

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 2019



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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 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: Dr AL Rabie

11 December 2019

2.2 SECTION 2 – RESOLUTIONS:

The recommended Resolution to Council with regard to the November 2019 In-Year Report is:

RESOLVED:

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

	<u>Capital Expenditure</u>	<u>Operating Expenditure</u>	<u>Operating Revenue</u>
Original Budget	743 800,00	96 254 785,45	97 236 676,00
Actual spend / received (YTD)	15 214,08	34 083 693,68	41 021 755,58
Percentage Spend (YTD)	2%	35%	42%

The table reflects spending of the capital budget of 2%. The total operating expenditure and revenue reflects percentage spent of 35% 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 2019 is R 5.379 million. Refer to figure 1 for more detail.

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

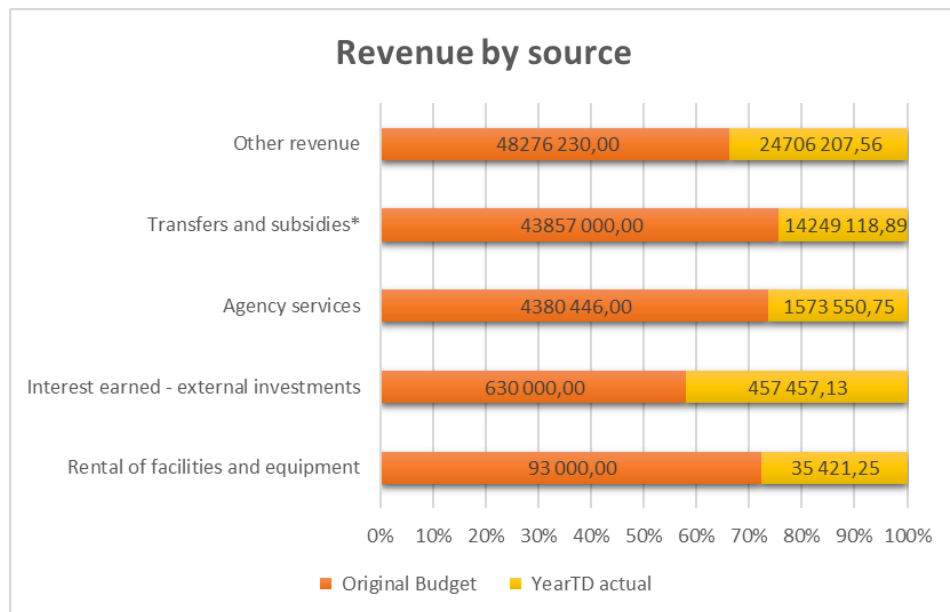


Figure 1 – Revenue by source (*Refer to Grants receipts schedule for actual receipts, page 22)

- **Other Revenue:**

The amount raised as reflected for the actual year to date represents 51% of the total budget amount. The budgeted amount received (Year-to-date) amounts to R 20.115 million.

- **Interest Earned – External Investments:**

The budget amount for Interest earned R 630 000, whilst the year to date actual revenue is R 457 457.13. Thus, reflecting receipt of 73% at the end of Month 5 of the financial year. This is an indication of a possible increase in the adjustment budget amount due to higher anticipated revenue from interest on investments.

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 34.084 million and the year to date budget is R 40.106 million which represents a **variance of 15%** for the year to date.

