



**Monthly Budget Statement/
2nd Quarter**

31 December 2016

Glossary

<p>Adjustments Budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.</p>
<p>Budget – The financial plan of the Municipality.</p>
<p>Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality’s balance sheet.</p>
<p>Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.</p>
<p>Deficit – The amount by which expenditure exceed revenue.</p>
<p>DORA – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from national to local government.</p>
<p>Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.</p>
<p>GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.</p>
<p>MFMA – The Municipal Finance Management Act – no 53 of 2003. The principle piece of legislation relating to municipal financial management.</p>
<p>Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.</p>
<p>Rates – Local Government taxation based on an assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.</p>
<p>Surplus - A situation in which income exceeds expenditures.</p>
<p>Tariff – means a tariff for services which a municipality may set for the provision of a service to the local community, and includes a surcharge on such tariff.</p>
<p>SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.</p>
<p>SBU – Strategic Business Unit</p>
<p>Vote – One of the main segments into which a budget is divided into for the appropriation of money at department/ functional area- level.</p>

DIRECTORATE: BUDGET AND TREASURY OFFICE

ITEM: 15

FILE REF: 4/1

FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2016.

Report of the Chief Financial Officer

Purpose

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in the Government Gazette No 32141 of 17 April 2009 (Municipal Budgeting Monitoring and Reporting Requirements).

Strategic Objective

To comply with MFMA priorities as well as MFMA implementation plan

Background

The Financial Report provides a high level overview of the organisation's financial viability and sustainability. The report meets the requirements of the Municipal Finance Management Act (MFMA 56/2003 – S66 and S71) and the Municipal Budgets and Reporting Regulations (MBRR - No 32141 gazetted 17 April 2009).

Discussion

Section 71 (1) states that “the accounting officer of the municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality's approved budget”.

Section 72 states that “the accounting officer of the municipality must, with 25 days submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality for the period ended 31 December.

Section 52(d) states that “the municipality must within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality

For the reporting period ending 31 December 2016, the 10 working days reporting period expires on **16 January 2017**. The Budget and Treasury Office has met the timelines for this reporting period.

RECOMMEND

That the report be noted.

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PART 1 – IN-YEAR REPORT

1.1 EXECUTIVE SUMMARY

The financial results for the period ending 31 December 2016 are summarised as follows:

Description	2015/16	Budget Year 2016/17							
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Revenue By Source									
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	-	276,970	1,312,796	1,409,162	(96,367)	-7%	2,818,325
Total Expenditure	2,838,196	2,578,556	-	211,439	1,257,972	1,289,278	(31,306)	-2%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	-	65,531	54,824	119,885	(65,061)	(0)	239,769
Transfers recognised - capital	473,585	622,026		52,717	141,182	311,013	(169,831)	(0)	622,026
Contributions recognised - capital						-	-		
Surplus/ (Deficit) for the year	(104,956)	861,795	-	118,247	196,006	430,898			861,795

1.1.1 Revenue Performance

The approved budgeted revenue for 2016/2017 amounts to R 2 818 325 000. Actual revenue billed which includes operating grants and other direct income as at 31 December 2016 amounts **R 1,312,795,753.50: 47%**(November 2016: 37%) of the current budget.

1.1.2 Expenditure performance

The approved budgeted expenditure for the year is R 2 578 556 000. Total expenditure year to date as at 31 December 2016 amounted to **R 1,257,971,917.45: 49%** (November 2016:41%) of the current budget. The total expenditure incurred relate to employee cost, bulk purchases contracted services and general expenditure. Debt Impairment and Depreciation are shown pro-rata for reporting purposes as the actual expenditure will only be known at year end.

1.1.3 Capital Performance

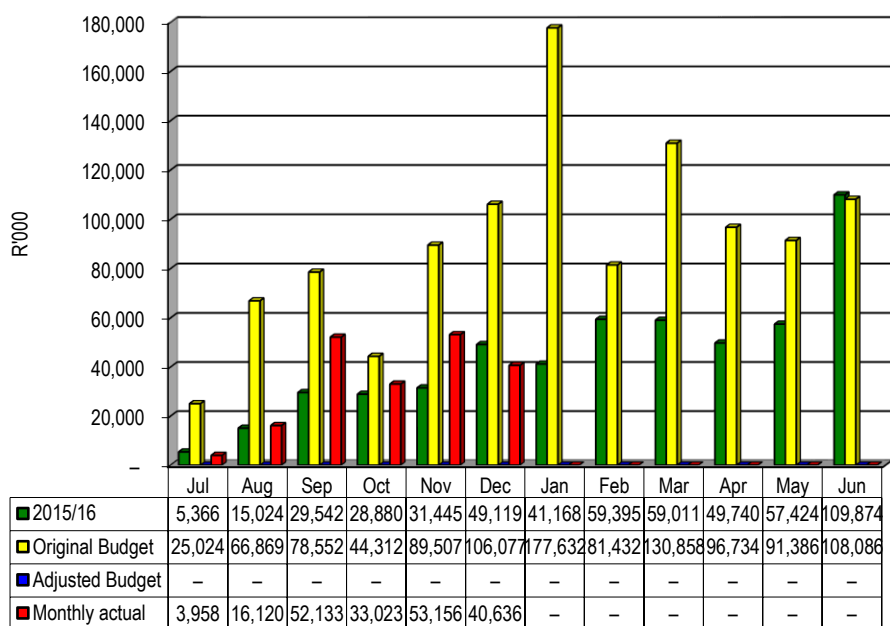
Approved capital budget for 2016/2017 amounts to R 1 096 467 000. Payments in respect of Capital Projects amounts to **R 199,026,510.58** as at 31 December 2016. The expenditure is equals to 18% of the capital budget. The spending was affected negatively by the elections, which were held in August since the municipal did not want to commit the incoming council. Some of the delayed 2015/16 MIG projects are concurrently funded by the current year allocation. The municipality is currently finalising the last procurement on the last asset renewal and roads projects, therefore it is expected that the performance in the 3rd quarter will rise significantly.

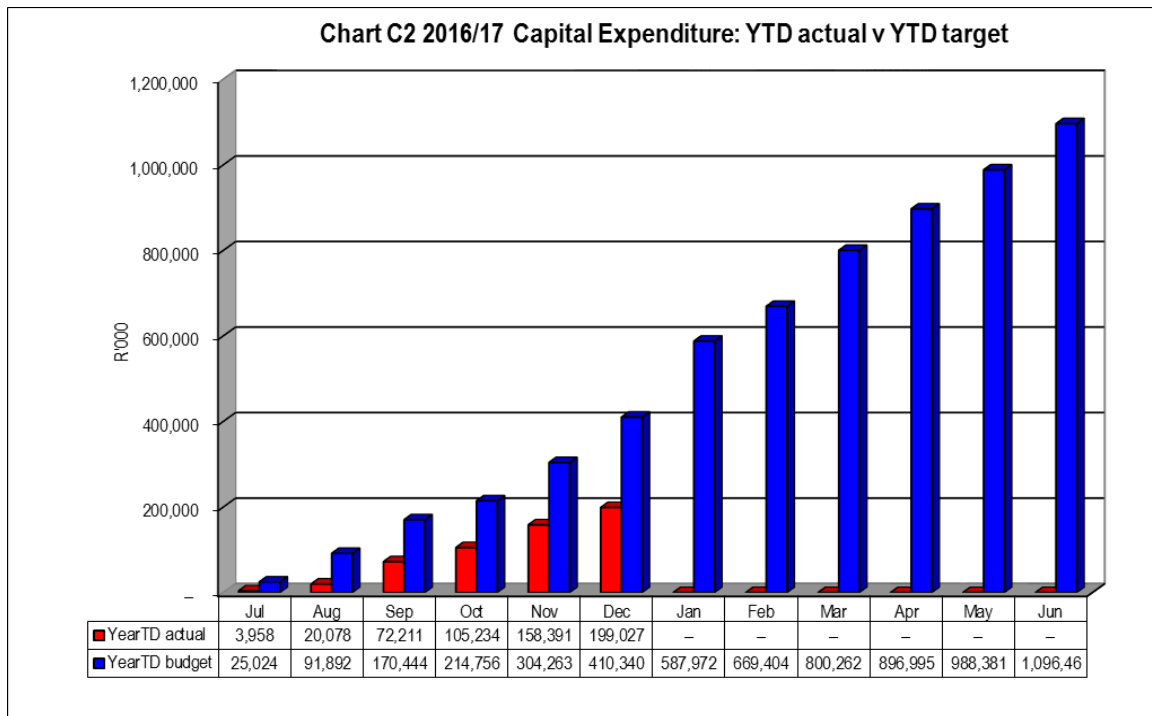
In the sixth month of trading only 18% (November 2016:14.33%) of the capital budget has been spent. The breakdown as at 31 December 2016 is tabulated as follows:

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

Vote Description	2015/16	Budget Year 2016/17							
	Pre- Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Funded by:									
National Government	422,812	622,026		24,906	141,732	311,013	(169,281)	-54%	622,026
Provincial Government						-	-		
Transfers recognised - capital	422,812	622,026	-	24,906	141,732	311,013	(169,281)	-54%	622,026
Public contributions & donations	3,343					-	-		-
Borrowing	-	235,000				117,500	(117,500)	-100%	235,000
Internally generated funds	109,834	239,441		15,730	57,294	119,721	(62,426)	-52%	239,441
Total Capital Funding	535,989	1,096,467	-	40,636	199,027	548,234	(349,207)	-64%	1,096,467

