

FRANCES BAARD DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT

30 September 2015

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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 2013/14 financial year with no matter of emphasis. This is the second 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.

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

3. COUNCIL RESOLUTIONS

This is the resolution that will be presented to Council when the in-year report is tabled.

Recommendation:

- (a) That Council notes the section 71 monthly budget statements and supporting documentation for the period ending 30 June 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 R42, 866 million as compared to the full year approved budget of R117, 137 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, R 17, 994 million has been spent compared to the operational year-to-date budget projections of R 28, 740 million.

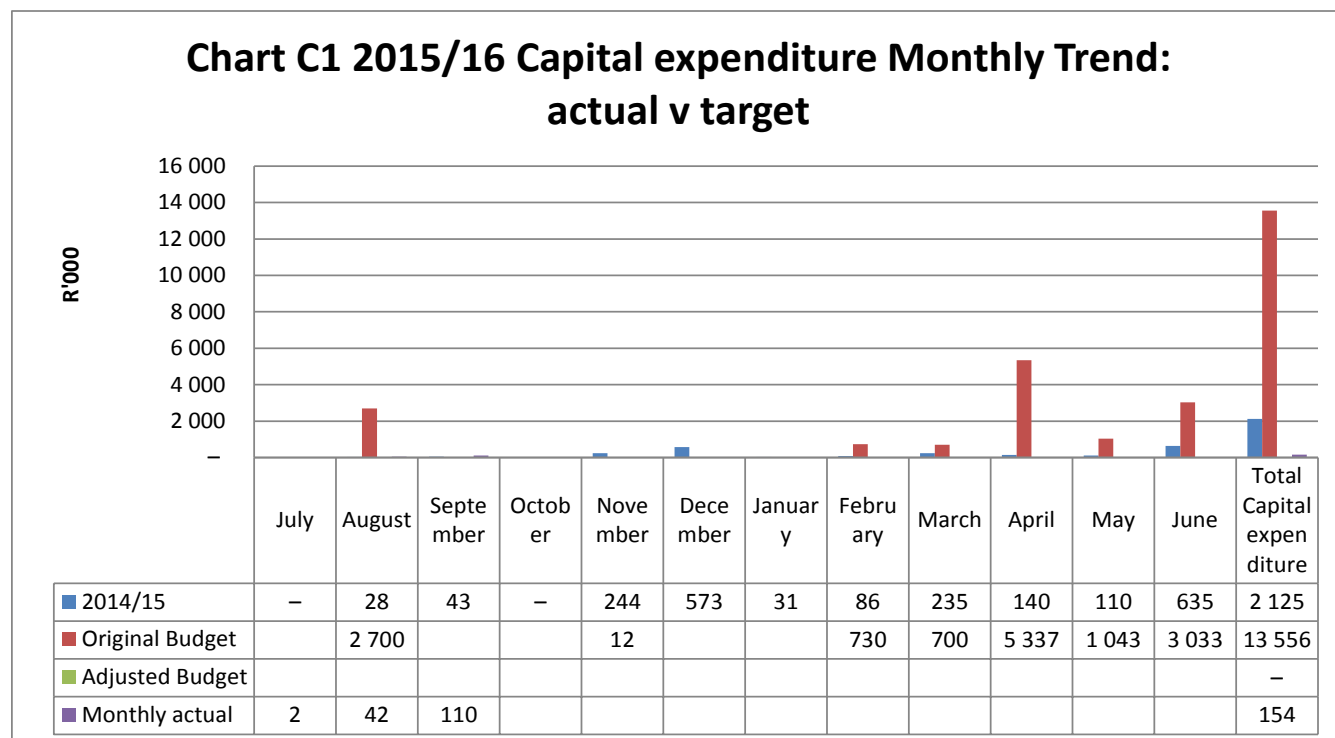
The summary statement of financial performance in Annexure A, Table C4 is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by input type.

Capital Expenditure

Year-to-date expenditure on capital amounts to R154, 000 as compared to the budget of R13, 556 million.

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

Capital Expenditure Monthly Trend: Actual vs Target



Cash Flows

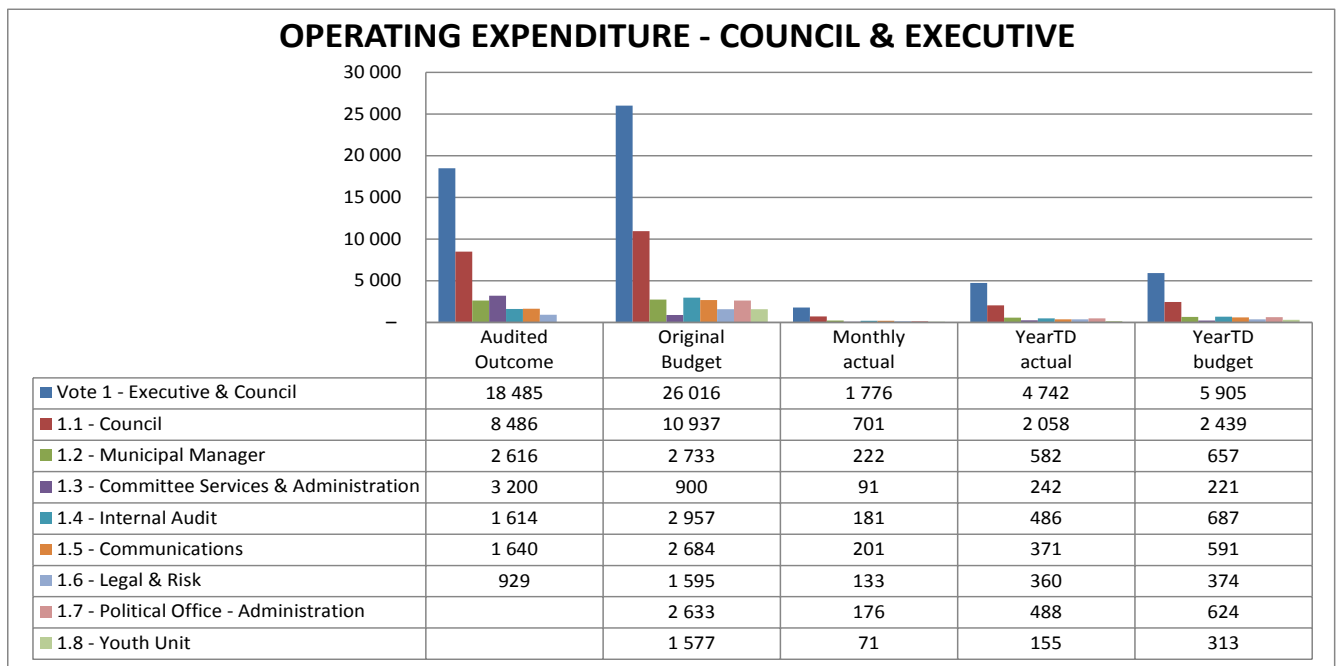
The municipality started the year with a total cash and cash equivalents of R87 483 million. The year-to date cash and cash equivalents amounted to R102 404 million. The net increase in cash and cash equivalents for the year to date is R14, 921million.

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:

