



Monthly Budget Statement

31 January 2017

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 JANUARY 2017.

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”.

For the reporting period ending 31 January 2017, the 10 working days reporting period expires on **14 February 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 January 2017 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								%	
Financial Performance									
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	-	182,190	1,523,131	1,644,023	(120,892)	-7%	2,818,325
Total Expenditure	2,838,196	2,578,556	-	177,109	1,435,081	1,504,158	(69,077)	-5%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	-	5,082	88,050	139,865	(51,815)	-37%	239,769
Transfers recognised - capital	473,585	622,026	-	9,665	150,847	362,849	(212,002)	-58%	622,026
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(104,956)	861,795	-	14,746	238,897	502,714	(263,817)	-52%	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 January 2017 amounts **R 1,523,130,981.80: 54%**(December 2016: 47%) 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 January 2017 amounted to **R 1,435,080,721.28: 56%**(December 2016:49%) 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

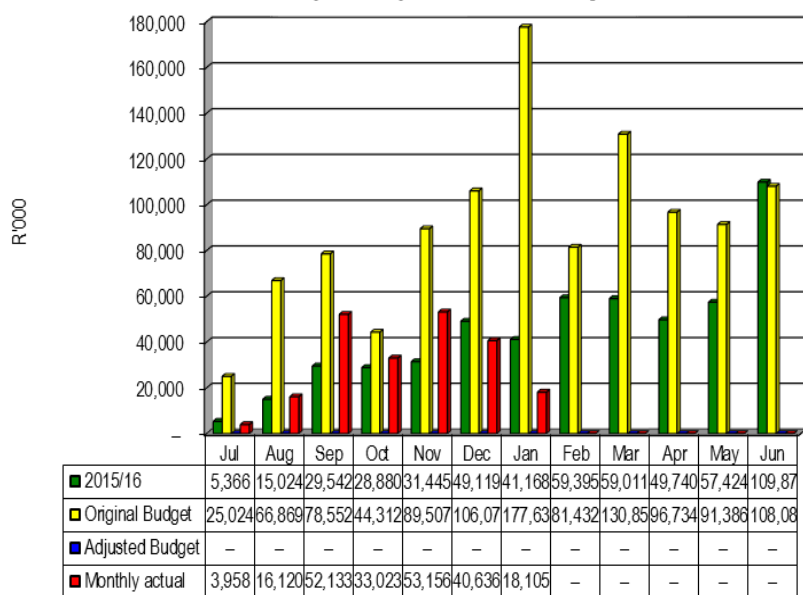
Approved capital budget for 2016/2017 amounts to R 1 096 467 000. Payments in respect of Capital Projects amounts to **R 217,131,599.73** as at 31 January 2017. The expenditure is equals to 19.77% of the capital budget. As per decision of re-determination of municipal boundaries the spending was affected negatively by the elections which were held in August since the municipality did not want to over-commit the incoming council. This led to delayed implementation of capital projects. 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.

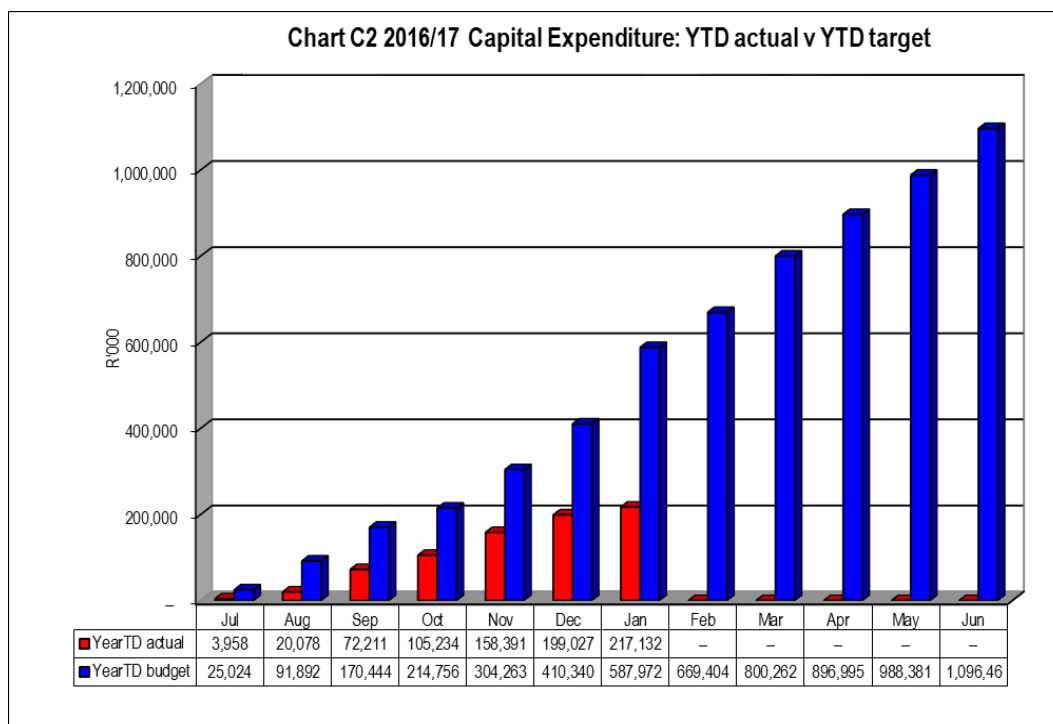
In-year report (January 2017) – Monthly Budget Statement

In the seventh month of trading only 19.77% (December 2016:18%) of the capital budget has been spent. The breakdown as at 31 January 2017 is tabulated as follows:

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
Funded by:									
National Government	449,551	622,026		9,656	151,388	362,849	(211,460)	-58%	622,026
Provincial Government						-	-		
Transfers recognised - capital	449,551	622,026	-	9,656	151,388	362,849	(211,460)	-58%	622,026
Public contributions & donations	3,343					-	-		-
Borrowing	-	235,000				137,083	(137,083)	-100%	235,000
Internally generated funds	93,574	239,441		8,450	65,744	139,674	(73,930)	-53%	239,441
Total Capital Funding	546,468	1,096,467	-	18,105	217,132	639,606	(422,474)	-66%	1,096,467