Chart C1 2016/17 Capital Expenditure Monthly Trend: actual v target



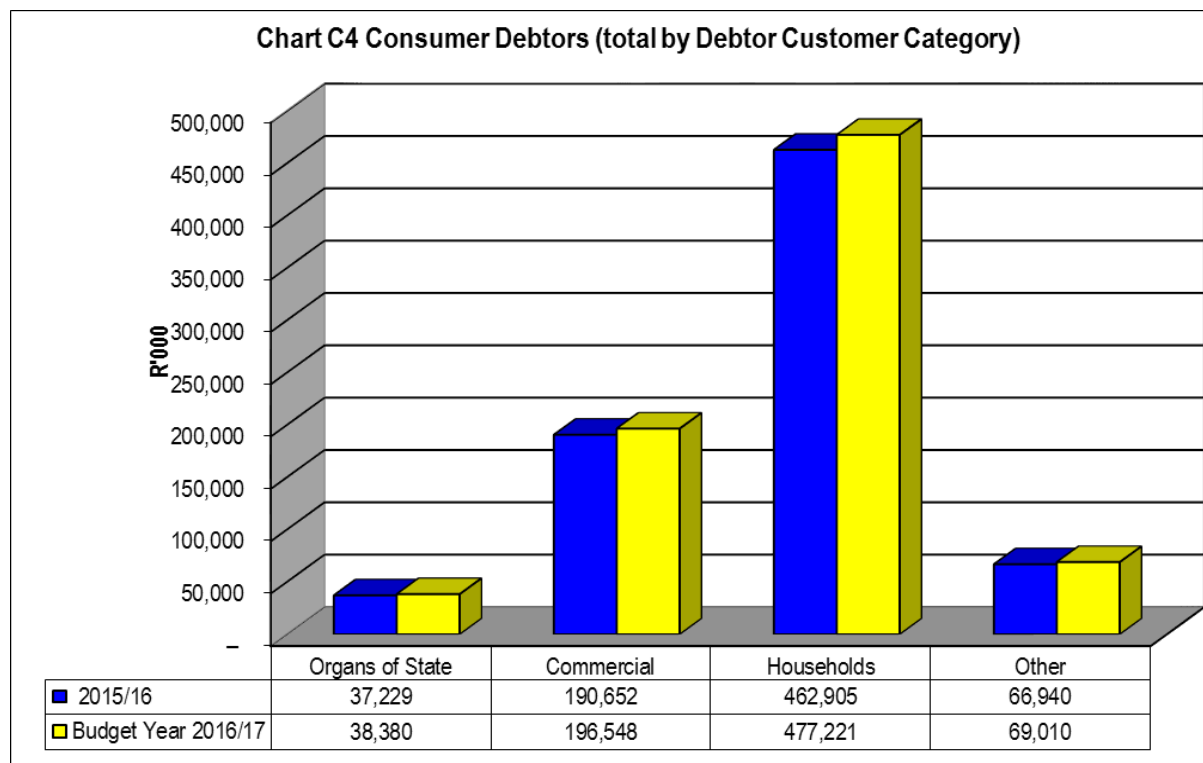
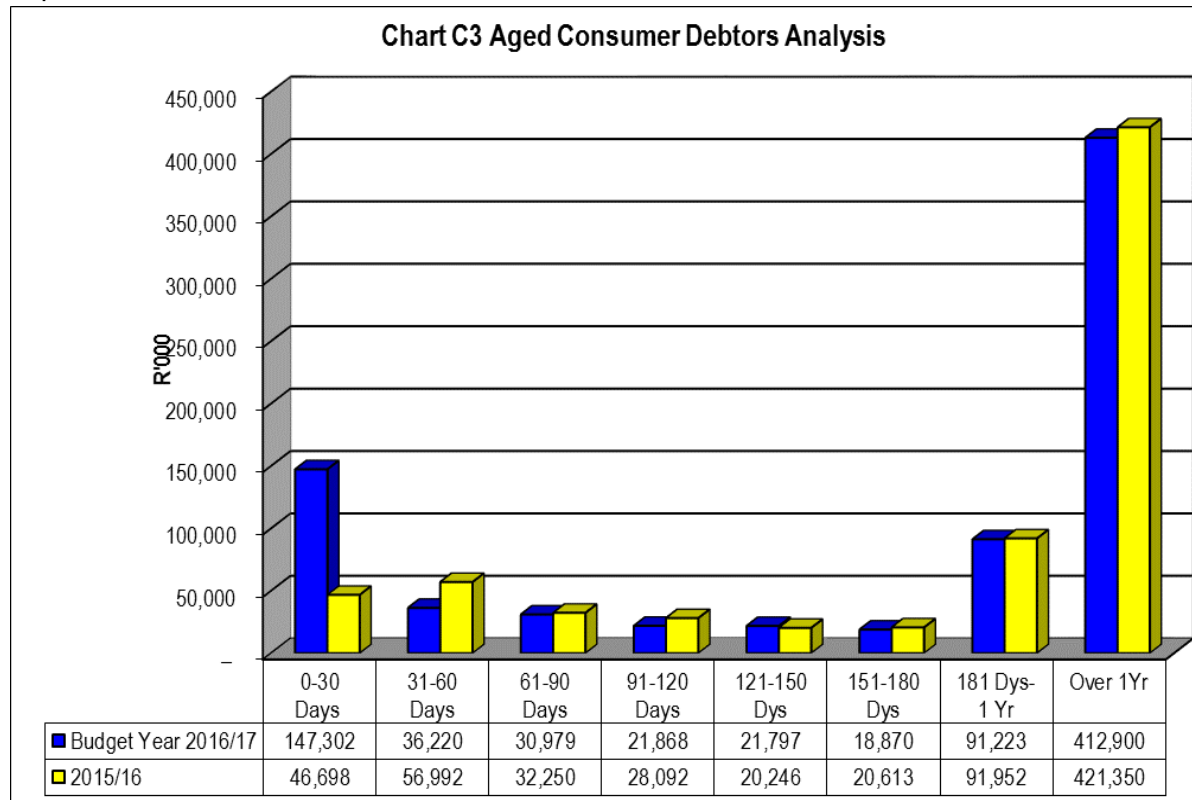


1.1.4 External Loans and Finance Leases

Council met all its obligations in terms of instalments. Outstanding loans amounted to **R 188,969,739.52** on 31 December 2016. Municipality has the following committed loans to date, DBSA loan, Front-loading loan and additional to the total (tune) of R 470 million to be finalised. Furthermore, municipality has entered into a 5year contract with Fleet Africa, on the finance lease which is due to expire March 2018. DBSA loans redeemable in 2019/20, 2020/21 and front-loading loan in 2017/18.

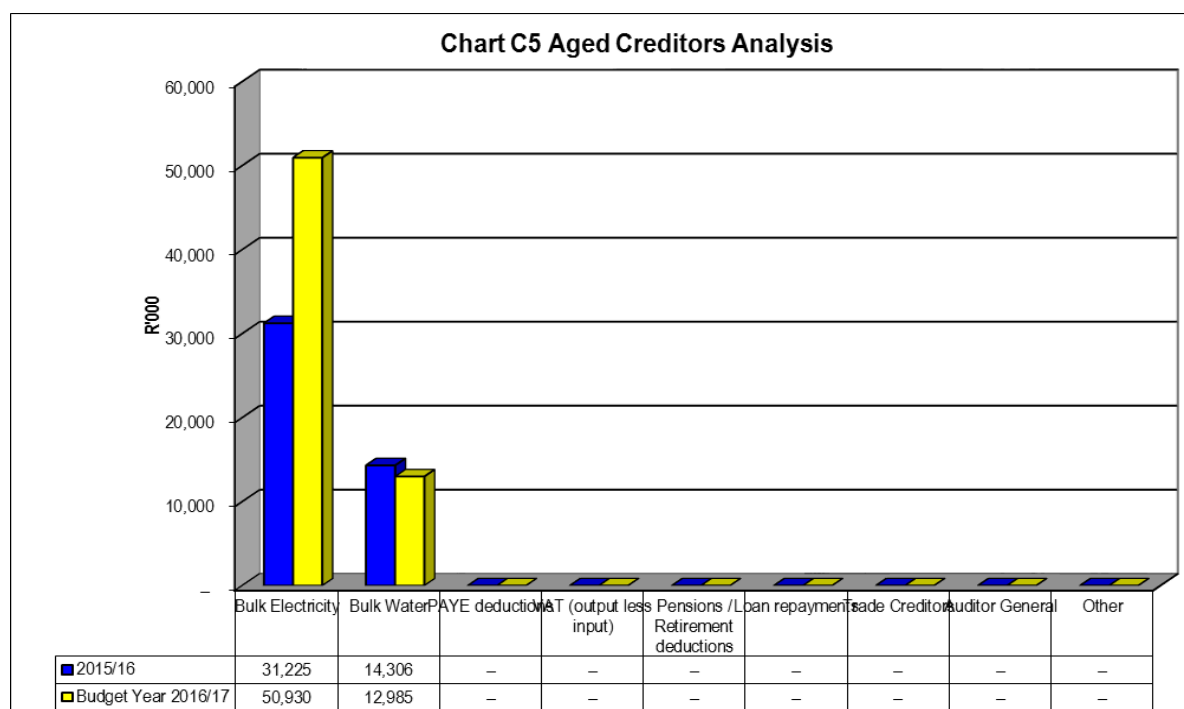
1.1.5 Debtors

Council debtor's book/ledger has a gross balance of **R 781,159,801.83** before debtor's impairment as at 31 December 2016.



1.1.6 Creditors

Outstanding trade creditors amounted to **R 63,915,884.84** 31 December 2016. Council pays its creditors within 30 days. In terms of circular 49 issued by treasury and further section 65(2) (e) of MFMA emphasize that municipality must honour its obligation within 30 days.



1.1.7 Investments

On 31 December 2016 Council had **R 283,100,800.00** of investments at an average rate of 6.8% per annum and the Grants account had a closing balance of **R 844,862.91** Conditional grants are cash backed at all times through investments.

1.1.8 Staff Expenditure Report

The Staff Expenditure Report is submitted in terms of Section 66 of the Municipal Finance Management Act, which states that the Accounting Officer of a Municipality must, in a format and for periods as may be prescribed, report to the Council on all expenditure incurred by the municipality on staff salaries, wages, allowances and benefits, and in a manner that discloses such expenditure per type of expenditure, namely

- a) Salaries and wages
- b) Contributions for pensions and medical aid
- c) Travel, motor car, accommodation, subsistence and other allowances
- d) Housing benefits and allowances
- e) Overtime payments
- f) Loans and advances
- g) Any other type of benefit or allowance related to staff

Employee benefits breakdown for the month ended 31 December 2016 are as follows:

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

DESCRIPTION	2016/17 BUDGET	2016/17 MONTH ACTUAL	2016/17 YTD ACTUAL	2016/17 YTD BUDGET
Basic Salaries and Wages	423,077,320	31,618,234	191,890,487	176,282,216.67
Pension Fund and UIF Contributions	83,084,120	6,299,904	37,727,889	34,618,383.33
Medical Aid Contributions	23,519,105	2,078,979	12,470,701	9,799,627.08
Overtime	29,560,965	3,958,810	22,604,578	12,317,068.75
Motor Vehicle Allowance	39,368,250	3,847,597	21,354,408	16,403,437.50
Housing Allowances	6,285,850	563,764	3,024,731	2,619,104.17
Other benefits and allowances	39,168,390	3,694,272	21,362,739	13,056,130.00
Councillors Allowance and Benefits	35,326,000	2,657,268	15,470,659	14,719,166.67
TOTAL	679,390,000	54,718,829	325,906,192	283,079,166.67

Overtime Breakdown per Directorate

Vote Description	2016/17 Pre-Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD Budget	% Spent
Vote 1 - Council	195,176	92,000		33,307	190,106	46,000	207%
Vote 2 - Office of the Municipal Manager	1,972	62,120		24,532	37,519	31,060	60%
Vote 3 - Strategic Planning Monitoring and Evaluation	34,034	35,000		21,353	22,921	17,500	65%
Vote 4 - Engineering Services	22,828,076	14,441,845		2,166,987	10,976,849	7,220,923	76%
Vote 5- Community Services	16,317,021	11,210,000		1,294,369	8,378,412	5,605,000	75%
Vote 6- Community Development	3,494,788	1,639,000		135,684	1,628,976	819,500	99%
Vote 7- Corporate and Shared Services	1,632,990	920,000		167,293	720,846	460,000	78%
Vote 8- Planning and Economic Development	605,670	171,000		3,519	61,624	85,500	36%
Vote 9- Budget and Treasury	1,045,021	983,000		111,767	587,325	491,500	60%
Vote 10 -Transport Operations	-	7,000		-	-	3,500	0%
Total	46,154,748	29,560,965	-	3,958,810	22,604,578	14,780,483	76%

Transfer of funds

Reference Number	Directorate	SBU	Transfer from	Amount	Transfer to	Amount
MM1202	Budget and treasury	BTO	Consulting fees	(550,000)	Audit fees	550,000
CFO1201	Municipal Manager	Risk Management	special investigation	(15,285)	Subsistence and Travelling	15,285
MM1201	Community Development	Community	Facility commercialisation	(250,000)	Marketing	250,000
CFO1201	Planning & Development	City regional development	Research and development	(50,000)	Title deeds	50,000
CFO1203	Community Development	Cultural services	Overtime:Admin	(11,000)	Overtime:Liabilities	11,000
MM1203	Community Development	Facility management	Building and equipment	(1,164,731)	Grounds and fences	223,612
					Building and equipments	347,488
					Garden services	100,019
					Rental equipment	400,000
					Distribution system	89,405
					Laundry	4,207
CFO1205	Planning & Development	City regional development	Research and development	(150,000)	Printing and stationery	150,000
				(2,191,016)		2,191,016

In-year budget statement tables

2.1 Table C1: Monthly budget statement summary

The table below provides a high-level summation of the Municipality's operating – and capital budgets, actual to date and financial position.

