

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

APRIL 2019

Table of Contents

PART 1: IN - YEAR REPORT	3
PURPOSE	3
EXECUTIVE SUMMARY	3
IN YEAR BUDGET STATEMENT TABLES	3
Table C1 – Budget Statement Summary	4
Table C2 – Financial Performance (Standard Classification)	7
Table C3 – Fin’ Performance (Revenue and Expenditure by vote)	8
Table C4: Financial Performance by Revenue Source and Expenditure Type	9
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding	10
Table C5C: Monthly Capital Expenditure by Vote	11
Figure1: Capital expenditure by source of finance	Error! Bookmark not defined.
Figure 2: Monthly capital expenditure	12
Table C6: Monthly Budget Statement Financial Position	13
Table C7: Monthly Budget Statement Cash Flow	14
PART 2: SUPPORTING TABLES	15
Supporting Table: SC 1 Material Variance Explanation	15
Supporting Table: SC 3 - Debtors Age Analysis	15
Figure 3: Debtors age analysis	16
Figure 4: Monthly debtors book	17
TOP TWENTY DEBTORS	18
Supporting Table: SC 4 - Creditors Age Analysis	18
TOP CREDITORS PAID	19
Supporting Table: SC 5 - Investment Portfolio	20
Supporting Table: SC 6 - Transfers and Grant Receipts	20
Supporting Table: SC 7 Transfers and grants – Expenditure	21
Figure 5: Grants performance	22
Supporting Table: SC7 (2) – Expenditure against approved rollovers	23
Supporting Table: SC8 - Councilor Allowances and Employee Related Costs	24
Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts	26
Supporting Table: SC 12 Capital Expenditure Trend	27
Supporting Table: SC 13(a) Capital Expenditure on New Assets	28
Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets	29
Supporting Table: SC 13(c) Repairs and Maintenance Expenditure	30
Supporting Table: SC 13(d) Depreciation and asset impairment	30
Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets	31
List of Capital Programmes and Projects	34
QUALITY CERTIFICATE	35

PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to National and Provincial Treasury on the monthly financial performance of the Municipality as required by Section 71 of the Municipal Finance Management Act.

EXECUTIVE SUMMARY

Section 71 of the Municipal Finance Management Act deals with requirements for in-year reporting and further state that the Accounting Officer of the Municipality must by no later than 10 working days after end of each month submit to the Mayor and relevant Provincial Treasury, the monthly budget statement in the prescribed format on the state of the municipality's financial results.

IN YEAR BUDGET STATEMENT TABLES

SUMMARY OF BUDGET AND ACTUALS 2018/19				
DESCRIPTION	2018/19			
	ORIGINAL BUDGET	ADJUSTED BUDGET	YEAR TO DATE ACTUAL	PERCENTAGE
OPERATING REVENUE	476,783,483	455,696,679	380,371,134	83%
OPERATING EXPENDITURE	471,306,288	449,168,594	355,355,631	79%
TRANSFER - CAPITAL	63,830,000	64,278,678	51,505,278	80%
SURPLUS/(DEFICIT)	69,307,195	70,806,762	76,520,782	108%
CAPITAL EXPENDITURE	75,868,905	71,369,636	51,753,509	73%

Table C1 – Budget Statement Summary

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	25,978	36,650	33,010	2,644	28,494	27,214	1,280	5%	33,010
Service charges	74,874	101,546	89,925	6,946	73,881	72,312	1,569	2%	89,925
Investment revenue	2,928	3,000	2,800	408	1,706	2,275	(569)	-25%	2,800
Transfers and subsidies	226,163	245,278	245,278	1,405	241,219	245,508	(4,289)	-2%	245,278
Other own revenue	94,037	90,309	84,683	1,525	35,072	66,154	(31,082)	-47%	84,683
Total Revenue (excluding capital transfers and contributions)	423,980	476,783	455,697	12,929	380,371	413,464	(33,092)	-8%	455,697
Employee costs	127,202	134,149	130,473	10,680	116,782	111,535	5,248	5%	130,473
Remuneration of Councillors	22,874	25,070	24,291	1,936	19,363	19,944	(581)	-3%	24,291
Depreciation & asset impairment	53,654	51,181	51,181	-	25,989	42,807	(16,818)	-39%	51,181
Finance charges	281	2,500	2,900	482	1,397	1,914	(517)	-27%	2,900
Materials and bulk purchases	78,408	97,093	78,909	5,911	64,652	61,936	2,716	4%	78,909
Transfers and subsidies	841	4,404	3,580	82	1,919	2,706	(787)	-29%	3,580
Other expenditure	238,169	156,909	157,835	10,315	125,253	130,552	(5,299)	-4%	157,835
Total Expenditure	521,428	471,306	449,169	29,406	355,356	371,393	(16,037)	-4%	449,169
Surplus/(Deficit)	(97,448)	5,477	6,528	(16,478)	25,016	42,071	(17,055)	-41%	6,528
Transfers and subsidies - capital (monetary allocations)	97,901	63,830	64,279	1,208	51,505	64,508	(13,003)	-20%	64,279
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	453	69,307	70,807	(15,270)	76,521	106,579	(30,058)	-28%	70,807
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	453	69,307	70,807	(15,270)	76,521	106,579	(30,058)	-28%	70,807
Capital expenditure & funds sources									
Capital expenditure	107,563	75,869	71,370	1,593	51,754	64,692	(12,939)	-20%	71,370
Capital transfers recognised	83,864	55,504	55,953	1,195	45,663	55,013	(9,351)	-17%	55,953
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	23,699	20,365	15,417	398	6,091	9,679	(3,588)	-37%	15,417
Total sources of capital funds	107,563	75,869	71,370	1,593	51,754	64,692	(12,939)	-20%	71,370
Financial position									
Total current assets	65,342	120,845	127,079		211,349				127,079
Total non current assets	1,018,848	1,083,492	1,083,492		1,053,099				1,083,492
Total current liabilities	91,339	73,138	66,949		140,539				66,949
Total non current liabilities	93,955	116,629	109,192		121,097				109,192
Community wealth/Equity	898,896	1,014,570	1,034,431		1,002,811				1,034,431
Cash flows									
Net cash from (used) operating	96,019	83,769	90,520	(17,855)	118,137	61,698	(56,439)	-91%	90,520
Net cash from (used) investing	(103,972)	(71,869)	(65,801)	(1,593)	(44,880)	(49,607)	(4,727)	10%	(65,801)
Net cash from (used) financing	(6,900)	(9,829)	(6,640)	(699)	(9,023)	57	9,080	15930%	(6,640)
Cash/cash equivalents at the month/year end	6,194	18,039	24,273	-	70,428	18,342	(52,085)	-284%	24,273
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	11,136	4,760	2,442	2,227	2,087	1,966	11,103	44,673	80,393
Creditors Age Analysis									
Total Creditors	985	-	-	-	-	-	-	-	985

The above C1 Sum table summarizes the following activities: -

Revenue:

The actual year to date operational revenue as at end of April is R380, 371 million and the year to date budget of R455, 697 million and this reflects a negative variance of R33, 092 million that can be attributed to the understated traffic fines revenue that is not wholly

accounted for in the financial system due to non-integration of traffic fine management system and core financial system. The following are the secondary revenue item categories reflecting a positive and negative material variance:

- Interest earned - external investments: 25% unfavorable variance,
- Interest earned – outstanding debtors: 21% unfavorable variance,
- Rental on Facilities and Equipment: 14% unfavorable variance,
- Fines, penalties and forfeits: 59% unfavorable variance
- Transfer and Subsidies: 2% unfavorable variance
- Services Charges – electricity revenue: 3% favorable variance
- Services Charges – refuse revenue: 3% unfavorable variance
- Licenses and permits: 10% unfavorable variance
- Property rates: 5% favorable variance

Operating Expenditure

The year to date operational expenditure as at end of April amounts to R355, 356 million and the year to date budget is R449, 169 million. This reflects underspending variance of R16, 037 million that translates to 4% variance. The variance is attributed underspending variance on depreciation and asset impairment and debt impairment that the municipality is still facing a challenge regarding the computation of monthly movement of the two accounts.

All other expenditure line items are performing almost in line with the year to date budget since the variance thereof is less than 10% except for the following:

- Finance charges: 27% under performance variance,
- Other Materials: 10% under performance
- Depreciation and asset impairment: 39% under performance variance
- Debt impairment: 28% under performance variance
- Transfers and subsidies: 29% under performance variance

The above material variances are explained more in detail on Supporting Tables SC 1

Capital Expenditure

The year to date actual capital expenditure as at end of April 2019 amounts to R51, 754 million and the year to date budget amounts to R64, 692 million and this gives rise to R12, 939 million under performance variance that is attributed to delays in the appointment of service providers for internally funded capital projects. The budget for internally funded capital projects had to be adjusted downwards during the main adjustment budget due to unfavorable cash flow position that the municipality is faced with. The procurement plans have been developed however, they are not fully implemented. These procurement plans were intended to guide

the spending pattern on capital projects and partial implementation thereof makes it difficult for the municipality to forecast the cash flow projections.

Surplus/Deficit

Taking the total revenue and expenditure performance into consideration, the net operating surplus for the month of April 2019 is R51, 505 million that is mainly used for funding internally funded capital projects.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of April amounts to R80, 393 million and this shows an increase of R17, 712 million as compared to R62, 681 million as at end of 2017/18 financial year. This increase portrays improved revenue collection of the municipality as the higher the collection rates the lesser the increase in consumer debtors.

Consumer debtors is made up of service charges and property rates that amount to R56, 588 million and other debtors amounting to R23, 805 million. Debtors such those relating to traffic fines are reported as other debtors as presented under current assets on Table C6 and as a result, they do not form part of consumer debtors.

