

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



SECTION 52 REPORT: 2017/18

REPORTING PERIOD: FOURTH QUARTER

PART 1: IN - YEAR REPORT

PURPOSE

To report to the Council and submit to National and Provincial Treasury on the quarterly financial performance of the Municipality as required by Section 52 of the Municipal Finance Management Act.

EXECUTIVE SUMMARY

Section 52 of the Municipal Finance Management Act deals with requirements for quarterly reporting and further states that the Mayor of the Municipality must within 30 days of the end of each quarter submit a report to council on implementation of the Budget and the financial state of the Municipality.

IN YEAR BUDGET STATEMENT TABLES

Table C1 – Budget Statement Summary

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	25,815	26,472	34,805	5,040	33,569	34,805	(1,236)	-4%	34,805
Service charges	77,251	89,822	92,822	22,358	81,871	92,822	(10,951)	-12%	92,822
Investment revenue	1,319	3,701	2,500	333	2,106	2,500	(394)	-16%	2,500
Transfers and subsidies	-	226,163	226,163	887	211,598	226,163	(14,565)	-6%	226,163
Other own revenue	286,701	45,865	88,454	5,446	34,654	88,454	(53,799)	-61%	88,454
Total Revenue (excluding capital transfers)	391,085	392,023	444,744	34,064	363,799	444,744	(80,945)	-18%	444,744
Employee costs	117,781	123,460	126,137	10,937	121,660	126,137	(4,477)	-4%	126,137
Remuneration of Councillors	20,298	22,113	23,430	14,264	22,433	23,430	(997)	-4%	23,430
Depreciation & asset impairment	47,998	51,200	51,200	-	-	51,200	(51,200)	-100%	51,200
Finance charges	1,426	3,124	1,124	-	281	1,124	(843)	-75%	1,124
Materials and bulk purchases	78,603	82,662	81,986	11,950	66,479	81,986	(15,507)	-19%	81,986
Transfers and subsidies	708	3,724	2,984	7,329	6,531	2,984	3,547	119%	2,984
Other expenditure	229,263	100,105	142,531	(19,449)	107,873	142,531	(34,657)	-24%	142,531
Total Expenditure	496,076	386,388	429,392	25,031	325,257	429,392	(104,135)	-24%	429,392
Surplus/(Deficit)	(104,990)	5,635	15,352	9,033	38,541	15,352	23,189	151%	15,352
Transfers and subsidies - capital (monetary allocations)	68,930	70,860	98,349	(12,637)	78,891	98,349	(19,458)	-20%	98,349
Contributions & Contributed assets	-	-	-	5,842	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(36,060)	76,495	113,701	2,238	117,432	113,701	3,731	3%	113,701
Share of surplus/ (deficit) of associate	-	-	-	(14,822)	-	-	-	-	-
Surplus/ (Deficit) for the year	(36,060)	76,495	113,701	(12,584)	117,432	113,701	3,731	3%	113,701
Capital expenditure & funds sources									
Capital expenditure	80,665	77,302	110,949	26,107	108,060	110,949	(2,889)	-3%	110,949
Capital transfers recognised	68,895	62,158	86,218	14,287	86,218	86,218	-	-	86,218
Public contributions & donations	-	-	-	9,011	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	11,770	15,144	24,732	5,199	21,843	24,732	(2,889)	-12%	24,732
Total sources of capital funds	80,665	77,302	110,949	28,497	108,060	110,949	(2,889)	-3%	110,949
Financial position									
Total current assets	87,618	107,614	85,598	-	126,025				85,598
Total non current assets	1,006,770	1,066,797	1,026,671	-	1,102,292				1,026,671
Total current liabilities	99,680	60,491	62,491	-	97,528				62,491
Total non current liabilities	89,811	98,733	106,433	-	86,141				106,433
Community wealth/Equity	904,896	1,015,187	943,345	-	1,044,648				943,345
Cash flows									
Net cash from (used) operating	98,321	93,102	107,098	(13,028)	82,919	107,098	24,179	23%	107,098
Net cash from (used) investing	(81,193)	(77,302)	(110,349)	(10,862)	(94,012)	(110,949)	(16,937)	15%	(110,349)
Net cash from (used) financing	(8,149)	(8,497)	(9,041)	44	(5,801)	(9,041)	(3,240)	36%	(9,041)
Cash/cash equivalents at the month/year end	20,944	32,968	8,652	-	4,050	8,052	4,002	50%	8,652
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	10,210	4,510	2,412	3,913	1,828	1,793	10,328	29,617	62,681
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

The above C1 Sum table summarizes the following activities:-

Revenue:

The actual year to date operational revenue as at end of fourth quarter is R363, 799 million and the year to date budget of R444, 744 million and this reflects a negative variance of R80, 945 million that can be attributed to traffic fines that the municipality is currently applying the cash basis accounting method as opposed to accrual basis of accounting. The following are the secondary revenue item categories reflecting a negative and positive material variance:

- Interest earned – outstanding Debtors 32% unfavorable variance,
- Rental on Facilities and Equipment: 37,90% favorable
- Fines: 86, 10% unfavorable variance
- Other revenue: 31, 20% favorable variance

Operating Expenditure

The year to date operational expenditure as at end of fourth quarter amounts to R325, 257 million and the year to date budget is R429, 392 million and this reflects under performance variance of R104, 135 million that translates to 24, 3% overspending variance. The variance is attributed to non-incorporation of depreciation amount and under spending on bulk purchase, contracted services and other expenditure. The municipality has been waiting for the two system vendors to integrate their system so that we can interface the monthly depreciation amount from Asset management system to Munsoft. 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: 75% under performance variance
- Debt Impairment: 100% under performance
- Depreciation & asset impairment: 100% under performance
- Bulk Purchases: 17, 8% under performance variance
- Other Materials: 25, 6% under performance variance
- Transfers and subsidies: 118, 9% over performance variance
- Other Materials: 11, 3%

Capital Expenditure

The year to date actual capital expenditure as at end of fourth quarter amounts to R108, 060 million and the year to date budget amounts to R110, 949 million and this gives rise to 2, 6% under performance variance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus for the quarter is R117, 432 million that is mainly attributed to receipt of unconditional grant - equitable share and over performance on MIG in the reporting period.

Debtors

Outstanding debtors' is comprised of consumer and sundry debtors. The total outstanding debtors as at end of fourth quarter amounts to R62, 681 million and this shows an increase of R15, 500 million as compared to R48, 181 million as at end of 2016/17 financial year.

Consumer debtors is made up of service charges and property rates that amount to R64, 183 million and other debtors amounting to R1, 502 Million (credit).

Creditors

All creditors are paid within 30 days of receipt of invoice as required by MFMA and as a result, our creditor's age analysis does not have figures.

Table C2 – Financial Performance (Standard Classification)

