

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 OCTOBER 2019



TABLE OF CONTENT

1.	Glossary		3 – 5
2.	PART 1	- IN-YEAR-REPORT	
2.1	SECTION 1	- Mayor’s Report	6
2.2	SECTION 2	- Resolutions	7
2.3	SECTION 3	- Executive Summary	8 – 12
2.4	SECTION 4	- In-Year Budget Statement Tables	13 – 20
3.	PART 2	- SUPPORTING DOCUMENTATION	
3.1	SECTION 5	- Debtors and Creditors Analysis	21
3.2	SECTION 6	- Allocation and Grant Receipts and Expenditure	22 – 23
3.3	SECTION 7	- Capital Programme Performance	24

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 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 October 2019 In-Year Report is:

RESOLVED:

- (a) That the Council take note of contents in the in-year monthly report for October 2019 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.

	Capital Expenditure	Operating Expenditure	Operating Revenue
Original Budget	743 800,00	96 254 785,45	97 236 676,00
Actual spend / received (YTD)	3 140,74	27 205 258,54	35 642 265,69
Percentage Spend (YTD)	0%	28%	37%

The table reflects spending of the capital budget as less than 1%. The total operating expenditure and revenue reflects percentage spent of 28% and 37% 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 October 2019 is R 17.232 million. Refer to figure 1 for more detail.

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

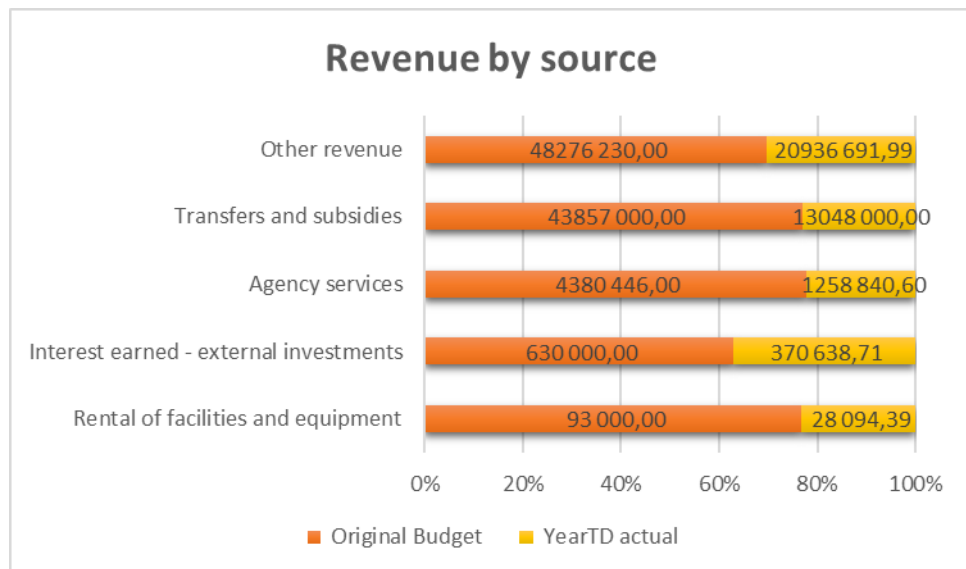


Figure 1 – Revenue by source

- **Other Revenue:**

The amount raised as reflected for the actual year to date represents 43% of the budget amount. The budgeted amount received (Year-to-date) amounts to R 20.937 million.

- **Interest Earned – External Investments:**

The budget amount for Interest earned R 630 000, whilst the year to date actual revenue is R 370 638.71. Thus, reflecting receipt of 59% at the end of the month.

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 27.205 million and the year to date budget is R 32.085 million which represents a **variance of 15%** for the year to date.

