

ELIAS MOTSOLEDI LOCAL MUNICIPALITY



MONTHLY BUDGET STATEMENT REPORT

MARCH 2018

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

Table C1 – Budget Statement Summary

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Financial Performance									
Property rates	25 815	26 472	34 805	2 519	26 013	26 656	(643)	-2%	34 805
Service charges	77 251	89 822	92 822	6 538	62 030	65 382	(3 352)	-5%	92 822
Investment revenue	1 319	3 701	2 500	47	1 540	1 536	5	0%	2 500
Transfers and subsidies	–	226 163	226 163	55 441	210 553	225 111	(14 558)	-6%	226 163
Other own revenue	286 701	45 865	88 454	4 331	29 598	53 600	(24 002)	-45%	88 454
Total Revenue (excluding capital transfers)	391 085	392 023	444 744	68 876	329 734	372 284	(42 550)	-11%	444 744
Employee costs	117 781	123 460	126 105	9 553	100 397	98 050	2 347	2%	126 105
Remuneration of Councillors	20 298	22 113	23 430	2 599	16 809	16 798	11	0%	23 430
Depreciation & asset impairment	47 998	51 200	51 200	–	–	–	–	–	51 200
Finance charges	1 426	3 124	2 124	45	403	1 208	(805)	-67%	2 124
Materials and bulk purchases	78 603	82 662	81 986	6 333	56 419	58 987	(2 568)	-4%	81 986
Transfers and subsidies	708	3 724	3 724	100	5 178	7 353	(2 175)	-30%	3 724
Other expenditure	229 263	100 105	142 317	9 047	81 798	88 081	(6 283)	-7%	142 317
Total Expenditure	496 076	386 388	430 886	27 677	261 004	270 476	(9 472)	-4%	430 886
Surplus/(Deficit)	(104 990)	5 635	13 857	41 200	68 730	101 808	(33 078)	-32%	13 857
Transfers and subsidies - capital (monetary allocation)	68 930	70 860	91 349	5 824	65 023	70 812	(5 790)	-8%	91 349
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers	(36 060)	76 495	105 207	47 024	133 753	172 620	(38 867)	-23%	105 207
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(36 060)	76 495	105 207	47 024	133 753	172 620	(38 867)	-23%	105 207
Capital expenditure & funds sources									
Capital expenditure	80 665	77 302	103 123	8 166	71 279	64 749	6 530	10%	103 123
Capital transfers recognised	68 895	62 158	80 131	5 753	64 610	56 119	8 491	15%	80 131
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	11 770	15 144	22 992	2 413	6 669	8 630	(1 961)	-23%	22 992
Total sources of capital funds	80 665	77 302	103 123	8 166	71 279	64 749	6 530	10%	103 123
Financial position									
Total current assets	87 618	107 614	92 914		184 235				92 914
Total non current assets	1 006 770	1 066 797	1 026 671		1 077 841				1 026 671
Total current liabilities	99 680	60 491	62 491		121 677				62 491
Total non current liabilities	89 811	98 733	106 433		86 141				106 433
Community wealth/Equity	904 896	1 015 187	950 660		1 054 258				950 660
Cash flows									
Net cash from (used) operating	98 321	93 102	106 587	61 993	107 232	114 816	7 584	7%	106 587
Net cash from (used) investing	(81 193)	(77 302)	(102 523)	(8 736)	(71 279)	(66 670)	4 610	-7%	(102 523)
Net cash from (used) financing	(8 149)	(8 497)	(9 041)	(2 721)	(5 845)	(2 258)	3 587	-159%	(9 041)
Cash/cash equivalents at the month end	20 944	32 968	15 968	–	51 052	66 833	15 781	24%	15 968
Debtors & creditors analysis	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
Debtors Age Analysis									
Total By Income Source	9 918	4 412	2 674	1 615	1 824	1 557	8 605	26 964	57 568
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 March is R329, 734 million and the year to date budget of R372, 284 million and this reflects a negative variance of R42, 550 million that can be attributed to property rates, service charges electricity and refuse removal that have negative variance. The following are the secondary revenue item categories reflecting a negative and positive material variance:

- Interest earned – outstanding Debtors 22% unfavorable variance,
- Rental on Facilities and Equipment: 11% unfavorable variance,
- Transfer and Subsidies: 6% unfavorable variance
- License and Permits: 7% favorable variance
- Fines: 78% unfavorable variance
- Other revenue: 19% unfavorable variance

Operating Expenditure

The year to date operational expenditure as at end of March amounts to R258, 551 million and the year to date budget is R270, 476 million. This reflects an unfavorable variance of R 9, 472 million that translates to 4% underspending variance. The variance is attributed to non-incorporation of depreciation amount. The municipality is however, in a process of linking the Asset Management system with core financial system so that the depreciation calculated on the initial system can be interfaced to the financial system and this will assist in doing away with the practice of calculating depreciation only at year end.

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: 67% under performance variance
- Transfers and subsidies: 30% under performance variance

Capital Expenditure

The year to date actual capital expenditure as at end of March amounts to R71, 279 million and the year to date budget amounts to R64, 749 million and this gives rise to R6, 530 million under performance variance.

Surplus/Deficit

Taking the above into consideration, the net operating surplus/deficit for the month of March is R47, 024 million that is mainly attributed 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 March amounts to R57, 568 million and this shows an increase of R9, 880 million as compared to R47, 688 million as at end of 2016/17 financial year.

Consumer debtors is made up of service charges and property rates that amount to R43, 146 million and other debtors amounting to R14, 421 Million.

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	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue - Functional									
Governance and administration	253 047	170 084	183 920	26 644	171 238	172 256	(1 018)	-1%	183 920
Executive and council	–	35 581	35 581	–	35 581	35 581	(0)	0%	35 581
Finance and administration	253 047	128 101	141 936	26 644	129 255	130 273	(1 018)	-1%	141 936
Internal audit	–	6 402	6 402	–	6 402	6 402	(0)	0%	6 402
Community and public safety	45	12 846	18 446	7	12 471	16 871	(4 399)	-26%	18 446
Community and social services	45	6 377	11 977	7	6 003	10 402	(4 399)	-42%	11 977
Sport and recreation	–	6 469	6 469	–	6 468	6 468	(0)	0%	6 469
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	115 853	150 237	200 822	41 323	116 308	152 880	(36 573)	-24%	200 822
Planning and development	1 635	13 512	19 012	(308)	8 684	18 293	(9 609)	-53%	19 012
Road transport	114 218	135 883	180 968	41 631	107 623	133 745	(26 122)	-20%	180 968
Environmental protection	–	842	842	–	–	842	(842)	-100%	842
Trading services	91 070	129 716	132 905	6 727	94 740	101 090	(6 349)	-6%	132 905
Energy sources	84 564	106 984	107 173	5 937	73 520	79 027	(5 507)	-7%	107 173
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	6 506	22 732	25 732	790	21 220	22 063	(843)	-4%	25 732
Other	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	460 016	462 883	536 093	74 701	394 757	443 097	(48 340)	-11%	536 093
Expenditure - Functional									
Governance and administration	258 940	147 263	187 526	14 618	131 931	133 860	(1 929)	-1%	187 526
Executive and council	35 425	35 981	42 311	4 139	29 340	30 678	(1 338)	-4%	42 311
Finance and administration	215 183	104 880	137 765	10 299	96 324	97 093	(769)	-1%	137 765
Internal audit	8 333	6 402	7 450	181	6 268	6 090	178	3%	7 450
Community and public safety	12 895	15 633	14 759	715	8 380	8 979	(599)	-7%	14 759
Community and social services	5 518	6 541	5 737	327	3 937	4 171	(234)	-6%	5 737
Sport and recreation	7 378	9 092	9 021	388	4 443	4 809	(366)	-8%	9 021
Public safety	–	–	–	–	–	–	–	–	–
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	103 151	117 737	114 087	4 472	44 293	47 910	(3 617)	-8%	114 087
Planning and development	18 070	20 850	17 708	1 257	11 717	13 013	(1 297)	-10%	17 708
Road transport	83 994	96 045	95 499	3 176	32 118	34 302	(2 185)	-6%	95 499
Environmental protection	1 087	842	880	39	459	594	(135)	-23%	880
Trading services	121 089	105 754	114 515	7 872	76 400	79 727	(3 328)	-4%	114 515
Energy sources	98 785	86 949	87 442	6 114	57 564	61 170	(3 607)	-6%	87 442
Water management	–	–	–	–	–	–	–	–	–
Waste water management	–	–	–	–	–	–	–	–	–
Waste management	22 304	18 805	27 073	1 758	18 836	18 557	279	2%	27 073
Other	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	496 076	386 388	430 886	27 677	261 004	270 476	(9 472)	-4%	430 886
Surplus/ (Deficit) for the year	(36 060)	76 495	105 207	47 024	133 753	172 620	(38 867)	-23%	105 207