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	253,047	170,084	183,920	10,934	182,172	183,920	(1,748)	-1.0%	183,920
Executive and council	–	35,581	35,581	3,391	35,581	35,581	0	0.0%	35,581
Finance and administration	253,047	128,101	141,936	7,542	140,188	141,936	(1,748)	-1.2%	141,936
Internal audit	–	6,402	6,402	–	6,402	6,402	0	0.0%	6,402
Community and public safety	45	12,846	18,446	20	12,491	18,446	(5,955)	-32.3%	18,446
Community and social services	45	6,377	11,977	19	6,023	11,977	(5,955)	-49.7%	11,977
Sport and recreation	–	6,469	6,469	1	6,469	6,469	0	0.0%	6,469
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	115,853	150,237	207,822	14,987	131,294	207,822	(76,528)	-36.8%	207,822
Planning and development	1,635	13,512	19,012	7,526	8,842	19,012	(10,170)	-53.5%	19,012
Road transport	114,218	135,883	187,968	7,461	122,453	187,968	(65,515)	-34.9%	187,968
Environmental protection	–	842	842	–	–	842	(842)	-100.0%	842
Trading services	91,070	129,716	132,905	21,992	116,732	132,905	(16,173)	-12.2%	132,905
Energy sources	84,564	106,984	107,173	20,699	93,597	107,173	(13,576)	-12.7%	107,173
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	6,506	22,732	25,732	1,293	23,135	25,732	(2,598)	-10.1%	25,732
Other	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	460,016	462,883	543,093	47,933	442,689	543,093	(100,404)	-18.5%	543,093
Expenditure - Functional									
Governance and administration	258,940	147,263	180,424	35,947	167,350	180,424	(13,073)	-7.2%	180,424
Executive and council	35,425	35,981	42,315	20,592	39,101	42,315	(3,215)	-7.6%	42,315
Finance and administration	215,183	104,880	130,658	14,998	121,331	130,658	(9,328)	-7.1%	130,658
Internal audit	8,333	6,402	7,450	357	6,919	7,450	(531)	-7.1%	7,450
Community and public safety	12,895	15,633	14,759	1,896	10,230	14,759	(4,529)	-30.7%	14,759
Community and social services	5,518	6,541	5,737	1,202	4,739	5,737	(998)	-17.4%	5,737
Sport and recreation	7,378	9,092	9,021	648	5,491	9,021	(3,530)	-39.1%	9,021
Public safety	–	–	–	47	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	103,151	117,737	120,307	10,909	55,299	120,307	(65,008)	-54.0%	120,307
Planning and development	18,070	20,850	17,708	6,295	14,454	17,708	(3,254)	-18.4%	17,708
Road transport	83,994	96,045	101,719	4,582	40,291	101,719	(61,428)	-60.4%	101,719
Environmental protection	1,087	842	880	32	553	880	(326)	-37.1%	880
Trading services	121,089	105,754	113,903	15,822	92,378	113,903	(21,524)	-18.9%	113,903
Energy sources	98,785	86,949	86,830	14,491	69,387	86,830	(17,443)	-20.1%	86,830
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	22,304	18,805	27,073	1,332	22,991	27,073	(4,082)	-15.1%	27,073
Other	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	496,076	386,388	429,392	64,575	325,257	429,392	(104,135)	-24.3%	429,392
Surplus/ (Deficit) for the year	(36,060)	76,495	113,701	(16,642)	117,432	113,701	3,731	3.3%	113,701

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

Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue by Vote									
Vote 1 - Executive & Council	–	31,540	37,871	–	31,540	37,871	(6,330)	-16.7%	37,871
Vote 2 - Municipal Manager	–	15,805	23,080	–	14,716	23,080	(8,364)	-36.2%	23,080
Vote 3 - Budget & Treasury	253,036	70,368	71,894	10,897	83,462	71,894	11,569	16.1%	71,894
Vote 4 - Corporate Services	12	33,797	33,842	37	33,878	33,842	36	0.1%	33,842
Vote 5 - Community Services	62,691	89,322	122,251	4,805	65,888	122,251	(56,363)	-46.1%	122,251
Vote 6 - Technical Services	142,642	200,885	227,489	32,037	193,790	227,489	(33,699)	-14.8%	227,489
Vote 7 - Developmental Planning	1,635	8,435	13,935	157	6,683	13,935	(7,252)	-52.0%	13,935
Vote 8 - Executive Support	–	12,731	12,731	–	12,731	12,731	0	0.0%	12,731
Total Revenue by Vote	460,016	462,883	543,093	47,933	442,689	543,093	(100,404)	-18.5%	543,093
Expenditure by Vote				–					
Vote 1 - Executive & Council	31,808	31,940	38,271	9,066	35,734	38,271	(2,536)	-6.6%	38,271
Vote 2 - Municipal Manager	27,365	15,826	23,102	2,674	20,767	23,102	(2,335)	-10.1%	23,102
Vote 3 - Budget & Treasury	128,458	39,702	59,430	12,034	57,628	59,430	(1,802)	-3.0%	59,430
Vote 4 - Corporate Services	40,771	39,326	38,652	7,362	31,142	38,652	(7,510)	-19.4%	38,652
Vote 5 - Community Services	55,374	71,741	79,148	9,758	52,956	79,148	(26,193)	-33.1%	79,148
Vote 6 - Technical Services	183,344	165,483	163,989	18,392	103,652	163,989	(60,337)	-36.8%	163,989
Vote 7 - Developmental Planning	12,074	9,604	10,737	1,841	8,304	10,737	(2,433)	-22.7%	10,737
Vote 8 - Executive Support	16,881	12,767	16,063	3,082	15,075	16,063	(988)	-6.2%	16,063
Total Expenditure by Vote	496,076	386,388	429,392	64,209	325,257	429,392	(104,135)	-24.3%	429,392
Surplus/ (Deficit) for the year	(36,060)	76,495	113,701	(16,277)	117,432	113,701	3,731	3.3%	113,701

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	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	25,815	26,472	34,805	7,556	33,569	34,805	(1,236)	-3.6%	34,805
Service charges - electricity revenue		81,206	81,206	17,927	72,481	81,206	(8,726)	-10.7%	81,206
Service charges - water revenue	70,745	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-
Service charges - refuse revenue		8,616	11,616	1,914	9,390	11,616	(2,225)	-19.2%	11,616
Service charges - other	6,506	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1,935	1,000	(22)	621	1,000	(379)	-37.9%	1,000
Interest earned - external investments	1,319	3,701	2,500	565	2,106	2,500	(394)	-15.8%	2,500
Interest earned - outstanding debtors	2,889	6,260	14,260	1,829	9,693	14,260	(4,567)	-32.0%	14,260
Dividends received	6,469	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		30,000	55,016	1,463	7,666	55,016	(47,350)	-86.1%	55,016
Licences and permits	50,885	5,171	4,500	1,407	4,866	4,500	366	8.1%	4,500
Agency services	5,255	-	-	-	-	-	-	-	-
Transfers and subsidies		226,163	226,163	1,045	211,598	226,163	(14,565)	-6.4%	226,163
Other revenue	213,105	2,499	13,678	380	9,408	13,678	(4,269)	-31.2%	13,678
Gains on disposal of PPE	8,098	-	-	-	2,400	-	2,400	0.0%	-
Total Revenue (excluding capital transfers)	391,085	392,023	444,744	34,064	363,799	444,744	(80,945)	-18.2%	444,744
Expenditure By Type									
Employee related costs	117,781	123,460	126,137	21,452	121,660	126,137	(4,477)	-3.5%	126,137
Remuneration of councillors	20,298	22,113	23,430	5,624	22,433	23,430	(997)	-4.3%	23,430
Debt impairment	21,128	26,372	26,372	-	-	26,372	(26,372)	-100.0%	26,372
Depreciation & asset impairment	47,998	51,200	51,200	-	-	51,200	(51,200)	-100.0%	51,200
Finance charges	1,426	3,124	1,124	(122)	281	1,124	(843)	-75.0%	1,124
Bulk purchases	65,729	69,165	70,165	10,379	57,682	70,165	(12,483)	-17.8%	70,165
Other materials	12,873	13,497	11,821	1,939	8,797	11,821	(3,024)	-25.6%	11,821
Contracted services	43,080	25,350	65,237	13,490	62,694	65,237	(2,542)	-3.9%	65,237
Transfers and subsidies	708	3,724	2,984	325	6,531	2,984	3,547	118.9%	2,984
Other expenditure	161,695	48,384	50,923	11,122	45,179	50,923	(5,744)	-11.3%	50,923
Loss on disposal of PPE	3,360	-	-	-	-	-	-	-	-
Total Expenditure	496,076	386,388	429,392	64,209	325,257	429,392	(104,135)	-24.3%	429,392
Surplus/(Deficit)	(104,990)	5,635	15,352	(30,145)	38,541	15,352	23,189	151.1%	15,352
Transfers and subsidies - capital (monetary allocations)	68,930	70,860	98,349	13,868	78,891	98,349	(19,458)	-19.8%	98,349
Transfers and subsidies - capital (monetary allocations)		-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(36,060)	76,495	113,701	(16,277)	117,432	113,701			113,701
Taxation		-	-	-	-	-			-
Surplus/(Deficit) after taxation	(36,060)	76,495	113,701	(16,277)	117,432	113,701			113,701
Attributable to minorities		-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality	(36,060)	76,495	113,701	(16,277)	117,432	113,701			113,701
Share of surplus/ (deficit) of associate		-	-	-	-	-			-
Surplus/ (Deficit) for the year	(36,060)	76,495	113,701	(16,277)	117,432	113,701			113,701

Table C4 provides budget performance details for revenue by source and expenditure by type. On revenue, the only revenue accounts that have material variance is service charges – refuse revenue and electricity revenue (under performance of 10, 7% & 19, 2% respectfully); rental of

facilities and equipment (under performance variance of 37, 9%); interest earned on external debtors and outstanding debtors (under performance variance of 15, 8% & 32% respectively), fines (under performance variance of 86, 1%); and other revenue (under performance variance of 18, 9%). On expenditure, the only expenditure accounts that have material variance is finance charges (under performance variance of 75%); bulk purchases (under performance variance of 17, 8%); other materials (under performance variance of 25, 6%); transfers and subsidies (with over performance variance of 118, 9%) and other expenditure (under performance variance of 11, 3%).

