

# CENTRAL KAROO DISTRICT MUNICIPALITY



## In-Year Report

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 April 2009.

## Monthly Budget Statement July 2018



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## Glossary

**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**Budget** – The financial plan of the Central Karoo District Municipality.

**Budget related policy** – Policy of the municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

**Capital expenditure** - Spending on assets such as land, buildings, furniture, computer equipment and machinery. Any capital expenditure must be reflected as a non-current asset on the Municipality's balance sheet.

**Cash flow statement** – A statement including only actual receipts and expenditure by the Municipality. Cash payments and receipts do not always coincide with budgeted timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

**Equitable Share** – A general grant paid to Municipalities.

**Fruitless and wasteful expenditure** – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between Municipalities.

**GRAP** – Generally Recognised Accounting Practice. The new standard for municipal accounting.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

**MTREF** – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**Operating expenditure** – Spending on the day to day operations of the Municipality such as salaries and wages and general expenses.

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic objectives** – The main priorities of the Central Karoo District Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Unauthorised expenditure** – Generally, is spending without, or in excess of, an approved budget.

**Virement** – A transfer of budget.

**Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** – One of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments of the municipality. In Central Karoo District Municipality this means at directorate level. The votes for Central Karoo District therefore are:

- Executive and Council;
- Budget and Treasury;
- Corporate Services; and
- Technical services

## **PART 1 – IN-YEAR REPORT**

### **Section 1 –Mayor’s Report**

#### **1.1 In-Year Report - Monthly Budget Statement**

##### **1.1.1 Implementation of budget in terms of SDBIP**

No comments apart from that already mentioned in the Executive summary of this report.

##### **1.1.2 Other information**

Additional clarity on the content of this report or answers to any questions is available from the Chief Financial Officer, Ms. Ursula Baartman.

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**Executive Mayor**

## Section 2 - Resolutions

**Recommended resolution to Council with regard to July 2018 in-year report is:**

RESOLVED

(a) That the Council take note of contents in the in-year monthly report for July 2018 as set out in the schedules contained in Section 4:

- a. Table C1 – Monthly Budget Statement Summary;
- b. Table C2 – Monthly Budget Statement – Financial Performance (Standard classification);
- c. Table C3 – Monthly Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote)
- d. Table C4 – Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)
- e. Table C5 – Monthly Budget Statement – Capital Expenditure;
- f. Table C6 – Monthly Budget statement – Financial Position; and
- g. Table C7 – Monthly Budget statement – Cash Flows.

(b) Any other resolutions required by the Council.

## Section 3 – Executive Summary

### 3.1 Introduction

All the schedules reflect the following information:

- Original budget
- Monthly actual figures
- Year to date actual figures
- Year to date budget figures

### 3.2 Financial Performance; Position and Cash flow

Section 4 of this report includes the tables with the detail figures.

#### 3.2.1 Financial Performance

The detail of this section can be found in Section 4 of this report Table C2 (Summary per GFS); Table C3 (Summary per Municipal Vote) and Table C4 (Summary by Revenue Source and Expenditure Type). The latter is used to provide the executive summary.

##### 3.2.1.1 Over all view

The following table summarises the overall position on the capital and operating budgets. Take note that the Operating Expenditure only reflects the direct expenditure and exclude all indirect expenditure e.g. Administrative Costs.

	<b>Capital Expenditure</b>	<b>Operating Expenditure</b>	<b>Operating Revenue</b>
Original Budget	1,015,350.00	80,483,157.45	81,896,918.42
Adjustment Budget	-	-	-
Actual spend / received (YTD)	1,249.86	6,011,793.17	12,241,452.67
<b>Percentage Spend (YTD)</b>	<b>0.12%</b>	<b>7.47%</b>	<b>14.95%</b>

The table reflects spending of the capital budget as percentage spend of 0.12%. The total operating expenditure and revenue reflects percentage spend of 7.47% and 14.95% respectively.

**3.2.1.2 Revenue by Source**

The figures represented in this section are the accrued amounts and not actual cash receipts.

The total revenue excluding capital transfers and contributions for the month of July 2018 is R 12.241 million. Refer to figure 1 for more detail.

The comparisons of the major sources of revenue are illustrated in the figure below:

