

FRANCES BAARD DISTRICT MUNICIPALITY



MONTHLY BUDGET STATEMENT

31 May 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 and to Council 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:

The municipality'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 May 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 R115, 129 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

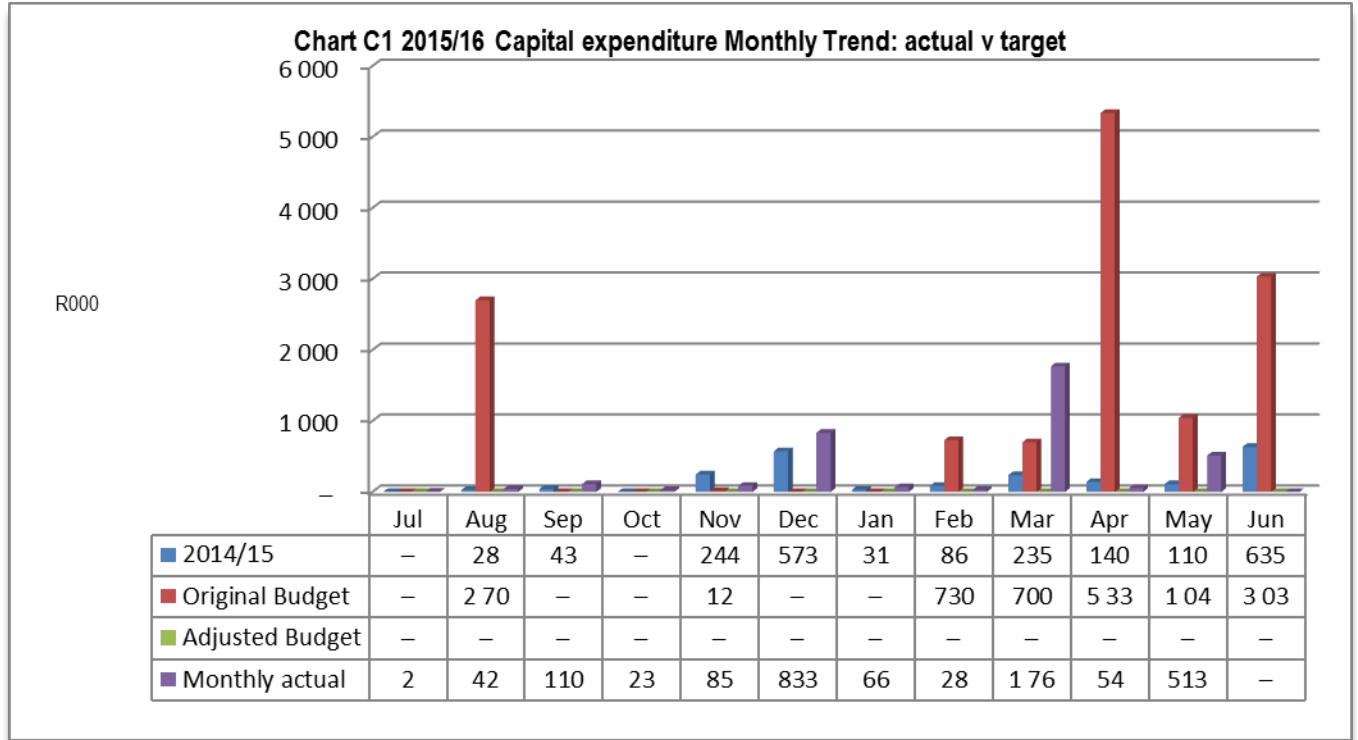
To date, R137, 839 million has been spent compared to the operational year-to-date budget projections of R121, 718 million.

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 R3, 662 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 R138, 318 million. The net increase in cash and cash equivalents for the year to date is R50, 383 million.

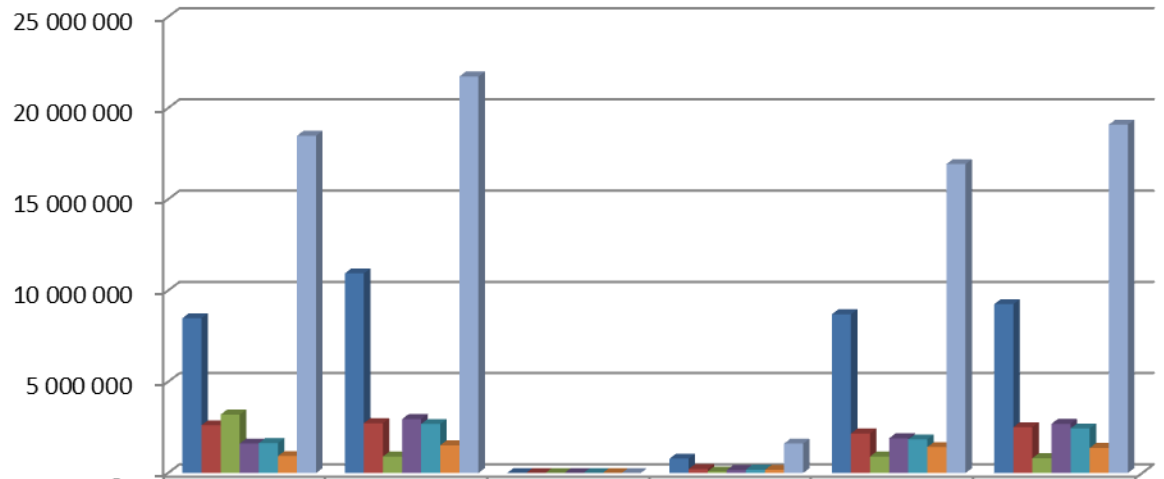
Table C6 includes all cash and cash equivalents (cashbook balances, petty cash balances and short and long term deposits).

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:

OPERATING EXPENDITURE - COUNCIL & EXECUTIVE



	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
■ 1.1 - Council	8 485 808	10 936 690	-	785 042	8 697 400	9 253 054
■ 1.2 - Municipal Manager	2 615 762	2 733 000	-	216 871	2 165 871	2 511 747
■ 1.3 - Committee Services & Administration	3 200 240	900 240	-	86 859	904 626	811 361
■ 1.4 - Internal Audit	1 614 289	2 957 050	-	165 925	1 904 159	2 697 605
■ 1.5 - Communications	1 640 019	2 683 680	-	182 719	1 839 415	2 441 251
■ 1.6 - Legal & Risk	928 733	1 519 430	-	174 077	1 418 411	1 373 197
■ TOTAL	18 484 851	21 730 090	-	1 611 494	16 929 882	19 088 215

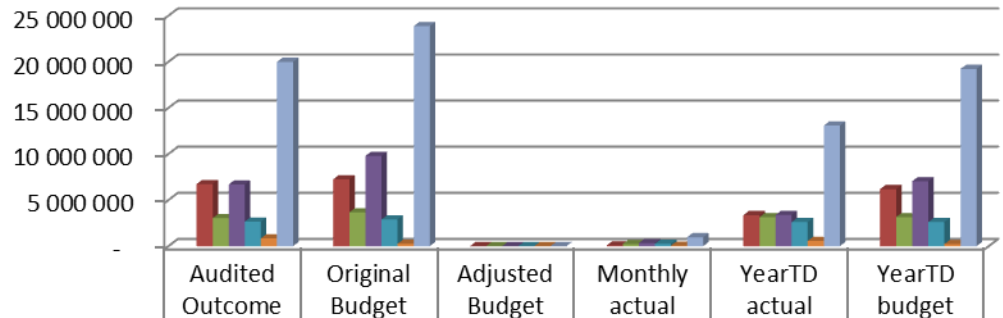
Actual operating expenditure of Council & Executive is R16, 929 882 as compared to the year-to-date budget R19, 088 215. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	51 432,52	13%	Expenditure to increase as applications closed 15 January 2016.
COMMUNICATIONS				
14/15: Branding Communication	30 000,00	13 107,89	44%	Project in progress.
09/10: External Survey	450 000,00	342 820,26	76%	Project completed, final payment made.
14/15: Paia Management Communication	15 000,00	1 447,37	10%	Branding update as required.
POLITICAL OFFICE - ADMINISTRATION				
15/16: Commemorative Days	100 000,00	64 823,24	65%	Two programmes will be held, still need to consult with the local municipalities.
15/16: Disability Programme	76 000,00	-	0%	Proposals have been submitted, awaiting final approval.
15/16: Children Program	41 000,00	11 420,00	28%	Proposals have been submitted, awaiting final approval.
15/16: Gender Programme	52 000,00	24 000,00	46%	Proposals have been submitted, awaiting final approval.
15/16: Older Persons Programme	37 000,00	-	0%	Proposals have been submitted, awaiting final approval.
15/16: MRM Programme	25 000,00	-	0%	Proposals have been submitted, awaiting final approval.
YOUTH UNIT				
15/16: Youth Summit	250 000,00	195 363,29	78%	Youth summit held in the 2nd quarter.
15/16: Youth Career Exhibition	50 000,00	39 640,35	79%	To be utilized in 4th quarter
15/16: District Sopa Debate	30 000,00	7 680,00	26%	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
TOTAL	1 776 000,00	792 393,67	45%	

The year to date actual spending on special projects for Council & Executive amounted to R792,393.67.

