

# Cape Agulhas Municipality



KAAP AGULHAS MUNISIPALITEIT  
CAPE AGULHAS MUNICIPALITY  
U MASIPALA WASECAPE AGULHAS

## **MONTHLY BUDGET REPORT** **31 JANUARY 2016**

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## **1. Council Resolution**

### **To The Executive Mayor**

In accordance with Section 71(1) of the Municipal Finance Management Act, I submit the required statement on the state of Cape Agulhas Municipality's budget implementation and the financial state of the municipality's affairs reflecting the particulars up until the end of January 2016.

Section 54(1) of the MFMA requires the Mayor of a municipality to take certain actions on the receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.

### **Recommendations**

- The content of the report and supporting documentation for period ending **31 January 2016** is noted.
- It be noted that the directors ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and in accordance with the approved budget;
- It be noted that any material variances will receive remedial or corrective steps.

### **QUALITY CERTIFICATE SIGNED AT THE END OF THE DOCUMENT**

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**Mr D O'Neill**  
**Municipal Manager**

**Date:** 12 February 2016

## **2. INTRODUCTION**

### **2.1 PURPOSE**

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

### **2.2 STRATEGIC OBJECTIVE**

“To comply with MFMA priorities as well as MFMA implementation plan”

### **2.3 BACKGROUND**

Section 71 of the MFMA and Section 28 of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” necessitate that specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance.

“Section 52(d) of the MFMA states that, the executive mayor of a municipality must within 30 days of the end of each quarter submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

However section 71 of the MFMA states that, the accounting officer of a municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality’s approved budget”.

“Section 28 of the Government Notice 32141, the monthly budget statement of a municipality must be in the format specified in Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act”.

Section 54 of the MFMA requires the Mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

### 3. MAYOR'S REPORT

The Budget and Reporting regulations become effective during April 2009 and the municipality is obliged to report in the prescribed format to National & Provincial Treasury, the Executive Mayor and council accordingly.

Although the Cape Agulhas Municipality is fully compliant in respect of the monthly budget report to council, effective from March 2014, the quality of the report in terms of its completeness and usefulness for council decision making still needs improvement which will be addressed as an ongoing process.

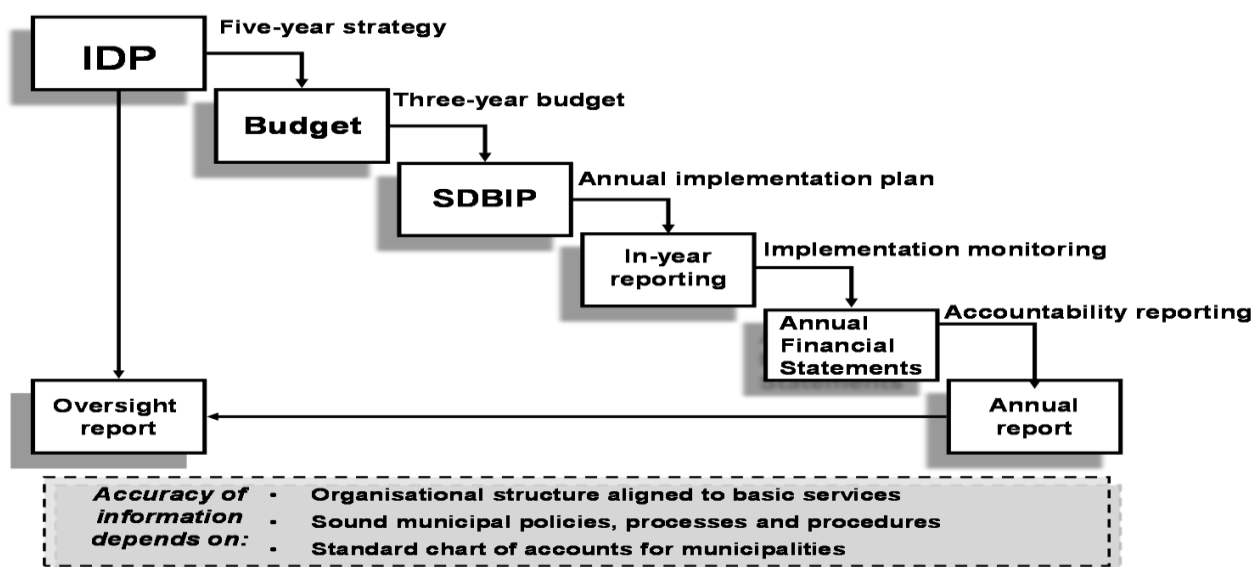
#### 3.1 Budget Process:

Section 53(1)(a) of the MFMA stipulates that the Executive Mayor of the Municipality must provide general political guidance over the budget process and the priorities that must guide the preparation of a budget.