Creditors

The municipality is currently striving for paying its creditors within 30 days of receipt of invoice as required by MFMA. However, the municipality has instances where the cash flow position was quite unfavorable and it was then unable to service certain creditors as and when they became due. This resulted in the municipality incurring penalties and/or fruitless and wasteful expenditure due to late payment.

Table C2 – Financial Performance (Standard Classification)

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	183,232	203,714	198,283	4,299	184,221	192,410	(8,189)	-4%	198,283
Executive and council	35,581	42,873	42,873	–	40,562	42,873	(2,311)	-5%	42,873
Finance and administration	141,249	152,939	147,508	4,299	135,727	141,635	(5,908)	-4%	147,508
Internal audit	6,402	7,902	7,902	–	7,932	7,902	30	0%	7,902
Community and public safety	9,881	18,637	18,650	7	21,010	18,647	2,363	13%	18,650
Community and social services	3,412	7,973	7,973	6	11,301	7,970	3,331	42%	7,973
Sport and recreation	6,469	10,664	10,677	1	9,709	10,677	(968)	-9%	10,677
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	206,569	185,532	182,239	1,401	119,138	160,489	(41,352)	-26%	182,239
Planning and development	6,605	17,319	17,107	19	13,072	16,972	(3,900)	-23%	17,107
Road transport	199,121	167,196	164,114	1,382	105,036	142,499	(37,464)	-26%	164,114
Environmental protection	842	1,018	1,018	–	1,030	1,018	12	1%	1,018
Trading services	122,199	132,730	120,804	8,429	107,509	106,426	1,083	1%	120,804
Energy sources	91,510	109,537	102,039	7,837	88,067	89,137	(1,069)	-1%	102,039
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	30,689	23,193	18,765	592	19,441	17,289	2,152	12%	18,765
Other	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	521,880	540,613	519,975	14,137	431,876	477,972	(46,095)	-10%	519,975
Expenditure - Functional									
Governance and administration	213,465	176,004	184,555	15,704	165,697	158,548	7,149	5%	184,555
Executive and council	39,711	42,558	39,998	4,423	34,694	33,525	1,169	3%	39,998
Finance and administration	167,531	125,652	135,446	11,153	124,287	117,013	7,274	6%	135,446
Internal audit	6,223	7,795	9,111	129	6,716	8,010	(1,294)	-16%	9,111
Community and public safety	14,010	18,191	15,276	788	8,954	12,046	(3,093)	-26%	15,276
Community and social services	6,687	7,709	5,563	356	3,927	4,468	(542)	-12%	5,563
Sport and recreation	7,323	10,481	9,713	432	5,027	7,578	(2,551)	-34%	9,713
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	125,722	149,194	133,138	4,262	94,318	108,749	(14,430)	-13%	133,138
Planning and development	14,195	23,848	15,813	926	11,312	12,087	(776)	-6%	15,813
Road transport	110,877	124,365	116,597	3,293	82,472	96,057	(13,585)	-14%	116,597
Environmental protection	650	981	728	43	534	604	(70)	-12%	728
Trading services	168,230	127,918	116,200	8,652	86,387	92,050	(5,663)	-6%	116,200
Energy sources	140,094	105,653	92,646	6,518	63,476	70,379	(6,903)	-10%	92,646
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	28,136	22,265	23,554	2,134	22,911	21,671	1,240	6%	23,554
Other	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	521,428	471,306	449,169	29,406	355,356	371,393	(16,037)	-4%	449,169
Surplus/ (Deficit) for the year	453	69,307	70,807	(15,270)	76,521	106,579	(30,058)	-28%	70,807

Table C3 – Fin’ Performance (Revenue and Expenditure by vote)

Vote Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	31,540	38,168	38,168	–	35,733	38,168	(2,436)	-6%	38,168
Vote 2 - Municipal Manager	15,805	31,469	31,469	–	24,626	31,469	(6,843)	-22%	31,469
Vote 3 - Budget & Treasury	83,272	64,695	59,272	4,286	56,348	53,378	2,970	6%	59,272
Vote 4 - Corporate Services	34,041	39,939	39,931	13	43,280	39,952	3,327	8%	39,931
Vote 5 - Community Services	131,423	127,644	120,478	1,181	74,329	101,843	(27,514)	-27%	120,478
Vote 6 - Technical Services	211,539	211,110	203,280	8,638	174,489	185,919	(11,430)	-6%	203,280
Vote 7 - Developmental Planning	1,529	11,493	11,282	19	7,059	11,147	(4,088)	-37%	11,282
Vote 8 - Executive Support	12,731	16,094	16,094	–	16,013	16,094	(82)	-1%	16,094
Total Revenue by Vote	521,880	540,613	519,975	14,137	431,876	477,972	(46,095)	-10%	519,975
Expenditure by Vote									
Vote 1 - Executive & Council	36,404	37,886	35,307	4,134	29,961	29,201	760	3%	35,307
Vote 2 - Municipal Manager	20,075	31,112	37,306	3,295	37,882	32,700	5,182	16%	37,306
Vote 3 - Budget & Treasury	89,906	47,233	51,072	3,009	56,043	48,948	7,095	14%	51,072
Vote 4 - Corporate Services	39,301	37,865	30,600	1,561	19,503	23,728	(4,225)	-18%	30,600
Vote 5 - Community Services	123,541	105,457	100,333	4,572	68,529	81,159	(12,630)	-16%	100,333
Vote 6 - Technical Services	188,616	185,027	167,702	10,107	121,883	134,298	(12,415)	-9%	167,702
Vote 7 - Developmental Planning	7,999	11,188	9,977	426	6,347	7,127	(780)	-11%	9,977
Vote 8 - Executive Support	15,585	15,539	16,872	2,301	15,209	14,233	976	7%	16,872
Total Expenditure by Vote	521,428	471,306	449,168	29,406	355,356	371,393	(16,037)	-4%	449,168
Surplus/ (Deficit) for the year	453	69,307	70,807	(15,270)	76,521	106,579	(30,058)	-28%	70,807

Table C2 and C3 measure the monthly actuals and year to date actuals against the year to date budget. The aforementioned budget tables are presented by standard classification and vote respectively for both revenue and expenditure. The variances are all reflected in the year-to-date variance column.

The financial results portrayed in the two tables are the same as those in other tables (i.e. it is only the description or basis of reporting that is based on financial or budget performance by vote or department, and National Treasury’s standard classification).

Table C4: Financial Performance by Revenue Source and Expenditure Type

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	25,978	36,650	33,010	2,644	28,494	27,214	1,280	5%	33,010
Service charges - electricity revenue	67,575	89,297	81,798	6,355	67,307	65,567	1,741	3%	81,798
Service charges - water revenue							-		
Service charges - sanitation revenue							-		
Service charges - refuse revenue	7,299	12,249	8,127	592	6,574	6,746	(172)	-3%	8,127
Service charges - other	-						-		
Rental of facilities and equipment	944	1,220	1,000	30	606	708	(102)	-14%	1,000
Interest earned - external investments	2,928	3,000	2,800	408	1,706	2,275	(569)	-25%	2,800
Interest earned - outstanding debtors	9,693	8,161	6,692	846	4,917	6,245	(1,327)	-21%	6,692
Dividends received	-						-		
Fines, penalties and forfeits	67,325	73,218	70,209	104	21,891	53,702	(31,811)	-59%	70,209
Licences and permits	4,956	4,950	5,200	477	3,883	4,317	(434)	-10%	5,200
Agency services	-	-					-		
Transfers and subsidies	226,163	245,278	245,278	1,405	241,219	245,508	(4,289)	-2%	245,278
Other revenue	11,118	2,761	1,582	67	3,775	1,182	2,593	219%	1,582
Gains on disposal of PPE						-	-		
Total Revenue (excluding capital transfers and contrib	423,980	476,783	455,697	12,929	380,371	413,464	(33,092)	-8%	455,697
Expenditure By Type									
Employee related costs	127,202	134,149	130,473	10,680	116,782	111,535	5,248	5%	130,473
Remuneration of councillors	22,874	25,070	24,291	1,936	19,363	19,944	(581)	-3%	24,291
Debt impairment	74,839	53,421	55,000	-	31,176	43,564	(12,388)	-28%	55,000
Depreciation & asset impairment	53,654	51,181	51,181	-	25,989	42,807	(16,818)	-39%	51,181
Finance charges	281	2,500	2,900	482	1,397	1,914	(517)	-27%	2,900
Bulk purchases	68,602	80,000	70,000	5,182	57,010	54,977	2,033	4%	70,000
Other materials	9,806	17,093	8,909	729	7,643	6,959	684	10%	8,909
Contracted services	67,951	60,020	59,841	6,760	56,249	51,889	4,360	8%	59,841
Transfers and subsidies	841	4,404	3,580	82	1,919	2,706	(787)	-29%	3,580
Other expenditure	93,908	43,468	42,994	3,555	37,828	35,098	2,730	8%	42,994
Loss on disposal of PPE	1,470			-	-		-		
Total Expenditure	521,428	471,306	449,169	29,406	355,356	371,393	(16,037)	-4%	449,169
Surplus/(Deficit)	(97,448)	5,477	6,528	(16,478)	25,016	42,071	(17,055)	-41%	6,528
Transfers and subsidies - capital (monetary allocations)	97,901	63,830	64,279	1,208	51,505	64,508	(13,003)	-20%	64,279
Transfers and subsidies - capital (monetary allocations)							-		
Transfers and subsidies - capital (in-kind - all)							-		
Surplus/(Deficit) after capital transfers & contributions	453	69,307	70,807	(15,270)	76,521	106,579			70,807
Taxation									
Surplus/(Deficit) after taxation	453	69,307	70,807	(15,270)	76,521	106,579			70,807
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	453	69,307	70,807	(15,270)	76,521	106,579			70,807
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year	453	69,307	70,807	(15,270)	76,521	106,579			70,807

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on property rates, service

charges – electricity, refuse, rental of facilities and equipment, interest earned – external investments, interest on outstanding debtors, fines, penalties and forfeits, licenses and permits and other revenue.