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



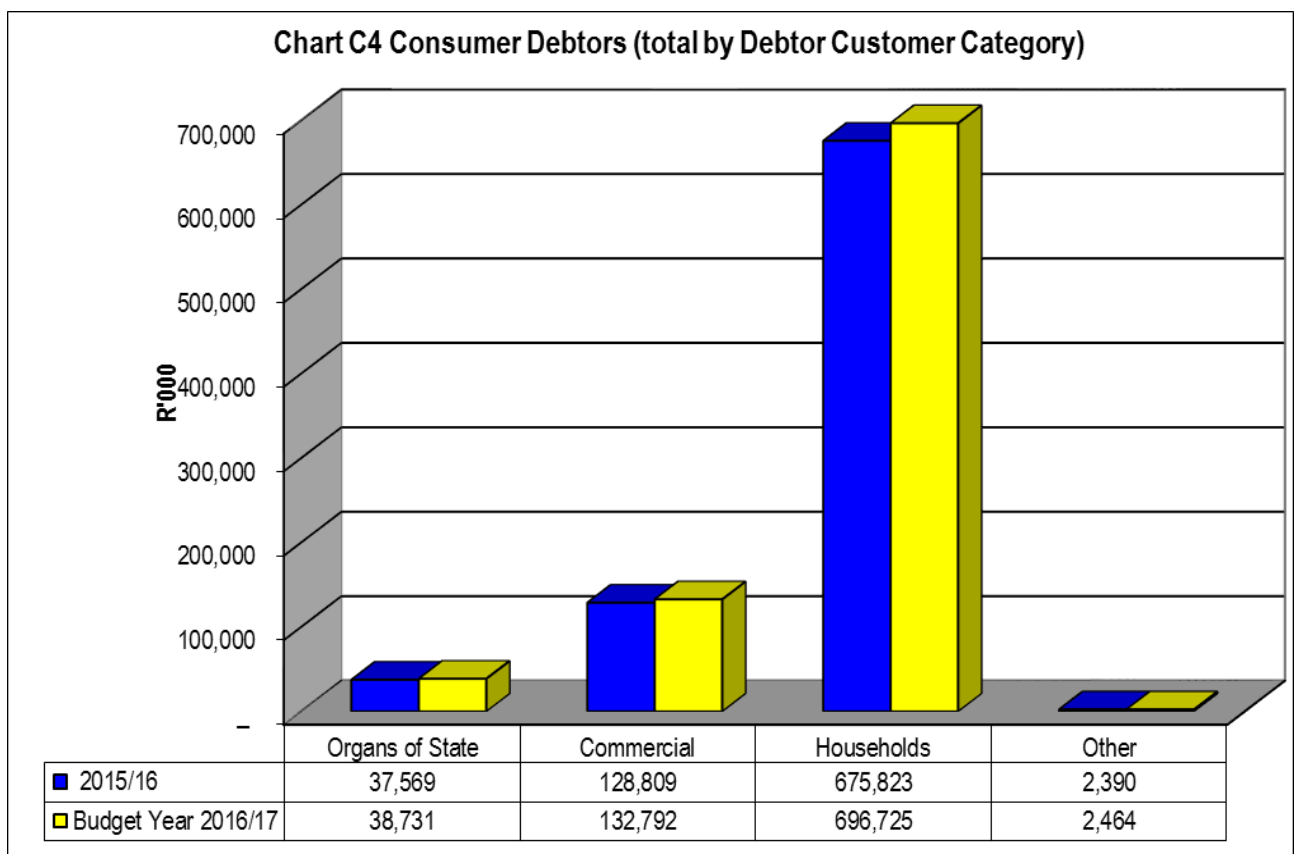
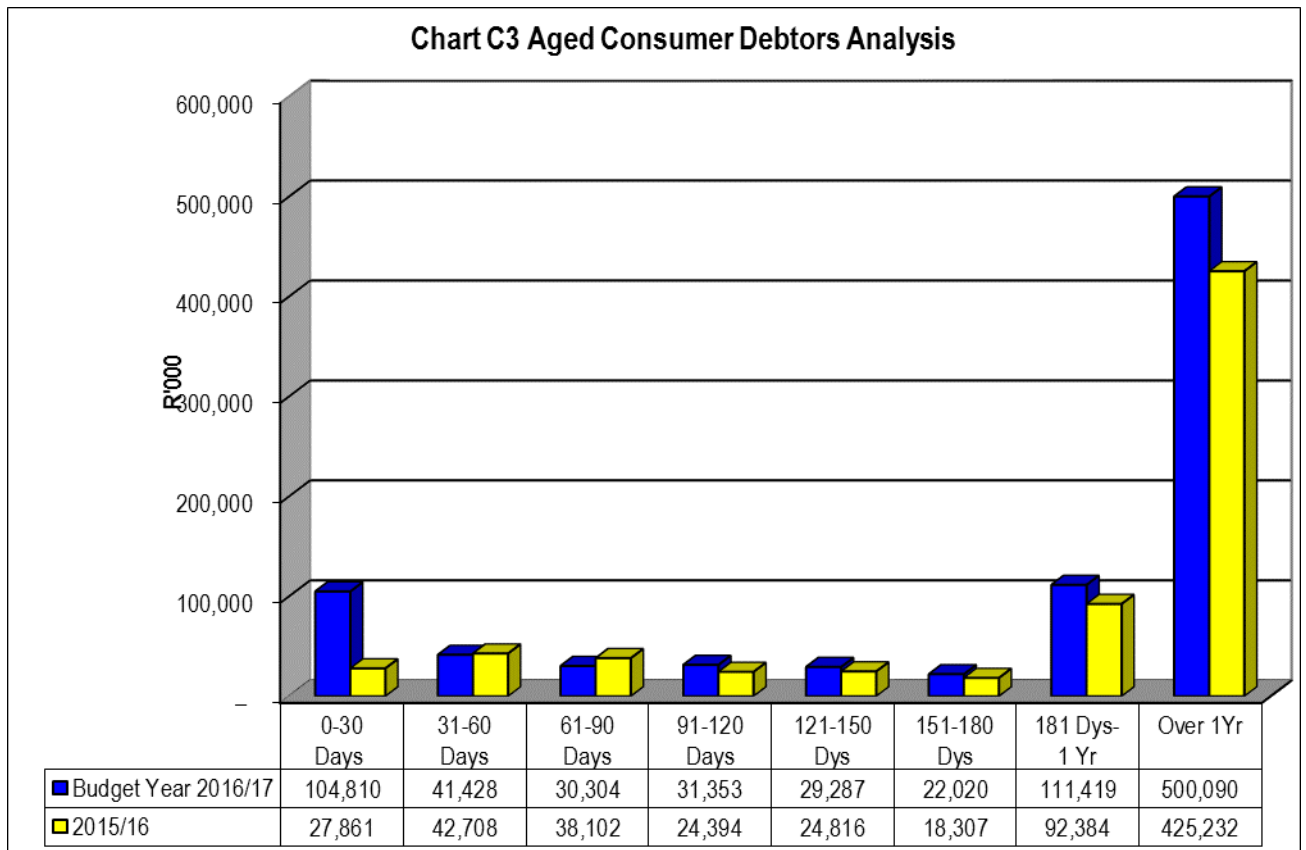


1.1.4 External Loans and Finance Leases

Council met all its obligations in terms of instalments. Outstanding loans amounted to **R 188,969,739.52** on 31 January 2017. Municipality has the following committed loans to date, DBSA loan, Front-loading loan and additional to the total (tune) of R 440 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.

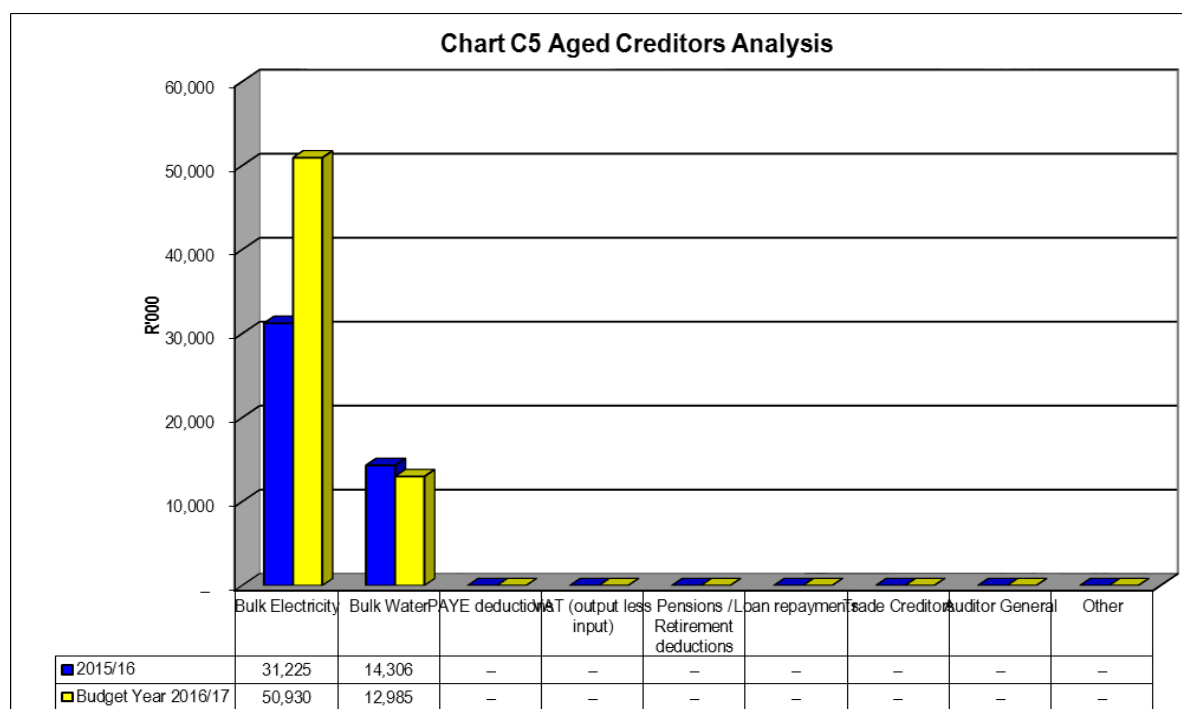
1.1.5 Debtors

Council debtor's book/ledger has a gross balance of **R 870,711,520.24** before debtor's impairment as at 31 January 2017.



1.1.6 Creditors

Outstanding trade creditors amounted to **R 64,713,443.46** 31 January 2017. 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 January 2017 Council had **R 288,450,800.00** of investments at an average rate of 6.8% per annum and the Grants account had a closing balance of **R 849 463.33** 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 January 2017 are as follows:

DESCRIPTION	2016/17 BUDGET	2016/17 MONTH ACTUAL	2016/17 YTD ACTUAL	2016/17 YTD BUDGET
Basic Salaries and Wages	423,077,320	38,691,241	230,581,727	247,036,556.00
Pension Fund and UIF Contributions	83,084,120	6,289,883	44,017,772	48,465,823
Medical Aid Contributions	23,519,105	2,271,220	14,741,921	13,719,517.00
Overtime	29,560,965	4,970,696	27,575,274	17,593,908.00
Motor Vehicle Allowance	39,368,250	3,638,085	24,992,493	22,964,837.00
Housing Allowances	6,285,850	562,949	3,587,680	3,666,747.00
Other benefits and allowances	39,168,390	2,367,912	23,730,652	22,848,322.00
Councillors Allowance and Benefits	35,326,000	2,659,901	18,130,560	20,606,831.00
TOTAL	679,390,000	61,451,888	387,358,079	396,902,541.00