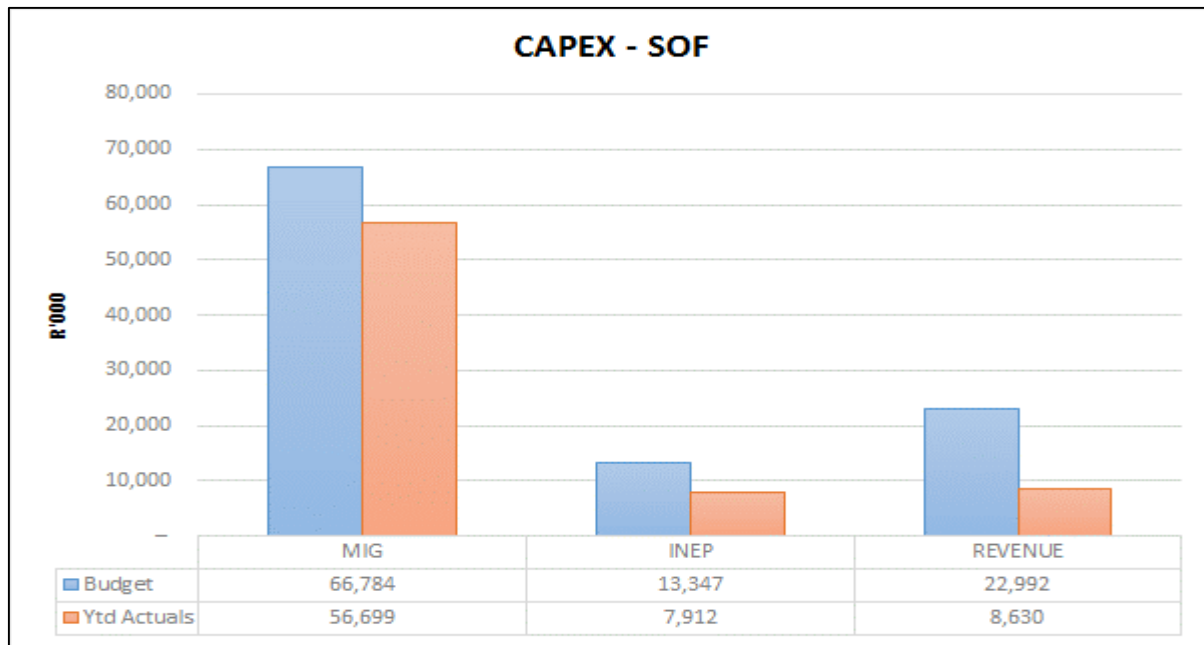
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital Expenditure - Functional Classification									
Governance and administration	2,091	500	1,300	422	918	1,300	(382)	-29%	1,300
Executive and council	-	-	-	-	-	-	-	-	-
Finance and administration	2,091	500	1,300	422	918	1,300	(382)	-29%	1,300
Internal audit	-	-	-	-	-	-	-	-	-
Community and public safety	181	700	8,479	1,499	8,479	8,479	-	-	8,479
Community and social services	28	-	-	-	-	-	-	-	-
Sport and recreation	-	700	8,479	1,499	8,479	8,479	-	-	8,479
Public safety	153	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	67,241	62,944	86,108	29,759	83,961	86,108	(2,147)	-2%	86,108
Planning and development	-	-	-	-	-	-	-	-	-
Road transport	67,241	62,944	86,108	29,759	83,961	86,108	(2,147)	-2%	86,108
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	11,151	13,158	15,063	6,791	14,703	15,063	(360)	-2%	15,063
Energy sources	11,151	13,158	15,063	6,791	14,703	15,063	(360)	-2%	15,063
Water management	-	-	-	-	-	-	-	-	-
Waste water management	-	-	-	-	-	-	-	-	-
Waste management	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	80,665	77,302	110,949	38,472	108,060	110,949	(2,889)	-3%	110,949
Funded by:									
National Government	68,895	62,158	86,218	23,298	86,218	86,218	-	-	86,218
Provincial Government	-	-	-	-	-	-	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	68,895	62,158	86,218	23,298	86,218	86,218	-	-	86,218
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	11,770	15,144	24,732	15,174	21,843	24,732	(2,889)	-12%	24,732
Total Capital Funding	80,665	77,302	110,949	38,472	108,060	110,949	(2,889)	-3%	110,949

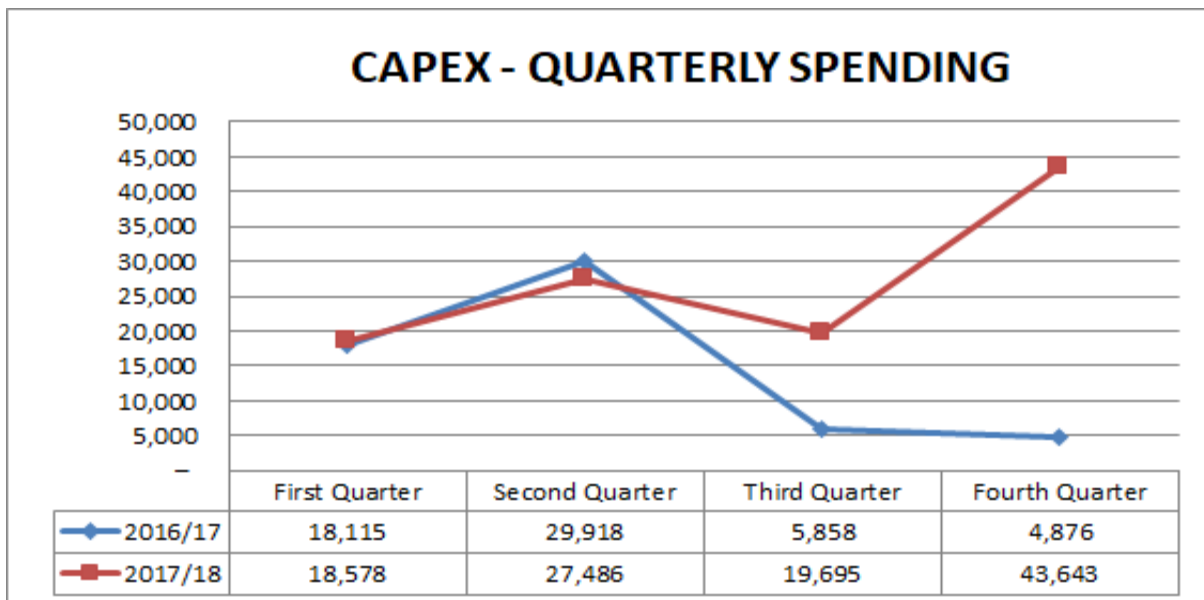
Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	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	-	500	1,300	422	918	1,300	(382)	-29%	1,300
Vote 5 - Community Services	28	500	500	-	-	500	(500)	-100%	500
Vote 6 - Technical Services	50,994	52,539	81,834	24,080	75,832	81,834	(6,002)	-7%	81,834
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	51,021	53,539	83,634	24,502	76,751	83,634	(6,884)	-8%	83,634
Single Year expenditure appropriation									
Vote 1 - Executive & Council	-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager	-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services	1,508	-	-	-	-	-	-	-	-
Vote 5 - Community Services	153	700	400	-	285	400	(115)	-29%	400
Vote 6 - Technical Services	27,399	23,063	26,915	13,969	31,024	26,915	4,110	15%	26,915
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	583	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	29,643	23,763	27,315	13,969	31,310	27,315	3,995	15%	27,315
Total Capital Expenditure	80,665	77,302	110,949	38,472	108,060	110,949	(2,889)	-3%	110,949

The above two tables (Table C5 Capex and C5C) present capital expenditure performance by Municipal vote, standard classification and the funding thereof. For fourth quarter, R38, 472 million spending was incurred on capital budget whilst the year to date actual is R108, 060 and year to Date budget is R110, 949 million and this gave rise to underperformance variance of R2, 889 million that translates to 2, 6%.