OPERATING EXPENDITURE - BUDGET & TREASURY



	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
■ Budget & treasury						
■ Directorate	6 738 873	7 253 770	-	88 928	3 371 066	6 189 644
■ Finance: Revenue & Expenditure	3 043 939	3 667 515	-	232 160	3 150 747	3 160 511
■ Finance: Budget Office	6 692 925	9 791 790	-	336 328	3 377 088	7 041 876
■ Finance: Supply Chain Management	2 666 871	2 894 020	-	257 950	2 609 693	2 614 350
■ Finance: Motor Vehicle Pool	849 256	257 283	-	56 127	573 908	220 728
■ TOTAL	19 991 865	23 864 378	-	971 493	13 082 501	19 227 110

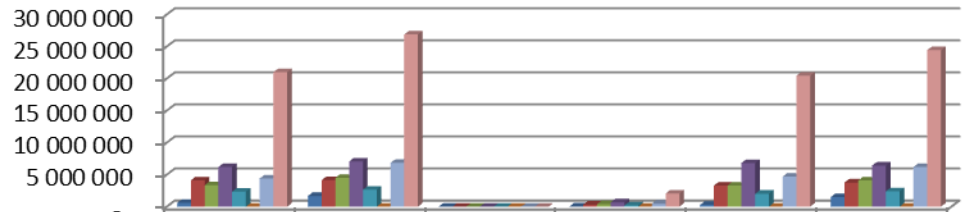
The actual operating expenditure of Budget & Treasury office is R13, 082 501 as compared to the year-to-date projected budget of R19, 227 110. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	9 150,00	2%	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 Actuarial	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.
TOTAL	1 700 000,00	140 390,00	8%	

There year to date actual spending on special projects for Budget & Treasury amounted to R140 390.

OPERATING EXPENDITURE - CORPORATE SERVICES



	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
■ Director: Administration	585 348	1 677 630	-	24 355	286 339	1 515 167
■ Information Systems	4 117 530	4 142 182	-	321 540	3 296 992	3 779 280
■ Human Resource Management	3 358 689	4 506 660	-	380 969	3 315 954	4 113 561
■ Office support Services	6 188 835	7 055 960	-	673 002	6 814 892	6 425 079
■ Environmental Health	2 346 833	2 666 620	-	184 159	2 022 214	2 408 252
■ Community Development	-	-	-	-	-	-
■ Firefighting & Disaster Management	4 399 407	6 832 964	-	477 710	4 700 775	6 189 083
■ TOTAL	20 996 642	26 882 016	-	2 061 736	20 437 166	24 430 422

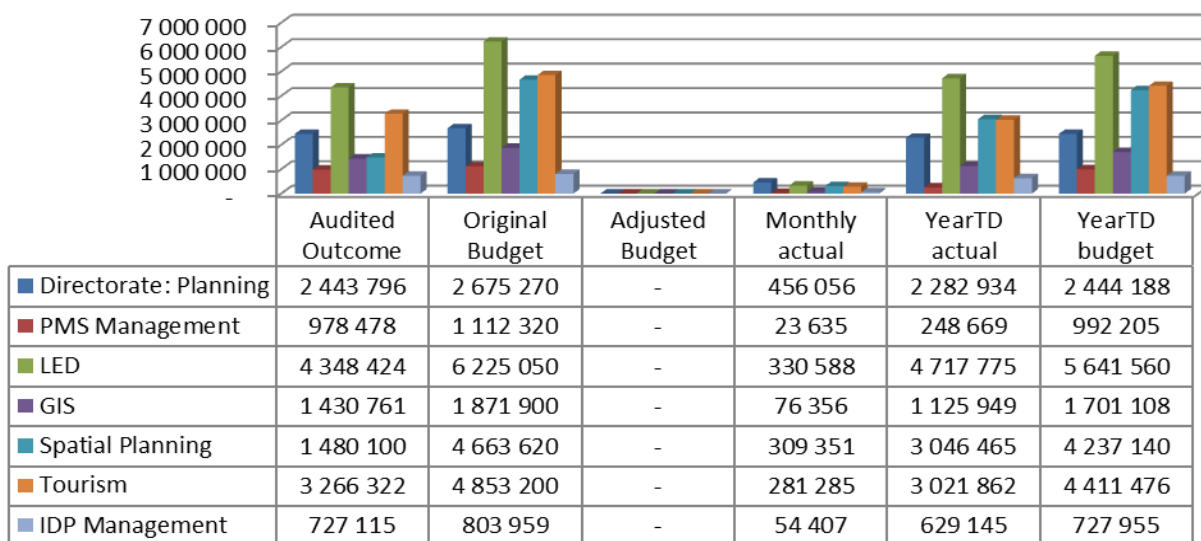
Actual operating expenditure of Corporate Services is R20, 437 166 as compared to the year-to-date projected budget of R24, 430 422. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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

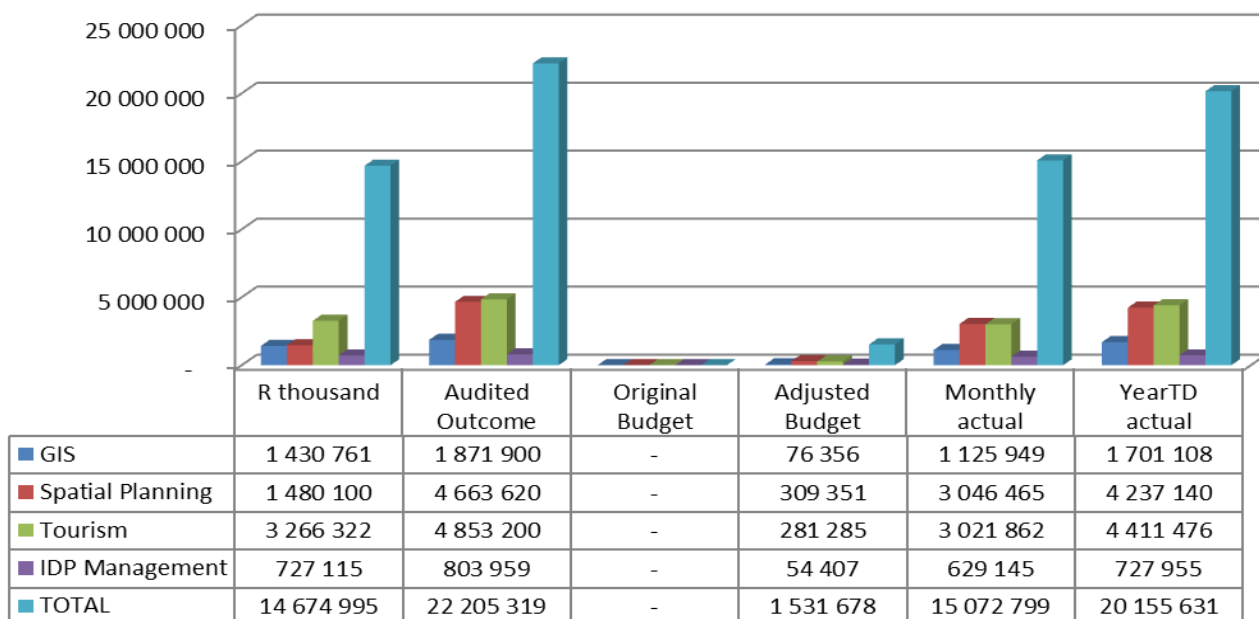
DESCRIPTION	FULL YEAR BUDGET 2015/16	YTD ACTUAL	% SPENT	COMMENT
CORPORATE SERVICES				
<u>INFORMATION SYSTEMS</u>				
12/13: ICT Forum Meetings	7 000,00	552,70	8%	Will be used for every meeting, quarterly meetings will be held, last meeting was held on 30 September 2015. Last meeting to be scheduled in the 4th quarter.
<u>HUMAN RESOURCES MANAGEMENT</u>				
12/13: Employee Assistance Programme	100 000,00	9 124,92	9%	Expenditure to be incurred upon request from employees.
10/11: Employee Wellness	200 000,00	142 639,43	71%	Need to set a day for the wellness programme which will be held by end of June 2016.
<u>ENVIRONMENTAL HEALTH</u>				
14/15: Awareness Programme - Sanitation	10 000,00	9 835,88	98%	Project run according to the operational plan, expenditure incurred monthly.
14/15: Air Quality Projects	29 850,00	5 520,64	18%	Preparations in place for the project to be executed early April 2016.
14/15: Environmental Health Forum	10 000,00	3 151,60	32%	Meetings held quarterly, funds will be utilised by June 2016.
13/14: Waste Management Campaigns	40 000,00	22 492,07	56%	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.
14/15: Fire Fighting - Volunteers Training	81 770,00	79 745,00	98%	Project complete
14/15: Fire Fighting - Volunteers Stipend	23 850,00	18 342,00	77%	As per deployment
14/15: Contingency Fund	870 000,00	519 041,74	60%	Quarterly meetings are held.
14/15: Disaster Management Forum	6 000,00	4 891,80	82%	Project complete
14/15: Awareness Programmes	6 000,00	5 850,00	98%	Programme was held on 18 September 2015, project completed.
TOTAL	1 734 470,00	821 187,78	47%	

The year to date actual spending on special projects for Corporate Services/Administration amounted to R821, 187.78.