Overtime Breakdown per Directorate

Vote Description	2016/17 Audit Outcome	Original Budget	Adjusted Budget	Monthly actual	YTD actual	YTD Budget	% Spent
Vote 1 - Council	195,176	92,000		12,551	202,657	53,667	220%
Vote 2 - Office of the Municipal Manager	1,972	62,120		13,566	51,085	36,237	82%
Vote 3 - Strategic Planning Monitoring and Evaluation	34,034	35,000			22,921	20,417	65%
Vote 4 - Engineering Services	22,828,076	14,441,845		2,575,919	13,552,767	8,424,410	94%
Vote 5- Community Services	16,317,021	11,210,000		1,945,672	10,324,084	6,539,167	92%
Vote 6- Community Development	3,494,788	1,639,000		160,466	1,789,442	956,083	109%
Vote 7- Corporate and Shared Services	1,632,990	920,000		161,459	882,306	536,667	96%
Vote 8- Planning and Economic Development	605,670	171,000		10,740	72,364	99,750	42%
Vote 9- Budget and Treasury	1,045,021	983,000		90,324	677,649	573,417	69%
Vote 10 -Transport Operations	-	7,000		-	-	4,083	0%
Total	46,154,748	29,560,965	-	4,970,696	27,575,274	17,243,896	93%

Transfer of funds

Reference Number	Directorate	SBU	Transfer from	Amount	Transfer to	Amount	REASON
CFO 01/01	Community Services	Traffic and Licences	AARTO Equipment	(200,000)	Blue light and siren system	200,000	The amount was insufficient to cover the current Auditor General invoices
CFO 01/02	Budget and Treasury	Budget	Consultation fees	(300,000)	Subsistance and Travel	300,000	There is insufficient amount budgeted on the Conferences/ Congress vote
CFO 01/03	Planning & Development	Economic Development	Marketing	(100,000)	Subsistance and Travel	100,000	The amount was insufficient to cover available S&T claims
CFO 01/04	Corporate and shared services	Fleet Management	Overtime	(35,000)	Overtime:ICT	35,000	Insufficient budgeted on overtime fleet management
CFO 01/05	Planning & Development	City planning and property management	Research and development	(100,000)	Subsistance and Travel	100,000	insufficient funds to cover travelling and accomodation cost
CFO 01/06	Corporate and shared services	Secretariat and Records	Postage and Telegrams	(150,000)	Printing and stationery	150,000	insufficient funds to cover the supply and delivery of JUTA Legislation booklets invoice
CFO 01/07	Corporate and shared services	HR trainings	Training Overtime	(20,000)	Salaries	20,000	The actual budget amount is insufficient
CFO 01/08	Budget and Treasury	Supply chain management	Printing and stationery	(30,000)	Subsistance and Travel	30,000	the amount budgeted is insufficient
CFO 01/09	Planning & Development	Economic planning and development	Subsistance and Travel	(10,972)	Subsistance and Travel:Enterprise development	10,973	the amount budgeted is insufficient
MM 01/01	Engineering services	Roads and storm water	Traffic lights and signs	(1,929,847)	clean up and upgrading of street	1,929,847	the budget was not sufficient to cover the invoices
MM 01/02	Corporate and shared services	Information services	Software	(1,500,000)	Programming321620 and Data	1,500,000	votes used to pay services do not have sufficient funds to make payments

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	–	26,014	233,933	208,705	25,228	12%	357,780
Service charges	1,086,881	1,332,604	–	83,616	754,175	777,352	(23,178)	-3%	1,332,604
Investment revenue	27,593	40,000	–	1,557	8,065	23,333	(15,268)	-65%	40,000
Transfers recognised - operational	616,433	864,900	–	59,349	442,750	504,525	(61,775)	-12%	864,900
Other own revenue	247,725	223,041	–	11,654	84,208	130,107	(45,900)	-35%	223,041
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	–	182,190	1,523,131	1,644,023	(120,892)	-7%	2,818,325
Employee costs	598,399	644,064	–	58,792	369,228	375,704	(6,476)	-2%	644,064
Remuneration of Councillors	27,155	35,326	–	2,660	18,131	20,607	(2,476)	-12%	35,326
Depreciation & asset impairment	477,164	180,000	–	15,000	105,000	105,000	–	–	180,000
Finance charges	34,579	40,000	–	–	11,337	23,333	(11,996)	-51%	40,000
Materials and bulk purchases	947,800	1,042,844	–	65,709	614,306	608,326	5,980	1%	1,042,844
Transfers and grants	17,180	11,500	–	40	11,780	6,708	5,072	76%	11,500
Other expenditure	735,920	624,822	–	34,908	305,300	364,479	(59,180)	-16%	624,822
Total Expenditure	2,838,196	2,578,556	–	177,109	1,435,081	1,504,158	(69,077)	-5%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	–	5,082	88,050	139,865	(51,815)	-37%	239,769
Transfers recognised - capital	473,585	622,026	–	9,665	150,847	362,849	(212,002)	-58%	622,026
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(104,956)	861,795	–	14,746	238,897	502,714	(263,817)	-52%	861,795
Capital expenditure & funds sources									
Capital expenditure	535,989	1,096,467	–	18,105	217,132	639,606	(422,474)	-66%	1,096,467
Capital transfers recognised	422,812	622,026	–	9,656	151,388	362,849	(211,460)	-58%	622,026
Public contributions & donations	3,343	–	–	–	–	–	–	–	–
Borrowing	–	235,000	–	–	–	137,083	(137,083)	-100%	235,000
Internally generated funds	109,834	239,441	–	8,450	65,744	139,674	(73,930)	-53%	239,441
Total sources of capital funds	535,989	1,096,467	–	18,105	217,132	639,606	(422,474)	-66%	1,096,467
Financial position									
Total current assets	514,089	499,157	–	–	1,080,656	–	–	–	499,157
Total non current assets	9,431,768	10,226,963	–	–	11,599,436	–	–	–	10,226,963
Total current liabilities	584,920	574,934	–	–	912,972	–	–	–	574,934
Total non current liabilities	460,702	597,233	–	–	547,680	–	–	–	597,233
Community wealth/Equity	8,900,235	9,553,952	–	–	11,219,440	–	–	–	9,553,952
Cash flows									
Net cash from (used) operating	261,655	823,944	–	87,863	372,729	480,634	107,905	22%	823,944
Net cash from (used) investing	(481,022)	(1,003,244)	–	(18,102)	(204,229)	(585,225)	(380,996)	65%	(1,003,244)
Net cash from (used) financing	(17,272)	164,000	–	309	(36,940)	95,667	132,607	139%	164,000
Cash/cash equivalents at the month/year end	86,225	34,700	–	–	217,785	41,075	(176,710)	-430%	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	104,810	41,428	30,304	31,353	29,287	22,020	111,419	500,090	870,712
Creditors Age Analysis									
Total Creditors	64,713	–	–	–	–	–	–	–	64,713