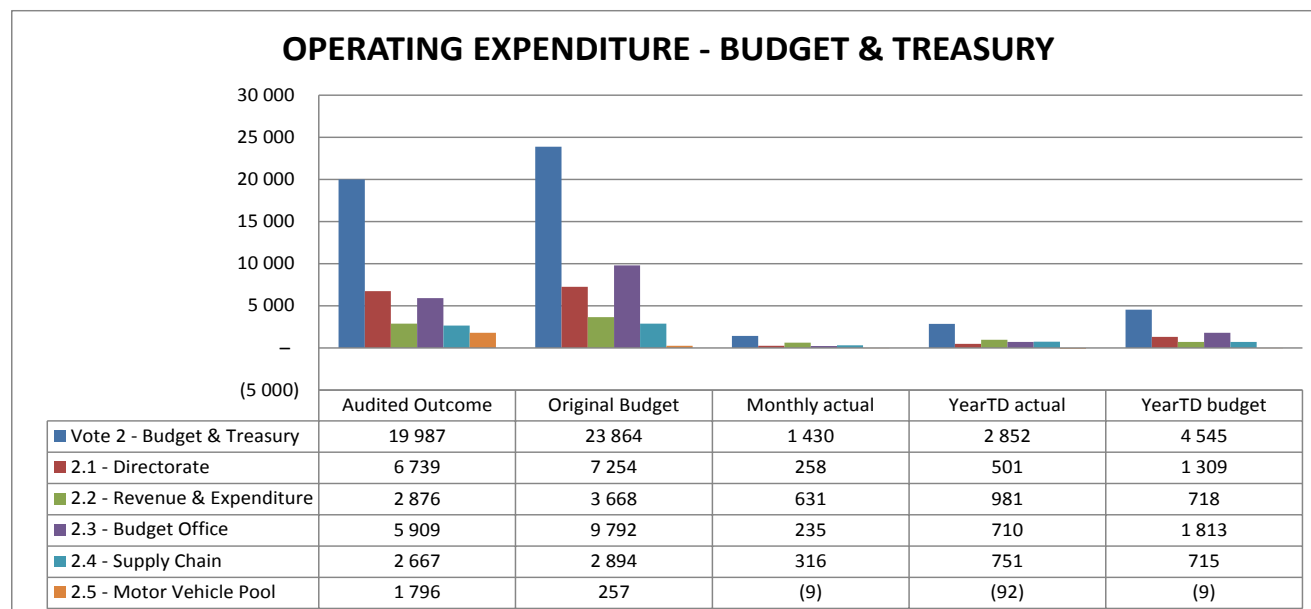


Actual operating expenditure of Council & Executive is R4, 741 519 as compared to the year-to-date budget R5, 905 193. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	400000	0	0%	To be utilised in 3rd quarter
14/15: BRANDING COMMUNICATION	30000	0	0%	Suggestion box acquisition in progress
09/10: EXTERNAL SURVEY	450000	0	0%	Project has started, phase 1 in progress
14/15: PAIA MANAGEMENT COMMUNICATION	15000	0	0%	Project in the planning phase
POLITICAL OFFICE - ADMINISTRATION				
15/16: COMMEMORATIVE DAYS	100000	42498,24	42%	The programmes will take place in December
15/16: DISABILITY PROGRAMME	76000	0	0%	Development plans in process
15/16: CHILDREN PROGRAM	41000	0	0%	Development plans in process
15/16: GENDER PROGRAMME	52000	0	0%	Consultation plan in progress
15/16: OLDER PERSONS PROGRAMME	37000	0	0%	Plans in process
15/16: MRM PROGRAMME	25000	0	0%	Still to be determined
YOUTH UNIT				
15/16: YOUTH SUMMIT	250000	0	0%	To be utilized in 3rd quarter
15/16: YOUTH CAREER EXHIBITION	50000	0	0%	To be utilized in 4th quarter
15/16: DISTRICT SOPA DEBATE	30000	0	0%	To be utilized in 4th quarter
15/16: JUNE 16 YOUTH EVENT	150000	0	0%	To be utilized in 4th quarter
15/16: YOUTH IN ACTION	50000	23951,75	48%	Ongoing-programme to run in October 2015
15/16: DISTRICTS FORUM MEETINGS	20000	0	0%	Quarterly meetings

The year to date actual spending on special projects for Council & Executive amounted to R66, 449. 99.

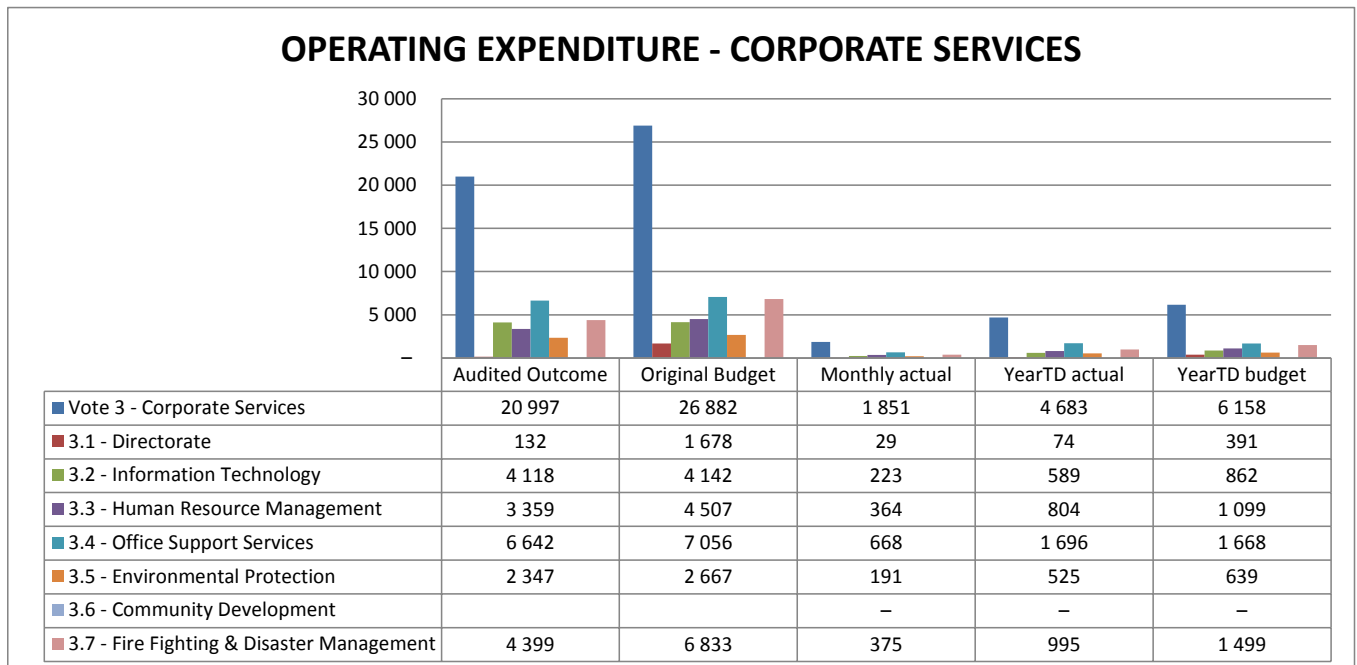


The actual operating expenditure of Budget & Treasury office is R2, 851 982 as compared to the year-to-date projected budget of R4, 544 992. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	600000	0	0%	Budget to be spent as per request from local municipalities
FMG 14/15 AFS QUAL CONT & GRAP	150000	0	0%	Budget to be spent in the 4th quarter
FMG 14/15 STAFF BENEFITS ACUARIAL	50000	0	0%	Budget to be spent in the 4th quarter
14/15: FINANCIAL SYSTEM SUPPORT (2) LM	900000	0	0%	Budget to be used to assist the local municipalities with the implementation of MSCOA, awaiting implementation plans from the local municipalities.

There is no year to date actual spending on special projects for the department of finance.