The flowchart on the budget process basically reflecting three different processes in the budget cycle at the same time, namely:

- o Reporting on the previous year budget;
- o Current year budget implementation; and
- o Preparation of the new financial year's budget (including the budget estimates for the two outer financial years)

The municipal planning and budget cycle processes consist of the following:



For the month under review that is the period of January 2016 the following MFMA related activities was successfully complete as per legislative requirements:

**January 2016**

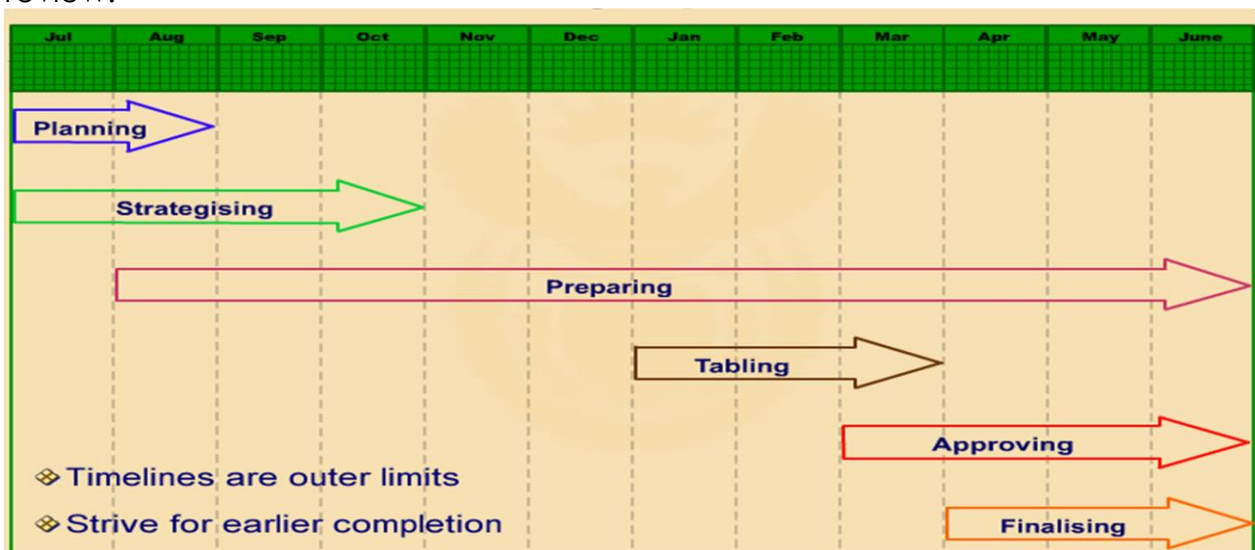
- All section 71 MFMA reporting was complete and submitted.
- Implementation of the Budget Timetable for the compilation of the 2016/2017 MTREF budget.
- Following related activities was executed in terms of the 2015/16 budget:
  - Memorandum was distributed to the relevant department to inform the sections in respect of the Adjustment Budget process
  - Adjustment budget information was distributed to the relevant departments for the Mid-year review process.
- Submission of the Mid-year budget and Performance Review
- Tabling of the Adjustment budget 2015/16 MTREF

Item 3.4 MFMA Implementation Oversight also provides a summary of the legislative requirements with specific reference to the year-to-date performance up until January 2016

**Budget planning process 2016/2017**

The Finance Department is in the process of implement the budget process for the 2016/2017 Draft and Annual Budget. This will be done as per the budget timetable approved by council during the July 2015 council meeting.

Following the Budget Process Timeline in respect of the budget year under review:



During the month of December 2015 National Treasury issued Municipal Budget Circular no 78 for the 2016/17 MTREF dated 7 December 2015. This circular aims to guide municipality regarding the new Budget process and the approval date.

### **Budget process and submissions for the 2016/17 MTREF budget**

Due to National Treasury recommendations to early adopt and approved the Annual Budget 2016/17 MTREF as a result of the upcoming Municipal Local Government elections earmarked towards the end of May 2016.

The following amended timeframes for the tabling of the 2016/17 budget in terms of the approved budget process plan:

- Distribution of budget preparation documentation 11 December 2015
- Budget workshop with Managers 23 December 2015
- Budget Input – HOD / Managers 22 January 2016
- SCOA Workshop / Information session 21/22 January 2016
- Compilation of first Draft Budget 2 February 2016
- Budget Steering committee 5 February 2016
- Budget Workshop with Managers 8 – 12 February 2016
- Budget Workshop with Councilors 24 – 25 February 2016
- Draft Budget to Council 9 March 2016
- Public Consultation process 14 March–1 April 2016
- Final Budget to Council 26 April 2016

### **3.2 Monthly Reporting:**

Monthly financial reporting as per DoRA and MFMA requirements to Council, National & Provincial Departments and other stakeholders have been adequately adhered to for the month under review.