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	-	97,863	875,348	1,116,644	(241,296)	-22%	1,914,246
Executive and council	-	-	-	-	-	-	-	-
Budget and treasury office	459,948	-	27,963	281,116	268,303	12,813	5%	459,948
Corporate services	1,454,298	-	69,900	594,232	848,341	(254,109)	-30%	1,454,298
Community and public safety	77,149	-	524	9,209	44,989	(35,780)	-80%	77,149
Community and social services	2,332	-	171	1,108	1,346	(237)	-18%	2,332
Sport and recreation	8,879	-	(100)	4,621	5,179	(558)	-11%	8,879
Public safety	63,663	-	631	2,994	37,137	(34,143)	-92%	63,663
Housing	28	-	6	32	16	16	96%	28
Health	2,247	-	(184)	453	1,311	(858)	-65%	2,247
Economic and environmental services	114,194	-	9,835	34,054	66,613	(32,559)	-49%	114,194
Planning and development	71,885	-	8,683	27,570	41,933	(14,363)	-34%	71,885
Road transport	12,037	-	1,012	5,582	7,021	(1,439)	-20%	12,037
Environmental protection	30,272	-	139	902	17,659	(16,757)	-95%	30,272
Trading services	1,334,762	-	83,633	755,367	778,611	(23,244)	-3%	1,334,762
Electricity	917,430	-	62,039	496,775	535,168	(38,392)	-7%	917,430
Water	284,956	-	21,211	180,782	166,224	14,557	9%	284,956
Waste water management	60,858	-	118	34,641	35,500	(860)	-2%	60,858
Waste management	71,518	-	265	43,169	41,719	1,450	3%	71,518
Other	-	-	-	-	-	-	-	-
Total Revenue - Standard	3,440,351	-	191,855	1,673,978	2,006,857	(332,879)	-17%	3,440,351
Expenditure - Standard								
Governance and administration	706,233	-	46,348	357,262	388,743	(31,480)	-8%	706,233
Executive and council	161,814	-	14,755	81,409	94,392	(12,982)	-14%	161,814
Budget and treasury office	265,700	-	9,252	92,819	154,991	(62,172)	-40%	265,700
Corporate services	278,719	-	22,342	183,034	139,360	43,674	31%	278,719
Community and public safety	376,137	-	30,001	227,269	188,068	39,201	21%	376,137
Community and social services	85,911	-	6,165	47,684	42,955	4,728	11%	85,911
Sport and recreation	100,956	-	6,811	55,437	50,478	4,959	10%	100,956
Public safety	175,978	-	16,134	117,584	87,989	29,595	34%	175,978
Housing	8,747	-	625	4,494	4,374	120	3%	8,747
Health	4,545	-	265	2,071	2,273	(202)	-9%	4,545
Economic and environmental services	240,663	-	13,205	141,545	120,332	21,214	18%	240,663
Planning and development	81,469	-	5,963	43,707	40,735	2,973	7%	81,469
Road transport	149,199	-	6,632	93,076	74,600	18,477	25%	149,199
Environmental protection	9,995	-	610	4,762	4,997	(236)	-5%	9,995
Trading services	1,255,523	-	87,555	709,004	627,762	81,242	13%	1,255,523
Electricity	778,997	-	53,045	458,917	389,499	69,419	18%	778,997
Water	304,709	-	24,616	175,499	152,354	23,144	15%	304,709
Waste water management	102,559	-	4,436	37,050	51,280	(14,230)	-28%	102,559
Waste management	69,258	-	5,458	37,538	34,629	2,909	8%	69,258
Other	-	-	-	-	-	-	-	-
Total Expenditure - Standard	2,578,556	-	177,109	1,435,081	1,324,904	110,177	8%	2,578,556
Surplus/ (Deficit) for the year	861,795	-	14,746	238,897	681,953	(443,056)	-65%	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							
		Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
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	-	83,511	712,517	763,273	(50,756)	-6.6%	1,308,469
Vote 5 - Community Services		154,430	-	8,989	61,024	90,084	(29,060)	-32.3%	154,430
Vote 6 - Community Development		10,108	-	(11)	5,231	5,896	(665)	-11.3%	10,108
Vote 7 - Corporate and Shared Services		4,748	-	897	1,212	2,770	(1,557)	-56.2%	4,748
Vote 8 - Planning and Economic Development		53,126	-	1,504	19,871	27,306	(7,435)	-27.2%	53,126
Vote 9 - Budget and Treasury		1,909,471	-	96,966	874,123	1,113,858	(239,735)	-21.5%	1,909,471
Vote 10 - Transport Operations		-	-	-	-	-	-	-	-
Total Revenue by Vote	2	3,440,351	-	191,855	1,673,978	2,003,187	(329,209)	-16.4%	3,440,351
Expenditure by Vote	1								
Vote 1 - COUNCIL		180,814	-	15,775	89,526	105,475	(15,949)	-15.1%	180,814
Vote 2 - Office of the Municipal Manger		29,233	-	1,668	14,262	17,053	(2,791)	-16.4%	29,233
Vote 3 - Strategic Planning Monitoring and Evaluation		25,074	-	2,150	15,910	14,626	1,283	8.8%	25,074
Vote 4 - Engineering Services		1,282,036	-	86,603	741,509	747,854	(6,345)	-0.8%	1,282,036
Vote 5 - Community Services		313,833	-	25,900	192,396	183,069	9,327	5.1%	313,833
Vote 6 - Community Development		178,291	-	11,683	103,405	104,003	(598)	-0.6%	178,291
Vote 7 - Corporate and Shared Services		162,738	-	15,079	114,036	94,930	19,106	20.1%	162,738
Vote 8 - Planning and Economic Development		74,714	-	5,494	40,131	43,583	(3,452)	-7.9%	74,714
Vote 9 - Budget and Treasury		274,929	-	10,577	102,902	160,375	(57,473)	-35.8%	274,929
Vote 10 - Transport Operations		56,895	-	2,179	21,003	33,189	(12,186)	-36.7%	56,895
Total Expenditure by Vote	2	2,578,556	-	177,109	1,435,081	1,504,158	(69,077)	-4.6%	2,578,556
Surplus/ (Deficit) for the year	2	861,795	-	14,746	238,897	499,029	(260,132)	-52.1%	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		26,014	233,933	208,705	25,228	12%	357,780
Property rates - penalties & collection charges				-	-	-	-		-
Service charges - electricity revenue	763,318	917,263		62,034	496,732	535,070	(38,338)	-7%	917,263
Service charges - water revenue	207,759	284,895		21,211	180,781	166,189	14,592	9%	284,895
Service charges - sanitation revenue	64,032	60,858		118	34,641	35,501	(860)	-2%	60,858
Service charges - refuse revenue	51,771	69,588		253	42,020	40,593	1,427	4%	69,588
Service charges - other	-	-		-	-	-	-		-
Rental of facilities and equipment	12,342	13,500		38	8,997	7,875	1,122	14%	13,500
Interest earned - external investments	27,593	40,000		1,557	8,065	23,333	(15,268)	-65%	40,000
Interest earned - outstanding debtors	54,307	59,400		249	38,423	34,650	3,773	11%	59,400
Dividends received	-	-		-	-	-	-		-
Fines	33,049	12,000		401	3,139	7,000	(3,861)	-55%	12,000
Licences and permits	8,101	12,501		916	5,523	7,292	(1,769)	-24%	12,501
Agency services	15,932	18,800		7,172	7,688	10,967	(3,278)	-30%	18,800
Transfers recognised - operational	616,433	864,900		59,349	442,750	504,525	(61,775)	-12%	864,900
Other revenue	123,416	68,840		2,878	21,054	40,157	(19,102)	-48%	68,840
Gains on disposal of PPE	578	38,000		-	(617)	22,167	(22,784)	-103%	38,000
Total Revenue (excluding capital transfers and contributions)	2,259,655	2,818,325	-	182,190	1,523,131	1,644,023	(120,892)	-7%	2,818,325
Expenditure By Type									
Employee related costs	598,399	644,064		58,792	369,228	375,704	(6,476)	-2%	644,064
Remuneration of councillors	27,155	35,326		2,660	18,131	20,607	(2,476)	-12%	35,326
Debt impairment	192,988	50,000		4,167	29,167	29,167	-		50,000
Depreciation & asset impairment	477,164	180,000		15,000	105,000	105,000	-		180,000
Finance charges	34,579	40,000		-	11,337	23,333	(11,996)	-51%	40,000
Bulk purchases	748,278	839,635		57,618	481,439	489,787	(8,348)	-2%	839,635
Other materials	199,521	203,209		8,092	132,866	118,539	14,328	12%	203,209
Contracted services	68,928	193,255		10,465	85,930	112,732	(26,802)	-24%	193,255
Transfers and grants	17,180	11,500		40	11,780	6,708	5,072	76%	11,500
Other expenditure	461,161	381,567		20,276	190,203	222,581	(32,378)	-15%	381,567
Loss on disposal of PPE	12,843			-	-	-	-		
Total Expenditure	2,838,196	2,578,556	-	177,109	1,435,081	1,504,158	(69,077)	-5%	2,578,556
Surplus/(Deficit)	(578,541)	239,769	-	5,082	88,050	139,865	(51,815)	(0)	239,769
Transfers recognised - capital	473,585	622,026		9,665	150,847	362,849	(212,002)	(0)	622,026
Contributions recognised - capital						-	-		
Surplus/ (Deficit) for the year	(104,956)	861,795	-	14,746	238,897	502,714			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	-	-	-	1,750	(1,750)	-100%	3,000
Vote 2 - Office of the Municipal Manger	-	-	-	-	-	-	-	-	-
Vote 3 - Strategic Planning Monitoring and Evaluation	-	6,850	-	-	-	3,996	(3,996)	-100%	6,850
Vote 4 - Engineering Services	270,215	779,015	-	11,917	148,582	454,425	(305,843)	-67%	779,015
Vote 5 - Community Services	10,892	27,716	-	508	11,893	16,168	(4,274)	-26%	27,716
Vote 6 - Community Development	66,328	85,275	-	957	32,850	49,744	(16,894)	-34%	85,275
Vote 7 - Corporate and Shared Services	4,115	12,100	-	-	484	7,058	(6,574)	-93%	12,100