Description	2015/16	Budget Year 2016/17							
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	281,024	357,780	-	25,897	179,775	178,890	885	0%	357,780
Service charges	1,086,881	1,332,604	-	104,668	670,558	666,302	4,256	1%	1,332,604
Investment revenue	27,593	40,000	-	1,787	6,508	20,000	(13,492)	-67%	40,000
Transfers recognised - operational	616,433	864,900	-	132,657	383,401	432,450	(49,049)	-11%	864,900
Other own revenue	247,725	223,041	-	11,961	72,554	111,520	(38,966)	-35%	223,041
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	-	276,970	1,312,796	1,409,162	(96,367)	-7%	2,818,325
Employee costs	598,399	644,064	-	52,062	310,436	322,032	(11,596)	-4%	644,064
Remuneration of Councillors	27,155	35,326	-	2,657	15,471	17,663	(2,192)	-12%	35,326
Depreciation & asset impairment	477,164	180,000	-	15,000	90,000	90,000	-	-	180,000
Finance charges	34,579	40,000	-	10,536	11,337	20,000	(8,663)	-43%	40,000
Materials and bulk purchases	947,800	1,042,844	-	77,068	548,596	521,422	27,174	5%	1,042,844
Transfers and grants	17,180	11,500	-	520	11,740	5,750	5,990	104%	11,500
Other expenditure	735,920	624,822	-	53,596	270,392	312,411	(42,019)	-13%	624,822
Total Expenditure	2,838,196	2,578,556	-	211,439	1,257,972	1,289,278	(31,306)	-2%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	-	65,531	54,824	119,885	(65,061)	-54%	239,769
Transfers recognised - capital	473,585	622,026	-	52,717	141,182	311,013	(169,831)	-55%	622,026
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(104,956)	861,795	-	118,247	196,006	430,898	(234,892)	-55%	861,795
Capital expenditure & funds sources									
Capital expenditure	535,989	1,096,467	-	40,636	199,027	548,234	(349,207)	-64%	1,096,467
Capital transfers recognised	422,812	622,026	-	24,906	141,732	311,013	(169,281)	-54%	622,026
Public contributions & donations	3,343	-	-	-	-	-	-	-	-
Borrowing	-	235,000	-	-	-	117,500	(117,500)	-100%	235,000
Internally generated funds	109,834	239,441	-	15,730	57,294	119,721	(62,426)	-52%	239,441
Total sources of capital funds	535,989	1,096,467	-	40,636	199,027	548,234	(349,207)	-64%	1,096,467
Financial position									
Total current assets	514,089	499,157	-	-	1,083,184	-	-	-	499,157
Total non current assets	9,431,768	10,226,963	-	-	9,627,148	-	-	-	10,226,963
Total current liabilities	584,920	574,934	-	-	829,939	-	-	-	574,934
Total non current liabilities	460,702	597,233	-	-	547,680	-	-	-	597,233
Community wealth/Equity	8,900,235	9,553,952	-	-	9,332,713	-	-	-	9,553,952
Cash flows									
Net cash from (used) operating	261,655	823,944	-	201,626	284,239	411,972	127,733	31%	823,944
Net cash from (used) investing	(481,022)	(1,003,244)	-	(40,637)	(186,127)	(501,622)	(315,495)	63%	(1,003,244)
Net cash from (used) financing	(17,272)	164,000	-	(29,035)	(37,249)	82,000	119,249	145%	164,000
Cash/cash equivalents at the month/year end	86,225	34,700	-	-	147,089	42,350	(104,738)	-247%	70,925
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	147,302	36,220	30,979	21,868	21,797	18,870	91,223	412,900	781,160
Creditors Age Analysis									
Total Creditors	63,916	-	-	-	-	-	-	-	63,916

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

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification

Description	Budget Year 2016/17							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands							%	
Revenue - Standard								
Governance and administration	1,914,246	-	219,002	749,340	957,123	(207,783)	-22%	1,914,246
Executive and council	-	-	-	-	-	-		-
Budget and treasury office	459,948	-	33,313	225,008	229,974	(4,966)	-2%	459,948
Corporate services	1,454,298	-	185,689	524,332	727,149	(202,817)	-28%	1,454,298
Community and public safety	77,149	-	1,214	8,684	38,574	(29,890)	-77%	77,149
Community and social services	2,332	-	122	937	1,166	(229)	-20%	2,332
Sport and recreation	8,879	-	455	4,721	4,439	282	6%	8,879
Public safety	63,663	-	631	2,994	31,831	(28,838)	-91%	63,663
Housing	28	-	6	32	14	18	129%	28
Health	2,247	-	-	-	1,124	(1,124)	-100%	2,247
Economic and environmental services	114,194	-	4,590	24,219	57,097	(32,877)	-58%	114,194
Planning and development	71,885	-	3,656	18,887	35,942	(17,056)	-47%	71,885
Road transport	12,037	-	850	4,570	6,018	(1,449)	-24%	12,037
Environmental protection	30,272	-	84	763	15,136	(14,373)	-95%	30,272
Trading services	1,334,762	-	104,880	671,734	667,381	4,353	1%	1,334,762
Electricity	917,430	-	68,594	434,736	458,715	(23,979)	-5%	917,430
Water	284,956	-	24,993	159,571	142,478	17,093	12%	284,956
Waste water management	60,858	-	4,958	34,523	30,429	4,094	13%	60,858
Waste management	71,518	-	6,335	42,904	35,759	7,145	20%	71,518
Other	-	-	-	-	-	-		-
Total Revenue - Standard	3,440,351	-	329,686	1,453,978	1,720,175	(266,198)	-15%	3,440,351
Expenditure - Standard								
Governance and administration	706,233	-	60,950	310,914	353,116	(42,202)	-12%	706,233
Executive and council	161,814	-	9,407	66,655	80,907	(14,252)	-18%	161,814
Budget and treasury office	265,700	-	26,211	83,568	132,850	(49,282)	-37%	265,700
Corporate services	278,719	-	25,333	160,692	139,360	21,332	15%	278,719
Community and public safety	376,137	-	36,472	197,269	188,068	9,200	5%	376,137
Community and social services	85,911	-	7,712	41,518	42,955	(1,437)	-3%	85,911
Sport and recreation	100,956	-	8,326	48,626	50,478	(1,852)	-4%	100,956
Public safety	175,978	-	19,588	101,449	87,989	13,461	15%	175,978
Housing	8,747	-	579	3,869	4,374	(505)	-12%	8,747
Health	4,545	-	267	1,806	2,273	(467)	-21%	4,545
Economic and environmental services	240,663	-	25,800	128,340	120,332	8,008	7%	240,663
Planning and development	81,469	-	6,282	37,745	40,735	(2,990)	-7%	81,469
Road transport	149,199	-	18,812	86,444	74,600	11,845	16%	149,199
Environmental protection	9,995	-	706	4,151	4,997	(846)	-17%	9,995
Trading services	1,255,523	-	88,216	621,449	627,762	(6,313)	-1%	1,255,523
Electricity	778,997	-	54,051	405,872	389,499	16,374	4%	778,997
Water	304,709	-	24,207	150,883	152,354	(1,472)	-1%	304,709
Waste water management	102,559	-	4,032	32,614	51,280	(18,666)	-36%	102,559
Waste management	69,258	-	5,925	32,080	34,629	(2,549)	-7%	69,258
Other	-	-	-	-	-	-		-
Total Expenditure - Standard	2,578,556	-	211,439	1,257,972	1,289,278	(31,306)	-2%	2,578,556
Surplus/ (Deficit) for the year	861,795	-	118,247	196,006	430,898	(234,892)	-55%	861,795

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

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure by vote as well as the operating surplus or deficit.

Vote Description	Ref	Budget Year 2016/17							Full Year Forecast
		Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
Revenue by Vote	1								
Vote 1 - COUNCIL		-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manger		-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation		-	-	-	-	-	-	-	-
Vote 4 - Engineering Services		1,308,469	-	98,589	629,006	654,234	(25,228)	-3.9%	1,308,469
Vote 5 - Community Services		154,430	-	8,011	52,034	77,215	(25,180)	-32.6%	154,430
Vote 6 - Community Development		10,108	-	510	5,242	5,054	188	3.7%	10,108
Vote 7 - Corporate and Shared Services		4,748	-	316	316	2,374	(2,058)	-86.7%	4,748
Vote 8 - Planning and Economic Development		53,126	-	3,575	18,368	26,563	(8,196)	-30.9%	53,126
Vote 9 - Budget and Treasury		1,909,471	-	218,685	749,012	954,735	(205,723)	-21.5%	1,909,471
Vote 10 - Transport Operations		-	-	-	-	-	-	-	-
Total Revenue by Vote	2	3,440,351	-	329,686	1,453,978	1,720,175	(266,198)	-15.5%	3,440,351
Expenditure by Vote	1								
Vote 1 - COUNCIL		180,814	-	10,663	73,751	90,407	(16,656)	-18.4%	180,814
Vote 2 - Office of the Municipal Manger		29,233	-	2,491	12,594	14,617	(2,023)	-13.8%	29,233
Vote 3 - Strategic Planning Monitoring and Evaluation		25,074	-	2,495	13,760	12,537	1,223	9.8%	25,074
Vote 4 - Engineering Services		1,282,036	-	93,528	654,906	641,018	13,888	2.2%	1,282,036
Vote 5 - Community Services		313,833	-	31,754	166,496	156,916	9,580	6.1%	313,833
Vote 6 - Community Development		178,291	-	15,186	91,722	89,145	2,576	2.9%	178,291
Vote 7 - Corporate and Shared Services		162,738	-	14,937	98,957	81,369	17,588	21.6%	162,738
Vote 8 - Planning and Economic Development		74,714	-	5,733	34,637	37,357	(2,720)	-7.3%	74,714
Vote 9 - Budget and Treasury		274,929	-	27,595	92,326	137,464	(45,139)	-32.8%	274,929
Vote 10 - Transport Operations		56,895	-	7,058	18,824	28,447	(9,623)	-33.8%	56,895
Total Expenditure by Vote	2	2,578,556	-	211,439	1,257,972	1,289,278	(31,306)	-2.4%	2,578,556
Surplus/ (Deficit) for the year	2	861,795	-	118,247	196,006	430,898	(234,892)	-54.5%	861,795