2.3.2.3 Operating Expenditure by Municipal Vote (Figure 2):

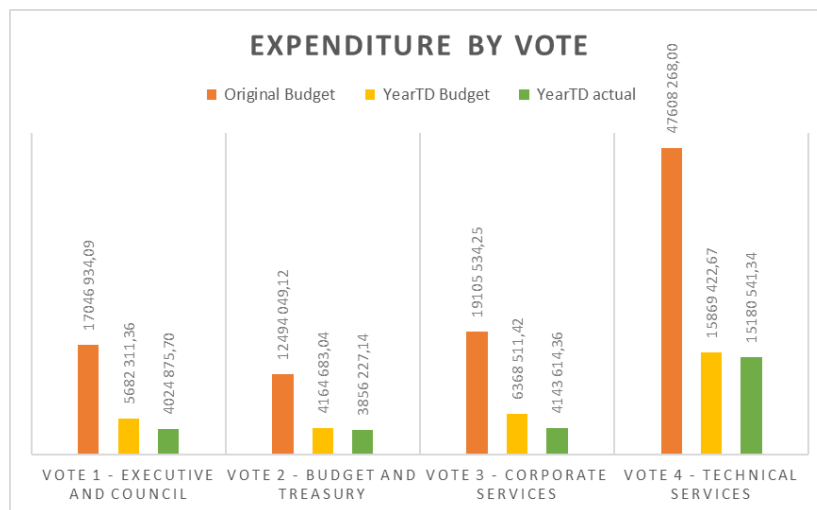


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Original Budget	YearTD Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	17 046 934,09	5 682 311,36	4 024 875,70	24%
Vote 2 - BUDGET AND TREASURY	12 494 049,12	4 164 683,04	3 856 227,14	31%
Vote 3 - CORPORATE SERVICES	19 105 534,25	6 368 511,42	4 143 614,36	22%
Vote 4 - TECHNICAL SERVICES	47 608 268,00	15 869 422,67	15 180 541,34	32%
Total Expenditure by Vote	96 254 785,45	32 084 928,48	27 205 258,54	28%

The original budget for Technical Service is R 47.608 million of which R 15.181 million has been expended representing 32% of the budget amount.

The original budget for Corporate Services is R 19.106 million of which R 4.144 million has been expended representing 22% of the budget amount.

The original budget for Budget and Treasury is R 12.494 million of which R 3.856 million has been expended representing 31% of the budget amount.

The original budget for Executive and Council is R 17.047 million of which R 4.025 million has been expended representing 24% of the budget amount.

2.3.2.4 Capital Expenditure (Figure 3):

The capital spending for the year to date of amounts to R 3 140.74. The total capital budget amount is R 743 800, thus reflecting total spending of less than 1% at the end of October 2019.

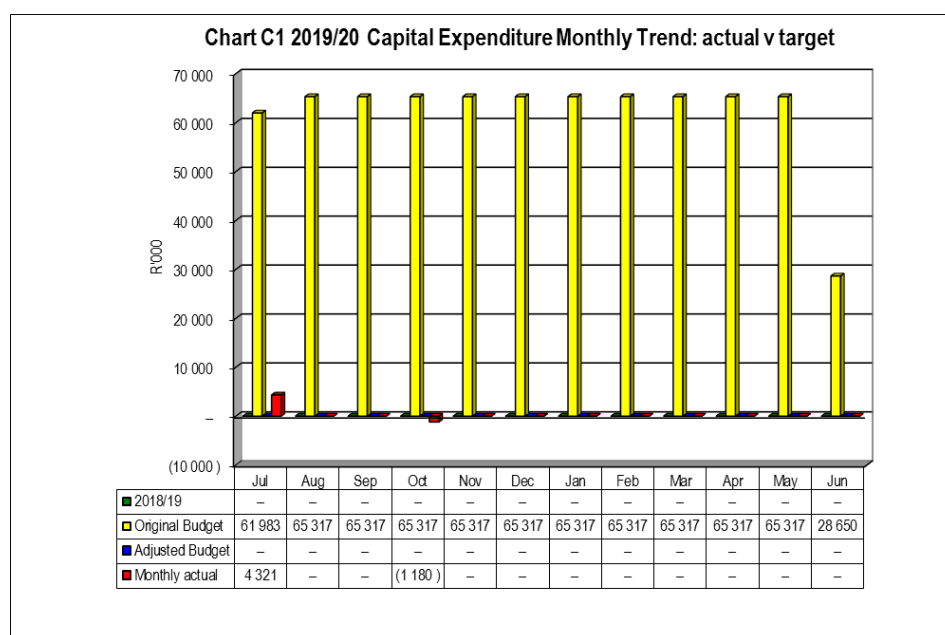


Figure 3 – Breakdown Capital Expenditure by month

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 October for the cash flow statement amounts to R 17.458 million.

