS	50 690,00	-	0%	Funds to be utilised

The actual spending on special projects for Planning & Development amounted to R3, 154, 059.14 for the month.



Actual operating expenditure of Project Management & Advisory Services is R13, 472 808 as compared to the year-to-date projected budget of R24, 780 237. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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

DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
PROJECT MANAGEMENT & ADVISORY SERVICES				
INFRASTRUCTURE SERVICES DIRECTORATE				
12/13: DISTRICT TEC. FORUM MEETINGS	5 800,00	2 610,00	45%	Two more meetings planned for 2016.
PROJECT MANAGEMENT & ADVISORY SERVICE				
O&M 15/16 - MAGAGARENG	2 500 000,00	883 822,99	35%	Project is in the implementation phase, will spend by June 2016.
O&M 15/16 - PHOKWANE	2 500 000,00	579 961,83	23%	Project is in the implementation phase, will spend by June 2016.
O&M 15/16 - DIKGATLONG	2 500 000,00	840 920,68	34%	Project is in the implementation phase, will spend by June 2016.
O&M 15/16 - SOL PLAATJE	2 500 000,00	1 798 972,56	72%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - MAGARENG - WARRENVALE SEW RET 558	8 100 000,00	1 942 782,62	24%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - MAGARENG - PROCUREMENT OF TLB	854 400,00	854 400,00	100%	Completed. Delivered on 4 December 2015.
CAP 15/16 - MAGARENG - PROCUREMENT OF SAN TRUCKS	1 040 000,00	-	0%	Appointment after adjustment budget approval. To be delivered in May 2016.
CAP 15/16 - PHOKWANE - UPGR J/K WWTW	1 300 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - PHOKWANE - REF OLD SYST J/K WWTW	1 100 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - PHOKWANE - FENCING HARTSWATER WTW	1 500 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - DIKGATLONG - PROC SAN TRUCK	2 200 000,00	-	0%	Ordered. To be delivered by May 2016.
CAP 15/16 - DIKGATLONG - WAT RET-REP STEEL/ASB PIPES	2 800 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - SOL PLAATJE - BULK WAT SUP RIT/MOD	5 000 000,00	-	0%	Sol Plaatje is busy with the procurement process for a consultant.
CAP 15/16 - PHOKWANE - MATER PLAN: BULK WAT & SAN	1 100 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - PHOKWANE - WAT CON & DEMAND MANAG	1 000 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
CAP 15/16 - PHOKWANE - GULDENSKAT - WAT & SAN 608	4 000 000,00	-	0%	Project is in the implementation phase, will spend by June 2016.
14/15: PHOK-ROAD INFR & MAINT PLAN	800 000,00	398 600,00	50%	Project is in the implementation phase, will spend by June 2016.
14/15: PHOK-RESEALING RES STOR DAM	200 000,00	125 459,34	63%	Completed, saving.
14/15: DIKGATLONG ELECT MASTER PLAN	320 000,00	200 641,15	63%	Final was completed by 18 December 2015.
HOUSING				
HOUSING				
13/14: SPEC PROJ: 16 DAYS OF ACTIVISM	15 900,00	-	0%	Awaiting invoices from contractor
13/14: SPEC PROJ - WOMENS MONTH	16 500,00	287,63	2%	Awaiting invoices from contractor
13/14: SPEC PROJ: MANDELA MONTH	16 500,00	-	0%	Completed and paid
13/14: HOUSING CONSUMER EDUCATION	5 600,00	5 575,00	100%	Programme is ongoing.
12/13: HOUSING STEERING COMMITTEE MEETING	10 000,00	5 949,30	59%	Programme is ongoing.

The actual spending on special projects for Project Management & Advisory Services amounted to R7, 639, 983.10 for the month.

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

DC9 Frances Baard - Table C1 Monthly Budget Statement Summary - M07 January

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	6 882	5 443	5 843	560	3 567	3 175	392	12%	5 800
Transfers recognised - operational	102 395	106 509	112 865	414	75 290	71 300	3 990	6%	112 865
Other own revenue	1 124	5 185	5 685	11	123	2 956	(2 833)	-96%	5 196
Total Revenue (excluding capital transfers and contributions)	110 402	117 137	124 393	984	78 980	77 432	1 549	2%	123 861
Employee costs	47 113	57 549	57 549	3 980	29 258	31 987	(2 729)	-9%	51 860
Remuneration of Councillors	5 691	6 337	6 337	454	3 260	3 696	(437)	-12%	5 645
Depreciation & asset impairment	3 769	5 615	5 615	-	-	3 032	(3 032)	-100%	5 472
Finance charges	2 381	3 054	3 054	463	463	527	(64)	-12%	3 054
Materials and bulk purchases	3 254	3 956	4 620	148	1 655	1 648	7	0%	3 190
Transfers and grants	37 276	56 992	66 362	808	12 077	22 409	(10 332)	-46%	63 000
Other expenditure	13 385	21 599	21 227	7 371	13 499	13 730	(231)	-2%	19 227
Total Expenditure	112 869	155 102	164 764	13 224	60 212	77 030	(16 817)	-22%	151 448
Surplus/(Deficit)	(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	4572%	(27 587)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	4572%	(27 587)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	4572%	(27 587)
Capital expenditure & funds sources									
Capital expenditure	2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Total sources of capital funds	2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Financial position									
Total current assets	97 164	64 942	68 616		117 823				64 943
Total non current assets	53 259	55 220	47 454		47 460				55 219
Total current liabilities	22 579	16 694	16 694		19 777				16 694
Total non current liabilities	33 379	28 649	28 649		30 778				28 649
Community wealth/Equity	94 465	74 819	70 726		114 727				74 819
Cash flows									
Net cash from (used) operating	4 082	(21 733)	(23 555)	(5 666)	31 885	7 923	(23 962)	-302%	(17 415)
Net cash from (used) investing	(2 927)	(9 429)	(6 225)	(66)	(1 162)	(957)	205	-21%	(8 500)
Net cash from (used) financing	(1 607)	(1 111)	(1 111)	(866)	(866)	(569)	297	-52%	(1 111)
Cash/cash equivalents at the month/year end	87 483	61 743	56 592	-	117 791	93 879	(23 912)	-25%	60 908
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	4 855	105	1	27	-	1	1	147	5 136
Creditors Age Analysis									
Total Creditors	10 059	-	-	-	-	-	-	-	10 059

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

DC9 Frances Baard - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M07 January