Financial services is in the process of initiating the SCOA implementation process. SCOA is the new Standard Chart of Accounts legislated for implementation during July 2017.

Numerous information and planning sessions is required and more information will be communicated with the monthly reporting processes.

Provincial Treasury is also monitoring the Implementation plan of the municipality and numerous communication in terms of the processes is underway to ensure compliance.

### **3.3 Financial Statements for the Year-ended 30 June 2015**

The municipality received a "Clean Audit for the 2014/2015 financial year.

The Auditor General in the management letter issued a number of concerns that the municipality should address. This will be done via the office of the Internal Audit situated in the office of the Municipal Manager.

An audit action plan was compiled with key deliverables to address the issues as raised in the AG Management letter and this will be reported to the relevant legislative bodies of council.

### **3.4 MFMA Implementation Oversight:**

Council's progress on the implementation of the MFMA proceeds according to set targets and due dates determined for a low capacity municipality. A comprehensive oversight report on the progress of implementation and compliance per MFMA requirements is attached as **Annexure "A"** to this report.



## **Executive Summary**

The following table summarizes the overall position on the capital and operating budgets.

<b>000</b>	<b>Capital Budget</b>	<b>Operational Expenditure</b>	<b>Operational Revenues</b>
Budget	21,691	236,597	236,005
Budget to date (YTD)	12,654	145,874	139,923
Year to date (YTD)	6,410	137,835	140,941
Variance to SDBIP	6,244	8,039	-1,018
YTD % Variance to SDBIP	-49.34%	-5.51%	0.73%
% of Annual Budget	29.55%	58.26%	59.72%

## **Relevant information**

### **Capital Expenditure**

- Total municipal Capital spending for the period ending 31 January 2016 totals R6,41m.
- Municipal totals spending on the capital budget totals 29.55% year to date.
- Numerous of the Municipal Infrastructure Grant (MIG) projects is in the commencement phase and implementation of these projects will significantly improves the Capital reporting.

### **Operational Expenditure**

- Operational expenditures totals R137.83m or 58.26% spending.
- This is in line with projections. Majority of the spending consist of the following –
  - Employee cost – R54.42m
  - Bulk purchases – R41.10m
- These two cost categories represents 69% of total operational expenditures as per C1. Please find attached C3 and C4 for more details.

### **Operational Revenues**

- Operational revenues perform in line with projections and a total of R140.94m is reported year to date ending 31 January 2016.

- This is mainly due to grants being received within the 1<sup>st</sup> and 2<sup>nd</sup> quarter of the financial year.
- Property rates and service charges represents 79.1% of the total actual revenue collected.

### **Conclusion**

- The municipality implemented the budget according the approved Service Delivery and Budget Implementation plan.
- Monthly monitoring of performance targets is complete and updated on the IGNITE performance management system.
- Capital projects funded from the MIG conditional grant requires the SCM tendering process. Most of these projects is in the implementation phase. Reporting and spending should improve over the last 6 months of the financial year.
- The Mid-year budget and performance process in terms of Section 72 of the MFMA was concluded.
- These resulted in the Adjustment budget being tabled to council and should improve performance in terms of Budget implementation over the rest of the financial year.