2.4 SECTION 4 – IN-YEAR BUDGET STATEMENT TABLE:

2.4.1. Table C1: Monthly Budget Statement Summary:

1

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 - M04 October

Description	2018/19	Budget Year 2019/20							
	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	-	630	-	89	371	210	161	76%	-
Transfers and subsidies	-	43 857	-	280	13 048	14 619	(1 571)	-11%	-
Other own revenue	-	52 750	-	3 990	22 224	17 583	4 640	26%	-
Total Revenue (excluding capital transfers and contributions)	-	97 237	-	4 359	35 642	32 412	3 230	10%	-
Employee costs	-	51 840	-	3 606	14 757	17 280	(2 523)	-15%	-
Remuneration of Councillors	-	3 796	-	329	1 366	1 265	100	8%	-
Depreciation & asset impairment	-	283	-	-	-	94	(94)	-100%	-
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	11 502	-	2	16	3 834	(3 818)	-100%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	28 834	-	2 780	11 066	9 611	1 455	15%	-
Total Expenditure	-	96 255	-	6 718	27 205	32 085	(4 880)	-15%	-
Surplus/(Deficit)	-	982	-	(2 359)	8 437	327	8 110	2478%	-
Transfers and subsidies - capital (monetary alloc	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	982	-	(2 359)	8 437	327	8 110	2478%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	982	-	(2 359)	8 437	327	8 110	2478%	-
Capital expenditure & funds sources									
Capital expenditure	-	744	1 047	(1)	3	248	(245)	-99%	-
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	744	-	(1)	3	248	(245)	-99%	-
Total sources of capital funds	-	744	-	(1)	3	248	(245)	-99%	-
Financial position									
Total current assets	-	9 443	-	-	25 201	-	-	-	9 443
Total non current assets	-	19 261	-	-	17 992	-	-	-	19 261
Total current liabilities	-	8 218	-	-	13 139	-	-	-	8 218
Total non current liabilities	-	18 091	-	-	15 274	-	-	-	18 091
Community wealth/Equity	-	2 396	-	-	14 780	-	-	-	2 396
Cash flows									
Net cash from (used) operating	-	1 330	-	(2 359)	11 406	443	(10 963)	-2472%	-
Net cash from (used) investing	-	(784)	-	(1)	(1 047)	(261)	785	-301%	-
Net cash from (used) financing	-	(11)	-	-	-	(4)	(4)	100%	-
Cash/cash equivalents at the month/year end	-	4 140	-	-	17 458	3 784	(13 675)	-361%	7 099
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	(77)	3	1 315	-	-	-	-	(1)	1 240
Creditors Age Analysis									
Total Creditors	273	224	-	3	560	-	-	-	1 060