Description	Ref	Budget Year 2015/16								
		2014/15 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>		95 955	100 012	100 912	786	68 332	66 045	2 287	3%	166 551
Executive and council		4 733	-	500	-	-	-	-	-	-
Budget and treasury office		91 223	100 012	100 412	786	68 332	66 045	2 287	3%	166 551
Corporate services		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 695	2 030	4 386	-	-	-	-	-	1 400
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		315	630	630	-	-	-	-	-	-
Housing		1 380	1 400	3 756	-	-	-	-	-	1 400
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		12 751	15 095	19 095	198	10 648	11 386	(738)	-6%	15 095
Planning and development		9 751	15 095	19 095	198	10 648	11 386	(738)	-6%	15 095
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		3 000	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	110 402	117 137	124 393	984	78 980	77 432	1 549	2%	183 046
Expenditure - Standard										
<i>Governance and administration</i>		52 832	67 263	69 560	10 810	34 502	36 150	(1 648)	-5%	63 161
Executive and council		18 485	26 016	26 588	1 620	11 730	14 541	(2 811)	-19%	23 218
Budget and treasury office		19 992	23 864	24 326	8 249	15 005	11 817	3 188	27%	24 584
Corporate services		14 355	17 382	18 645	942	7 766	9 791	(2 025)	-21%	15 359
<i>Community and public safety</i>		9 112	13 351	15 221	633	5 271	7 482	(2 211)	-30%	10 911
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 295	6 833	6 504	344	2 553	3 740	(1 187)	-32%	5 660
Housing		4 817	6 518	8 717	289	2 718	3 742	(1 024)	-27%	5 251
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		50 925	69 635	75 136	1 781	20 440	31 243	(10 803)	-35%	64 378
Planning and development		48 579	66 969	72 266	1 627	19 132	29 723	(10 592)	-36%	61 946
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		2 347	2 667	2 870	154	1 308	1 519	(211)	-14%	2 431
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	4 853	4 847	-	-	2 155	(2 155)	-100%	4 326
Total Expenditure - Standard	3	112 869	155 102	164 764	13 224	60 212	77 030	(16 817)	-22%	142 775
Surplus/ (Deficit) for the year		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	4572%	40 270

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

DC9 Frances Baard - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - Executive & Council	1	4 733	-	500	-	-	-	-	-	500
Vote 2 - Budget & Treasury		91 223	100 012	100 412	786	68 332	66 045	2 287	3,5%	100 412
Vote 3 - Corporate Services		315	630	630	-	-	-	-	-	630
Vote 4 - Planning & Development		12 751	940	940	-	-	-	-	-	940
Vote 5 - Project Management & Advisory Services		1 380	15 555	21 911	198	10 648	11 386	(738)	-6,5%	21 911
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	110 402	117 137	124 393	984	78 980	77 432	1 549	2,0%	124 393
Expenditure by Vote										
Vote 1 - Executive & Council	1	18 485	26 016	26 588	1 620	11 730	14 541	(2 811)	-19,3%	23 218
Vote 2 - Budget & Treasury		19 992	23 864	24 326	8 249	15 005	11 817	3 188	27,0%	24 584
Vote 3 - Corporate Services		20 997	26 882	28 020	1 440	11 627	15 051	(3 423)	-22,7%	23 451
Vote 4 - Planning & Development		14 675	22 205	22 255	1 064	8 377	10 840	(2 463)	-22,7%	19 216
Vote 5 - Project Management & Advisory Services		38 720	56 134	63 574	851	13 473	24 780	(11 307)	-45,6%	52 306
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	112 869	155 102	164 764	13 224	60 212	77 030	(16 817)	-21,8%	142 775
Surplus/ (Deficit) for the year	2	(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	4572,1%	(18 383)

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

DC9 Frances Baard - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		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		972	1 072	1 072	7	49	625	(577)	-92%	1 083
Interest earned - external investments		6 882	5 443	5 843	560	3 567	3 175	392	12%	5 800
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-
Transfers recognised - operational		102 395	106 509	112 865	414	75 290	71 300	3 990	6%	112 865
Other revenue		153	4 053	4 553	4	75	2 331	(2 256)	-97%	4 053
Gains on disposal of PPE		-	60	60	-	-	-	-	-	60
Total Revenue (excluding capital transfers and contributions)		110 402	117 137	124 393	984	78 980	77 432	1 549	2%	123 861
Expenditure By Type										
Employee related costs		47 113	57 549	57 549	3 980	29 258	31 987	(2 729)	-9%	51 860
Remuneration of councillors		5 691	6 337	6 337	454	3 260	3 696	(437)	-12%	5 645
Debt impairment		1 211	3	3	-	-	-	-	-	11
Depreciation & asset impairment		3 769	5 615	5 615	-	-	3 032	(3 032)	-100%	5 472
Finance charges		2 381	3 054	3 054	463	463	527	(64)	-12%	3 054
Bulk purchases		-	-	-	-	-	-	-	-	-
Other materials		3 254	3 956	4 620	148	1 655	1 648	7	0%	3 190
Contracted services		-	-	-	-	-	-	-	-	-
Transfers and grants		37 276	56 992	66 362	808	12 077	22 409	(10 332)	-46%	63 000
Other expenditure		12 064	21 386	21 014	676	6 804	13 730	(6 926)	-50%	19 006
Loss on disposal of PPE		111	210	210	6 695	6 695	-	6 695	#DIV/0!	210
Total Expenditure		112 869	155 102	164 764	13 224	60 212	77 030	(16 817)	-22%	151 448
Surplus/(Deficit)		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402	18 366	0	(27 587)
Transfers recognised - capital								-		
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402			(27 587)
Taxation								-		
Surplus/(Deficit) after taxation		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402			(27 587)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402			(27 587)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(2 467)	(37 965)	(40 371)	(12 240)	18 768	402			(27 587)

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

DC9 Frances Baard - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M07 January										
Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		311	165	167	-	7	-	7	#DIV/0!	165
Vote 2 - Budget & Treasury		936	1 924	2 143	59	98	-	98	#DIV/0!	1 924
Vote 3 - Corporate Services		739	10 409	8 173	8	1 020	2 700	(1 680)	-62%	10 409
Vote 4 - Planning & Development		45	32	32	-	19	12	7	61%	32
Vote 5 - Project Management & Advisory Services		94	1 027	1 019	-	17	-	17	#DIV/0!	1 027
Total Capital single-year expenditure	4	2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Total Capital Expenditure		2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		1 935	2 751	2 310	66	1 125	2 700	(1 575)	-58%	2 751
Executive and council		311	165	167	-	7	-	7	#DIV/0!	165
Budget and treasury office		936	1 924	2 143	59	98	-	98	#DIV/0!	1 924
Corporate services		688	663		8	1 020	2 700	(1 680)	-62%	663
<i>Community and public safety</i>		62	9 726	7 655	-	12	-	12	#DIV/0!	9 726
Community and social services		-	-							
Sport and recreation		-	-							
Public safety		37	9 726	7 655		12	-	12	#DIV/0!	9 726
Housing		26	-							
Health		-	-							
<i>Economic and environmental services</i>		127	1 079	1 072	-	23	12	11	89%	1 079
Planning and development		113	1 059	1 051		23	12	11	89%	1 059
Road transport		-	-							
Environmental protection		14	20	20						20
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity										
<i>Other</i>										
Total Capital Expenditure - Standard Classification	3	2 125	13 556	11 037	66	1 160	2 712	(1 552)	-57%	13 556
Funded by:										
National Government										
Provincial Government										
District Municipality										
Other transfers and grants										
Transfers recognised - capital		-	-	-	-	-	-	-	-	-
Public contributions & donations	5									
Borrowing	6									
Internally generated funds		2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556
Total Capital Funding		2 125	13 556	11 534	66	1 162	2 712	(1 550)	-57%	13 556