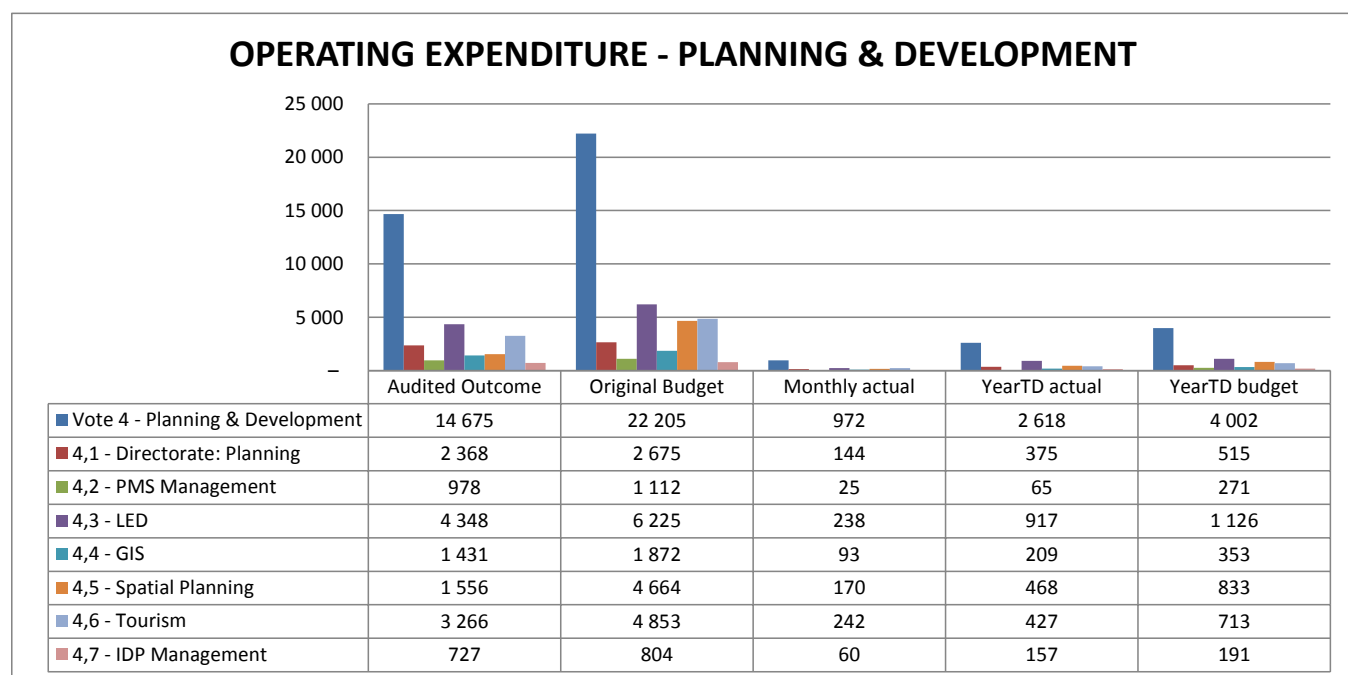


Actual operating expenditure of Corporate Services is R4, 682 874 as compared to the year-to-date projected budget of R6, 157 996. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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				
INFORMATION SYSTEMS				
12/13: ICT FORUM MEETINGS	7000	0	0%	A district meeting was held on 30 September 2015, meetings to be held quarterly .
HUMAN RESOURCES MANAGEMENT				
12/13: EMPLOYEE ASSISTANCE PROGRAMME	100000	2012,11	2%	It is an ongoing project.
10/11: EMPLOYEE WELLNESS	200000	39935,44	20%	It is an ongoing project.
ENVIRONMENTAL HEALTH				
14/15: AWARENESS PROGRAMME - SANITATION	10000	3832,99	38%	Campaigns as per operational plan
14/15: AIR QUALITY PROJECTS	50000	310	1%	Air quality workshop planned for February 2016
14/15: ENVIRONMENTAL HEALTH FORUM	10000	1401,6	14%	The forum meeting will take place in November 2015
13/14: WASTE MANAGEMENT CAMPAIGNS	40000	12628	32%	Campaigns as per operational plan
PUBLIC SAFETY				
FIREFIGHTING & DISASTER MANAGEMENT				
15/16: DWAF FUNDED PROJECTS M- PROJECT 1	350000	0	0%	Budget will be used in the 2nd quarter
10/11: DISASTER MANAGE FORUM MEETINGS	350000	0	0%	Meetings will take place quarterly
14/15: FIRE FIGHTING - VOLUNTEERS TRAINING	81770	1745	2%	Planned for the 3rd quarter
14/15: FIRE FIGHTING - VOLUNTEERS STIPEN	23850	0	0%	As per need, if deployed.
14/15: CONTEGENCY FUND	360000	75335	21%	As per request received from local municipalities.
14/15: DISASTER MANAGEMENT FORUM	6000	981,6	16%	follow in the other quarters.
14/15: AWARENESS PROGRAMMES	6000	0	0%	Program held on 18 September 2015

The year to date actual spending on special projects for Corporate Services/Administration amounted to R138, 181.74.

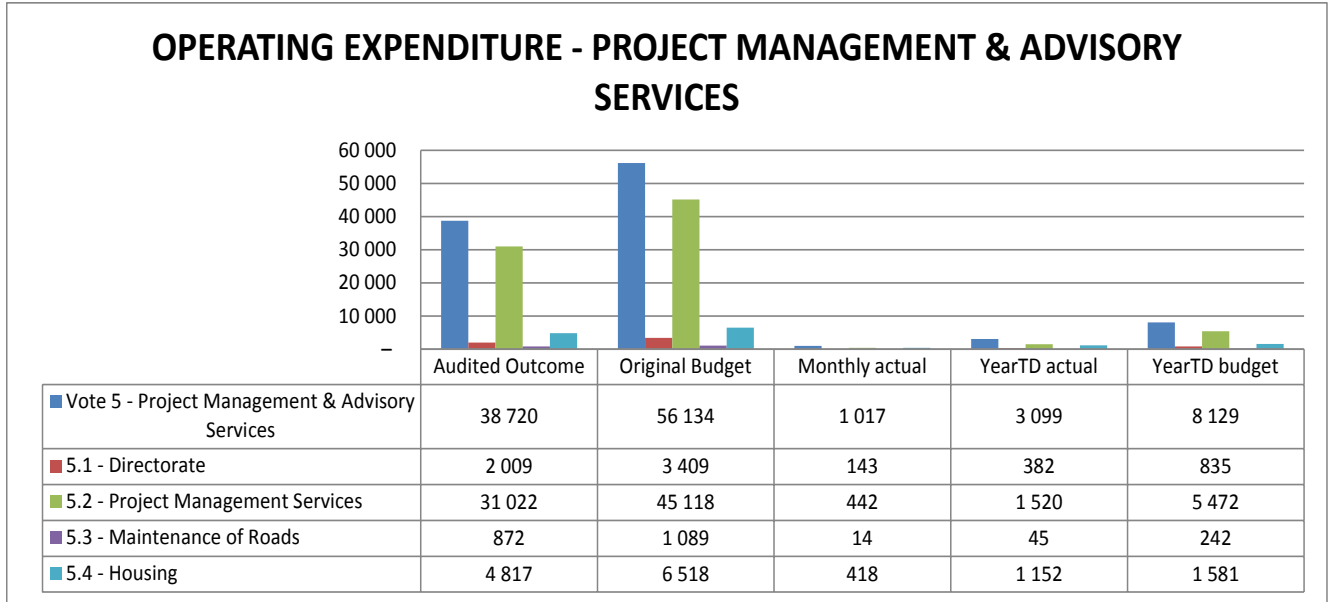


Actual operating expenditure of Planning & Development is R 2,618 141 as compared to the year-to-date projected budget of R 4, 002 433. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	600000	0	0%	Project in the planning phase
MSIG 14/15: FBDM FIN MAN PLAN	340000	0	0%	Project in the planning phase
LOCAL ECONOMIC DEVELOPMENT				
15/16: LED YOUTH ENTREPRENEURSHIP PRO	323000	0	0%	In process, terms of reference developed
15/16: LED TRADE & INV PROMOTION	432400	51001,41	12%	in process- functionality
15/16: LED DIRECT SUPPORT TO SMMES	300000	0	0%	Short-listing in process
15/16: LED BUSINESS SUPPORT CENTRE	180000	818,5	0%	In process the service provider has been appointed
15/16: LED DEV SUP STRAT-SMALL SC MINERS	200000	0	0%	In process-functionality
15/16: LED EPWP ENT DEV FRAMEWORK	72000	0	0%	For 3rd quarter- concept
14/15: LED SMME DEVELOPMENT	300000	0	0%	In process
14/15: LED RICHIE INCUBATION CENTRE	200000	175438,6	88%	Transfer completed
15/16: GARIEP	100000	100000	100%	Completed- awaiting report from Sol Plaatje
14/15: LED EXPO	750000	0	0%	In process- awaiting functionality
14/15: LED DEVELOP INCENTIVE POLICIES	35000	0	0%	In process- the service provider has been appointed
11/12: LED COORDINATE STRUCT AND INST SUP	86400	2981,2	3%	In process- 1st quarter meetings 100%
GIS				
11/12: GIS CAPTURE WATER INFRASTRUCTURE	600000	0	0%	The project is in the planning phase
SPATIAL PLANNING				
12/13: SURVEYING OF ERVEN DIKGATLONG	397000	0	0%	The project will be completed
15/16: BY-LAWS FOR 3 LOCAL MUN	300000	499,3	0%	Project will be finalised within 2015/16 financial year
15/16: MAGARENG CBD RENEWAL	20000	0	0%	The project will be completed within 2015/16 financial year
15/16: ERF 258 NKANDLA EXT 2	450000	0	0%	Busy with appointments, appointments to be completed by 31 October 2015.
15/16: ERF 775 VAALHARTS SET B GANSPAN	370000	0	0%	Busy with appointments, appointments to be completed by 31 October 2015.
15/16: DELPORTSHOOP TOWNSHIP ESTABLISH	400000	0	0%	Busy with appointments, appointments to be completed by 31 October 2015.
15/16: SOL PLAATJE SPAT DEV FRAMEWORK	400000	0	0%	Busy with appointments, appointments to be completed by 31 October 2015.
TOURISM				
15/16: DIAMONDS & DORINGS SUPPORT	550000	0	0%	Awaiting 2014 audited reports
15/16: TOUR- N18 TOUR ROUTE IMPLEMENT	512000	0	0%	In progress
15/16: TOUR - ADVERTISING & PROMOTION	195200	15230,7	8%	In progress
15/16: EXHIBITION	26100	0	0%	Exhibition in 3rd quarter
15/16: TOUR GIDE BUSINESS ESTABLISHMENT	65500	1920	3%	Registration of badges in progress
15/16: KIMBERLEY DIAMOND CUP	50000	0	0%	Exhibition in 2nd quarter
15/16: TOUR - CONTRB. NCTA SUPPORT	135000	0	0%	Awaiting 2014 audited reports
15/16: TOUR - N12 PROMOTION	50000	0	0%	Awaiting 2014 audited reports
15/16: TRADE EXPO	516810	0	0%	Expo in May 2016
12/13: TOUR - BUSINESSPLAN COMPETITION	664220	55386,35	8%	In progress
15/16: TOUR - ASSOCIATION	18000	0	0%	In progress- quarterly meetings
15/16: TOUR - FBDM ARTS & CRAFT CENTRE	50000	0	0%	Awaiting approval of land identified
15/16: COMMUNITY AWARENESS CAMPAIGNS	250000	68377,06	27%	In progress
15/16: GONG-GONG WATERFALL FEASIBILITY &	450000	0	0%	Service provider appointed
IDP				
12/13: IDP STEERING COMMITTEE MEETING	8030	2788,2	35%	Meetings will take place during the 2nd, 3rd and 4th quarter.
13/14: IDP PROJECTS	50690	0	0%	Budget will be utilised in the 4th quarter.

The actual spending on special projects for Planning & Development amounted to R474, 441.32 for the month.