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

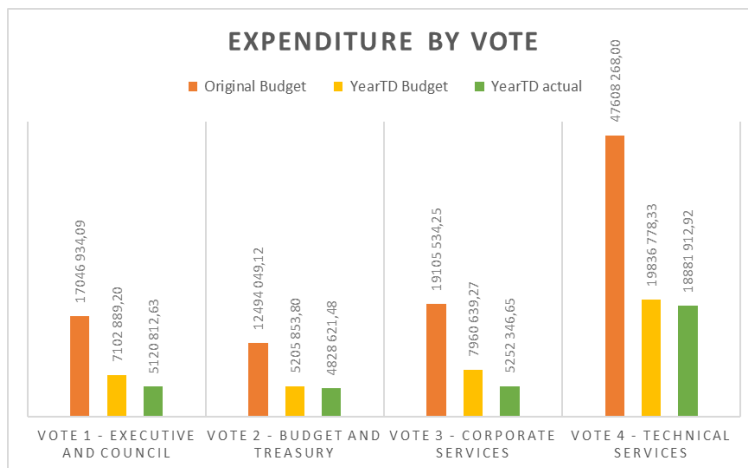


Figure 2 – Breakdown Operating Expenditure by Municipal Vote

Expenditure by Vote	Original Budget	YearTD Budget	YearTD actual	% Spend
Vote 1 - EXECUTIVE AND COUNCIL	17 046 934,09	7 102 889,20	5 120 812,63	30%
Vote 2 - BUDGET AND TREASURY	12 494 049,12	5 205 853,80	4 828 621,48	39%
Vote 3 - CORPORATE SERVICES	19 105 534,25	7 960 639,27	5 252 346,65	27%
Vote 4 - TECHNICAL SERVICES	47 608 268,00	19 836 778,33	18 881 912,92	40%
Total Expenditure by Vote	96 254 785,45	40 106 160,61	34 083 693,68	35%

The original budget for Technical Service is R 47.608 million of which R 18.882 million has been expended representing 40% of the budget amount.

The original budget for Corporate Services is R 19.106 million of which R 5.252 million has been expended representing 27% of the budget amount.

The original budget for Budget and Treasury is R 12.494 million of which R 4.829 million has been expended representing 39% of the budget amount.

The original budget for Executive and Council is R 17.047 million of which R 5.121 million has been expended representing 30% of the budget amount.

2.3.2.4 Capital Expenditure (Figure 3):

The capital spending for the year to date of amounts to R 15 214.08. The total capital budget amount is R 743 800, thus reflecting total spending of 2% at the end of November 2019.

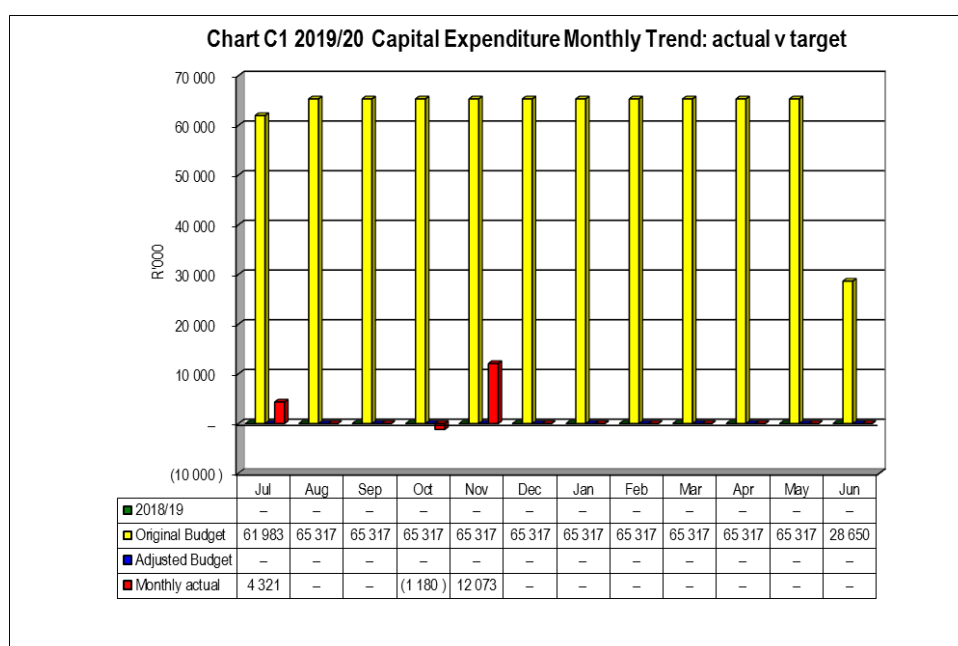


Figure 3 – Breakdown Capital Expenditure by month

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 November for the cash flow statement amounts to R 15.390 million.