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) - M04 October

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		-	47 086	-	706	14 759	15 695	(936)	-6%	-
Executive and council		-	37 969	-	315	1 259	12 656	(11 398)	-90%	-
Finance and administration		-	9 117	-	391	13 501	3 039	10 462	344%	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	45	-	5	32	15	17	116%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	45	-	5	32	15	17	116%	-
Economic and environmental services		-	50 106	-	3 648	20 851	16 702	4 149	25%	-
Planning and development		-	2 331	-	-	-	777	(777)	-100%	-
Road transport		-	47 775	-	3 648	20 851	15 925	4 926	31%	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	97 237	-	4 359	35 642	32 412	3 230	10%	-
Expenditure - Functional										
Governance and administration		-	33 790	-	1 978	8 893	11 263	(2 371)	-21%	-
Executive and council		-	8 473	-	675	2 705	2 824	(120)	-4%	-
Finance and administration		-	24 955	-	1 299	6 165	8 318	(2 153)	-26%	-
Internal audit		-	363	-	5	23	121	(98)	-81%	-
Community and public safety		-	6 451	-	448	1 830	2 150	(321)	-15%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	1 886	-	119	497	629	(132)	-21%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	4 565	-	329	1 333	1 522	(189)	-12%	-
Economic and environmental services		-	55 823	-	4 291	16 478	18 608	(2 130)	-11%	-
Planning and development		-	6 432	-	486	1 298	2 144	(847)	-39%	-
Road transport		-	49 391	-	3 805	15 181	16 464	(1 283)	-8%	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	190	-	-	5	63	(58)	-92%	-
Total Expenditure - Functional	3	-	96 255	-	6 718	27 205	32 085	(4 880)	-15%	-
Surplus/ (Deficit) for the year		-	982	-	(2 359)	8 437	327	8 110	2478%	-

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) - M04 October

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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		-	40 300	-	315	1 259	13 433	(12 175)	-90,6%	-
Vote 2 - BUDGET AND TREASURY		-	4 398	-	379	13 460	1 466	11 994	818,1%	-
Vote 3 - CORPORATE SERVICES		-	4 763	-	17	73	1 588	(1 515)	-95,4%	-
Vote 4 - TECHNICAL SERVICES		-	47 775	-	3 648	20 851	15 925	4 926	30,9%	-
Total Revenue by Vote	2	-	97 237	-	4 359	35 642	32 412	3 230	10,0%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	17 047	-	1 166	4 025	5 682	(1 657)	-29,2%	-
Vote 2 - BUDGET AND TREASURY		-	12 494	-	904	3 856	4 165	(308)	-7,4%	-
Vote 3 - CORPORATE SERVICES		-	19 106	-	843	4 144	6 369	(2 225)	-34,9%	-
Vote 4 - TECHNICAL SERVICES		-	47 608	-	3 805	15 181	15 869	(689)	-4,3%	-
Total Expenditure by Vote	2	-	96 255	-	6 718	27 205	32 085	(4 880)	-15,2%	-
Surplus/ (Deficit) for the year	2	-	982	-	(2 359)	8 437	327	8 110	2477,8%	-

Table C3C: Monthly Budget Statement – Financial:

DC5 Central Karoo - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M04 October