## 4. In year Budget Statement Tables

WC033 Cape Agulhas - Table C1 Monthly Budget Statement Summary - M07 January

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	42,895	49,956	–	2,250	38,590	42,519	(3,929)	-9%	49,899
Service charges	110,248	125,516	–	11,835	72,907	74,415	(1,507)	-2%	125,596
Investment revenue	1,849	1,970	–	222	1,040	976	64	7%	1,970
Transfers recognised - operational	53,023	30,290	–	779	19,254	17,669	1,585	9%	34,732
Other own revenue	16,299	14,809	–	1,167	9,189	10,295	(1,106)	-11%	22,001
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>224,313</b>	<b>222,541</b>	<b>–</b>	<b>16,253</b>	<b>140,981</b>	<b>145,874</b>	<b>(4,894)</b>	<b>-3%</b>	<b>234,198</b>
Employee costs	78,889	90,608	–	7,987	54,426	54,941	(515)	-1%	92,851
Remuneration of Councillors	3,452	3,760	–	289	1,997	2,050	(53)	-3%	3,760
Depreciation & asset impairment	10,088	8,289	–	714	3,954	4,835	(882)	-18%	11,269
Finance charges	4,731	2,883	–	371	2,642	1,526	1,116	73%	7,818
Materials and bulk purchases	58,390	72,802	–	5,288	41,104	43,301	(2,197)	-5%	72,552
Transfers and grants	–	1,539	–	211	953	898	55	6%	1,619
Other expenditure	77,230	56,714	–	6,110	32,760	32,371	389	1%	64,970
<b>Total Expenditure</b>	<b>232,780</b>	<b>236,597</b>	<b>–</b>	<b>20,971</b>	<b>137,835</b>	<b>139,923</b>	<b>(2,088)</b>	<b>-1%</b>	<b>254,839</b>
<b>Surplus/(Deficit)</b>	<b>(8,466)</b>	<b>(14,056)</b>	<b>–</b>	<b>(4,718)</b>	<b>3,145</b>	<b>5,951</b>	<b>(2,806)</b>	<b>-47%</b>	<b>(20,641)</b>
Transfers recognised - capital	14,446	13,464	–	864	3,738	7,854	(4,116)	-52%	13,271
Contributions & Contributed assets	–	–	–	–	–	–	–	–	659
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>5,980</b>	<b>(592)</b>	<b>–</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>	<b>(6,922)</b>	<b>-50%</b>	<b>(6,711)</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>5,980</b>	<b>(592)</b>	<b>–</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>	<b>(6,922)</b>	<b>-50%</b>	<b>(6,711)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>54,915</b>	<b>21,691</b>	<b>–</b>	<b>128</b>	<b>6,410</b>	<b>3,728</b>	<b>2,682</b>	<b>72%</b>	<b>25,512</b>
Capital transfers recognised	13,670	13,464	–	25	3,774	2,314	1,460	63%	13,464
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	879	2,930	–	14	1,327	504	824	164%	2,930
Internally generated funds	<b>40,365</b>	<b>5,297</b>	<b>–</b>	<b>90</b>	<b>1,309</b>	<b>910</b>	<b>399</b>	<b>44%</b>	<b>5,297</b>
<b>Total sources of capital funds</b>	<b>54,915</b>	<b>21,691</b>	<b>–</b>	<b>128</b>	<b>6,410</b>	<b>3,728</b>	<b>2,682</b>	<b>72%</b>	<b>21,691</b>
<b>Financial position</b>									
Total current assets	37,040	24,722	–	–	53,486	–	–	–	53,486
Total non current assets	381,740	361,359	–	–	388,137	–	–	–	388,137
Total current liabilities	22,237	22,454	–	–	28,551	–	–	–	28,551
Total non current liabilities	103,137	71,767	–	–	105,596	–	–	–	105,596
<b>Community wealth/Equity</b>	<b>293,406</b>	<b>291,860</b>	<b>–</b>	<b>–</b>	<b>305,881</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>305,881</b>
<b>Cash flows</b>									
Net cash from (used) operating	12,357	8,418	–	12,757	32,511	18,961	(13,549)	-71%	10,259
Net cash from (used) investing	(17,543)	(21,685)	–	(269)	(2,147)	(7,747)	(5,600)	72%	(22,457)
Net cash from (used) financing	41	2,724	–	2,941	2,988	3,044	56	2%	4,729
<b>Cash/cash equivalents at the month/year end</b>	<b>16,263</b>	<b>2,182</b>	<b>–</b>	<b>–</b>	<b>49,615</b>	<b>26,984</b>	<b>(22,631)</b>	<b>-84%</b>	<b>8,794</b>
<b>Debtors &amp; creditors analysis</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	14,830	596	503	464	366	2,612	4,002	21,343	7,946
<b>Creditors Age Analysis</b>									
Total Creditors	7,446	–	–	–	–	–	–	–	–

The table provides a high level summary of council's financial performance – operating & capital, financial position, cash flows, debtors and creditors age analysis which reflecting in more detail as from table C2 onwards.