OPERATING EXPENDITURE - PLANNING & DEVELOPMENT



OPERATING EXPENDITURE - PLANNING & DEVELOPMENT CONTINUED



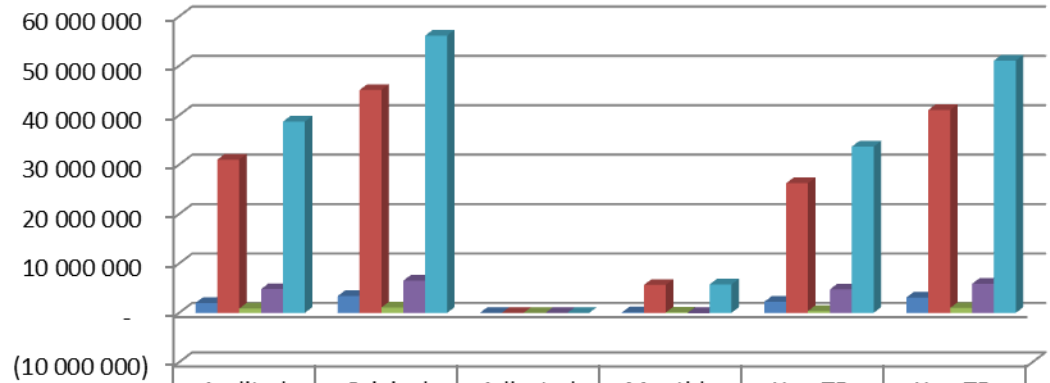
Actual operating expenditure of Planning & Development is R15, 072 799 as compared to the year-to-date projected budget of R20, 155 631. The expenditure compared to the year-to-date budget will improve as the financial year progresses.

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	410 940,00	68%	In progress and in accordance with the budget
MSIG 14/15: Development Of By Laws	340 000,00	-	0%	Project is in progress and in accordance to budget.
LOCAL ECONOMIC DEVELOPMENT				
15/16: LED Youth Entrepreneurship Pro	442 500,00	255 480,00	58%	Project is in process.
15/16: LED Trade & Inv. Promotion	432 400,00	359 509,64	83%	SAITEX in June.
15/16: LED Direct Support To SMMES	300 000,00	227 513,11	76%	Last items are being procured.
15/16: LED Business Support Centre	150 000,00	147 161,80	98%	The last invoice is outstanding.
15/16: LED Dev Sup Strat-Small SC Miners	200 000,00	175 070,00	88%	Completed
15/16: LED EPWP Ent Dev Framework	72 000,00	9 274,37	13%	In progress
14/15: LED SMME Development	300 000,00	171 473,11	57%	Completed
14/15: LED Richie Incubation Centre	175 500,00	175 438,60	100%	Completed
15/16: Gariëp	100 000,00	100 000,00	100%	Completed
14/15: LED Expo	735 000,00	733 367,22	100%	Completed
14/15: LED Develop Incentive Policies	35 000,00	-	0%	In progress
11/12: LED Coordinate Structure And Inst Sup	36 400,00	8 307,70	23%	In progress
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	159 891,32	40%	The service provider on site and the work be completed by June 2016.
15/16: By-Laws For 3 Local Mun	300 000,00	87 113,16	29%	Saving, the work is completed
15/16: Magareng CBD Renewal	20 000,00	-	0%	Will be used for advertisement
15/16: Erf 258 Nkandla Ext 2	451 330,00	351 998,05	78%	The special studies have been completed and busy finalising EIA report
15/16: Erf 775 Vaalharts Set B Ganspan	428 150,00	344 122,94	80%	The special studies have been completed and busy finalising EIA report
15/16: Delportshoop Township Establish	381 250,00	316 742,24	83%	The special studies have been completed and busy finalising EIA report
15/16: Sol Plaatje Spat Dev Framework	400 000,00	-	0%	The budget will still be utilised within 2015/16. The project is in phase 3 and 4.
TOURISM				
15/16: Diamonds & Dorings Support	550 000,00	413 157,89	75%	Completed
15/16: Tour- N18 Tour Route Implement	512 000,00	16 517,05	3%	In progress, advert for written price.
15/16: Tour - Advertising & Promotion	182 646,00	150 402,49	82%	In process, 4th quarter advertising
15/16: Exhibition	36 100,00	25 662,81	71%	Completed
15/16: Tour Gide Business Establishment	65 500,00	13 845,40	21%	In progress
15/16: Kimberley Diamond Cup	40 000,00	18 593,46	46%	Completed
15/16: Tour - Contrb. Neta 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	402 607,00	227 994,54	57%	In process, expo in May 2016.
12/13: Tour - Business Plan Competition	664 220,00	498 926,36	75%	In progress, school items
15/16: Tour - Association	18 000,00	3 185,35	18%	In progress, 4th quarter meeting.
15/16: Tour -FBDM Arts & Craft Centre	50 000,00	-	0%	In progress.
15/16: Community Awareness Campaigns	250 000,00	180 959,24	72%	Completed, saving.
15/16: Gong-Gong Waterfall Feasibility &	450 000,00	113 582,40	25%	In progress, phase 3 and 4
IDP				
12/13: IDP Steering Committee Meeting	8 030,00	4 656,60	58%	To be utilised in the 4th quarter
13/14: IDP Projects	50 690,00	-	0%	Saving
TOTAL	10 361 323,00	5 885 886,85	57%	

The actual spending on special projects for Planning & Development amounted to R5, 885 886.85 for the month.

OPERATING EXPENDITURE - PROJECT MANAGEMENT & ADVISORY SERVICES



	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget
■ Directorate	2 009 302	3 408 890	-	110 054	2 239 258	3 119 824
■ Project Management Services	31 022 192	45 118 075	-	5 669 324	26 252 076	41 076 421
■ Maintenance of Roads	872 539	1 089 430	-	81 417	395 433	999 138
■ Housing	4 816 511	6 518 000	-	(109 942)	4 758 136	5 883 625
■ TOTAL	38 720 543	56 134 395	-	5 750 853	33 644 903	51 079 007

Actual operating expenditure of Project Management & Advisory Services is R33, 644 903 as compared to the year-to-date projected budget of R51, 079 007. 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	5 300,00	91%	Complete
15/16: RURAL ROAD ASSET MAN SYSTEM	2 153 000,00	681 085,22	32%	Three year contract, Phase 1 will be completed.
PROJECT MANAGEMENT & ADVISORY SERVICE				
O&M 15/16 - Magagareng	2 500 000,00	1 946 485,85	78%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
O&M 15/16 - Phokwane	2 500 000,00	1 981 067,25	79%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
O&M 15/16 - Dikgatlong	2 500 000,00	1 194 904,89	48%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
O&M 15/16 - Sol Plaatje	2 500 000,00	2 314 719,60	93%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Magareng -Warrenvale Sew Ret 558	8 100 000,00	4 549 240,58	56%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
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%	Await the delivery of the truck by 15 June 2016.
Cap 15/16 - Phokwane -Upgr J/K WWTW	1 300 000,00	735 330,82	57%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Phokwane -Ref Old Syst J/K WWTW	1 100 000,00	236 749,54	22%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Phokwane -Fencing Hartswater WTW	1 500 000,00	1 298 823,75	87%	Completed, saving.
Cap 15/16 - Dikgatlong -Proc San Truck	2 200 000,00	2 000 636,00	91%	Completed, saving.
Cap 15/16 - Dikgatlong -Wat Ret-Rep Steel/ASB Pipes	2 800 000,00	201 373,00	7%	Still in tender phase, funds to be rolled over as part of new allocation to do construction.
Cap 15/16 - Sol Plaatje -Bulk Wat Sup Rit./Mod	5 000 000,00	902 920,74	18%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Phokwane -Mater Plan: Bulk Wat & San	1 100 000,00	269 045,80	24%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Phokwane -Wat Con & Demand Manag	1 000 000,00	535 216,00	54%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
Cap 15/16 - Phokwane -Guldentskat - Wat & San 608	4 000 000,00	2 834 127,61	71%	Phokwane to go out for construction tenders in June 2016. Unspent funds rolled over as part of new
14/15: Phok-Road Infr & Maint Plan	800 000,00	528 585,00	66%	Project is in the implementation phase, will spend by June 2016. Awaiting last claims.
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%	Completed, saving.
HOUSING				
13/14: Spec Proj: 16 Days Of Activism	15 900,00	-	0%	Programme cancelled.
13/14: Spec Proj – Women’s Month	16 500,00	16 287,63	99%	Completed
13/14: Spec Proj: Mandela Month	16 500,00	(16 000,00)	-97%	Costs were covered by Department of Housing.
13/14: Housing Consumer Education	5 600,00	5 575,00	100%	Completed
12/13: Housing Steering Committee Meeting	10 000,00	7 494,00	75%	Completed, saving.
TOTAL	43 537 700,00	23 409 468,77	54%	

The actual spending on special projects for Project Management & Advisory Services amounted to R23, 409 468.77 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 - M11 May