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

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

Description	2015/16	Budget Year 2016/17							Full Year Forecast
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands								%	
Revenue By Source									
Property rates	281,024	357,780		25,897	179,775	178,890	885	0%	357,780
Property rates - penalties & collection charges				-	-	-	-		-
Service charges - electricity revenue	763,318	917,263		68,589	434,698	458,632	(23,933)	-5%	917,263
Service charges - water revenue	207,759	284,895		24,993	159,570	142,448	17,123	12%	284,895
Service charges - sanitation revenue	64,032	60,858		4,958	34,523	30,429	4,094	13%	60,858
Service charges - refuse revenue	51,771	69,588		6,127	41,767	34,794	6,973	20%	69,588
Service charges - other	-	-		-	-	-	-		-
Rental of facilities and equipment	12,342	13,500		847	8,959	6,750	2,209	33%	13,500
Interest earned - external investments	27,593	40,000		1,787	6,508	20,000	(13,492)	-67%	40,000
Interest earned - outstanding debtors	54,307	59,400		5,607	38,174	29,700	8,474	29%	59,400
Dividends received	-	-		-	-	-	-		-
Fines	33,049	12,000		583	2,738	6,000	(3,262)	-54%	12,000
Licences and permits	8,101	12,501		793	4,606	6,251	(1,644)	-26%	12,501
Agency services	15,932	18,800		80	517	9,400	(8,883)	-95%	18,800
Transfers recognised - operational	616,433	864,900		132,657	383,401	432,450	(49,049)	-11%	864,900
Other revenue	123,416	68,840		4,051	7,271	34,420	(27,149)	-79%	68,840
Gains on disposal of PPE	578	38,000		-	10,289	19,000	(8,711)	-46%	38,000
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	-	276,970	1,312,796	1,409,162	(96,367)	-7%	2,818,325
Expenditure By Type									
Employee related costs	598,399	644,064		52,062	310,436	322,032	(11,596)	-4%	644,064
Remuneration of councillors	27,155	35,326		2,657	15,471	17,663	(2,192)	-12%	35,326
Debt impairment	192,988	50,000		4,167	25,000	25,000	-		50,000
Depreciation & asset impairment	477,164	180,000		15,000	90,000	90,000	-		180,000
Finance charges	34,579	40,000		10,536	11,337	20,000	(8,663)	-43%	40,000
Bulk purchases	748,278	839,635		56,064	423,822	419,818	4,004	1%	839,635
Other materials	199,521	203,209		21,004	124,774	101,604	23,170	23%	203,209
Contracted services	68,928	193,255		21,667	75,465	96,628	(21,162)	-22%	193,255
Transfers and grants	17,180	11,500		520	11,740	5,750	5,990	104%	11,500
Other expenditure	461,161	381,567		27,762	169,927	190,783	(20,856)	-11%	381,567
Loss on disposal of PPE	12,843			-	-	-	-		
Total Expenditure	2,838,196	2,578,556	-	211,439	1,257,972	1,289,278	(31,306)	-2%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	-	65,531	54,824	119,885	(65,061)	(0)	239,769
Transfers recognised - capital	473,585	622,026		52,717	141,182	311,013	(169,831)	(0)	622,026
Contributions recognised - capital						-	-		
Surplus/ (Deficit) for the year	(104,956)	861,795	-	118,247	196,006	430,898			861,795

2.5 Table C5 Monthly Budget Statement – Capital Expenditure (Municipal vote, standard classification and funding)

28-The table below reflects the municipality's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required by capital budget; including information on capital transfers from other departments.

Vote Description	2015/16	Budget Year 2016/17							
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Single Year expenditure appropriation									
Vote 1 - COUNCIL	906	3,000	–	–	–	1,500	(1,500)	-100%	3,000
Vote 2 - Office of the Municipal Manger	–	–	–	–	–	–	–	–	–
Vote 3 - Strategic Planning Monitoring and Evaluation	–	6,850	–	–	–	3,425	(3,425)	-100%	6,850
Vote 4 - Engineering Services	270,215	779,015	–	23,112	136,666	389,508	(252,842)	-65%	779,015
Vote 5 - Community Services	10,892	27,716	–	3,230	11,385	13,858	(2,473)	-18%	27,716
Vote 6 - Community Development	66,328	85,275	–	6,758	31,366	42,638	(11,271)	-26%	85,275
Vote 7 - Corporate and Shared Services	4,115	12,100	–	–	484	6,050	(5,566)	-92%	12,100
Vote 8 - Planning and Economic Development	2,449	27,500	–	–	–	13,750	(13,750)	-100%	27,500
Vote 9 - Budget and Treasury	4,999	8,350	–	1,099	5,199	4,175	1,024	25%	8,350
Vote 10 - Transport Operations	176,086	146,661	–	6,436	13,927	73,331	(59,404)	-81%	146,661
Vote 11 -	–	–	–	–	–	–	–	–	–
Total Capital single-year expenditure	535,989	1,096,467	–	40,636	199,027	548,234	(349,207)	-64%	1,096,467
Total Capital Expenditure	535,989	1,096,467	–	40,636	199,027	548,234	(349,207)	-64%	1,096,467
Capital Expenditure - Standard Classification									
Governance and administration	33,394	61,525	–	2,734	13,931	30,763	(16,832)	-55%	61,525
Executive and council	906	3,000	–	–	–	1,500	(1,500)	-100%	3,000
Budget and treasury office	4,999	8,350	–	1,099	5,199	4,175	1,024	25%	8,350
Corporate services	27,488	50,175	–	1,636	8,732	25,088	(16,356)	-65%	50,175
Community and public safety	56,052	72,516	–	6,740	31,497	36,258	(4,761)	-13%	72,516
Community and social services	3,058	20,750	–	1,030	9,185	10,375	(1,190)	-11%	20,750
Sport and recreation	50,900	45,900	–	5,118	21,721	22,950	(1,229)	-5%	45,900
Public safety	2,095	5,866	–	592	592	2,933	(2,341)	-80%	5,866
Housing	–	–	–	–	–	–	–	–	–
Health	–	–	–	–	–	–	–	–	–
Economic and environmental services	275,075	366,999	–	14,003	27,634	183,500	(155,866)	-85%	366,999
Planning and development	2,449	27,500	–	–	–	13,750	(13,750)	-100%	27,500
Road transport	272,626	339,499	–	14,003	27,634	169,750	(142,116)	-84%	339,499
Environmental protection	–	–	–	–	–	–	–	–	–
Trading services	171,469	595,427	–	17,159	125,965	297,714	(171,748)	-58%	595,427
Electricity	5,163	31,000	–	670	1,035	15,500	(14,465)	-93%	31,000
Water	161,891	375,018	–	14,875	97,867	187,509	(89,642)	-48%	375,018
Waste water management	571	–	–	–	–	–	–	–	–
Waste management	3,843	189,409	–	1,614	27,063	94,705	(67,642)	-71%	189,409
Other	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Standard Classification	535,989	1,096,467	–	40,636	199,027	548,234	(349,207)	-64%	1,096,467
Funded by:									
National Government	422,812	622,026	–	24,906	141,732	311,013	(169,281)	-54%	622,026
Provincial Government	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	422,812	622,026	–	24,906	141,732	311,013	(169,281)	-54%	622,026
Public contributions & donations	3,343	–	–	–	–	–	–	–	–
Borrowing	–	235,000	–	–	–	117,500	(117,500)	-100%	235,000
Internally generated funds	109,834	239,441	–	15,730	57,294	119,721	(62,426)	-52%	239,441
Total Capital Funding	535,989	1,096,467	–	40,636	199,027	548,234	(349,207)	-64%	1,096,467

The Municipality is currently implementing demand management procurement plan in ensuring contractors are appointed timeously to avoid material underspending.

2.6 Table C6: Monthly Budget Statement - Financial Position

The table below reflects the performance to date in relation to the financial position of the Municipality.

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	86,225	34,700		147,089	34,700
Call investment deposits	–	–		215,351	–
Consumer debtors	331,842	364,198		553,242	364,198
Other debtors	33,023	40,000	–	114,006	40,000
Current portion of long-term receivables	3	24,044	–	144	24,044
Inventory	62,996	36,215		53,352	36,215
Total current assets	514,089	499,157	–	1,083,184	499,157
Non current assets					
Long-term receivables	161	376	–		376
Investments	59,001	74,001		67,750	74,001
Investment property	658,489	617,158		658,489	617,158
Investments in Associate					
Property, plant and equipment	8,687,435	9,514,054		8,890,747	9,514,054
Agricultural					
Biological assets	8,999	14,278		8,088	14,278
Intangible assets	2,074	2,508		2,074	2,508
Other non-current assets	15,609	4,588			4,588
Total non current assets	9,431,768	10,226,963	–	9,627,148	10,226,963
TOTAL ASSETS	9,945,857	10,726,120	–	10,710,332	10,726,120
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	104,708	102,499		–	102,499
Consumer deposits	68,864	67,612		70,152	67,612
Trade and other payables	411,349	404,823		759,787	404,823
Provisions	–				
Total current liabilities	584,920	574,934	–	829,939	574,934
Non current liabilities					
Borrowing	196,618	355,622		253,318	355,622
Provisions	264,085	241,611		294,362	241,611
Total non current liabilities	460,702	597,233	–	547,680	597,233
TOTAL LIABILITIES	1,045,622	1,172,167	–	1,377,619	1,172,167
NET ASSETS	8,900,235	9,553,952	–	9,332,713	9,553,952
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	5,491,715	6,159,821		5,924,194	6,159,821
Reserves	3,408,519	3,394,132		3,408,519	3,394,132
TOTAL COMMUNITY WEALTH/EQUITY	8,900,235	9,553,952	–	9,332,713	9,553,952

2.7 Table C7: Monthly Budget Statement - Cash flow

The table below reflects the performance to date in relation to the cash flow of the Municipality.

Description	2015/16	Budget Year 2016/17							
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	281,024	314,846		25,739	135,939	157,423	(21,484)	-14%	314,846
Service charges	1,086,881	1,172,692		87,026	575,269	586,346	(11,076)	-2%	1,172,692
Other revenue	97,579	110,564		78,957	392,824	55,282	337,542	611%	110,564
Government - operating	471,626	864,900		229,822	559,673	432,450	127,223	29%	864,900
Government - capital	465,588	622,026		78,510	357,541	311,013	46,528	15%	622,026
Interest	27,593	87,472		6,434	36,138	43,736	(7,598)	-17%	87,472
Dividends						-	-		-
Payments									
Suppliers and employees	(2,116,876)	(2,297,056)		(293,806)	(1,754,248)	(1,148,528)	605,720	-53%	(2,297,056)
Finance charges	(34,580)	(40,000)		(10,536)	(10,536)	(20,000)	(9,464)	47%	(40,000)
Transfers and Grants	(17,180)	(11,500)		(520)	(8,360)	(5,750)	2,610	-45%	(11,500)
NET CASH FROM/(USED) OPERATING ACTIVITIES	261,655	823,944	-	201,626	284,239	411,972	127,733	31%	823,944
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		38,000			10,297	19,000	(8,703)	-46%	38,000
Decrease (Increase) in non-current debtors	-	400		(1)	2,603	200	2,403	1201%	400
Decrease (increase) other non-current receivables	5,878			-	-	-	-		-
Decrease (increase) in non-current investments						-	-		-
Payments									
Capital assets	(486,900)	(1,041,644)		(40,636)	(199,027)	(520,822)	(321,795)	62%	(1,041,644)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(481,022)	(1,003,244)	-	(40,637)	(186,127)	(501,622)	(315,495)	63%	(1,003,244)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans						-	-		
Borrowing long term/refinancing	42,800	235,000				117,500	(117,500)	-100%	235,000
Increase (decrease) in consumer deposits	1,251	4,000		331	2,117	2,000	117	6%	4,000
Payments									
Repayment of borrowing	(61,323)	(75,000)	-	(29,366)	(39,366)	(37,500)	1,866	-5%	(75,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(17,272)	164,000	-	(29,035)	(37,249)	82,000	119,249	145%	164,000
NET INCREASE/ (DECREASE) IN CASH HELD	(236,639)	(15,300)	-	131,954	60,863	(7,650)			(15,300)
Cash/cash equivalents at beginning:	322,864	50,000			86,225	50,000			86,225
Cash/cash equivalents at month/year end:	86,225	34,700	-		147,089	42,350			70,925