In the case of expenditure, the following line items reflect material variance; Remuneration of councilors, Bulk purchases, other expenditure, debt impairment, depreciation and asset impairment, finance charges, other materials, and transfer and subsidies.

Reasons for deviations will only be provided for material variances and a variance is deemed to be material if it is 10% and more.

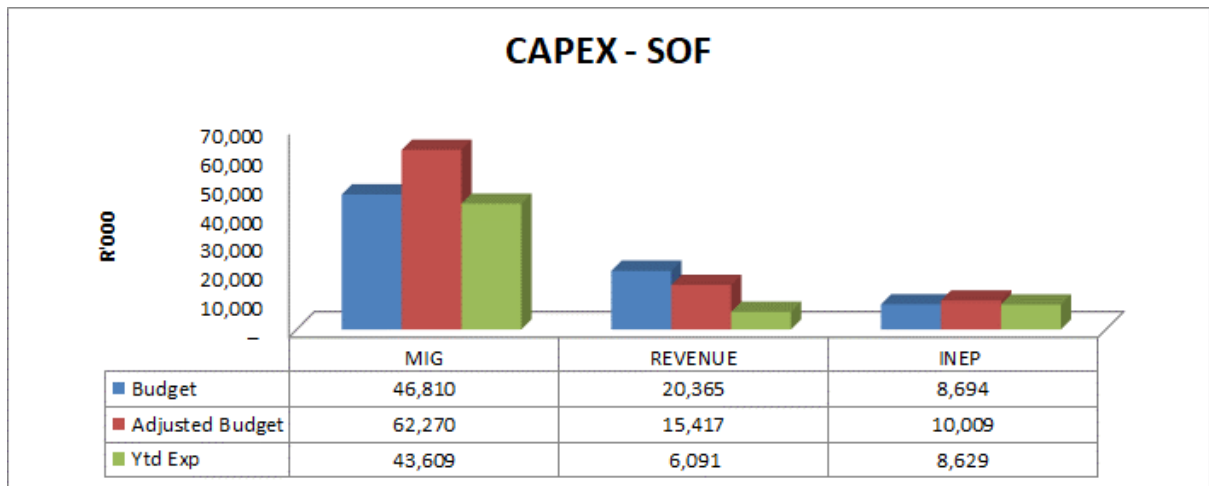
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Vote Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	1,110	1,700	2,200	64	1,289	1,434	(145)	-10%	2,200
Executive and council							-		
Finance and administration	1,110	1,700	2,200	64	1,289	1,434	(145)	-10%	2,200
Internal audit							-		
Community and public safety	8,834	522	522	-	-	334	(334)	-100%	522
Community and social services		522	522	-	-	334	(334)	-100%	522
Sport and recreation	8,834	-					-		-
Public safety							-		
Housing							-		
Health							-		
Economic and environmental services	84,672	59,779	57,039	1,130	40,800	52,435	(11,634)	-22%	57,039
Planning and development		-					-		-
Road transport	84,672	59,779	57,039	1,130	40,800	52,435	(11,634)	-22%	57,039
Environmental protection		-					-		-
Trading services	12,946	13,868	11,609	400	9,665	10,490	(825)	-8%	11,609
Energy sources	12,946	10,868	10,009	443	8,430	9,658	(1,228)	-13%	10,009
Water management		-					-		-
Waste water management		-					-		-
Waste management		3,000	1,600	(43)	1,234	832	402	48%	1,600
Other		-					-		-
Total Capital Expenditure - Functional Classification	107,563	75,869	71,370	1,593	51,754	64,692	(12,939)	-20%	71,370
Funded by:									
National Government	83,864	55,504	55,953	1,195	45,663	55,013	(9,351)	-17%	55,953
Provincial Government							-		
District Municipality							-		
Other transfers and grants							-		
Transfers recognised - capital	83,864	55,504	55,953	1,195	45,663	55,013	(9,351)	-17%	55,953
Public contributions & donations							-		
Borrowing							-		
Internally generated funds	23,699	20,365	15,417	398	6,091	9,679	(3,588)	-37%	15,417
Total Capital Funding	107,563	75,869	71,370	1,593	51,754	64,692	(12,939)	-20%	71,370

Table C5C: Monthly Capital Expenditure by Vote

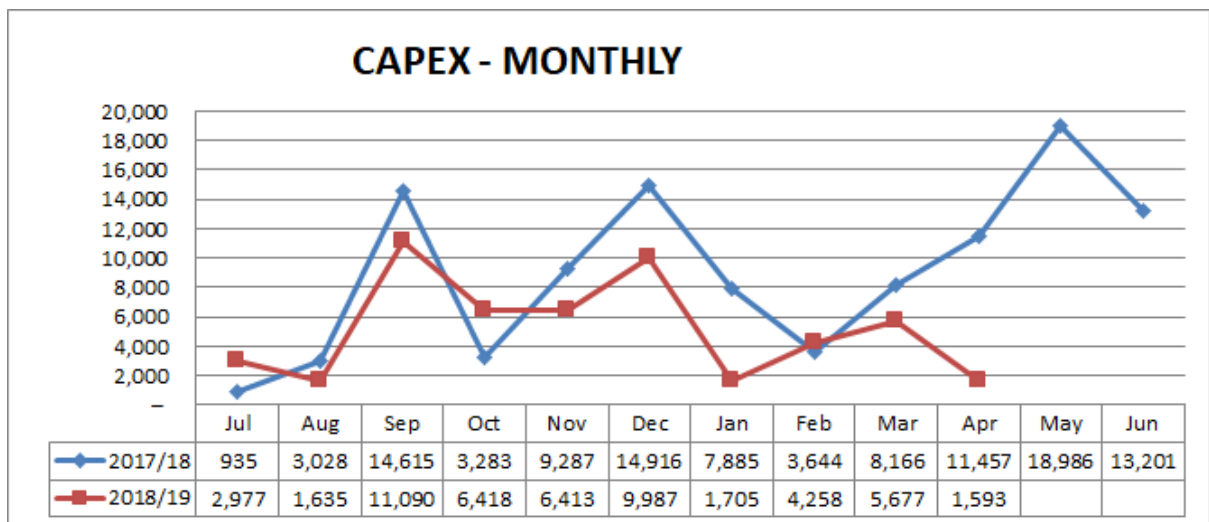
Vote Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Multi-Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,110	1,400	1,400	52	661	982	(321)	-33%	1,400
Vote 5 - Community Services	434	3,000	1,600	(43)	1,234	832	402	48%	1,600
Vote 6 - Technical Services	77,883	27,513	23,974	546	17,212	18,405	(1,194)	-6%	23,974
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	79,427	31,913	26,974	555	19,107	20,219	(1,112)	-6%	26,974
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	500	-	-	-	-	-	-	-
Vote 4 - Corporate Services	-	300	800	12	628	452	175	39%	800
Vote 5 - Community Services	1,005	522	522	-	-	334	(334)	-100%	522
Vote 6 - Technical Services	27,131	42,634	43,074	1,026	32,019	43,687	(11,668)	-27%	43,074
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	28,136	43,956	44,395	1,038	32,647	44,473	(11,827)	-27%	44,395
Total Capital Expenditure	107,563	75,869	71,370	1,593	51,754	64,692	(12,939)	-20%	71,370

The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For the month of April 2019, R1, 593 million spending was incurred and that increased the year to date expenditure to R51, 754 million whilst the year to date budget is R64, 692 million and this gave rise to under spending variance of R12, 939 million that translates to 20%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget of R71, 370 million, R47, 250 million is funded from Municipal Infrastructure grant, R8, 703 million from INEP and R15, 417 million from own revenue and the spending per source of finance is presented in the above graph.

Figure 2: Monthly capital expenditure



The above graph compares the 2017/18 and 2018/19 monthly capital expenditure performance.

Table C6: Monthly Budget Statement Financial Position

Description	2017/18	Budget Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	6,194	2,457	8,691	3,136	8,691
Call investment deposits	–	15,582	15,582	67,292	15,582
Consumer debtors	24,953	40,483	40,483	45,009	40,483
Other debtors	30,866	58,923	58,924	89,584	58,924
Current portion of long-term receivables	–	–	–	–	–
Inventory	3,328	3,400	3,400	6,328	3,400
Total current assets	65,342	120,845	127,079	211,349	127,079
Non current assets					
Long-term receivables				–	–
Investments				–	–
Investment property	53,739	53,728	53,728	54,139	53,728
Investments in Associate		–	–	–	–
Property, plant and equipment	952,317	1,016,632	1,016,632	997,723	1,016,632
Agricultural		–	–	–	–
Biological		–	–	–	–
Intangible	85	291	291	–	291
Other non-current assets	12,706	12,841	12,841	1,237	12,841
Total non current assets	1,018,848	1,083,492	1,083,492	1,053,099	1,083,492
TOTAL ASSETS	1,084,189	1,204,337	1,210,572	1,264,448	1,210,572
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	–	10,000	6,811	5,002	6,811
Consumer deposits	5,249	5,260	5,260	5,373	5,260
Trade and other payables	81,839	52,466	52,466	126,449	52,466
Provisions	4,251	5,412	2,412	3,715	2,412
Total current liabilities	91,339	73,138	66,949	140,539	66,949
Non current liabilities					
Borrowing	–	30,677	23,240	23,097	23,240
Provisions	93,955	85,952	85,952	98,000	85,952
Total non current liabilities	93,955	116,629	109,192	121,097	109,192
TOTAL LIABILITIES	185,294	189,767	176,141	261,637	176,141
NET ASSETS	898,896	1,014,570	1,034,431	1,002,811	1,034,431
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	898,896	1,014,570	1,034,431	1,002,811	1,034,431
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	898,896	1,014,570	1,034,431	1,002,811	1,034,431