Description	2015/16	Budget Year 2016/17							
	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	643	6 675	4 989	1 686	34%	5 800
Transfers recognised - operational	102 395	106 509	112 865	1 296	102 986	106 509	(3 523)	-3%	112 865
Other own revenue	1 124	5 185	5 685	16	454	3 631	(3 177)	-88%	5 196
Total Revenue (excluding capital transfers and contributions)	110 402	117 137	124 393	1 956	110 115	115 129	(5 015)	-4%	123 861
Employee costs	47 113	57 549	57 549	3 918	45 786	50 954	(5 167)	-10%	51 860
Remuneration of Councillors	5 691	6 337	6 337	504	5 485	5 809	(324)	-6%	5 645
Depreciation & asset impairment	3 769	5 615	5 615	371	4 105	5 054	(949)	-19%	5 472
Finance charges	2 381	3 054	3 054	-	463	527	(64)	-12%	3 054
Materials and bulk purchases	3 254	3 956	4 620	407	3 071	3 745	(674)	-18%	3 190
Transfers and grants	37 276	56 992	66 362	6 489	32 791	51 928	(19 138)	-37%	63 000
Other expenditure	13 385	21 599	21 227	615	10 670	19 823	(9 153)	-46%	19 227
Total Expenditure	112 869	155 102	164 764	12 306	102 372	137 839	(35 468)	-26%	151 448
Surplus/(Deficit)	(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)	30 453	-134%	(27 587)
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)	30 453	-134%	(27 587)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)	30 453	-134%	(27 587)
Capital expenditure & funds sources									
Capital expenditure	2 125	13 556	11 534	649	3 662	10 522	(6 860)	-65%	13 556
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	2 125	13 556	11 534	54	3 013	9 479	(6 466)	-68%	13 556
Total sources of capital funds	2 125	13 556	11 534	54	3 013	9 479	(6 466)	-68%	13 556
Financial position									
Total current assets	97 164	64 942	68 616		98 552				64 943
Total non current assets	53 259	55 220	47 454		53 790				55 219
Total current liabilities	22 579	16 694	16 694		13 002				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		108 562				74 819
Cash flows									
Net cash from (used) operating	4 082	(21 733)	(23 555)	(10 034)	54 775	(8 161)	(62 935)	771%	(17 415)
Net cash from (used) investing	(2 927)	(9 429)	(6 225)	(513)	(3 525)	(1 970)	1 556	-79%	(8 500)
Net cash from (used) financing	(1 607)	(1 111)	(1 111)	-	(866)	(569)	297	-52%	(1 111)
Cash/cash equivalents at the month/year end	87 483	61 743	56 592	-	138 318	76 783	(61 534)	-80%	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	7 119	3	1	-	1	1	1	149	7 273
Creditors Age Analysis									
Total Creditors	4 812	-	-	-	-	-	-	-	4 812

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

DC9 Frances Baard - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M11 May

Description	Ref	Budget Year 2016/17								
		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	100 912	832	96 460	98 522	(2 062)	-2%	166 551
Executive and council		4 733	-	500	-	-	500	(500)	-100%	-
Budget and treasury office		91 223	100 012	100 412	832	96 460	98 022	(1 562)	-2%	166 551
Corporate services		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 695	2 030	4 386	(16)	1 004	2 030	(1 026)	-51%	1 400
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		315	630	630	-	-	630	(630)	-100%	-
Housing		1 380	1 400	3 756	(16)	1 004	1 400	(396)	-28%	1 400
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		12 751	15 095	19 095	1 139	12 651	15 078	(2 427)	-16%	15 095
Planning and development		9 751	15 095	19 095	1 139	12 651	15 078	(2 427)	-16%	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	1 956	110 115	115 629	(5 515)	-5%	183 046
Expenditure - Standard										
<i>Governance and administration</i>		52 832	67 263	69 560	4 362	46 931	58 007	(11 076)	-19%	63 161
Executive and council		18 485	26 016	26 588	1 990	20 134	22 947	(2 813)	-12%	23 218
Budget and treasury office		19 992	23 864	24 326	971	13 082	19 227	(6 145)	-32%	24 584
Corporate services		14 355	17 382	18 645	1 400	13 714	15 833	(2 119)	-13%	15 359
<i>Community and public safety</i>		9 112	13 351	15 221	368	9 459	12 073	(2 614)	-22%	10 911
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 295	6 833	6 504	478	4 701	6 189	(1 488)	-24%	5 660
Housing		4 817	6 518	8 717	(110)	4 758	5 884	(1 125)	-19%	5 251
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		50 925	69 635	75 136	7 577	45 982	63 348	(17 366)	-27%	64 378
Planning and development		48 579	66 969	72 266	7 392	43 960	60 940	(16 980)	-28%	61 946
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		2 347	2 667	2 870	184	2 022	2 408	(386)	-16%	2 431
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	4 853	4 847	-	-	4 411	(4 411)	-100%	4 326
Total Expenditure - Standard	3	112 869	155 102	164 764	12 306	102 372	137 839	(35 468)	-26%	142 775
Surplus/ (Deficit) for the year		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 210)	29 953	-135%	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) - M11 May

Vote Description	Ref	2015/16	Budget Year 2016/17							
		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	(500)	-100,0%	500
Vote 2 - Budget & Treasury		91 223	100 012	100 412	832	96 460	98 022	(1 562)	-1,6%	100 412
Vote 3 - Corporate Services		315	630	630	-	-	630	(630)	-100,0%	630
Vote 4 - Planning & Development		12 751	940	940	340	751	940	(189)	-20,1%	940
Vote 5 - Project Management & Advisory Services		1 380	15 555	21 911	783	12 904	18 893	(5 990)	-31,7%	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	1 956	110 115	118 985	(8 870)	-7,5%	124 393
Expenditure by Vote										
Vote 1 - Executive & Council	1	18 485	26 016	26 588	1 990	20 134	22 947	(2 813)	-12,3%	23 218
Vote 2 - Budget & Treasury		19 992	23 864	24 326	971	13 083	19 227	(6 145)	-32,0%	24 584
Vote 3 - Corporate Services		20 997	26 882	28 020	2 062	20 437	24 430	(3 993)	-16,3%	23 451
Vote 4 - Planning & Development		14 675	22 205	22 255	1 532	15 073	20 156	(5 083)	-25,2%	19 216
Vote 5 - Project Management & Advisory Services		38 720	56 134	63 574	5 751	33 645	51 079	(17 434)	-34,1%	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	12 306	102 372	137 839	(35 468)	-25,7%	142 775
Surplus/ (Deficit) for the year	2	(2 467)	(37 965)	(40 371)	(10 350)	7 743	(18 854)	26 597	-141,1%	(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) - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		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	351	983	(632)	-64%	1 083
Interest earned - external investments		6 882	5 443	5 843	643	6 675	4 989	1 686	34%	5 800
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines		-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-
Transfers recognised - operational		102 395	106 509	112 865	1 296	102 986	106 509	(3 523)	-3%	112 865
Other revenue		153	4 053	4 553	9	103	2 648	(2 546)	-96%	4 053
Gains on disposal of PPE		-	60	60	-	-	-	-	-	60
Total Revenue (excluding capital transfers and contributions)		110 402	117 137	124 393	1 956	110 115	115 129	(5 015)	-4%	123 861
Expenditure By Type										
Employee related costs		47 113	57 549	57 549	3 918	45 786	50 954	(5 167)	-10%	51 860
Remuneration of councillors		5 691	6 337	6 337	504	5 485	5 809	(324)	-6%	5 645
Debt impairment		1 211	3	3	-	-	-	-	-	11
Depreciation & asset impairment		3 769	5 615	5 615	371	4 105	5 054	(949)	-19%	5 472
Finance charges		2 381	3 054	3 054	-	463	527	(64)	-12%	3 054
Bulk purchases		-	-	-	-	-	-	-	-	-
Other materials		3 254	3 956	4 620	407	3 071	3 745	(674)	-18%	3 190
Contracted services		-	-	-	-	-	-	-	-	-
Transfers and grants		37 276	56 992	66 362	6 489	32 791	51 928	(19 138)	-37%	63 000
Other expenditure		12 064	21 386	21 014	614	10 670	19 823	(9 153)	-46%	19 006
Loss on disposal of PPE		111	210	210	1	-	-	-	-	210
Total Expenditure		112 869	155 102	164 764	12 306	102 372	137 839	(35 468)	-26%	151 448
Surplus/(Deficit)		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)	30 453	(0)	(27 587)
Transfers recognised - capital								-		
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)			(27 587)
Taxation								-		
Surplus/(Deficit) after taxation		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)			(27 587)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)			(27 587)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(2 467)	(37 965)	(40 371)	(10 350)	7 743	(22 710)			(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) - M11 May										
Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-		-
Single Year expenditure appropriation	2									
Vote 1 - Executive & Council		311	165	167	-	30	-	30	#DIV/0!	165
Vote 2 - Budget & Treasury		936	1 924	2 143	79	1 945	1 767	178	10%	1 924
Vote 3 - Corporate Services		739	10 409	8 173	3	1 083	8 743	(7 660)	-88%	10 409
Vote 4 - Planning & Development		45	32	32	137	156	12	144	1201%	32
Vote 5 - Project Management & Advisory Services		94	1 027	1 019	430	449	-	449	#DIV/0!	1 027
Total Capital single-year expenditure	4	2 125	13 556	11 534	649	3 662	10 522	(6 860)	-65%	13 556
Total Capital Expenditure		2 125	13 556	11 534	649	3 662	10 522	(6 860)	-65%	13 556
Capital Expenditure - Standard Classification										
<i>Governance and administration</i>		1 935	2 751	2 310	52	2 226	1 767	459	26%	2 751
Executive and council		311	165	167	-	30	-	30	#DIV/0!	165
Budget and treasury office		936	1 924	2 143	24	1 865	1 767	98	6%	1 924
Corporate services		688	663		28	331	-	331	#DIV/0!	663
<i>Community and public safety</i>		62	9 726	7 655	-	739	7 700	(6 961)	-90%	9 726
Public safety		37	9 726	7 655	-	739	7 700	(6 961)	-90%	9 726
Housing		26	-							
<i>Economic and environmental services</i>		127	1 079	1 072	1	48	12	36	299%	1 079
Planning and development		113	1 059	1 051	-	38	12	26	219%	1 059
Environmental protection		14	20	20	1	10	-	10	#DIV/0!	20
Trading services		-	-	-	-	-	-	-		-
Other										
Total Capital Expenditure - Standard Classification	3	2 125	13 556	11 037	54	3 013	9 479	(6 466)	-68%	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	54	3 013	9 479	(6 466)	-68%	13 556
Total Capital Funding		2 125	13 556	11 534	54	3 013	9 479	(6 466)	-68%	13 556