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

Vote Description	2016/17	Budget Year 2017/18							
	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	31 540	–	31 540	31 540	(0)	0%	31 540
Vote 2 - Municipal Manager	–	15 805	15 805	–	14 716	15 805	(1 088)	-7%	15 805
Vote 3 - Budget & Treasury	253 036	70 368	85 500	26 632	72 565	72 513	52	0%	85 500
Vote 4 - Corporate Services	12	33 797	33 842	12	33 841	33 824	18	0%	33 842
Vote 5 - Community Services	62 691	89 322	122 251	13 517	61 084	89 217	(28 134)	-32%	122 251
Vote 6 - Technical Services	142 642	200 885	220 489	34 847	161 753	174 250	(12 497)	-7%	220 489
Vote 7 - Developmental Planning	1 635	8 435	13 935	(308)	6 526	13 216	(6 691)	-51%	13 935
Vote 8 - Executive Support	–	12 731	12 731	–	12 731	12 731	0	0%	12 731
Total Revenue by Vote	460 016	462 883	536 093	74 701	394 757	443 097	(48 340)	-11%	536 093
Expenditure by Vote									
Vote 1 - Executive & Council	31 808	31 940	38 267	3 842	26 668	27 730	(1 062)	-4%	38 267
Vote 2 - Municipal Manager	27 365	15 826	23 102	1 136	18 093	18 318	(225)	-1%	23 102
Vote 3 - Budget & Treasury	128 458	39 702	59 430	4 740	45 818	46 428	(610)	-1%	59 430
Vote 4 - Corporate Services	40 771	39 326	38 589	2 642	23 765	24 217	(451)	-2%	38 589
Vote 5 - Community Services	55 374	71 741	79 098	4 155	43 037	42 906	131	0%	79 098
Vote 6 - Technical Services	183 344	165 483	165 601	9 121	85 166	90 978	(5 812)	-6%	165 601
Vote 7 - Developmental Planning	12 074	9 604	10 737	804	6 462	7 647	(1 185)	-15%	10 737
Vote 8 - Executive Support	16 881	12 767	16 063	1 236	11 993	12 253	(260)	-2%	16 063
Total Expenditure by Vote	496 076	386 388	430 887	27 677	261 004	270 476	(9 472)	-4%	430 887
Surplus/ (Deficit) for the year	(36 060)	76 495	105 207	47 024	133 753	172 620	(38 867)	-23%	105 207

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	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Revenue By Source									
Property rates	25 815	26 472	34 805	2 519	26 013	26 656	(643)	-2%	34 805
Service charges - electricity revenue		81 206	81 206	5 748	54 554	57 228	(2 674)	-5%	81 206
Service charges - water revenue	70 745	-	-	-	-	-	-		-
Service charges - sanitation revenue		-	-	-	-	-	-		-
Service charges - refuse revenue		8 616	11 616	790	7 476	8 154	(678)	-8%	11 616
Service charges - other	6 506	-	-	-	-	-	-		-
Rental of facilities and equipment		1 935	1 000	49	643	726	(83)	-11%	1 000
Interest earned - external investments	1 319	3 701	2 500	47	1 540	1 536	5	0%	2 500
Interest earned - outstanding debtors	2 889	6 260	14 260	597	7 864	10 025	(2 160)	-22%	14 260
Dividends received	6 469	-	-	-	-	-	-		-
Fines, penalties and forfeits		30 000	55 016	881	6 203	28 480	(22 278)	-78%	55 016
Licences and permits	50 885	5 171	4 500	362	3 459	3 239	220	7%	4 500
Agency services	5 255	-	-	-	-	-	-		-
Transfers and subsidies		226 163	226 163	55 441	210 553	225 111	(14 558)	-6%	226 163
Other revenue	213 105	2 499	13 678	42	9 029	11 131	(2 102)	-19%	13 678
Gains on disposal of PPE	8 098	-	-	2 400	2 400		2 400	#DIV/0!	-
Total Revenue (excluding capital transfers)	391 085	392 023	444 744	68 876	329 734	372 284	(42 550)	-11%	444 744
Expenditure By Type									
Employee related costs	117 781	123 460	126 105	9 553	100 397	98 050	2 347	2%	126 105
Remuneration of councillors	20 298	22 113	23 430	2 599	16 809	16 798	11	0%	23 430
Debt impairment	21 128	26 372	26 372	-	-	-	-		26 372
Depreciation & asset impairment	47 998	51 200	51 200	-	-	-	-		51 200
Finance charges	1 426	3 124	2 124	45	403	1 208	(805)	-67%	2 124
Bulk purchases	65 729	69 165	70 165	5 355	47 303	50 325	(3 022)	-6%	70 165
Other materials	12 873	13 497	11 821	978	9 116	8 661	455	5%	11 821
Contracted services	43 080	25 350	65 237	4 791	46 362	50 603	(4 241)	-8%	65 237
Transfers and subsidies	708	3 724	3 724	100	5 178	7 353	(2 175)	-30%	3 724
Other expenditure	161 695	48 384	50 709	4 257	35 435	37 478	(2 043)	-5%	50 709
Loss on disposal of PPE	3 360	-	-	-	-	-	-		-
Total Expenditure	496 076	386 388	430 886	27 677	261 004	270 476	(9 472)	-4%	430 886
Surplus/(Deficit)	(104 990)	5 635	13 857	41 200	68 730	101 808	(33 078)	-32%	13 857
Transfers and subsidies - capital (monetary allocations)	68 930	70 860	91 349	5 824	65 023	70 812	(5 790)	-8%	91 349
Transfers and subsidies - capital (monetary allocations)		-					-		-
Transfers and subsidies - capital (in-kind - all)		-					-		-
Surplus/(Deficit) after capital transfers	(36 060)	76 495	105 207	47 024	133 753	172 620			105 207
Taxation		-							-
Surplus/(Deficit) after taxation	(36 060)	76 495	105 207	47 024	133 753	172 620			105 207
Attributable to minorities		-							-
Surplus/(Deficit) attributable to municipality	(36 060)	76 495	105 207	47 024	133 753	172 620			105 207
Share of surplus/ (deficit) of associate		-							-
Surplus/ (Deficit) for the year	(36 060)	76 495	105 207	47 024	133 753	172 620			105 207

Table C4 provides budget performance details for revenue by source and expenditure by type. For revenue, the main deviations from budget projections are on fines, Rental of facilities, and outstanding debtors and other revenue. In the case of expenditure the following line items reflect material variance; Finance charges 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.