Vote 8 - Planning and Economic Development	2,449	27,500	-	-	-	16,042	(16,042)	-100%	27,500
Vote 9 - Budget and Treasury	4,999	8,350	-	407	5,606	4,871	735	15%	8,350
Vote 10 - Transport Operations	176,086	146,661	-	4,317	17,716	85,552	(67,836)	-79%	146,661
Vote 11 -	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	535,989	1,096,467	-	18,105	217,132	639,606	(422,474)	-66%	1,096,467
Total Capital Expenditure	535,989	1,096,467	-	18,105	217,132	639,606	(422,474)	-66%	1,096,467
Capital Expenditure - Standard Classification									
Governance and administration	33,394	61,525	-	1,872	14,378	35,890	(21,512)	-60%	61,525
Executive and council	906	3,000	-	-	-	1,750	(1,750)	-100%	3,000
Budget and treasury office	4,999	8,350	-	407	5,606	4,871	735	15%	8,350
Corporate services	27,488	50,175	-	1,465	8,772	29,269	(20,496)	-70%	50,175
Community and public safety	56,052	72,516	-	-	31,497	42,301	(10,804)	-26%	72,516
Community and social services	3,058	20,750	-	-	9,185	12,104	(2,920)	-24%	20,750
Sport and recreation	50,900	45,900	-	-	21,721	26,775	(5,054)	-19%	45,900
Public safety	2,095	5,866	-	-	592	3,422	(2,830)	-83%	5,866
Housing	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-
Economic and environmental services	275,075	366,999	-	6,735	35,793	214,083	(178,290)	-83%	366,999
Planning and development	2,449	27,500	-	-	-	16,042	(16,042)	-100%	27,500
Road transport	272,626	339,499	-	6,735	35,793	198,041	(162,248)	-82%	339,499
Environmental protection	-	-	-	-	-	-	-	-	-
Trading services	171,469	595,427	-	9,498	135,463	347,332	(211,869)	-61%	595,427
Electricity	5,163	31,000	-	692	1,727	18,083	(16,356)	-90%	31,000
Water	161,891	375,018	-	8,806	106,673	218,761	(112,087)	-51%	375,018
Waste water management	571	-	-	-	-	-	-	-	-
Waste management	3,843	189,409	-	-	27,063	110,489	(83,426)	-76%	189,409
Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	535,989	1,096,467	-	18,105	217,132	639,606	(422,474)	-66%	1,096,467
Funded by:									
National Government	449,551	622,026	-	9,656	151,388	362,849	(211,460)	-58%	622,026
Provincial Government	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	449,551	622,026	-	9,656	151,388	362,849	(211,460)	-58%	622,026
Public contributions & donations	3,343	-	-	-	-	-	-	-	-
Borrowing	-	235,000	-	-	-	137,083	(137,083)	-100%	235,000
Internally generated funds	93,574	239,441	-	8,450	65,744	139,674	(73,930)	-53%	239,441
Total Capital Funding	546,468	1,096,467	-	18,105	217,132	639,606	(422,474)	-66%	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		217,760	34,700
Call investment deposits	–	–		220,701	–
Consumer debtors	331,842	364,198		506,314	364,198
Other debtors	33,023	40,000	–	79,981	40,000
Current portion of long-term receivables	3	24,044	–	153	24,044
Inventory	62,996	36,215		55,747	36,215
Total current assets	514,089	499,157	–	1,080,656	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		10,863,036	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	–	11,599,436	10,226,963
TOTAL ASSETS	9,945,857	10,726,120	–	12,680,092	10,726,120
LIABILITIES					
Current liabilities					
Bank overdraft					
Borrowing	104,708	102,499		–	102,499
Consumer deposits	68,864	67,612		70,277	67,612
Trade and other payables	411,349	404,823		842,694	404,823
Provisions	–				
Total current liabilities	584,920	574,934	–	912,972	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	–	1,460,652	1,172,167
NET ASSETS	8,900,235	9,553,952	–	11,219,440	9,553,952
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	5,491,715	6,159,821		7,810,921	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		21,399	157,338	183,660	(26,322)	-14%	314,846
Service charges	1,086,881	1,172,692		94,394	669,664	684,070	(14,406)	-2%	1,172,692
Other revenue	97,579	110,564		57,014	450,202	64,496	385,706	598%	110,564
Government - operating	471,626	864,900		17,100	576,773	504,525	72,248	14%	864,900
Government - capital	465,588	622,026		68,931	426,472	362,849	63,624	18%	622,026
Interest	27,593	87,472		1,800	37,938	51,025	(13,087)	-26%	87,472
Dividends						-	-		-
Payments									
Suppliers and employees	(2,116,876)	(2,297,056)		(172,736)	(1,926,721)	(1,339,949)	586,772	-44%	(2,297,056)
Finance charges	(34,580)	(40,000)			(10,536)	(23,333)	(12,797)	55%	(40,000)
Transfers and Grants	(17,180)	(11,500)		(40)	(8,400)	(6,708)	1,692	-25%	(11,500)
NET CASH FROM/(USED) OPERATING ACTIVITIES	261,655	823,944	-	87,863	372,729	480,634	107,905	22%	823,944
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		38,000			10,297	22,167	(11,870)	-54%	38,000
Decrease (Increase) in non-current debtors	-	400		3	2,605	233	2,372	1017%	400
Decrease (increase) other non-current receivables	5,878			-	-	-	-		-
Decrease (increase) in non-current investments						-	-		-
Payments									
Capital assets	(486,900)	(1,041,644)		(18,105)	(217,132)	(607,625)	(390,494)	64%	(1,041,644)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(481,022)	(1,003,244)	-	(18,102)	(204,229)	(585,225)	(380,996)	65%	(1,003,244)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans						-	-		
Borrowing long term/refinancing	42,800	235,000				137,083	(137,083)	-100%	235,000
Increase (decrease) in consumer deposits	1,251	4,000		309	2,426	2,333	92	4%	4,000
Payments									
Repayment of borrowing	(61,323)	(75,000)	-	-	(39,366)	(43,750)	(4,384)	10%	(75,000)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(17,272)	164,000	-	309	(36,940)	95,667	132,607	139%	164,000
NET INCREASE/ (DECREASE) IN CASH HELD	(236,639)	(15,300)	-	70,070	131,560	(8,925)			(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	-		217,785	41,075			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	(3,861)	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	(15,268)	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	(1,769)	The proportionate decrease in Licences and Permits, is mainly due to an decreased number of individuals obtaining licences and permits than anticipated.	
2	Expenditure By Type			
	Employee related cost	(6,476)	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	(2,476)	Under performance due to over budget to cover Aganang councillors	Downward adjustment will be considered during budget adjustment
	Other materials	14,328	Oversending due to high maintenance on roads and electrical works	Budget will be rectified 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 ex cl. 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 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	Total	
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transactions - Water	42,054	18,786	12,803	11,921	10,914	9,563	40,584	132,505	279,131	205,487
Trade and Other Receivables from Exchange Transactions - Electricity	63,805	8,618	6,549	5,500	6,352	4,969	18,512	40,820	155,124	76,153
Receivables from Non-exchange Transactions - Property Rates	32,862	8,573	6,493	5,895	5,390	4,866	30,094	70,012	164,185	116,257
Receivables from Exchange Transactions - Waste Water Management	5,685	1,228	956	822	759	642	3,051	8,626	21,769	13,900
Receivables from Exchange Transactions - Waste Management	8,553	2,199	1,391	1,495	1,065	842	4,503	15,805	35,852	23,710
Receivables from Exchange Transactions - Property Rental Debtors	1	1	1	1	0	0	0	2	7	4
Interest on Arrear Debtor Accounts	440	385	722	761	820	880	6,897	106,570	117,475	115,928
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-
Other	(48,590)	1,639	1,390	4,959	3,988	258	7,777	125,749	97,170	142,731
Total By Income Source	104,810	41,428	30,304	31,353	29,287	22,020	111,419	500,090	870,712	694,169
2015/16 - totals only	27,861	42,708	38,102	24,394	24,816	18,307	92,384	425,232	693,804	585,133
Debtors Age Analysis By Customer Group										
Organs of State	2,812	1,514	1,561	1,639	1,605	1,420	13,116	15,065	38,731	32,844
Commercial	34,885	6,110	3,778	3,590	3,208	2,510	14,462	64,249	132,792	88,020
Households	66,981	33,718	24,876	26,032	24,384	18,001	83,235	419,498	696,725	571,150
Other	133	86	89	92	90	89	607	1,278	2,464	2,156
Total By Customer Group	104,810	41,428	30,304	31,353	29,287	22,020	111,419	500,090	870,712	694,169

