

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 NOVEMBER 2018



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1. **GLOSSARY**

- 1.1 **Adjustments Budget –** Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
- 1.2 **Allocations –** Money received from Provincial or National Government or other municipalities.
- 1.3 **Budget –** The financial plan of the Central Karoo District Municipality.
- 1.4 **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.
- 1.5 **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.
- 1.6 **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.
- 1.7 **DORA –** Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.
- 1.8 **Equitable Share –** A general grant paid to Municipalities.

- 1.9 **Fruitless and Wasteful Expenditure –** Expenditure that was made in vain and would have been avoided had reasonable care been exercised.
- 1.10 **GFS –** Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between Municipalities.
- 1.11 **GRAP –** Generally Recognised Accounting Practice. The new standard for municipal accounting.
- 1.12 **IDP –** Integrated Development Plan. The main strategic planning document of the Municipality.
- 1.13 **MBRR –** Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations.
- 1.14 **MFMA –** Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Herein referred to as the Act.
- 1.15 **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.
- 1.16 **Operating Expenditure –** Spending on the day to day operations of the Municipality such as salaries and wages and general expenses.

- 1.17 **SDBIP –** Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
- 1.18 **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.
- 1.19 **Unauthorised Expenditure –** Generally, is spending without, or in excess of, an approved budget.
- 1.20 **Virement –** A transfer of budget.
- 1.21 **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.
- 1.22 **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.

2. PART 1: IN-YEAR REPORT

2.1 SECTION 1 – MAYOR’S REPORT:

2.1.1 In-Year Report: Monthly & Quarterly Budget Statement:

2.1.1.1 Implementation of Budget in terms of SDBIP:

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

2.1.1.2 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.

Executive Mayor

2.2 **SECTION 2 – RESOLUTIONS:**

The recommended Resolution to Council with regard to the November 2018 In-Year Report is:

RESOLVED:

- (a) That the Council take note of contents in the in-year monthly report for November 2018 as set out in the schedules contained in Section 4:
 - (i) Table C1 – Monthly Budget Statement Summary;
 - (ii) Table C2 – Monthly Budget Statement: Financial Performance (Standard Classification);
 - (iii) Table C3 – Monthly Budget Statement: Financial Performance Standard Classification (Revenue and Expenditure by Municipal Vote);
 - (iv) Table C4 – Monthly Budget Statement: Financial Performance (Revenue by Source and Expenditure by Type);
 - (v) Table C5 – Monthly Budget Statement: Capital Expenditure;
 - (vi) Table C6 – Monthly Budget Statement: Financial Position; and
 - (vii) Table C7 – Monthly Budget Statement – Cash Flows.

- (b) Any other resolutions required by the Council.

2.3 SECTION 3 – EXECUTIVE SUMMARY:

2.3.1 Introduction:

All the schedules reflect the following information:

- Original budget;
- Monthly actual figures;
- Year-to-date actual figures;
- Year-to-date budgeted figures.

2.3.2 Financial Performance, Position and Cash Flow:

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

2.3.2.1 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.

2.3.2.1.1 Overall 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.

	<u>Capital Expenditure</u>	<u>Operating Expenditure</u>	<u>Operating Revenue</u>
Original Budget	1,015,350.00	80,483,157.45	81,896,918.42
Adjustment Budget	1,035,350.00	86,692,374.00	88,126,130.00
Actual spend / received (YTD)	166,626.92	32,749,093.88	34,681,168.46
Percentage Spend (YTD)	16%	41%	42%

The table reflects spending of the capital budget as percentage spent of 16%. The total operating expenditure and revenue reflects percentage spent of 41% and 42% respectively.

2.3.2.1.2 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 November 2018 is R 4.867 million. Refer to figure 1 for more detail.