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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		-	40 300	-	315	1 259	13 433	(12 175)	-91%	-
1.1 - MUNICIPAL MANAGER			8 558		315	1 259	2 853	(1 594)	-56%	
1.2 - COUNCIL GENERAL EXPENSES			30 642		-	-	10 214	(10 214)	-100%	
1.3 - INTERNAL AUDIT			-		-	-	-	-		
1.4 - IDP			-		-	-	-	-		
1.5 - EDA			-		-	-	-	-		
1.6 - LED			-		-	-	-	-		
1.7 - STRATEGIC PLANNING			1 100		-	-	367	(367)	-100%	
Vote 2 - BUDGET AND TREASURY		-	4 398	-	379	13 460	1 466	11 994	818%	-
2.1 - FINANCIAL SERVICES			3 398		379	13 460	1 133	12 327	1088%	
2.2 - DISTRICT COUNCIL LEVIES			-		-	-	-	-		
2.3 - FINANCE MANAGEMENT GRANT			1 000		-	-	333	(333)	-100%	
Vote 3 - CORPORATE SERVICES		-	4 763	-	17	73	1 588	(1 515)	-95%	-
3.1 - CORPORATE SERVICES			4 719		12	41	1 573	(1 532)	-97%	
3.2 - TOURISM			-		-	-	-	-		
3.3 - PMU			-		-	-	-	-		
3.4 - ENVIRONMENTAL HEALTH			45		5	32	15	17	116%	
3.5 - CIVIL DEFENCE			-		-	-	-	-		
3.6 - GRANTS AND SUBSIDIES			-		-	-	-	-		
3.7 - WORK FOR WATER			-		-	-	-	-		
3.8 - NUTRITION SCHEME			-		-	-	-	-		
Vote 4 - TECHNICAL SERVICES		-	47 775	-	3 648	20 851	15 925	4 926	31%	-
4.1 - ROADS			47 775		3 648	20 851	15 925	4 926	31%	
4.2 - TRANSPORT FUND			-		-	-	-	-		
Total Revenue by Vote	2	-	97 237	-	4 359	35 642	32 412	3 230	10%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	17 047	-	1 166	4 025	5 682	(1 657)	-29%	-
1.1 - MUNICIPAL MANAGER			6 226		219	933	2 075	(1 143)	-55%	
1.2 - COUNCIL GENERAL EXPENSES			4 894		427	1 659	1 631	28	2%	
1.3 - INTERNAL AUDIT			717		34	136	239	(103)	-43%	
1.4 - IDP			-		-	-	-	-		
1.5 - EDA			-		-	-	-	-		
1.6 - LED			-		-	-	-	-		
1.7 - STRATEGIC PLANNING			5 209		486	1 298	1 736	(439)	-25%	
Vote 2 - BUDGET AND TREASURY		-	12 494	-	904	3 856	4 165	(308)	-7%	-
2.1 - FINANCIAL SERVICES			11 864		851	3 685	3 955	(269)	-7%	
2.2 - DISTRICT COUNCIL LEVIES			-		-	-	-	-		
2.3 - FINANCE MANAGEMENT GRANT			630		53	171	210	(39)	-19%	
Vote 3 - CORPORATE SERVICES		-	19 106	-	843	4 144	6 369	(2 225)	-35%	-
3.1 - CORPORATE SERVICES			12 359		394	2 309	4 120	(1 811)	-44%	
3.2 - TOURISM			190		-	5	63	(58)	-92%	
3.3 - PMU			-		-	-	-	-		
3.4 - ENVIRONMENTAL HEALTH			4 570		329	1 333	1 523	(190)	-12%	
3.5 - CIVIL DEFENCE			1 886		119	497	629	(132)	-21%	
3.6 - GRANTS AND SUBSIDIES			-		-	-	-	-		
3.7 - WORK FOR WATER			100		-	-	33	(33)	-100%	
3.8 - NUTRITION SCHEME			-		-	-	-	-		
Vote 4 - TECHNICAL SERVICES		-	47 608	-	3 805	15 181	15 869	(689)	-4%	-
4.1 - ROADS			47 608		3 805	15 181	15 869	(689)	-4%	
4.2 - TRANSPORT FUND			-		-	-	-	-		
Total Expenditure by Vote	2	-	96 255	-	6 718	27 205	32 085	(4 880)	(0)	-
Surplus/ (Deficit) for the year	2	-	982	-	(2 359)	8 437	327	8 110	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) - M04 October