The above graph shows the components of sources of finance for capital budget. Of the total capital budget, R83, 159 million (VAT exclusive) is funded from Municipal Infrastructure grant, R15, 189 million (VAT exclusive) from INEP and R24, 731 million from own revenue and the spending per source of finance is presented in the above graph.



The above graph compares the 2016/17 and 2017/18 quarterly capital expenditure performance and the results for fourth quarter show that the spending has significantly improved when comparing the results for the two financial years.

Table C6: Monthly Budget Statement Financial Position

Description	2016/17	Budget Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
ASSETS					
Current assets					
Cash	5,288	4,400	4,400	4,050	4,400
Call investment deposits	15,657	28,568	4,252	–	4,252
Consumer debtors	20,636	34,600	30,600	53,904	30,600
Other debtors	42,835	36,846	42,846	64,282	42,846
Current portion of long-term receivables	–	–	–	–	–
Inventory	3,202	3,200	3,500	3,789	3,500
Total current assets	87,618	107,614	85,598	126,025	85,598
Non current assets					
Long-term receivables	–	–	–	–	–
Investments	–	–	–	–	–
Investment property	55,728	96,146	55,728	56,136	55,728
Investments in Associate	–	–	–	–	–
Property, plant and equipment	938,356	957,866	957,866	1,033,933	957,866
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	291	–	291	291	291
Other non-current assets	12,396	12,786	12,786	11,932	12,786
Total non current assets	1,006,770	1,066,797	1,026,671	1,102,292	1,026,671
TOTAL ASSETS	1,094,388	1,174,411	1,112,269	1,228,317	1,112,269
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	6,900	8,608	5,608	4,037	5,608
Consumer deposits	5,633	5,089	5,089	5,791	5,089
Trade and other payables	82,244	45,253	50,253	78,210	50,253
Provisions	4,904	1,542	1,542	9,489	1,542
Total current liabilities	99,680	60,491	62,491	97,528	62,491
Non current liabilities					
Borrowing	–	16,500	19,500	–	19,500
Provisions	89,811	82,233	86,933	86,141	86,933
Total non current liabilities	89,811	98,733	106,433	86,141	106,433
TOTAL LIABILITIES	189,492	159,224	168,924	183,669	168,924
NET ASSETS	904,896	1,015,187	943,345	1,044,648	943,345
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	904,896	1,015,187	943,345	1,044,648	943,345
Reserves	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	904,896	1,015,187	943,345	1,044,648	943,345

The above table shows that community wealth amounts to R1, 044 billion, total liabilities R183, 669 million and the total assets R1, 228 billion. Non-current liabilities is mainly made up of provisions for long service award, landfill site and bonus.

Total current assets appear to be fairly reasonable relative to total current liabilities and this as a result portray a much better picture of the municipality's current ratio.

Table C7: Monthly Budget Statement Cash Flow

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	20,966	21,177	26,104	4,956	18,930	26,104	(7,174)	-27%	26,104
Service charges	69,070	83,078	79,245	18,473	66,315	79,245	(12,930)	-16%	79,245
Other revenue	10,066	13,516	24,449	5,164	34,474	24,449	10,026	41%	24,449
Government - operating	214,632	226,163	226,163	-	226,163	226,163	(0)	0%	226,163
Government - capital	83,703	70,860	81,860	-	81,860	81,860	-		81,860
Interest	10,410	5,579	5,352	593	1,984	5,352	(3,367)	-63%	5,352
Dividends	-	-	-	-	-	-	-		-
Payments									
Suppliers and employees	(308,578)	(320,424)	(328,227)	(63,995)	(339,996)	(328,227)	11,769	-4%	(328,227)
Finance charges	(1,426)	(3,124)	(4,124)	-	(281)	(4,124)	(3,843)	93%	(4,124)
Transfers and Grants	(521)	(3,724)	(3,724)	(325)	(6,531)	(3,724)	2,807	-75%	(3,724)
NET CASH FROM/(USED) OPERATING ACTIVITIES	98,321	93,102	107,098	(35,134)	82,919	107,098	24,179	23%	107,098
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	600	-	-	-	-		600
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables	(529)	-	-	14,096	14,048	-	14,048		-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-		-
Payments									
Capital assets	(80,665)	(77,302)	(110,949)	(24,911)	(108,060)	(110,949)	(2,889)	3%	(110,949)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(81,193)	(77,302)	(110,349)	(10,815)	(94,012)	(110,949)	(16,937)	15%	(110,349)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	21	111	(433)	44	(68)	(433)	365	-84%	(433)
Payments									
Repayment of borrowing	(8,170)	(8,608)	(8,608)	-	(5,733)	(8,608)	(2,875)	33%	(8,608)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(8,149)	(8,497)	(9,041)	44	(5,801)	(9,041)	(3,240)	36%	(9,041)
NET INCREASE/(DECREASE) IN CASH HELD	8,979	7,304	(12,292)	(45,905)	(16,894)	(12,892)			(12,292)
Cash/cash equivalents at beginning:	11,965	25,664	20,944		20,944	20,944			20,944
Cash/cash equivalents at month/year end:	20,944	32,968	8,652		4,050	8,052			8,652

Table C7 presents details pertaining to cash flow performance. As at end of the fourth quarter, the net cash inflow from operating activities is R82, 919 million whilst net cash outflow from investing activities is R94, 012 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R5, 801 million. The cash and cash equivalent held at end of the fourth quarter amounted to R4, 050 million and the net effect of the above cash flows is cash inflow movement of R16, 894 million. The cash and cash equivalent at end of the reporting period of R4, 050 million is made up of cash amounting to R4, 050 million as presented in Table A6 under current assets

PART 2: SUPPORTING TABLES

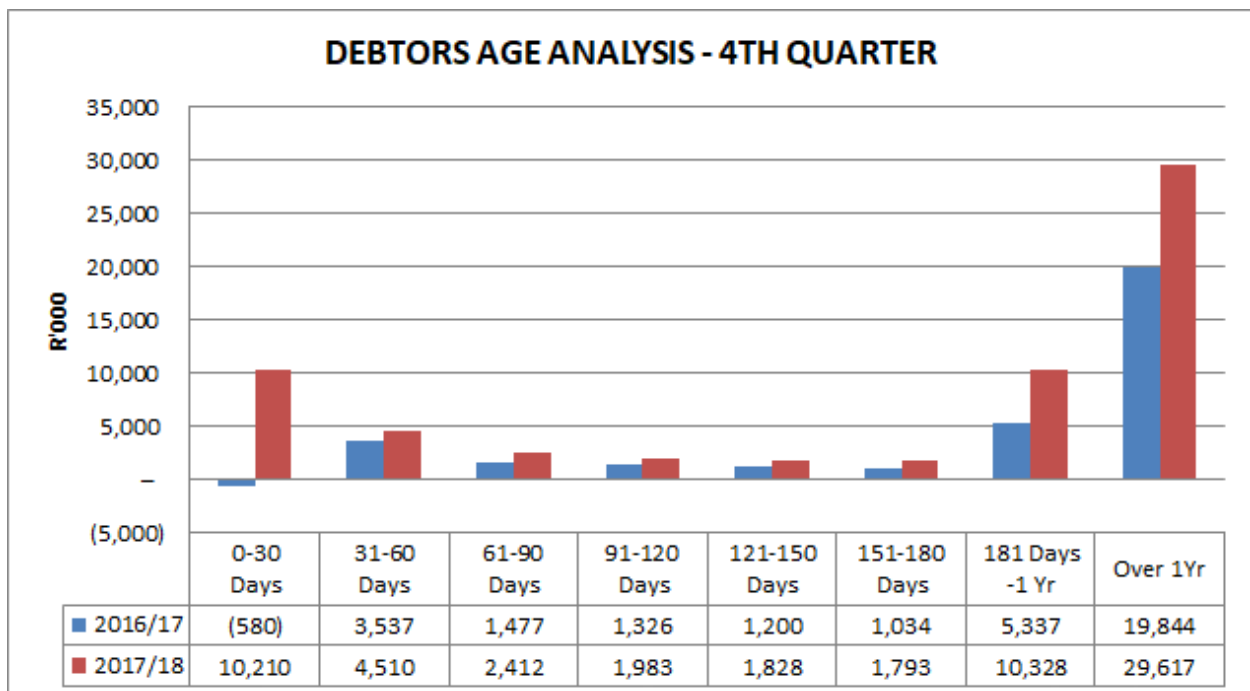
Supporting Table: SC 3 - Debtors Age Analysis