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

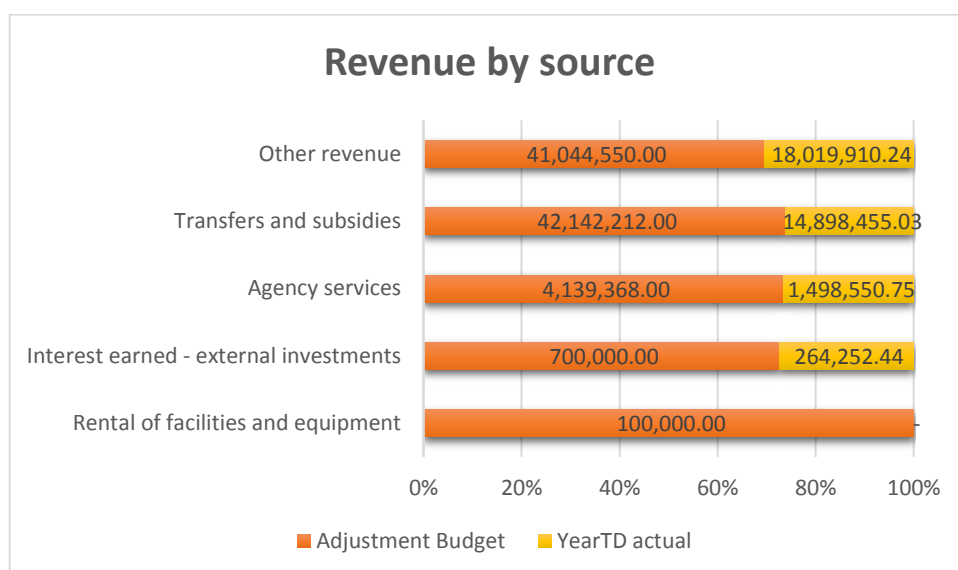


Figure 1 – Revenue by source

- **Other Revenue:**

The amount raised as reflected for the actual year to date represents 44% of the budget amount. The budgeted amount received (Year-to-date) amounts to R 17.101 million.

- **Interest Earned – External Investments:**

The budget amount for Interest earned R 700 000, whilst the year to date actual revenue is R 246 252.44. Thus, reflecting receipt of 38% at the end of November.

2.3.2.2 **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 32.749 million and the year to date budget is R 36.122 million which represents a **variance of 9.3%** for the year to date.

2.3.2.3 **Operating Expenditure by Municipal Vote (Figure 2):**

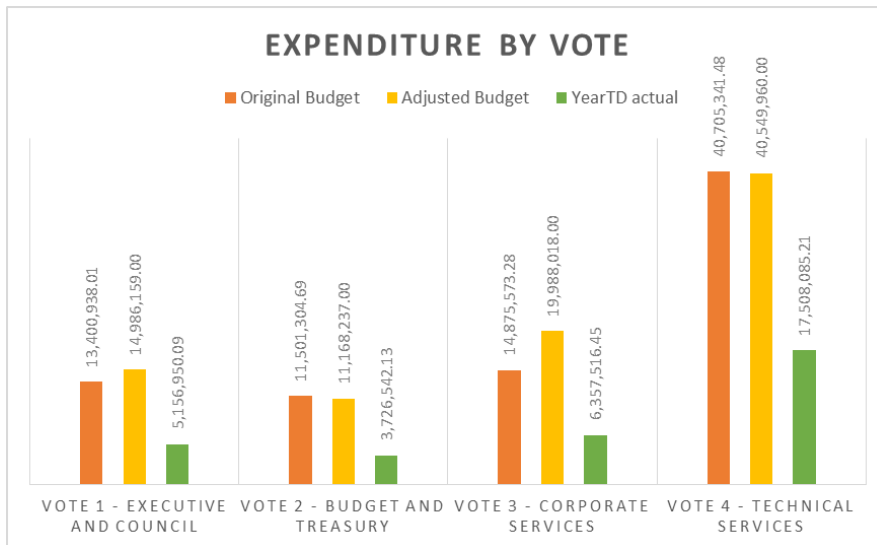


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Original Budget	Adjusted Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	13,400,938.01	14,986,159.00	5,156,950.09	38%
Vote 2 - BUDGET AND TREASURY	11,501,304.69	11,168,237.00	3,726,542.13	32%
Vote 3 - CORPORATE SERVICES	14,875,573.28	19,988,018.00	6,357,516.45	43%
Vote 4 - TECHNICAL SERVICES	40,705,341.48	40,549,960.00	17,508,085.21	43%
Total Expenditure by Vote	80,483,157.45	86,692,374.00	32,749,093.88	41%

The adjustments budget for Technical Service is R 40.550 million of which R 17.508 million has been expended representing 43% of the budget amount.

The adjustments budget for Corporate Services is R 19.988 million of which R 6.358 million has been expended representing 43% of the budget amount.

The adjustments budget for Budget and Treasury is R 11.168 million of which R 3.727 million has been expended representing 32% of the budget amount.