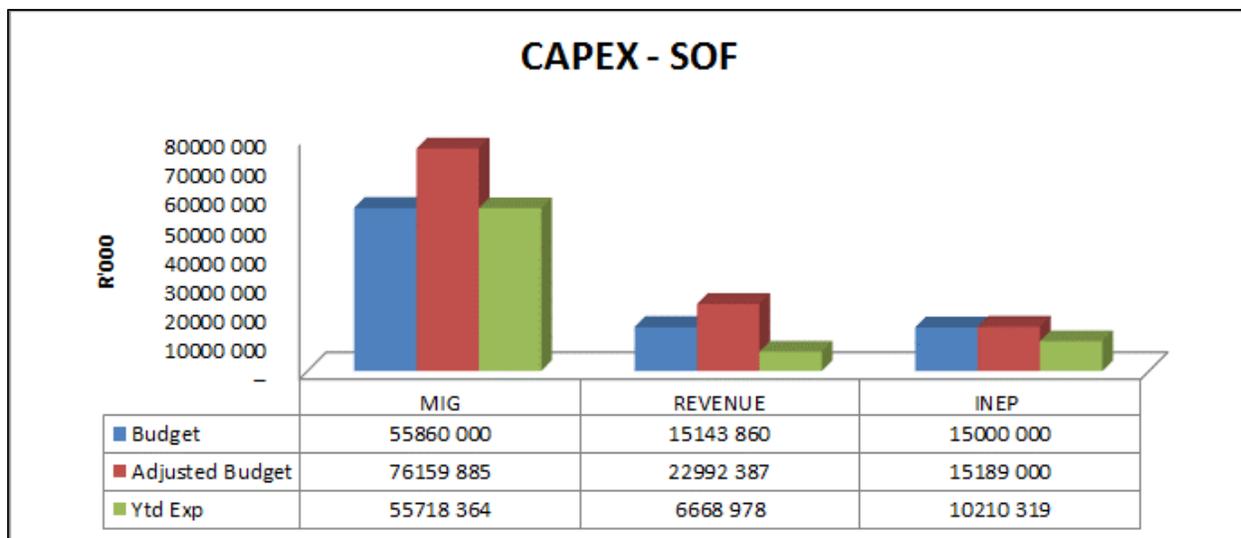
Table C5 Capex: Monthly Capital Expenditure by Standard Classification and Funding

Description	2016/17	Budget Year 2017/18							
	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	2 091	500	1 300	83	496	1 178	(682)	-58%	1 300
Executive and council	-	-					-		-
Finance and administration	2 091	500	1 300	83	496	1 178	(682)	-58%	1 300
Internal audit	-	-					-		-
Community and public safety	181	700	8 479	380	7 090	8 050	(960)	-12%	8 479
Community and social services	28	-					-		-
Sport and recreation	-	700	8 479	380	7 090	8 050	(960)	-12%	8 479
Public safety	153	-					-		-
Housing	-	-					-		-
Health	-	-					-		-
Economic and environmental services	67 241	62 944	80 021	7 538	55 782	44 258	11 524	26%	80 021
Planning and development	-	-					-		-
Road transport	67 241	62 944	80 021	7 538	55 782	44 258	11 524	26%	80 021
Environmental protection	-	-					-		-
Trading services	11 151	13 158	13 324	164	7 912	11 263	(3 351)	-30%	13 324
Energy sources	11 151	13 158	13 324	164	7 912	11 263	(3 351)	-30%	13 324
Water management	-	-					-		-
Waste water management	-	-					-		-
Waste management	-	-					-		-
Other	-	-					-		-
Total Capital Expenditure - Functional Classification	80 665	77 302	103 123	8 166	71 279	64 749	6 530	10%	103 123
Funded by:									
National Government	68 895	62 158	80 131	5 753	64 610	56 119	8 491	15%	80 131
Provincial Government							-		
District Municipality							-		
Other transfers and grants							-		
Transfers recognised - capital	68 895	62 158	80 131	5 753	64 610	56 119	8 491	15%	80 131
Public contributions & donations				-			-		
Borrowing				-			-		
Internally generated funds	11 770	15 144	22 992	2 413	6 669	8 630	(1 961)	-23%	22 992
Total Capital Funding	80 665	77 302	103 123	8 166	71 279	64 749	6 530	10%	103 123

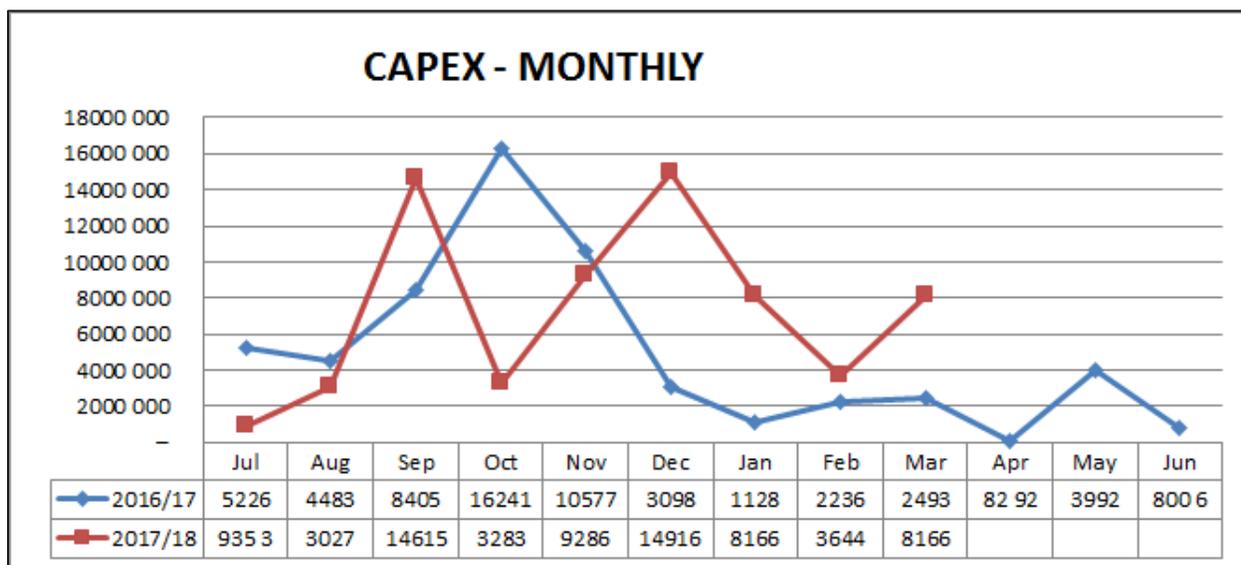
Table C5C: Monthly Capital Expenditure by Vote

Vote Description	2016/17	Budget Year 2017/18							
	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	-	500	1 300	83	496	1 178	(682)	-58%	1 300
Vote 5 - Community Services	28	500	500	-	-	500	(500)	-100%	500
Vote 6 - Technical Services	50 994	52 539	75 747	5 012	53 297	47 075	6 221	13%	75 747
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	51 021	53 539	77 547	5 095	53 793	48 754	5 039	10%	77 547
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	285	650	(365)	-56%	400
Vote 6 - Technical Services	27 399	23 063	25 176	2 785	17 201	15 345	1 856	12%	25 176
Vote 7 - Developmental Planning	-	-	-	-	-	-	-	-	-
Vote 8 - Executive Support	583	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	29 643	23 763	25 576	3 071	17 487	15 995	1 491	9%	25 576
Total Capital Expenditure	80 665	77 302	103 123	8 166	71 279	64 749	6 530	10%	103 123

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 March 2018, R8, 166 million spending was incurred and that increased the year to date expenditure to R71, 279 million whilst the year to date budget is R64, 749 million and this gave rise to over spending variance of R 6, 530 million that translates to 10%.



The above graph shows the components of sources of finance for capital budget. Of the total capital adjusted budget of R103, 123 million, R76, 159 million is funded from Municipal Infrastructure grant, R15, 189 million from INEP and R 22, 992 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 monthly capital expenditure performance. The graph shows performance and/or spending improvement pattern from October to December and continuous decline until February and from March it shows the improvement pattern, when comparing the 2017/18 and 2016/17 results.