Actual operating expenditure of Project Management & Advisory Services is R3, 099 298 as compared to the year-to-date projected budget of R8, 129 346. 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	4500	1325	29%	3 further meetings to take place, will be spent.
PROJECT MANAGEMENT & ADVISORY SERVICE				
O&M 15/16 - MAGAGARENG	2500000	465472,99	19%	Implementation phase, will be spent by June 2016
O&M 15/16 - PHOKWANE	2500000	0	0%	Implementation phase, will be spent by June 2016
O&M 15/16 - DIKGATLONG	2500000	50439,11	2%	Implementation phase, will be spent by June 2016
O&M 15/16 - SOL PLAATJE	2500000	126018,16	5%	Implementation phase, will be spent by June 2016
CAP 15/16 - MAGARENG - WARRENVALE SEW RET 558	8100000	0	0%	Implementation phase, will be spent by June 2016
CAP 15/16 - MAGARENG - PROCUREMENT OF TLB	900000	0	0%	Implementation phase, will be spent by June 2016
CAP 15/16 - MAGARENG - PROCUREMENT OF SAN TRUCKS	1000000	0	0%	On tender, closes 19/10/2015, will be spent
CAP 15/16 - PHOKWANE - UPGR J/K WWTW	1300000	0	0%	Await tender advert by Phokwane
CAP 15/16 - PHOKWANE - REF OLD SYST J/K WWTW	1100000	0	0%	Await tender advert by Phokwane
CAP 15/16 - PHOKWANE - FENCING HARTSWATER WTW	1500000	0	0%	Await tender advert by Phokwane
CAP 15/16 - DIKGATLONG - PROC SAN TRUCK	2200000	0	0%	In bid evaluation, will spend by June 2016
CAP 15/16 - DIKGATLONG - WAT RET-REP STEEL/ASB PIPES	2800000	0	0%	In bid evaluation, will spend by June 2016
CAP 15/16 - SOL PLAATJE - BULK WAT SUP RIT/MOD	5000000	0	0%	in procurement process for consultant
CAP 15/16 - PHOKWANE - MATER PLAN: BULK WAT & SAN	1100000	0	0%	Implementation phase, will be spent by June 2016
CAP 15/16 - PHOKWANE - WAT CON & DEMAND MANAG	1000000	0	0%	Await tender advert by Phokwane
CAP 15/16 - PHOKWANE - GULDENTSKAT - WAT & SAN 608	4000000	0	0%	Await tender advert by Phokwane
14/15: PHOK-ROAD INFR & MAINT PLAN	800000	0	0%	Implementation phase, will spend by June 2016.
14/15: PHOK-RESEALING RES STOR DAM	200000	0	0%	Completed. Last claim to be paid after inspection
14/15: DIKGATLONG ELECT MASTER PLAN	320000	0	0%	Implementation phase, will be spent by June 2016
HOUSING				
HOUSING				
13/14: SPEC PROJ: 16 DAYS OF ACTIVISM	16500	0	0%	To be spent in December 2015,
13/14: SPEC PROJ - WOMENS MONTH	16500	287,63	2%	Project complete, awaiting claim
13/14: SPEC PROJ: MANDELA MONTH	16500	0	0%	Project complete, awaiting claim
13/14: HOUSING CONSUMER EDUCATION	40000	0	0%	Ongoing project, no expenditure took place for the first 3 months of the financial year.
13/14: HOUSING FIELD WORKERS	50000	0	0%	Pending-data line
12/13: HOUSING STEERING COMMITTEE MEETING	10000	2963,2	30%	Ongoing-quarterly

The actual spending on special projects for Project Management & Advisory Services amounted to R646, 506.09 for the month.

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

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	-	517	1 254	1 361	(107)	-8%	5 443
Transfers recognised - operational	102 395	106 509	-	201	41 530	36 169	5 362	15%	106 509
Other own revenue	1 124	5 185	-	22	81	1 281	(1 200)	-94%	5 185
Total Revenue (excluding capital transfers and contributions)	110 402	117 137	-	740	42 866	38 811	4 055	10%	117 137
Employee costs	47 113	57 549	-	4 417	12 110	13 709	(1 599)	-12%	54 802
Remuneration of Councillors	5 691	6 337	-	461	1 400	1 520	(120)	-8%	5 634
Depreciation & asset impairment	3 769	5 615	-	-	-	1 179	(1 179)	-100%	5 472
Finance charges	2 381	3 054	-	-	-	-	-	-	3 054
Materials and bulk purchases	3 254	3 956	-	600	868	437	431	99%	3 956
Transfers and grants	37 276	56 992	-	419	1 326	6 260	(4 935)	-79%	51 293
Other expenditure	13 385	21 599	-	1 149	2 290	5 635	(3 345)	-59%	17 881
Total Expenditure	112 869	155 102	-	7 046	17 994	28 740	(10 746)	-37%	142 091
Surplus/(Deficit)	(2 467)	(37 965)	-	(6 306)	24 872	10 071	14 801	147%	(24 954)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(2 467)	(37 965)	-	(6 306)	24 872	10 071	14 801	147%	(24 954)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 467)	(37 965)	-	(6 306)	24 872	10 071	14 801	147%	(24 954)
Capital expenditure & funds sources									
Capital expenditure	2 125	13 556	-	110	154	2 700	(2 546)	-94%	13 556
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2 125	13 556	-	110	154	2 700	(2 546)	-94%	13 556
Total sources of capital funds	2 125	13 556	-	110	154	2 700	(2 546)	-94%	13 556
Financial position									
Total current assets	97 164	64 942	-	-	117 103	-	-	-	64 942
Total non current assets	53 259	55 220	-	-	53 262	-	-	-	55 220
Total current liabilities	22 579	16 694	-	-	17 774	-	-	-	16 694
Total non current liabilities	33 379	28 649	-	-	31 644	-	-	-	28 649
Community wealth/Equity	94 465	74 819	-	-	120 946	-	-	-	74 819
Cash flows									
Net cash from (used) operating	4 082	(21 733)	-	(16 391)	14 624	8 004	(6 620)	-83%	14 624
Net cash from (used) investing	(2 927)	(9 429)	-	(110)	(154)	(106)	48	-46%	(154)
Net cash from (used) financing	(1 607)	(1 111)	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	87 483	61 743	-	-	102 404	101 914	(490)	-0%	102 404
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	4 421	3	1	1	-	0	0	153	4 579
Creditors Age Analysis									
Total Creditors	7 147	-	-	-	-	-	-	-	7 147

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

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									
Revenue - Standard										
<i>Governance and administration</i>		95 955	100 012	-	591	32 716	33 269	(553)	-2%	100 012
Executive and council		4 733	-	-	-	-	-	-	-	-
Budget and treasury office		91 223	100 012	-	591	32 716	33 269	(553)	-2%	100 012
Corporate services		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 695	2 030	-	-	-	-	-	-	2 030
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		315	630	-	-	-	-	-	-	630
Housing		1 380	1 400	-	-	-	-	-	-	1 400
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		12 751	15 095	-	148	10 150	5 542	4 608	83%	15 095
Planning and development		9 751	15 095	-	148	10 150	5 542	4 608	83%	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	-	740	42 866	38 811	4 055	10%	117 137
Expenditure - Standard										
<i>Governance and administration</i>		52 826	67 263	-	4 491	10 757	14 470	(3 713)	-26%	63 863
Executive and council		18 485	26 016	-	1 776	4 742	5 905	(1 164)	-20%	24 810
Budget and treasury office		19 987	23 864	-	1 430	2 852	4 545	(1 693)	-37%	23 216
Corporate services		14 355	17 382	-	1 284	3 163	4 020	(856)	-21%	15 837
<i>Community and public safety</i>		9 112	13 351	-	794	2 146	3 080	(934)	-30%	11 316
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 295	6 833	-	375	995	1 499	(504)	-34%	5 466
Housing		4 817	6 518	-	418	1 152	1 581	(430)	-27%	5 850
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		50 925	69 635	-	1 762	5 090	10 476	(5 386)	-51%	62 224
Planning and development		48 579	66 969	-	1 571	4 566	9 837	(5 272)	-54%	59 862
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		2 347	2 667	-	191	525	639	(114)	-18%	2 362
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	4 853	-	-	-	713	(713)	-100%	4 688
Total Expenditure - Standard	3	112 863	155 102	-	7 046	17 994	28 740	(10 746)	-37%	142 091
Surplus/ (Deficit) for the year		(2 462)	(37 965)	-	(6 306)	24 872	10 071	14 801	147%	(24 954)

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

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	1									
Vote 1 - Executive & Council		4 733	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury		91 218	100 012	-	591	32 716	33 269	(553)	-1,7%	100 012
Vote 3 - Corporate Services		315	630	-	-	-	-	-	-	630
Vote 4 - Planning & Development		12 751	940	-	-	-	-	-	-	940
Vote 5 - Project Management & Advisory Services		1 380	15 555	-	148	10 150	5 542	4 608	83,2%	15 555
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	110 396	117 137	-	740	42 866	38 811	4 055	10,4%	117 137
Expenditure by Vote	1									
Vote 1 - Executive & Council		18 485	26 016	-	1 776	4 742	5 905	(1 164)	-19,7%	24 810
Vote 2 - Budget & Treasury		19 987	23 864	-	1 430	2 852	4 545	(1 693)	-37,3%	23 216
Vote 3 - Corporate Services		20 997	26 882	-	1 851	4 683	6 158	(1 475)	-24,0%	23 665
Vote 4 - Planning & Development		14 675	22 205	-	972	2 618	4 002	(1 384)	-34,6%	20 449
Vote 5 - Project Management & Advisory Services		38 720	56 134	-	1 017	3 099	8 129	(5 030)	-61,9%	49 952
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	112 863	155 102	-	7 046	17 994	28 740	(10 746)	-37,4%	142 091
Surplus/ (Deficit) for the year	2	(2 467)	(37 965)	-	(6 306)	24 872	10 071	14 801	147,0%	(24 954)