Table C6 Monthly Budget Statement - Financial Position

DC9 Frances Baard - Table C6 Monthly Budget Statement - Financial Position - M11 May						
Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		324	2 142	2 966	(5 018)	2 143
Call investment deposits		87 159	59 600	62 450	95 000	59 600
Consumer debtors		-	-			-
Other debtors		8 394	2 000	2 000	7 273	2 000
Current portion of long-term receivables		963	900	900	963	900
Inventory		324	300	300	334	300
Total current assets		97 164	64 942	68 616	98 552	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	38 175	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	53 790	55 219
TOTAL ASSETS		150 423	120 162	116 070	152 343	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	4 812	7 000
Provisions		10 308	8 000	8 000	6 455	8 000
Total current liabilities		22 579	16 694	16 694	13 002	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	43 780	45 343
NET ASSETS	2	94 465	74 819	70 726	108 562	74 819
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		70 161	48 469	46 423	90 786	48 469
Reserves		24 303	26 350	24 303	17 776	26 350
TOTAL COMMUNITY WEALTH/EQUITY	2	94 465	74 819	70 726	108 562	74 819

Table C7 Monthly Budget Statement - Cash Flow

DC9 Frances Baard - Table C7 Monthly Budget Statement - Cash Flow - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year TD actual	Year TD 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	9	65	679	(613)	-90%	5 600
Government - operating		103 405	106 509	108 865	1 335	142 624	96 052	46 572	48%	108 865
Government - capital			-		-	-	-	-		-
Interest		6 882	5 443	5 843	643	6 675	5 268	1 407	27%	3 007
Dividends								-		
Payments										
Suppliers and employees		(67 916)	(83 177)	(82 885)	(5 532)	(61 336)	(70 923)	(9 587)	14%	(77 885)
Finance charges		(1 052)	(1 054)	(1 054)	-	(463)	527	990	188%	(1 054)
Transfers and Grants		(37 276)	(54 578)	(59 948)	(6 489)	(32 790)	(39 763)	(6 973)	18%	(55 948)
NET CASH FROM/(USED) OPERATING ACTIVITIES		4 082	(21 733)	(23 555)	(10 034)	54 775	(8 161)	(62 935)	771%	(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)	(513)	(3 525)	(1 970)	1 556	-79%	(8 500)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(2 927)	(9 429)	(6 225)	(513)	(3 525)	(1 970)	1 556	-79%	(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)	(569)	297	-52%	(1 111)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(1 607)	(1 111)	(1 111)	-	(866)	(569)	297	-52%	(1 111)
NET INCREASE/ (DECREASE) IN CASH HELD		(452)	(32 273)	(30 891)	(10 547)	50 383	(10 699)			(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		138 318	76 783			60 908

5. SUPPORTING DOCUMENTATION

Material variance explanations

DC9 Frances Baard - Supporting Table SC1 Material variance explanations - M11 May				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Rental of facilities and equipment	-64%	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	34%	Received more of the scheduled grant income than anticipated.	None needed.
	Other income	-96%	The revenue expected from other sources is lower than budgeted for.	None needed.
2	Expenditure By Type			
	Salaries	-10%	Employee related cost is lower than budgeted for.	Positions are advertised, will be filled as soon as possible.
	Other Materials	-18%	Will be used at the end of the financial year.	None needed.
	Transfers and grants	-37%	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	-46%	Less money spent on other expenditure than anticipated.	Consult with managers, to ensure that spending is as planned.
3	Capital Expenditure			
	Capital expenditure	-65%	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 on track.
4	Financial Position			
	Current Assets	52%	Current assets shows an increase of 105% which is mainly due to the increase in call investments.	None needed.
	Non-Current Liabilities	-3%	There is an increase in the non-current liabilities mainly due to the increase in provisions for the year.	None needed.
	Accumulated Surplus	87%	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	771%	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	-79%	Payments relating to capital assets is lower than budgeted for.	None needed.

More detail on operating variances is available on pages 04 to 15 of this report.

Table SC2 Monthly Budget Statement - performance indicators

DC9 Frances Baard - Supporting Table SC2 Monthly Budget Statement - performance indicators - M11 May							
Description of financial indicator	Basis of calculation	Ref	2015/16	Budget Year 2016/17			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0,7%	5,6%	5,3%	0,5%	5,7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure ex cl. 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		20,1%	20,5%	21,7%	9,8%	20,5%
Gearing	Long Term Borrowing/ Funds & Reserves		27,6%	25,2%	27,4%	23,1%	25,2%
Liquidity							
Current Ratio	Current assets/current liabilities	1	430,3%	389,0%	411,0%	758,0%	389,0%
Liquidity Ratio	Monetary Assets/Current Liabilities		387,5%	369,8%	391,9%	692,1%	369,9%
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		17,1%	9,9%	9,3%	16,1%	9,3%
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%
Other Indicators							
Employee costs	Employee costs/Total Revenue - capital revenue		42,7%	49,1%	46,3%	41,6%	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%	0,4%	7,0%
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 41.9%.

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 - M11 May															
Description	NT Code	Budget Year 2016/17									Total	Total over 90 days	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						
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	7 119	3	1	-	1	1	1	149	7 273	151				
Total By Income Source	2000	7 119	3	1	-	1	1	1	149	7 273	151				
2015/16 - totals only															
Debtors Age Analysis By Customer Group															
Organs of State	2200	298	-	-	6	-	-	-	-	305	6				
Commercial	2300	-	-	-	-	-	-	-	-	-	-				
Households	2400	-	-	-	-	-	-	-	-	-	-				
Other	2500	6 821	3	1	(6)	1	1	1	149	6 968	144				
Total By Customer Group	2600	7 119	3	1	-	1	1	1	149	7 273	151				

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 May 2016 in respect of Provincial and Local Governments Department.

- Dikgatlong local municipality R5, 908.58 for the Koopmansfontein streetlights.

- ***Post-Service Benefits***

- There is one outstanding debt reflected for more than 90 days as at 31 May 2016. Kgantsi N.G R24 190 for under payment of post medical aid contribution benefit.

- *Sundry Debtors*

There is one outstanding debt reflected for more than 90 days as at 31 May 2016 for sundry debtors.

- Moloi M.M R120, 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 - M11 May											
Description	NT Code	Budget Year 2016/17									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	4 812	-	-	-	-	-	-	-	-	4 812
Total By Customer Type	1000	4 812	-	-	-	-	-	-	-	-	4 812

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 2015 – 30 June 2016 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.39429 was issued on the 20 November 2015 for the annual increase for Councilors in terms of the remuneration of Public Office Bearers Act, 1998 for the 2015/16 financial year.

Trade Creditors:

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

PAYMENTS		
Total value of all payments		R 15 590 213
Electronic transfers		
Cheques issued		19
SALARIES		
Number of salary beneficiaries		184
Councillors		16
Total Councillors	27	
* Councillors Position - Vacant	0	
* Councillors with Remuneration	16	
* Councillors without Remuneration	11	
Employees		168
* Remunerated Employee's	166	
* Remunerated Terminated Employees	0	
Pensioners	2	
Total remuneration paid		4 046 295
Councillors		676 409
Employees		3 560 948
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 23 September 2015 is implemented and is maintain by all relevant role players.

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

Ms L Ndlazi went on training for the MFMA programme.

- **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 May 2016, no contract (R200 000 +) was awarded by the Municipal Manager.

For the period of May 2016 two written price quotations (R30 000-R200 000) were awarded by the Municipal Manager.