The adjustments budget for Executive and Council is R 14.986 million of which R 5.157 million has been expended representing 38% of the budget amount.

2.3.2.4 Capital Expenditure (Figure 3):

The capital spending for the month of November 2018 amounts to R 5 128.69. The total capital budget amount is R 1.035 million, thus reflecting total spending of 16% at the end of November.

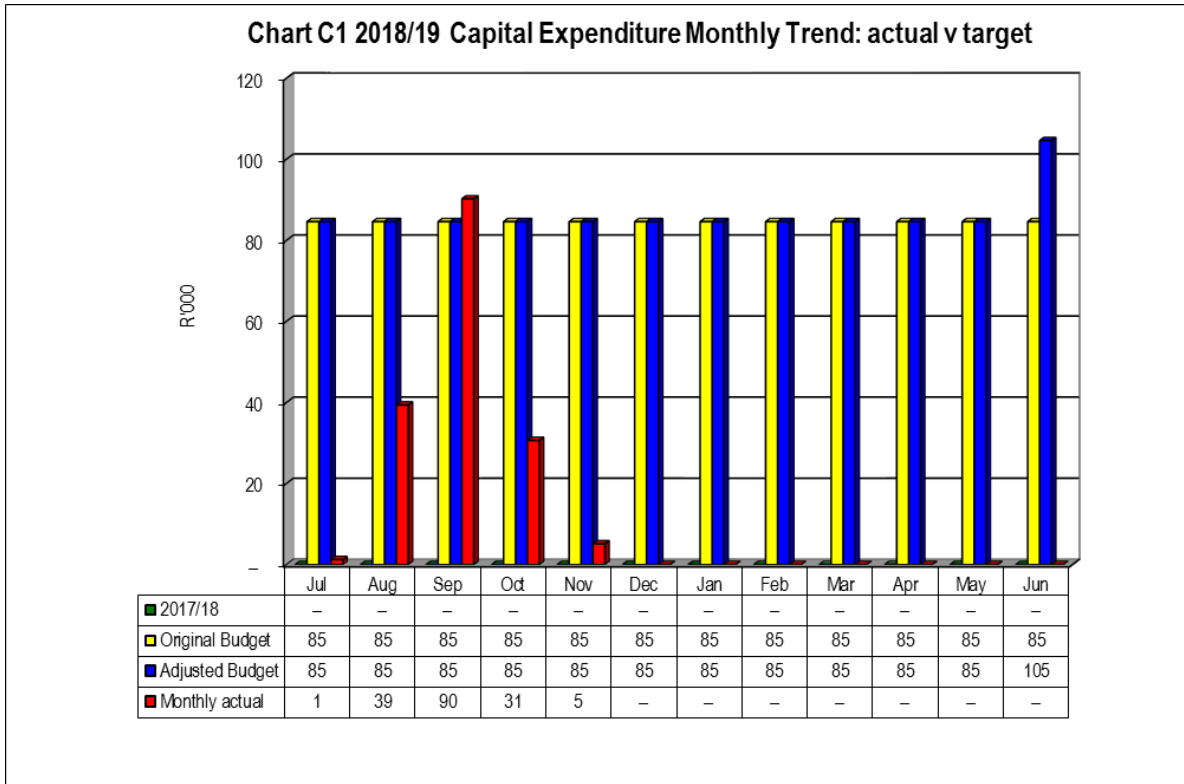


Figure 3 – Breakdown Capital Expenditure by month

2.3.3 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 8.595 million.

2.4 SECTION 4 – IN-YEAR BUDGET STATEMENT TABLE:

2.4.1 Monthly Budget Statements:

2.4.1.1 Table C1: Monthly Budget Statement Summary:

The table below provides 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 - M05 November