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

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		7	20	268	(248)	-92%	1 072
Interest earned - external investments		6 882	5 443		517	1 254	1 361	(107)	-8%	5 443
Interest earned - outstanding debtors		-	-		-	-	-	-		-
Dividends received		-	-		-	-	-	-		-
Fines		-	-		-	-	-	-		-
Licences and permits		-	-		-	-	-	-		-
Agency services		-	-		-	-	-	-		-
Transfers recognised - operational		102 395	106 509		201	41 530	36 169	5 362	15%	106 509
Other revenue		153	4 053		15	61	1 013	(952)	-94%	4 053
Gains on disposal of PPE		-	60		-	-	-	-		60
Total Revenue (excluding capital transfers and contributions)		110 402	117 137		740	42 866	38 811	4 055	10%	117 137
Expenditure By Type										
Employee related costs		47 113	57 549		4 417	12 110	13 709	(1 599)	-12%	54 802
Remuneration of councillors		5 691	6 337		461	1 400	1 520	(120)	-8%	5 634
Depreciation & asset impairment		3 769	5 615		-	-	1 179	(1 179)	-100%	5 472
Finance charges		2 381	3 054		-	-	-	-		3 054
Bulk purchases		-	-		-	-	-	-		-
Other materials		3 254	3 956		600	868	437	431	99%	3 956
Contracted services		-	-		-	-	-	-		-
Transfers and grants		37 276	56 992		419	1 326	6 260	(4 935)	-79%	51 293
Other expenditure		12 064	21 386		1 149	2 290	5 635	(3 345)	-59%	17 671
Loss on disposal of PPE		111	210		-	-	-	-		210
Total Expenditure		112 869	155 102		7 046	17 994	28 740	(10 746)	-37%	142 091
Surplus/(Deficit)		(2 467)	(37 965)		(6 306)	24 872	10 071	14 801	0	(24 954)
Transfers recognised - capital								-		
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		(2 467)	(37 965)		(6 306)	24 872	10 071			(24 954)
Taxation								-		
Surplus/(Deficit) after taxation		(2 467)	(37 965)		(6 306)	24 872	10 071			(24 954)
Attributable to minorilies										
Surplus/(Deficit) attributable to municipality		(2 467)	(37 965)		(6 306)	24 872	10 071			(24 954)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(2 467)	(37 965)		(6 306)	24 872	10 071			(24 954)

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

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								%	
Capital Expenditure - Standard Classification										
<i>Expenditure - Standard</i>		1 935	2 751	-	110	120	-	120	#DIV/0!	2 751
Governance and administration		311	165		7	7	-	7	#DIV/0!	165
Executive and council		936	1 924		22	25	-	25	#DIV/0!	1 924
Budget and treasury office		688	663		81	88	-	88	#DIV/0!	663
<i>Corporate services</i>		62	9 726	-	-	12	2 700	(2 688)	-100%	9 726
Community and public safety		-	-					-		
Community and social services		-	-					-		
Sport and recreation		37	9 726			12	2 700	(2 688)	-100%	9 726
Public safety		26	-					-		
Housing		-	-					-		
<i>Health</i>		127	1 079	-	-	23	-	23	#DIV/0!	1 079
Economic and environmental services		113	1 059			23	-	23	#DIV/0!	1 059
Planning and development		-	-					-		
Road transport		14	20					-		20
<i>Environmental protection</i>		-	-	-	-	-	-	-		-
Trading services								-		
Electricity								-		
Water								-		
Waste water management								-		
<i>Waste management</i>								-		
Total Capital Expenditure - Standard Classification	3	2 125	13 556	-	110	154	2 700	(2 546)	-94%	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		110	154	2 700	(2 546)	-94%	13 556
Total Capital Funding		2 125	13 556	-	110	154	2 700	(2 546)	-94%	13 556

Table C6 Monthly Budget Statement - Financial Position

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		3 220	2 142
Call investment deposits		87 159	59 600		108 000	59 600
Consumer debtors		-	-		-	-
Other debtors		8 394	2 000		4 579	2 000
Current portion of long-term receivables		963	900		963	900
Inventory		324	300		341	300
Total current assets		97 164	64 942	-	117 103	64 942
Non current assets						
Long-term receivables		9 475	8 679		9 475	8 679
Investments		5 250	-		5 250	-
Investment property						
Investments in Associate						
Property, plant and equipment		37 644	46 098		37 646	46 098
Agricultural						
Biological assets						
Intangible assets		890	443		890	443
Other non-current assets		-			-	
Total non current assets		53 259	55 220	-	53 262	55 220
TOTAL ASSETS		150 423	120 162	-	170 364	120 162
LIABILITIES						
Current liabilities						
Bank overdraft		-	-		-	-
Borrowing		1 735	1 694		1 735	1 694
Consumer deposits						
Trade and other payables		10 535	7 000		7 147	7 000
Provisions		10 308	8 000		8 892	8 000
Total current liabilities		22 579	16 694	-	17 774	16 694
Non current liabilities						
Borrowing		6 699	6 649		4 964	6 649
Provisions		26 681	22 000		26 681	22 000
Total non current liabilities		33 379	28 649	-	31 644	28 649
TOTAL LIABILITIES		55 958	45 343	-	49 419	45 343
NET ASSETS	2	94 465	74 819	-	120 946	74 819
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		70 161	48 469		96 538	48 469
Reserves		24 303	26 350		24 408	26 350
TOTAL COMMUNITY WEALTH/EQUITY	2	94 465	74 819	-	120 946	74 819

Table C7 Monthly Budget Statement - Cash Flow

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		15	61	153	(91)	-60%	61
Government - operating		103 405	106 509		201	41 530	30 548	10 982	36%	41 530
Government - capital			-		-	-	-	-		-
Interest		6 882	5 443		517	1 254	1 249	5	0%	1 254
Dividends								-		
Payments										
Suppliers and employees		(67 916)	(83 177)		(16 705)	(26 896)	(18 527)	8 369	-45%	(26 896)
Finance charges		(1 052)	(1 054)		-	-	-	-		-
Transfers and Grants		(37 276)	(54 578)		(419)	(1 326)	(5 418)	(4 093)	76%	(1 326)
NET CASH FROM/(USED) OPERATING ACTIVITIES		4 082	(21 733)	-	(16 391)	14 624	8 004	(6 620)	-83%	14 624
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		10	60					-		-
Decrease (Increase) in non-current debtors		38						-		
Decrease (increase) other non-current receivables								-		
Decrease (increase) in non-current investments		(850)						-		
Payments										
Capital assets		(2 125)	(9 489)		(110)	(154)	(106)	48	-46%	(154)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(2 927)	(9 429)	-	(110)	(154)	(106)	48	-46%	(154)
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)		-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 607)	(1 111)	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		(452)	(32 273)	-	(16 502)	14 469	7 898			14 469
Cash/cash equivalents at beginning:		87 934	94 016			87 934	94 016			87 934
Cash/cash equivalents at month/year end:		87 483	61 743			102 404	101 914			102 404

5. SUPPORTING DOCUMENTATION

Material variance explanations

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.
	Transfers recognised - operational	15%	Received more of the grant income than anticipated.	None needed
	Other revenue	-94%	The revenue expected from other sources is lower than budgeted for.	
2	Expenditure By Type			
	Employee related costs	-12%	Employee related cost is lower than budgeted for.	None needed
	Depreciation & asset impairment	-100%	Will be used at the end of the financial year.	None needed
	Other materials	99%	More money was spent on other material than anticipated.	Managers of the different units need to monitor expenditure on other material.
	Transfers and grants	-79%	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	-59%	Less money was spent on other expenditure than anticipated.	None needed
3	Capital Expenditure			
	Capital Expenditure	-94%	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	80%	Current assets increased by 80% compared to what was budgeted for the year.	None needed
	Non-Current Liabilities	10%		
	Accumulated Surplus/(Deficit)	99%	Increase in accumulated surplus.	None needed

More detail on operating variances is available on pages 04 to 13 of this report.

Table SC2 Monthly Budget Statement - performance indicators

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
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0,0%	0,0%	0,0%	0,0%	0,0%
Borrowed funding of 'own' 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		0,0%	0,0%	0,0%	0,0%	0,0%
Gearing	Long Term Borrowing/ Funds & Reserves		0,0%	0,0%	0,0%	0,0%	0,0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	0,0%	0,0%	0,0%	0,0%	0,0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0,0%	0,0%	0,0%	0,0%	0,0%
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		0,0%	0,0%	0,0%	0,0%	0,0%
Longstanding Debtors Recovered	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%	100,0%	100,0%	100,0%
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
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		0,0%	0,0%	0,0%	0,0%	0,0%
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		0,0%	0,0%	0,0%	0,0%	0,0%
IDP regulation financial viability indicators							
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 28%.