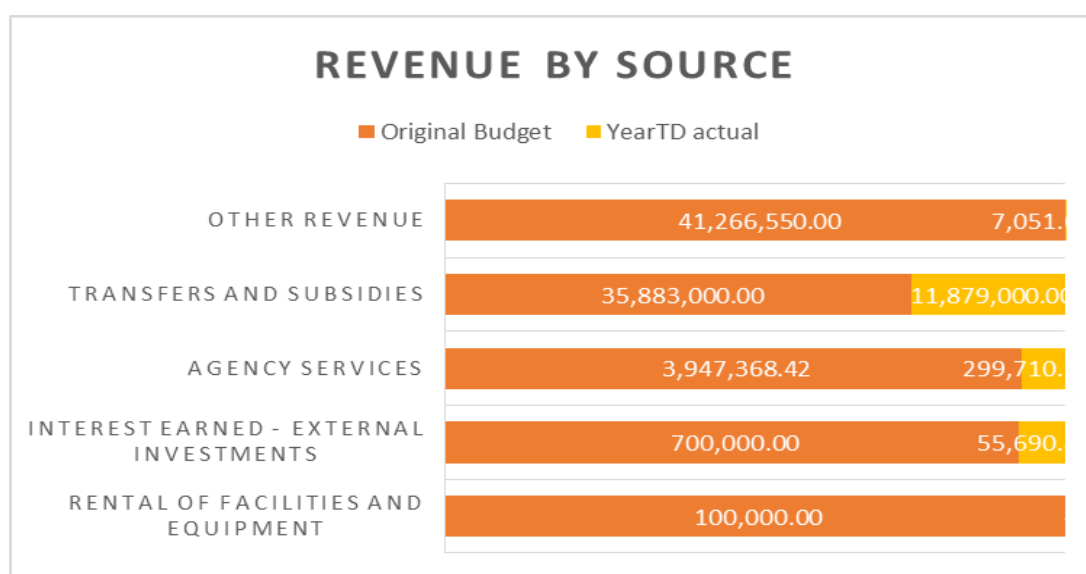


Figure 1 – Revenue by source

**Other Revenue**

The amount raised as reflected for the actual year to date represents 0.02% of the budget amount. The budgeted amount received (Year-to-date) amounts to R 3.439 million.

**Interest earned – external investments**

The budget amount for Interest earned R 700 000, whilst the year to date actual revenue is R 55 690. Thus, reflecting receipt of 7.96% at month-end.



**3.2.1.2 Operating Expenditure by Type**

The figures in this section should represent the accrued amounts; in other words when the goods have been ordered; received or the invoice has been completed (reconciled with goods received and prices quoted) it should be captured as an expense. Shadow figures are reflected on the financial system once an order is issued. This action serves as a budgetary control mechanism and no actual financial entries are passed. These figures cannot be used for reporting purposes. The amounts included as expenditure are currently only those for which a payment run has been completed.

The total actual expenditure amounts to R 6.012 million and the year to date budget is R 6.185 million which represents a **variance of 3 %** for the year to date, which can be accepted as reasonable.

**3.2.1.3 Operating Expenditure by Municipal Vote (Figure 2)**

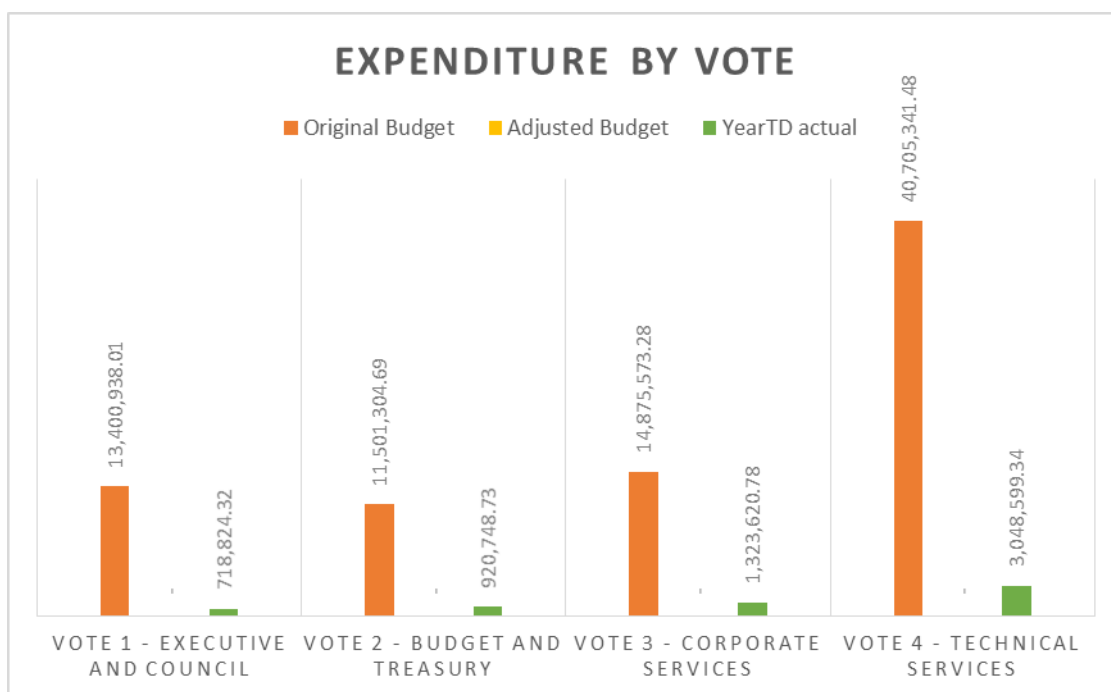


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Original Budget	Adjusted Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	13,400,938.01	-	718,824.32	5%
Vote 2 - BUDGET AND TREASURY	11,501,304.69	-	920,748.73	8%
Vote 3 - CORPORATE SERVICES	14,875,573.28	-	1,323,620.78	9%
Vote 4 - TECHNICAL SERVICES	40,705,341.48	-	3,048,599.34	7%
<b>Total Expenditure by Vote</b>	<b>80,483,157.45</b>	-	<b>6,011,793.17</b>	<b>7%</b>

The original budget for Technical Service is R 40.705 million of which R 3.049 million has been expended representing 7% of the budget amount.