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
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	700	700	43	264	292	(27)	-9%	-
Transfers and subsidies	-	35,883	42,142	891	14,898	17,559	(2,661)	-15%	-
Other own revenue	-	45,314	45,284	3,933	19,518	18,868	650	3%	-
Total Revenue (excluding capital transfers and contributions)	-	81,897	88,126	4,867	34,681	36,719	(2,038)	-6%	-
Employee costs	-	47,419	46,926	3,547	17,251	19,552	(2,301)	-12%	-
Remuneration of Councillors	-	4,032	3,957	322	1,587	1,649	(61)	-4%	-
Depreciation & asset impairment	-	432	486	-	-	202	(202)	-100%	-
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	66	1,905	1	142	794	(651)	-82%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	28,535	33,419	3,115	13,768	13,925	(157)	-1%	-
Total Expenditure	-	80,483	86,692	6,986	32,749	36,122	(3,373)	-9%	-
Surplus/(Deficit)	-	1,414	1,434	(2,119)	1,932	597	1,335	223%	-
Transfers and subsidies - capital (monetary allocation)	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	1,414	1,434	(2,119)	1,932	597	1,335	223%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	1,414	1,434	(2,119)	1,932	597	1,335	223%	-
Capital expenditure & funds sources									
Capital expenditure	-	1,015	1,035	5	167	431	(265)	-61%	-
Capital transfers recognised	-	915	915	5	167	381	(215)	-56%	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	100	120	-	-	50	(50)	-100%	-
Total sources of capital funds	-	1,015	1,035	5	167	431	(265)	-61%	-
Financial position									
Total current assets	11,306	8,131	8,091	-	14,648	-	-	-	8,091
Total non current assets	17,711	19,260	19,280	-	18,769	-	-	-	19,280
Total current liabilities	4,575	5,590	5,590	-	11,254	-	-	-	5,590
Total non current liabilities	17,549	20,387	20,387	-	17,185	-	-	-	20,387
Community wealth/Equity	6,893	1,414	-	-	4,977	-	-	-	1,414
Cash flows									
Net cash from (used) operating	-	1,846	1,826	(2,119)	5,523	761	(4,762)	-626%	-
Net cash from (used) investing	-	(1,015)	(1,015)	(5)	83	(423)	(506)	120%	-
Net cash from (used) financing	-	106	106	-	-	44	44	100%	-
Cash/cash equivalents at the month/year end	-	3,925	3,905	-	8,595	3,370	(5,224)	-155%	2,989
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	(65)	125	190	1,627	4	388	-	(1)	2,269
Creditors Age Analysis									
Total Creditors	2,444	61	16	-	858	-	-	-	3,379

2.4.1.2 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) - M05 November

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 %	
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	40,904	46,338	1,059	16,647	19,308	(2,661)	-14%	-
Executive and council		-	35,742	35,934	193	1,628	14,973	(13,344)	-89%	-
Finance and administration		-	5,162	10,404	867	15,019	4,335	10,684	246%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	43	838	186	197	349	(153)	-44%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	795	186	186	331	(146)	-44%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	43	43	0	11	18	(7)	-38%	-
<i>Economic and environmental services</i>		-	40,950	40,950	3,622	17,838	17,063	775	5%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	40,950	40,950	3,622	17,838	17,063	775	5%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	81,897	88,126	4,867	34,681	36,719	(2,038)	-6%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	28,452	34,447	2,314	11,701	14,353	(2,652)	-18%	-
Executive and council		-	8,283	9,049	627	3,181	3,770	(589)	-16%	-
Finance and administration		-	19,777	24,607	1,650	8,230	10,253	(2,023)	-20%	-
Internal audit		-	392	791	37	290	329	(40)	-12%	-
<i>Community and public safety</i>		-	6,440	7,097	514	1,855	2,957	(1,102)	-37%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	1,583	2,219	261	552	925	(372)	-40%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	4,856	4,878	253	1,303	2,032	(729)	-36%	-
<i>Economic and environmental services</i>		-	45,434	44,991	4,157	19,193	18,746	446	2%	-
Planning and development		-	3,226	4,441	289	1,027	1,851	(824)	-45%	-
Road transport		-	42,208	40,550	3,868	18,166	16,896	1,270	8%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	157	157	-	-	65	(65)	-100%	-
Total Expenditure - Functional	3	-	80,483	86,692	6,986	32,749	36,122	(3,373)	-9%	-
Surplus/ (Deficit) for the year		-	1,414	1,434	(2,119)	1,932	597	1,335	223%	-

2.4.1.3 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 page, 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) - M05 November