The municipality still depends on grant funding of over 90.9% 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 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	4 421	3	1	1	-	0	0	153	4 579	154			
Total By Income Source	2000	4 421	3	1	1	-	0	0	153	4 579	154	-	-	-
2014/15 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	203	-	-	3	-	-	-	-	206	3			
Commercial	2300	-	-	-	-	-	-	-	-	-	-			
Households	2400	-	-	-	-	-	-	-	-	-	-			
Other	2500	4 218	3	1	(3)	-	0	0	153	4 372	151			
Total By Customer Group	2600	4 421	3	1	1	-	0	0	153	4 579	154	-	-	-

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 30 September 2015 in respect of Provincial and Local Governments Department.

- Dikgatlong local municipality R3, 222.17 for the Koopmansfontein streetlights.

- ***Post-Service Benefits***

There is no outstanding debt reflected for more than 90 days as at 30 September 2015.

- ***Sundry Debtors***

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

- Moloi M.M R151, 636.80 for using the municipal vehicle.

Table SC4 Monthly Budget Statement - aged creditors

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	7 147								7 147	
Total By Customer Type	1000	7 147	-	-	-	-	-	-	-	7 147	-

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. The salary increase was finalized and back-pay was paid with the September 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 30 September 2015 is listed below:

PAYMENTS		
Total value of all payments		R 8 632 897
Electronic transfers		155
Cheques issued		8
SALARIES		
Number of salary beneficiaries		165
Councillors		19
Total Councillors	27	
* Councillors Position - Vacant	0	
* Councillors with Remuneration	19	
* Councillors without Remuneration	8	
Employees		146
* Remunerated Employee's	143	
* Remunerated Terminated Employees		
	NHLOZI MW	1
Pensioners	2	
Total remuneration paid		4 126 709
Councillors		440 446
Employees		3 683 422
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:

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 are dealt with.

- Amendment and procedures with regard to the tender committee system (Specification, Evaluation and Adjudication Committees) still needs more attention. Monitoring is on an ongoing basis and problems are dealt with as when they arise.
- Putting systems in place to monitor and report on supply chain management as required as per approved policy has started as from 1 April 2008. Monitoring is on an ongoing basis and problems are dealt with as and when they arise.

Council is empowered by the MFMA and its regulation to exercise oversight over the implementation of the Supply Chain Management Policy and to make Supply Chain policy within the ambit of the applicable legislation. 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 30 November 2005 as amended on 27 November 2007 is implemented and is maintained by all relevant role players as from 01 July 2008. The Supply Chain Management Policy is currently being reviewed. It will be submitted to Council and once approved will be effective from the date of approval.

Implementation of the Supply Chain Management Process:

- Supply Chain Management Training

No training was attended by SCM officials during the month of September 2015.

- Demand Management

Bids and quotations were invited in accordance with the Supply Chain Management Policy. Bid documents used were customized, 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 September 2015, four contracts (R200 000 +) were awarded by the Municipal Manager.

1. Award ceremony –ICS t/a MSCC-R279 921.30
2. Community perception survey-Skhunyana Training Consultants-R342 815.10
3. Feasibility study Gong-Gong-Tsani Consulting CC-R495 161.28
4. LED Strategies for Dikgatlong,Phokwane and Magareng Local Municipalities-Masilakhe Management Consulting-R528 287.40

For the period of September 2015 no written price quotations (R30 000-R200 000) was awarded by the Municipal Manager.

Total orders issued total R 811 691.69
Per department

Council And Executive	R 49 015.71
Municipal Manager	R124 714.23
Finance	R129 752.19
Administration	R302 086.00
Planning And Development	R113 999.25
Technical Service	R 21 276.80
Stores	R 70 847.51

- Disposal Management

For the month of September 2015, no assets were sold.

- Deviations

For the month of September 2015 no deviations were approved by the Municipal Manager.

- Orders

Total orders issued total R28 486.32
Issues per department

Council	R 0.00
Municipal Manager	R 423.20
Finance	R 2 323.31
Administration	R 14 403.44
Planning And Development	R 9 706.83
Technical Service	R 1 629.54
Stores	R 0.00

- List of accredited service providers

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

- Support to local municipalities

The municipality did not receive any request for assistance in terms of SCM from the local municipalities.

- Orders outstanding for more than 30 days at 30 September 2015

Company	60 Days	90 Days	Comment
Belmont Guest House	R55,968.00		Booking For Macufa
Exilite	R1,877.10		Awaits Invoice
Mubesko Africa	R146,661.00		Work Not Completed
Natiol Health Laboratory	R1,343.89		Awaits Invoice
Nosa	R56,066.51		Awaits Certificates For Invoice
Joroy 0009 Cc T/A Office Creations	R4,685.40		Awaits Invoice
Realeboga-Resego Trading	R100,1360.22		Project Not Completed
Summat Training Institute	R279,300.00		Project Not Completed
Waltons	R4,161.26		Awaits Invoice
Worldwide Travel & Tours	R4,635.00		Awaits Invoice

Table SC5 Monthly Budget Statement - investment portfolio

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment Yrs/Months	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
Municipality									
NEDCOR		30	Call	30-Sep-15	28 582	5,4%	6 500		6 500
ABSA		30	Call	30-Sep-15	19 603	5,3%	4 500		4 500
STANDARD BANK		30	Call	30-Sep-15	6 473	5,3%	1 500		1 500
NEDCOR		120	notice	20-Oct-15	31 064	6,7%	5 500		5 500
ABSA		120	notice	20-Oct-15	30 410	6,5%	5 500		5 500
RMB		9	Call	30-Sep-15	16 349	5,5%	3 500		3 500
STANDARD BANK		9	Call	30-Sep-15	14 014	5,5%	3 000		3 000
ABSA		369	notice	27-Jun-16	35 225	7,9%	5 250		5 250
STANDARD BANK		118	notice	29-Oct-15	56 649	6,7%	10 000		10 000
NEDCOR		120	notice	04-Nov-15	84 974	6,7%	15 000		15 000
STANDARD BANK		120	notice	04-Nov-15	62 314	6,7%	11 000		11 000
ABSA		119	notice	03-Nov-15	55 715	6,6%	10 000		10 000
RMB		119	notice	04-Nov-15	42 805	6,3%	8 000		8 000
NEDCOR		120	notice	06-Nov-15	39 952	6,7%	7 000		7 000
ABSA		120	notice	06-Nov-15	50 144	6,6%	9 000		9 000
STANDARD BANK		120	notice	06-Nov-15	45 319	6,7%	8 000		8 000
Municipality sub-total					620		113 250	-	113 250
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				620		113 250	-	113 250

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	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	-	2 153	44 255	35 162	9 093	25,9%	104 279
Local Government Equitable Share		6 965	10 002	-	-	10 002	2 501	7 502	300,0%	10 002
Special Contribution: Councillor Remuneration		4 683	-	-	-	-	-	-	0,0%	-
Levy replacement		85 780	88 934	-	-	31 222	29 631	1 591	5,4%	88 934
Finance Management Grant		1 250	1 250	-	-	1 250	1 250	-	0,0%	1 250
Municipal Systems Improvement		674	940	-	-	940	940	-	-	940
Extended Public Works Programme	3	1 006	1 000	-	2 153	841	841	-	-	1 000
Roads asset management		-	2 153	-	-	-	-	-	-	2 153
Roads asset management										
Provincial Government:		1 945	2 030	-	-	1 306	-	1 306	#DIV/0!	2 030
Housing		1 380	1 400	-	-	1 306	-	1 306	#DIV/0!	1 400
Near Grant		315	315	-	-	-	-	-	-	315
Fire Fighting Equipment Grant		-	315	-	-	-	-	-	-	315
NC Tourism	4	200	-	-	-	-	-	-	-	-
Environmental Health Recycling Grant		-	-	-	-	-	-	-	-	-
District Aids Programme		50	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		92	200	-	-	7	7	-	-	200
SETA Skills Grant		77	200	-	-	7	7	-	-	200
ABSA		15	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	102 395	106 509	-	2 153	45 567	35 169	10 399	29,6%	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	-	2 153	45 567	35 169	10 399	29,6%	106 509

Table SC7 Monthly Budget Statement - transfers and grant expenditure

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	-	49	41 323	41 329	(7)	0,0%	102 126
Local Government Equitable Share		9 965	10 002		-	10 002	3 334	6 668	200,0%	10 002
Special Contribution: Councillor Remuneration		4 683	-		-	-	-	-		-
Levy replacement		82 780	88 934		-	31 222	37 579	(6 357)	-16,9%	88 934
Finance Management Grant		1 250	1 250		49	99	417	(318)	-76,3%	1 250
Municipal Systems Improvement		674	940		-	-	-	-		940
Extended Public Works Programme		1 006	1 000		-	-	-	-		1 000
Roads asset management		-	2 153		-	-	-	-		-
Provincial Government:		1 945	2 030	-	-	-	-	-		2 030
Housing		1 380	1 400							1 400
Fire Fighting Equipment Grant			315							315
Near Grant		315	315							315
NC Tourism		200								
Environmental Health Recycling Grant										
District Aids Programme		50								
District Municipality:		-	-	-	-	-	-	-		-
<i>[insert description]</i>										
Other grant providers:		92	200	-	-	7	-	7	#DIV/0!	200
ABSA		15								
SETA Skills Grant		77	200		-	7	-	7	#DIV/0!	200
Total operating expenditure of Transfers and Grants:		102 395	106 509	-	49	41 329	41 329	(0)	0,0%	104 356
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Other capital transfers <i>[insert description]</i>										
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		102 395	106 509	-	49	41 329	41 329	(0)	0,0%	104 356