The original budget for Corporate Services is R 14.876 million of which R 1.324 million has been expended representing 9% of the budget amount.

The original budget for Budget and Treasury is R 11.501 million of which R 0.921 million has been expended representing 8% of the budget amount.

The original budget for Executive and council is R 13.401 million of which R 0.719 million has been expended representing 5% of the budget amount.

### 3.2.1.4 Capital Expenditure (Figure 3)

The capital spending for the month of July 2018 amounts to R 1 249.86. The total capital budget amount is R 1.015 million, thus reflecting total spending of 0.12% at month-end.

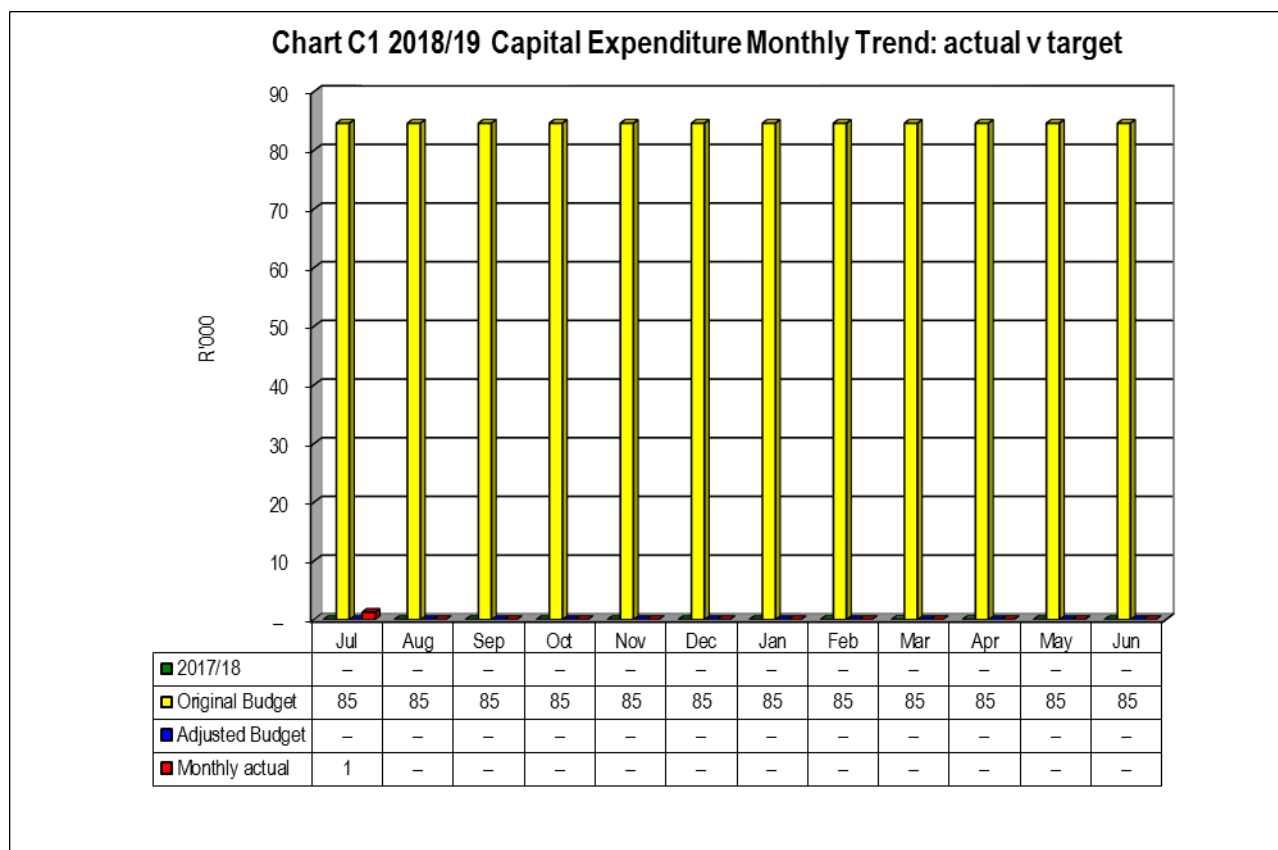


Figure 3 – Breakdown Capital Expenditure by month

### **3.2.2 Cash Flow**

The detail of this section can be found in Section 4 of this report Table C7 (Cashflow statement). The balance at the end of the month for the cash flow statement amounts to R 10.168 million.

## Section 4 – In-year budget statement table

### 4.1 Monthly budget statements

#### 4.1.1 Table C1: Monthly Budget Statement Summary

This table provide a summary of the most important information by pulling its information from the other tables to follow.