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
R thousands										
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	35,742	36,034	193	1,628	15,014	(13,386)	-89.2%	-
Vote 2 - BUDGET AND TREASURY		-	5,100	4,300	98	12,713	1,792	10,921	609.6%	-
Vote 3 - CORPORATE SERVICES		-	104	6,842	955	2,502	2,851	(349)	-12.2%	-
Vote 4 - TECHNICAL SERVICES		-	40,950	40,950	3,622	17,838	17,063	775	4.5%	-
Total Revenue by Vote	2	-	81,897	88,126	4,867	34,681	36,719	(2,038)	-5.6%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	13,401	14,986	955	5,157	6,244	(1,087)	-17.4%	-
Vote 2 - BUDGET AND TREASURY		-	11,501	11,168	544	3,727	4,653	(927)	-19.9%	-
Vote 3 - CORPORATE SERVICES		-	14,876	19,988	1,619	6,358	8,328	(1,971)	-23.7%	-
Vote 4 - TECHNICAL SERVICES		-	40,705	40,550	3,868	17,508	16,896	612	3.6%	-
Total Expenditure by Vote	2	-	80,483	86,692	6,986	32,749	36,122	(3,373)	-9.3%	-
Surplus/ (Deficit) for the year	2	-	1,414	1,434	(2,119)	1,932	597	1,335	223.4%	-

Table C3C: Monthly Budget Statement – Financial:

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M05 November

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
Revenue by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	35,742	36,034	193	1,628	15,014	(13,386)	-89%	-
1.1 - MUNICIPAL MANAGER			6,227	6,519	36	789	2,716	(1,927)	-71%	
1.2 - COUNCIL GENERAL EXPENSES			29,515	29,515	157	839	12,298	(11,459)	-93%	
Vote 2 - BUDGET AND TREASURY		-	5,100	4,300	98	12,713	1,792	10,921	610%	-
2.1 - FINANCIAL SERVICES			4,100	3,300	54	12,181	1,375	10,806	786%	
2.2 - DISTRICT COUNCIL LEVIES			-	-	-	-	-	-	-	
2.3 - FINANCE MANAGEMENT GRANT			1,000	1,000	44	532	417	115	28%	
Vote 3 - CORPORATE SERVICES		-	104	6,842	955	2,502	2,851	(349)	-12%	-
3.1 - CORPORATE SERVICES			62	6,004	769	2,306	2,502	(196)	-8%	
3.2 - TOURISM			-	-	-	-	-	-	-	
3.3 - PMU			-	-	-	-	-	-	-	
3.4 - ENVIRONMENTAL HEALTH			43	43	0	11	18	(7)	-38%	
3.5 - CIVIL DEFENCE			-	795	186	186	331	(146)	-44%	
Vote 4 - TECHNICAL SERVICES		-	40,950	40,950	3,622	17,838	17,063	775	5%	-
4.1 - ROADS			40,950	40,950	3,622	17,838	17,063	775	5%	
4.2 - TRANSPORT FUND			-	-	-	-	-	-	-	
Total Revenue by Vote	2	-	81,897	88,126	4,867	34,681	36,719	(2,038)	-6%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	13,401	14,986	955	5,157	6,244	(1,087)	-17%	-
1.1 - MUNICIPAL MANAGER			4,720	4,826	221	1,823	2,011	(188)	-9%	
1.2 - COUNCIL GENERAL EXPENSES			4,731	5,941	382	1,891	2,475	(585)	-24%	
1.3 - INTERNAL AUDIT			724	791	63	417	329	87	27%	
1.4 - IDP			-	-	-	-	-	-	-	
1.5 - EDA			30	-	-	-	-	-	-	
1.6 - LED			-	-	-	-	-	-	-	
1.7 - STRATEGIC PLANNING			3,196	3,428	289	1,027	1,429	(402)	-28%	
Vote 2 - BUDGET AND TREASURY		-	11,501	11,168	544	3,727	4,653	(927)	-20%	-
2.1 - FINANCIAL SERVICES			10,730	10,200	500	3,488	4,250	(762)	-18%	
2.2 - DISTRICT COUNCIL LEVIES			-	-	-	-	-	-	-	
2.3 - FINANCE MANAGEMENT GRANT			771	969	44	239	404	(165)	-41%	
Vote 3 - CORPORATE SERVICES		-	14,876	19,988	1,619	6,358	8,328	(1,971)	-24%	-
3.1 - CORPORATE SERVICES			8,174	12,734	1,104	4,501	5,306	(805)	-15%	
3.2 - TOURISM			157	157	-	-	65	(65)	-100%	
3.3 - PMU			-	-	-	-	-	-	-	
3.4 - ENVIRONMENTAL HEALTH			4,861	4,878	253	1,304	2,032	(729)	-36%	
3.5 - CIVIL DEFENCE			1,583	2,219	261	552	925	(372)	-40%	
3.6 - GRANTS AND SUBSIDIES			-	-	-	-	-	-	-	
3.7 - WORK FOR WATER			100	-	-	-	-	-	-	
3.8 - NUTRITION SCHEME			-	-	-	-	-	-	-	
Vote 4 - TECHNICAL SERVICES		-	40,705	40,550	3,868	17,508	16,896	612	4%	-
4.1 - ROADS			40,705	40,550	3,868	17,508	16,896	612	4%	
4.2 - TRANSPORT FUND			-	-	-	-	-	-	-	
Total Expenditure by Vote	2	-	80,483	86,692	6,986	32,749	36,122	(3,373)	(0)	-
Surplus/ (Deficit) for the year	2	-	1,414	1,434	(2,119)	1,932	597	1,335	0	-