Table C6 Monthly Budget Statement - Financial Position

DC9 Frances Baard - Table C6 Monthly Budget Statement - Financial Position - M07 January

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		324	2 142	2 966	1 379	2 143
Call investment deposits		87 159	59 600	62 450	110 000	59 600
Consumer debtors		-	-			-
Other debtors		8 394	2 000	2 000	5 136	2 000
Current portion of long-term receivables		963	900	900	963	900
Inventory		324	300	300	344	300
Total current assets		97 164	64 942	68 616	117 823	64 943
Non current assets						
Long-term receivables		9 475	8 679	8 679	9 475	8 679
Investments		5 250	-		5 250	-
Investment property						
Investments in Associate						
Property, plant and equipment		37 644	46 098	38 333	31 844	45 467
Agricultural						
Biological assets						
Intangible assets		890	443	443	890	443
Other non-current assets		-			-	630
Total non current assets		53 259	55 220	47 454	47 460	55 219
TOTAL ASSETS		150 423	120 162	116 070	165 283	120 162
LIABILITIES						
Current liabilities						
Bank overdraft		-	-			-
Borrowing		1 735	1 694	1 694	1 735	1 694
Consumer deposits						
Trade and other payables		10 535	7 000	7 000	10 661	7 000
Provisions		10 308	8 000	8 000	7 381	8 000
Total current liabilities		22 579	16 694	16 694	19 777	16 694
Non current liabilities						
Borrowing		6 699	6 649	6 649	4 097	6 649
Provisions		26 681	22 000	22 000	26 681	22 000
Total non current liabilities		33 379	28 649	28 649	30 778	28 649
TOTAL LIABILITIES		55 958	45 343	45 343	50 555	45 343
NET ASSETS	2	94 465	74 819	70 726	114 727	74 819
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		70 161	48 469	46 423	93 425	48 469
Reserves		24 303	26 350	24 303	21 302	26 350
TOTAL COMMUNITY WEALTH/EQUITY	2	94 465	74 819	70 726	114 727	74 819

Table C7 Monthly Budget Statement - Cash Flow

DC9 Frances Baard - Table C7 Monthly Budget Statement - Cash Flow - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		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										
Property rates, penalties & collection charges								-		
Service charges								-		
Other revenue		39	5 125	5 625	4	37	382	(345)	-90%	5 600
Government - operating		103 405	106 509	108 865	414	81 912	55 546	26 366	47%	108 865
Government - capital			-		-	-	-	-		-
Interest		6 882	5 443	5 843	560	3 567	2 873	694	24%	3 007
Dividends								-		
Payments										
Suppliers and employees		(67 916)	(83 177)	(82 885)	(5 371)	(41 091)	(37 777)	3 314	-9%	(77 885)
Finance charges		(1 052)	(1 054)	(1 054)	(463)	(463)	527	990	188%	(1 054)
Transfers and Grants		(37 276)	(54 578)	(59 948)	(808)	(12 076)	(13 628)	(1 551)	11%	(55 948)
NET CASH FROM/(USED) OPERATING ACTIVITIES		4 082	(21 733)	(23 555)	(5 666)	31 885	7 923	(23 962)	-302%	(17 415)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		10	60	60	-	-	-	-		-
Decrease (Increase) in non-current debtors		38						-		
Decrease (Increase) other non-current receivables								-		
Decrease (Increase) in non-current investments		(850)		5 250				-		
Payments										
Capital assets		(2 125)	(9 489)	(11 535)	(66)	(1 162)	(957)	205	-21%	(8 500)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(2 927)	(9 429)	(6 225)	(66)	(1 162)	(957)	205	-21%	(8 500)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing		(1 607)	(1 111)	(1 111)	(866)	(866)	(569)	297	-52%	(1 111)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 607)	(1 111)	(1 111)	(866)	(866)	(569)	297	-52%	(1 111)
NET INCREASE/ (DECREASE) IN CASH HELD		(452)	(32 273)	(30 891)	(6 599)	29 857	6 396			(27 026)
Cash/cash equivalents at beginning:		87 934	94 016	87 483		87 934	87 483			87 934
Cash/cash equivalents at month/year end:		87 483	61 743	56 592		117 791	93 879			60 908

5. SUPPORTING DOCUMENTATION

Material variance explanations

DC9 Frances Baard - Supporting Table SC1 Material variance explanations - M07 January				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Rental of facilities and equipment	-92%	The demand for the rental of facilities and equipment is lower than anticipated. Local municipalities may be using other service providers to rent the facilities and equipment.	Communicate with the local municipalities and encourage them to make use of the district municipality for the rental of facilities and equipment. Market the facilities and equipment to the public to inform them of the availability of the service provided by the municipality.
	Interest earned - external investments	12%	Received more of the scheduled grant income than anticipated.	None needed.
	Other income	-97%	The revenue expected from other sources is lower than budgeted for.	None needed.
2	Expenditure By Type			
	Salaries	-9%	Employee related cost is lower than budgeted for.	Positions are advertised, will be filled as soon as possible.
	Other Materials	0%	Will be used at the end of the financial year.	None needed.
	Transfers and grants	-46%	Less money was transferred than budgeted for, may be as a result of local municipalities not requesting the funds.	Communicate with local municipalities to utilise the funds available to them from the district municipality for the relevant projects.
	Other expenditure	-50%	Less money spent on other expenditure than anticipated.	Consult with managers, to ensure that spending is as planned.
3	Capital Expenditure			
	Capital expenditure	-57%	Capital projects are in the planning phase as per the procurement plan for the first quarter.	Managers of the different units need to monitor the capital expenditure of their units and ensure that they are on track.
4	Financial Position			
	Current Assets	81%	Current assets shows an increase of 105% which is mainly due to the increase in call investments.	None needed.
	Non-Current Liabilities	-14%	There is an increase in the non-current liabilities mainly due to the increase in provisions for the year.	None needed.
	Accumulated Surplus	93%	Accumulated surplus shows an increase of 123% which is a result of the accumulated surplus growth being higher than expected.	None needed.
5	Cash Flow			
	Net cash from operating / (used) Operating Activities	-302%	Net cash from operating activities is above the year-to-date budget as a result of expenditure being lower than budgeted for.	None needed.
	Net cash from operating / (used) Investing Activities	-21%	Payments relating to capital assets is lower than budgeted for.	None needed.

More detail on operating variances is available on pages 04 to 12 of this report.