DC5 Central Karoo - Table C1 Monthly Budget Statement Summary - M01 July

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	700	-	56	56	58	(3)	-5%	-
Transfers and subsidies	-	35,883	-	11,879	11,879	2,990	8,889	297%	-
Other own revenue	-	45,314	-	307	307	3,776	(3,469)	-92%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>81,897</b>	-	<b>12,241</b>	<b>12,241</b>	<b>6,825</b>	<b>5,417</b>	<b>79%</b>	-
Employee costs	-	47,419	-	3,048	3,048	3,715	(667)	-18%	-
Remuneration of Councillors	-	4,032	-	314	314	336	(22)	-7%	-
Depreciation & asset impairment	-	432	-	-	-	36	(36)	-100%	-
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	66	-	10	10	5	5	87%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	28,535	-	2,639	2,639	2,092	547	26%	-
<b>Total Expenditure</b>	-	<b>80,483</b>	-	<b>6,012</b>	<b>6,012</b>	<b>6,185</b>	<b>(173)</b>	<b>-3%</b>	-
<b>Surplus/(Deficit)</b>	-	<b>1,414</b>	-	<b>6,230</b>	<b>6,230</b>	<b>640</b>	<b>5,590</b>	<b>873%</b>	-
Transfers and subsidies - capital (monetary alloc	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>1,414</b>	-	<b>6,230</b>	<b>6,230</b>	<b>640</b>	<b>5,590</b>	<b>873%</b>	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>1,414</b>	-	<b>6,230</b>	<b>6,230</b>	<b>640</b>	<b>5,590</b>	<b>873%</b>	-
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>1,015</b>	-	<b>1</b>	<b>1</b>	<b>85</b>	<b>(83)</b>	<b>-99%</b>	-
Capital transfers recognised	-	915	-	1	1	76	(75)	-98%	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	100	-	-	-	8	(8)	-100%	-
<b>Total sources of capital funds</b>	-	<b>1,015</b>	-	<b>1</b>	<b>1</b>	<b>85</b>	<b>(83)</b>	<b>-99%</b>	-
<b>Financial position</b>									
Total current assets	11,306	8,131	-	-	16,546	-	-	-	-
Total non current assets	17,711	19,260	-	-	18,182	-	-	-	-
Total current liabilities	4,575	5,590	-	-	7,237	-	-	-	-
Total non current liabilities	17,549	20,387	-	-	17,536	-	-	-	-
Community wealth/Equity	<b>6,893</b>	<b>1,414</b>	-	-	<b>9,956</b>	-	-	-	-
<b>Cash flows</b>									
Net cash from (used) operating	-	1,846	-	6,230	7,192	-	(7,192)	#DIV/0!	-
Net cash from (used) investing	-	(1,015)	-	(1)	(1)	-	1	#DIV/0!	-
Net cash from (used) financing	-	106	-	-	(11)	-	11	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	-	<b>3,925</b>	-	-	<b>10,168</b>	<b>2,989</b>	<b>(7,180)</b>	<b>-240%</b>	<b>2,989</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	(63)	173	29	480	27	329	-	(1)	974
<b>Creditors Age Analysis</b>									
Total Creditors	5	98	84	45	787	-	-	-	1,018

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

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.

DC5 Central Karoo - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		-	40,904	-	12,240	12,240	3,409	8,832	259%	-
Executive and council		-	35,742	-	-	-	2,979	(2,979)	-100%	-
Finance and administration		-	5,162	-	12,240	12,240	430	11,810	2746%	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	43	-	1	1	4	(2)	-67%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	43	-	1	1	4	(2)	-67%	-
<b>Economic and environmental services</b>		-	40,950	-	-	-	3,413	(3,413)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	40,950	-	-	-	3,413	(3,413)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	-	81,897	-	12,241	12,241	6,825	5,417	79%	-
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		-	28,452	-	2,525	2,525	2,112	413	20%	-
Executive and council		-	8,283	-	631	631	625	6	1%	-
Finance and administration		-	19,777	-	1,894	1,894	1,478	415	28%	-
Internal audit		-	392	-	-	-	9	(9)	-100%	-
<b>Community and public safety</b>		-	6,440	-	292	292	529	(237)	-45%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	1,583	-	69	69	128	(59)	-46%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	4,856	-	223	223	401	(178)	-44%	-
<b>Economic and environmental services</b>		-	45,434	-	3,195	3,195	3,543	(348)	-10%	-
Planning and development		-	3,226	-	146	146	133	13	10%	-
Road transport		-	42,208	-	3,049	3,049	3,410	(361)	-11%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	157	-	-	-	1	(1)	-100%	-
<b>Total Expenditure - Functional</b>	3	-	80,483	-	6,012	6,012	6,185	(173)	-3%	-
<b>Surplus/ (Deficit) for the year</b>		-	1,414	-	6,230	6,230	640	5,590	873%	-

### 4.1.3 Table C3: Monthly Budget Statement - Financial

The budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality. On the next paged; as part of Table C3; a table with the sub-votes is also prepared.