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	6 005	4 400
Call investment deposits	15 657	28 568	11 568	45 047	11 568
Consumer debtors	20 636	34 600	30 600	57 568	30 600
Other debtors	42 835	36 846	42 846	71 357	42 846
Current portion of long-term receivables	–	–	–	–	–
Inventory	3 202	3 200	3 500	4 259	3 500
Total current assets	87 618	107 614	92 914	184 235	92 914
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	1 009 482	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	1 077 841	1 026 671
TOTAL ASSETS	1 094 388	1 174 411	1 119 584	1 262 076	1 119 584
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	6 900	8 608	5 608	5 733	5 608
Consumer deposits	5 633	5 089	5 089	5 745	5 089
Trade and other payables	82 244	45 253	50 253	100 709	50 253
Provisions	4 904	1 542	1 542	9 489	1 542
Total current liabilities	99 680	60 491	62 491	121 677	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	207 818	168 924
NET ASSETS	904 896	1 015 187	950 660	1 054 258	950 660
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	904 896	1 015 187	950 660	1 054 258	950 660
Reserves					
TOTAL COMMUNITY WEALTH/EQUITY	904 896	1 015 187	950 660	1 054 258	950 660

The above table shows that community wealth amounts to R1, 005 Billion, total liabilities R207, 818 million and the total assets R1, 262 billion. Non-current liabilities is mainly made up of provisions for long service award, landfill site and bonus.

Included in the trade and other payables is unspent conditional grants amounting to R6, 022 million relating to INEP, FMG and EPWP.

Table C7: Monthly Budget Statement Cash Flow

Description	2016/17	Budget Year 2017/18							
	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	20 966	21 177	26 104	1 449	13 974	16 042	(2 068)	-13%	26 104
Service charges	69 070	83 078	79 245	4 495	47 842	51 737	(3 896)	-8%	79 245
Other revenue	10 066	13 516	24 449	1 216	29 310	16 616	12 694	76%	24 449
Government - operating	214 632	226 163	226 163	56 188	226 163	226 163	(0)	0%	226 163
Government - capital	83 703	70 860	91 349	27 597	81 860	70 860	11 000	16%	91 349
Interest	10 410	5 579	5 352	49	1 392	3 002	(1 610)	-54%	5 352
Dividends	-	-					-		-
Payments									
Suppliers and employees	(308 578)	(320 424)	(338 227)	(28 856)	(286 643)	(262 926)	23 717	-9%	(338 227)
Finance charges	(1 426)	(3 124)	(4 124)	(45)	(448)	(1 208)	(760)	63%	(4 124)
Transfers and Grants	(521)	(3 724)	(3 724)	(100)	(6 218)	(5 470)	748	-14%	(3 724)
NET CASH FROM/(USED) OPERATING ACTIVITIES	98 321	93 102	106 587	61 993	107 232	114 816	7 584	7%	106 587
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)	-	-				-		-
Decrease (increase) in non-current investments		-	-			-	-		-
Payments									
Capital assets	(80 665)	(77 302)	(103 123)	(8 736)	(71 279)	(66 670)	4 610	-7%	(103 123)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(81 193)	(77 302)	(102 523)	(8 736)	(71 279)	(66 670)	4 610	-7%	(102 523)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-		-
Borrowing long term/refinancing	-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits	21	111	(433)	310	(112)	1 475	(1 587)	-108%	(433)
Payments									
Repayment of borrowing	(8 170)	(8 608)	(8 608)	(3 031)	(5 733)	(3 733)	2 000	-54%	(8 608)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(8 149)	(8 497)	(9 041)	(2 721)	(5 845)	(2 258)	3 587	-159%	(9 041)
NET INCREASE/ (DECREASE) IN CASH HELD	8 979	7 304	(4 977)	50 537	30 108	45 889			(4 977)
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	15 968		51 052	66 833			15 968

Table C7 presents details pertaining to cash flow performance. As at end of March 2018, the net cash inflow from operating activities is R107, 232 million whilst net cash outflow from investing activities is R71, 279 million that is mainly comprised of capital expenditure movement, and cash outflow from financing activities is R5, 845 million. The cash and cash equivalent held at end of March 2018 amounted to R51, 052 million and the net effect of the above cash flows is cash outflow movement of R30, 108 million. The cash and cash equivalent at end of the reporting period of R51, 052 million is made up of cash amounting to R6, 005 million and the municipality had short term investment of R45, 047 million for the month under review.

PART 2: SUPPORTING TABLES

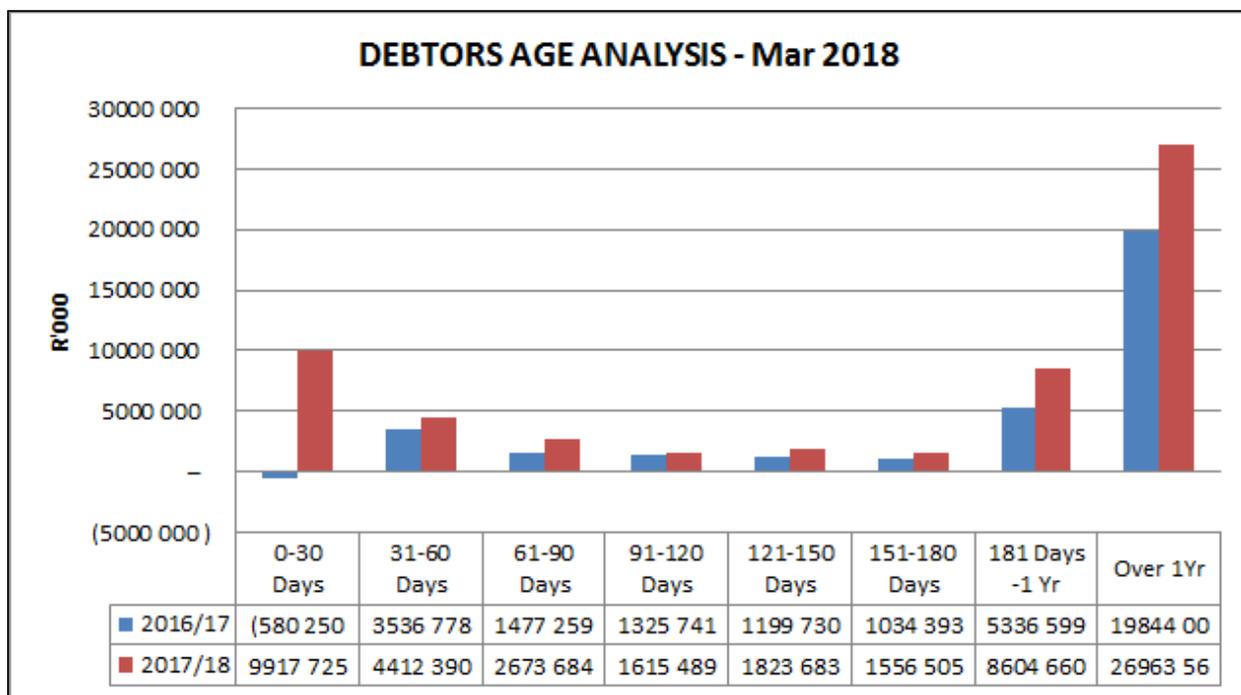
Supporting Table: SC 3 - Debtors Age Analysis