Table SC2 Monthly Budget Statement - performance indicators

DC9 Frances Baard - Supporting Table SC2 Monthly Budget Statement - performance indicators - M07 January							
Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0,7%	5,6%	5,3%	0,8%	5,7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		20,1%	20,5%	21,7%	14,4%	20,5%
Gearing	Long Term Borrowing/ Funds & Reserves		27,6%	25,2%	27,4%	19,2%	25,2%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	430,3%	389,0%	411,0%	595,7%	389,0%
Liquidity Ratio	Monetary Assets/Current Liabilities		387,5%	369,8%	391,9%	563,2%	369,9%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		17,1%	9,9%	9,3%	19,7%	9,3%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0,0%	0,0%	0,0%	0,0%	0,0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100,0%	100,0%	100,0%	100,0%	100,0%
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
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		42,7%	49,1%	46,3%	37,0%	41,9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0,0%	0,0%	0,0%	0,0%	0,0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		5,6%	7,4%	7,0%	0,6%	7,0%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		342,4%	219,6%	0,0%	45,9%	382,2%
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		-2382,6%	206,5%	0,0%	1421,0%	227,2%

The above ratios indicate that the municipality is financially stable and adequately funded to continue with its operations. The year-to-date ratio of employee costs as compared to the total revenue – capital revenue for the year to date is 37.0%.

The municipality still depends on grant funding of over 90.9% to fund its operations. All municipal 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

DC9 Frances Baard - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January														
Description	NT Code	Budget Year 2015/16										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		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	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200											-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300											-	-	
Receivables from Non-exchange Transactions - Property Rates	1400											-	-	
Receivables from Exchange Transactions - Waste Water Management	1500											-	-	
Receivables from Exchange Transactions - Waste Management	1600											-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700											-	-	
Interest on Arrear Debtor Accounts	1810											-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820											-	-	
Other	1900	4 855	105	1	27	-	1	1	147	5 136	176			
Total By Income Source	2000	4 855	105	1	27	-	1	1	147	5 136	176	-	-	
2014/15 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	204	104	5	-	-	-	-	-	313	-			
Commercial	2300	-	-	-	-	-	-	-	-	-	-			
Households	2400	-	-	-	-	-	-	-	-	-	-			
Other	2500	4 651	1	(4)	27	-	1	1	147	4 823	176			
Total By Customer Group	2600	4 855	105	1	27	-	1	1	147	5 136	176	-	-	

Municipal 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, and
- 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**

There is one outstanding debt for more than 90 days as at 31 January 2016 in respect of Provincial and Local Governments Department.

- Dikgatlong local municipality R4, 839.89 for the Koopmansfontein streetlights.

- *Post-Service Benefits*

- There is one outstanding debt reflected for more than 90 days as at 30 November 2015. Kgantsi N.G R25 690 for under payment of post medical aid contribution benefit.

- *Sundry Debtors*

There is one outstanding debt reflected for more than 90 days as at 30 November 2015 for sundry debtors.

- Moloi M.M R145, 636.80 for benefit of using the municipal vehicle.

Table SC4 Monthly Budget Statement - aged creditors

DC9 Frances Baard - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January											
Description	NT Code	Budget Year 2015/16									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
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	10 059									10 059
Total By Customer Type	1000	10 059	-	-	-	-	-	-	-	-	10 059

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

Salary Payment:

Salary payments are under adequate control and occur according to approved policies and agreement in terms of the Bargaining Council. Salary increase of 7% for staff has been implemented as from the 1st of July 2014 – 30 June 2015 and 7.93% for the directors. The salary increase was finalized and back-pay was paid with the October 2015 salary run.

A gazette no.10400 was issued on the 26 March 2015 for the annual increase for Councilors in terms of the remuneration of Public Office Bearers Act, 1998 for the 2014/15 financial year.

Trade Creditors:

Council purchases and payments to creditors are under adequate control. Expenditure statistics for the month ended on the 31 January 2016 is listed below:

PAYMENTS		
Total value of all payments		R 7 855 939
Electronic transfers		133
Cheques issued		7
SALARIES		
Number of salary beneficiaries		152
Councillors		13
<u>Total Councillors</u>	27	
* Councillors Position - Vacant	0	
* Councillors with Remuneration	13	
* Councillors without Remuneration	14	
<u>Employees</u>		139
* Remunerated Employee's	137	
* Remunerated Terminated Employees		
	None	
Pensioners	2	
<u>Total remuneration paid</u>		3 657 910
Councillors		433 182
Employees		3 221 887
Pensioners		2 841

Internal controls in the expenditure unit are continuously being assessed and tightened up to allow closer monitoring of daily purchases.

SUPPLY CHAIN MANAGEMENT:

Council adopted a new procurement policy effective from 23 September 2015.

Council is empowered by the MFMA and its regulation to exercise oversight over the implementation of the Supply Chain Management Policy. The following is hereby reported as stipulated in the SCM Policy.

Implementation of the approved Supply Chain Management Policy:

The approved Supply Chain Management Policy of 23 September 2015 is implemented by all relevant role players effectively.

- **Implementation of the Supply chain Management Process.**
 - **Training of Supply Chain Management Officials**

No officials were trained during January 2016

- **Demand Management**

Bids and quotations were invited in accordance with the Supply Chain Management Policy. Bid documents used were customised, standard bid documents prescribe 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 January 2016, no contracts (R200 000 +) were awarded by the Municipal Manager.

For the period of January 2016 no written price quotations (R30 000-R200 000) were awarded by the Municipal Manager.

Total orders issued total R 189 505.84**Per department**

Council and executive	R 16 040.37
Municipal manager	R 37 711.54
Finance	R 7 490.34
Administration	R 100 650.60
Planning and development	R 1 747.45
Technical service	R 0.00
Stores	R 25 865.54

- **Disposal Management**

No disposals were approved by the Municipal Manager.

- **Deviations**

No deviations were approved by the Municipal Manager.

- **Issues from Stores**

Total orders issued total R18 722.84

Issues per department

Council	R 1 173.81
Municipal manager	R 699.00
Finance	R 0.00
Administration	R15 227.58
Planning and development	R 1 507.45
Technical service	R 115.00
Stores	R 0.00

- **List of accredited Service Providers**

The supplier's database is daily updated and the database is amended to made provision for the MBD 4 and MBD 9 forms as required by the AG report.

- **Support to Local Municipalities**

No official request received from any local municipality to assist.

- **Orders outstanding more than 30 days**

Company	60 days	90 days	Comment
Bytes document solutions		R90,555.35	Printer not deliver yet
Civil sense consulting		R52,896.00	Project not completed yet
Global africa network		R29,640.00	Advert not placed yet
Hancor dairy	R213.00		Invoice not received yet
Keolibogile consortuim	R32,852.20		Invoice not received yet
Masilakhe management solutions		R25,6431.60	Project not completed
Mmg consulting and projects		R4,670.67	Partial delivery
National health laboratory	R1,310.50	R3,405.59	Invoice not received yet
Radio teemaneng	R5,000.00		Invoice not received yet
Smec south africa	R294,560.00		Project not completed

Skhunyana training		R53,169.60	Project not completed
Summat training institute		R139,650.00	Project not completed
Thomason consulting	R288,190.00		Project not completed
Tshani consulting		R476,245.49	Project not completed
Willmore's	R263.34		Partial delivery
Wild orchid consulting (pty) ltd		R45,800.00	Project not completed yet
Worldwide travel & tours	R10,737.98	R6,370.56	Awaits invoices