Description	Budget Year 2017/18										Actual Bad Debts Written Off	Impairment - Bad Debts i.t.o Council Policy	
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days - 1 Yr	Over 1Yr	Total	Total over 90 days			
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	5,656	2,003	711	212	188	96	387	2,952	12,205	3,835	-	-	
Receivables from Non-exchange Transactions - Property Rates	2,533	1,247	898	805	791	741	3,708	14,360	25,082	20,404	-	-	
Receivables from Exchange Transactions - Waste Water Management	-	-	-	-	-	-	-	-	-	-	-	-	
Receivables from Exchange Transactions - Waste Management	793	446	384	344	332	325	1,532	1,703	5,860	4,237	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	49	21	75	20	21	7	102	978	1,273	1,128	-	-	
Interest on Arrear Debtor Accounts	607	562	537	515	486	465	2,822	9,048	15,042	13,336	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-	
Other	280	133	70	(281)	7	(77)	53	(2,078)	(1,893)	(2,376)	-	-	
Total By Income Source	9,918	4,412	2,674	1,615	1,824	1,557	8,605	26,964	57,568	40,564	-	-	
2016/17 - totals only	(580)	3,537	1,477	1,326	1,200	1,034	5,337	19,844	33,174	28,740			
Debtors Age Analysis By Customer Group													
Organs of State	1,032	790	551	49	318	274	1,260	5,288	9,563	7,189	-	-	
Commercial	5,018	1,262	472	251	241	133	618	1,989	9,984	3,232	-	-	
Households	2,976	1,723	1,026	767	729	621	3,946	8,218	20,007	14,282	-	-	
Other	892	637	625	549	535	528	2,780	11,468	18,014	15,861	-	-	
Total By Customer Group	9,918	4,412	2,674	1,615	1,824	1,557	8,605	26,964	57,567,697	40,564	-	-	

Supporting table SC3 provides a breakdown of the debtors. The outstanding debtors as at end of fourth quarter amount to R62, 681 million. The debtors' book is made up as follows:

- Rates 44%
- Electricity 20%
- Rental 2%
- Refuse removal 11%
- Interest on Debtors 27%
- Other -2%

The debtors' age analysis is graphically presented below.



The initial graph compares debtors' age analysis for 2016/17 financial year and 2017/18 (as at end of Fourth quarter) and noted from the graph is the ever increasing debt book in 2017/18 financial year

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

TOP TWENTY DEBTORS

ACCOUNT NO	ACCOUNT HOLDER NAME	OUTSTANDING TOTAL BALANCE
9005301	TWIN CITY TRADING (PTY) LTD	R1 220 270.20
9012345	BREED J & OOSTHUIZEN J F	R1 005 692.08
201885	SHOPRITE CHECKERS (PTY) LTD	R544 919.51
214913	MEAT SPOT	R509 639.49
1501364	JAN JOUBERT TR (JO JO TANKS)	R509 133.29
9000000	REPUBLIEK VAN SUID-AFRIKA	R401 679.15
9900067	WATER PURIFICATION PLANT (SDM)	R397 895.15
9900028	ELIAS MOTSOALEDI (OFFICE)	R379 189.20
9001077	ROYAL SQUARE INV 361 CC	R344 679.47
211693	BOXER SUPERSTORE'ATT KERSHNEE	R342 833.89
200106	ANABEL AND T INVESTMENTS (WALTLOO	R331 438.00
9000804	NATIONAL GOVERNMENT REPUBLIC OF S	R293 944.21
5001708	UNITRADE 518 (PTY) LTD	R190 364.66
9002958	PROVINCIAL GOVERNMENT OF LIMPO	R187 051.29
9000276	DEPARTMENT OF PUBLIC WORKS-PROVIN	R179 709.64
9002065	GOVERNMENT OF KWANDEBELE	R173 120.64
9053280	LIMPOPO GOVERNMENT OF LIMPOPO P	R168 937.61
9002067	NATIONAL GOVERNMENT OF THE REP	R166 125.65
9000802		R163 205.13
2200702	NAMIB FAMILY TRUST	R151 334.11
TOTAL		R7 661 162.37

Supporting Table: SC 4 - Creditors Age Analysis

Description	Budget Year 2017/18									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	-	-	-	-	-	-	-	-	-	-
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	-	-	-	-	-	-	-	-	-	-

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. All creditors for the quarter were paid within the stipulated period of thirty days and no creditors were outstanding for more than 30 days, hence the age analysis table is blank.

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 (%)	Market value Opening	Change in market value	Market value closing
Municipality								
Nedbank	1 Month	Current Invest	30-May-18	25	5.20%	40,221	(40,335)	-
VBS		Current Invest	31-Mar-18	68	0.00%	56	56	-
VBS		Current Invest	2-Jul-17	92	0.00%	1	1	-
TOTAL INVESTMENTS AND INTEREST				185		40,278	(40,278)	-

Supporting table SC5 presents all investments that indicate that the total amount of Nil had been invested as at end of fourth quarter. The opening balance for the quarter was R40, 278 million, and an amount of R40, 278 million was withdrawn in the reporting period whilst no additional amount was invested. Accrued interest for the quarter amounted to R185 thousand.

Supporting Table: SC 6 - Transfers and Grant Receipts

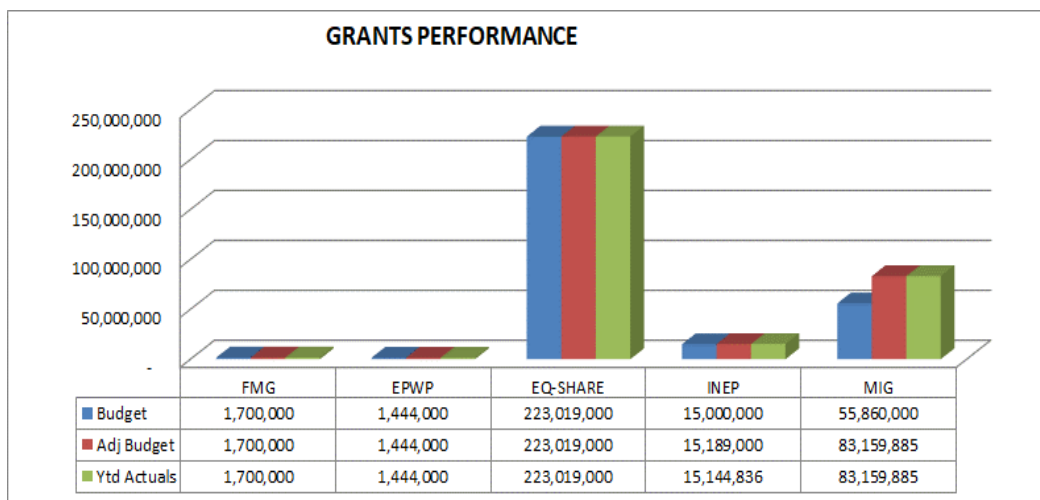
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
RECEIPTS:									
Operating Transfers and Grants									
National Government:	213,105	226,163	226,163	-	226,163	226,163	-		226,163
Local Government Equitable Share	210,385	223,019	223,019	-	223,019	223,019	-		223,019
Finance Management	1,625	1,700	1,700	-	1,700	1,700			1,700
EPWP Incentive	1,095	1,444	1,444	-	1,444	1,444			1,444
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total Operating Transfers and Grants	213,105	226,163	226,163	-	226,163	226,163	-		226,163
Capital Transfers and Grants									
National Government:	85,419	70,860	81,860	-	81,860	81,860	-		74,860
Municipal Infrastructure Grant (MIG)	72,419	55,860	66,860	-	66,860	66,860	-		59,860
Intergrated National Electrification Grant	13,000	15,000	15,000	-	15,000	15,000	-		15,000
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total Capital Transfers and Grants	85,419	70,860	81,860	-	81,860	81,860	-		74,860
TOTAL RECEIPTS OF TRANSFERS & GRANTS	298,524	297,023	308,023	-	308,023	308,023	-		301,023

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R308, 023 million of which the major portion is attributed to equitable share. In the reporting period, all gazetted grants were received according to National Treasury's grants payment schedule.