Description	Ref	Budget Year 2019/20							
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
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		93		7	28	31	(3)	-9%	
Interest earned - external investments		630		89	371	210	161	76%	
Interest earned - outstanding debtors		-		-	-	-	-		
Dividends received		-		-	-	-	-		
Fines, penalties and forfeits		-		-	-	-	-		
Licences and permits		-		-	-	-	-		
Agency services		4 380		315	1 259	1 460	(201)	-14%	
Transfers and subsidies		43 857		280	13 048	14 619	(1 571)	-11%	
Other revenue		48 276		3 668	20 937	16 092	4 845	30%	
Gains on disposal of PPE		-		-	-	-	-		
Total Revenue (excluding capital transfers and contributions)		-	97 237	-	4 359	35 642	3 230	10%	-
Expenditure By Type									
Employee related costs			51 840		3 606	14 757	17 280	(2 523)	-15%
Remuneration of councillors			3 796		329	1 366	1 265	100	8%
Debt impairment			-		-	-	-	-	
Depreciation & asset impairment			283		-	-	94	(94)	-100%
Finance charges			-		-	-	-	-	
Bulk purchases			-		-	-	-	-	
Other materials			11 502		2	16	3 834	(3 818)	-100%
Contracted services			16 979		54	602	5 660	(5 058)	-89%
Transfers and subsidies			-		-	-	-	-	
Other expenditure			11 855		2 726	10 464	3 952	6 513	165%
Loss on disposal of PPE			-		-	-	-	-	
Total Expenditure		-	96 255	-	6 718	27 205	32 085	(4 880)	-15%
Surplus/(Deficit)									
Transfers and subsidies - capital (municipality allocations) (National / Provincial and District)		-	982	-	(2 359)	8 437	327	8 110	0
(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		-	982	-	(2 359)	8 437	327		-
Taxation									
Surplus/(Deficit) after taxation		-	982	-	(2 359)	8 437	327		-
Attributable to minorities									
Surplus/(Deficit) attributable to municipality		-	982	-	(2 359)	8 437	327		-
Share of surplus/ (deficit) of associate									
Surplus/ (Deficit) for the year		-	982	-	(2 359)	8 437	327		-

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) - M04 October

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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		-	132	98	-	-	44	(44)	-100%	-
Vote 2 - BUDGET AND TREASURY		-	60	140	-	-	20	(20)	-100%	-
Vote 3 - CORPORATE SERVICES		-	552	709	(1)	3	184	(181)	-98%	-
Vote 4 - TECHNICAL SERVICES		-	-	100	-	-	-	-		-
Total Capital single-year expenditure	4	-	744	1 047	(1)	3	248	(245)	-99%	-
Total Capital Expenditure		-	744	1 047	(1)	3	248	(245)	-99%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	195	-	(1)	1	65	(64)	-99%	-
Executive and council			31		-	-	10	(10)	-100%	
Finance and administration			164		(1)	1	55	(54)	-99%	
Internal audit			-		-	-	-	-		
Community and public safety		-	449	-	-	3	150	(147)	-98%	-
Community and social services			-		-	-	-	-		
Sport and recreation			-		-	-	-	-		
Public safety			406		-	-	135	(135)	-100%	
Housing			-		-	-	-	-		
Health			43		-	3	14	(12)	-82%	
Economic and environmental services		-	101	-	-	-	34	(34)	-100%	-
Planning and development			101		-	-	34	(34)	-100%	
Road transport			-		-	-	-	-		
Environmental protection			-		-	-	-	-		
Trading services		-	-	-	-	-	-	-		-
Energy sources			-		-	-	-	-		
Water management			-		-	-	-	-		
Waste water management			-		-	-	-	-		
Waste management			-		-	-	-	-		
Other			-		-	-	-	-		
Total Capital Expenditure - Functional Classification	3	-	744	-	(1)	3	248	(245)	-99%	-
Funded by:										
National Government			-		-	-	-	-		
Provincial Government			-		-	-	-	-		
District Municipality			-		-	-	-	-		
Other transfers and grants			-		-	-	-	-		
Transfers recognised - capital		-	-	-	-	-	-	-		-
Public contributions & donations	5		-		-	-	-	-		
Borrowing	6		-		-	-	-	-		
Internally generated funds			744		(1)	3	248	(245)	-99%	-
Total Capital Funding		-	744	-	(1)	3	248	(245)	-99%	-