Table SC5 Monthly Budget Statement - investment portfolio

DC9 Frances Baard - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January									
Investments by maturity Name of institution & investment ID R thousands	Ref	Period of	Type of	Expiry date	Accrued	Yield for the	Market value	Change in	Market value
		Investment							
		Yrs/Months		investment	the month	(%)	of the month		month
ABSA		12	notice	2016-06-27	34089	7,900%	5 250 000		5 250 000
NEDCOR		4	notice	2016-02-17	19130	6,650%	3 500 000		3 500 000
ABSA		4	notice	2016-02-17	13274	6,460%	2 500 000		2 500 000
STANDARD BANK		4	notice	2016-02-29	55397	6,740%	10 000 000		10 000 000
NEDCOR		4	notice	2016-03-03	82603	6,700%	15 000 000		15 000 000
RMB		4	notice	2016-03-03	41589	6,325%	8 000 000		8 000 000
STANDARD BANK		4	notice	2016-03-03	60801	6,725%	11 000 000		11 000 000
ABSA		4	notice	2016-03-03	55151	6,710%	10 000 000		10 000 000
ABSA		4	notice	2016-03-07	49636	6,710%	9 000 000		9 000 000
NEDCOR		4	notice	2016-03-07	38605	6,710%	7 000 000		7 000 000
STANDARD BANK		4	notice	2016-03-07	43858	6,670%	8 000 000		8 000 000
ABSA		4	notice	2016-03-29	34027	6,900%	6 000 000		6 000 000
ABSA		1	call	2016-01-31	5	6,030%	1 000		1 000
NEDCOR		4	notice	2016-03-29	34225	6,940%	6 000 000		6 000 000
NEDCOR		1	call	2016-01-31	14425	5,850%	3 000 000		3 000 000
RMB		4	notice	2016-03-29	21363	6,498%	4 000 000		4 000 000
RMB		1	call	2016-01-31	9452	5,750%	2 000 000		2 000 000
STANDARD BANK		4	notice	2016-03-30	28118	6,842%	5 000 000		5 000 000
Municipality sub-total					635748		115 251	-	115 251
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				635748		115 251	-	115 251

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

DC9 Frances Baard - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		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:		100 358	104 279	104 279	414	46 267	66 917	(20 650)	-30,9%	104 279
Local Government Equitable Share		6 965	10 002	10 002	-	10 002	5 001	5 001	100,0%	10 002
Special Contribution: Councillor Remuneration		4 683	-	-	-	-	-	-	0,0%	-
Levy replacement		85 780	88 934	88 934	-	31 222	56 873	(25 651)	-45,1%	88 934
Finance Management Grant		1 250	1 250	1 250	216	1 250	1 250	-	0,0%	1 250
Municipal Systems Improvement		674	940	940	-	940	940	-	-	940
Extended Public Works Programme	3	1 006	1 000	1 000	198	700	700	-	-	1 000
Roads asset management		-	2 153	2 153	-	2 153	2 153	-	-	2 153
Roads asset management										
Provincial Government:		1 945	2 030	11 241	-	2 250	2 030	535	26,4%	2 030
Housing		1 380	1 400	3 756	-	2 250	1 400	850	60,7%	1 400
Near Grant		315	315	315	-	-	315	-	-	315
Fire Fighting Equipment Grant		-	315	315	-	-	315	(315)	-100,0%	315
NC Tourism	4	200	-	-	-	-	-	-	-	-
Environmental Health Recycling Grant		-	-	-	-	-	-	-	-	-
District Aids Programme		50	-	-	-	-	-	-	-	-
HIV/AIDS Programme				500	-	-	-	-	-	-
Operation Khptso Pula Nala				4 000	-	-	-	-	-	-
Housing Project		-	-	2 356	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		92	200	200	21	50	200	(150)	-75,2%	200
SETA Skills Grant		77	200	200	21	50	200	(150)	-75,2%	200
ABSA		15	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	102 395	106 509	115 720	435	48 567	69 147	(20 266)	-29,3%	106 509
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Other capital transfers <i>[insert description]</i>										
Provincial Government:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Capital Transfers and Grants	5	-	-	-	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	102 395	106 509	115 720	435	48 567	69 147	(20 266)	-29,3%	106 509

Table SC7 Monthly Budget Statement - transfers and grant expenditure

DC9 Frances Baard - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		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:		100 358	104 279	104 279	414	41 000	58 042	(17 042)	-29,4%	104 279
Local Government Equitable Share		9 965	10 002	10 002	-	10 002	3 449	6 553	190,0%	10 002
Special Contribution: Councillor Remuneration		4 683	-	-	-	-	-	-	-	-
Levy replacement		82 780	88 934	88 934	-	29 682	51 878	(22 196)	-42,8%	88 934
Finance Management Grant		1 250	1 250	1 250	216	410	1 458	(1 049)	-71,9%	1 250
Municipal Systems Improvement		674	940	940	-	260	-	260	#DIV/0!	940
Extended Public Works Programme		1 006	1 000	1 000	198	646	-	646	#DIV/0!	1 000
Roads asset management		-	2 153	2 153	-	-	1 256	(1 256)	-100,0%	2 153
Provincial Government:		1 945	2 030	11 241	-	1 306	-	1 306	#DIV/0!	8 886
Housing		1 380	1 400	3 756	-	1 306	-	1 306	#DIV/0!	1 400
Fire Fighting Equipment Grant		-	315	315	-	-	-	-	-	315
Near Grant		315	315	315	-	-	-	-	-	315
NC Tourism		200	-	-	-	-	-	-	-	-
Housing Project		-	-	2 356	-	-	-	-	-	2 356
Operation Khotso Pula Nala		-	-	4 000	-	-	-	-	-	4 000
Housing Project		50	-	500	-	-	-	-	-	500
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		92	200	200	-	7	-	7	#DIV/0!	200
ABSA		15	-	-	-	-	-	-	-	-
SETA Skills Grant		77	200	200	-	7	-	7	#DIV/0!	200
Total operating expenditure of Transfers and Grants:		102 395	106 509	115 720	414	42 312	58 042	(15 730)	-27,1%	113 365
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
0										
District Municipality:		-	-	-	-	-	-	-	-	-
0										
Other grant providers:		-	-	-	-	-	-	-	-	-
0										
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS:		102 395	106 509	115 720	414	42 312	58 042	(15 730)	-27,1%	113 365