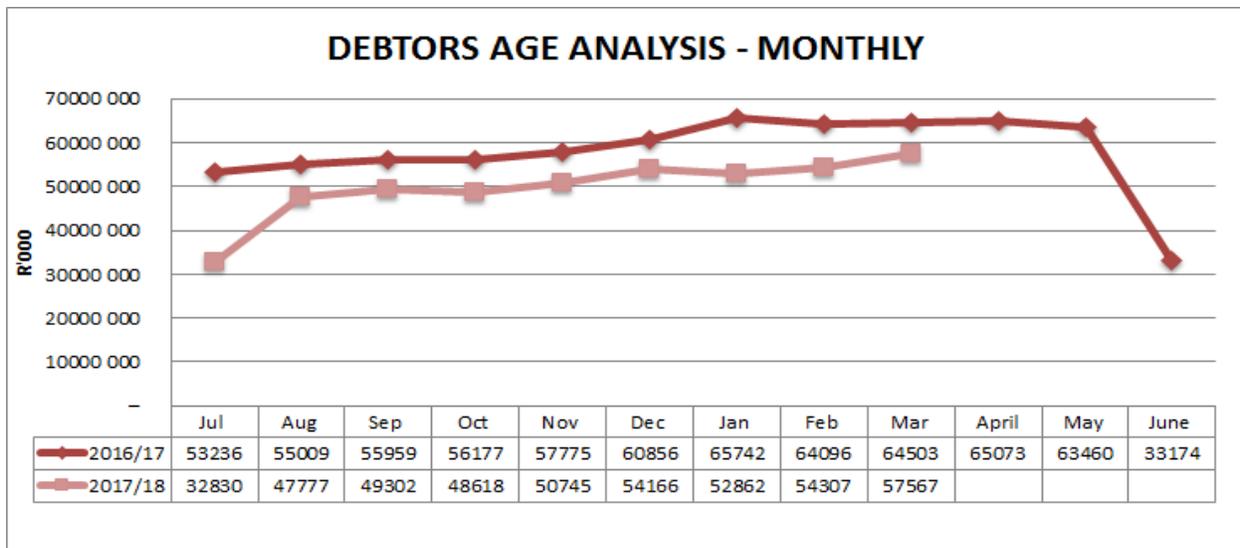
Description	Budget Year 2017/18										Actual Bad Debts Written Off	Impairment- Bad Debts	
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days - 1 Yr	Over 1Yr	Total	Total over 90 days			
Debtors Age Analysis By Income Source													
Trade and Other Receivables from 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 March amount to R57, 568 million. The debtors' book is made up as follows:

- Rates 44%
- Electricity 21%
- Rental 2%
- Refuse removal 10%
- Interest on Debtors 26%
- Other -3%

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 March 2018) whilst the latter shows monthly movement of debtors for both the current financial year and the 2016/17 financial year.

The debtors book is materially less than the 2016/17 monthly figures and this is attributed to debtors write off done at end of 2016/17 financial year. The debtor's amount increased significantly for the first quarter and slight downhill for October and increased for March.

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	HAND OVER
9012345	BREED J & OOSTHUIZEN J F	991 768	N
9005301	TWIN CITY TRADING (PTY) LTD	870 405	N
1501364	JAN JOUBERT TR (JO JO TANKS)	569 673	N
214913	MEAT SPOT	498 420	N
9000000	REPUBLIEK VAN SUID-AFRIKA	389 323	Y
9900028	ELIAS MOTSOLEDI (OFFICE)	379 189	Y
9001077	ROYAL SQUARE INV 361 CC	336 221	Y
211693	BOXER SUPERSTORE'ATT KERSHNEE	311 552	N
200106	ANABEL AND T INVESTMENTS (WALTLOO MEAT & CHICKEN)	292 353	N
9000804	NATIONAL GOVERNMENT REPUBLIC OF SOUTH AFRICA	286 731	Y
201885	SHOPRITE CHECKERS (PTY) LTD	253 176	N
5001708	UNITRADE 518 (PTY) LTD	183 771	Y
9002958	PROVINCIAL GOVERNMENT OF LIMPO	180 506	N
9002065	GOVERNMENT OF KWANDEBELE	163 559	N
9000802	UNKNOWN	159 200	Y
9002067	NATIONAL GOVERNMENT OF THE REP	157 990	N
136	LIZINEX (PTY) LTD	155 883	N
9001763	TSHEHLA TRUST MAMAILE GEORGE	147 609	N
5002109	VAN AARD F J (MAPOCH HOTEL)	145 361	Y
2000270	PROVINSIALE HOSPITAAL	144 115	N
TOTAL		6 616 804	

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 month 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.

TOP CREDITORS PAID

CODE	CREDITOR NAME	AMOUNT
80596	MABOFA TRADING SERVICES	295 300
41027	KDM TRAVEL EXPRESS	182 111
35403	BONGILEMASHUMI C C	180 705
35516	MAHLOME TRADING ENTERPRISE	179 862
41095	REAKGONA TRAVEL SERVICES	164 938
80594	MAP JOSH	157 100
31335	247 TRAVEL AND TOURISM	156 680
41017	RONELI DEVELOPERS PTY LTD	153 850
80655	LEMMON PEEL MARKETING CC	110 694
41111	MOAGI TECHNOLOGIES	94 806
80653	BABIRWA TRAVEL	74 018
80650	EDMARK DISTRIBUTORS NETWORK	29 455
35537	LATHULA NAKEDI TRADE & GENERAL	29 100
80550	BOSHIWE ENGINEERING PTY LTD	28 960
80657	TLOU TUBATSE CONSTRUCTION	28 700
70082	DITSHIPITSELENG SERVICES (PTY)	28 500
37555	HLABIRWA LE RAMOGHLO TRANSPOR	28 200
80658	SECHEPI INTERGRATED HOLDING	27 720
80652	PATRICK BATHABILE TRADING PTY	27 100
80659	KGWANA NOKU (PTY)LTD	25 870
TOTAL		2 003 668

The above table presents the top creditors paid during the month of March 2018 and an amount of R2, 003 million was 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	Percentage Interest	MV - Opening	Change in MV	MV - Closing
Nedbank	1 Month	Short term	30-Apr-18	15	7.47%	-	15 000	15 015
Nedbank	2 Months	Short term	28-May-18	16	7.55%	-	15 000	15 016
Nedbank	3 Months	Short term	26-Jun-18	16	7.70%	-	15 000	15 016
TOTAL INVESTMENTS AND INTEREST				47		-	45 000	45 047

Supporting table SC5 presents all investments, and it indicate that municipality had R45, 047 million short term investment at end of March 2018. Municipality had no million short term investment at the begging of the month, and an amount of R45, 000 million was invested in the reporting period. Accrued interest for the month amounted to R47 thousand.

Supporting Table: SC 6 - Transfers and Grant Receipts

Description	2016/17	Budget Year 2017/18							
	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:	213 105	226 163	226 163	56 188	226 163	225 729	-		226 163
Local Government Equitable Share	210 385	223 019	223 019	55 754	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	434	1 444	1 010			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	56 188	226 163	225 729	-		226 163
Capital Transfers and Grants									
National Government:	85 419	70 860	74 860	31 597	85 860	74 860	11 000	15%	74 860
Municipal Infrastructure Grant (MIG)	72 419	55 860	59 860	31 597	70 860	59 860	11 000	18%	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	74 860	31 597	85 860	74 860	11 000	15%	74 860
TOTAL RECEIPTS OF TRANSFERS & GRANTS	298 524	297 023	301 023	87 785	312 023	300 589	11 000	4%	301 023

Supporting tables SC6 provides details of grants received. The year to date actual receipts amounts to R312, 023 million of which the major portion is attributed to equitable share. 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