PART 2- SUPPORTING DOCUMENTATION

Table SC1 Material variance explanations

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	Revenue By Source			
	Fines	(3,262)	The fine income to date is lower than anticipated due to the culture of non-payment and adverse economic conditions	Revenue will level during the year
	Interest earned - external investments	(11,946)	Grants tranches were not paid according to previous financial year trends due to elections and amalgamation with Aganang Municipality. In some instances grants were not paid according to payment schedule thus municipality was cautious in making investment in order to avoid adverse cashflow	The municipality has more investments made which will be realised in the 3rd and 4th quarter. The investments made will yield the ideal interest rates.
	Licences and permits	(1,119)	The proportionate decrease in Licences and Permits, is mainly due to an decreased number of individuals obtaining licences and permits than anticipated.	
	Rental of facilities and equipment	2,209	Most of the municipal facilities were rented by the IEC during the election period which resulted in a spike in the collection	N/A.
2	Expenditure By Type			
	Employee related cost	(9,986)	Under performance due to vacant posts not filled	Spending will improve in the 3rd quarter as most of the vacant positions were advertised in the second quarter
	Remuneration of councillors	(1,906)	Under performance due to over budget to cover Aganang councillors	Downward adjustment will be considered during budget adjustment
	Finance charges	(15,866)	Finance charges on borrowings is payable every six months and on the finance lease is accounted for at the end of financial year	No corrective steps necessary.
	PHA	(16,915)	Full allocated grant had to be transferred due to entity under collection of revenue	The entity must tighten the credit control measures in order to be financially viable
	Cash Flow			
3	Other revenue	337,542	A tranche received from Aganang as part of the amalgamation	Budget to be aligned properly during budget adjustment

Table SC2 Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	-0.9%	8.5%	0.0%	0.9%	2.9%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	21.4%	0.0%	0.0%	21.4%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	8.0%	9.0%	0.0%	10.9%	9.0%
Gearing	Long Term Borrowing/ Funds & Reserves	5.8%	10.5%	0.0%	7.4%	10.5%
Liquidity						
Current Ratio	Current assets/current liabilities	87.9%	86.8%	0.0%	130.5%	86.8%
Liquidity Ratio	Monetary Assets/Current Liabilities	14.7%	6.0%	0.0%	43.7%	6.0%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	16.2%	15.2%	0.0%	50.8%	15.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old	0.0%	0.0%	0.0%	0.0%	0.0%
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
Other Indicators						
Employee costs	Employee costs/Total Revenue - capital revenue	26.5%	22.9%	0.0%	23.6%	22.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	22.6%	7.8%	0.0%	0.9%	2.7%

Section 3 – Debtors’ analysis

The debtor analysis provides an age analysis by revenue source and customer category.

Table SC3 Monthly Budget Statement - Aged Debtors

Description	Budget Year 2016/17								Total	Total over 90 days
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr		
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	73,295	11,917	10,774	7,044	7,241	7,935	36,107	98,787	253,100	157,114
Trade and Other Receivables from Exchange Transactions - Electricity	71,242	11,869	8,831	4,821	4,724	3,761	16,168	27,192	148,608	56,666
Receivables from Non-exchange Transactions - Property Rates	33,716	8,252	6,956	5,547	5,186	3,917	19,817	58,178	141,568	92,645
Receivables from Exchange Transactions - Waste Water Management	5,952	1,267	1,043	913	779	688	3,275	6,644	20,561	12,298
Receivables from Exchange Transactions - Waste Management	7,404	1,750	1,455	1,302	1,271	955	4,863	12,040	31,040	20,431
Receivables from Exchange Transactions - Property Rental Debtors	1	1	0	0	0	0	2	5	10	8
Interest on Arrear Debtor Accounts	19	551	467	655	795	827	5,930	70,333	79,576	78,540
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	(44,327)	614	1,453	1,586	1,801	786	5,062	139,722	106,697	148,957
Total By Income Source	147,302	36,220	30,979	21,868	21,797	18,870	91,223	412,900	781,160	566,658
2015/16 - totals only	46,698	56,992	32,250	28,092	20,246	20,613	91,952	421,350	718,194	582,254
Debtors Age Analysis By Customer Group										
Organs of State	15,182	1,392	1,306	1,278	1,285	817	3,247	13,874	38,380	20,500
Commercial	62,200	12,698	9,776	4,670	5,223	4,281	18,217	79,484	196,548	111,875
Households	68,789	20,096	18,185	14,655	13,554	12,777	62,824	266,341	477,221	370,151
Other	1,132	2,034	1,713	1,265	1,735	995	6,936	53,200	69,010	64,131
Total By Customer Group	147,302	36,220	30,979	21,868	21,797	18,870	91,223	412,900	781,160	566,658

Section 4 – Creditors’ Age analysis

The creditors’ analysis contains an aged analysis by customer type

Table SC4 Monthly Budget Statement - Aged Creditors

Description	Budget Year 2016/17								Total	Prior year totals for chart (same period)
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	50,930								50,930	31,225
Bulk Water	12,985								12,985	14,306
PAYE deductions									-	-
VAT (output less input)									-	-
Pensions / Retirement deductions									-	-
Loan repayments									-	-
Trade Creditors									-	-
Auditor General									-	-
Other									-	-
Total By Customer Type	63,916	-	-	-	-	-	-	-	63,916	45,532

Section 5 – Investment portfolio analysis

The investment portfolio analysis includes information on the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

Table SC5 Monthly Budget Statement - investment portfolio

On 31 December 2016 Council had **R 283,100,800.00** of investments at an average rate 6.8% per annum.

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands	Yrs/Months							
Municipality								
Standard Bank	4 Years	Call deposit	Call deposit	288	5.8%	59,000		59,000
PHA	20years	Long Term	2036 Jun 30	-	0.0%	1		1
Sanlam	10years	Long Term	2026 Jun 30	-	(CPIX+5%)	10,500		10,500
VBS Bank	6Mnths	Long Term	2017 April 05	1,038	858.3%	174,000		174,000
Nedbank	6Mnths	Long Term	2017 June 20	74	8.4%	36,000		36,000
Liberty Life	10Mnths	Long Term	2026 Dec. 01		(CPIX+5%)	3,600		3,600
Standard Bank	4mnths	Short term	2016 Dec 14	150		-		-
TOTAL INVESTMENTS AND INTEREST				1,551		283,101	-	283,101

The municipality has established a sinking fund to repay future long-term debt on AC Pipes. The premium on the sinking fund will be ring-fenced for the purpose of maintenance on water related infrastructure. The fund is being invested at CPIX + guaranteed 5%. The capital of the sinking fund is also guaranteed.

Table SC6 Monthly Budget Statement – Transfers and grants receipts

Description	2015/16	Budget Year 2016/17							
	Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
RECEIPTS:									
Operating Transfers and Grants									
National Government:	627,560	864,900	-	226,240	575,106	428,700	119,044	27.8%	864,900
Local Government Equitable Share	522,595	675,714		211,918	472,818	337,857	134,961	39.9%	675,714
Finance Management	1,875	2,619		-	2,619	1,310			2,619
Public Transport	11,000	46,365		-	23,186	23,183			46,365
Infrastructure skills development fund	5,000	6,000		-	2,800	3,000			6,000
Integrated National Electrification Programme	40,000	45,000		-	45,000	18,750			45,000
Municipal Infrastructure (MIG)	42,800	46,275		14,322	18,166	23,138	(4,972)	-21.5%	46,275
EPWP Incentive	3,360	5,975			4,182	2,988	1,195	40.0%	5,975
						-	-		-
Municipal Dermacation		8,952			6,336	4,476	1,860	41.6%	8,952
Municipal Systems Improvement	930					-	-		-
IIPSA		28,000				14,000	(14,000)	-100.0%	28,000
Total Operating Transfers and Grants	627,560	864,900	-	226,240	575,106	428,700	119,044	27.8%	864,900
Capital Transfers and Grants									
National Government:	476,660	622,026	-	78,510	342,108	311,013	(27,254)	-8.8%	622,026
Municipal Infrastructure Grant (MIG)	271,243	253,668		78,510	99,580	126,834	(27,254)	-21.5%	253,668
Public Transport and Systems	173,189	153,661		-	76,840	76,831			153,661
Neighbourhood Development Partnership	31,072	34,538		-	21,559	17,269			34,538
Regional Bulk Infrastructure		180,159		-	144,128	90,080			180,159
Integrated national electrification programme grant									
Expanded public works programme incentive grant	1,156						-		
Total Capital Transfers and Grants	476,660	622,026	-	78,510	342,108	311,013	(27,254)	-8.8%	622,026
TOTAL RECEIPTS OF TRANSFERS & GRANTS	1,104,220	1,486,926	-	304,750	917,214	739,713	91,790	12.4%	1,486,926

Table SC7 (1) Monthly Budget Statement – transfers and grant expenditure

Description	Ref	2015/16	Budget Year 2016/17							
		Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		616,793	827,948	-	93,514	386,022	413,974	(27,952)	-6.8%	827,948
Local Government Equitable Share		522,595	675,714		76,957	337,857	337,857	-		675,714
Finance Management		1,875	2,619		445	1,671	1,310	361	27.6%	2,619
Public Transport		11,000	46,365		13,426	23,445	23,183	263	1.1%	46,365
Infrastructure skills development fund		5,000	6,000				3,000	(3,000)	-100.0%	6,000
Integrated National Electrification Programme		40,000	45,000		909	7,252	22,500	(15,248)	-67.8%	45,000
Municipal Infrastructure (MIG)		32,963	46,275		727	12,271	23,138	(10,867)	-47.0%	46,275
EPWP Incentive		3,360	5,975		1,050	3,526	2,988	539	18.0%	5,975
Provincial Government:		930	8,952	-	1,729	3,815	4,476	(661)	-14.8%	8,952
Municipal Demarcation			8,952		1,729	3,815	4,476	(661)	-14.8%	8,952
Municipal Systems Improvement		930						-		
Other grant providers:		-	28,000	-	-	-	14,000	(14,000)	-100.0%	28,000
			28,000				14,000	(14,000)	-100.0%	28,000
<i>[insert description]</i>								-		
Total operating expenditure of Transfers and Grants:		617,723	864,900	-	95,243	389,837	432,450	(42,613)	-9.9%	864,900
Capital expenditure of Transfers and Grants										
National Government:		578,089	622,026	-	18,469	135,296	296,000	(160,704)	-54.3%	622,026
Municipal Infrastructure Grant (MIG)		349,749	253,668		17,917	76,784	126,834	(50,050)	-39.5%	253,668
Expanded public works programme incentive grant		1,156	-				-	-		-
Electricity Demand Side Management							-	-		-
Neighbourhood development partnership grant		28,327	34,538		553	553	17,269	(16,716)	-96.8%	34,538
Dept Environmental Affairs		20,840	180,159			50,997	75,066	(24,070)	-32.1%	180,159
Other transfers and grants [insert description]		178,017	153,661			6,963	76,831	(69,867)	-90.9%	153,661
Provincial Government:		-	-	-	-	-	-	-		-
Other grant providers:		3,343	-	-	-	-	-	-		-
		3,343						-		
								-		
Total capital expenditure of Transfers and Grants		581,432	622,026	-	18,469	135,296	296,000	(160,704)	-54.3%	622,026
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1,199,155	1,486,926	-	113,712	525,133	728,450	(203,317)	-27.9%	1,486,926