Table SC8 Monthly Budget Statement - councillor and staff benefits

DC9 Frances Baard - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January										
Summary of Employee and Councillor remuneration	Ref	Budget Year 2015/16								
		2014/15 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)										
Basic Salaries and Wages		3 716	4 478	4 478	307	2 229	1 866	363	19%	4 478
Pension and UIF Contributions		184	200	200	15	107	83	24	29%	200
Medical Aid Contributions		17	-	-	1	10	-	10	#DIV/0!	-
Motor Vehicle Allowance		1 306	1 321	1 321	108	755	551	204	37%	1 321
Cellphone Allowance		209	244	244	23	159	127	32	25%	244
Housing Allowances					-	-	14	(14)	-100%	
Other benefits and allowances		259	94	94	-	-	-	-		94
Sub Total - Councillors		5 691	6 337	6 337	454	3 260	2 640	620	23%	6 337
% increase	4		11,3%	11,3%						11,3%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	4 377	5 212	5 212	169	1 960	2 172	(211)	-10%	5 212
Pension and UIF Contributions		580	914	914	6	72	381	(309)	-81%	914
Medical Aid Contributions		118	4	4	-	-	1	(1)	-100%	4
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		434	440	440	-	169	183	(14)	-8%	440
Motor Vehicle Allowance		480	317	317	10	114	132	(18)	-14%	317
Cellphone Allowance		89	96	96	3	36	40	(4)	-10%	96
Housing Allowances		10	6	6			2	(2)	-100%	6
Other benefits and allowances		52	81	81	2	22	34	(11)	-34%	81
Payments in lieu of leave		-	115	115	-	-	48	(48)	-100%	115
Long service awards		-	26	26	-	-	11	(11)	-100%	26
Post-retirement benefit obligations	2	-	-	-	-	-	-	-		-
Sub Total - Senior Managers of Municipality		6 140	7 211	7 211	189	2 374	3 004	(631)	-21%	7 211
% increase	4		17,4%	17,4%						17,4%
Other Municipal Staff										
Basic Salaries and Wages		29 143	36 860	36 860	2 685	18 331	14 901	3 430	23%	36 860
Pension and UIF Contributions		4 468	6 533	6 533	457	3 359	2 341	1 017	43%	6 533
Medical Aid Contributions		1 285	447	447	138	907	185	722	390%	447
Overtime		-	78	78	-	-	33	(33)	-100%	78
Performance Bonus		51	-	-	-	904	-	904	#DIV/0!	-
Motor Vehicle Allowance		2 812	3 109	3 109	298	2 030	1 164	867	74%	3 109
Cellphone Allowance		96	97	97	13	92	1	91	18237%	97
Housing Allowances		256	236	236	35	231	96	135	140%	236
Other benefits and allowances		888	1 090	1 090	79	438	420	18	4%	1 090
Payments in lieu of leave		1 439	825	825	-	-	296	(296)	-100%	825
Long service awards		140	188	188	-	43	43	(0)	0%	188
Post-retirement benefit obligations	2	395	874	874	86	550	364	186	51%	874
Sub Total - Other Municipal Staff		40 973	50 339	50 339	3 791	26 885	19 843	7 041	35%	50 339
% increase	4		22,9%	22,9%						22,9%
Total Parent Municipality		52 804	63 886	63 886	4 434	32 518	25 488	7 030	28%	63 886
			21,0%	21,0%						21,0%
Unpaid salary, allowances & benefits in arrears:										
TOTAL SALARY, ALLOWANCES & BENEFITS		52 804	63 886	63 886	4 434	32 518	25 488	7 030	28%	63 886
% increase	4		21,0%	21,0%						21,0%
TOTAL MANAGERS AND STAFF		47 113	57 549	57 549	3 980	29 258	22 848	6 410	28%	57 549

PERSONNEL ATTENDANCES:

Personnel attendance in the workplace (finance department) for the month of January 2016 averages 66%. The reason for the deviations is mainly due to, annual leave, sick leave taken and courses attended during the month.

Attendance trends are summarized as follows:

	Senior Management	Middle Management	Supervisory	Clerical
Number of Members	1	3	7	11
Leave	0	8	39	33
Sick Leave	0	1	1	9
Courses / Seminar	0	0	0	16
Meetings	0	0	0	0
Study leave	0	0	0	0
Maternity Leave	0	0	0	0
Family Responsibility	0	0	0	0
Union Meetings	0	0	0	0
Absent	0	0	0	0
Special Leave	2	6	14	22
Over time	0	0	0	0
No. of Workdays Attended	18	45	86	140
Total Workdays	20	60	140	220
Percentage attendance per Group	90%	75%	61%	64%
Average	66%			

Personnel Development:

Four (4) finance interns attended the MFMP programme during the month of January 2016.

INTERNSHIP PROGRAMME

As per National Treasury regulations, there are five finance internship posts and one (1) intern resigned in October 2015 and post not filled yet. The aim of the programme is to capacitate finance graduates to eventually build their capacity to take up any senior position in the municipality if possible and elsewhere in other municipalities. Their appointment is for a period of 24 to 36 months depending on completion of the Municipal Finance Management Programme (MFMP).

The four (4) interns are enrolled for the MFMP.

SUPPORT OF LOCAL MUNICIPALITIES

The municipality established a district CFO Forum on 1 October 2015. The aim of the forum is to share best practices with our local municipalities, ensuring better financial management in all our local municipalities. Regional offices of COGHSTA and Provincial Treasury were also invited as support stakeholders of the municipality.

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

DC9 Frances Baard - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M07 January														
Description	Ref	Budget Year 2015/16								2015/16 Medium Term Revenue & Expenditure Framework				
		July	August	Sept	October	Nov	Dec	January	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18		
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget					
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		-	-	-	-	-	-	-	1 072	1 072	56	58		
Interest earned - external investments		238	499	517	681	732	339	560	2 277	5 843	4 907	5 103		
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-		
Dividends received		-	-	-	-	-	-	-	-	-	-	-		
Fines		-	-	-	-	-	-	-	-	-	-	-		
Licences and permits		-	-	-	-	-	-	-	-	-	-	-		
Agency services		-	-	-	-	-	-	-	-	-	-	-		
Transfer receipts - operating		41 280	49	201	6 701	33 266	-	414	30 953	112 865	108 725	115 778		
Other revenue		17	29	15	4	2	(35)	4	4 516	4 553	80	80		
Cash Receipts by Source		41 535	578	733	7 387	34 001	304	977	38 817	124 333	113 767	121 019		
									-					
Other Cash Flows by Source									-					
Proceeds on disposal of PPE									60	60	60	62		
Total Cash Receipts by Source		41 535	578	733	7 387	34 001	304	977	38 877	124 393	113 827	121 081		
									-					
Cash Payments by Type									-					
Employee related costs		3 851	3 842	4 417	3 965	5 180	4 023	3 980	28 291	57 549	55 090	57 884		
Remuneration of councillors		466	473	461	454	480	472	454	3 077	6 337	6 145	6 431		
Interest paid		-	-	-	-	-	-	463	591	1 054	1 129	1 129		
Bulk purchases - Electricity		-	-	-	-	-	-	-	-	-	-	-		
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-		
Other materials		163	106	600	286	121	232	148	2 965	4 620	4 406	4 583		
Contracted services		-	-	-	-	-	-	-	-	-	-	-		
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	42 841	42 841	-	-		
Grants and subsidies paid - other		161	745	419	1 834	1 651	6 458	808	(12 076)	-	30 795	30 053		
General expenses		11 377	(10 086)	11 227	(8 678)	1 165	1 123	790	7 461	14 379	13 895	14 444		
Cash Payments by Type		16 017	(4 920)	17 124	(2 138)	8 596	12 308	6 643	73 149	126 780	111 460	114 525		
									-					
Other Cash Flows/Payments by Type									-					
Capital assets		2	42	110	23	85	833	66	10 372	11 534	749	950		
Repayment of borrowing		-	-	-	-	-	-	866	245	1 111	1 785	1 980		
Other Cash Flow s/Payments		-	-	-	-	-	-	-	-	-	-	-		
Total Cash Payments by Type		16 019	(4 878)	17 234	(2 115)	8 681	13 141	7 576	83 767	139 426	113 994	117 455		
									-					
NET INCREASE/(DECREASE) IN CASH HELD		25 515	5 456	(16 502)	9 502	25 320	(12 837)	(6 599)	(44 890)	(15 033)	(167)	3 626		
Cash/cash equivalents at the month/year beginning:		87 934	113 450	118 905	102 404	111 906	137 227	124 390	117 791	87 934	72 901	72 735		
Cash/cash equivalents at the month/year end:		113 450	118 905	102 404	111 906	137 227	124 390	117 791	72 901	72 901	72 735	76 361		