1.	Primary Agent (heritage specialist)-Exigo	R38 395.00
2.	Autocad software package- Ephelele consulting	R44 178.00

Total orders issued total R 4 776 014.03

Per department

Council and Executive	R 37 785.61
Municipal Manager	R 20 785.66
Finance	R 27 695.37
Administration	R 195 114.75
Planning and Development	R 575 493.34
Technical Service	R3 903 160.55
Stores	R 15 978.75

- **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 R32 686.81

Issues per department

Council	R 656.85
Municipal Manager	R 1 781.36
Finance	R 6 107.08
Administration	R19 053.39
Planning And Development	R 1 637.76
Technical Service	R 3 450.37
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
Aganang Consulting		R712, 349.59	Three year project
Altech Netstar		R10, 930.32	Invoices not receive yet
Civil Sense Consulting		R52, 896.00	Project not completed yet
Franic Signs & Clothing	R5, 472.00		Invoice not received
Global Africa Network		R29, 640.00	Advert not placed yet
Gxy Architects		R47, 984.30	Project not completed
Mac's Electrical		R 700.00	Invoice not receive yet
Mmg Consulting And Projects		R4, 670.67	Partial delivery to be cancel
Morar Incorporated		R238, 000.00	Project not completed
Natiol Health Laboratory		R7, 305.59	Invoice not received yet

Cascade Avenue	R1, 297.01		Invoice not received yet
Rennies		R22, 980.96	Invoice not received yet
Redeals Four Consulting		R275, 615.64	Project not completed
Re Masike Construction		R2, 374 101.81	Project not completed
Salamax 900 Pty T/A Welkom Nissan		R1, 162 230.00	Truck not deliver yet.
Sedibeng Water	R16, 347.60		Invoice not receive yet
Taktho Environmental		R172, 653.00	Project not completed
Tshawe Infrastructure Technologies		R752, 400.00	Project not completed
Tshani Consulting		R165, 280.40	Project not completed
Vakunda Trust		R135, 160.15	Partial delivery
Worldwide Travel & Tours	R14, 743.00	R10, 388.76	Awaits invoices

Table SC5 Monthly Budget Statement - investment portfolio

DC9 Frances Baard - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M11 May									
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
ABSA		369	notice	2016-06-27	34089	7,900%	5 250 000		5 250 000
STANDARD BANK		120	notice	2016-06-28	61890	7,530%	10 000 000		10 000 000
NEDCOR		90	notice	2016-06-01	72296	7,330%	12 000 000		12 000 000
RMB		90	notice	2016-06-01	33830	6,860%	6 000 000		6 000 000
STANDARD BANK		90	notice	2016-06-01	48368	7,356%	8 000 000		8 000 000
ABSA		90	notice	2016-06-01	40447	7,030%	7 000 000		7 000 000
ABSA		91	notice	2016-06-06	40044	6,960%	7 000 000		7 000 000
NEDCOR		91	notice	2016-06-06	30205	7,350%	5 000 000		5 000 000
STANDARD BANK		91	notice	2016-06-06	36247	7,350%	6 000 000		6 000 000
ABSA		120	notice	2016-07-27	37381	7,580%	6 000 000		6 000 000
NEDCOR		120	notice	2016-07-27	37923	7,690%	6 000 000		6 000 000
RMB		120	notice	2016-07-27	23507	7,150%	4 000 000		4 000 000
NEDCOR		120	notice	2016-07-21	29199	7,640%	4 500 000		4 500 000
STANDARD BANK		120	notice	2016-07-21	28966	7,579%	4 500 000		4 500 000
ABSA		120	notice	2016-07-21	28282	7,400%	4 500 000		4 500 000
RMB		120	notice	21-Jul-16	27 327	7,2%	4 500		4 500
Municipality sub-total					610002		100 250	-	100 250
TOTAL INVESTMENTS AND INTEREST	2				610002		100 250	-	100 250

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

DC9 Frances Baard - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		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	-	104 279	104 279	-		104 279
Local Government Equitable Share		6 965	10 002	10 002	-	10 002	10 002	-		10 002
Special Contribution: Councillor Remuneration		4 683	-	-	-	-	-	-	0,0%	
Levy replacement		85 780	88 934	88 934	-	88 934	88 934	-		88 934
Finance Management Grant		1 250	1 250	1 250	-	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	-	1 000	1 000	-		1 000
Roads asset management		-	2 153	2 153	-	2 153	2 153	-		2 153
Provincial Government:		1 945	2 030	11 241	-	6 950	11 241	(4 326)	-38,5%	2 030
Housing		1 380	1 400	3 756	(6 006)	944	3 756	(2 811)	-74,9%	1 400
Near Grant		315	315	315	350	350	315			315
Fire Fighting Equipment Grant		-	315	315	350	350	315	35	11,1%	315
NC Tourism	4	200	-		-	-	-	-		
District Aids Programme		50	-		-	-	-	-		
HIV/AIDS Programme				500	-	-	500	(500)		
Operation Khptso Pula Nala				4 000	4 000	4 000	4 000	-		
Housing Project		-	-	2 356	1 306	1 306	2 356	(1 050)	-44,6%	
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		92	200	200	-	90	200	(110)	-54,9%	200
SETA Skills Grant		77	200	200	-	90	200	(110)	-54,9%	200
ABSA		15	-							
Total Operating Transfers and Grants	5	102 395	106 509	115 720	-	111 319	115 720	(4 436)	-3,8%	106 509
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	-	-	-	-	-	-	-		-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	102 395	106 509	115 720	-	111 319	115 720	(4 436)	-3,8%	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 - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		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	1 922	100 181	100 667	(485)	-0.5%	104 279
Local Government Equitable Share		9 965	10 002	10 002	-	10 002	5 116	4 886	95.5%	10 002
Special Contribution: Councillor Remuneration		4 683	-	-	-	-	-	-	-	-
Levy replacement		82 780	88 934	88 934	(21)	86 205	88 907	(2 702)	-3.0%	88 934
Finance Management Grant		1 250	1 250	1 250	316	852	2 292	(1 439)	-62.8%	1 250
Municipal Systems Improvement		674	940	940	340	1 011	1 461	(450)	-30.8%	940
Extended Public Works Programme		1 006	1 000	1 000	118	942	917	25	2.8%	1 000
Roads asset management		-	2 153	2 153	1 169	1 169	1 974	(805)	-40.8%	2 153
Provincial Government:		1 945	2 030	13 597	380	2 740	8 145	(5 405)	-66.4%	8 886
Housing		1 380	1 400	3 756	-	1 306	1 283	22	1.7%	1 400
Fire Fighting Equipment Grant		-	315	315	-	-	289	(289)	-100.0%	315
Near Grant		315	315	315	-	-	289	(289)	-100.0%	315
NC Tourism		200	-	-	-	-	-	-	-	-
Housing Project		-	-	2 356	-	-	-	-	-	2 356
HIV/AIDS Programme		-	-	500	-	35	458	(423)	-92.4%	4 000
Operation Khptso Pula Nala		-	-	4 000	380	380	3 667	(3 287)	-89.6%	-
Housing Project		50	-	2 356	-	1 020	2 159	(1 139)	-52.8%	500
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		92	200	200	-	64	-	64	#DIV/0!	200
ABSA		15	-	-	-	-	-	-	-	-
SETA Skills Grant		77	200	200	-	64	-	64	#DIV/0!	200
Total operating expenditure of Transfers and Grants:		102 395	106 509	118 076	2 302	102 986	108 812	(5 826)	-5.4%	113 365
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
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	118 076	2 302	102 986	108 812	(5 826)	-5.4%	113 365

Table SC8 Monthly Budget Statement - councillor and staff benefits

DC9 Frances Baard - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May										
Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							
		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	350	3 747	4 105	(358)	-9%	4 478
Pension and UIF Contributions		184	200	200	16	178	183	(5)	-3%	200
Medical Aid Contributions		17	-	-	1	16	-	16	#DIV/0!	-
Motor Vehicle Allowance		1 306	1 321	1 321	114	1 253	1 211	42	3%	1 321
Cellphone Allowance		209	244	244	23	252	279	(27)	-10%	244
Housing Allowances					-	39	31	8	27%	
Other benefits and allowances		259	94	94	-	-	-	-		94
Sub Total - Councillors		5 691	6 337	6 337	504	5 485	5 809	(324)	-6%	6 337
% increase	4		11,3%	11,3%						11,3%
Senior Managers of the Municipality										
Basic Salaries and Wages		4 377	5 212	5 212	240	3 121	4 777	(1 656)	-35%	5 212
Pension and UIF Contributions		580	914	914	36	425	838	(413)	-49%	914
Medical Aid Contributions		118	4	4	-	-	3	(3)	-100%	4
Overtime		-	-	-	-	-	-	-		-
Performance Bonus		434	440	440	-	208	403	(195)	-48%	440
Motor Vehicle Allowance		480	317	317	23	271	290	(20)	-7%	317
Cellphone Allowance		89	96	96	5	60	88	(28)	-32%	96
Housing Allowances		10	6	6			5	(5)	-100%	6
Other benefits and allowances		52	81	81	3	37	74	(38)	-51%	81
Payments in lieu of leave		-	115	115	-	-	106	(106)	-100%	115
Long service awards		-	26	26	-	-	24	(24)	-100%	26
Post-retirement benefit obligations	2	-			-	-	-	-		
Sub Total - Senior Managers of Municipality		6 140	7 211	7 211	306	4 122	6 610	(2 488)	-38%	7 211
% increase	4		17,4%	17,4%						17,4%
Other Municipal Staff										
Basic Salaries and Wages		29 143	36 860	36 860	2 548	28 598	29 011	(413)	-1%	36 860
Pension and UIF Contributions		4 468	6 533	6 533	369	4 551	5 151	(600)	-12%	6 533
Medical Aid Contributions		1 285	447	447	134	1 450	407	1 043	256%	447
Overtime		-	78	78	-	-	72	(72)	-100%	78
Performance Bonus		51	-	-	-	865	-	865	#DIV/0!	-
Motor Vehicle Allowance		2 812	3 109	3 109	296	3 363	2 560	803	31%	3 109
Cellphone Allowance		96	97	97	10	131	1	129	11765%	97
Housing Allowances		256	236	236	31	359	211	147	70%	236
Other benefits and allowances		888	1 090	1 090	85	1 217	925	292	32%	1 090
Payments in lieu of leave		1 439	825	825	-	-	651	(651)	-100%	825
Long service awards		140	188	188	31	120	149	(29)	-19%	188
Post-retirement benefit obligations	2	395	874	874	108	1 012	801	211	26%	874
Sub Total - Other Municipal Staff		40 973	50 339	50 339	3 612	41 664	39 937	1 727	4%	50 339
% increase	4		22,9%	22,9%						22,9%
Total Parent Municipality		52 804	63 886	63 886	4 423	51 271	52 356	(1 084)	-2%	63 886
			21,0%	21,0%						21,0%
TOTAL SALARY, ALLOWANCES & BENEFITS		52 804	63 886	63 886	4 423	51 271	52 356	(1 084)	-2%	63 886
% increase	4		21,0%	21,0%						21,0%
TOTAL MANAGERS AND STAFF		47 113	57 549	57 549	3 918	45 786	46 547	(761)	-2%	57 549