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	35,742	-	-	-	2,979	(2,979)	-100.0%	-
Vote 2 - BUDGET AND TREASURY		-	5,100	-	11,941	11,941	425	11,516	2709.4%	-
Vote 3 - CORPORATE SERVICES		-	104	-	301	301	9	292	3385.2%	-
Vote 4 - TECHNICAL SERVICES		-	40,950	-	-	-	3,413	(3,413)	-100.0%	-
<b>Total Revenue by Vote</b>	2	-	<b>81,897</b>	-	<b>12,241</b>	<b>12,241</b>	<b>6,825</b>	<b>5,417</b>	<b>79.4%</b>	-
<b>Expenditure by Vote</b>	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	13,401	-	719	719	891	(173)	-19.4%	-
Vote 2 - BUDGET AND TREASURY		-	11,501	-	921	921	955	(35)	-3.6%	-
Vote 3 - CORPORATE SERVICES		-	14,876	-	1,324	1,324	1,053	271	25.7%	-
Vote 4 - TECHNICAL SERVICES		-	40,705	-	3,049	3,049	3,285	(236)	-7.2%	-
<b>Total Expenditure by Vote</b>	2	-	<b>80,483</b>	-	<b>6,012</b>	<b>6,012</b>	<b>6,185</b>	<b>(173)</b>	<b>-2.8%</b>	-
<b>Surplus/ (Deficit) for the year</b>	2	-	<b>1,414</b>	-	<b>6,230</b>	<b>6,230</b>	<b>640</b>	<b>5,590</b>	<b>873.4%</b>	-

## 4.1.3 Table C3C: Monthly Budget Statement - Financial

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M01 July

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Revenue by Vote</b>	1									
<b>Vote 1 - EXECUTIVE AND COUNCIL</b>		-	35,742	-	-	-	2,979	(2,979)	-100%	-
1.1 - MUNICIPAL MANAGER			6,227	-	-	-	519	(519)	-100%	-
1.2 - COUNCIL GENERAL EXPENSES			29,515	-	-	-	2,460	(2,460)	-100%	-
1.3 - INTERNAL AUDIT			-	-	-	-	-	-	-	-
1.4 - IDP			-	-	-	-	-	-	-	-
1.5 - EDA			-	-	-	-	-	-	-	-
1.6 - LED			-	-	-	-	-	-	-	-
1.7 - STRATEGIC PLANNING			-	-	-	-	-	-	-	-
<b>Vote 2 - BUDGET AND TREASURY</b>		-	5,100	-	11,941	11,941	425	11,516	2709%	-
2.1 - FINANCIAL SERVICES			4,100	-	11,941	11,941	342	11,599	3395%	-
2.2 - DISTRICT COUNCIL LEVIES			-	-	-	-	-	-	-	-
2.3 - FINANCE MANAGEMENT GRANT			1,000	-	-	-	83	(83)	-100%	-
<b>Vote 3 - CORPORATE SERVICES</b>		-	104	-	301	301	9	292	3385%	-
3.1 - CORPORATE SERVICES			62	-	300	300	5	295	5748%	-
3.2 - TOURISM			-	-	-	-	-	-	-	-
3.3 - PMU			-	-	-	-	-	-	-	-
3.4 - ENVIRONMENTAL HEALTH			43	-	1	1	4	(2)	-67%	-
3.5 - CIVIL DEFENCE			-	-	-	-	-	-	-	-
3.6 - GRANTS AND SUBSIDIES			-	-	-	-	-	-	-	-
3.7 - WORK FOR WATER			-	-	-	-	-	-	-	-
<b>Vote 4 - TECHNICAL SERVICES</b>		-	40,950	-	-	-	3,413	(3,413)	-100%	-
4.1 - ROADS			40,950	-	-	-	3,413	(3,413)	-100%	-
4.2 - TRANSPORT FUND			-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	-	81,897	-	12,241	12,241	6,825	5,417	79%	-
<b>Expenditure by Vote</b>	1									
<b>Vote 1 - EXECUTIVE AND COUNCIL</b>		-	13,401	-	719	719	891	(173)	-19%	-
1.1 - MUNICIPAL MANAGER			4,720	-	172	172	328	(157)	-48%	-
1.2 - COUNCIL GENERAL EXPENSES			4,731	-	376	376	394	(18)	-5%	-
1.3 - INTERNAL AUDIT			724	-	25	25	36	(11)	-31%	-
1.4 - IDP			-	-	-	-	-	-	-	-
1.5 - EDA			30	-	-	-	3	(3)	-100%	-
1.6 - LED			-	-	-	-	-	-	-	-
1.7 - STRATEGIC PLANNING			3,196	-	146	146	130	16	12%	-
<b>Vote 2 - BUDGET AND TREASURY</b>		-	11,501	-	921	921	955	(35)	-4%	-
2.1 - FINANCIAL SERVICES			10,730	-	908	908	891	16	2%	-
2.2 - DISTRICT COUNCIL LEVIES			-	-	-	-	-	-	-	-
2.3 - FINANCE MANAGEMENT GRANT			771	-	13	13	64	(51)	-80%	-
<b>Vote 3 - CORPORATE SERVICES</b>		-	14,876	-	1,324	1,324	1,053	271	26%	-
3.1 - CORPORATE SERVICES			8,174	-	1,031	1,031	515	517	100%	-
3.2 - TOURISM			157	-	-	-	1	(1)	-100%	-
3.3 - PMU			-	-	-	-	-	-	-	-
3.4 - ENVIRONMENTAL HEALTH			4,861	-	223	223	402	(179)	-44%	-
3.5 - CIVIL DEFENCE			1,583	-	69	69	128	(59)	-46%	-
3.6 - GRANTS AND SUBSIDIES			-	-	-	-	-	-	-	-
3.7 - WORK FOR WATER			100	-	-	-	8	(8)	-100%	-
<b>Vote 4 - TECHNICAL SERVICES</b>		-	40,705	-	3,049	3,049	3,285	(236)	-7%	-
4.1 - ROADS			40,705	-	3,049	3,049	3,285	(236)	-7%	-
4.2 - TRANSPORT FUND			-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	-	80,483	-	6,012	6,012	6,185	(173)	(0)	-
<b>Surplus/ (Deficit) for the year</b>	2	-	1,414	-	6,230	6,230	640	5,590	0	-