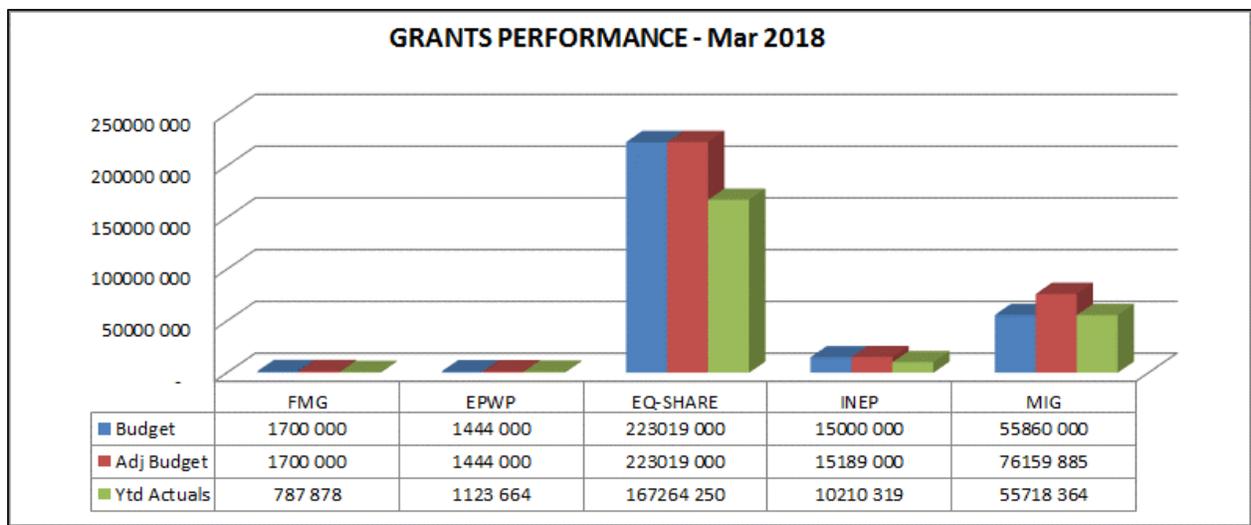
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:	214 632	226 163	226 163	18 705	169 176	169 578	(402)	0%	226 163
Local Government Equitable Share	211 912	223 019	223 019	18 585	167 264	167 264	-		223 019
Finance Management	1 625	1 700	1 700	-	788	1 213	(425)	-35%	1 700
EPWP Incentive	1 095	1 444	1 444	121	1 124	1 100	24	2%	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	18 705	169 176	169 578	(402)	0%	226 163
Capital expenditure of Transfers and Grants									
National Government:	68 874	70 860	91 349	5 824	65 929	73 187	(7 258)	-10%	91 349
Municipal Infrastructure Grant (MIG)	56 064	55 860	76 160	5 635	55 718	62 187	(6 468)	-10%	76 160
Intergrated National Electrification Grant	12 811	15 000	15 189	189	10 210	11 000	(790)	-7%	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	91 349	5 824	65 929	73 187	(7 258)	-10%	91 349
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	283 507	297 023	317 512	24 530	235 104	242 764	(7 660)	-3%	317 512

An amount of R24, 530 million has been spent on grants during the month of March 2018 and the year to date actuals is R235, 104 million whilst the year to date budget amounts to R 242, 764 million and this results in underspending variance of R7, 660 that translates to 3%. Of the total spending amounting to R235, 104 million, R169, 176 million is spent on operational grants whilst R65, 929 million is spent of capital grants.

Supporting Table: SC 7 (2) Expenditure against approved roll over

Description	Budget Year 2017/18				
	Approved Rollover 2016/17	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	-			-	
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:	16 489	1 116	14 276	2 213	13%
Municipal Infrastructure Grant (MIG)	16 300	927	14 087	2 213	14%
Intergrated National Electrification Grant	189	189	189	-	
Provincial Government:	-	-	-	-	
N/A				-	
District Municipality:	-	-	-	-	
N/A				-	
Other grant providers:	-	-	-	-	
N/A				-	
Total capital expenditure of Approved Roll-overs	16 489	1 116	14 276	2 213	13%
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	16 489	1 116	14 276	2 213	13%

The total amount of R16, 489 million has been rolled over from the 2016/17 financial year of which R 14, 276 been spent which shows a 86% variance when compared to the rolled over amount.



The above graph depicts the gazetted and budgeted amounts for all the grants and the expenditure thereof as at end of March 2018. The grants expenditure is shown below in percentages:

- Financial Management Grant 46, 35%
- Expanded Public Work Programme 77, 82%
- Equitable Share 75, 00%
- Municipal Infrastructure Grant 99, 75%
- Integrated National Electrification Grant 68, 07%

Supporting Table: SC8 - Councilor Allowances and Employee Related Costs

Employee and Councilor remuneration	2016/17	Budget Year 2017/18							
	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	12 363	14 748	14 757	1 060	9 485	10 386	(901)	-9%	14 757
Pension and UIF Contributions	1 691	1 670	1 670	152	1 368	1 267	102	8%	1 670
Medical Aid Contributions	250	285	285	25	214	212	2	1%	285
Motor Vehicle Allowance	4 672	4 788	4 788	412	3 710	3 563	147	4%	4 788
Cellphone Allowance	1 146	612	1 670	950	2 031	1 370	661	48%	1 670
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	9	-	-	-	5	(5)	-100%	-
Sub Total - Councillors	20 122	22 113	23 171	2 599	16 809	16 804	6	0%	23 171
% increase		10%	15%						15%
Senior Managers of the Municipality									
Basic Salaries and Wages	5 416	4 745	4 325	424	3 450	3 312	139	4%	4 325
Pension and UIF Contributions	317	1 021	921	24	218	533	(315)	-59%	921
Medical Aid Contributions	6	228	198	7	67	122	(54)	-45%	198
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	457	840	815	70	581	600	(20)	-3%	815
Cellphone Allowance	5	14	59	5	37	41	(5)	-11%	59
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	130	75	292	3	265	269	(4)	-1%	292
Payments in lieu of leave	-	-	165	-	82	124	(41)	-33%	165
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality	6 331	6 923	6 775	534	4 701	5 001	(300)	-6%	6 775
% increase		9%	7%						7%
Other Municipal Staff									
Basic Salaries and Wages	68 064	78 939	74 581	6 347	61 399	58 655	2 745	5%	74 581
Pension and UIF Contributions	14 452	14 523	16 183	1 300	12 624	12 478	146	1%	16 183
Medical Aid Contributions	4 235	4 340	5 059	413	3 829	3 818	11	0%	5 059
Overtime	2 835	1 595	2 784	48	1 949	1 984	(35)	-2%	2 784
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	7 995	8 062	9 481	743	7 314	7 291	23	0%	9 481
Cellphone Allowance	116	636	845	59	413	555	(142)	-26%	845
Housing Allowances	152	145	214	14	135	154	(19)	-13%	214
Other benefits and allowances	7 651	7 333	8 489	77	6 963	7 077	(113)	-2%	8 489
Payments in lieu of leave	54	802	1 067	19	640	604	36	6%	1 067
Long service awards	3 741	162	627	-	430	433	(3)	-1%	627
Post-retirement benefit obligations	962	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff	110 255	116 537	119 330	9 019	95 696	93 049	2 647	3%	119 330
% increase		6%	8%						8%
Total Parent Municipality	136 708	145 573	149 276	12 151	117 206	114 854	2 353	2%	149 276
		6%	9%						9%
TOTAL SALARY, ALLOWANCES & BENEFITS	136 708	145 573	149 276	12 151	117 206	114 854	2 353	2%	149 276
% increase		6%	9%						9%
TOTAL MANAGERS AND STAFF	116 586	123 460	126 105	9 553	100 397	98 050	2 347	2%	126 105

Table SC8 provides details for Remuneration of Councilors and Employee related cost. The total salaries, allowances and benefits paid as at end of March 2018 amounts to R117, 206 million and the year to date budget is R 114, 854 million and the expenditure for remuneration of councilors amounts to R16, 809 million while the year to date budget is R 16, 804 million. The year to date actuals for senior managers is R4, 701 million and the year to date budget thereof is R5, 001 million and the year to date actuals for other municipal staff is R95, 696 million and the year to date budget is R93, 049 million. The remuneration of councilors and other municipal staff have over spending variance while senior managers have under spending variance.