WC033 Cape Agulhas - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		<b>62,825</b>	<b>70,682</b>	-	<b>2,195</b>	<b>53,526</b>	<b>54,754</b>	(1,229)	-2%	<b>71,496</b>
Executive and council		12,826	13,309	-	(680)	11,052	7,739	3,313	43%	13,703
Budget and treasury office		48,012	55,423	-	2,789	42,086	45,554	(3,468)	-8%	55,781
Corporate services		1,987	1,951	-	86	388	1,461	(1,073)	-73%	2,013
<b>Community and public safety</b>		<b>41,828</b>	<b>16,696</b>	-	<b>1,255</b>	<b>8,820</b>	<b>10,818</b>	(1,998)	-18%	<b>27,253</b>
Community and social services		31,070	4,983	-	543	2,426	2,963	(537)	-18%	5,083
Sport and recreation		5,452	5,415	-	455	4,172	4,179	(8)	0%	5,564
Public safety		5,306	3,999	-	256	2,222	2,334	(112)	-5%	10,814
Housing		-	2,300	-	-	-	1,342	(1,342)	-100%	5,792
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>12,042</b>	<b>12,376</b>	-	<b>871</b>	<b>3,372</b>	<b>7,311</b>	(3,939)	-54%	<b>12,468</b>
Planning and development		923	12,376	-	871	3,372	7,311	(3,939)	-54%	12,468
Road transport		11,119	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>122,065</b>	<b>136,251</b>	-	<b>12,796</b>	<b>79,001</b>	<b>80,845</b>	(1,844)	-2%	<b>136,910</b>
Electricity		78,254	89,511	-	8,207	51,309	53,562	(2,253)	-4%	90,170
Water		20,690	21,853	-	2,374	12,664	12,592	72	1%	21,853
Waste water management		9,769	9,577	-	939	6,084	5,649	435	8%	9,577
Waste management		13,352	15,311	-	1,277	8,944	9,041	(97)	-1%	15,311
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	<b>238,760</b>	<b>236,005</b>	-	<b>17,117</b>	<b>144,719</b>	<b>153,728</b>	<b>(9,010)</b>	<b>-6%</b>	<b>248,128</b>
<b>Expenditure - Standard</b>										
<b>Governance and administration</b>		<b>63,612</b>	<b>65,659</b>	-	<b>6,004</b>	<b>38,820</b>	<b>40,605</b>	(1,784)	-4%	<b>69,972</b>
Executive and council		14,744	16,682	-	1,219	9,211	12,816	(3,606)	-28%	16,783
Budget and treasury office		31,334	31,219	-	3,545	19,588	17,749	1,839	10%	34,780
Corporate services		17,533	17,758	-	1,241	10,021	10,039	(18)	0%	18,410
<b>Community and public safety</b>		<b>50,078</b>	<b>34,964</b>	-	<b>4,475</b>	<b>22,925</b>	<b>20,041</b>	2,884	14%	<b>41,483</b>
Community and social services		33,003	12,562	-	913	6,748	7,250	(502)	-7%	12,643
Sport and recreation		8,170	8,802	-	1,219	5,534	5,013	521	10%	8,968
Public safety		8,905	9,958	-	782	4,827	5,842	(1,015)	-17%	12,712
Housing		-	3,642	-	1,561	5,815	1,936	3,879	200%	7,160
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>19,069</b>	<b>21,210</b>	-	<b>1,627</b>	<b>11,442</b>	<b>12,100</b>	(658)	-5%	<b>22,005</b>
Planning and development		3,497	8,187	-	664	4,317	4,609	(292)	-6%	8,106
Road transport		15,226	12,578	-	887	6,755	7,233	(478)	-7%	13,373
Environmental protection		346	445	-	76	370	258	112	43%	525
<b>Trading services</b>		<b>100,021</b>	<b>114,763</b>	-	<b>8,865</b>	<b>64,648</b>	<b>67,177</b>	(2,529)	-4%	<b>121,378</b>
Electricity		66,361	81,553	-	6,057	46,459	48,329	(1,870)	-4%	82,204
Water		13,801	13,274	-	1,217	8,161	7,632	528	7%	15,001
Waste water management		8,217	7,187	-	896	4,725	4,103	622	15%	8,238
Waste management		11,641	12,749	-	695	5,303	7,113	(1,809)	-25%	15,934
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	3	<b>232,780</b>	<b>236,597</b>	-	<b>20,971</b>	<b>137,835</b>	<b>139,923</b>	<b>(2,088)</b>	<b>-1%</b>	<b>254,839</b>
<b>Surplus/ (Deficit) for the year</b>		<b>5,980</b>	<b>(592)</b>	-	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>	<b>(6,922)</b>	<b>-50%</b>	<b>(6,711)</b>

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making. (Table SC 1 have reference)

No variance in terms of the projected expenditure in respect of the financial year under review. Expenditure will materialise according to planned activity.