2.4 SECTION 4 – IN-YEAR BUDGET STATEMENT TABLE:

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	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	-	87	457	263	195	74%	-
Transfers and subsidies	-	43 857	-	1 201	14 249	18 274	(4 025)	-22%	-
Other own revenue	-	52 750	-	4 092	26 315	21 979	4 336	20%	-
Total Revenue (excluding capital transfers and contributions)	-	97 237	-	5 379	41 022	40 515	506	1%	-
Employee costs	-	51 840	-	3 825	18 583	21 600	(3 017)	-14%	-
Remuneration of Councillors	-	3 796	-	345	1 710	1 582	129	8%	-
Depreciation & asset impairment	-	283	-	-	-	118	(118)	-100%	-
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	11 502	-	1	17	4 792	(4 776)	-100%	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	28 834	-	2 707	13 774	12 014	1 759	15%	-
Total Expenditure	-	96 255	-	6 878	34 084	40 106	(6 022)	-15%	-
Surplus/(Deficit)	-	982	-	(1 499)	6 938	409	6 529	1596%	-
Transfers and subsidies - capital (monetary allocation)	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	982	-	(1 499)	6 938	409	6 529	1596%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	982	-	(1 499)	6 938	409	6 529	1596%	-
Capital expenditure & funds sources									
Capital expenditure	-	744	1 047	12	15	310	(295)	-95%	-
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	744	-	12	15	310	(295)	-95%	-
Total sources of capital funds	-	744	-	12	15	310	(295)	-95%	-
Financial position									
Total current assets	-	9 443	-	-	23 247	-	-	-	9 443
Total non current assets	-	19 261	-	-	17 992	-	-	-	19 261
Total current liabilities	-	8 218	-	-	10 992	-	-	-	8 218
Total non current liabilities	-	18 091	-	-	15 274	-	-	-	18 091
Community wealth/Equity	-	2 396	-	-	14 973	-	-	-	2 396
Cash flows									
Net cash from (used) operating	-	1 330	-	(1 499)	9 350	554	(8 796)	-1587%	-
Net cash from (used) investing	-	(784)	-	12	(1 059)	(327)	732	-224%	-
Net cash from (used) financing	-	(11)	-	-	-	(5)	(5)	100%	-
Cash/cash equivalents at the month/year end	-	4 140	-	-	15 390	3 828	(11 562)	-302%	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	(90)	20	1	562	61	670	-	-	1 224
Creditors Age Analysis									
Total Creditors	71	0	-	-	3	-	-	-	74

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	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										
<i>Governance and administration</i>		-	47 086	-	1 586	16 346	19 619	(3 274)	-17%	-
Executive and council		-	37 969	-	946	2 205	15 821	(13 616)	-86%	-
Finance and administration		-	9 117	-	640	14 141	3 799	10 342	272%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	45	-	5	37	19	18	98%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	45	-	5	37	19	18	98%	-
<i>Economic and environmental services</i>		-	50 106	-	3 789	24 639	20 878	3 762	18%	-
Planning and development		-	2 331	-	27	27	971	(944)	-97%	-
Road transport		-	47 775	-	3 762	24 612	19 906	4 706	24%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	97 237	-	5 379	41 022	40 515	506	1%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	33 790	-	2 291	11 183	14 079	(2 896)	-21%	-
Executive and council		-	8 473	-	786	3 490	3 530	(40)	-1%	-
Finance and administration		-	24 955	-	1 500	7 665	10 398	(2 733)	-26%	-
Internal audit		-	363	-	5	28	151	(123)	-81%	-
<i>Community and public safety</i>		-	6 451	-	581	2 411	2 688	(277)	-10%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	1 886	-	145	641	786	(145)	-18%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	4 565	-	437	1 769	1 902	(133)	-7%	-
<i>Economic and environmental services</i>		-	55 823	-	4 007	20 485	23 260	(2 775)	-12%	-
Planning and development		-	6 432	-	305	1 603	2 680	(1 077)	-40%	-
Road transport		-	49 391	-	3 701	18 882	20 580	(1 698)	-8%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	190	-	-	5	79	(74)	-94%	-
Total Expenditure - Functional	3	-	96 255	-	6 878	34 084	40 106	(6 022)	-15%	-
Surplus/ (Deficit) for the year		-	982	-	(1 499)	6 938	409	6 529	1596%	-