Table SC8 Monthly Budget Statement - councilor and staff benefits

Summary of Employee and Councillor remuneration	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD 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		314	958	2 239	(1 281)	-57%	4 478
Pension and UIF Contributions		184	200		15	46	100	(54)	-54%	200
Medical Aid Contributions		17	-		1	4	-	4	#DIV/0!	-
Motor Vehicle Allowance		1 306	1 321		108	324	661	(337)	-51%	1 321
Cellphone Allowance		209	244		23	68	152	(84)	-55%	244
Housing Allowances					-	-	17	(17)	-100%	
Other benefits and allowances		259	94		-	-	-	-		94
Sub Total - Councillors		5 691	6 337	-	461	1 400	3 168	(1 768)	-56%	6 337
% increase	4		11,3%							11,3%
Senior Managers of the Municipality										
Basic Salaries and Wages		4 377	5 212		314	870	869	1	0%	5 212
Pension and UIF Contributions		580	914		41	114	152	(38)	-25%	914
Medical Aid Contributions		118	4		-	1	0	1	237%	4
Overtime		-	-		-	-	-	-		-
Performance Bonus		434	440		-	-	-	-		440
Motor Vehicle Allowance		480	317		26	90	53	37	70%	317
Cellphone Allowance		89	96		5	28	16	12	75%	96
Housing Allowances		10	6				0	(0)	-100%	6
Other benefits and allowances		52	81		3	19	14	6	41%	81
Payments in lieu of leave		-	115		-	-	-	-		115
Long service awards		-	26		-	-	4	(4)	-100%	26
Post-retirement benefit obligations	2	-	-		-	-	-	-		-
Sub Total - Senior Managers of Municipality		6 140	7 211	-	389	1 122	1 108	14	1%	7 211
% increase	4		17,4%							17,4%
Other Municipal Staff										
Basic Salaries and Wages		29 143	36 860		2 958	7 922	6 627	1 295	20%	36 860
Pension and UIF Contributions		4 468	6 533		488	1 302	3 114	(1 812)	-58%	6 533
Medical Aid Contributions		1 285	447		125	383	223	159	71%	447
Overtime		-	78		-	-	39	(39)	-100%	78
Performance Bonus		51	-		-	-	-	-		-
Motor Vehicle Allowance		2 812	3 109		276	833	1 502	(669)	-45%	3 109
Cellphone Allowance		96	97		11	33	8	25	300%	97
Housing Allowances		256	236		43	92	118	(25)	-22%	236
Other benefits and allowances		888	1 090		72	194	532	(337)	-63%	1 090
Payments in lieu of leave		1 439	825		-	-	-	-		825
Long service awards		140	188		-	-	-	-		188
Post-retirement benefit obligations	2	395	874		56	228	437	(209)	-48%	874
Sub Total - Other Municipal Staff		40 973	50 339	-	4 028	10 988	12 600	(1 612)	-13%	50 339
% increase	4		22,9%							22,9%
Total Parent Municipality		52 804	63 886	-	4 878	13 510	16 877	(3 367)	-20%	63 886
Unpaid salary, allowances & benefits in arrears:										
% increase	4		21,0%							21,0%
TOTAL MANAGERS AND STAFF		47 113	57 549	-	4 417	12 110	13 709	(1 599)	-12%	57 549

PERSONNEL ATTENDANCES:

Personnel attendance in the workplace (finance department) for the month of September 2015 averages 80%. The reason for the deviations is mainly due to, annual leave and sick leave taken during the month.

Attendance trends are summarized as follows:

	Senior Management	Middle Management	Supervisory	Clerical
Number of Members	1	3	6	12
Leave	0	8	5	9
Sick Leave	0	0	4	20
Courses / Seminar	1	3	2	15
Meetings	0	0	0	0
Study leave	0	0	0	0
Maternity Leave	0	0	0	0
Family Responsibility	0	0	3	1
Union Meetings	0	0	0	0
Absent	0	0	0	0
Special Leave	0	0	7	16
Over time	0	0	0	0
No. of Workdays Attended	20	52	105	191
Total Workdays	21	63	126	252
Percentage attendance per Group	95%	83%	83%	76%
Average	80%			

Personnel Development:

Five finance interns attended the MFMP programme during the month of September 2015.

One middle management and one supervisor attended a two day course on Payroll update, tax update and August PAYE submission in Bloemfontein during the month of September 2015.

The CFO and the Chief Accountant attended the mSCOA workshop in Upington during the month of September 2015.

INTERNSHIP PROGRAMME

As per National Treasury regulations, there are five finance internship posts and all are filled. 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 five interns are enrolled for the MFMP.

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

Description	Ref	Budget Year 2015/16												2015/16 medium term Revenue & Expenditure Forecasts			
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18	
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		-	-	-													
Interest earned - external investments		238	499	517									(645)	610	4 907	5 103	
Interest earned - outstanding debtors		-	-	-													
Dividends received		-	-	-													
Fines		-	-	-													
Licences and permits		-	-	-													
Agency services		-	-	-													
Transfer receipts - operating		41 280	49	201									(1 715)	39 815	108 725	115 778	
Other revenue		17	29	15									273	334	80	80	
Cash Receipts by Source		41 535	578	733	-	-	-	-	-	-	-	-	(2 087)	40 759	113 767	121 019	
Other Cash Flows by Source																	
Transfer receipts - capital																	
Contributions & Contributed assets																	
Proceeds on disposal of PPE															60	62	
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		41 535	578	733	-	-	-	-	-	-	-	-	(2 087)	40 759	113 827	121 081	
Cash Payments by Type																	
Employee related costs		3 851	3 842	4 417									(8 598)	3 512	55 090	57 884	
Remuneration of councillors		466	473	461									(961)	439	6 145	6 431	
Interest paid		-	-	-									-	-	1 129	1 129	
Bulk purchases - Electricity		-	-	-									-	-	-	-	
Bulk purchases - Water & Sewer		-	-	-									-	-	-	-	
Other materials		163	106	600									(640)	227	4 406	4 583	
Contracted services		-	-	-									-	-	-	-	
Grants and subsidies paid - other municipalities		-	-	-									-	-	-	-	
Grants and subsidies paid - other		161	745	419									2 523	3 849	30 795	30 053	
General expenses		11 377	(10 086)	11 227									(11 063)	1 455	13 895	14 444	
Cash Payments by Type		16 017	(4 920)	17 124	-	-	-	-	-	-	-	-	(18 739)	9 483	111 460	114 525	
Other Cash Flows/Payments by Type																	
Capital assets		2	42	110									151	306	749	950	
Repayment of borrowing															1 785	1 980	
Other Cash Flows/Payments																	
Total Cash Payments by Type		16 019	(4 878)	17 234	-	-	-	-	-	-	-	-	(18 587)	9 789	113 994	117 455	
NET INCREASE/(DECREASE) IN CASH HELD		25 515	5 456	(16 502)	-	-	-	-	-	-	-	-	16 500	30 970	(167)	3 626	
Cash/cash equivalents at the monthly/year beginning:		87 934	113 450	118 905	102 404	102 404	102 404	102 404	102 404	102 404	102 404	102 404	102 404	87 934	118 904	118 737	
Cash/cash equivalents at the monthly/year end:		113 450	118 905	102 404	102 404	102 404	102 404	102 404	102 404	102 404	102 404	102 404	118 904	118 904	118 737	122 364	

Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	-			2	2	-	(2)	#DIV/0!	0%
August	28	2 700		42	44	2 700	2 656	98,4%	0%
September	43			110	154	2 700	2 546	94,3%	1%
October	-					2 700	-		
November	244	12				2 712	-		
December	573					2 712	-		
January	31					2 712	-		
February	86	730				3 442	-		
March	235	700				4 142	-		
April	140	5 337				9 479	-		
May	110	1 043				10 522	-		
June	635	3 033				13 556	-		
Total Capital expenditure	2 125	13 556	-	154					

Table SC13a Monthly Budget Statement - capital expenditure on new assets 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	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
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		808	12 177	-	21	63	2 700	2 637	97,7%	12 177
General vehicles		-	-	-	-	1	-	(1)	#DIV/0!	-
Specialised vehicles		-	-	-	-	-	2 700	2 700	100,0%	-
Plant & equipment		630	1 070	-	10	15	-	(15)	#DIV/0!	1 070
Computers - hardware/equipment		161	6 614	-	-	36	-	(36)	#DIV/0!	6 614
Furniture and other office equipment		-	9	-	11	11	-	(11)	#DIV/0!	9
Abattoirs		-	228	-	-	-	-	-	-	228
Markets		-	257	-	-	-	-	-	-	257
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		14	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		3	4 000	-	-	-	-	-	-	4 000
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		168	-	-	-	-	-	-	-	-
Computers - software & programming		168	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	1	976	12 177	-	21	63	2 700	2 637	97,7%	12 177
Specialised vehicles		-	-	-	-	-	2 700	2 700	0	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	2 700	2 700	0	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