PERSONNEL ATTENDANCES:

Personnel attendance in the workplace (finance department) for the month of May 2016 averages 80%. 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	12
Leave	0	0	3	9
Sick Leave	0	9	15	2
Courses / Seminar	0	5	1	15
Meetings	0	0	1	0
Study leave	0	0	0	3
Maternity Leave	0	0	0	0
Family Responsibility	0	0	0	2
Union Meetings	0	0	0	0
Absent	0	0	0	0
Special Leave	0	0	0	0
Over time	0	0	0	0
No. of Workdays Attended	0	49	127	158
Total Workdays	21	63	147	189
Percentage Attendance per Group	0%	78%	86%	84%
Average	80%			

Personnel Development:

- Two (2) finance interns attended the MFMP programme during the month of May 2016.

INTERNSHIP PROGRAMME

As per National Treasury regulations, there are five finance internship posts. 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).

Two (2) interns are enrolled for the MFMP; the other three (3) interns will be enrolled with the new intake of the MFMP course.

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.

- One (1) senior accountant from the budget office went to Phokwane Local Municipality during the month of May to assist with reconciliations and filing.
- One (1) senior accountant and one (1) intern from the budget office went to Magareng Local Municipality during the month of May to assist with the compilation of the annual budget.
- Two (2) interns from the budget office assisted Magareng and Phokwane Local Municipality with their mSCOA vote structures.

mSCOA Implementation Progress

In terms of the MFMA mSCOA Circular 1, The Municipal Regulations on a Standard Chart of Accounts (mSCOA) is applicable to all municipalities and municipal entities with effect from 1 July 2017.

- The income statement and balance sheet vote structure has been 100% reviewed, new vote numbers are being created to be mSCOA compliant.
- The municipality has established the implementation team and the steering committee; both bodies have had two meetings thus far.
- Information is being shared with the three (3) local municipalities, and regular updates are requested from the municipalities.

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 - M11 May															
Description	Ref	Budget Year 2016/17											2016/17 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	1	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source															
Rental of facilities and equipment		-	-	-	-	-	-	-	-	-	-	-	1 072	56	58
Interest earned - external investments		238	499	517	681	732	339	560	704	1 108	654	643	5 843	4 907	5 103
Transfer receipts - operating		41 280	49	201	6 701	33 266	-	414	(45)	25 274	34 148	1 335	112 865	108 725	115 778
Other revenue		17	29	15	4	2	(35)	4	5	3	12	9	4 553	80	80
Cash Receipts by Source		41 535	578	733	7 387	34 001	304	977	663	26 385	34 813	1 988	124 333	113 767	121 019
Other Cash Flows by Source															
Proceeds on disposal of PPE													60	60	62
Total Cash Receipts by Source		41 535	578	733	7 387	34 001	304	977	663	26 385	34 813	1 988	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	4 019	4 208	438	3 918	57 549	55 090	57 884
Remuneration of councillors		466	473	461	454	480	472	454	666	502	533	504	6 337	6 145	6 431
Interest paid		-	-	-	-	-	-	463	-	-	-	-	1 054	1 129	1 129
Other materials		163	106	600	286	121	232	148	380	297	332	407	4 620	4 406	4 583
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	42 841	-	-
Grants and subsidies paid - other		161	745	419	1 834	1 651	6 458	808	1 199	6 850	6 175	6 489	-	30 795	30 053
General expenses		11 377	(10 086)	11 227	(8 678)	1 165	1 123	790	726	1 486	1 105	702	14 379	13 895	14 444
Cash Payments by Type		16 017	(4 920)	17 124	(2 138)	8 596	12 308	6 643	7 011	13 343	8 584	12 022	126 780	111 460	114 525
Other Cash Flows/Payments by Type															
Capital assets		2	42	110	23	85	833	66	28	1 769	54	513	11 534	749	950
Repayment of borrowing								866					1 111	1 785	1 980
Other Cash Flows/Payments								-							
Total Cash Payments by Type		16 019	(4 878)	17 234	(2 115)	8 681	13 141	7 576	7 039	15 112	8 637	12 534	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)	(6 376)	11 273	26 176	(10 547)	(15 033)	(167)	3 626
Cash/cash equivalents at the monthly/year beginning:		87 934	113 450	118 905	102 404	111 906	137 227	124 390	117 791	111 415	122 688	148 864	87 934	72 901	72 735
Cash/cash equivalents at the monthly/year end:		113 450	118 905	102 404	111 906	137 227	124 390	117 791	111 415	122 688	148 864	138 318	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 - M11 May										
Month	2015/16	Budget Year 2016/17								
	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	2	(0)	0,0%	0%	
August	28	2 700	42	42	44	44	1	1,2%	0%	
September	43		110	110	154	155	1	0,4%	1%	
October	-		23	23	177	178	1	0,3%	1%	
November	244	12	85	85	262	263	1	0,2%	2%	
December	573		833	833	1 095	1 096	1	0,1%	8%	
January	31		28	66	1 162	1 124	(37)	-3,3%	9%	
February	86	730	204	28	1 189	1 328	139	10,4%	9%	
March	235	700	4 745	1 769	2 959	6 073	3 114	51,3%	22%	
April	140	5 337	296	54	3 012	6 369	3 356	52,7%	0	
May	110	1 043	95	513	3 525	6 464	2 939	45,5%	0	
June	635	3 033	5 070			11 534	-			
Total Capital	2 125	13 556	11 534	3 525						