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									Prior year totals for chart (same period)
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	50,102								50,102	69,233
Bulk Water	14,611								14,611	14,017
PAYE deductions									-	-
VAT (output less input)									-	-
Pensions / Retirement deductions									-	-
Loan repayments									-	-
Trade Creditors									-	-
Auditor General									-	-
Other									-	-
Total By Customer Type	64,713	-	-	-	-	-	-	-	64,713	83,250

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 January 2017 Council had **R 288,450,800.00** of investments at an average rate 6.8% per annum.

	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							
<u>Municipality</u>								
Standard Bank	4 Years	Call deposit	Call deposit		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		12,250
VBS Bank	6Mnths	Long Term	2017 April 05	1,266	858.3%	174,000		174,000
Nedbank	6Mnths	Long Term	2017 June 20	256	8.4%	36,000		36,000
Liberty Life	10Mnths	Long Term	2026 Dec. 01		(CPIX+5%)	3,600		7,200
Standard Bank	4mnths	Short term	2016 Dec 14	326		-		-
TOTAL INVESTMENTS AND INTEREST				1,848		283,101	-	288,451

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	-	11,590	586,696	504,525	55,301	11.0%	864,900
Local Government Equitable Share	522,595	675,714			472,818	394,167	78,652	20.0%	675,714
Finance Management	1,875	2,619		-	2,619	1,528			2,619
Public Transport	11,000	46,365		11,590	34,775	27,046			46,365
Infrastructure skills development fund	5,000	6,000		-	2,800	3,500			6,000
Integrated National Electrification Programme	40,000	45,000		-	45,000	26,250			45,000
Municipal Infrastructure (MIG)	42,800	46,275			18,166	26,994	(8,828)	-32.7%	46,275
EPWP Incentive	3,360	5,975			4,182	3,485	697	20.0%	5,975
						-	-		-
Municipal Demarcation		8,952			6,336	5,222	1,114	21.3%	8,952
Municipal Systems Improvement	930					-	-		-
IIPSA		28,000				16,333	(16,333)	-100.0%	28,000
Total Operating Transfers and Grants	627,560	864,900	-	11,590	586,696	504,525	55,301	11.0%	864,900
Capital Transfers and Grants									
National Government:	476,660	622,026	-	74,441	416,549	362,849	(48,393)	-13.3%	622,026
Municipal Infrastructure Grant (MIG)	271,243	253,668			99,580	147,973	(48,393)	-32.7%	253,668
Public Transport and Systems	173,189	153,661		38,410	115,251	89,636			153,661
Neighbourhood Development Partnership	31,072	34,538		-	21,559	20,147			34,538
Regional Bulk Infrastructure		180,159		36,031	180,159	105,093			180,159
Integrated national electrification programme grant									
Expanded public works programme incentive grant	1,156						-		
Total Capital Transfers and Grants	476,660	622,026	-	74,441	416,549	362,849	(48,393)	-13.3%	622,026
TOTAL RECEIPTS OF TRANSFERS & GRANTS	1,104,220	1,486,926	-	86,031	1,003,245	867,374	6,908	0.8%	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										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		616,793	827,948	-	59,720	439,306	482,970	(43,664)	-9.0%	827,948
Local Government Equitable Share		522,595	675,714		56,310	394,167	394,167	-		675,714
Finance Management		1,875	2,619		529	2,200	1,528	672	44.0%	2,619
Public Transport		11,000	46,365		1,405	19,141	27,046	(7,905)	-29.2%	46,365
Infrastructure skills development fund		5,000	6,000		-	-	3,500	(3,500)	-100.0%	6,000
Integrated National Electrification Programme		40,000	45,000		251	7,503	26,250	(18,747)	-71.4%	45,000
Municipal Infrastructure (MIG)		32,963	46,275		1,003	12,546	26,994	(14,448)	-53.5%	46,275
EPWP incentive		3,360	5,975		223	3,750	3,485	264	7.6%	5,975
Provincial Government:		930	8,952	-	-	3,815	5,222	(1,407)	-26.9%	8,952
Municipal Demarcation			8,952			3,815	5,222	(1,407)	-26.9%	8,952
Municipal Systems Improvement		930						-		
Other grant providers:		-	28,000	-	-	-	16,333	(16,333)	-100.0%	28,000
			28,000				16,333	(16,333)	-100.0%	28,000
<i>[insert description]</i>								-		
Total operating expenditure of Transfers and Grants:		617,723	864,900	-	59,720	443,121	504,525	(61,404)	-12.2%	864,900
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		578,089	622,026	-	22,976	164,708	362,849	(198,140)	-54.6%	622,026
Municipal Infrastructure Grant (MIG)		349,749	253,668		10,209	86,992	147,973	(60,981)	-41.2%	253,668
Expanded public works programme incentive grant		1,156	-				-	-		-
Electricity Demand Side Management							-	-		-
Neighbourhood development partnership grant		28,327	34,538		8,450	9,003	20,147	(11,144)	-55.3%	34,538
Dept Environmental Affairs		20,840	180,159			50,997	105,093	(54,096)	-51.5%	180,159
Other transfers and grants [insert description]		178,017	153,661		4,317	17,716	89,636	(71,919)	-80.2%	153,661
Provincial Government:		-	-	-	-	-	-	-	-	-
Other grant providers:		3,343	-	-	-	-	-	-	-	-
		3,343						-		
								-		
Total capital expenditure of Transfers and Grants		581,432	622,026	-	22,976	164,708	362,849	(198,140)	-54.6%	622,026
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		1,199,155	1,486,926	-	82,696	607,829	867,374	(259,545)	-29.9%	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 Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands										
Cash Receipts By Source										
Property rates	16,303	25,545	20,615	23,583	24,154	25,739	21,399	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	67,161	807,191	933,242	1,020,967
Service charges - water revenue	12,846	21,597	20,651	19,689	22,454	14,819	19,430	250,708	282,046	320,591
Service charges - sanitation revenue	2,338	4,026	4,552	3,859	3,743	3,500	3,528	53,555	60,250	68,483
Service charges - refuse	3,111	4,517	4,643	5,604	5,100	4,411	4,275	61,237	68,892	78,308
Service charges - other	0	238	-	0	1,671	-	1	-	-	-
Rental of facilities and equipment	515	538	453	2,219	1,971	532	369	11,880	12,600	13,578
Interest earned - external investments	888	538	614	1,478	1,177	807	1,553	35,200	33,570	7,998
Interest earned - outstanding debtors	5,214	5,140	5,286	(88)	4,458	5,626	248	52,272	56,668	62,070
Dividends received	-	-	-	-	-	-	-	-	-	-
Fines	280	384	349	671	463	583	401	10,560	11,070	12,090
Licences and permits	356	980	632	1,061	769	792	908	11,001	12,605	14,495
Agency services	28	136	91	99	82	80	93	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	55,242	60,579	31,716	34,739
Cash Receipts by Source	223,383	456,153	268,699	184,869	149,050	417,689	174,608	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	86,040	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	309	4,000	6,000	9,000
Receipt of non-current debtors	1	69	2	1	2,532	(1)	3	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	260,960	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	51,921	644,064	678,714	729,403
Remuneration of councillors	2,011	2,330	2,338	2,337	2,415	2,383	2,379	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	56,078	659,010	721,417	789,735
Bulk purchases - Water & Sewer	10,671	232	58	185	240	78	14	180,626	197,731	216,456
Other materials	4,614	18,113	13,847	12,953	10,764	11,406	3,178	203,209	193,116	204,537
Contracted services	7,875	8,632	10,410	9,238	17,171	13,177	7,237	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	40	11,500	11,500	11,500
General expenses	77,823	71,881	177,668	174,424	80,561	155,017	51,929	381,567	376,529	347,833
Cash Payments by Type	221,264	348,773	352,816	318,458	224,047	304,342	172,776	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	18,105	1,041,644	877,754	914,157
Repayment of borrowing			10,000			29,366		75,000	122,000	100,000
Other Cash Flow s/Payments								-	-	-
Total Cash Payments by Type	225,222	368,312	414,949	351,481	277,204	374,344	190,881	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	70,079	(15,300)	24,973	158,435
Cash/cash equivalents at the month/ly ear beginning:	86,200	84,386	232,733	177,025	139,828	14,614	147,089	86,200	70,900	95,873
Cash/cash equivalents at the month/ly ear end:	84,386	232,733	177,025	139,828	14,614	147,089	217,167	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		18,105	217,132	587,972	370,840	63.1%	20%
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	-	217,132					