2.4.1.4 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) - M05 November

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
R thousands										
Revenue By Source										
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	100			42	(42)	-100%		
Interest earned - external investments		700	700	43	264	292	(27)	-9%		
Interest earned - outstanding debtors										
Dividends received										
Fines, penalties and forfeits										
Licences and permits										
Agency services		3,947	4,139	300	1,499	1,725	(226)	-13%		
Transfers and subsidies		35,883	42,142	891	14,898	17,559	(2,661)	-15%		
Other revenue		41,267	41,045	3,633	18,020	17,102	918	5%		
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)		-	81,897	88,126	4,867	34,681	36,719	(2,038)	-6%	-
Expenditure By Type										
Employee related costs			47,419	46,926	3,547	17,251	19,552	(2,301)	-12%	
Remuneration of councillors			4,032	3,957	322	1,587	1,649	(61)	-4%	
Debt impairment										
Depreciation & asset impairment			432	486			202	(202)	-100%	
Finance charges										
Bulk purchases										
Other materials			66	1,905	1	142	794	(651)	-82%	
Contracted services			1,406	5,362	57	1,160	2,234	(1,074)	-48%	
Transfers and subsidies										
Other expenditure			27,128	28,057	3,059	12,608	11,690	917	8%	
Loss on disposal of PPE										
Total Expenditure		-	80,483	86,692	6,986	32,749	36,122	(3,373)	-9%	-
Surplus/(Deficit)										
Transfers and subsidies - capital (municipality contributions)										
(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)										
Surplus/(Deficit) after capital transfers & contributions		-	1,414	1,434	(2,119)	1,932	597			-
Taxation										
Surplus/(Deficit) after taxation		-	1,414	1,434	(2,119)	1,932	597			-
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	1,414	1,434	(2,119)	1,932	597			-
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	1,414	1,434	(2,119)	1,932	597			-

2.4.1.5 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) - M05
November

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
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - EXECUTIVE AND COUNCIL		-	79	99	-	33	41	(8)	-20%	-
Vote 2 - BUDGET AND TREASURY		-	140	140	-	54	58	(4)	-7%	-
Vote 3 - CORPORATE SERVICES		-	697	697	5	80	290	(211)	-73%	-
Vote 4 - TECHNICAL SERVICES		-	100	100	-	-	42	(42)	-100%	-
Total Capital single-year expenditure	4	-	1,015	1,035	5	167	431	(265)	-61%	-
Total Capital Expenditure		-	1,015	1,035	5	167	431	(265)	-61%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	719	739	3	124	308	(184)	-60%	-
Executive and council			47	67	-	14	28	(14)	-50%	-
Finance and administration			673	673	3	110	280	(170)	-61%	-
Internal audit			-	-	-	-	-	-	-	-
Community and public safety		-	164	164	2	23	68	(45)	-66%	-
Community and social services			-	-	-	-	-	-	-	-
Sport and recreation			-	-	-	-	-	-	-	-
Public safety			100	100	-	4	42	(38)	-90%	-
Housing			-	-	-	-	-	-	-	-
Health			64	64	2	19	27	(8)	-29%	-
Economic and environmental services		-	132	132	-	19	55	(36)	-65%	-
Planning and development			32	32	-	19	13	6	42%	-
Road transport			100	100	-	-	42	(42)	-100%	-
Environmental protection			-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources			-	-	-	-	-	-	-	-
Water management			-	-	-	-	-	-	-	-
Waste water management			-	-	-	-	-	-	-	-
Waste management			-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	1,015	1,035	5	167	431	(265)	-61%	-
Funded by:										
National Government			915	915	5	167	381	(215)	-56%	-
Provincial Government			-	-	-	-	-	-	-	-
District Municipality			-	-	-	-	-	-	-	-
Other transfers and grants			-	-	-	-	-	-	-	-
Transfers recognised - capital		-	915	915	5	167	381	(215)	-56%	-
Public contributions & donations	5		-	-	-	-	-	-	-	-
Borrowing	6		-	-	-	-	-	-	-	-
Internally generated funds			100	120	-	-	50	(50)	-100%	-
Total Capital Funding		-	1,015	1,035	5	167	431	(265)	-61%	-