Table SC9 Monthly Budget Statement – actuals receipts and expenditure

Description	Budget Year 2016/17						2016/17 Medium Term Revenue & Expenditure Framework		
	July	August	Sept	October	Nov	Dec	Budget Year	Budget Year	Budget Year
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	2016/17	+1 2017/18	+2 2018/19
Cash Receipts By Source									
Property rates	16,303	25,545	20,615	23,583	24,154	25,739	314,846	341,322	373,861
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	57,053	78,652	76,492	69,696	65,711	64,297	807,191	933,242	1,020,967
Service charges - water revenue	12,846	21,597	20,651	19,689	22,454	14,819	250,708	282,046	320,591
Service charges - sanitation revenue	2,338	4,026	4,552	3,859	3,743	3,500	53,555	60,250	68,483
Service charges - refuse	3,111	4,517	4,643	5,604	5,100	4,411	61,237	68,892	78,308
Service charges - other	0	238	-	0	1,671	-	-	-	-
Rental of facilities and equipment	515	538	453	2,219	1,971	532	11,880	12,600	13,578
Interest earned - external investments	888	538	614	1,478	1,177	807	35,200	33,570	7,998
Interest earned - outstanding debtors	5,214	5,140	5,286	(88)	4,458	5,626	52,272	56,668	62,070
Dividends received	-	-	-	-	-	-	-	-	-
Fines	280	384	349	671	463	583	10,560	11,070	12,090
Licences and permits	356	980	632	1,061	769	792	11,001	12,605	14,495
Agency services	28	136	91	99	82	80	16,544	17,550	18,693
Transfer receipts - operating	94,725	208,144	24,294	-	2,688	229,822	864,900	965,719	1,076,279
Other revenue	29,727	105,719	110,026	56,997	14,609	66,681	60,579	31,716	34,739
Cash Receipts by Source	223,383	456,153	268,699	184,869	149,050	417,689	2,550,474	2,827,249	3,102,153
Other Cash Flows by Source									
Transfer receipts - capital		59,989	90,080	128,962		78,510	622,026	599,451	686,371
Contributions & Contributed assets		-	-	-		-	-	-	-
Proceeds on disposal of PPE		-	8	-		10,289	38,000	1,900	1,900
Short term loans		-	-	-		-	-	-	-
Borrowing long term/refinancing		-	-	-		-	235,000	134,000	71,000
Increase in consumer deposits	24	448	452	453	408	331	4,000	6,000	9,000
Receipt of non-current debtors	1	69	2	1	2,532	(1)	400	400	400
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-
Change in non-current investments	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	223,408	516,659	359,241	314,284	151,990	506,818	3,449,900	3,569,000	3,870,824
Cash Payments by Type									
Employee related costs	48,869	52,913	52,711	50,986	50,952	51,737	644,064	678,714	729,403
Remuneration of councillors	2,011	2,330	2,338	2,337	2,415	2,383	35,326	37,445	39,692
Interest paid						10,536	40,000	88,000	88,000
Bulk purchases - Electricity	68,242	86,671	95,744	65,335	60,345	59,488	659,010	721,417	789,735
Bulk purchases - Water & Sewer	10,671	232	58	185	240	78	180,626	197,731	216,456
Other materials	4,614	18,113	13,847	12,953	10,764	11,406	203,209	193,116	204,537
Contracted services	7,875	8,632	10,410	9,238	17,171	13,177	193,255	239,821	271,076
Grants and subsidies paid - other municipalities						-	-	-	-
Grants and subsidies paid - other	1,160	108,000	40	3,000	1,600	520	11,500	11,500	11,500
General expenses	77,823	71,881	177,668	174,424	80,561	155,017	381,567	376,529	347,833
Cash Payments by Type	221,264	348,773	352,816	318,458	224,047	304,342	2,348,556	2,544,273	2,698,232
Other Cash Flows/Payments by Type									
Capital assets	3,958	19,540	52,133	33,023	53,156	40,636	1,041,644	877,754	914,157
Repayment of borrowing			10,000			29,366	75,000	122,000	100,000
Other Cash Flows/Payments							-	-	-
Total Cash Payments by Type	225,222	368,312	414,949	351,481	277,204	374,344	3,465,200	3,544,027	3,712,388
NET INCREASE/(DECREASE) IN CASH HELD	(1,814)	148,347	(55,708)	(37,196)	(125,214)	132,474	(15,300)	24,973	158,435
Cash/cash equivalents at the month/year beginning:	86,200	84,386	232,733	177,025	139,828	14,614	86,200	70,900	95,873
Cash/cash equivalents at the month/year end:	84,386	232,733	177,025	139,828	14,614	147,089	70,900	95,873	254,308

Section 9 - Capital programme performance

The capital programme performance table provides details of capital expenditure by month

Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	5,366	25,024		3,958	3,958	25,024	21,066	84.2%	0%
August	15,024	66,869		16,120	20,078	91,892	71,814	78.2%	2%
September	29,542	78,552		52,133	72,211	170,444	98,233	57.6%	7%
October	28,880	44,312		33,023	105,234	214,756	109,522	51.0%	10%
November	31,445	89,507		53,156	158,391	304,263	145,872	47.9%	14%
December	49,119	106,077		40,636	199,027	410,340	211,313	51.5%	18%
January	41,168	177,632				587,972	-		
February	59,395	81,432				669,404	-		
March	59,011	130,858				800,262	-		
April	49,740	96,734				896,995	-		
May	57,424	91,386				988,381	-		
June	109,874	108,086				1,096,467	-		
Total Capital expenditure	535,989	1,096,467	-	199,027					

Table SC13a Monthly Budget Statement - capital expenditure on new assets

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		371,031	561,288	–	22,588	130,665	280,644	149,979	53.4%	561,288
Infrastructure - Road transport		30,143	89,300	–	4,426	11,877	44,650	32,773	73.4%	89,300
Roads, Pavements & Bridges		30,143	89,300		4,426	11,877	44,650	32,773	73.4%	89,300
Storm water							–	–		
Infrastructure - Electricity		3,868	29,000	–	670	1,029	14,500	13,471	92.9%	29,000
Generation							–	–		
Transmission & Reticulation			29,000		670	1,029	14,500	13,471	92.9%	29,000
Street Lighting		3,868								
Infrastructure - Water		160,934	139,418	–	9,442	98,745	69,709	(29,036)	-41.7%	139,418
Dams & Reservoirs							–	–		
Water purification							–	–		
Reticulation		160,934	139,418		9,442	98,745	69,709	(29,036)	-41.7%	139,418
Infrastructure - Sanitation		–	180,159	–	–	–	90,080	90,080	100.0%	180,159
Reticulation							–	–		
Sewerage purification			180,159				90,080	90,080	100.0%	180,159
Infrastructure - Other		176,086	123,411	–	8,050	19,013	61,706	42,692	69.2%	123,411
Waste Management			6,750		1,614	5,614	3,375	(2,239)	-66.3%	6,750
Transportation		176,086	116,661		6,436	13,400	58,331	44,931	77.0%	116,661
Gas							–	–		
Other							–	–		
Community		42,984	57,666	–	5,785	21,300	28,833	7,533	26.1%	57,666
Parks & gardens		2,132	10,300		182	1,669	5,150	3,481	67.6%	10,300
Sportsfields & stadia		38,775	39,900		5,118	19,068	19,950	882	4.4%	39,900
Swimming pools		–	–				–	–		–
Community halls		–	–				–	–		–
Libraries		445	1,300		5	84	650	566	87.1%	1,300
Recreational facilities		–	–				–	–		–
Fire, safety & emergency		1,327	2,250		480	480	1,125	645	57.4%	2,250
Social rental housing		–	–				–	–		–
Other		305	3,916				1,958	1,958	100.0%	3,916
Heritage assets		–	–	–	–	–	–	–	–	–
Other assets		8,438	61,300	–	106	1,262	30,650	29,388	95.9%	61,300
General vehicles		906	–				–	–		–
Specialised vehicles		–	–		–	–	–	–		–
Plant & equipment		3,304	30,000			25	15,000	14,975	99.8%	30,000
Computers - hardware/equipment		402	4,100			484	2,050	1,566	76.4%	4,100
Furniture and other office equipment		–	3,200				1,600	1,600	100.0%	3,200
Abattoirs		–	–				–	–		–
Markets		–	–				–	–		–
Civic Land and Buildings		–	–				–	–		–
Other Buildings		590	–				–	–		–
Other Land		–	20,000				10,000	10,000	100.0%	20,000
Surplus Assets - (Investment or Inventory)		–	–				–	–		–
Other		3,237	4,000		106	753	2,000	1,247	62.3%	4,000
Intangibles		3,217	–	–	–	–	–	–	–	–
Computers - software & programming		3,217	–				–	–		–
Other		–	–				–	–		–
Total Capital Expenditure on new assets	1	425,671	680,254	–	28,479	153,228	340,127	186,899	54.9%	680,254

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

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		77,751	343,638	-	8,574	25,245	171,819	146,574	85.3%	343,638
Infrastructure - Road transport		69,020	103,538	-	3,141	3,141	51,769	48,628	93.9%	103,538
<i>Roads, Pavements & Bridges</i>		69,020	103,538		3,141	3,141	51,769	48,628	93.9%	103,538
<i>Storm water</i>							-	-		
Infrastructure - Electricity		1,377	2,000	-	-	-	1,000	1,000	100.0%	2,000
<i>Generation</i>		-					-	-		
<i>Transmission & Reticulation</i>		1,377	2,000				1,000	1,000	100.0%	2,000
<i>Street Lighting</i>		-					-	-		
Infrastructure - Water		5,396	235,600	-	5,433	21,227	117,800	96,573	82.0%	235,600
<i>Dams & Reservoirs</i>							-	-		
<i>Water purification</i>							-	-		
<i>Reticulation</i>		5,396	235,600		5,433	21,227	117,800	96,573	82.0%	235,600
Infrastructure - Sanitation		571	-	-	-	-	-	-		-
<i>Reticulation</i>							-	-		
<i>Sewerage purification</i>		571					-	-		
Infrastructure - Other		1,387	2,500	-	-	877	1,250	373	29.8%	2,500
<i>Waste Management</i>		1,387	2,500			877	1,250	373	29.8%	2,500
<i>Transportation</i>							-	-		
<i>Gas</i>							-	-		
<i>Other</i>							-	-		
Community		8,965	26,750	-	843	5,279	13,375	8,096	60.5%	26,750
Parks & gardens		852	2,300		843	2,375	1,150	(1,225)	-106.5%	2,300
Sportsfields & stadia		4,452	6,000			2,724	3,000	276	9.2%	6,000
Swimming pools		-	-				-	-		-
Community halls		-	-				-	-		-
Libraries		1,215	-				-	-		-
Recreational facilities		1,340	-				-	-		-
Fire, safety & emergency		-	1,166				583	583	100.0%	1,166
Security and policing		826	-				-	-		-
Other		281	17,284			181	8,642	8,461	97.9%	17,284
Other							-	-		
Other assets		23,602	45,825	-	2,741	15,274	22,913	7,638	33.3%	45,825
General vehicles							-	-		-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment		-	-				-	-		-
Computers - hardware/equipment		-	6,600				3,300	3,300	100.0%	6,600
Furniture and other office equipment		485	-				-	-		-
Abattoirs		-	-				-	-		-
Markets		-	-				-	-		-
Civic Land and Buildings		9,892	30,875		1,636	9,593	15,438	5,844	37.9%	30,875
Other Buildings		5,499	6,350		993	5,386	3,175	(2,211)	-69.6%	6,350
Other Land		-	-				-	-		-
Surplus Assets - (Investment or Inventory)		-	-				-	-		-
Other		7,727	2,000		112	295	1,000	705	70.5%	2,000
Total Capital Expenditure on renewal of existing assets	1	110,319	416,213	-	12,157	45,799	208,107	162,308	78.0%	416,213