The above table shows that community wealth amounts to R1, 002 billion, total liabilities R261, 637 million and the total assets R1, 264 billion. Non-current liabilities are mainly made up of borrowing and provisions for long service award, landfill site. Taking the current liabilities and current assets together, the municipality has current ratio of 1,5:1 that is slightly above the norm of 1. The municipality still needs to reduce the current liabilities and increase the current assets so as to strengthen the liquidity ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	20,409	28,587	20,797	1,550	18,029	20,797	(2,768)	-13%	20,797
Service charges	68,403	89,922	80,709	5,651	69,861	80,709	(10,849)	-13%	80,709
Other revenue	14,831	18,225	18,724	1,627	30,398	18,724	11,674	62%	18,724
Government - operating	226,165	245,278	245,278	2,269	186,331	245,278	(58,947)	-24%	245,278
Government - capital	97,899	63,830	63,830	-	93,601	93,601	(0)	0%	63,830
Interest	12,621	4,632	4,170	454	3,493	4,170	(677)	-16%	4,170
Dividends		-		-	-		-		-
Payments									
Suppliers and employees	(343,186)	(359,801)	(336,508)	(28,842)	(280,260)	(336,508)	(56,248)	17%	(336,508)
Finance charges	(281)	(2,500)	(2,900)	(482)	(1,397)	(2,900)	(1,503)	52%	(2,900)
Transfers and Grants	(841)	(4,404)	(3,580)	(82)	(1,919)	(3,580)	(1,661)	46%	(3,580)
NET CASH FROM/(USED) OPERATING ACTIVITIES	96,019	83,769	90,520	(17,855)	118,137	120,291	2,154	2%	90,520
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	2,400	2,000	2,000	-	3,022	2,000	1,022	51%	2,000
Decrease (Increase) in non-current debtors		2,000	-	-	-		-		-
Decrease (increase) other non-current receivables	-	-	-	-	150	233	(83)	-36%	
Decrease (increase) in non-current investments		-	-	-	-		-		
Payments									
Capital assets	(106,372)	(75,869)	(67,801)	(1,593)	(48,052)	(97,572)	(49,520)	51%	(67,801)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(103,972)	(71,869)	(65,801)	(1,593)	(44,880)	(95,339)	(50,459)	53%	(65,801)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-			-	-	-		-
Borrowing long term/refinancing		-			-	-	-		-
Increase (decrease) in consumer deposits	-	171	171	21	124	171	(47)	-28%	171
Payments									
Repayment of borrowing	(6,900)	(10,000)	(6,811)	(720)	(9,147)	(9,764)	(616)	6%	(6,811)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(6,900)	(9,829)	(6,640)	(699)	(9,023)	(9,593)	(569)	6%	(6,640)
NET INCREASE/(DECREASE) IN CASH HELD	(14,854)	2,071	18,079	(20,147)	64,234	15,359			18,079
Cash/cash equivalents at beginning:	21,048	15,968	6,194		6,194	6,194			6,194
Cash/cash equivalents at month/year end:	6,194	18,039	24,273		70,428	21,553			24,273

Table C7 presents details pertaining to cash flow performance. As at end of April 2019, the net cash inflow from operating activities is R118, 137 million whilst net cash outflow from investing activities is R44, 880 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R9, 023 million. The cash and cash equivalent held at end of April 2019 amounted to R70, 428 million and the net effect of the above cash flows is cash inflow movement of R64, 234 million. The cash and cash equivalent at end of the reporting period of R70, 428 million is made up of cash in the primary bank account amounting to R3, 136 million and short term investments amounting to R67, 292 million.

PART 2: SUPPORTING TABLES

Supporting Table: SC 1 Material Variance Explanations

Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2018/19											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys 1 Yr	Over 1Yr	Total	Total over 90 days	Bad Debts Written Off	Impairment - Bad Debts
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	6,323	2,094	180	87	67	65	354	3,487	12,658	4,061	-	-
Receivables from Non-exchange Transactions - Property Rates	2,683	1,269	816	995	968	983	4,917	21,470	34,101	29,334	-	-
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	624	444	377	363	358	356	2,041	5,266	9,829	8,384	-	-
Receivables from Exchange Transactions - Property Rental Debtors	26	4	(8)	62	4	3	87	955	1,132	1,111	-	-
Interest on Arrear Debtor Accounts	868	822	788	759	733	707	3,742	14,805	23,224	20,746	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	611	127	291	(39)	(44)	(148)	(38)	(1,310)	(551)	(1,579)	-	-
Total By Income Source	11,136	4,760	2,442	2,227	2,087	1,966	11,103	44,673	80,393	62,055	-	-
2017/18 - totals only	10,210	4,510	2,412	1,983	1,828	1,793	10,328	29,617	62,681	45,549	-	-
Debtors Age Analysis By Customer Group												
Organs of State	1,510	593	580	529	514	501	2,561	10,931	17,718	15,036	-	-
Commercial	5,653	2,192	88	243	227	189	1,492	6,569	16,653	8,720	-	-
Households	3,329	1,527	1,348	975	934	872	4,719	16,016	29,719	23,516	-	-
Other	645	449	427	480	411	403	2,331	11,157	16,302	14,782	-	-
Total By Customer Group	11,136	4,760	2,442	2,227	2,087	1,966	11,103	44,673	80,393	62,055	-	-

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of April amount to R80, 393 million. The debtors' book is made up as follows:

- Rates 42%
- Electricity 16%
- Rental 1%
- Refuse removal 12%
- Interest on Debtors 29%
- Other -1%

The negative 1 on other debtors is caused mainly by accounts that have credit balances and the system cannot split nor transfer the credits to "received in advance" accounts without manual intervention.

The debtors' age analysis is graphically presented below.

Figure 3: Debtors age analysis

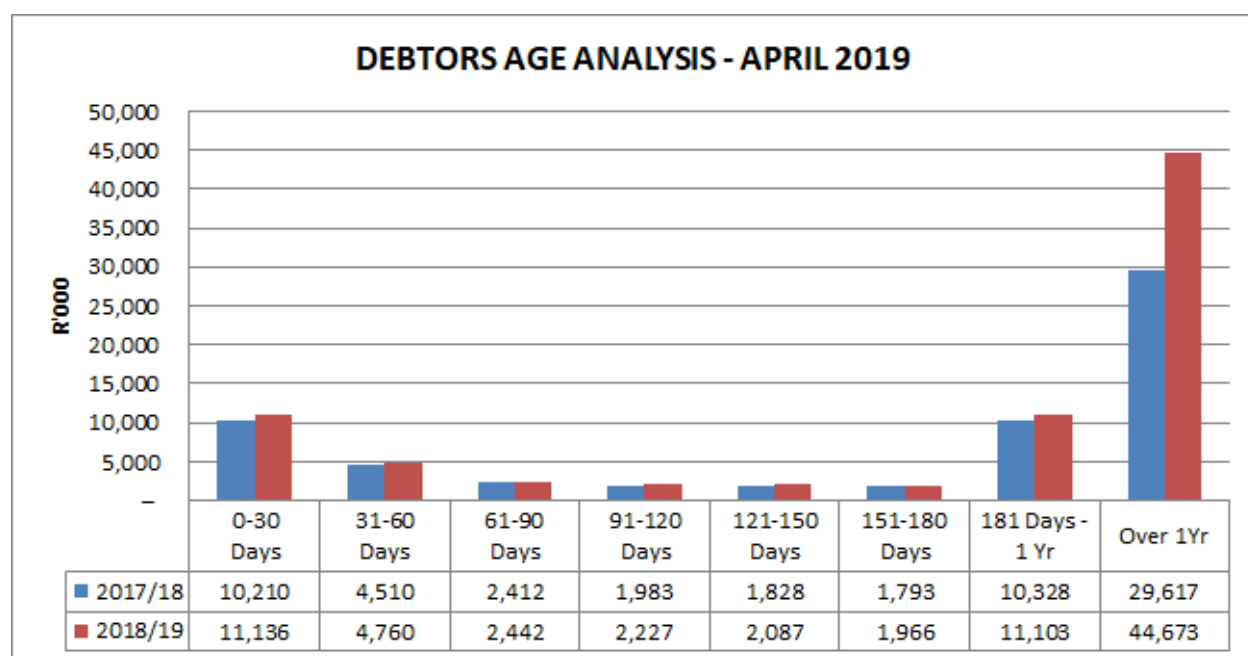
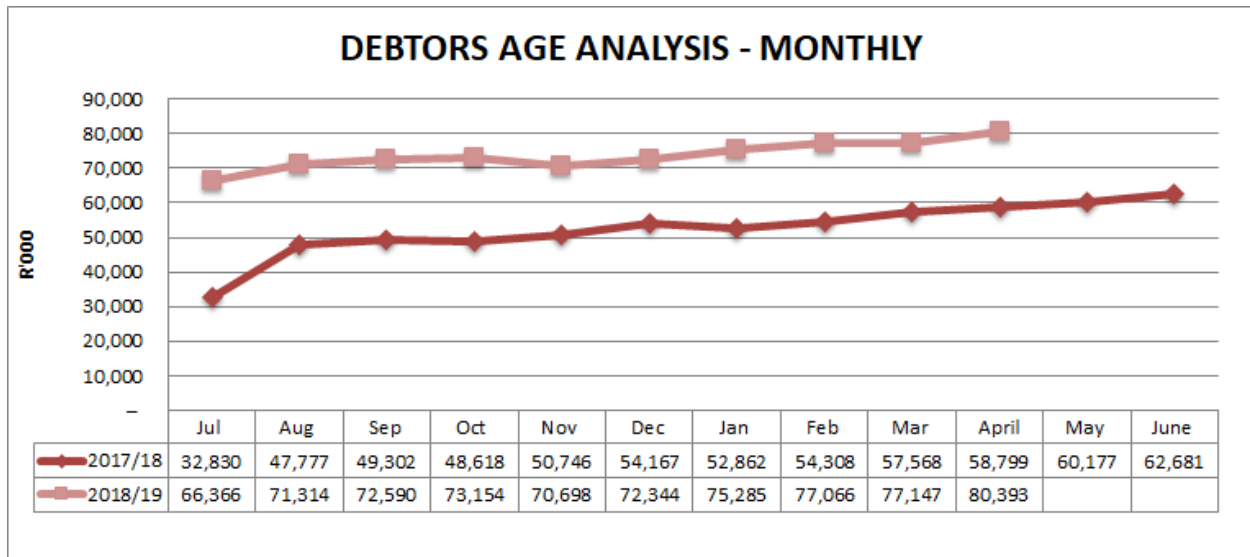


Figure 4: Monthly debtors book



The initial graph compares debtors' age analysis for 2017/18 financial year and 2018/19 (as at end of April 2019) whilst the latter shows monthly movement of debtors for both the current financial year and the 2017/18 financial year.