WC033 Cape Agulhas - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January										
Vote Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - Executive and Council	1	12,826	13,309	-	(680)	11,052	7,739	3,313	42.8%	13,703
Vote 2 - Budget and Treasury Office		48,012	55,423	-	2,789	42,086	45,554	(3,468)	-7.6%	55,781
Vote 3 - Corporate Services		2,910	2,740	-	130	848	2,013	(1,165)	-57.9%	2,802
Vote 4 - Community and Social Services		31,070	16,696	-	1,255	8,820	10,818	(1,998)	-18.5%	27,253
Vote 5 - Sport and Recreation		5,452	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		5,306	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		96	-	-	-	-	-	-	-	-
Vote 8 - Electricity		78,254	89,511	-	8,207	51,309	53,562	(2,253)	-4.2%	90,170
Vote 9 - Water		20,690	-	-	-	-	-	-	-	-
Vote 10 - Waste Water Management		9,769	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		13,352	-	-	-	-	-	-	-	-
Vote 12 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 13 - Other		11,022	-	-	-	-	-	-	-	-
Vote 14 - Infrastructure		-	58,326	-	5,417	30,604	34,041	(3,437)	-10.1%	58,419
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>238,760</b>	<b>236,005</b>	<b>-</b>	<b>17,117</b>	<b>144,719</b>	<b>153,728</b>	<b>(9,010)</b>	<b>-5.9%</b>	<b>248,128</b>
<b>Expenditure by Vote</b>										
Vote 1 - Executive and Council	1	14,744	16,682	-	1,219	9,211	12,816	(3,606)	-28.1%	16,783
Vote 2 - Budget and Treasury Office		31,334	31,219	-	3,545	19,588	17,749	1,839	10.4%	34,780
Vote 3 - Corporate Services		21,030	23,083	-	1,588	12,627	13,081	(454)	-3.5%	23,761
Vote 4 - Community and Social Services		33,003	35,409	-	4,552	23,295	20,299	2,996	14.8%	42,009
Vote 5 - Sport and Recreation		8,170	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		8,905	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		11,841	-	-	-	-	-	-	-	-
Vote 8 - Electricity		66,361	81,553	-	6,057	46,459	48,329	(1,870)	-3.9%	82,204
Vote 9 - Water		13,801	-	-	-	-	-	-	-	-
Vote 10 - Waste Water Management		8,217	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		11,641	-	-	-	-	-	-	-	-
Vote 12 - Environmental Protection		346	-	-	-	-	-	-	-	-
Vote 13 - Other		3,385	-	-	-	-	-	-	-	-
Vote 14 - Infrastructure		-	48,650	-	4,011	26,656	27,649	(993)	-3.6%	55,303
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>232,780</b>	<b>236,597</b>	<b>-</b>	<b>20,971</b>	<b>137,835</b>	<b>139,923</b>	<b>(2,088)</b>	<b>-1.5%</b>	<b>254,839</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>5,980</b>	<b>(592)</b>	<b>-</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>	<b>(6,922)</b>	<b>-50.1%</b>	<b>(6,711)</b>

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making.

No variance in terms of the projected expenditure in respect of the financial year under review. Expenditure will materialise according to planned activities.

Section 71(1)(g) of the MFMA requires that the Accounting Officer must, when necessary, provide explanation of –

- Any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
- Any material variances from the service delivery and budget implementation plan; and
- Any remedial or corrective steps taken or to be taken to ensure that the projected revenue and expenditure remain within the municipality's approved budget.