Table SC12 Monthly Budget Statement - capital expenditure trend

DC9 Frances Baard - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M07 January								
Month	2014/15	Budget Year 2015/16						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands								%
Monthly expenditure performance trend								
July	-		2	2	2	2	(0)	0,0%
August	28	2 700	42	42	44	44	1	1,2%
September	43		110	110	154	155	1	0,4%
October	-		23	23	177	178	1	0,3%
November	244	12	85	85	262	263	1	0,2%
December	573		833	833	1 095	1 096	1	0,1%
January	31		28			1 124	-	
February	86	730	204			1 328	-	
March	235	700	4 745			6 073	-	
April	140	5 337	296			6 369	-	
May	110	1 043	95			6 464	-	
June	635	3 033	5 070			11 534	-	
Total Capital expenditure	2 125	13 556	11 534	1 095				

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

DC9 Frances Baard - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07								
Description	Ref	2014/15	Budget Year 2015/16					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
R thousands	1							
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure		-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-
Other assets		808	12 177	10 270	677	802	2 712	1 910
General vehicles		-	-	2 900	-	1	-	(1)
Specialised vehicles		-	-	2 040	-	-	2 712	2 712
Plant & equipment		630	1 070	1 033	-	68	-	(68)
Computers - hardware/equipment		161	6 614	-	-	36	-	(36)
Furniture and other office equipment		-	9	298	-	19	-	(19)
Abattoirs		-	228	-	-	-	-	-
Markets		-	257	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-
Other Buildings		-	-	4 000	-	-	-	-
Other Land		14	-	-	677	677	-	(677)
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-
Other		3	4 000	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-
Intangibles		168	-	-	-	-	-	-
Computers - software & programming		168	-	-	-	-	-	-
Other		-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	976	12 177	10 270	677	802	2 712	1 910
Specialised vehicles		-	-	2 040	-	-	2 712	2 712
Refuse		-	-	-	-	-	-	-
Fire		-	-	2 040	-	-	2 712	2 712
Conservancy		-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-

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

DC9 Frances Baard - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset								
Description	Ref	2014/15	Budget Year 2015/16					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
R thousands	1							
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure		-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-
Other assets		1 149	1 278	1 164	156	272	-	(272)
General vehicles		840	617	617	-	14	-	(14)
Specialised vehicles		-	-	-	-	-	-	-
Plant & equipment		63	69		-	-	-	-
Computers - hardware/equipment		209	152		160	229	-	(229)
Furniture and other office equipment		-	441	547	(4)	29	-	(29)
Abattoirs		-	-		-	-	-	-
Markets		-	-		-	-	-	-
Civic Land and Buildings		-	-		-	-	-	-
Other Buildings		-	-		-	-	-	-
Other Land		-	-		-	-	-	-
Surplus Assets - (Investment or Inventory)		-					-	-
Other		37			-	-	-	-
Agricultural assets		-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-
Intangibles		-	100	100	-	22	-	(22)
Computers - software & programming			100	100	-	22		(22)
Other								-
Total Capital Expenditure on renewal of existing	1	1 149	1 378	1 264	156	294	-	(294)
Specialised vehicles								
Refuse		-	-	-	-	-	-	-
Fire			-					-
Conservancy								-
Ambulances			-					-

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

DC9 Frances Baard - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class -								
Description	Ref	2014/15	Budget Year 2015/16					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
R thousands	1							
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure		-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-
Community		40	142	4	-	-	71	71
Other		40	142	4			71	71
Heritage assets		4	-	-	-	-	-	-
Buildings		4						-
Investment properties		-	-	-	-	-	-	-
Other assets		1 308	1 436	2 298	90	536	718	182
General vehicles		230	349	412	21	96	174	79
Specialised vehicles		-	-	-	-	-	-	-
Plant & equipment		229	99	574	5	24	49	25
Computers - hardware/equipment		626	192		4	224	96	(128)
Furniture and other office equipment		-	417	924	0	16	209	193
Civic Land and Buildings		38			44	152		(152)
Other Buildings		-	379	389	-	-	190	190
Other Land		184			-	3		(3)
Other					16	22		(22)
Agricultural assets		-	-	-	-	-	-	-
List sub-class								-
Biological assets		-	-	-	-	-	-	-
List sub-class								-
Intangibles		1 903	2 377	2 317	142	971	735	(236)
Computers - software & programming		1 903	2 377	2 317	142	971	735	(236)
Total Repairs and Maintenance Expenditure		3 254	3 956	4 620	232	1 507	1 524	17
Specialised vehicles		-	-	-	-	-	-	-
Refuse								-
Fire								-
Conservancy								-
Ambulances								-

Table SC13d Monthly Budget Statement - depreciation by asset class

DC9 Frances Baard - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January								
Description	Ref	2014/15	Budget Year 2015/16					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance
R thousands	1							
<u>Depreciation by Asset Class/Sub-class</u>								
<u>Infrastructure</u>		-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-
<u>Community</u>		204	214	214	-	-	107	107
Other		204	214	214			107	107
<u>Heritage assets</u>		-	-	-	-	-	-	-
<u>Investment properties</u>		-	-	-	-	-	-	-
<u>Other assets</u>		3 426	5 134	5 134	-	-	2 286	2 286
General vehicles		1 008	800	800			400	400
Specialised vehicles		-	-	-	-	-	-	-
Plant & equipment		375	353	353			177	177
Computers - hardware/equipment		728	963	963			482	482
Furniture and other office equipment		716	1 038	1 038			425	425
Civic Land and Buildings		600	-				-	-
Other Buildings			1 605	1 605			803	803
Other			375	375				-
<u>Agricultural assets</u>		-	-	-	-	-	-	-
List sub-class								-
<u>Biological assets</u>		-	-	-	-	-	-	-
List sub-class								-
<u>Intangibles</u>		139	268	268	-	-	134	134
Computers - software & programming		139	268	268			134	134
Total Depreciation		3 769	5 615	5 615	-	-	2 527	2 527
<u>Specialised vehicles</u>		-	-	-	-	-	-	-
Refuse		-	-					-
Fire								-
Conservancy								-
Ambulances								-

ASSET AND RISK MANAGEMENT**Insurance:**

All Municipal assets are adequately insured with Lateral Unison. The contract expired 30 June 2015; extension was entered into from 01 July 2015 to 31 December 2015. The service provider received the appointment letter which is effective from 01 January 2016.