The debtors book is materially less than the 2017/18 monthly figures and this is attributed to debtors write off done at end of 2017/18 financial year.

Below is list of top twenty debtors that contribute significantly to the ever growing debt book.

TOP TWENTY DEBTORS

ACCOUNT	ACCOUNT HOLDER NAME	ACCOUNT STAT	OCC/OWN	TOTAL BALANCE
9012345	BREED J & OOSTHUIZEN J F	ACTIVE	OCCUPIER	1077342.71
214913	MEAT SPOT	ACTIVE	OCCUPIER	576583.95
9000000	REPUBLIEK VAN SUID-AFRIKA	ACTIVE	OWNER	476121.6
9000276	DEPARTMENT OF PUBLIC WORKS-PROV	ACTIVE	OWNER	415928.51
9001077	ROYAL SQUARE INV 361 CC	ACTIVE	OWNER	395148.88
9900028	ELIAS MOTSOLEDI (OFFICE)	ACTIVE	OCCUPIER	379189.2
9053280	LIMPOPO GOVERNMENT PROV(BEN VILC	ACTIVE	OWNER	353520.34
9000804	NATIONAL GOVERNMENT REPUBLIC OF	ACTIVE	OWNER	336984.78
211693	BOXER SUPERSTORE'ATT KERSHNEE	ACTIVE	OCCUPIER	326809.11
1501364	JAN JOUBERT TR (JO JO TANKS)	ACTIVE	OWNER	281446.37
9002065	GOVERNMENT OF KWANDEBELE	ACTIVE	OWNER	231693.68
5001708	UNITRADE 518 (PTY) LTD	ACTIVE	OWNER	230560.66
9002958	PROVINCIAL GOVERNMENT OF LIMPO	ACTIVE	OWNER	226662.5
9002067	NATIONAL GOVERNMENT OF THE REP	ACTIVE	OWNER	215832.3
2200702	NAMIB FAMILY TRUST	ACTIVE	OWNER	195987.38
9000802	FARM	ACTIVE	OWNER	187102.26
9001763	TSHEHLA TRUST MAMAILE GEORGE	ACTIVE	OWNER	178158.22
5002109	VAN AARD FJ(MAPOCHH	ACTIVE	OCCUPIER	175663.71
136	LIZINEX (PTY) LTD	ACTIVE	OWNER	174433.93
9002387	NATIONAL GOVERNMENT OF THE REP	ACTIVE	OWNER	168840.83
TOTAL				6 604 011

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2018/19									Prior year totals for chart
	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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	-	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	985	-	-	-	-	-	-	-	985	-
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	985	-	-	-	-	-	-	-	985	-

Supporting table SC4 provides creditors age analysis. In terms of section 65 of the MFMA all creditors must be paid within 30 days of receiving an invoice. The municipality is having challenges relating to extraction of creditors age analysis and below are the contributing factors:

- Goods received vouchers (GRV) are only processed on the system as and when we are about to pay and this approach distorts the entire picture of ageing our creditors since the system will count the number of days taken to process an invoice from the date the GRV is processed.
- The contracted services are paid through direct/straight payments that do not feed the age analysis module.

Proposal was made that the municipality need to maintain the invoice register that should be used for manually updating the creditors age analysis and the Budget and Treasury department is in a process of implementing the proposed register.

TOP CREDITORS PAID

CODE	CREDITOR NAME	AMOUNT
1004	LERMAT CONSTRUCTION & PROJECTS	989 969
35403	BONGILEMASHUMI C C	364 590
80902	MAMBIZA CONCRETE	208 906
80660	PERPETA INVESTMENT HOLDINGS	180 550
80914	ALASCA GENERAL CONSTRUCTION	151 800
41095	REAKGONA TRAVEL SERVICES	132 588
37770	BAHLOTSE TRADING (PTY) LTD	79 140
41017	RONELI DEVELOPERS PTY LTD	61 750
80653	BABIRWA TRAVEL	38 829
80912	NTHAKGANE SUPPLIERS	29 500
70082	DITSHIPITSELENG SERVICES (PTY)	29 095
37663	JEFMOTTECH ENTERPRISES (PTY) LT	29 000
80165	MOGAU WA MOROKOMA TRADING AND	28 940
80710	FENTSE INVESTMENTS	28 800
80911	SESONKE SUPPLIERS (PTY) LTD	28 800
80903	KGOTSANG PROJECTS	28 505
32085	LONAH TRADING AND PROJECTS	28 500
80342	REDIRA SINTLE TRADING	28 500
80921	PULSE PATH SOLUTIONS	28 500
80917	PAEMOLO CONSTRUCTION & PROJECT	28 450
TOTAL		2 524 710

The above table presents the top creditors paid during the month of April 2019 and an amount of R2, 524 million will paid to these creditors during the reporting period.

Supporting Table: SC 5 - Investment Portfolio

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date	Accrued interest	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end month
Municipality								
Nedbank (03/7881068264/0050)	1 Month	Current Investment	20-May-19	128	7.83%	20,051	-	20,180
Nedbank (03/7881068264/0051)	2 Month	Current Investment	19-Jun-19	140	7.85%	21,827	-	21,968
Nedbank (03/7881068264/0051)	1 Month		4-Apr-19	145	7.54%	25,000	-	25,145
TOTAL INVESTMENTS AND INTEREST				413		66,879	-	67,292

Supporting table SC5 presents all investment movements, and it indicates that the municipality had opening investment amount of R66, 879 million and this has yielded interests amounting to R413 thousand and closing of R67, 292 million.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	226,163	245,278	245,278	-	245,278	245,278	-		245,278
Local Government Equitable Share	223,019	237,506	237,506	-	237,506	237,506	-		237,506
Finance Management	1,700	1,770	1,770	-	1,770	1,770			1,770
EPWP Incentive	1,444	1,002	1,002	-	1,002	1,002			1,002
Energy Efficiency and Demand Management	-	5,000	5,000	-	5,000	5,000			5,000
Provincial Government:	-	-	-	-	-	-	-		-
N/A									
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Operating Transfers and Grants	226,163	245,278	245,278	-	245,278	245,278	-		245,278
Capital Transfers and Grants									
National Government:	81,860	63,830	63,830	-	71,830	63,830	8,000	13%	71,830
Municipal Infrastructure Grant (MIG)	66,860	53,832	53,832	-	61,832	53,832	8,000	15%	61,832
Integrated National Electrification Grant	15,000	9,998	9,998	-	9,998	9,998	-		9,998
Provincial Government:	-	-	-	-	21,771	21,771	-		-
CoGHSTA - Development of Masakaneng	-	-	-	-	21,771	21,771	-		
District Municipality:	-	-	-	-	-	-	-		-
N/A									
Other grant providers:	-	-	-	-	-	-	-		-
N/A									
Total Capital Transfers and Grants	81,860	63,830	63,830	-	93,601	85,601	8,000	9%	71,830
TOTAL RECEIPTS OF TRANSFERS & GRANTS	308,023	309,108	309,108	-	338,879	330,879	8,000	2%	317,108