#### 4.1.5 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

This table reflects the operating budget and actual figures of the financial performance. The revenue is specifically set out by source due to the fact that Council approves the revenue budget by source and the expenditure budget by vote.

DC5 Central Karoo - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2017/18	Budget Year 2018/19								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates											
Service charges - electricity revenue											
Service charges - water revenue											
Service charges - sanitation revenue											
Service charges - refuse revenue											
Service charges - other			-		-		-				
Rental of facilities and equipment			100				8	(8)	-100%		
Interest earned - external investments			700		56	56	58	(3)	-5%		
Interest earned - outstanding debtors											
Dividends received											
Fines, penalties and forfeits											
Licences and permits											
Agency services			3,947		300	300	329	(29)	-9%		
Transfers and subsidies			35,883		11,879	11,879	2,990	8,889	297%		
Other revenue			41,267		7	7	3,439	(3,432)	-100%		
Gains on disposal of PPE											
<b>Total Revenue (excluding capital transfers and contributions)</b>			-	81,897	-	12,241	12,241	6,825	5,417	79%	-
<b>Expenditure By Type</b>											
Employee related costs			47,419		3,048	3,048	3,715	(667)	-18%		
Remuneration of councillors			4,032		314	314	336	(22)	-7%		
Debt impairment											
Depreciation & asset impairment			432				36	(36)	-100%		
Finance charges											
Bulk purchases											
Other materials			66		10	10	5	5	87%		
Contracted services			1,406		583	583	117	466	398%		
Transfers and subsidies											
Other expenditure			27,128		2,056	2,056	1,975	81	4%		
Loss on disposal of PPE											
<b>Total Expenditure</b>			-	80,483	-	6,012	6,012	6,185	(173)	-3%	-
<b>Surplus/(Deficit)</b>			-	1,414	-	6,230	6,230	640	5,590	0	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)											
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)											
Transfers and subsidies - capital (in-kind - all)											
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>			-	1,414	-	6,230	6,230	640			-
Taxation											
<b>Surplus/(Deficit) after taxation</b>			-	1,414	-	6,230	6,230	640			-
Attributable to minorities											
<b>Surplus/(Deficit) attributable to municipality</b>			-	1,414	-	6,230	6,230	640			-
Share of surplus/ (deficit) of associate											
<b>Surplus/ (Deficit) for the year</b>			-	1,414	-	6,230	6,230	640			-



### 4.1.6 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

DC5 Central Karoo - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	79	-	-	-	7	(7)	-100%	-
Vote 2 - BUDGET AND TREASURY		-	140	-	-	-	12	(12)	-100%	-
Vote 3 - CORPORATE SERVICES		-	697	-	1	1	58	(57)	-98%	-
Vote 4 - TECHNICAL SERVICES		-	100	-	-	-	8	(8)	-100%	-
<b>Total Capital single-year expenditure</b>	4	-	1,015	-	1	1	85	(83)	-99%	-
<b>Total Capital Expenditure</b>		-	1,015	-	1	1	85	(83)	-99%	-
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		-	719	-	1	1	60	(59)	-98%	-
Executive and council			47		-	-	4	(4)	-100%	
Finance and administration			673		1	1	56	(55)	-98%	
Internal audit			-		-	-	-	-	-	
<b>Community and public safety</b>		-	164	-	-	-	14	(14)	-100%	-
Community and social services			-		-	-	-	-	-	
Sport and recreation			-		-	-	-	-	-	
Public safety			100		-	-	8	(8)	-100%	
Housing			-		-	-	-	-	-	
Health			64		-	-	5	(5)	-100%	
<b>Economic and environmental services</b>		-	132	-	-	-	11	(11)	-100%	-
Planning and development			32		-	-	3	(3)	-100%	
Road transport			100		-	-	8	(8)	-100%	
Environmental protection			-		-	-	-	-	-	
<b>Trading services</b>		-	-	-	-	-	-	-	-	-
Energy sources			-		-	-	-	-	-	
Water management			-		-	-	-	-	-	
Waste water management			-		-	-	-	-	-	
Waste management			-		-	-	-	-	-	
<b>Other</b>			-		-	-	-	-	-	
<b>Total Capital Expenditure - Functional Classification</b>	3	-	1,015	-	1	1	85	(83)	-99%	-
<b>Funded by:</b>										
National Government			915		1	1	76	(75)	-98%	
Provincial Government			-		-	-	-	-	-	
District Municipality			-		-	-	-	-	-	
Other transfers and grants			-		-	-	-	-	-	
<b>Transfers recognised - capital</b>		-	915	-	1	1	76	(75)	-98%	-
<b>Public contributions &amp; donations</b>	5		-		-	-	-	-	-	
<b>Borrowing</b>	6		-		-	-	-	-	-	
<b>Internally generated funds</b>			100		-	-	8	(8)	-100%	
<b>Total Capital Funding</b>		-	1,015	-	1	1	85	(83)	-99%	-