Asset Management:

The asset register is updated on monthly basis; this is done to keep up with any changes that might have occurred. The final stock take was done during the month of June 2015 for the 2014/15 financial year.

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 “e-Venus” financial system was implemented on 1 September 2009. A daily backup is done as well as a day end procedure to integrate daily transactions. On the last working day of each month (a few days after month end to accommodate financial transactions pertaining to the month closed) a monthly calendar, financial 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 the municipal motor vehicles incurred for the year to date as required in terms of the motor vehicle fleet policy are set out below:

<i>OPERATING RESULTS ANALYSIS</i>	Jan-16	FULL YEAR		
<i>COMPARISON: ACTUAL TO BUDGET</i>	YTD ACTUAL	BUDGET 2015/16	VARIANCES	VARIANCES %
DEPRECIATION	-	800 000	800 000	100%
OTHER ASSETS: MOTOR VEHICLES	-	800 000,00	800 000,00	100%
REPAIRS & MAINTENANCE	105 771,84	253 700,00	147 928,16	58%
MAINT.: MOTOR VEHICLES REPAIRS	39 904,10	82 900,00	42 995,90	52%
MAINT.: MOTOR VEHICLES TYRES	31 555,23	88 000,00	56 444,77	64%
MAINT.: SPEED CONTROL EQUIPMENT	34 312,51	82 800,00	48 487,49	59%
GENERAL EXPENSES	380 788,62	1 124 168,00	743 379,38	66%
MOTOR VEHICLE CLEANING	8 630,80	65 260,00	56 629,20	87%
INSURANCE	110 000,00	110 000,00	-	0%
LICENSES	10 188,00	17 700,00	7 512,00	42%
MOTOR VEHICLE USAGE	3 530,00	17 200,00	13 670,00	79%
MOTOR VEHICLES: ADMINISTRATION LEVY	11 206,31	25 000,00	13 793,69	55%
MOTOR VEHICLES: FUEL	237 233,51	889 008,00	651 774,49	73%
TOTAL	486 560,46	2 177 868,00	1 691 307,54	78%

Motor Vehicles - Utilization Statistics:

The municipality operates a pool of 25 vehicles as part of its routine activities.

Statistical information regarding the year-to-date utility for January 2016 is as follows:

Disposal of Vehicles:

There was no disposal of any vehicles for the month of January 2016.

	Vehicle	Vehicle	Year	Registration	Service	License	Opening KM	Previous Month Closing Km Reading	Current month Closing KM Reading	Jan '16 Utility	YTD Utility
	Description	Allocation	Model	Number		expires	01-Jul-15				
1	Chevrolet Cruze 1.8 LS	Pool	2010	CBY 226 NC	150 000	2016-09-30	128 918	140 321	140 404	83	11 486
2	Chevrolet Opel Corsa 1.4 i	Disaster Management	2010	CBY 227 NC	75 000	2016-09-30	63 785	67 095	67 633	538	3 848
3	Chevrolet Captiva	Pool	2011	CDM 296 NC	90 000	2016-09-30	72 127	79 080	79 404	324	7 277
4	Toyota Corolla	Pool	2009	BZP 439 NC	180 000	2016-09-30	150 464	165 132	166 264	1 132	15 800
5	Toyota Corolla	Pool	2009	BZP 440 NC	165 000	2016-09-30	143 854	161 127	162 693	1 566	18 839
6	Chevrolet Trailblazer	Pool	2013	CGR 575 NC	45 000	2016-12-31	25 031	32 006	32 385	379	7 354
7	Isuzu KB 250	Housing	2013	CGR 572 NC	75 000	2016-12-31	61 434	72 013	73 964	1 951	12 530
8	Isuzu KB 250	Housing	2013	CGR 576 NC	60 000	2016-12-31	44 538	51 730	52 183	453	7 645
9	Hyundai H1	Tourism Centre	2013	CGY 587 NC	45 000	2016-02-28	29 024	34 280	34 347	67	5 323
10	Isuzu 2.4	Housing	2009	CBD 761 NC	150 000	2016-02-28	128 452	134 670	135 038	368	6 586
11	Nissan LDV	Community Development	2006	BVC 831 NC	165 000	2016-07-31	144 223	150 304	150 604	300	6 381
12	Ford Bantam	Finance Office Support	2004	BRD 836 NC	105 000	2017-01-31	95 527	99 817	99 941	124	4 414
13	Isuzu KB 200	Disaster Management	2010	CBY 895 NC	60 000	2016-09-30	43 937	47 870	48 237	367	4 300
14	Isuzu KB 200	Disaster Management	2010	CBY 898 NC	60 000	2016-09-30	45 364	52 714	53 120	406	7 756
15	Toyota Land Cruiser	Disaster Management	2014	CJL 363 NC	15 000	2017-01-31	10 970	14 039	14 358	319	3 388
16	Toyota Land Cruiser	Disaster Management	2014	CKW 835 NC	10 000	2016-11-30	2 672	6 201	6 201	-	3 529
17	Isuzu D/Cab	Pool	2013	CGR 974 NC	75 000	2016-12-31	50 520	63 153	64 476	1 323	13 956
18	Isuzu Kb 250 D-Teq	Youth Unit	2014	CKR 822 NC	30 000	2016-10-31	7 102	16 183	16 493	310	9 391
19	Audi Q7	Council	2013	FBDM 1 NC	135 000	2016-09-30	103 781	119 638	121 094	1 456	17 313
20	Isuzu Fire Engine	Disaster Management	2013	CHM 958 NC	15 000	2016-06-30	2 001	2 009	2 009	8	8
21	Toyota Eios	Pool	2014	CJG 979 NC	40 000	2016-12-31	27 338	34 097	34 716	619	7 378
22	Nissan NP 200	Environmental Health	2014	CJ 262 NC	30 000	2016-12-31	21 209	26 187	26 452	265	5 243
23	Nissan Hardbody	Environmental Health	2014	CJ 263 NC	30 000	2016-12-31	10 760	16 211	17 424	1 213	6 664
24	Nissan NP 200	Environmental Health	2014	CJ 258 NC	30 000	2016-12-31	13 980	18 874	19 078	204	5 098
25	Chevrolet Park Van	Supply Chain Management	2015	CLF791 NC	15 000	2017-01-31	1 044	2 970	3 065	95	2 021
	FULL FLEET UTILITY JANUARY 2016									13 870	193 528

Motor Vehicle Damage Report:

Caravan hooked to Grader BYW 567 NC was damaged; pin which connects the Grader to the caravan got unhooked while traveling and the A frame of the caravan was damaged.

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

The report for the month of January 2016 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 05 February 2016

2.14 Quality Certificate

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- the monthly budget statement
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ZM Bogatsu
Municipal Manager: Frances Baard District Municipality

Signature



Date

05 February 2016