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	-	10,941	141,602	327,418	185,816	56.8%	561,288
Infrastructure - Road transport		30,143	89,300	-	1,293	13,170	52,092	38,921	74.7%	89,300
Roads, Pavements & Bridges		30,143	89,300		1,293	13,170	52,092	38,921	74.7%	89,300
Storm water							-	-		
Infrastructure - Electricity		3,868	29,000	-	692	1,722	16,917	15,195	89.8%	29,000
Generation							-	-		
Transmission & Reticulation			29,000		692	1,722	16,917	15,195	89.8%	29,000
Street Lighting		3,868					-	-		
Infrastructure - Water		160,934	139,418	-	4,639	103,384	81,327	(22,057)	-27.1%	139,418
Dams & Reservoirs							-	-		
Water purification							-	-		
Reticulation		160,934	139,418		4,639	103,384	81,327	(22,057)	-27.1%	139,418
Infrastructure - Sanitation		-	180,159	-	-	-	105,093	105,093	100.0%	180,159
Reticulation							-	-		
Sewerage purification			180,159				105,093	105,093	100.0%	180,159
Infrastructure - Other		176,086	123,411	-	4,317	23,326	71,990	48,664	67.6%	123,411
Waste Management			6,750			5,614	3,938	(1,676)	-42.6%	6,750
Transportation		176,086	116,661		4,317	17,712	68,052	50,340	74.0%	116,661
Gas							-	-		
Other							-	-		
Community		42,984	57,666	-	85	21,385	33,639	12,253	36.4%	57,666
Parks & gardens		2,132	10,300		58	1,727	6,008	4,282	71.3%	10,300
Sportsfields & stadia		38,775	39,900			19,068	23,275	4,207	18.1%	39,900
Swimming pools		-	-				-	-		-
Community halls		-	-				-	-		-
Libraries		445	1,300		28	111	758	647	85.3%	1,300
Recreational facilities			-				-	-		-
Fire, safety & emergency		1,327	2,250			480	1,313	833	63.5%	2,250
Social rental housing		-	-				-	-		-
Other		305	3,916				2,284	2,284	100.0%	3,916
Heritage assets		-	-	-	-	-	-	-		-
Other assets		8,438	61,300	-	-	1,157	35,758	34,602	96.8%	61,300
General vehicles		906						-		
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment		3,304	30,000			25	17,500	17,475	99.9%	30,000
Computers - hardware/equipment		402	4,100			484	2,392	1,907	79.7%	4,100
Furniture and other office equipment		-	3,200				1,867	1,867	100.0%	3,200
Abattoirs		-	-				-	-		-
Markets		-	-				-	-		-
Civic Land and Buildings		-	-				-	-		-
Other Buildings		590	-				-	-		-
Other Land		-	20,000				11,667	11,667	100.0%	20,000
Surplus Assets - (Investment or Inventory)		-	-				-	-		-
Other		3,237	4,000			648	2,333	1,686	72.2%	4,000
Intangibles		3,217	-	-	-	-	-	-		-
Computers - software & programming		3,217						-		
Other								-		
Total Capital Expenditure on new assets	1	425,671	680,254	-	11,026	164,144	396,815	232,671	58.6%	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	-	5,292	30,537	200,456	169,918	84.8%	343,638
Infrastructure - Road transport		69,020	103,538	-	1,125	4,266	60,397	56,131	92.9%	103,538
<i>Roads, Pavements & Bridges</i>		69,020	103,538		1,125	4,266	60,397	56,131	92.9%	103,538
<i>Storm water</i>							-	-		
Infrastructure - Electricity		1,377	2,000	-	-	-	1,167	1,167	100.0%	2,000
<i>Generation</i>		-					-	-		
<i>Transmission & Reticulation</i>		1,377	2,000				1,167	1,167	100.0%	2,000
<i>Street Lighting</i>		-					-	-		
Infrastructure - Water		5,396	235,600	-	4,167	25,394	137,433	112,039	81.5%	235,600
<i>Dams & Reservoirs</i>							-	-		
<i>Water purification</i>							-	-		
<i>Reticulation</i>		5,396	235,600		4,167	25,394	137,433	112,039	81.5%	235,600
Infrastructure - Sanitation		571	-	-	-	-	-	-		-
<i>Reticulation</i>							-	-		
<i>Sewerage purification</i>		571					-	-		
Infrastructure - Other		1,387	2,500	-	-	877	1,458	581	39.9%	2,500
<i>Waste Management</i>		1,387	2,500			877	1,458	581	39.9%	2,500
<i>Transportation</i>							-	-		
<i>Gas</i>							-	-		
<i>Other</i>							-	-		
Community		8,965	26,750	-	451	5,840	15,604	9,764	62.6%	26,750
Parks & gardens		852	2,300		286	2,770	1,342	(1,429)	-106.5%	2,300
Sportsfields & stadia		4,452	6,000			2,724	3,500	776	22.2%	6,000
Swimming pools		-	-				-	-		-
Community halls		-	-				-	-		-
Libraries		1,215	-				-	-		-
Recreational facilities		1,340	-				-	-		-
Fire, safety & emergency		-	1,166				680	680	100.0%	1,166
Security and policing		826	-				-	-		-
Other		281	17,284		165	346	10,082	9,737	96.6%	17,284
Other							-	-		-
Other assets		23,602	45,825	-	1,336	16,611	26,731	10,121	37.9%	45,825
General vehicles							-	-		-
Specialised vehicles		-	-	-	-	-	-	-		-
Plant & equipment		-	-				-	-		-
Computers - hardware/equipment		-	6,600				3,850	3,850	100.0%	6,600
Furniture and other office equipment		485	-				-	-		-
Abattoirs		-	-				-	-		-
Markets		-	-				-	-		-
Civic Land and Buildings		9,892	30,875			9,593	18,010	8,417	46.7%	30,875
Other Buildings		5,499	6,350		1,336	6,722	3,704	(3,018)	-81.5%	6,350
Other Land		-	-				-	-		-
Surplus Assets - (Investment or Inventory)		-	-				-	-		-
Other		7,727	2,000			295	1,167	871	74.7%	2,000
Total Capital Expenditure on renewal of existing assets	1	110,319	416,213	-	7,079	52,987	242,791	189,803	78.2%	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	-	6,414	100,348	84,280	(16,069)	-19.1%	144,479
Infrastructure - Road transport		31,264	44,010	-	401	43,537	25,672	(17,865)	-69.6%	44,010
<i>Roads, Pavements & Bridges</i>		29,525	19,672		401	19,200	11,476	(7,724)	-67.3%	19,672
<i>Storm water</i>		1,739	24,337			24,337	14,197	(10,141)	-71.4%	24,337
Infrastructure - Electricity		28,245	24,746	-	2,063	16,293	14,435	(1,858)	-12.9%	24,746
<i>Generation</i>		-	-				-	-		-
<i>Transmission & Reticulation</i>		28,245	24,746		2,063	16,293	14,435	(1,858)	-12.9%	24,746
<i>Street Lighting</i>		-	-				-	-		-
Infrastructure - Water		32,796	31,873	-	894	17,651	18,593	941	5.1%	31,873
<i>Dams & Reservoirs</i>		-	-				-	-		-
<i>Water purification</i>		-	-				-	-		-
<i>Reticulation</i>		32,796	31,873		894	17,651	18,593	941	5.1%	31,873
Infrastructure - Sanitation		38,367	14,987	-	769	3,331	8,742	5,412	61.9%	14,987
<i>Reticulation</i>		38,367	14,987		769	3,331	8,742	5,412	61.9%	14,987
<i>Sewerage purification</i>		-	-				-	-		-
Infrastructure - Other		-	28,863	-	2,286	19,537	16,837	(2,700)	-16.0%	28,863
<i>Waste Management</i>		-	28,863		2,286	19,537	16,837	(2,700)	-16.0%	28,863
<i>Transportation</i>		-	-				-	-		-
<i>Gas</i>		-	-				-	-		-
<i>Other</i>		-	-				-	-		-
Community		62,649	17,824	-	1,051	12,304	10,397	(1,907)	-18.3%	17,824
Parks & gardens		11,266	6,511		21	3,953	3,798	(155)	-4.1%	6,511
Sportsfields & stadia		5,196	2,927		287	1,433	1,708	274	16.1%	2,927
Swimming pools			137		-	115	80	(35)	-43.7%	137
Community halls		210	117		-	-	68	68	100.0%	117
Libraries		173	89		27	256	52	(204)	-394.2%	89
Recreational facilities			254				148	148	100.0%	254
Fire, safety & emergency		1,349	889		-	98	518	421	81.1%	889
Security and policing			13		-	-	7	7	100.0%	13
Buses			-				-	-		-
Clinics			-				-	-		-
Museums & Art Galleries		192	17		-	9	10	1	7.0%	17
Cemeteries		1,176	805		86	609	469	(139)	-29.7%	805
Social rental housing			-				-	-		-
Other		43,087	6,066		630	5,831	3,539	(2,292)	-64.8%	6,066
Heritage assets		-	-	-	-	-	-	-	-	-
Other assets		-	40,906	-	627	20,226	23,862	3,636	15.2%	40,906
General vehicles										
Specialised vehicles										
Other			40,906		627	20,226	23,862	3,636	15.2%	40,906
Total Repairs and Maintenance Expenditure		193,320	203,209	-	8,092	132,878	118,539	(14,340)	-12.1%	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									
<u>Depreciation by Asset Class/Sub-class</u>										
<u>Infrastructure</u>										
Infrastructure - Road transport										
<i>Roads, Pavements & Bridges</i>		96,877	88,555	-	7,380	51,657	51,657	-		88,555
<i>Storm water</i>		26,009	25,340	-	2,112	14,782	14,782	-		25,340
Infrastructure - Electricity		26,009	25,340		2,112	14,782	14,782	-		25,340
<i>Generation</i>							-	-		
<i>Transmission & Reticulation</i>		20,155	17,978	-	1,498	10,487	10,487	-		17,978
<i>Street Lighting</i>							-	-		-
Infrastructure - Water		20,155	17,978		1,498	10,487	10,487	-		17,978
<i>Dams & Reservoirs</i>							-	-		-
<i>Water purification</i>		44,345	39,555	-	3,296	23,074	23,074	-		39,555
<i>Reticulation</i>							-	-		-
Infrastructure - Sanitation							-	-		-
<i>Reticulation</i>		44,345	39,555		3,296	23,074	23,074	-		39,555
<i>Sewerage purification</i>		6,369	4,451	-	371	2,597	2,597	-		4,451
Infrastructure - Other							-	-		-
<i>Waste Management</i>		6,369	4,451		371	2,597	2,597	-		4,451
<i>Transportation</i>		-	1,230	-	102	717	717	-		1,230
<i>Gas</i>			1,230		102	717	717	-		1,230
<i>Other</i>							-	-		-
<u>Community</u>										
Parks & gardens										
Sportsfields & stadia		108,123	91,445	-	7,620	53,343	53,343	-		91,445
Swimming pools		501	447		37	261	261	-		447
Community halls		58,301	49,705		4,142	28,995	28,995	-		49,705
Libraries		86	77		6	45	45	-		77
Recreational facilities		91	81		7	47	47	-		81
Fire, safety & emergency		578	516		43	301	301	-		516
Security and policing		-	-		-	-	-	-		-
Buses		2,757	2,459		205	1,435	1,435	-		2,459
Clinics		164	146		12	85	85	-		146
Museums & Art Galleries		-	-		-	-	-	-		-
Cemeteries		76	68		6	39	39	-		68
Social rental housing		136	179		15	105	105	-		179
Other		185	165		14	96	96	-		165
<u>Heritage assets</u>										
		-	-		-	-	-	-		-
Total Depreciation		205,000	180,000	-	15,000	105,000	105,000	-		180,000