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	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	-	973	2 232	16 792	(14 560)	-86,7%	-
Vote 2 - BUDGET AND TREASURY		-	4 398	-	637	14 097	1 833	12 264	669,3%	-
Vote 3 - CORPORATE SERVICES		-	4 763	-	8	81	1 985	(1 904)	-95,9%	-
Vote 4 - TECHNICAL SERVICES		-	47 775	-	3 762	24 612	19 906	4 706	23,6%	-
Total Revenue by Vote	2	-	97 237	-	5 379	41 022	40 515	506	1,3%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	17 047	-	1 096	5 121	7 103	(1 982)	-27,9%	-
Vote 2 - BUDGET AND TREASURY		-	12 494	-	972	4 829	5 206	(377)	-7,2%	-
Vote 3 - CORPORATE SERVICES		-	19 106	-	1 109	5 252	7 961	(2 708)	-34,0%	-
Vote 4 - TECHNICAL SERVICES		-	47 608	-	3 701	18 882	19 837	(955)	-4,8%	-
Total Expenditure by Vote	2	-	96 255	-	6 878	34 084	40 106	(6 022)	-15,0%	-
Surplus/ (Deficit) for the year	2	-	982	-	(1 499)	6 938	409	6 529	1595,8%	-

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	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	-	973	2 232	16 792	(14 560)	-87%	-
1.1 - MUNICIPAL MANAGER			8 558		437	1 696	3 566	(1 870)	-52%	
1.2 - COUNCIL GENERAL EXPENSES			30 642		509	509	12 768	(12 259)	-96%	
1.3 - INTERNAL AUDIT			-		-	-	-	-		
1.4 - IDP			-		-	-	-	-		
1.5 - EDA			-		-	-	-	-		
1.6 - LED			-		-	-	-	-		
1.7 - STRATEGIC PLANNING			1 100		27	27	458	(431)	-94%	
Vote 2 - BUDGET AND TREASURY		-	4 398	-	637	14 097	1 833	12 264	669%	-
2.1 - FINANCIAL SERVICES			3 398		97	13 557	1 416	12 141	858%	
2.2 - DISTRICT COUNCIL LEVIES			-		-	-	-	-		
2.3 - FINANCE MANAGEMENT GRANT			1 000		540	540	417	123	30%	
Vote 3 - CORPORATE SERVICES		-	4 763	-	8	81	1 985	(1 904)	-96%	-
3.1 - CORPORATE SERVICES			4 719		3	44	1 966	(1 922)	-98%	
3.2 - TOURISM			-		-	-	-	-		
3.3 - PMU			-		-	-	-	-		
3.4 - ENVIRONMENTAL HEALTH			45		5	37	19	18	98%	
3.5 - CIVIL DEFENCE			-		-	-	-	-		
Vote 4 - TECHNICAL SERVICES		-	47 775	-	3 762	24 612	19 906	4 706	24%	-
4.1 - ROADS			47 775		3 762	24 612	19 906	4 706	24%	
4.2 - TRANSPORT FUND			-		-	-	-	-		
Total Revenue by Vote	2	-	97 237	-	5 379	41 022	40 515	506	1%	-
Expenditure by Vote	1									
Vote 1 - EXECUTIVE AND COUNCIL		-	17 047	-	1 096	5 121	7 103	(1 982)	-28%	-
1.1 - MUNICIPAL MANAGER			6 226		268	1 200	2 594	(1 394)	-54%	
1.2 - COUNCIL GENERAL EXPENSES			4 894		489	2 148	2 039	109	5%	
1.3 - INTERNAL AUDIT			717		33	169	299	(130)	-43%	
1.4 - IDP			-		-	-	-	-		
1.5 - EDA			-		-	-	-	-		
1.6 - LED			-		-	-	-	-		
1.7 - STRATEGIC PLANNING			5 209		305	1 603	2 170	(568)	-26%	
Vote 2 - BUDGET AND TREASURY		-	12 494	-	972	4 829	5 206	(377)	-7%	-
2.1 - FINANCIAL SERVICES			11 864		923	4 608	4 943	(335)	-7%	