**4.1.7 Table C6: Monthly Budget Statement – Financial Position****DC5 Central Karoo - Table C6 Monthly Budget Statement - Financial Position - M01 July**

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		8,751	3,925		10,168	
Call investment deposits		-	-		-	
Consumer debtors		-	2,100		-	
Other debtors		1,878	1,248		5,623	
Current portion of long-term receivables		-			-	
Inventory		677	858		756	
<b>Total current assets</b>		<b>11,306</b>	<b>8,131</b>	<b>-</b>	<b>16,546</b>	<b>-</b>
<b>Non current assets</b>						
Long-term receivables		10,694	10,521		10,694	
Investments		-			-	
Investment property		-			-	
Investments in Associate		-			-	
Property, plant and equipment		6,935	8,656		7,406	
Agricultural		-			-	
Biological		-			-	
Intangible		82	82		82	
Other non-current assets					-	
<b>Total non current assets</b>		<b>17,711</b>	<b>19,260</b>	<b>-</b>	<b>18,182</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>29,017</b>	<b>27,391</b>	<b>-</b>	<b>34,729</b>	<b>-</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-			-	
Borrowing		61	39		62	
Consumer deposits		-			-	
Trade and other payables		349	5,551		2,692	
Provisions		4,166			4,483	
<b>Total current liabilities</b>		<b>4,575</b>	<b>5,590</b>	<b>-</b>	<b>7,237</b>	<b>-</b>
<b>Non current liabilities</b>						
Borrowing		97	101		84	
Provisions		17,452	20,286		17,452	
<b>Total non current liabilities</b>		<b>17,549</b>	<b>20,387</b>	<b>-</b>	<b>17,536</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>22,124</b>	<b>25,977</b>	<b>-</b>	<b>24,773</b>	<b>-</b>
<b>NET ASSETS</b>	2	<b>6,893</b>	<b>1,414</b>	<b>-</b>	<b>9,956</b>	<b>-</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		6,893	1,414		9,956	
Reserves		-			-	
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>6,893</b>	<b>1,414</b>	<b>-</b>	<b>9,956</b>	<b>-</b>

## 4.1.8 Table C7: Monthly Budget Statement - Cash Flow

DC5 Central Karoo - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2017/18	Budget Year 2018/19								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates			-					-			
Service charges			-					-			
Other revenue			45,314		307	307		307	#DIV/0!		
Government - operating			35,883		11,879	11,879		11,879	#DIV/0!		
Government - capital			-		-	-		-			
Interest			700		56	56		56	#DIV/0!		
Dividends			-		-	-		-			
<b>Payments</b>											
Suppliers and employees			(52,922)		(6,012)	(5,049)		5,049	#DIV/0!		
Finance charges			-		-	-		-			
Transfers and Grants			(27,128)		-	-		-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			-	1,846	-	6,230	7,192	-	(7,192)	#DIV/0!	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE			-					-			
Decrease (Increase) in non-current debtors			-					-			
Decrease (increase) other non-current receivables			-					-			
Decrease (increase) in non-current investments			-					-			
<b>Payments</b>											
Capital assets			(1,015)		(1)	(1)		1	#DIV/0!		
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			-	(1,015)	-	(1)	(1)	-	1	#DIV/0!	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans			-					-			
Borrowing long term/refinancing			-			(11)		(11)	#DIV/0!		
Increase (decrease) in consumer deposits			106					-			
<b>Payments</b>											
Repayment of borrowing			-					-			
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			-	106	-	-	(11)	-	11	#DIV/0!	-
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>											
Cash/cash equivalents at beginning:			-	936	-	6,228	7,180	-			-
Cash/cash equivalents at month/year end:			-	2,989	-	6,228	7,180	-			2,989
			-	3,925	-	10,168	10,168	2,989			2,989

## PART 2 – SUPPORTING DOCUMENTATION

### Section 5–Debtors' analysis

#### 5.1 Supporting Table SC3

DC5 Central Karoo - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2018/19									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy
		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			
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200									-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300									-	-		
Receivables from Non-exchange Transactions - Property Rates	1400									-	-		
Receivables from Exchange Transactions - Waste Water Management	1500									-	-		
Receivables from Exchange Transactions - Waste Management	1600									-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	(63)	173	29	480	27	329	-	(1)	974	835		
<b>Total By Income Source</b>	<b>2000</b>	<b>(63)</b>	<b>173</b>	<b>29</b>	<b>480</b>	<b>27</b>	<b>329</b>	<b>-</b>	<b>(1)</b>	<b>974</b>	<b>835</b>	<b>-</b>	<b>-</b>
<b>2017/18 - totals only</b>													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200									-	-		
Commercial	2300									-	-		
Households	2400									-	-		
Other	2500	(63)	173	29	480	27	329	-	(1)	974	835		
<b>Total By Customer Group</b>	<b>2600</b>	<b>(63)</b>	<b>173</b>	<b>29</b>	<b>480</b>	<b>27</b>	<b>329</b>	<b>-</b>	<b>(1)</b>	<b>974</b>	<b>835</b>	<b>-</b>	<b>-</b>

Table SC3 is the only debtors report required by the MBRR.