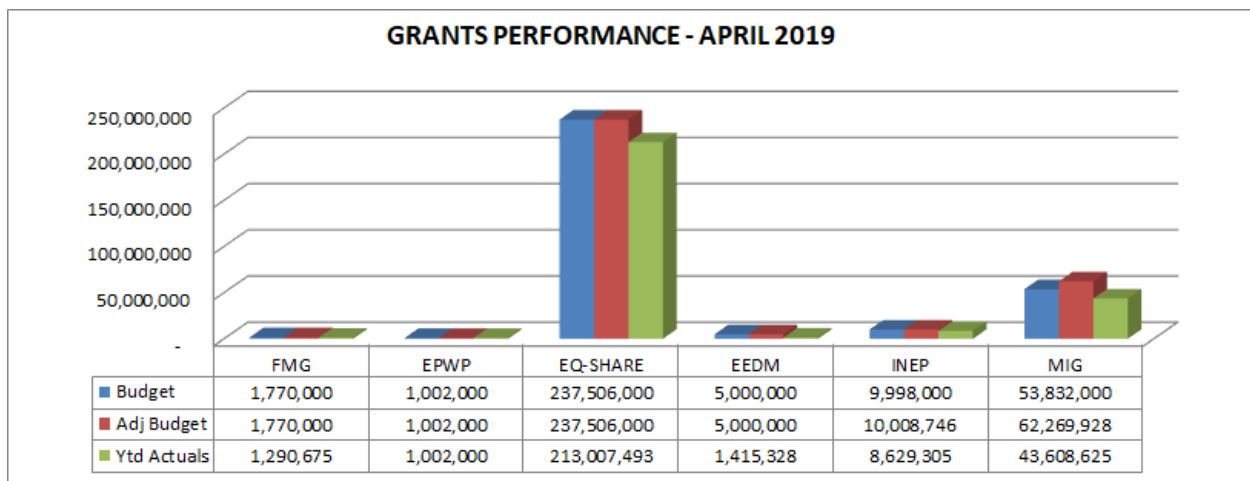
Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R338, 879 million of which the major portion is attributed to equitable share. For the reporting period at least R97, 059 million was received for MIG, Equitable share and CoGHSTA grant. All the grants allocated for the current financial year, so far have been received in line with National Treasury payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	226,163	245,278	245,278	21,812	216,715	245,508	(28,793)	-12%	245,278
Local Government Equitable Share	223,019	237,506	237,506	21,043	213,007	237,736	(24,729)	-10%	237,506
Finance Management	1,700	1,770	1,770	380	1,291	1,770	(479)	-27%	1,770
EPWP Incentive	1,444	1,002	1,002	–	1,002	1,002	–		1,002
Energy Efficiency and Demand Management	–	5,000	5,000	390	1,415	5,000	(3,585)	-72%	5,000
Provincial Government:	–	–	–	–	–	–	–		–
N/A									
District Municipality:	–	–	–	–	–	–	–		–
N/A									
Other grant providers:	–	–	–	–	–	–	–		–
N/A									
Total operating expenditure of Transfers and Grants:	226,163	245,278	245,278	21,812	216,715	245,508	(28,793)	-12%	245,278
Capital expenditure of Transfers and Grants									
National Government:	97,901	63,830	63,830	1,194	52,238	53,148	(911)	-2%	63,830
Municipal Infrastructure Grant (MIG)	82,722	53,832	53,832	751	43,609	43,140	469	1%	53,832
Intergrated National Electrification Grant	15,179	9,998	9,998	443	8,629	10,009	(1,379)	-14%	9,998
Provincial Government:	–	–	21,771	–	–	7,100	(7,100)	-100%	21,771
CoGHSTA - Development of Masakaneng			21,771	–	–	7,100	(7,100)	-100%	21,771
District Municipality:	–	–	–	–	–	–	–		–
N/A									
Other grant providers:	–	–	–	–	–	–	–		–
N/A									
Total capital expenditure of Transfers and Grants	97,901	63,830	85,601	1,194	52,238	60,249	(8,011)	-13%	85,601
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	324,064	309,108	330,879	23,006	268,953	305,757	(36,804)	-12%	330,879

An amount of R23, 006 million has been spent on grants during the month of April 2019 and the year to date actuals is 268, 953 million whilst the year to date budget amounts to R305, 757 million and this results in underspending variance of R36, 804 million that translates to negative 12%. Of the total spending amounting to R23, 006 million, R21, 812 million is spent on operational grants whilst R1, 194 million is spent of capital grants.

Figure 5: Grants performance



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of April 2019. The grants expenditure is shown below in percentages:

- Financial Management Grant 73%
- Expanded Public Work Programme 100%
- Equitable Share 90%
- Municipal Infrastructure Grant 81%
- Integrated National Electrification Grant 86%
- Energy Efficiency and Demand Side Management Grant 28%

Supporting Table: SC7 (2) – Expenditure against approved rollovers

Description	Budget Year 2018/19				
	Approved Rollover 2017/18	Monthly actual	YearTD actual	YTD variance	YTD variance
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	-	-	-	-	-
Local Government Equitable Share	-	-	-	-	-
Finance Management	-	-	-	-	-
EPWP Incentive	-	-	-	-	-
Energy Efficiency and Demand Management	-	-	-	-	-
Provincial Government:	-	-	-	-	-
N/A	-	-	-	-	-
District Municipality:	-	-	-	-	-
N/A	-	-	-	-	-
Other grant providers:	-	-	-	-	-
N/A	-	-	-	-	-
Total operating expenditure of Approved Roll-overs	-	-	-	-	-
Capital expenditure of Approved Roll-overs					
National Government:	449	-	-	449	100%
Municipal Infrastructure Grant (MIG)	438			438	100%
Intergrated National Electrification Grant	11			11	100%
Provincial Government:	-	-	-	-	-
N/A	-	-	-	-	-
District Municipality:	-	-	-	-	-
N/A	-	-	-	-	-
Other grant providers:	-	-	-	-	-
N/A	-	-	-	-	-
Total capital expenditure of Approved Roll-overs	449	-	-	449	100%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	449	-	-	449	100%

Table SC7 (2) provides details for expenditure on approved roll-overs, for April 2019 there is no spending on approved roll-overs.

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	12,690	15,073	14,450	1,115	11,165	11,793	(628)	-5%	14,450
Pension and UIF Contributions	1,778	1,857	1,657	133	1,339	1,363	(24)	-2%	1,657
Medical Aid Contributions	295	317	351	33	302	290	12	4%	351
Motor Vehicle Allowance	4,947	5,324	5,334	429	4,288	4,381	(93)	-2%	5,334
Cellphone Allowance	2,708	2,489	2,499	226	2,257	2,117	140	7%	2,499
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	454	10	-	-	13	-	13	-	-
Sub Total - Councillors	22,874	25,070	24,291	1,936	19,363	19,944	(581)	-3%	24,291
% increase		10%	6%						6%
Senior Managers of the Municipality									
Basic Salaries and Wages	5,073	4,718	4,532	591	3,930	3,795	135	4%	4,532
Pension and UIF Contributions	234	1,095	245	14	172	203	(31)	-15%	245
Medical Aid Contributions	92	252	102	7	74	84	(10)	-12%	102
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	672	907	760	55	620	641	(21)	-3%	760
Cellphone Allowance	41	84	141	14	130	118	12	10%	141
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	221	81	528	21	504	496	8	2%	528
Payments in lieu of leave	103	-	-	-	40	-	40	#DIV/0!	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	6,436	7,137	6,308	701	5,471	5,338	133	2%	6,308
% increase		11%	-2%						-2%
Other Municipal Staff									
Basic Salaries and Wages	73,490	85,022	79,451	6,767	68,359	66,657	1,702	3%	79,451
Pension and UIF Contributions	14,304	16,149	16,141	1,401	13,983	13,548	435	3%	16,141
Medical Aid Contributions	7,931	4,826	4,726	456	4,396	4,006	390	10%	4,726
Overtime	2,357	1,774	2,108	144	1,829	1,696	132	8%	2,108
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	7,782	8,965	10,043	868	8,644	8,406	238	3%	10,043
Cellphone Allowance	507	986	1,147	145	1,232	989	243	25%	1,147
Housing Allowances	143	161	160	14	144	136	8	6%	160
Other benefits and allowances	11,264	8,057	8,638	79	7,592	8,125	(533)	-7%	8,638
Payments in lieu of leave	677	892	1,173	87	807	952	(145)	-15%	1,173
Long service awards	559	180	578	18	847	520	326	63%	578
Post-retirement benefit obligations	1,752	-	-	-	3,477	1,159	2,318	200%	-
Sub Total - Other Municipal Staff	120,766	127,011	124,165	9,979	111,311	106,196	5,115	5%	124,165
% increase		5%	3%						3%
Total Parent Municipality	150,075	159,219	154,764	12,616	136,145	131,478	4,667	4%	154,764
		6%	3%						3%
TOTAL SALARY, ALLOWANCES & BENEFITS	150,075	159,219	154,764	12,616	136,145	131,478	4,667	4%	154,764
% increase		6%	3%						3%
TOTAL MANAGERS AND STAFF	127,202	134,149	130,473	10,680	116,782	111,535	5,248	5%	130,473

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of April 2019 amounts to R136, 145 million and the year to date budget is R131, 478 million and the expenditure for remuneration of councilors amounts to R19, 363 million while the year to date budget is R19, 944 million. The year to date actual expenditure for senior managers is R5, 471 million and the year to date budget thereof is R5, 338 million. There is one senior management vacant position (Budget and Treasury) and this is causing underspending variance on budget performance for senior management. The year to date actuals for other municipal staff is R111, 311 million and the year to date budget is R106, 196 million. The remuneration of councilors category has under spending variance, and senior managers' expenditure is in line with the projected budget and there is only one vacant position in the senior management level and the position will be filled by year end. The other municipal staff category has over spending variance that is attributed to post retirement benefit, pension and UIF, and other benefits and allowance.