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 - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		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										
<u>Infrastructure</u>		-	-	-	-	-	-	-	-	-
<u>Community</u>		-	-	-	-	-	-	-	-	-
<u>Heritage assets</u>		-	-	-	-	-	-	-	-	-
<u>Investment properties</u>		-	-	-	-	-	-	-	-	-
<u>Other assets</u>		808	12 177	8 230	570	2 677	9 258	6 581	71,1%	12 177
General vehicles				2 900	-	1 236	803	(434)	-54,0%	
Specialised vehicles		-	-	-	-	-	4 961	4 961	100,0%	-
Plant & equipment		630	1 070	1 033	3	84	6	(77)	-1204,3%	1 070
Computers - hardware/equipment		161	6 614	-	-	70	171	101	59,2%	6 614
Furniture and other office equipment		-	9	298	137	180	192	13	6,7%	9
Abattoirs		-	228		-	-	-	-		228
Markets		-	257		-	-	-	-		257
Other Buildings		-	-	4 000	-	-	-	-		-
Other Land		14	-		430	1 108	3 125	2 018	64,6%	-
Other		3	4 000							4 000
<u>Agricultural assets</u>		-	-	-	-	-	-	-		-
<u>Biological assets</u>		-	-	-	-	-	-	-		-
<u>Intangibles</u>		168	-	-	-	-	-	-		-
Computers - software & programming		168								
Total Capital Expenditure on new assets	1	976	12 177	8 230	570	2 677	9 258	6 581	71,1%	12 177
<u>Specialised vehicles</u>		-	-	-	-	-	4 961	4 961	0	-
Refuse										
Fire				-	-	-	4 961	4 961	0	
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 class - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								%	
<u>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		-	-	-	-	-	-	-		-
<u>Community</u>		-	-	-	-	-	-	-		-
<u>Heritage assets</u>		-	-	-	-	-	-	-		-
<u>Investment properties</u>		-	-	-	-	-	-	-		-
<u>Other assets</u>		1 149	1 278	3 204	79	909	1 172	263	22,5%	1 278
General vehicles		840	617	617	-	520	566	45	8,0%	617
Specialised vehicles		-	-	2 040	-	-	-	-		-
Plant & equipment		63	69		-	-	63	63	100,0%	69
Computers - hardware/equipment		209	152		79	343	139	(203)	-146,0%	152
Furniture and other office equipment		-	441	547	-	46	404	359	88,7%	441
Other		37			-	-	-	-		
<u>Agricultural assets</u>		-	-	-	-	-	-	-		-
<u>Biological assets</u>		-	-	-	-	-	-	-		-
<u>Intangibles</u>		-	100	100	-	77	92	15	16,4%	100
Computers - software & programming			100	100	-	77	92	15	16,4%	100
Total Capital Expenditure on renewal of existing assets	1	1 149	1 378	3 304	79	985	1 264	278	22,0%	1 378
<u>Specialised vehicles</u>		-	-	2 040	-	-	-	-		-
Refuse										
Fire				2 040						
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 - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
<u>Infrastructure</u>		-	-	-	-	-	-	-	-	-
<u>Community</u>		40	142	4	-	-	130	130	100,0%	142
Other		40	142	4	-	-	130	130	100,0%	142
<u>Heritage assets</u>		4	-	-	-	-	-	-	-	-
Buildings		4	-	-	-	-	-	-	-	-
<u>Investment properties</u>		-	-	-	-	-	-	-	-	-
<u>Other assets</u>		1 308	1 436	2 298	285	1 589	1 316	(272)	-20,7%	1 436
General v ehicles		230	349	412	82	232	320	88	27,4%	349
Specialised v ehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		229	99	574	3	58	90	32	35,7%	99
Computers - hardware/equipment		626	192		23	739	176	(562)	-318,8%	192
Furniture and other office equipment		-	417	924	1	7	382	375	98,2%	417
Civic Land and Buildings		38			173	517		(517)	#DIV/0!	
Other Buildings		-	379	389	-	-	348	348	100,0%	379
Other Land		184			2	9	-	(9)	#DIV/0!	
Other					1	27		(27)	#DIV/0!	
<u>Agricultural assets</u>		-	-	-	-	-	-	-	-	-
<u>Biological assets</u>		-	-	-	-	-	-	-	-	-
<u>Intangibles</u>		1 903	2 377	2 317	123	1 482	2 298	816	35,5%	2 377
Computers - software & programming		1 903	2 377	2 317	123	1 482	2 298	816	35,5%	2 377
Total Repairs and Maintenance Expenditure		3 254	3 956	4 620	407	3 071	3 745	674	18,0%	3 956
<u>Specialised vehicles</u>		-	-	-	-	-	-	-	-	-
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 - M11 May										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		-	-	-	-	-	-	-	-	-
Community		204	214	214	371	4 105	196	(3 909)	-1992,5%	214
Other		204	214	214	371	4 105	196	(3 909)	-1992,5%	214
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		3 426	5 134	5 134	-	-	4 612	4 612	100,0%	5 134
General vehicles		1 008	800	800	-	-	783	783	100,0%	800
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		375	353	353	-	-	324	324	100,0%	353
Computers - hardware/equipment		728	963	963	-	-	962	962	100,0%	963
Furniture and other office equipment		716	1 038	1 038	-	-	951	951	100,0%	1 038
Civic Land and Buildings		600	-	-	-	-	-	-	-	-
Other Buildings		-	1 605	1 605	-	-	1 591	1 591	100,0%	1 605
Other		-	375	375	-	-	-	-	-	375
Agricultural assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		139	268	268	-	-	245	245	100,0%	268
Computers - software & programming		139	268	268	-	-	245	245	100,0%	268
Total Depreciation		3 769	5 615	5 615	371	4 105	5 053	949	18,8%	5 615
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 01 July 2015 to 31 December 2015. Lateral Unison was appointed again from 01 January 2016 for a period of three (3) years.

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>	May-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	160 346,93	253 700,00	93 353,07	37%
MAINT.: MOTOR VEHICLES REPAIRS	70 562,67	82 900,00	12 337,33	15%
MAINT.: MOTOR VEHICLES TYRES	36 307,15	88 000,00	51 692,85	59%
MAINT.: SPEED CONTROL EQUIPMENT	53 477,11	82 800,00	29 322,89	35%
GENERAL EXPENSES	511 253,43	1 124 168,00	612 914,57	55%
MOTOR VEHICLE CLEANING	12 030,00	65 260,00	53 230,00	82%
INSURANCE	110 000,00	110 000,00	-	0%
LICENSES	12 966,00	17 700,00	4 734,00	27%
MOTOR VEHICLE USAGE	4 767,50	17 200,00	12 432,50	72%
MOTOR VEHICLES: ADMINISTRATION LEVY	17 438,06	25 000,00	7 561,94	30%
MOTOR VEHICLES: FUEL	354 051,87	889 008,00	534 956,13	60%
TOTAL	671 600,36	2 177 868,00	1 506 267,64	69%

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 May 2016 is as follows:

Disposal of Vehicles:

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

	Vehicle	Vehicle	Year	Registration	Service	License	Opening KM	Previous Month	Current month	May '16	YTD
	Description	Allocation	Model	Number		expires	01-Jul-15	Closing Km Reading	Closing KM Reading	Utility	Utility
1	Chevrolet Cruze 1.8 LS	Pool	2010	CBY 226 NC	150 000	2016-09-30	128 918	142 022	142 804	782	13 886
2	Chevrolet Opel Corsa 1.4 i	Disaster Management	2010	CBY 227 NC	75 000	2016-09-30	63 785	70 572	71 673	1 101	7 888
3	Chevrolet Captiva	Pool	2011	CDM 296 NC	90 000	2016-09-30	72 127	84 132	86 168	2 036	14 041
4	Isuzu KB 2.5 CrewCab	Enviromental Health	2016	CMV 311 NC	15 000	2017-01-31	30	705	1 734	1 029	1 704
5	Chevrolet Cruze 1,6	Pool	2016	VMV 321 NC	15 000	2017-01-31	29	1 339	3 958	2 619	3 929
6	Toyota Hilux	Project Management	2016	CMT 747 NC	15 000	2017-01-31	23	1 001	2 152	1 151	2 129
7	Chevrolet Cruze 1,6 North	Pool	2016	VMT 314 NC	15 000	2017-01-31	28	2 160	5 706	3 546	5 678
8	Isuzu KB CrewCab	Housing	2016	CMV 319 NC	15 000	2017-01-31	33	1 054	2 480	1 426	2 447
9	Toyota Corolla	Pool	2009	BZP 439 NC	180 000	2016-09-30	150 464	171 673	171 673	-	21 209
10	Toyota Corolla	Pool	2009	BZP 440 NC	180 000	2016-09-30	143 854	166 443	166 443	-	22 589
11	Chevrolet Trailblazer	Pool	2013	CGR 575 NC	45 000	2016-12-31	25 031	34 102	36 150	2 048	11 119
12	Isuzu KB 250	Housing	2013	CGR 572 NC	90 000	2016-12-31	61 434	78 934	80 723	1 789	19 289
13	Isuzu KB 250	Housing	2013	CGR 576 NC	60 000	2016-12-31	44 538	54 151	55 016	865	10 478
14	Hyundai HI	Tourism Centre	2013	CGY 587 NC	45 000	2017-02-28	29 024	35 616	38 711	3 095	9 687
15	Isuzu 2.4	Housing	2009	CBD 761 NC	150 000	2017-02-28	128 452	138 264	138 581	317	10 129
16	Nissan LDV	Community Development	2006	BVC 831 NC	165 000	2016-07-31	144 223	152 219	152 975	756	8 752
17	Ford Bantam	Finance Office Support	2004	BRD 836 NC	105 000	2017-01-31	95 527	100 944	100 944	-	5 417
18	Isuzu KB 200	Disaster Management	2010	CBY 895 NC	60 000	2016-09-30	43 937	49 324	49 717	393	5 780
19	Isuzu KB 200	Disaster Management	2010	CBY 898 NC	60 000	2016-09-30	45 364	56 264	56 335	71	10 971
20	Toyota Land Cruiser	Disaster Management	2014	CJL 363 NC	20 000	2017-01-31	10 970	14 910	15 092	182	4 122
21	Toyota Land Cruiser	Disaster Management	2014	CKW 835 NC	15 000	2016-11-30	2 672	8 772	10 774	2 002	8 102
22	Isuzu D/Cab	Pool	2013	CGR 974 NC	75 000	2016-12-31	50 520	68 428	68 428	-	17 908
23	Isuzu Kb 250 D-Teq	Youth Unit	2014	CKR 822 NC	30 000	2016-10-31	7 102	22 952	25 438	2 486	18 336
24	Audi Q7	Council	2013	FBDM 1 NC	135 000	2016-09-30	103 781	128 286	132 456	4 170	28 675
25	Isuzu Fire Engine	Disaster Management	2013	CHM 958 NC	15 000	2016-06-30	2 001	2 009	2 009	8	8
26	Toyota Etios	Pool	2014	CJG 979 NC	40 000	2016-12-31	27 338	37 976	38 778	802	11 440
27	Nissan NP 200	Enviromental Health	2014	CJJ 262 NC	30 000	2016-12-31	21 209	29 296	29 934	638	8 725
28	Nissan Hardbody	Enviromental Health	2014	CJJ 263 NC	30 000	2016-12-31	10 760	20 113	20 562	449	9 802
29	Nissan NP 200	Enviromental Health	2014	CJJ 258 NC	30 000	2016-12-31	13 980	21 403	22 149	746	8 169
30	Chevrolet Park Van	Supply Chain Management	2015	CLF791 NC	15 000	2017-01-31	1 044	3 485	3 664	179	2 620
31	Nissan Almera 1.5 Acenta	Pool	2016	CMT 438 NC	15 000	2017-01-31	49	3 395	4 137	742	1 312
	FULL FLEET UTILITY MAY 2016									35 428	305 029

Motor Vehicle Damage Report:

During May 2016 the fender of CMV 311 NC 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 April 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 08 June 2016

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Signature



Date

08 June 2016