2.4.1.6 Table C6: Monthly Budget Statement – Financial Position:

DC5 Central Karoo - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			4 140		2 754	4 140
Call investment deposits			–		14 704	–
Consumer debtors			3 275		–	3 275
Other debtors			1 315		7 101	1 315
Current portion of long-term receivables			–		–	–
Inventory			713		642	713
Total current assets			–	–	25 201	9 443
Non current assets						
Long-term receivables			10 020		9 401	10 020
Investments			–		–	–
Investment property			–		–	–
Investments in Associate			–		–	–
Property, plant and equipment			9 149		8 480	9 149
Agricultural			–		–	–
Biological			–		–	–
Intangible			93		111	93
Other non-current assets			–		–	–
Total non current assets			–	–	17 992	19 261
TOTAL ASSETS			–	–	43 193	28 704
LIABILITIES						
Current liabilities						
Bank overdraft			–		–	–
Borrowing			39		70	39
Consumer deposits			–		–	–
Trade and other payables			8 179		8 493	8 179
Provisions			–		4 576	–
Total current liabilities			–	–	13 139	8 218
Non current liabilities						
Borrowing			90		21	90
Provisions			18 001		15 254	18 001
Total non current liabilities			–	–	15 274	18 091
TOTAL LIABILITIES			–	–	28 413	26 309
NET ASSETS	2		–	–	14 780	2 396
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			2 396		14 780	2 396
Reserves			–		–	–
TOTAL COMMUNITY WEALTH/EQUITY	2		–	–	14 780	2 396

2.4.1.7 Table C7: Monthly Budget Statement – Cash Flow:

DC5 Central Karoo - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2018/19	Budget Year	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
		Audited Outcome	Original Budget								
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			-					-			
Service charges			-					-			
Other revenue			52 790		3 990	22 224	17 597	4 627	26%		
Government - operating			43 717		280	13 048	14 572	(1 524)	-10%		
Government - capital			-		-	-	-	-			
Interest			600		89	393	200	193	96%		
Dividends			-		-	-	-	-			
Payments											
Suppliers and employees			(95 776)		(6 718)	(24 258)	(31 925)	(7 667)	24%		
Finance charges			-		-	-	-	-			
Transfers and Grants			-		-	-	-	-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	1 330	-	(2 359)	11 406	443	(10 963)	-2472%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			-					-			
Decrease (Increase) in non-current debtors			-					-			
Decrease (increase) other non-current receivables			-		-	(1 044)	-	(1 044)	#DIV/0!		
Decrease (increase) in non-current investments			-					-			
Payments											
Capital assets			(784)		(1)	(3)	(261)	(258)	99%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(784)	-	(1)	(1 047)	(261)	785	-301%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-					-			
Borrowing long term/refinancing			-					-			
Increase (decrease) in consumer deposits			-					-			
Payments											
Repayment of borrowing			(11)					(4)	(4)	100%	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	(11)	-	-	-	(4)	(4)	100%	-
NET INCREASE/ (DECREASE) IN CASH HELD			-	535	-	(2 361)	10 359	178			-
Cash/cash equivalents at beginning:			3 605				7 099	3 605			7 099
Cash/cash equivalents at month/year end:			-	4 140	-		17 458	3 784			7 099

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 - M04 October

Description	NT Code	Budget Year 2019/20									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				
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-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	(77)	3	1 315	-	-	-	-	(1)	1 240	(1)			
Total By Income Source	2000	(77)	3	1 315	-	-	-	-	(1)	1 240	(1)	-	-	
2018/19 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200										-	-		
Commercial	2300										-	-		
Households	2400										-	-		
Other	2500	(77)	3	1 315	-	-	-	-	(1)	1 240	(1)			
Total By Customer Group	2600	(77)	3	1 315	-	-	-	-	(1)	1 240	(1)	-	-	

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 - M04 October

Description	NT Code	Budget Year 2019/20									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	273	224	-	3	560	-	-	-	1 060		
Auditor General	0800										-	
Other	0900										-	
Total By Customer Type	1000	273	224	-	3	560	-	-	-	1 060	-	