2.4.1.6 Table C6: Monthly Budget Statement – Financial Position:

DC5 Central Karoo - Table C6 Monthly Budget Statement - Financial Position - M05 November

Description	Ref	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		8,751	3,925	3,905	8,595	3,905
Call investment deposits		-	-	(20)	-	(20)
Consumer debtors		-	2,100	2,100	-	2,100
Other debtors		1,878	1,248	1,248	5,513	1,248
Current portion of long-term receivables		-	-	-	-	-
Inventory		677	858	858	540	858
Total current assets		11,306	8,131	8,091	14,648	8,091
Non current assets						
Long-term receivables		10,694	10,521	10,521	10,444	10,521
Investments		-	-	-	-	-
Investment property		-	-	-	-	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		6,935	8,656	8,676	8,231	8,676
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		82	82	82	93	82
Other non-current assets		-	-	-	-	-
Total non current assets		17,711	19,260	19,280	18,769	19,280
TOTAL ASSETS		29,017	27,391	27,371	33,416	27,371
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		61	39	39	67	39
Consumer deposits		-	-	-	-	-
Trade and other payables		349	5,551	5,551	6,359	5,551
Provisions		4,166	-	-	4,828	-
Total current liabilities		4,575	5,590	5,590	11,254	5,590
Non current liabilities						
Borrowing		97	101	101	90	101
Provisions		17,452	20,286	20,286	17,095	20,286
Total non current liabilities		17,549	20,387	20,387	17,185	20,387
TOTAL LIABILITIES		22,124	25,977	25,977	28,439	25,977
NET ASSETS	2	6,893	1,414	1,394	4,977	1,394
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		6,893	1,414	1,414	4,977	1,414
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	6,893	1,414	-	4,977	1,414

2.4.1.7 Table C7: Monthly Budget Statement – Cash Flow:

DC5 Central Karoo - Table C7 Monthly Budget Statement - Cash Flow - M05 November

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	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			-	-				-			
Service charges			-	-				-			
Other revenue			45,314	45,314	3,933	19,518	18,881	638	3%		
Government - operating			35,883	35,883	891	14,898	14,951	(53)	0%		
Government - capital			-	-	-	-	-	-			
Interest			700	700	43	264	292	(27)	-9%		
Dividends			-	-	-	-	-	-			
Payments											
Suppliers and employees			(52,922)	(52,942)	(6,986)	(29,158)	(22,059)	7,099	-32%		
Finance charges			-	-	-	-	-	-			
Transfers and Grants			(27,128)	(27,128)	-	-	(11,304)	(11,304)	100%		
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	1,846	1,826	(2,119)	5,523	761	(4,762)	-626%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			-	-				-			
Decrease (Increase) in non-current debtors			-	-				-			
Decrease (increase) other non-current receivables			-	-		250	-	250	#DIV/0!		
Decrease (increase) in non-current investments			-	-				-			
Payments											
Capital assets			(1,015)	(1,015)	(5)	(167)	(423)	(256)	61%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(1,015)	(1,015)	(5)	83	(423)	(506)	120%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-	-				-			
Borrowing long term/refinancing			-	-				-			
Increase (decrease) in consumer deposits			106	106			44	(44)	-100%		
Payments											
Repayment of borrowing			-	-				-			
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	106	106	-	-	44	44	100%	-
NET INCREASE/ (DECREASE) IN CASH HELD			-	936	916	(2,124)	5,606	382			
Cash/cash equivalents at beginning:			2,989	2,989		2,989	2,989			2,989	
Cash/cash equivalents at month/year end:			-	3,925	3,905		8,595	3,370		2,989	

3.