#### 5.2 Supporting Table SC4

DC5 Central Karoo - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2018/19									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			
<b>R thousands</b>												
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100									-		
Bulk Water	0200									-		
PAYE deductions	0300									-		
VAT (output less input)	0400									-		
Pensions / Retirement deductions	0500									-		
Loan repayments	0600									-		
Trade Creditors	0700									-		
Auditor General	0800									-		
Other	0900	5	98	84	45	787				1,018		
<b>Total By Customer Type</b>	<b>1000</b>	<b>5</b>	<b>98</b>	<b>84</b>	<b>45</b>	<b>787</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,018</b>	<b>-</b>	

## Section 6 – Allocation and grant receipts and expenditure

### 6.1 Supporting Table SC6 – Grant receipts

DC5 Central Karoo - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Ref	2017/18	Budget Year 2018/19							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	32,883	-	11,879	11,879	2,740	9,330	340.5%	-
Local Government Equitable Share			28,502		11,879	11,879	2,375	9,504	400.1%	
FMG - Internship Training			1,000		-	-	83			
EPWP Incentive			1,013		-	-	84			
Municipal Systems Improvement			-		-	-	-			
Work for Water			-		-	-	-			
Municipal Infrastructure Grant	3		-		-	-	-	-	-	
Rural Asset Management Grant			1,728		-	-	144	(144)	-100.0%	
Finance Management			-		-	-	-	-	-	
Provincial Government:			-		-	-	-	-	-	
Disaster Management			-		-	-	-	-	-	
WC - FMG CAPACITY			280		-	-	23			
WP Financial Management Support Grant			360		-	-	30	(30)	-100.0%	
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
<b>Other grant providers:</b>		-	3,000	-	-	-	250	(250)	-100.0%	-
CHIETA			-		-	-	-	-		
Doringveld			-		-	-	-	-		
LG SETA			-		-	-	-	-		
Audit fee			3,000		-	-	250			
<b>Total Operating Transfers and Grants</b>	5	-	35,883	-	11,879	11,879	2,990	9,080	303.6%	-
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other capital transfers <i>[insert description]</i>										
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
<b>Total Capital Transfers and Grants</b>	5	-	-	-	-	-	-	-	-	-
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	35,883	-	11,879	11,879	2,990	9,080	303.6%	-

## 6.2 Supporting Table SC6 – Grant expenditure

DC5 Central Karoo - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	2017/18	Budget Year 2018/19							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	32,883	-	2,394	2,394	2,740	(179)	-6.5%	-
Local Government Equitable Share			28,502		2,375	2,375	2,375	-		
FMG - Internship Training			1,000		13	13	83	(70)	-84.3%	
EPWP Incentive			1,013		6	6	84	(79)	-93.4%	
Municipal Systems Improvement			-					-		
Work for Water			-					-		
Municipal Infrastructure Grant			-					-		
Rural Asset Management Grant			1,728				144			
Finance Management			-							
Provincial Government:			-							
Disaster Management			-							
WC - FMG CAPACITY			280				23			
WP Financial Management Support Grant			360				30	(30)	-100.0%	
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]										
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Other grant providers:</b>		-	3,000	-	-	-	-	-		-
CHIETA			-							
Doringveld			-							
LG SETA			3,000							
Audit fee			-							
<b>Total operating expenditure of Transfers and Grants:</b>		-	35,883	-	2,394	2,394	2,740	(179)	-6.5%	-
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	-	-	-	-	-	-		-
Other capital transfers [insert description]										
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<b>Total capital expenditure of Transfers and Grants</b>		-	-	-	-	-	-	-		-
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	35,883	-	2,394	2,394	2,740	(179)	-6.5%	-

## Section 7 – Capital programme performance

### 7.1 Supporting Table C12

Supporting table C12 reconcile with table C5.

DC5 Central Karoo - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		85		1	1	85	83	98.5%	0%
August		85				169	-		
September		85				254	-		
October		85				338	-		
November		85				423	-		
December		85				508	-		
January		85				592	-		
February		85				677	-		
March		85				762	-		
April		85				846	-		
May		85				931	-		
June		85				1,015	-		
<b>Total Capital expenditure</b>	-	<b>1,015</b>	-	<b>1</b>					

### QUALITY CERTIFICATE

I, **S Jooste**, the Municipal Manager of Central Karoo District Municipality, hereby certify that –

(mark as appropriate)

- 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 July 2018 (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print Name : S Jooste

Municipal Manager

Signature ..... 

Date: 15 August 2018