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

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		130,672	144,479	-	14,876	93,412	72,240	(21,172)	-29.3%	144,479
Infrastructure - Road transport		31,264	44,010	-	7,574	33,874	22,005	(11,869)	-53.9%	44,010
Roads, Pavements & Bridges		29,525	19,672		7,574	9,574	9,836	262	2.7%	19,672
Storm water		1,739	24,337			24,300	12,169	(12,131)	-99.7%	24,337
Infrastructure - Electricity		28,245	24,746	-	2,195	18,900	12,373	(6,527)	-52.8%	24,746
Generation		-	-				-	-		-
Transmission & Reticulation		28,245	24,746		2,195	18,900	12,373	(6,527)	-52.8%	24,746
Street Lighting		-	-				-	-		-
Infrastructure - Water		32,796	31,873	-	2,467	18,977	15,937	(3,040)	-19.1%	31,873
Dams & Reservoirs		-	-				-	-		-
Water purification		-	-				-	-		-
Reticulation		32,796	31,873		2,467	18,977	15,937	(3,040)	-19.1%	31,873
Infrastructure - Sanitation		38,367	14,987	-	166	3,727	7,493	3,766	50.3%	14,987
Reticulation		38,367	14,987		166	3,727	7,493	3,766	50.3%	14,987
Sewerage purification		-	-				-	-		-
Infrastructure - Other		-	28,863	-	2,474	17,934	14,432	(3,502)	-24.3%	28,863
Waste Management			28,863		2,474	17,934	14,432	(3,502)	-24.3%	28,863
Transportation			-				-	-		-
Gas			-				-	-		-
Other			-				-	-		-
Community		62,649	17,824	-	3,944	11,195	8,912	(2,283)	-25.6%	17,824
Parks & gardens		11,266	6,511		459	2,102	3,255	1,154	35.4%	6,511
Sportsfields & stadia		5,196	2,927		994	4,624	1,464	(3,160)	-215.9%	2,927
Swimming pools			137			115	69	(46)	-67.6%	137
Community halls		210	117		-	-	59	59	100.0%	117
Libraries		173	89		-	156	44	(111)	-250.3%	89
Recreational facilities			254				127	127	100.0%	254
Fire, safety & emergency		1,349	889		-	583	444	(138)	-31.1%	889
Security and policing			13		-	-	6	6	100.0%	13
Buses			-				-	-		-
Clinics			-				-	-		-
Museums & Art Galleries		192	17		-	9	8	(1)	-8.5%	17
Cemeteries		1,176	805		0	397	402	5	1.3%	805
Social rental housing			-				-	-		-
Other		43,087	6,066		2,490	3,210	3,033	(177)	-5.8%	6,066
Heritage assets		-	-	-	-	-	-	-	-	-
Other assets		-	40,906	-	2,184	20,167	20,453	286	1.4%	40,906
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-		-
Other			40,906		2,184	20,167	20,453	286	1.4%	40,906
Total Repairs and Maintenance Expenditure		193,320	203,209	-	21,004	124,774	101,604	(23,170)	-22.8%	203,209

Table SC13d Monthly Budget Statement - depreciation

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure										
Infrastructure - Road transport										
Roads, Pavements & Bridges		96,877	88,555	-	7,380	44,277	44,277	-		88,555
Storm water		26,009	25,340	-	2,112	12,670	12,670	-		25,340
Infrastructure - Electricity		26,009	25,340		2,112	12,670	12,670	-		25,340
Generation							-	-		
Transmission & Reticulation		20,155	17,978	-	1,498	8,989	8,989	-		17,978
Street Lighting							-	-		-
Infrastructure - Water		20,155	17,978		1,498	8,989	8,989	-		17,978
Dams & Reservoirs							-	-		-
Water purification		44,345	39,555	-	3,296	19,778	19,778	-		39,555
Reticulation							-	-		-
Infrastructure - Sanitation							-	-		-
Reticulation		44,345	39,555		3,296	19,778	19,778	-		39,555
Sewerage purification		6,369	4,451	-	371	2,226	2,226	-		4,451
Infrastructure - Other							-	-		-
Waste Management		6,369	4,451		371	2,226	2,226	-		4,451
Transportation		-	1,230	-	102	615	615	-		1,230
Gas			1,230		102	615	615	-		1,230
Other							-	-		
Community										
Parks & gardens										
Sportsfields & stadia		108,123	91,445	-	7,620	45,723	45,723	-		91,445
Swimming pools		501	447		37	223	223	-		447
Community halls		58,301	49,705		4,142	24,852	24,852	-		49,705
Libraries		86	77		6	38	38	-		77
Recreational facilities		91	81		7	41	41	-		81
Fire, safety & emergency		578	516		43	258	258	-		516
Security and policing		-	-		-	-	-	-		-
Buses		2,757	2,459		205	1,230	1,230	-		2,459
Clinics		164	146		12	73	73	-		146
Museums & Art Galleries		-	-		-	-	-	-		-
Cemeteries		76	68		6	34	34	-		68
Social rental housing		136	179		15	90	90	-		179
Other		185	165		14	83	83	-		165
Heritage assets										
		-	-		-	-	-	-		-
Total Depreciation		205,000	180,000	-	15,000	90,000	90,000	-		180,000

Section 10 - Municipal Manager Quality certification

I, **HENRY LUBBE**, the Acting Municipal Manager of Polokwane Local Municipality, hereby

Certify that –

- The Monthly Budget Statement
- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid-year budget and performance assessment

For the month of **December 2016** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: _____

Acting Municipal Manager of Polokwane Local Municipality: LIM354

Signature : _____

Date : _____

Annexure A Capital Programme 2016/2017

MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
Special Focus - Council					
Renovation for the dilapidated AIDS Centre	CRR	3,000,000	-	-	0.00%
Total Special Focus		3,000,000	-	-	0.00%
Clusters - SPME					
Thusong Service Centre (TSC) -Mankweng	CRR	2,350,000	-	-	0.00%
Thusong Service Centre (TSC)-Moleletje cluster	CRR	1,000,000	-	-	0.00%
Mobile service sites	CRR	1,500,000	-	-	0.00%
Renovation of existing Cluster offices	CRR	2,000,000	-	-	0.00%
Total Clusters		6,850,000	-	-	0.00%
Facility Management Community Development					
Civic Centre refurbishment	CRR	11,500,000	1,635,587	9,367,213	81.45%
Renovation of offices	CRR	2,000,000	-	721,374	36.07%
Furniture and Office Equipment	CRR	2,600,000	-	-	0.00%
Upgrading of Offices Stadium	PTISG	7,000,000	-	-	0.00%
Workers Residence(barracks)	CRR	3,000,000	-	-	0.00%
Refurbishment of City Library and Auditorium	CRR	2,000,000	-	-	0.00%
Furniture and Equipment Molepo library	CRR	600,000	-	-	0.00%
Refurbishment of BakoneMalapa museum	CRR	875,000	-	-	0.00%
Refurbishment of Westernburg Hall	CRR	2,000,000	-	-	0.00%
		31,575,000	1,635,587	10,088,587	31.95%
Security Services - Community Services					
CCTV Camera Maintenance	CRR	550,000	112,124	112,124	20.39%
Purchasing of 20 x 9mm CZ Pistols	CRR	250,000	-	-	0.00%
Total Security Services		800,000	112,124	112,124	14.02%

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
Roads & Stormwater - Engineering					
Tarring of Arterial road in SDA1 (Lithuli and Madiba park)	MIG	6,000,000	309,960	493,106	8.22%
Tarring Ntsime to Sefateng	MIG	6,000,000	353,644	353,644	5.89%
Upgrading Semanya to Matekereng	MIG	6,000,000	-	-	0.00%
Tarring of internal streets in Toronto	MIG	6,000,000	284,349	284,349	4.74%
Tarring Sebayeng village (ring road)	MIG	6,000,000	183,420	256,002	4.27%
Tarring Chebeng to Makweya	MIG	6,000,000	-	583,122	9.72%
Upgrading Internal Street in Seshego	MIG	6,000,000	-	-	0.00%
Upgrading of Ramongoana bus and Taxi roads	MIG	6,000,000	359,053	359,053	5.98%
Upgrading of Ntshitshane Road	MIG	6,000,000	294,158	294,158	4.90%
Upgrading of internal streets linked with Excelsior Street in Mankweng unit A	MIG	6,000,000	239,210	1,226,308	20.44%
Upgrading of Arterial road in Ga Rampheri	MIG	6,000,000	-	1,469,129	24.49%
Tarring of internal streets in municipal development in Bendor	CRR	10,000,000	701,127	701,127	7.01%
Planning for Upgrading of internal streets in Molepo, Chuene Maja cluster	MIG	150,000	-	-	0.00%
Tarring of Makotopong	MIG	7,000,000	1,573,047	6,369,546	90.99%
Rehabilitation of streets in Seshego	CRR	2,000,000	-	-	0.00%
Tarring of internal Streets in Seshego	CRR	3,000,000	-	-	0.00%
Tarring of internal Streets in Mankweng	CRR	3,000,000	127,673	127,673	4.26%
Upgrading of street in De wet between Munnik/R81 and R71	CRR	9,000,000	-	-	0.00%
Rehabilitation of Blaauberg between fluorspar and Bulawayo	CRR	3,000,000	-	-	0.00%
Rehabilitation of street between De wet and Veldspaat	CRR	4,500,000	348,641	348,641	7.75%
Rehabilitation of Magazyn street between Suid and Hospital	CRR	10,000,000	599,332	599,332	5.99%
Rehabilitation of street in Thabo Mbeki between N1 traffic circle and Schoeman street	CRR	11,000,000	647,088	647,088	5.88%
Rehabilitation of plain street between suid and hospital	CRR	12,000,000	-	-	0.00%
Rehabilitation of burger street	CRR	10,000,000	536,533	536,533	5.37%
Rehabilitation of florapark (Erasmus street between De wet and Maeroela)	CRR	7,500,000	456,930	456,930	6.09%
Upgrading of roads, NMT and street lights	NDPG	20,000,000	552,569	552,569	2.76%
Storm water, walk ways and beautification	NDPG	9,500,000	-	-	0.00%
Street furniture, greening and landscaping	NDPG	5,038,000	-	-	0.00%
Planning Makanye Road	MIG	150,000	-	-	0.00%
Mohlonong to Kalkspruit upgrading of road from gravel to tar. (Multi year)	MIG	1,000,000	-	-	0.00%
(D3402, D3405, D3409 and D3332) Lonsdale to Percy clinic via Flora upgrading of road from gravel to tar. (Multi year)	MIG	700,000	-	-	0.00%
Total - Roads and Stormwater		194,538,000	7,566,735	15,658,310	8.05%
Water Supply and reticulation - Engineering					
Olifantspoort RWS (Mmotong wa Perekisi)	MIG	9,000,000	768,287	5,744,580	63.83%
Mothapo RWS	MIG	6,000,000	-	1,864,495	31.07%
Moleetjie East RWS	MIG	7,000,000	252,274	2,311,841	33.03%
Moleetjie North RWS	MIG	3,000,000	-	414,868	13.83%
Sebayeng/Dikgale RWS	MIG	15,392,131	-	2,027,921	13.18%
Moleetjie South RWS	MIG	10,000,000	986,313	4,116,782	41.17%
Houtriver RWS phase 10	MIG	4,000,000	-	1,692,478	42.31%
Chuene Maja RWS phase 9	MIG	10,000,000	5,101,546	10,210,726	102.11%