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

Description	Budget Year 2017/18												2017/18 Medium Term Revenue			
	July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget	Budget	Budget	
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Year	Year +1	Year +2	
Cash Receipts By Source																
Property rates	1 611	755	1 742	1 797	1 913	1 387	2 000	1 387	1 382	1 765	1 765	3 673	21 177	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	8 271	8 284	16 942	78 770	81 133	83 729	
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - refuse	354	216	288	340	320	273	350	273	241	410	410	833	4 308	4 553	4 808	
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment	28	15	31	28	19	20	59	20	37	153	153	1 371	1 935	2 046	2 160	
Interest earned - external investments	154	135	-	63	-	127	230	-	15	300	308	2 369	3 701	3 912	4 132	
Interest earned - outstanding debtors	114	26	78	134	86	49	97	49	32	128	156	928	1 878	1 985	2 096	
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	25	2	4	28	4	2	2	2	3	390	413	3 626	4 500	4 757	5 023	
Licences and permits	-	805	-	417	404	-	732	729	362	431	431	789	5 100	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	165	165	(28 990)	1 981	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	12 013	12 085	1 542	349 514	366 469	381 331	
Other Cash Flows by Source																
Transfer receipts - capital	28 330	-	-	5 000	-	20 933	-	-	27 597	-	-	(11 000)	70 860	69 013	86 340	
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Increase in consumer deposits	58	5	37	563	(131)	233	(102)	(9)	310	14	12	(879)	111	142	168	
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
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	12 027	12 097	(10 337)	420 485	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	9 705	9 717	11 918	123 460	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	1 843	1 843	1 848	21 794	23 036	24 326	
Interest paid	-	74	123	51	44	-	67	-	45	398	395	1 929	3 124	790	645	
Bulk purchases - Electricity	7 038	71	7 159	5 724	4 839	5 654	5 735	5 727	5 355	7 250	7 300	7 312	69 165	69 937	73 853	
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other materials	688	1 642	470	604	1 973	1 226	1 564	-	978	807	1 330	2 216	13 497	14 795	15 623	
Contracted services	6 156	6 036	6 234	4 957	4 829	3 429	2 948	3 978	4 722	2 003	1 858	(21 800)	25 350	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	310	310	(3 015)	3 724	3 936	4 156	
General expenses	24 438	4 706	4 063	3 717	4 779	9 701	3 219	12 387	4 257	3 261	2 762	(28 585)	48 703	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	25 577	25 515	(28 178)	308 817	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	4 221	4 180	(2 379)	77 302	84 306	91 111	
Repayment of borrowing	490	490	678	293	334	-	-	-	3 447	750	750	1 375	8 608	6 000	6 000	
Other Cash Flows/Payments	-	3 389	3 043	-	-	3 197	-	-	4 016	1 400	1 000	2 411	18 455	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	31 948	31 445	(26 772)	413 181	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	(19 921)	(19 348)	16 434	7 304	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	31 131	11 782	20 913	28 217	43 004	
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	31 131	11 782	28 217	28 217	43 004	61 256	

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 R91, 237 million and the total cash payment for the month were R41, 688 million and this resulted in net increase in cash held amounting to R49, 548 million and with cash and cash equivalent of R1, 503 million at the beginning of the reporting period, the municipality closed off the month with cash and cash equivalent amounting to R51, 052 million. This is a supporting table for table C7 – Cash Flow Statement.

Supporting Table: SC 12 Capital Expenditure Trend

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
Monthly expenditure performance									
July	5 226	1 624	1 624	935	935	1 624	689	42%	1%
August	4 483	4 590	4 590	3 028	3 963	6 214	2 251	36%	5%
September	8 406	7 000	7 000	13 273	17 236	13 214	(4 021)	-30%	22%
October	16 242	8 227	8 227	3 283	20 519	21 442	923	4%	27%
November	10 577	9 672	9 672	9 287	29 806	31 114	1 308	4%	39%
December	3 099	10 917	10 917	14 916	44 722	42 030	(2 691)	-6%	58%
January	1 128	6 450	6 450	7 885	52 607	48 480	(4 126)	-9%	68%
February	2 237	8 552	14 647	3 644	56 251	63 127	6 877	11%	73%
March	2 493	6 630	12 083	8 166	64 417	75 211	10 794	14%	83%
April	3 626	4 221	8 870			84 080	-		
May	3 992	4 180	8 815			92 896	-		
June	19 290	5 239	10 227			103 123	-		
Total Capital expenditure	80 799	77 302	103 123	64 417					

Supporting table SC12 provides information on the monthly trends for capital expenditure. In terms of this table the capital expenditure for the month of March amounts to R8, 166 million. The year to date capital budget is R64, 417 million that give rise to under spending variance of R10, 794 million or 14%.

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Capital expenditure on new assets									
Infrastructure	32 884	32 281	48 394	4 903	34 304	24 653	(9 650)	-39.1%	48 394
Roads Infrastructure	21 733	19 123	35 070	4 739	26 392	14 301	(12 091)	-84.5%	35 070
Roads	21 733	19 123	35 070	4 739	26 392	14 301	(12 091)	-84.5%	35 070
Road Structures		-	-				-		-
Road Furniture		-	-				-		-
Capital Spares		-	-				-		-
Storm water Infrastructure		-	-				-		-
Electrical Infrastructure	11 151	13 158	13 324	164	7 912	10 352	2 441	23.6%	13 324
HV Switching Station		-	-				-		-
HV Transmission Conductors	11 151	13 158	13 324	164	7 912	10 352	2 441	23.6%	13 324
MV Substations		-	-				-		-
MV Switching Stations		-	-				-		-
MV Networks		-	-				-		-
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites		-	-				-		-
Waste Transfer Stations		-	-				-		-
Waste Processing Facilities		-	-				-		-
Community Assets	-	300	300	-	-	250	250	100.0%	300
Community Facilities	-	300	300	-	-	250	250	100.0%	300
Libraries		-	-				-		-
Cemeteries/Crematoria		-	-				-		-
Public Open Space	-	300	300			250	250	100.0%	300
Nature Reserves		-	-				-		-
Public Ablution Facilities		-	-				-		-
Other assets	1 298	-	-	-	-	-	-		-
Operational Buildings	1 298	-	-	-	-	-	-		-
Municipal Offices	583	-	-				-		-
Building Plan Offices		-	-				-		-
Workshops	715	-	-				-		-
Yards		-	-				-		-
Stores		-	-				-		-
Computer Equipment	1 168	300	800	83	308	150	(158)	-105.0%	800
Computer Equipment	1 168	300	800	83	308	150	(158)	-105.0%	800
Furniture and Office Equipment	340	200	500	-	189	100	(89)	-88.5%	500
Furniture and Office Equipment	340	200	500	-	189	100	(89)	-88.5%	500
Machinery and Equipment	2 100	600	1 200	740	859	550	(309)	-56.2%	1 200
Machinery and Equipment	2 100	600	1 200	740	859	550	(309)	-56.2%	1 200
Transport Assets	2 253	700	-	-	-	420	420	100.0%	-
Transport Assets	2 253	700	-	-	-	420	420	100.0%	-
Total Capital Expenditure on new assets	40 043	34 381	51 194	5 727	35 658	26 123	(9 535)	-36.5%	51 194

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	Monthly actual	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	2 344	28 711	29 298	587	2%	41 914
Roads Infrastructure	37 997	38 474	41 914	2 344	28 711	29 298	587	2%	41 914
Roads	37 997	38 474	41 414	2 344	28 711	29 298	587	2%	41 414
Road Structures		-	-				-		-
Road Furniture		-	500				-		500
Capital Spares		-	-				-		-
Storm water Infrastructure	-	-	-	-	-	-	-		-
Electrical Infrastructure	-	-	-	-	-	-	-		-
HV Transmission Conductors	-	-	-				-		
MV Substations		-	-	-	-		-		
MV Switching Stations		-	-				-		
MV Networks		-	-				-		
Solid Waste Infrastructure	-	-	-	-	-	-	-		-
Landfill Sites		-	-				-		
Waste Transfer Stations		-	-				-		
Waste Processing Facilities		-	-				-		
Community Assets	1 694	-	-	-	-	-	-		-
Libraries		-	-				-		
Cemeteries/Crematoria		-	-				-		
Nature Reserves		-	-				-		
Public Ablution Facilities		-	-				-		
Sport and Recreation Facilities	1 694	-	-	-	-	-	-		-
Indoor Facilities		-	-				-		
Outdoor Facilities	1 694	-	-				-		
Capital Spares		-	-				-		
Other assets	932	500	500	-	-	500	500	100%	500
Operational Buildings	932	500	500	-	-	500	500	100%	500
Municipal Offices	-	500	500			500	500	100%	500
Building Plan Offices		-	-				-		-
Workshops		-	-				-		-
Training Centres	932	-	-				-		-
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	40 622	38 974	42 414	2 344	28 711	29 798	1 087	4%	42 414