WC033 Cape Agulhas - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		42,895	49,956		2,250	38,590	42,519	(3,929)	-9%	49,899
Property rates - penalties & collection charges		-	-		-	-	-	-		-
Service charges - electricity revenue		75,494	86,845		7,947	49,999	51,928	(1,929)	-4%	86,845
Service charges - water revenue		18,957	20,408		2,127	11,005	11,734	(729)	-6%	20,408
Service charges - sanitation revenue		6,508	6,687		752	4,794	3,940	854	22%	6,767
Service charges - refuse revenue		9,290	11,576		1,008	7,110	6,812	297	4%	11,576
Service charges - other		-	-		-	-	-	-		-
Rental of facilities and equipment		5,984	6,680		467	4,315	5,199	(883)	-17%	6,680
Interest earned - external investments		1,849	1,970		222	1,040	976	64	7%	1,970
Interest earned - outstanding debtors		996	800		100	627	431	197	46%	800
Dividends received		-	-		-	-	-	-		-
Fines		3,049	1,836		170	1,164	1,014	151	15%	8,651
Licences and permits		1,077	330		29	214	196	17	9%	330
Agency services		1,382	1,309		-	523	751	(228)	-30%	1,309
Transfers recognised - operational		53,023	30,290		779	19,254	17,669	1,585	9%	34,732
Other revenue		3,810	3,855		400	2,255	2,705	(450)	-17%	4,182
Gains on disposal of PPE		-	-		-	91	-	91	#DIV/0!	50
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>224,313</b>	<b>222,541</b>	<b>-</b>	<b>16,253</b>	<b>140,981</b>	<b>145,874</b>	<b>(4,894)</b>	<b>-3%</b>	<b>234,198</b>
<b>Expenditure By Type</b>										
Employee related costs		78,889	90,608		7,987	54,426	54,941	(515)	-1%	92,851
Remuneration of councillors		3,452	3,760		289	1,997	2,050	(53)	-3%	3,760
Debt impairment		5,387	4,690		290	2,027	2,736	(708)	-26%	7,498
Depreciation & asset impairment		10,088	8,289		714	3,954	4,835	(882)	-18%	11,269
Finance charges		4,731	2,883		371	2,642	1,526	1,116	73%	7,818
Bulk purchases		58,390	72,802		5,288	41,104	43,301	(2,197)	-5%	72,552
Other materials		-	-		-	-	-	-		-
Contracted services		1,463	8,401		520	2,111	4,477	(2,366)	-53%	8,023
Transfers and grants		-	1,539		211	953	898	55	6%	1,619
Other expenditure		69,846	43,623		5,300	28,621	25,158	3,463	14%	49,449
Loss on disposal of PPE		535	-		-	-	-	-		-
<b>Total Expenditure</b>		<b>232,780</b>	<b>236,597</b>	<b>-</b>	<b>20,971</b>	<b>137,835</b>	<b>139,923</b>	<b>(2,088)</b>	<b>-1%</b>	<b>254,839</b>
<b>Surplus/(Deficit)</b>		<b>(8,466)</b>	<b>(14,056)</b>	<b>-</b>	<b>(4,718)</b>	<b>3,145</b>	<b>5,951</b>	<b>(2,806)</b>	<b>(0)</b>	<b>(20,641)</b>
Transfers recognised - capital		14,446	13,464		864	3,738	7,854	(4,116)	(0)	13,271
Contributions recognised - capital		-	-		-	-	-	-		659
Contributed assets		-	-		-	-	-	-		-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>5,980</b>	<b>(592)</b>	<b>-</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>			<b>(6,711)</b>
Taxation		-	-		-	-	-	-		-
<b>Surplus/(Deficit) after taxation</b>		<b>5,980</b>	<b>(592)</b>	<b>-</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>			<b>(6,711)</b>
Attributable to minorities		-	-		-	-	-	-		-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>5,980</b>	<b>(592)</b>	<b>-</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>			<b>(6,711)</b>
Share of surplus/ (deficit) of associate		-	-		-	-	-	-		-
<b>Surplus/ (Deficit) for the year</b>		<b>5,980</b>	<b>(592)</b>	<b>-</b>	<b>(3,854)</b>	<b>6,884</b>	<b>13,805</b>			<b>(6,711)</b>

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making. (Table SC 1 have reference)

No variance in terms of the projected expenditure in respect of the financial year under review. Expenditure will materialise according to planned activities.

WC033 Cape Agulhas - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M07  
January