2.2 - DISTRICT COUNCIL LEVIES			-		-	-	-	-		
2.3 - FINANCE MANAGEMENT GRANT			630		50	221	263	(42)	-16%	
Vote 3 - CORPORATE SERVICES		-	19 106	-	1 109	5 252	7 961	(2 708)	-34%	-
3.1 - CORPORATE SERVICES			12 359		527	2 836	5 150	(2 313)	-45%	
3.2 - TOURISM			190		-	5	79	(74)	-94%	
3.3 - PMU			-		-	-	-	-		
3.4 - ENVIRONMENTAL HEALTH			4 570		437	1 770	1 904	(134)	-7%	
3.5 - CIVIL DEFENCE			1 886		145	641	786	(145)	-18%	
3.6 - GRANTS AND SUBSIDIES			-		-	-	-	-		
3.7 - WORK FOR WATER			100		-	-	42	(42)	-100%	
Vote 4 - TECHNICAL SERVICES		-	47 608	-	3 701	18 882	19 837	(955)	-5%	-
4.1 - ROADS			47 608		3 701	18 882	19 837	(955)	-5%	
Total Expenditure by Vote	2	-	96 255	-	6 878	34 084	40 106	(6 022)	(0)	-
Surplus/ (Deficit) for the year	2	-	982	-	(1 499)	6 938	409	6 529	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	Budget Year 2019/20								
		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		93			7	35	39	(3)	-9%	
Interest earned - external investments		630			87	457	263	195	74%	
Interest earned - outstanding debtors		-			-	-	-	-		
Dividends received		-			-	-	-	-		
Fines, penalties and forfeits		-			-	-	-	-		
Licences and permits		-			-	-	-	-		
Agency services		4 380			315	1 574	1 825	(252)	-14%	
Transfers and subsidies		43 857			1 201	14 249	18 274	(4 025)	-22%	
Other revenue		48 276			3 770	24 706	20 115	4 591	23%	
Gains on disposal of PPE		-			-	-	-	-		
Total Revenue (excluding capital transfers and contributions)		-	97 237	-	5 379	41 022	40 515	506	1%	-
Expenditure By Type										
Employee related costs			51 840		3 825	18 583	21 600	(3 017)	-14%	
Remuneration of councillors			3 796		345	1 710	1 582	129	8%	
Debt impairment			-		-	-	-	-		
Depreciation & asset impairment			283		-	-	118	(118)	-100%	
Finance charges			-		-	-	-	-		
Bulk purchases			-		-	-	-	-		
Other materials			11 502		1	17	4 792	(4 776)	-100%	
Contracted services			16 979		99	700	7 075	(6 374)	-90%	
Transfers and subsidies			-		-	-	-	-		
Other expenditure			11 855		2 609	13 073	4 940	8 134	165%	
Loss on disposal of PPE			-		-	-	-	-		
Total Expenditure		-	96 255	-	6 878	34 084	40 106	(6 022)	-15%	-
Surplus/(Deficit)		-	982	-	(1 499)	6 938	409	6 529	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)										
Surplus/(Deficit) after capital transfers & contributions		-	982	-	(1 499)	6 938	409			-
Taxation										
Surplus/(Deficit) after taxation		-	982	-	(1 499)	6 938	409			-
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	982	-	(1 499)	6 938	409			-
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	982	-	(1 499)	6 938	409			-