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
Repairs and maintenance expenditure									
Infrastructure	4 633	6 700	7 850	682	6 390	8 152	1 761	22%	7 850
Roads Infrastructure	946	2 500	2 650	219	2 880	4 452	1 572	35%	2 650
Roads	946	2 500	2 650	219	2 880	4 452	1 572	35%	2 650
Road Structures		-	-	-	-		-		-
Road Furniture		-	-	-	-		-		-
Electrical Infrastructure	1 802	1 900	1 900	182	1 253	1 488	235	16%	1 900
HV Switching Station		-	-	-	-		-		-
HV Transmission Conductors		-	-	-	-		-		-
MV Substations		-	-	-	-		-		-
MV Switching Stations		-	-	-	-		-		-
MV Networks	1 802	1 800	1 800	182	1 253	1 398	145	10%	1 800
Capital Spares		100	100	-	-	90	90	100%	100
Solid Waste Infrastructure	1 885	2 300	3 300	281	2 257	2 211	(46)	-2%	3 300
Landfill Sites	1 885	2 150	3 150	281	2 257	1 961	(296)	-15%	3 150
Waste Transfer Stations		-	-	-	-		-		-
Waste Processing Facilities		-	-	-	-		-		-
Waste Drop-off Points		-	-	-	-		-		-
Capital Spares		150	150	-	-	250	250	100%	150
Community Assets	-	-	-	-	-	-	-		-
Libraries		-	-	-	-		-		-
Cemeteries/Crematoria		-	-	-	-		-		-
Police		-	-	-	-		-		-
Taxi Ranks/Bus Terminals		-	-	-	-		-		-
Other assets	1 432	1 300	1 325	-	12	18	7	36%	1 325
Operational Buildings	1 432	1 300	1 325	-	12	18	7	36%	1 325
Municipal Offices	1 432	1 300	1 325	-	12	18	7	36%	1 325
Pay/Enquiry Points		-	-	-	-		-		-
Building Plan Offices		-	-	-	-		-		-
Workshops		-	-	-	-		-		-
Yards		-	-	-	-		-		-
Stores		-	-	-	-		-		-
Intangible Assets	82	100	100	5	29	57	28	49%	100
Servitudes		-	-	-	-		-		-
Licences and Rights	82	100	100	5	29	57	28	49%	100
Water Rights		-	-	-	-		-		-
Computer Software and Applications	82	100	100	5	29	57	28	49%	100
Computer Equipment	-	-	-	-	-	-	-		-
Computer Equipment	-	-	-	-	-		-		-
Furniture and Office Equipment	-	-	-	-	-	-	-		-
Furniture and Office Equipment	-	-	-	-	-		-		-
Machinery and Equipment	2 405	1 711	2 118	-	3	6	2	44%	2 118
Machinery and Equipment	2 405	1 711	2 118	-	3	6	2	44%	2 118
Transport Assets	1 800	1 500	1 300	55	1 097	907	(190)	-21%	1 300
Transport Assets	1 800	1 500	1 300	55	1 097	907	(190)	-21%	1 300
Total Repairs and Maintenance Expenditure	10 353	11 311	12 693	742	7 532	9 140	1 609	18%	12 693

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

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	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
Roads Infrastructure	34 480	25 298	25 298	-	-	-	-	-	25 298
Roads	34 480	25 298	25 298	-	-	-	-	-	25 298
Road Structures	-	-	-	-	-	-	-	-	-
Road Furniture	-	-	-	-	-	-	-	-	-
Capital Spares	-	-	-	-	-	-	-	-	-
Storm water Infrastructure	-	5 746	5 746	-	-	-	-	-	5 746
Storm water Conveyance	-	5 746	5 746	-	-	-	-	-	5 746
Electrical Infrastructure	-	12 398	12 398	-	-	-	-	-	12 398
HV Transmission Conductors	-	12 398	12 398	-	-	-	-	-	12 398
MV Substations	-	-	-	-	-	-	-	-	-
MV Switching Stations	-	-	-	-	-	-	-	-	-
MV Networks	-	-	-	-	-	-	-	-	-
LV Networks	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	488	2 392	2 392	-	-	-	-	-	2 392
Landfill Sites	488	2 392	2 392	-	-	-	-	-	2 392
Waste Transfer Stations	-	-	-	-	-	-	-	-	-
Waste Processing Facilities	-	-	-	-	-	-	-	-	-
Waste Drop-off Points	-	-	-	-	-	-	-	-	-
Community Assets	2 129	2 231	2 231	-	-	-	-	-	2 231
Community Facilities	2 129	2 231	2 231	-	-	-	-	-	2 231
Libraries	-	-	-	-	-	-	-	-	-
Cemeteries/Crematoria	2 129	2 231	2 231	-	-	-	-	-	2 231
Taxi Ranks/Bus Terminals	-	-	-	-	-	-	-	-	-
Other assets	2 978	120	120	-	-	-	-	-	120
Operational Buildings	2 978	120	120	-	-	-	-	-	120
Municipal Offices	2 978	120	120	-	-	-	-	-	120
Workshops	-	-	-	-	-	-	-	-	-
Intangible Assets	205	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	205	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	205	-	-	-	-	-	-	-	-
Computer Equipment	953	21	21	-	-	-	-	-	21
Computer Equipment	953	21	21	-	-	-	-	-	21
Furniture and Office Equipment	1 518	26	26	-	-	-	-	-	26
Furniture and Office Equipment	1 518	26	26	-	-	-	-	-	26
Machinery and Equipment	1 323	2 080	2 080	-	-	-	-	-	2 080
Machinery and Equipment	1 323	2 080	2 080	-	-	-	-	-	2 080
Transport Assets	3 924	888	888	-	-	-	-	-	888
Transport Assets	3 924	888	888	-	-	-	-	-	888
Total Depreciation	47 998	51 200	51 200	-	-	-	-	-	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	Monthly actual	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	-	-	-	-	-	-	-	-	-
HV Switching Station		-	-				-		-
HV Transmission Conductors		-	-				-		-
MV Substations		-	-				-		-
MV Switching Stations		-	-				-		-
MV Networks		-	-				-		-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-
Landfill Sites		-	-				-		-
Waste Transfer Stations		-	-				-		-
Waste Processing Facilities		-	-				-		-
Waste Drop-off Points		-	-				-		-
Waste Separation Facilities		-	-				-		-
Community Assets	-	-	8 079	95	6 804	6 000	(804)	-13%	8 079
Testing Stations		-	-				-		-
Libraries		-	-				-		-
Cemeteries/Crematoria		-	-				-		-
Taxi Ranks/Bus Terminals		-	-				-		-
Sport and Recreation Facilities	-	-	8 079	95	6 804	6 000	(804)	-13%	8 079
Indoor Facilities		-	-				-		-
Outdoor Facilities		-	8 079	95	6 804	6 000	(804)	-13%	8 079
Capital Spares		-	-				-		-
Other assets	-	3 947	1 437	-	105	2 827	2 722	96%	1 437
Operational Buildings	-	3 947	1 437	-	105	2 827	2 722	96%	1 437
Municipal Offices		-	-				-		-
Workshops		3 947	1 437	-	105	2 827	2 722	96%	1 437
Training Centres		-	-				-		-
Manufacturing Plant		-	-				-		-
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	-	3 947	9 515	95	6 909	8 827	1 918	22%	9 515

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 R35, 658 million and the year to date budget is R26, 123 million which reflects over spending variance of R9, 535 million that translates to 37% variance. The year to date actuals on renewal of existing assets amounts R28, 711 million and with the year to date budget of R29, 798 million and this reflects under spending variance of R1, 087 million that translates to 4% variance.

The year to date actual expenditure on repairs and maintenance is R7, 532 million and the year to date budget is R9, 140 million, reflecting under spending variance of R1, 609 million that translates to 18%.

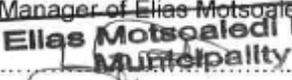
The year to date actual expenditure on upgrading of existing assets is R6, 909 million and the year to date budget is R8, 827 million, reflecting under spending variance of R1, 918 million that translates to 22%.

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. This is basically mean that 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 the monthly budget statement report and supporting documentation for the month of March 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 13 APR 2018

Municipal Manager