PART 2 – SUPPORTING DOCUMENTATION

3.1 SECTION 5 – DEBTORS ANALYSIS:

3.1.1 Supporting Table SC3:

DC5 Central Karoo - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2018/19									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo 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				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200										-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300										-	-		
Receivables from Non-ex change 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	(65)	125	190	1,627	4	388	-	(1)	2,269	2,019			
Total By Income Source	2000	(65)	125	190	1,627	4	388	-	(1)	2,269	2,019	-	-	
2017/18 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200										-	-		
Commercial	2300										-	-		
Households	2400										-	-		
Other	2500	(65)	125	190	1,627	4	388	-	(1)	2,269	2,019			
Total By Customer Group	2600	(65)	125	190	1,627	4	388	-	(1)	2,269	2,019	-	-	

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

3.1.2 Supporting Table SC4:

DC5 Central Karoo - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

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			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	1,013	45	-	-	770					1,828	
Auditor General	0800	1,431	16	16	-	88					1,551	
Other	0900										-	
Total By Customer Type	1000	2,444	61	16	-	858	-	-	-	-	3,379	-

3.2

SECTION 6 – GRANT RECEIPTS:

3.2.1 Supporting Table SC6 – Grant Receipts:

DC5 Central Karoo - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M05 November

Description	Ref	2017/18	Budget Year		Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	32,883	33,678	815	16,088	14,033	1,301	9.3%	-
Local Government Equitable Share			28,502	28,502	-	11,879	11,876	3	0.0%	
FMG - Internship Training			1,000	1,000	-	1,000	417			
EPWP Incentive			1,013	1,013	455	710	422			
Rural Asset Management Grant			1,728	1,728	-	1,344	720	624	86.7%	
Disaster Management			-	795	-	795	331	464	140.0%	
WC - FMG CAPACITY			280	280	-	-	117			
WP Financial Management Support Grant			360	360	360	360	150	210	140.0%	
Provincial Government:		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	3,000	3,000	289	2,366	1,250	1,116	89.2%	-
CHIETA			-	-	289	595	-	595	#DIV/0!	
Audit fee			3,000	3,000	-	1,771	1,250			
Total Operating Transfers and Grants	5	-	35,883	36,678	1,104	18,454	15,283	2,417	15.8%	-
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
Total Capital Transfers and Grants	5	-	-	-	-	-	-	-		-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	35,883	36,678	1,104	18,454	15,283	2,417	15.8%	-

3.2.2 Supporting Table SC7(1) – Grant Expenditure:

DC5 Central Karoo - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M05 November

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
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	32,883	33,678	2,576	13,904	11,226	2,678	23.9%	-
Local Government Equitable Share			28,502	28,502	2,375	11,876	9,501	2,375	25.0%	
FMG - Internship Training			1,000	1,000	44	532	333	199	59.6%	
EPWP Incentive			1,013	1,013	157	839	338	501	148.5%	
Rural Asset Management Grant			1,728	1,728	-	658	576	82	14.2%	
Disaster Management			-	795	-	-	265	(265)	-100.0%	
WC - FMG CAPACITY			280	280	-	-	93	(93)	-100.0%	
WP Financial Management Support Grant			360	360	-	-	120	(120)	-100.0%	
Provincial Government:		-	-	-	-	-	-	-		-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	3,000	3,000	69	2,422	1,000	1,422	142.2%	-
CHIETA			-	-	69	651	-	651	#DIV/0!	
Audit fee			3,000	3,000	-	1,771	1,000	771	77.1%	
Total operating expenditure of Transfers and Grants:		-	35,883	36,678	2,645	16,326	12,226	4,100	33.5%	-
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Other capital transfers [insert description]										
Provincial Government:		-	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	35,883	36,678	2,645	16,326	12,226	4,100	33.5%	-

3.3 SECTION 7 – CAPITAL PROGRAMME PERFORMANCE:

3.3.1 Supporting Table C12:

Supporting Table C12 reconciled with Table C5.

DC5 Central Karoo - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M05 November

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
R thousands									
Monthly expenditure performance trend									
July		85	85	1	1	85	83	98.5%	0%
August		85	85	39	41	169	129	76.0%	4%
September		85	85	90	131	254	123	48.4%	13%
October		85	85	31	161	338	177	52.3%	16%
November		85	85	5	167	423	256	60.6%	16%
December		85	85			508	-		
January		85	85			592	-		
February		85	85			677	-		
March		85	85			762	-		
April		85	85			846	-		
May		85	85			931	-		
June		85	105			1,035	-		
Total Capital expenditure	-	1,015	1,035	167					

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 November 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: 11 December 2018