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

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements & Bridges</i>		-	-	-	-	-	-	-	-	-
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Water purification</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>		-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
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		1 149	1 278	-	67	69	-	(69)	#DIV/0!	1 278
General vehicles		840	617	-	-	-	-	-	-	617
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		63	69	-	-	-	-	-	-	69
Computers - hardware/equipment		209	152	-	67	69	-	(69)	#DIV/0!	152
Furniture and other office equipment		-	441	-	-	-	-	-	-	441
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		37	-	-	-	-	-	-	-	-
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Intangibles		-	100	-	22	22	-	(22)	#DIV/0!	100
Computers - software & programming		-	100	-	22	22	-	(22)	#DIV/0!	100
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of exist	1	1 149	1 378	-	89	91	-	(91)	#DIV/0!	1 378
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

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

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Community		40	142	-	-	-	-	-	-	142
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		40	142	-	-	-	-	-	-	142
Heritage assets		4	-	-	-	-	-	-	-	-
Buildings		4	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		1 308	1 436	-	154	256	437	182	41,5%	1 436
General v ehicles		230	349	-	23	38	260	222	85,3%	349
Specialised v ehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		229	99	-	8	12	25	13	53,1%	99
Computers - hardware/equipment		626	192	-	83	128	48	(80)	-166,9%	192
Furniture and other office equipment		-	417	-	-	15	104	89	85,8%	417
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		38	-	-	39	60	-	(60)	#DIV/0!	-
Other Buildings		-	379	-	-	-	-	-	-	379
Other Land		184	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	1	3	-	(3)	#DIV/0!	-
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
Intangibles		1 903	2 377	-	446	612	-	(612)	#DIV/0!	2 377
Computers - software & programming		1 903	2 377	-	446	612	-	(612)	#DIV/0!	2 377
Other		-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure		3 254	3 956	-	600	868	437	(431)	-98,6%	3 956
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

Table SC13d Monthly Budget Statement - depreciation by asset class

Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure										
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements & Bridges</i>		-	-	-	-	-	-	-	-	-
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Water purification</i>		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>		-	-	-	-	-	-	-	-	-
<i>Transportation</i>		-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Community		204	214	-	-	-	54	54	100,0%	214
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		204	214	-	-	-	54	54	100,0%	214
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Other assets		3 426	5 134	-	-	-	1 059	1 059	100,0%	4 990
General vehicles		1 008	800	-	-	-	200	200	100,0%	800
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		375	353	-	-	-	88	88	100,0%	353
Computers - hardware/equipment		728	963	-	-	-	241	241	100,0%	963
Furniture and other office equipment		716	1 038	-	-	-	259	259	100,0%	894
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		600	-	-	-	-	-	-	-	-
Other Buildings		-	1 605	-	-	-	270	270	100,0%	1 605
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	375	-	-	-	-	-	-	375
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>		-	-	-	-	-	-	-	-	-
Intangibles		139	268	-	-	-	67	67	100,0%	268
Computers - software & programming		139	268	-	-	-	67	67	100,0%	268
Other		-	-	-	-	-	-	-	-	-
Total Depreciation		3 769	5 615	-	-	-	1 179	1 179	100,0%	5 472
Specialised vehicles		-	-	-	-	-	-	-	-	-
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 15 July 2015 to 15 September 2015. The tender was advertised on 14 September 2015, and will close on 2 October 2015.

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.

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:

OPERATING RESULTS ANALYSIS	Sep-15	FULL YEAR		
COMPARISON: ACTUAL TO BUDGET	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	38 110,70	233 700,00	195 589,30	84%
MAINT.: MOTOR VEHICLES REPAIRS	6 022,45	62 900,00	56 877,55	90%
MAINT.: MOTOR VEHICLES TYRES	18 224,26	88 000,00	69 775,74	79%
MAINT.: SPEED CONTROL EQUIPMENT	13 863,99	82 800,00	68 936,01	83%
GENERAL EXPENSES	98 376,89	1 124 168,00	1 025 791,11	91%
MOTOR VEHICLE CLEANING	3 192,90	65 260,00	62 067,10	95%
INSURANCE	-	110 000,00	110 000,00	100%
LICENSES	5 094,00	17 700,00	12 606,00	71%
MOTOR VEHICLE USAGE	2 387,50	17 200,00	14 812,50	86%
MOTOR VEHICLES: ADMINISTRATION LEVY	3 742,11	25 000,00	21 257,89	85%
MOTOR VEHICLES: FUEL	83 960,38	889 008,00	805 047,62	91%
TOTAL	136 487,59	2 157 868,00	2 021 380,41	94%

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 September 2015 is as follows:

Disposal of Vehicles:

There was no disposal of any vehicles for the month of September 2015.

	Vehicle	Vehicle	Year	Registration	Service	License	Opening KM	Previous Month	Current month	Sep '15
	Description	Allocation	Model	Number		expires	01-Jul-15	Closing Km Reading	Closing KM Reading	Utility
1	Chevrolet Cruze 1.8 LS	Pool	2010	CBY 226 NC	150 000	2016-09-30	128 918	134 414	135 955	1 541
2	Chevrolet Opel Corsa 1.4 i	Disaster Management	2010	CBY 227 NC	75 000	2016-09-30	63 785	65 892	66 355	463
3	Chevrolet Captiva	Pool	2011	CDM 296 NC	90 000	2016-09-30	72 127	74 316	75 317	1 001
4	Toyota Corolla	Pool	2009	BZP 439 NC	165 000	2016-09-30	150 464	155 392	158 216	2 824
5	Toyota Corolla	Pool	2009	BZP 440 NC	165 000	2016-09-30	143 854	149 999	152 629	2 630
6	Chevrolet Trailblazer	Pool	2013	CGR 575 NC	30 000	2015-12-31	25 031	25 995	27 313	1 318
7	Isuzu KB 250	Housing	2013	CGR 572 NC	75 000	2015-12-31	61 434	65 451	67 347	1 896
8	Isuzu KB 250	Housing	2013	CGR 576 NC	60 000	2015-12-31	44 538	46 926	48 528	1 602
9	Hyundai H1	Tourism Centre	2013	CGY 587 NC	45 000	2016-02-28	29 024	30 502	31 368	866
10	Isuzu 2.4	Housing	2009	CBD 761 NC	135 000	2016-02-28	128 452	130 972	131 841	869
11	Nissan LDV	Community Development	2006	BVC 831 NC	150 000	2016-07-31	144 223	145 969	146 915	946
12	Ford Bantam	Finance Office Support	2004	BRD 836 NC	105 000	2016-01-31	95 527	97 209	97 791	582
13	Isuzu KB 250	Disaster Management	2010	CBY 895 NC	60 000	2016-09-30	43 937	45 844	46 999	1 155
14	Isuzu KB 250	Disaster Management	2010	CBY 898 NC	60 000	2016-09-30	45 364	47 364	48 766	1 402
15	Toyota Land Cruiser	Disaster Management	2014	CJL 363 NC	15 000	2016-01-31	10 970	12 008	12 986	978
16	Toyota Land Cruiser	Disaster Management	2014	CKW 835 NC	10 000	2015-11-30	2 672	3 984	4 586	602
17	Isuzu D/Cab	Pool	2013	CGR 974 NC	60 000	2015-12-31	50 520	54 759	57 056	2 297
18	Isuzu Kb 250 D-Teq	Youth Unit	2014	CKR 822 NC	15 000	2015-10-31	7 102	9 761	11 583	1 822
19	Audi Q7	Council	2013	FBDM 1 NC	120 000	2016-09-30	103 781	108 294	110 350	2 056
20	Isuzu Fire Engine	Disaster Management	2013	CHM 958 NC	15 000	2016-06-30	2 001	2 001	2 001	-
21	Toyota Etios	Pool	2014	CJG 979 NC	40 000	2015-12-31	27 338	30 228	31 095	867
22	Nissan NP 200	Environmental Health	2014	CJJ 262 NC	30 000	2015-12-31	21 209	23 208	24 325	1 117
23	Nissan Hardbody	Environmental Health	2014	CJJ 263 NC	15 000	2015-12-31	10 760	12 258	12 863	605
24	Nissan NP 200	Environmental Health	2014	CJJ 258 NC	30 000	2015-12-31	13 980	15 053	16 031	978
25	Chevrolet Park Van	Supply Chain Management	2015	CLF791 NC	15 000	2015-12-31	1 044	1 738	2 077	339
	FULL FLEET UTILITY SEPTEMBER 2015									30 756

Motor Vehicle Damage Report:

No vehicle damages were reported during the month of September 2015.

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 September 2015 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 12 October 2015

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

- the monthly budget statement
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ZM Bogatsu

Municipal Manager: Frances Baard District Municipality

Signature



Date

12 October 2015