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
Molepo RWS phase 10	MIG	10,000,000	1,729,352	7,481,687	74.82%
Laastehoop RWS phase 10	MIG	6,975,869	155,903	2,619,092	37.55%
Mankweng RWS phase 10	MIG	8,000,000	-	790,456	9.88%
Boyne RWS phase 10	MIG	4,000,000	-	-	0.00%
Segwasi RWS	MIG	4,000,000	-	1,739,689	43.49%
Badimong RWS phase 10	MIG	8,000,000	208,050	2,120,316	26.50%
Extension 78 water reticulation	CRR	1,550,000	-	1,463,627	94.43%
Upgrading of laboratory	CRR	500,000	-	-	0.00%
Installation of Meters at Seshego Zone 5	CRR	2,500,000	240,748	1,404,850	56.19%
Upgrading of water reticulation in City centre	CRR	100,000	-	27,723	27.72%
Regional waste Water treatment plant	RBIG	130,000,000	-	50,996,538	39.23%
Replacement of asbestos (AC) Pipes	Loan	55,000,000	5,432,891	21,226,909	38.59%
Smart, prepaid watering system	Loan	165,000,000	-	-	0.00%
Aganang Cluster C (Mandela Uḽjane & Venus)	MIG	6,020,208	-	-	0.00%
Sebora, Glenrooi, Madiba and Setumomg Water Supply	MIG	13,869,792	-	-	0.00%
Total - Water Supply and reticulation		479,908,000	14,875,364	119,972,159	25.00%
Energy Services - Engineering					
Electrification of urban households	CRR	10,000,000	-	-	0.00%
Illumination of public areas (street lights) in Rabe, Hans van Rensburg	CRR	1,500,000	648,018	648,018	43.20%
Illumination of public areas (High Mast lights)	CRR	2,000,000	-	340,317	17.02%
SCADA on RTU	CRR	2,000,000	-	-	0.00%
Upgrade 800A Bus-bars to 1200A in Alpha 66KV Distribution substation	CRR	2,000,000	-	-	0.00%
Planning and design New Bakone to IOTA 66KV double circuit GOAT line	CRR	2,000,000	-	-	0.00%
Build 66KV/Bakone substation	CRR	10,000,000	-	-	0.00%
Design and Construct permanent distribution substation at Thornhill	CRR	1,000,000	-	-	0.00%
Plant and Equipment	CRR	500,000	21,906	46,708	9.34%
Total Energy Services		31,000,000	669,924	1,035,044	3.34%

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MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
Disaster and Fire - Community Services					
Acquisition of fire Equipment	CRR	1,500,000	479,505	479,505	31.97%
Breathing aparators	CRR	150,000	-	-	0.00%
Total Disaster and Fire		1,650,000	479,505	479,505	29.06%
Traffic & Licencing - Community Services					
Purchase alcohol testers	CRR	216,000	-	-	0.00%
Purchase of note counting equipment	CRR	600,000	-	-	0.00%
Upgrade queue management system	CRR	100,000	-	-	0.00%
Upgrading of city vehicle pound	CRR	300,000	-	-	0.00%
Renovations- Traffic Auditorium, parade room and Training Facility	CRR	150,000	-	-	0.00%
Procure blue lights and siren systems	CRR	80,000	-	-	0.00%
Upgrading city license facility/	CRR	500,000	-	-	0.00%
Upgrading of vehicle weighbridge	CRR	1,200,000	-	-	0.00%
Procurement of AARTO equipments	CRR	200,000	-	-	0.00%
Procurement of office cleaning equipment's	CRR	70,000	-	78,261	111.80%
Total Traffic and Licensing		3,416,000	-	78,261	2.29%
Environmental Management - Community Services					
Grass cutting equipment's	CRR	900,000	-	-	0.00%
Entraces development and upgrade	CRR	2,500,000	658,454	1,720,831	68.83%
City Beautification	CRR	1,800,000	-	641,295	35.63%
Development of a Botanical garden	CRR	1,600,000	-	-	0.00%
Development of a park at Ext 44 and 76	CRR	1,900,000	182,496	912,482	48.03%
Upgrading of Tom Naude Park	CRR	1,300,000	131,039	600,824	46.22%
Zone 4 Park Expansion Phase 2	CRR	800,000	-	115,349	14.42%
Upgrading of Security at Game Reserve	CRR	1,000,000	53,200	233,735	23.37%
Upgrading of Environmental Education Centre	CRR	800,000	-	-	0.00%
Total Environment Management		12,600,000	1,025,189	4,224,516	33.53%

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
Waste Management - Community Services					
30 m3 skip containers	CRR	600,000	-	-	0.00%
Extension of landfill site	CRR	300,000	-	-	0.00%
Extension of offices	CRR	700,000	-	709,385	101.34%
Rural transfer station (Makgodu)	CRR	5,000,000	-	2,683,676	53.67%
770 L Refuse Containers	CRR	800,000	-	-	0.00%
Net for skip containers	CRR	100,000	-	-	0.00%
No dumping boards	CRR	150,000	-	-	0.00%
Hand held radios	CRR	100,000	-	-	0.00%
Ladanna transfer station	CRR	1,500,000	-	167,617	11.17%
Aganang construction of Landfill site.(Multi year)	MIG	8,000,000	1,613,613	2,929,980	36.62%
Regional waste Water treatment plant	RBIG	50,159,000	-	-	0.00%
Total Waste Management		67,409,000	1,613,613	6,490,658	9.63%
Sport & Recreation - Community Development					
Upgrading of Seshego Stadium	CRR	5,000,000	-	300,701	6.01%
Upgrading of Ga- Manamela Sport Complex	MIG	6,000,000	-	2,423,323	40.39%
Construction of an RDP Combo Sport Complex at Molepo Area -1	MIG	12,000,000	168,934	1,659,508	13.83%
Construction of an RDP Combo Sport Complex at Molepo Area- 2	CRR		-	-	
Construction of Mankweng Sport facility-2	CRR		-	-	
Construction of Mankweng Sport facility-1	MIG	17,000,000	2,042,810	9,577,728	56.34%
Sport stadium in Ga-Maja	MIG	10,000,000	2,906,289	6,582,103	65.82%
EXT 44/77 Sports and Recreation Facility	MIG		-	-	
Construction of borehole at Town pool	CRR	3,400,000	-	1,177,695	34.64%
Grass Cutting equipment	CRR	500,000	-	-	0.00%
Mohlonong Upgrading of Stadium	MIG	410,000		-	0.00%
Total Sport and Recreation		54,310,000	5,118,033	21,721,058	39.99%
Cultural Services - Community Development					
Collection development	CRR	800,000	4,751	83,587	10.45%
Seshego Library upgrade	CRR		-	-	
Library Furniture & Equipment-Molepo library	CRR	500,000	-	-	0.00%
Total - Cultural Services		1,300,000	4,751	83,587	6.43%
Information Services - Corporate and Shared Services					
Provision of Laptops, PCs and Peripheral Devices	CRR	1,200,000	-	484,338	40.36%
Implementation of ICT Strategy	CRR	2,500,000	-	-	0.00%
Network Upgrade	CRR	5,900,000	-	-	0.00%
Total Information Services		9,600,000	-	484,338	5.05%
Secretariat - Corporate and Shared Services					
Offsite Filing	CRR	2,500,000	-	-	0.00%
Total Secretariat		2,500,000	-	-	0.00%

In-year report (December 2016) – Monthly, Mid-Year & 2nd Quarter Budget Statement

MULTI YEAR BUDGET	Funding	Original Budget 2016/7	DECEMBER	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
City Planning - Planning and Economic Development					
Township establishment-Farm Volgestruisfontein 667 LS	CRR	1,200,000	-	-	0.00%
Township establishment-Portion 74 and 75 of Ivy Dale Agricultural Holdings	CRR	1,200,000	-	-	0.00%
Acquisition of Land	CRR	18,500,000	-	-	0.00%
Itsoseng Fencing	CRR	2,000,000	-	-	0.00%
Rural settlement development	CRR	2,000,000	-	-	0.00%
Total City Planning		24,900,000	-	-	0.00%
GIS - Planning and Economic Development					
Integrated GIS System	CRR	700,000	-	-	0.00%
Surveying Computation / Calculation Software	CRR	400,000	-	-	0.00%
Total GIS		1,100,000	-	-	0.00%
Transport Operations(IPRTS)- Transport and Services					
Implementation of IRPTS Infrastructure	PTISG	116,661,000	6,436,437	13,399,795	11.49%
IT Equipment	PTISG	30,000,000	-	-	0.00%
Total Transport Operations		146,661,000	6,436,437	13,399,795	9.14%
Supply chain management - Budget and Treasury Services					
Upgrading of stores	CRR	6,350,000	992,968	5,092,866	80.20%
BTO amenities	CRR	2,000,000	105,702	105,702	5.29%
Revenue water conveyance	Loan	15,000,000	-	-	0.00%
		23,350,000	1,098,670	5,198,568	22.26%
TOTAL EXPENDITURE NEW PROJECTS		1,096,467,000	40,635,932	199,026,511	18.15%
Municipal Infrastructure Grant (MIG)	MIG	253,668,000	17,916,599	76,783,591	30.27%
Regional Bulk Infrastructure Grant	RGIG	180,159,000	-	50,996,538	28.31%
Neighbourhood Dev Partnership Grant	NDPG	34,538,000	552,569	552,569	1.60%
Public Transport Infrastructure System Grant (PTIG)	PTIG	153,661,000	6,436,437	13,399,795	8.72%
Total DoRA Allocations		622,026,000	24,905,605	141,732,494	22.79%
Borrowings	LOAN	235,000,000	5,432,891	21,226,909	9.03%
Own Funds	CRR	239,441,000	10,297,436	36,067,107	15.06%
TOTAL NEW PROJECTS		1,096,467,000	40,635,932	199,026,511	18.15%