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	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	10	10	55	(45)	-82%	-
Vote 2 - BUDGET AND TREASURY		-	60	140	-	-	25	(25)	-100%	-
Vote 3 - CORPORATE SERVICES		-	552	709	2	6	230	(225)	-98%	-
Vote 4 - TECHNICAL SERVICES		-	-	100	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	744	1 047	12	15	310	(295)	-95%	-
Total Capital Expenditure		-	744	1 047	12	15	310	(295)	-95%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	195	-	10	11	81	(70)	-86%	-
Executive and council		-	31	-	8	8	13	(5)	-37%	-
Finance and administration		-	164	-	2	3	68	(65)	-96%	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	449	-	-	3	187	(184)	-99%	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	406	-	-	-	169	(169)	-100%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	43	-	-	3	18	(15)	-86%	-
Economic and environmental services		-	101	-	2	2	42	(40)	-96%	-
Planning and development		-	101	-	2	2	42	(40)	-96%	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	744	-	12	15	310	(295)	-95%	-
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	-	12	15	310	(295)	-95%	-
Total Capital Funding		-	744	-	12	15	310	(295)	-95%	-

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	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		663	4 140	
Call investment deposits			–		14 727	–	
Consumer debtors			3 275		–	3 275	
Other debtors			1 315		7 110	1 315	
Current portion of long-term receivables					–		
Inventory			713		747	713	
Total current assets			–	9 443	–	23 247	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		8 479	9 149	
Agricultural					–		
Biological					–		
Intangible			93		112	93	
Other non-current assets					–		
Total non current assets			–	19 261	–	17 992	19 261
TOTAL ASSETS			–	28 704	–	41 239	28 704
LIABILITIES							
Current liabilities							
Bank overdraft					–		
Borrowing			39		70	39	
Consumer deposits					–		
Trade and other payables			8 179		6 346	8 179	
Provisions					4 576		
Total current liabilities			–	8 218	–	10 992	8 218
Non current liabilities							
Borrowing				90	21	90	
Provisions			18 001		15 254	18 001	
Total non current liabilities			–	18 091	–	15 274	18 091
TOTAL LIABILITIES			–	26 309	–	26 266	26 309
NET ASSETS	2		–	2 396	–	14 973	2 396
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			2 396		14 973	2 396	
Reserves			–		–	–	
TOTAL COMMUNITY WEALTH/EQUITY	2		–	2 396	–	14 973	2 396

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	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										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			-					-			
Service charges			-					-			
Other revenue			52 790		4 092	26 315	21 996	4 319	20%		
Government - operating			43 717		1 201	14 249	18 215	(3 966)	-22%		
Government - capital			-		-	-	-	-			
Interest			600		87	479	250	229	92%		
Dividends			-		-	-	-	-			
Payments											
Suppliers and employees			(95 776)		(6 878)	(31 694)	(39 907)	(8 213)	21%		
Finance charges			-		-	-	-	-			
Transfers and Grants			-		-	-	-	-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	1 330	-	(1 499)	9 350	554	(8 796)	-1587%	-
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)		12	(15)	(327)	(311)	95%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(784)	-	12	(1 059)	(327)	732	-224%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-					-			
Borrowing long term/refinancing			-					-			
Increase (decrease) in consumer deposits			-					-			
Payments											
Repayment of borrowing			(11)					(5)	100%		
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	(11)	-	-	-	(5)	100%	-	
NET INCREASE/ (DECREASE) IN CASH HELD			-	535	-	(1 487)	8 291	223		-	
Cash/cash equivalents at beginning:			3 605				7 099	3 605		7 099	
Cash/cash equivalents at month/year end:			4 140				15 390	3 828		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 - M05 November