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

Description	Budget Year 2018/19												2018/19 Medium Term Revenue &			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Year	Year +1	Year +2	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	2018/19	2019/20	2020/21	
Cash Receipts By Source																
Property rates	1,905	1,271	1,939	1,806	2,068	1,592	1,847	2,092	1,957	1,550	2,392	8,166	28,587	30,131	31,788	
Service charges - electricity revenue	6,380	5,702	6,815	6,695	8,360	6,242	6,238	7,151	7,501	5,362	7,537	6,385	80,368	85,993	92,228	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse	362	245	496	335	378	323	328	335	325	289	741	5,398	9,554	10,070	10,624	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	25	15	27	161	16	53	17	29	44	26	51	146	610	643	678	
Interest earned - external investments	123	254	204	68	23	135	208	82	56	408	308	1,132	3,000	3,162	3,336	
Interest earned - outstanding debtors	81	31	55	74	683	131	103	651	81	45	148	(449)	1,632	1,720	1,815	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	1	0	548	0	28	2,325	-	459	847	-	884	5,154	10,248	10,801	11,395	
Licences and permits	445	458	398	497	460	309	349	279	211	477	413	655	4,950	5,217	5,504	
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer receipts - operating	19,953	21,814	2,000	-	450	79,169	1,000	300	59,376	2,269	-	58,947	245,278	269,940	293,775	
Other revenue	764	1,114	1,124	1,611	13,040	89	1,021	386	1,620	1,124	195	(19,669)	2,417	2,548	2,688	
Cash Receipts by Source	30,040	30,904	13,605	11,248	25,504	90,367	11,110	11,764	72,018	11,551	12,668	65,864	386,644	420,226	453,831	
Other Cash Flows by Source																
Transfer receipts - capital	27,110	-	-	4,000	-	24,808	-	-	37,683	-	-	(29,771)	63,830	67,721	70,734	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	3,022	-	-	(1,022)	2,000	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits	97	501	(548)	29	-	(39)	41	(579)	601	21	40	7	171	203	227	
Receipt of non-current debtors	-	-	150	-	-	-	-	-	-	-	200	1,650	2,000	2,500	2,700	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Cash Receipts by Source	57,247	31,404	13,207	15,277	25,504	115,136	11,152	11,186	113,324	11,572	12,908	36,728	454,645	490,650	527,492	
Cash Payments by Type																
Employee related costs	10,151	11,367	10,048	10,552	10,401	20,768	11,087	10,164	10,894	10,680	13,096	4,940	134,149	142,723	152,000	
Remuneration of councillors	2,635	1,875	1,875	1,875	1,875	1,876	1,875	2,366	1,938	1,936	2,212	2,735	25,070	26,675	28,409	
Interest paid	-	-	-	239	260	(499)	313	305	297	482	208	895	2,500	2,300	2,000	
Bulk purchases - Electricity	729	7,331	7,286	103	1,069	16,313	7,383	5,146	4,970	5,182	7,300	17,189	80,000	84,320	88,958	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	254	778	940	635	637	1,238	835	452	897	729	1,427	8,271	17,093	18,017	19,007	
Contracted services	5,676	4,532	3,492	4,767	6,157	9,573	3,856	2,652	6,180	6,760	3,755	2,621	60,020	62,629	66,073	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	-	107	109	-	-	1,063	-	-	557	82	366	2,119	4,404	4,642	4,897	
General expenses	849	1,062	469	2,628	3,288	3,987	2,799	742	1,231	3,555	3,910	18,947	43,468	45,289	47,780	
Cash Payments by Type	20,294	27,052	24,218	20,799	23,687	54,319	28,147	21,827	26,963	29,406	32,274	57,719	366,705	386,594	409,124	
Other Cash Flows/Payments by Type																
Capital assets	2,381	1,635	9,235	8,567	6,413	9,987	1,705	2,258	4,277	1,593	2,052	25,765	75,869	85,123	84,647	
Repayment of borrowing	-	-	-	2,710	549	3,026	711	719	712	720	833	19	10,000	14,000	16,677	
Other Cash Flows/Payments	-	-	-	-	-	6,863	-	-	-	-	-	(6,863)	-	-	-	
Total Cash Payments by Type	22,675	28,686	33,453	32,076	30,649	74,196	30,563	24,804	31,953	31,719	35,159	76,640	452,574	485,717	510,448	
NET INCREASE/(DECREASE) IN CASH HELD	34,571	2,718	(20,246)	(16,799)	(5,145)	40,939	(19,411)	(13,618)	81,371	(20,147)	(22,251)	(39,912)	2,071	4,933	17,044	
Cash/cash equivalents at the month/year beginning:	6,194	40,765	43,483	23,238	6,438	1,294	42,233	22,822	9,204	90,575	70,428	48,177	6,194	8,265	13,198	
Cash/cash equivalents at the month/year end:	40,765	43,483	23,238	6,438	1,294	42,233	22,822	9,204	90,575	70,428	48,177	8,265	8,265	13,198	30,242	

Supporting table SC9 provides detailed monthly cash flow statement that spells out the receipts by source and payments by type. The monthly cash receipts reflect an amount of R11, 572 million and the total cash payment for the month were R31, 719 million and this resulted in net decrease in cash held amounting to R20, 147 million. With cash and cash equivalent of R90, 575 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting of R70, 428 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance trend									
July	6,624	6,722	4,292	2,977	2,977	4,292	1,315	31%	4%
August	8,720	9,189	1,635	1,635	4,612	5,927	1,315	22%	6%
September	7,500	11,637	9,816	11,090	15,702	15,743	41	0%	21%
October	9,227	9,283	5,461	6,418	22,119	21,204	(916)	-4%	29%
November	11,572	8,482	6,413	6,413	28,532	27,617	(916)	-3%	38%
December	10,917	8,697	7,217	9,987	38,519	34,834	(3,686)	-11%	51%
January	7,350	3,979	2,762	1,705	40,225	37,595	(2,630)	-7%	53%
February	10,580	6,249	5,583	4,258	44,483	43,178	(1,305)	-3%	59%
March	6,580	5,136	2,500	5,677	50,160	45,678	(4,482)	-10%	66%
April	7,221	2,938	5,844	1,593	51,754	51,522	(231)	0%	68%
May	14,033	2,052	8,105			59,627	-		
June	7,239	1,505	11,742			71,370	-		
Total Capital expenditure	107,563	75,869	71,370	51,754					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of April amounts to R1, 593 million. The year to date actual expenditure incurred is R51, 754 million whilst the year to date budget is R51, 522 million that gives rise to over spending variance of R231 thousand that translate to 0,4%.

Supporting Table: SC 13(a) Capital Expenditure on New Assets

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets by Asset Class									
Infrastructure	42,135	33,550	33,988	(44)	23,682	29,447	5,764	20%	33,988
Roads Infrastructure	42,135	33,550	33,988	(44)	23,682	29,447	5,764	20%	33,988
Roads	42,135	33,550	33,988	(44)	23,682	29,447	5,764	20%	33,988
Road Structures							-		
Road Furniture	-	-		-	-	-	-		-
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	-	522	522	-	-	522	522	100%	522
Community Facilities	-	522	522	-	-	522	522	100%	522
Libraries							-		
Cemeteries/Crematoria	-	522	522	-	-	522	522	100%	522
Police							-		
Sport and Recreation Facilities	-	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities							-		
Other assets	434	-	-	-	-	-	-		-
Operational Buildings	434	-	-	-	-	-	-		-
Municipal Offices	434	-	-	-	-	-	-		-
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Software and Applications							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on renewal of existing assets	42,569	34,071	34,509	(44)	23,682	29,968	6,286	21.0%	34,509

Supporting Table: SC 13(b) Capital Expenditure on Renewal of Existing Assets

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure by Asset Class									
Infrastructure	5,694	10,400	6,704	256	4,019	8,910	4,891	55%	6,704
Roads Infrastructure	1,266	4,000	2,000	132	1,413	3,400	1,987	58%	2,000
Roads	1,266	4,000	2,000	132	1,413	3,400	1,987	58%	2,000
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	1,891	3,000	1,000	4	834	2,200	1,366	62%	1,000
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks	1,891	3,000	1,000	4	834	2,200	1,366	62%	1,000
Solid Waste Infrastructure	2,538	3,400	3,704	120	1,771	3,310	1,539	46%	3,704
Landfill Sites	2,538	3,400	3,704	120	1,771	3,310	1,539	46%	3,704
Waste Transfer Stations							-		
Other assets	929	2,000	1,000	156	469	1,450	981	68%	1,000
Operational Buildings	929	2,000	1,000	156	469	1,450	981	68%	1,000
Municipal Offices	929	2,000	1,000	156	469	1,450	981	68%	1,000
Workshops							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Solid Waste Licenses							-		
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	4,905	3,550	1,670	0	1,557	2,471	914	37%	1,670
Machinery and Equipment	4,905	3,550	1,670	0	1,557	2,471	914	37%	1,670
Transport Assets	777	2,000	1,000	181	1,204	1,700	496	29%	1,000
Transport Assets	777	2,000	1,000	181	1,204	1,700	496	29%	1,000
Total Repairs and Maintenance Expenditure	12,305	17,950	10,374	594	7,249	14,531	7,282	50%	10,374

Supporting Table: SC 13(c) Repairs and Maintenance Expenditure

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure									
Infrastructure	5,694	10,400	6,704	593	3,763	4,540	777	17%	10,400
Roads Infrastructure	1,266	4,000	2,000	185	1,281	1,398	117	8%	4,000
Roads	1,266	4,000	2,000	185	1,281	1,398	117	8%	4,000
Road Structures							-		
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	1,891	3,000	1,000	99	830	826	(4)	-1%	3,000
HV Substations							-		
HV Switching Station							-		
MV Networks	1,891	3,000	1,000	99	830	826	(4)	-1%	3,000
Capital Spares	-	-	-	-	-	-	-		-
Solid Waste Infrastructure	2,538	3,400	3,704	309	1,651	2,316	664	29%	3,400
Landfill Sites	2,538	3,400	3,704	309	1,651	2,316	664	29%	3,400
Waste Transfer Stations							-		
Other assets	929	2,000	1,000	23	312	583	271	46%	2,000
Operational Buildings	929	2,000	1,000	23	312	583	271	46%	2,000
Municipal Offices	929	2,000	1,000	23	312	583	271	46%	2,000
Workshops							-		
Yards							-		
Stores							-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Solid Waste Licenses							-		
Computer Software and Applications	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	4,905	3,550	1,670	(11)	1,556	1,099	(457)	-42%	3,550
Machinery and Equipment	4,905	3,550	1,670	(11)	1,556	1,099	(457)	-42%	3,550
Transport Assets	777	2,000	1,000	359	1,023	697	(326)	-47%	2,000
Transport Assets	777	2,000	1,000	359	1,023	697	(326)	-47%	2,000
Total Repairs and Maintenance Expenditure	12,305	17,950	10,374	965	6,655	6,919	264	4%	17,950