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 - M04 October

Description	Ref	2018/19	Budget Year			YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual					
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	34 908	-	-	15 502	11 636	3 302	28,4%	-
Local Government Equitable Share			30 642			12 768	10 214	2 554	25,0%	
FMG - Internship Training			1 000			1 000	333			
EPWP Incentive			1 231			308	410			
Rural Asset Management Grant			2 035			1 426	678	748	110,2%	
Provincial Government:		-	1 759	-	280	280	586	(367)	-62,5%	-
WK FMG KAPASITEIT AFS										
Disaster Management										
WP Financial Management Support Grant			280		280	280	93			
WC - FMG CAPACITY			379				126			
WK FMG ERM SYSTEM										
WK FMG PDO COMPLIANCE										
WK FMG ERM SYSTEM ROLL-FORWARD										
WK FMG CAPACITY AUDIT ASSISTANCE										
WK FMG CAPACITY IA SYSTEM										
WOSA			1 100				367	(367)	-100,0%	
LG GEGRADUEERDE INTERNSKAP	4									
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	7 190	-	-	439	2 397	(1 957)	-81,7%	-
CHIETA			1 300			439	433	6	1,4%	
LGSETA			2 850				950			
LGSETA MANDATORY GRANT			40				13			
Audit fee			3 000				1 000			
Total Operating Transfers and Grants	5	-	43 857	-	280	16 221	14 619	978	6,7%	-
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
<i>Other capital transfers [insert description]</i>										
Provincial Government:		-	-	-	-	-	-	-	-	-
<i>Fire department capacity building</i>										
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>										
Total Capital Transfers and Grants	5	-	-	-	-	-	-	-	-	-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	43 857	-	280	16 221	14 619	978	6,7%	-

3.2.2 Supporting Table SC7(1) – Grant Expenditure:

DC5 Central Karoo - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2018/19	Budget Year 2019/20							
		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:		-	34 908	-	2 945	11 095	11 636	(541)	-4,6%	-
Local Government Equitable Share			30 642		2 554	10 214	10 214	-		
FMG - Internship Training			1 000		260	490	333	157	47,0%	
EPWP Incentive			1 231		131	392	410	(19)	-4,6%	
Rural Asset Management Grant			2 035		-	-	678	(678)	-100,0%	
Provincial Government:		-	1 759	-	34	150	586	-		-
WK FMG KAPASITEIT AFS					-	-	-	-		
Disaster Management					-	-	-	-		
WP Financial Management Support Grant			280		-	-	93			
WC - FMG CAPACITY			379		24	123	126			
WK FMG ERM SYSTEM					-	-	-			
WK FMG PDO COMPLIANCE					-	-	-			
WK FMG ERM SYSTEM ROLL-FORWARD					-	-	-			
WK FMG CAPACITY AUDIT ASSISTANCE					-	-	-			
WK FMG CAPACITY IA SYSTEM					-	-	-			
WOSA			1 100		10	27	367			
LG GEGRADUEERDE INTERNSKAP					-	-	-			
District Municipality:		-	-	-	-	-	-	-		-
<i>[insert description]</i>										
Other grant providers:		-	7 190	-	0	13	2 397	(2 383)	-99,4%	-
CHIETA			1 300		0	0	433	(433)	-99,9%	
LGSETA			2 850		-	-	950			
LGSETA MANDATORY GRANT			40		-	13	13			
<i>Audit fee</i>			3 000		-	-	1 000	(1 000)	-100,0%	
Total operating expenditure of Transfers and Grants:		-	43 857	-	2 979	11 258	14 619	(2 924)	-20,0%	-
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Other capital transfers <i>[insert description]</i>										
Provincial Government:		-	-	-	-	-	-	-		-
Fire department capacity building					-	-	-	-		
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:										
Total capital expenditure of Transfers and Grants		-	-	-	-	-	-	-		-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	43 857	-	2 979	11 258	14 619	(2 924)	-20,0%	-

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 - M04 October

Month	2018/19	Budget Year 2019/20							
	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		62		4	4	62	58	93,0%	1%
August		65		-		127	-		
September		65		-		193	-		
October		65		(1)		258	-		
November		65				323	-		
December		65				389	-		
January		65				454	-		
February		65				519	-		
March		65				585	-		
April		65				650	-		
May		65				715	-		
June		29				744	-		
Total Capital expenditure	-	744	-	3					

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 October 2019 (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: 13 November 2019