Description	NT Code	Budget Year 2019/20								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	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	(90)	20	1	562	61	670	-	1 224	1 294			
Total By Income Source	2000	(90)	20	1	562	61	670	-	1 224	1 294	-	-	
2018/19 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200									-	-		
Commercial	2300									-	-		
Households	2400									-	-		
Other	2500	(90)	20	1	562	61	670	-	1 224	1 294			
Total By Customer Group	2600	(90)	20	1	562	61	670	-	1 224	1 294	-	-	

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 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	Total		
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	71	0	-	-	3	-	-	74		
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	71	0	-	-	3	-	-	74	-	

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	2018/19	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:		-	34 908	-	554	16 056	14 545	579	4,0%	-
Local Government Equitable Share			30 642		-	12 768	12 768	1	0,0%	
FMG - Internship Training			1 000		-	1 000	417			
EPWP Incentive			1 231		554	862	513			
Rural Asset Management Grant			2 035		-	1 426	848	578	68,2%	
Provincial Government:		-	1 759	-	-	280	733	(458)	-62,5%	-
WK FMG KAPASITEIT AFS			-		-	-	-	-		
Disaster Management			-		-	-	-	-		
WP Financial Management Support Grant			280		-	280	117			
WC - FMG CAPACITY			379		-	-	158			
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		-	-	458	(458)	-100,0%	
LG GEGRADUEERDE INTERNSKAP	4		-		-	-	-	-		
District Municipality:		-	-	-	-	-	-	-		-
<i>[insert description]</i>										
Other grant providers:		-	7 190	-	-	439	2 996	(2 556)	-85,3%	-
CHIETA			1 300		-	439	542	(102)	-18,9%	
LGSETA			2 850		-	-	1 188			
LGSETA MANDATORY GRANT			40		-	-	17			
Audit fee			3 000		-	-	1 250			
			-		-	-	-			
			-		-	-	-			
Total Operating Transfers and Grants	5	-	43 857	-	554	16 775	18 274	(2 436)	-13,3%	-
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-		-
Other capital transfers <i>[insert description]</i>										
Provincial Government:		-	-	-	-	-	-	-		-
Fire department capacity building										
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	-	554	16 775	18 274	(2 436)	-13,3%	-

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	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	-	2 721	13 788	14 545	(757)	-5,2%	-
Local Government Equitable Share			30 642		2 554	12 768	12 768	-		
FMG - Internship Training			1 000		50	512	417	95	22,8%	
EPWP Incentive			1 231		117	509	513	(4)	-0,8%	
Rural Asset Management Grant			2 035		-	-	848	(848)	-100,0%	
Provincial Government:		-	1 759	-	232	382	733	-		-
WK FMG KAPASITEIT AFS			-		-	-	-	-		
Disaster Management			-		-	-	-	-		
WP Financial Management Support Grant			280		227	227	117			
WC - FMG CAPACITY			379		6	129	158			
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		-	27	458			
LG GEGRADUEERDE INTERNSKAP			-		-	-	-			
District Municipality:		-	-	-	-	-	-	-		-
<i>[insert description]</i>										
Other grant providers:		-	7 190	-	3	16	2 996	(2 980)	-99,5%	-
CHIETA			1 300		3	3	542	(539)	-99,5%	
LGSETA			2 850		-	-	1 188			
LGSETA MANDATORY GRANT			40		-	13	17			
<i>Audit fee</i>			3 000		-	-	1 250	(1 250)	-100,0%	
Total operating expenditure of Transfers and Grants:		-	43 857	-	2 956	14 186	18 274	(3 737)	-20,4%	-
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	-	2 956	14 186	18 274	(3 737)	-20,4%	-

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	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		-	4	127	(123)		
September		65		-	4	193	(188)		
October		65		(1)	3	258	(255)		
November		65		12	15	323	(308)		
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	-	15					

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 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: 11 December 2019