Supporting Table: SC 13(d) Depreciation and asset impairment

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class									
Infrastructure	43,138	34,653	34,653	-	16,139	16,375	236	1%	34,653
Roads Infrastructure	3,039	25,147	25,147	-	13,116	12,000	(1,116)	-9%	25,147
Roads	3,039	25,147	25,147	-	13,116	12,000	(1,116)	-9%	25,147
Road Structures			-			-	-		
Road Furniture			-			-	-		
Storm water Infrastructure	(767)	3,712	3,712	-	-	1,728	1,728	100%	3,712
Storm water Conveyance	(767)	3,712	3,712	-	-	1,728	1,728	100%	3,712
HV Substations			-			-	-		
HV Switching Station			-			-	-		
HV Transmission Conductors	40,326	5,166	5,166	-	2,694	2,364	(331)	-14%	5,166
MV Networks			-			-	-		
Solid Waste Infrastructure	540	629	629	-	328	283	(45)	-16%	629
Landfill Sites	540	629	629	-	328	283	(45)	-16%	629
Waste Transfer Stations			-			-	-		
Waste Processing Facilities			-			-	-		
Community Assets	1,161	2,918	2,918	-	1,522	1,433	(89)	-6%	2,918
Community Facilities	1,161	2,918	2,918	-	1,522	1,433	(89)	-6%	2,918
Libraries			-			-	-		
Cemeteries/Crematoria	1,161	2,918	2,918	-	1,522	1,433	(89)	-6%	2,918
Police			-			-	-		
Other assets	5,033	2,180	2,180	-	1,137	980	(157)	(0)	2,180
Operational Buildings	5,033	2,180	2,180	-	1,137	980	(157)	(0)	2,180
Municipal Offices	5,033	2,180	2,180	-	1,137	980	(157)	-16%	2,180
Workshops			-			-	-		
Intangible Assets	-	378	378	-	197	170	(27)	-16%	378
Servitudes			-			-	-		
Licences and Rights	-	378	378	-	197	170	(27)	-16%	378
Solid Waste Licenses			-			-	-		
Computer Software and Applications		378	378	-	197	170	(27)	-16%	378
Computer Equipment	526	1,518	1,518	-	-	824	824	100%	1,518
Computer Equipment	526	1,518	1,518	-	-	824	824	100%	1,518
Furniture and Office Equipment	685	3,817	3,817	-	1,991	1,804	(187)	-10%	3,817
Furniture and Office Equipment	685	3,817	3,817	-	1,991	1,804	(187)	-10%	3,817
Machinery and Equipment	1,188	2,175	2,175	-	3,070	978	(2,092)	-214%	2,175
Machinery and Equipment	1,188	2,175	2,175	-	3,070	978	(2,092)	-214%	2,175
Transport Assets	1,716	3,542	3,542	-	1,848	1,593	(255)	-16%	3,542
Transport Assets	1,716	3,542	3,542	-	1,848	1,593	(255)	-16%	3,542
Total Depreciation	53,449	51,181	51,181	-	25,904	24,157	(1,746)	-7%	51,181

Supporting Table: SC 13(e) Capital Expenditure on upgrading of Existing Assets

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class									
Infrastructure	-	3,000	1,600	(43)	1,234	1,428	194	14%	1,600
Roads Infrastructure	-	-	-	-	-	-	-		-
Roads							-		
Road Structures							-		
Road Furniture							-		
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Substations							-		
HV Switching Station							-		
HV Transmission Conductors							-		
MV Networks							-		
Solid Waste Infrastructure	-	3,000	1,600	(43)	1,234	1,428	194	14%	1,600
Landfill Sites							-		
Waste Transfer Stations							-		
Community Assets	7,829	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Libraries							-		
Cemeteries/Crematoria							-		
Police							-		
Sport and Recreation Facilities	7,829	-	-	-	-	-	-		-
Indoor Facilities							-		
Outdoor Facilities	7,829						-		
Other assets	105	-	-	-	-	-	-		-
Operational Buildings	105	-	-	-	-	-	-		-
Municipal Offices							-		
Workshops	105						-		
Intangible Assets	-	-	-	-	-	-	-		-
Servitudes							-		
Licences and Rights	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment							-		
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment							-		
Machinery and Equipment	-	-	-	-	-	-	-		-
Machinery and Equipment							-		
Transport Assets	-	-	-	-	-	-	-		-
Transport Assets							-		
Total Capital Expenditure on upgrading of existing assets	7,934	3,000	1,600	(43)	1,234	1,428	194	14%	1,600

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets and renewal of existing assets; while table SC13c provide details of expenditure performance on repairs and maintenance by asset classification and Table SC13d presents expenditure on depreciation and asset impairment. These tables present the capital programme, and assets management and performance of the Municipality.

The total expenditure for new capital projects amounts to R26, 837 million and the year to date budget is R33, 296 million that reflects under spending variance of R6, 459 million that translates to 19% variance. The year to date actuals on renewal of existing assets amounts R23, 682 million and with the year to date budget of R29, 968 million and this reflects under spending variance of R6, 286 million that translates to 21,0% variance.

The year to date actual expenditure on repairs and maintenance is R7, 249 million and the year to date budget is R14, 531 million, reflecting under spending variance of R7, 282 million that translates to 50%.

The year to date actual expenditure on upgrading of existing assets is R1, 234 million and the year to date budget is R1, 428 thousand, reflecting under-spending variance of R194 thousand that translates to 14%.

The year to date actual expenditure on depreciation and asset impairment is R25, 904 million and the year to date budget is R24, 157 million, reflecting over spending variance of R1, 746 million that translates to 7% which means the integration between Asset management system and core financial system is done bi-annually and this is one of the requirements for implementation of mSCOA. This is basically mean that the municipality is complying with some of mSCOA requirements.

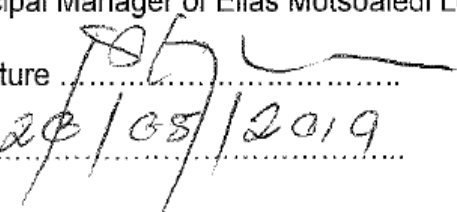
List of Capital Programmes and Projects

Function	Project Description	Type	Asset Class	Asset Sub-Class	Medium Term Revenue and Expenditure Framework Budget Year 2018/19			
					Original Budget	Adjusted Budget	YTD Actuals	Percentage
Parent municipality:								
Budgetand Treasury	Mobile Office Fencing of Elandsdoorn Cemeteries	New	Other assets	Municipal Offices	500	–	–	–
Community Services	Cemeteries	Renewal	Community	Cemeteries/Crematoria	522	522	–	0%
Community Services	Groblersdal Landfill site	Upgrading	Infrastructure	Waste Management	3,000	1,600	1,234	77%
Corporate Services	Air Conditioner	New	Machinery and Equipment	Machinery and Equipment	300	400	297	74%
Corporate Services	Furniture and Office Equipment	New	Furniture and Office Equipment	Furniture and Office Equipment	400	400	108	27%
Corporate Services	Machinery and Equipment	New	Machinery and Equipment	Machinery and Equipment	500	400	331	83%
Corporate Services	Computer Equipment	New	Computer Equipment	Computer Equipment	500	1,000	553	55%
Technical Services	Electrification of Mabose	New	Infrastructure	Electrical Infrastructure	0	0	–	0%
Technical Services	Electrification of Makaepea	New	Infrastructure	Electrical Infrastructure	2,870	2,870	2,837	99%
Technical Services	Electrification of Masakaneng	New	Infrastructure	Electrical Infrastructure	2,912	2,921	2,856	98%
Technical Services	Electrification of Tambo Village - New Town	New	Infrastructure	Electrical Infrastructure	2,912	2,912	2,737	94%
Technical Services	Electrification of Uitspanning A	New	Infrastructure	Electrical Infrastructure	–	–	–	0%
Technical Services	Electrification of Zuma Park	New	Infrastructure	Electrical Infrastructure	–	–	–	0%
Technical Services	Installation of high mast light in various villages	New	Infrastructure	Electrical Infrastructure	–	–	–	0%
Technical Services	Installation of electrical meters in Groblersdal	New	Infrastructure	Electrical Infrastructure	1,304	1,304	–	0%
Technical Services	Upgrading of Groblersdal subsation	Upgrading	Infrastructure	Electrical Infrastructure	870	(0)	–	0%
Technical Services	Monsterlius to Makgopheng Road, Kgoshi Mathebe and Kgoshi Matsepe	New	Infrastructure	Roads Infrastructure	7,826	7,826	5,074	65%
Technical Services	Construction	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Mogaung Road	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Mpheleng Road	New	Infrastructure	Roads Infrastructure	8,478	8,478	8,476	100%
Technical Services	Construction	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Hlogotlou street and stormwater	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Motetema Internal Streets	New	Infrastructure	Roads Infrastructure	3,478	800	–	0%
Technical Services	JJ Zaaiplaas Road	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Kgoshi Rammupudu Road	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Laersdrift Road	Renewal	Infrastructure	Roads Infrastructure	6,087	9,842	6,463	66%
Technical Services	Naganeng Bus Route	Renewal	Infrastructure	Roads Infrastructure	8,817	5,500	5,601	102%
Technical Services	Groblersdal Roads and Streets	Renewal	Infrastructure	Roads Infrastructure	1,739	1,739	–	0%
Technical Services	Kgapamadi road	Renewal	Infrastructure	Roads Infrastructure	15,602	15,602	11,618	74%
Technical Services	Nyakoroane Road	Renewal	Infrastructure	Roads Infrastructure	1,304	1,304	–	0%
Technical Services	Development of workshop	New	Other assets	Operational Buildings	4,447	4,447	3,568	80%
Technical Services	Ramogwerane to Nkadimeng Road and Stormwater	New	Infrastructure	Roads Infrastructure	1,500	1,500	–	0%
Technical Services	Construction	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Tambo Road	New	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Upgrading of streets of Elansdoreen	Upgrading	Infrastructure	Roads Infrastructure	–	–	–	–
Technical Services	Upgrading of Tafelkop stadium	Upgrading	Community Assets	Sport and Recreation Facilities	–	–	–	–

Quality certificate

I, **MESHACK MAHLAGAUME KGWALE**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that the monthly budget statement report and supporting documentation for the month of April 2019 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Municipal Manager of Elias Motsoaledi Local Municipality (LIM 472)

Signature 

Date 20/05/2019