Section 10 - Municipal Manager Quality certification

I, **RAMAKUELA NDAVHESELENI KENNETH**, the Acting Municipal Manager of Polokwane Local Municipality, hereby

Certify that –

- The Monthly Budget Statement

For the month of **January 2017** 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	JANUARY	YEAR TO DATE	%
Description		Grand Total	TOTAL	GRAND TOTAL	Spending to date
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)-Molefjje 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	-	9,367,213	81.45%
Renovation of offices	CRR	2,000,000	929,034	1,650,408	82.52%
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	929,034	11,017,622	34.89%
Security Services - Community Services					
CCTV Camera Maintenance	CRR	550,000	164,997	277,122	50.39%
Purchasing of 20 x 9mm CZ Pistols	CRR	250,000	-	-	0.00%
Total Security Services		800,000	164,997	277,122	34.64%

In-year report (January 2017) – Monthly Budget Statement

MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	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	-	493,106	8.22%
Tarring Ntsime to Sefateng	MIG	6,000,000	136,104	489,748	8.16%
Upgrading Semanya to Matekereng	MIG	6,000,000	-	-	0.00%
Tarring of internal streets in Toronto	MIG	6,000,000	-	284,349	4.74%
Tarring Sebayeng village(ring road)	MIG	6,000,000	-	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	564,192	564,192	9.40%
Upgrading of Ramongoana bus and Taxi roads	MIG	6,000,000	-	359,053	5.98%
Upgrading of Ntshitshane Road	MIG	6,000,000	-	294,158	4.90%
Upgrading of internal streets linked with Excelsior Street in Mankweng unit A	MIG	6,000,000	-	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	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	-	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	4.26%
Upgrading of street in De wet between Munnik/R81 and R71	CRR	9,000,000	384,132	384,132	4.27%
Rehabilitation of Blaauberg between fluoorspar and Bulawayo	CRR	3,000,000	389,259	389,259	12.98%
Rehabilitation of street between De wet and Veldspaat	CRR	4,500,000	-	348,641	7.75%
Rehabilitation of Magazyn street between Suid and Hospital	CRR	10,000,000	-	599,332	5.99%
Rehabilitation of street in Thabo Mbeki between N1 traffic circle and Schoeman street	CRR	11,000,000	-	647,088	5.88%
Rehabilitation of plein street between suid and hospital	CRR	12,000,000	351,612	351,612	2.93%
Rehabilitation of burger street	CRR	10,000,000	-	536,533	5.37%
Rehabilitation of florapark(Erasmus street between De wet and Maeroela	CRR	7,500,000	-	456,930	6.09%

In-year report (January 2017) – Monthly Budget Statement

MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	Grand Total	TOTAL	GRAND TOTAL	Spending to date
Upgrading of roads, NMT and street lights	NDPG	20,000,000	-	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	593,176	593,176	84.74%
Total - Roads and Stormwater		194,538,000	2,418,476	18,076,786	9.29%
Water Supply and reticulation - Engineering					
Olifantspoort RWS (Mmotong wa Perekisi)	MIG	9,000,000	356,103	6,100,683	67.79%
Mothapo RWS	MIG	6,000,000	-	1,864,495	31.07%
Molefjies East RWS	MIG	7,000,000	535,872	2,847,713	40.68%
Molefjies North RWS	MIG	3,000,000	-	414,868	13.83%
Sebayeng/Dikgale RWS	MIG	15,392,131	434,446	2,462,368	16.00%
Molefjies South RWS	MIG	10,000,000	996,698	5,113,480	51.13%
Houtriver RWS phase 10	MIG	4,000,000	-	1,692,478	42.31%
Chuene Maja RWS phase 9	MIG	10,000,000	-	10,210,726	102.11%
Molepo RWS phase 10	MIG	10,000,000	99,452	7,581,139	75.81%
Laastehoop RWS phase 10	MIG	6,975,869	2,216,139	4,835,232	69.31%
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	-	2,120,316	26.50%
Extension 78 water reticulation	CRR	1,550,000	-	1,463,627	94.43%
Upgrading the pipe size from Dap Naude to Polokwane Water Treatment Works.	CRR	1,550,000	-	-	0.00%
Upgrading of laboratory	CRR	500,000	-	-	0.00%

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MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	Grand Total	TOTAL	GRAND TOTAL	Spending to date
Installation of Meters at Seshego Zone 5	CRR	2,500,000	-	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	4,167,139	25,394,048	46.17%
Smart, prepaid watering system	Loan	165,000,000		-	0.00%
Aganang Cluster C (Mandela Ujane & 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		481,458,000	8,805,851	128,778,009	26.75%
Energy Services - Engineering					
Electrification of urban households	CRR	10,000,000	677,610	1,325,630	13.26%
Illumination of public areas (street lights) in Rabe, Hans van Rensburg	CRR	1,500,000	-	-	0.00%
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	14,704	61,412	12.28%
Total Energy Services		31,000,000	692,314	1,727,359	5.57%

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MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	Grand Total	TOTAL	GRAND TOTAL	Spending to date
Environmental Management - Community Services					
Grass cutting equipment's	CRR	900,000	-	-	0.00%
Entraces development and upgrade	CRR	2,500,000	263,551	1,984,382	79.38%
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	57,539	970,021	51.05%
Upgrading of Tom Naude Park	CRR	1,300,000	22,098	622,923	47.92%
Zone 4 Park Expansion Phase 2	CRR	800,000	-	115,349	14.42%
Upgrading of Security at Game Reserve	CRR	1,000,000	-	233,735	23.37%
Upgrading of Environmental Education Centre	CRR	800,000	-	-	0.00%
Total Environment Management		12,600,000	343,189	4,567,705	36.25%
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		2,929,980	36.62%
Regional waste Water treatment plant	RBIG	50,159,000		-	0.00%
Total Waste Management		67,409,000	-	6,490,658	9.63%

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MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	Grand Total	TOTAL	GRAND TOTAL	Spending to date
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	-	1,659,508	13.83%
Construction of Mankweng Sport facility-1	MIG	17,000,000	-	9,577,728	56.34%
Sport stadium in Ga-Maja	MIG	10,000,000	-	6,582,103	65.82%
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	-	21,721,058	39.99%
Cultural Services - Community Development					
Collection development	CRR	800,000	27,636	111,224	13.90%
Library Furniture & Equipment-Molepo library	CRR	500,000	-	-	0.00%
Total - Cultural Services		1,300,000	27,636	111,224	8.56%
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 (January 2017) – Monthly Budget Statement

MULTI YEAR BUDGET		Original Budget 2016/7	JANUARY	YEAR TO DATE	%
Description	Funding	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	4,316,542	17,716,337	15.19%
IT Equipment	PTISG	30,000,000	-	-	0.00%
Total Transport Operations		146,661,000	4,316,542	17,716,337	12.08%
Supply chain management - Budget and Treasury Services					
Upgrading of stores	CRR	6,350,000	407,049	5,499,915	86.61%
BTO ammenlies	CRR	2,000,000	-	105,702	5.29%
Revenue water convesation	Loan	15,000,000	-	-	0.00%
				-	
		23,350,000	407,049	5,605,617	24.01%
TOTAL EXPENDITURE NEW PROJECTS		1,098,017,000	18,105,088	217,131,599.73	19.77%
			-	-	#DIV/0!
Municipal Infrastructure Grant (MIG)	MIG	253,668,000	5,339,008	82,122,599	32.37%
Reginal Bulk Infrastructure Grant	RGIG	180,159,000	-	50,996,538	28.31%
Neighbourhood Dev Partnership Grant	NDPG	34,538,000	-	552,569	1.60%
Public Transport Infrastructure System Grant (PTIG)	PTIG	153,661,000	4,316,542	17,716,337	11.53%
Total DoRA Allocations		622,026,000	9,655,550	151,388,044	24.34%
Borrowings	LOAN	235,000,000	4,167,139	25,394,048	10.81%
Own Funds	CRR	240,991,000	4,282,399	40,349,508	16.74%
TOTAL NEW PROJECTS		475,991,000	18,105,088	217,131,600	45.62%
Total Renewal		236,263,000	5,953,869	49,211,065	20.83%
Total New		861,754,000	10,433,039	160,683,852	18.65%
TOTAL NEW PROJECTS		1,098,017,000	16,386,909	209,894,917	19.12%