Supporting Table: SC 7 Transfers and grants – Expenditure

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	214,632	226,163	226,163	56,987	226,163	226,163	0	0.00%	226,163
Local Government Equitable Share	211,912	223,019	223,019	55,755	223,019	223,019	0	0.00%	223,019
Finance Management	1,625	1,700	1,700	912	1,700	1,700	-		1,700
EPWP Incentive	1,095	1,444	1,444	320	1,444	1,444	-		1,444
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:	214,632	226,163	226,163	38,244	226,163	226,163	0	0.00%	226,163
Capital expenditure of Transfers and Grants				18,743					
National Government:	68,874	70,860	98,349	21,729	98,305	98,349	(44)	-0.04%	98,349
Municipal Infrastructure Grant (MIG)	56,064	55,860	83,160	16,983	83,160	83,160	-		83,160
Intergrated National Electrification Grant	12,811	15,000	15,189	4,746	15,145	15,189	(44)	-0.29%	15,189
Provincial Government:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Other grant providers:	-	-	-	-	-	-	-		-
N/A	-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants	68,874	70,860	98,349	21,729	98,305	98,349	(44)	-0.04%	98,349
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	283,507	297,023	324,512	78,716	324,468	324,512	(44)	-0.01%	324,512

A total amount of R324, 468 million has been spent on grants during the fourth quarter and the year to date budget thereof amount to R324, 512 million and this resulted in under spending variance of R44 thousands that translates to 0, 01%. Of the total spending amounting to R324, 468 million, R226, 163 million is spent on operational grants whilst R98, 305 million is spent of capital grants.



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

- Financial Management Grant 100%
- Expanded Public Work Programme 100%
- Equitable Share 100%
- Municipal Infrastructure Grant 100%
- Integrated National Electrification Grant 100%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Summary of Employee and Councillor remuneration	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	12,363	14,748	14,757	3,219	12,690	14,757	(2,066)	-14.00%	14,757
Pension and UIF Contributions	1,691	1,670	1,670	410	1,778	1,670	108	6.47%	1,670
Medical Aid Contributions	250	285	285	81	295	285	10	3.44%	285
Motor Vehicle Allowance	4,672	4,788	4,788	1,237	4,947	4,788	159	3.33%	4,788
Cellphone Allowance	1,146	612	1,930	677	2,708	1,930	779	40.36%	1,930
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	9	(0)	-	14	(0)	14	-568136.25%	(0)
Sub Total - Councillors	20,122	22,113	23,430	5,624	22,433	23,430	(997)	-4.25%	23,430
% increase		10%	16%	0%					16%
Senior Managers of the Municipality									
Basic Salaries and Wages	5,416	4,745	4,325	1,692	5,142	4,325	818	18.91%	4,325
Pension and UIF Contributions	317	1,021	921	97	315	921	(606)	-65.83%	921
Medical Aid Contributions	6	228	198	32	100	198	(98)	-49.66%	198
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	457	840	815	282	863	815	48	5.84%	815
Cellphone Allowance	5	14	59	21	57	59	(3)	-4.71%	59
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	130	75	292	28	294	292	2	0.60%	292
Payments in lieu of leave	-	-	165	58	140	165	(25)	-15.02%	165
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	6,331	6,923	6,775	2,210	6,910	6,775	135	1.99%	6,775
% increase		9%	7%	0%					7%
Other Municipal Staff									
Basic Salaries and Wages	68,064	78,939	74,581	13,105	74,504	74,581	(77)	-0.10%	74,581
Pension and UIF Contributions	14,452	14,523	16,183	2,686	15,310	16,183	(874)	-5.40%	16,183
Medical Aid Contributions	4,235	4,340	5,059	898	4,727	5,059	(333)	-6.57%	5,059
Overtime	2,835	1,595	2,784	442	2,270	2,784	(514)	-18.47%	2,784
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	7,995	8,062	9,481	1,540	8,854	9,481	(627)	-6.61%	9,481
Cellphone Allowance	116	636	835	150	559	835	(276)	-33.10%	835
Housing Allowances	152	145	214	27	162	214	(52)	-24.36%	214
Other benefits and allowances	7,651	7,333	8,499	138	7,054	8,499	(1,444)	-17.00%	8,499
Payments in lieu of leave	54	802	1,067	128	747	1,067	(320)	-29.96%	1,067
Long service awards	3,741	162	627	117	547	627	(81)	-12.84%	627
Post-retirement benefit obligations	962	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	110,255	116,537	119,330	19,230	114,733	119,330	(4,598)	-3.85%	119,330
% increase		6%	8%	0%					8%
Total Parent Municipality	136,708	145,573	149,535	27,064	144,076	149,535	(5,460)	-3.65%	149,535
		6%	9%	0%					9%
TOTAL SALARY, ALLOWANCES & BENEFITS	136,708	145,573	149,535	27,064	144,076	149,535	(5,460)	-3.65%	149,535
% increase		6%	9%	0%					9%
TOTAL MANAGERS AND STAFF	116,586	123,460	126,105	21,440	121,642	126,105	(4,463)	-3.54%	126,105

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid for fourth quarter amounts to R27, 064 million and the expenditure for remuneration of councilors for the quarter amounts to R5, 624 million, while the fourth quarter expenditure on senior managers is R2, 210 million and that of other municipal staff is R19, 230 million. The year to date actuals for both remunerations of councilors and employee related cost is R144, 076 million whilst the year to date budget thereof is R149, 535 million and this gives rise to over spending variance of R5, 460 million and that translates to 3.65%

Supporting Table: SC9 – Monthly Cash Flow

Description	Budget Year 2017/18												2017/18 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	Outcome	Budget	2017/18	2018/19	2019/20
Cash Receipts By Source															
Property rates	1,611	755	1,742	1,797	1,913	1,387	2,000	1,387	1,382	1,702	1,749	8,679	26,104	22,384	23,638
Service charges - electricity revenue	5,992	3,719	4,876	6,380	5,352	3,668	7,362	3,668	4,255	6,193	5,986	13,197	70,649	81,133	83,729
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse	354	216	288	340	320	273	350	273	241	489	300	5,151	8,596	4,553	4,808
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	28	15	31	28	19	20	59	20	37	28	28	1,122	1,435	2,046	2,160
Interest earned - external investments	154	135	-	63	-	127	230	-	15	256	161	1,359	2,500	3,912	4,132
Interest earned - outstanding debtors	114	26	78	134	86	49	97	49	32	62	59	2,065	2,852	1,985	2,096
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	25	2	4	28	4	2	2	2	3	390	1	6,137	6,600	4,757	5,023
Licences and permits	-	805	-	417	404	-	732	729	362	456	600	(5)	4,500	5,391	5,693
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating	94,626	361	-	-	649	74,339	-	-	56,188	-	-	0	226,163	238,214	247,841
Other revenue	1,369	812	1,324	3,060	8,160	1,065	12,994	1,040	817	1,653	1,313	(21,693)	11,914	2,094	2,211
Cash Receipts by Source	104,272	6,847	8,343	12,249	16,906	80,930	23,827	7,169	63,330	11,229	10,198	16,012	361,313	366,469	381,331
Other Cash Flows by Source															
Transfer receipts - capital	28,330	-	-	5,000	-	20,933	-	-	27,597	-	-	-	81,860	69,013	86,340
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	600	600	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits	58	5	37	563	(131)	233	(102)	(9)	310	(25)	48	(1,420)	(433)	142	168
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	14,048	-	(14,048)	-	-	-
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	132,660	6,852	8,380	17,812	16,776	102,096	23,725	7,160	91,237	25,253	10,246	1,143	443,339	435,624	467,839
Cash Payments by Type															
Employee related costs	9,543	9,580	9,600	9,680	9,411	15,354	9,799	9,603	9,553	10,069	10,515	13,433	126,137	130,069	137,325
Remuneration of councillors	1,694	1,694	1,694	1,694	1,694	1,695	1,694	1,801	2,599	1,875	3,420	3,420	23,430	23,036	24,326
Interest paid	-	74	123	51	44	-	67	-	45	-	(122)	843	1,124	790	645
Bulk purchases - Electricity	7,038	71	7,159	5,724	4,839	5,654	5,735	5,727	5,355	5,045	9,623	8,194	70,165	69,937	73,853
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	688	1,642	470	604	1,973	1,226	1,564	-	978	765	246	(825)	9,329	14,795	15,623
Contracted services	6,156	6,036	6,234	4,957	4,829	3,429	2,948	3,978	4,722	4,704	7,120	(20,114)	35,000	23,279	23,118
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other	1,727	742	725	792	979	846	102	106	100	98	117	(1,072)	5,260	3,936	4,156
General expenses	24,438	4,706	4,063	3,717	4,779	9,701	3,219	12,387	4,257	6,347	2,958	(21,000)	59,571	46,114	47,108
Cash Payments by Type	51,284	24,544	30,067	27,218	28,548	37,904	25,128	33,602	27,608	28,903	32,332	(17,121)	330,017	311,956	326,154
Other Cash Flows/Payments by Type															
Capital assets	935	5,145	13,433	10,261	1,742	21,616	7,885	3,644	6,618	6,285	5,425	27,960	110,949	84,306	91,111
Repayment of borrowing	490	490	678	293	334	-	-	-	3,447	-	-	2,875	8,608	6,000	6,000
Other Cash Flows/Payments	-	3,389	3,043	-	-	3,197	-	-	4,016	-	-	(3,016)	10,629	18,576	26,322
Total Cash Payments by Type	52,710	33,569	47,221	37,773	30,624	62,716	33,012	37,246	41,688	35,188	37,757	10,698	460,202	420,837	449,586
NET INCREASE/(DECREASE) IN CASH HELD	79,950	(26,717)	(38,841)	(19,961)	(13,849)	39,380	(9,287)	(30,086)	49,548	(9,935)	(27,511)	(9,555)	(16,863)	14,787	18,253
Cash/cash equivalents at the month/year beginning:	20,913	100,863	74,147	35,306	15,345	1,496	40,876	31,589	1,503	51,052	41,116	13,606	20,913	4,050	18,837
Cash/cash equivalents at the month/year end:	100,863	74,147	35,306	15,345	1,496	40,876	31,589	1,503	51,052	41,116	13,606	4,050	4,050	18,837	37,090

Supporting table SC9 provides detailed monthly cash flow statement that presents the receipts by source and payments by type. As at end of fourth quarter, cash receipts reflect an amount of R1, 143 million and the total cash payment is R10, 698 million that give the net effect of cash and equivalent of R4, 050 million after taking into account the opening balance of R13, 606 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month/Quarter	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance									
July	5,226	1,624	935	935	935	935	-		1.2%
August	4,483	4,590	3,028	3,028	3,963	3,963	-		5.1%
September	8,406	7,000	13,273	13,273	17,236	17,236	(0)	0.0%	22.3%
First Quarter	18,115	13,214	17,236	17,236	22,134	22,134	(0)	0.0%	28.6%
October	16,242	8,227	3,283	3,283	20,519	20,519	(0)	0.0%	26.5%
November	10,577	9,672	9,287	9,287	29,806	29,806	-		38.6%
December	3,099	10,917	14,916	14,916	44,722	44,722	-		57.9%
Second Quarter	29,918	28,816	27,486	27,486	95,047	95,047	(0)	0.0%	123.0%
January	1,128	6,450	4,846	7,885	52,607	49,568	(3,039)	-6.1%	68.1%
February	2,237	8,552	5,716	3,644	56,251	55,283	(968)	-1.8%	72.8%
March	2,493	6,630	8,916	8,166	64,417	64,199	(218)	-0.3%	83.3%
Third Quarter	5,858	21,632	19,477	19,695	173,274	169,050	(4,225)	-8.2%	224.2%
April	3,626	4,221	9,946	11,457	75,874	74,145	(1,729)	-2.3%	98.2%
May	3,992	4,180	19,872	18,986	94,860	94,016	(843)	-0.9%	122.7%
June	19,290	5,239	16,933	13,201	108,060	110,949	2,889	2.6%	139.8%
Fourth Quarter	26,908	13,640	46,750	43,643	278,794	279,110	316	-0.6%	360.7%
Total Capital expenditure	80,799	77,302	110,949	108,060					

Supporting table SC12 provides information on the monthly trends for capital expenditure and this tables serves as a supporting table for table C5. In terms of this table the capital expenditure for fourth quarter amounts to R43, 643 million and the year to date actuals thereof amount to R278, 794 million. The year to date capital budget is R279, 110 million that gives rise to under spending variance of R316 thousands or 0.6%.

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets									
Infrastructure	32,884	32,281	56,220	21,273	55,860	56,220	360	0.6%	56,220
Roads Infrastructure	21,733	19,123	41,157	14,385	41,157	41,157	-		41,157
Roads	21,733	19,123	41,157	14,385	41,157	41,157	-		41,157
Road Structures		-	-	-	-	-	-		-
Road Furniture		-	-	-	-	-	-		-
Capital Spares		-	-	-	-	-	-		-
Storm water Infrastructure		-	-	-	-	-	-		-
Electrical Infrastructure	11,151	13,158	15,063	6,888	14,703	15,063	360	2.4%	15,063
Power Plants		-	-	-	-	-	-		-
HV Substations		-	-	-	-	-	-		-
HV Switching Station		-	-	-	-	-	-		-
HV Transmission Conductors	11,151	13,158	15,063	6,888	14,703	15,063	360	2.4%	15,063
MV Substations		-	-	-	-	-	-		-
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites		-	-	-	-	-	-		-
Waste Transfer Stations		-	-	-	-	-	-		-
Waste Processing Facilities		-	-	-	-	-	-		-
Community Assets	-	300	300	-	-	300	300	100.0%	300
Community Facilities	-	300	300	-	-	300	300	100.0%	300
Halls		-	-	-	-	-	-		-
Centres		-	-	-	-	-	-		-
Public Open Space	-	300	300	-	-	300	300	100.0%	300
Nature Reserves		-	-	-	-	-	-		-
Public Ablution Facilities		-	-	-	-	-	-		-
Other assets	1,298	-	-	-	-	-	-		-
Operational Buildings	1,298	-	-	-	-	-	-		-
Municipal Offices	583	-	-	-	-	-	-		-
Pay/Enquiry Points		-	-	-	-	-	-		-
Building Plan Offices		-	-	-	-	-	-		-
Workshops	715	-	-	-	-	-	-		-
Yards		-	-	-	-	-	-		-
Computer Equipment	1,168	300	800	393	700	800	100	12.5%	800
Computer Equipment	1,168	300	800	393	700	800	100	12.5%	800
Furniture and Office Equipment	340	200	500	30	218	500	282	56.4%	500
Furniture and Office Equipment	340	200	500	30	218	500	282	56.4%	500
Machinery and Equipment	2,100	600	1,200	728	1,200	1,200	-		1,200
Machinery and Equipment	2,100	600	1,200	728	1,200	1,200	-		1,200
Transport Assets	2,253	700	-	-	-	-	-		-
Transport Assets	2,253	700	-	-	-	-	-		-
Total Capital Expenditure on new assets	40,043	34,381	59,020	22,423	57,978	59,020	1,042	1.8%	59,020

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on renewal of existing assets									
Infrastructure	37,997	38,474	41,914	14,550	41,674	41,914	240	0.6%	41,914
Roads Infrastructure	37,997	38,474	41,914	14,550	41,674	41,914	240	0.6%	41,914
Roads	37,997	38,474	41,414	14,550	41,674	41,414	(260)	-0.6%	41,414
Road Structures		-	-	-	-	-	-		-
Road Furniture		-	500	-	-	500	500	100.0%	500
Capital Spares		-	-	-	-	-	-		-
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
Power Plants		-	-	-			-		
HV Substations		-	-	-	-		-		
HV Switching Station		-	-	-			-		
HV Transmission Conductors	-	-	-	-			-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites		-	-	-			-		
Waste Transfer Stations		-	-	-			-		
Waste Processing Facilities		-	-	-			-		
Community Assets	1,694	-	-	-	-	-	-		-
Community Facilities	-	-	-	-	-	-	-		-
Halls		-	-	-			-		
Centres		-	-	-			-		
Crèches		-	-	-			-		
Sport and Recreation Facilities	1,694	-	-	-	-	-	-		-
Indoor Facilities		-	-	-			-		
Outdoor Facilities	1,694	-	-	-			-		
Capital Spares		-	-	-			-		
Other assets	932	500	500	-	-	500	500	100.0%	500
Operational Buildings	932	500	500	-	-	500	500	100.0%	500
Municipal Offices	-	500	500	-		500	500	100.0%	500
Pay/Enquiry Points		-	-	-			-		-
Building Plan Offices		-	-	-			-		-
Workshops		-	-	-			-		-
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 as	40,622	38,974	42,414	14,550	41,674	42,414	740	1.7%	42,414

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure									
Infrastructure	4,633	6,700	7,850	1,575	7,966	7,850	(116)	-1.5%	7,850
Roads Infrastructure	946	2,500	2,650	918	3,798	2,650	(1,148)	-43.3%	2,650
Roads	946	2,500	2,650	918	3,798	2,650	(1,148)	-43.3%	2,650
Road Structures		-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-
Capital Spares		-	-	376	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-
Electrical Infrastructure	1,802	1,900	1,900	-	1,629	1,900	271	14.2%	1,900
Power Plants		-	-	-	-	-	-	-	-
HV Substations		-	-	-	-	-	-	-	-
HV Switching Station		-	-	376	-	-	-	-	-
HV Transmission Conductors		-	-	-	-	-	-	-	-
Solid Waste Infrastructure	1,885	2,300	3,300	281	2,538	3,300	762	23.1%	3,300
Landfill Sites	1,885	2,150	3,150	281	2,538	3,150	612	19.4%	3,150
Waste Transfer Stations		-	-	-	-	-	-	-	-
Waste Processing Facilities		-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-
Halls		-	-	-	-	-	-	-	-
Centres		-	-	-	-	-	-	-	-
Crèches		-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-
Indoor Facilities		-	-	-	-	-	-	-	-
Outdoor Facilities		-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-
Other assets	1,432	1,300	1,325	-	12	1,325	1,313	99.1%	1,325
Operational Buildings	1,432	1,300	1,325	-	12	1,325	1,313	99.1%	1,325
Municipal Offices	1,432	1,300	1,325	-	12	1,325	1,313	99.1%	1,325
Pay/Enquiry Points		-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	5	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	5	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-
Machinery and Equipment	2,405	1,711	2,118	5	3	2,118	2,114	99.9%	2,118
Machinery and Equipment	2,405	1,711	2,118	-	3	2,118	2,114	99.9%	2,118
Transport Assets	1,800	1,500	1,300	-	1,359	1,300	(59)	-4.6%	1,300
Transport Assets	1,800	1,500	1,300	-	1,359	1,300	(59)	-4.6%	1,300
Total Repairs and Maintenance Expenditure	10,353	11,311	12,693	-	9,374	12,693	3,319	26.1%	12,693

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Depreciation by Asset Class/Sub-class									
Infrastructure	34,968	45,835	45,835	-	-	45,835	45,835	0	45,835
Roads Infrastructure	34,480	25,298	25,298	-	-	25,298	25,298	0	25,298
Roads	34,480	25,298	25,298	-	-	25,298	25,298	0	25,298
Road Structures	-	-	-	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	5,746	5,746	-	-	5,746	5,746	0	5,746
Drainage Collection									
Storm water Conveyance		5,746	5,746	-	-	5,746	5,746	0	5,746
Electrical Infrastructure	-	12,398	12,398	-	-	12,398	12,398	0	12,398
Power Plants	-	-	-	-	-	-	-	-	-
HV Substations	-	-	-	-	-	-	-	-	-
HV Switching Station	-	-	-	-	-	-	-	-	-
HV Transmission Conductors	-	12,398	12,398	-	-	12,398	12,398	0	12,398
MV Substations	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	488	2,392	2,392	-	-	2,392	2,392	0	2,392
Landfill Sites	488	2,392	2,392	-	-	2,392	2,392	0	2,392
Waste Transfer Stations	-	-	-	-	-	-	-	-	-
Waste Processing Facilities	-	-	-	-	-	-	-	-	-
Waste Drop-off Points	-	-	-	-	-	-	-	-	-
Community Assets	2,129	2,231	2,231	-	-	2,231	2,231	0	2,231
Community Facilities	2,129	2,231	2,231	-	-	2,231	2,231	0	2,231
Halls									
Cemeteries/Crematoria									
Police	-	-	-	-	-	-	-	-	-
Other assets	2,978	120	120	-	-	120	120	0	120
Operational Buildings	2,978	120	120	-	-	120	120	0	120
Municipal Offices	2,978	120	120	-	-	120	120	0	120
Pay/Enquiry Points	-	-	-	-	-	-	-	-	-
Intangible Assets	205	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	205	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	205	-	-	-	-	-	-	-	-
Computer Equipment	953	21	21	-	-	21	21	0	21
Computer Equipment	953	21	21	-	-	21	21	0	21
Furniture and Office Equipment	1,518	26	26	-	-	26	26	0	26
Furniture and Office Equipment	1,518	26	26	-	-	26	26	0	26
Machinery and Equipment	1,323	2,080	2,080	-	-	2,080	2,080	0	2,080
Transport Assets	3,924	888	888	-	-	888	888	0	888
Transport Assets	3,924	888	888	-	-	888	888	0	888
Total Depreciation	47,998	51,200	51,200	-	-	51,200	51,200	0	51,200

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Fourth Quarter	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on upgrading of existing assets									
Infrastructure	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-
Roads	-	-	-	-	-	-	-	-	-
Road Structures	-	-	-	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-
Power Plants		-	-	-			-		-
HV Substations		-	-	-			-		-
HV Switching Station		-	-	-			-		-
HV Transmission Conductors		-	-	-			-		-
MV Substations		-	-	-			-		-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-	-			-		
Waste Transfer Stations		-	-	-			-		
Waste Processing Facilities		-	-	-			-		
Waste Drop-off Points		-	-	-			-		
Waste Separation Facilities		-	-	-			-		
Community Assets	-	-	8,079	1,499	8,304	8,079	(225)	-2.8%	8,079
Community Facilities	-	-	-	-	-	-	-		-
Halls		-	-	-			-		
Centres		-	-	-			-		
Crèches		-	-	-			-		
Sport and Recreation Facilities	-	-	8,079	1,499	8,304	8,079	(225)	-2.8%	8,079
Indoor Facilities		-	-	-			-		
Outdoor Facilities		-	8,079	1,499	8,304	8,079	(225)	-2.8%	8,079
Capital Spares		-	-	-			-		
Other assets	-	3,947	1,437	-	105	1,437	1,332	92.7%	1,437
Operational Buildings	-	3,947	1,437	-	105	1,437	1,332	92.7%	1,437
Municipal Offices		-	-	-			-		-
Pay/Enquiry Points		-	-	-			-		-
Building Plan Offices		-	-	-			-		-
Workshops		3,947	1,437	-	105	1,437	1,332	92.7%	1,437
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 a	-	3,947	9,515	1,499	8,409	9,515	1,107	11.6%	9,515

Supporting table SC13a, SC13b and SC13e provide details of capital expenditure in terms of asset classification based on new assets, renewal and upgrading 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 R57, 978 million and the year to date budget is R59, 020 million which reflects under spending variance of R1, 042 million that translates to 1.8% variance. The year to date actuals on renewal of existing assets amounts R41, 674 million and with the year to date budget of R42, 414 million and this reflects under spending variance of R740 thousands that translates to 1, 7% variance. The year to date actual expenditure on repairs and maintenance is R9, 374 million and the year to date budget is R12, 693 million, reflecting under spending variance of R3, 319 million that translates to 26, 1%. The year to date actual expenditure on upgrading of existing assets is R8, 409 million and the year to date budget is R9, 515 million, reflecting under spending variance of R1, 107 million that translates to 11,6 %.

The depreciation and asset impairment will only have actuals once the integration between Asset management system and core financial system is done and this is one of the requirements for implementation of mSCOA and as a result, the municipality is not complying with some of mSCOA requirements.

Quality certificate

I, **RAMAKGAHLELA MINAH MAREDI**, the Municipal Manager of **ELIAS MOTSOLEDI LOCAL MUNICIPALITY**, hereby certify that fourth quarter budget statement report and supporting documentation for fourth quarter ending 30 June 2018 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  **Elias Motsoaledi Local Municipality**

Date 30/07/2018 30 JUL 2018

Municipal Manager