Vote Description	Ref	2014/15	Budget Year 2015/16							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Community and Social Services		-	1,200	-	14	827	206	621	301%	1,200
Vote 5 - Sport and Recreation		101	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		91	-	-	-	-	-	-	-	-
Vote 8 - Electricity		744	-	-	-	-	-	-	-	-
Vote 9 - Water		259	-	-	-	-	-	-	-	-
Vote 10 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 12 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 13 - Other		-	-	-	-	-	-	-	-	-
Vote 14 - Infrastructure		-	1,350	-	-	266	232	34	15%	1,350
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	<b>1,195</b>	<b>2,550</b>	<b>-</b>	<b>14</b>	<b>1,094</b>	<b>438</b>	<b>655</b>	<b>150%</b>	<b>2,550</b>
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		64	-	-	-	-	-	-	-	8
Vote 2 - Budget and Treasury Office		409	28	-	-	21	5	17	351%	28
Vote 3 - Corporate Services		1,255	1,567	-	27	568	269	299	111%	1,633
Vote 4 - Community and Social Services		1,164	5,771	-	14	433	992	(558)	-56%	6,233
Vote 5 - Sport and Recreation		1,555	-	-	-	-	-	-	-	-
Vote 6 - Public Safety		17	-	-	-	-	-	-	-	-
Vote 7 - Road Transport		9,458	-	-	-	-	-	-	-	-
Vote 8 - Electricity		2,278	3,330	-	12	1,501	572	929	162%	3,966
Vote 9 - Water		117	-	-	-	-	-	-	-	-
Vote 10 - Waste Water Management		750	-	-	-	-	-	-	-	-
Vote 11 - Waste Management		36,610	-	-	-	-	-	-	-	-
Vote 12 - Environmental Protection		-	-	-	-	-	-	-	-	-
Vote 13 - Other		42	-	-	-	-	-	-	-	-
Vote 14 - Infrastructure		-	8,446	-	61	2,792	1,452	1,341	92%	11,094
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	<b>53,720</b>	<b>19,141</b>	<b>-</b>	<b>114</b>	<b>5,317</b>	<b>3,290</b>	<b>2,027</b>	<b>62%</b>	<b>22,962</b>
<b>Total Capital Expenditure</b>		<b>54,915</b>	<b>21,691</b>	<b>-</b>	<b>128</b>	<b>6,410</b>	<b>3,728</b>	<b>2,682</b>	<b>72%</b>	<b>25,512</b>
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		<b>1,728</b>	<b>1,594</b>	<b>-</b>	<b>76</b>	<b>590</b>	<b>274</b>	<b>316</b>	<b>115%</b>	<b>1,594</b>
Executive and council		64	-	-	-	-	-	-	-	-
Budget and treasury office		409	28	-	21	21	5	17	351%	28
Corporate services		1,255	1,567	-	54	568	269	299	111%	1,567
<b>Community and public safety</b>		<b>2,837</b>	<b>6,971</b>	<b>-</b>	<b>20</b>	<b>1,260</b>	<b>1,198</b>	<b>62</b>	<b>5%</b>	<b>6,971</b>
Community and social services		1,164	5,315	-	12	153	914	(760)	-83%	5,315
Sport and recreation		1,656	1,349	-	5	906	232	675	291%	1,349
Public safety		17	307	-	3	201	53	148	280%	307
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		<b>9,592</b>	<b>5,246</b>	<b>-</b>	<b>8</b>	<b>1,350</b>	<b>902</b>	<b>449</b>	<b>50%</b>	<b>5,246</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		9,592	5,246	-	8	1,350	902	449	50%	5,246
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>40,759</b>	<b>7,880</b>	<b>-</b>	<b>584</b>	<b>3,210</b>	<b>1,354</b>	<b>1,856</b>	<b>137%</b>	<b>7,880</b>
Electricity		3,022	3,330	-	557	1,501	572	929	162%	3,330
Water		376	240	-	-	-	41	(41)	-100%	240
Waste water management		750	4,050	-	-	1,651	696	955	137%	4,050
Waste management		36,610	260	-	27	58	45	13	29%	260
<b>Other</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Capital Expenditure - Standard Classification</b>	3	<b>54,915</b>	<b>21,691</b>	<b>-</b>	<b>688</b>	<b>6,410</b>	<b>3,728</b>	<b>2,682</b>	<b>72%</b>	<b>21,691</b>
<b>Funded by:</b>										
National Government		12,053	13,245	-	25	3,747	2,276	1,471	65%	13,245
Provincial Government		1,618	220	-	-	27	38	(11)	-29%	220
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		<b>13,670</b>	<b>13,464</b>	<b>-</b>	<b>25</b>	<b>3,774</b>	<b>2,314</b>	<b>1,460</b>	<b>63%</b>	<b>13,464</b>
<b>Public contributions &amp; donations</b>	5	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Borrowing</b>	6	<b>879</b>	<b>2,930</b>	<b>-</b>	<b>14</b>	<b>1,327</b>	<b>504</b>	<b>824</b>	<b>164%</b>	<b>2,930</b>
<b>Internally generated funds</b>		<b>40,365</b>	<b>5,297</b>	<b>-</b>	<b>90</b>	<b>1,309</b>	<b>910</b>	<b>399</b>	<b>44%</b>	<b>5,297</b>
<b>Total Capital Funding</b>		<b>54,915</b>	<b>21,691</b>	<b>-</b>	<b>128</b>	<b>6,410</b>	<b>3,728</b>	<b>2,682</b>	<b>72%</b>	<b>21,691</b>

**WC033 Cape Agulhas - Table C6 Monthly Budget Statement - Financial Position - M07 January**

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		16,263	2,182		27,766	27,766
Call investment deposits		-	-		-	-
Consumer debtors		19,392	20,909		24,653	24,653
Other debtors		69	854		69	69
Current portion of long-term receivables		6	6		6	6
Inventory		1,309	770		992	992
<b>Total current assets</b>		<b>37,040</b>	<b>24,722</b>	<b>-</b>	<b>53,486</b>	<b>53,486</b>
<b>Non current assets</b>						
Long-term receivables		277	306		263	263
Investments		45	45		45	45
Investment property		40,686	40,683		40,686	40,686
Investments in Associate		-	-		-	-
Property, plant and equipment		287,234	302,231		293,644	293,644
Agricultural		-	-		-	-
Biological assets		-	-		-	-
Intangible assets		443	1,263		443	443
Other non-current assets		53,056	16,830		53,056	53,056
<b>Total non current assets</b>		<b>381,740</b>	<b>361,359</b>	<b>-</b>	<b>388,137</b>	<b>388,137</b>
<b>TOTAL ASSETS</b>		<b>418,780</b>	<b>386,081</b>	<b>-</b>	<b>441,623</b>	<b>441,623</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-		-	-
Borrowing		304	570		304	304
Consumer deposits		3,845	4,171		3,923	3,923
Trade and other payables		9,316	6,970		15,740	15,740
Provisions		8,772	10,743		8,584	8,584
<b>Total current liabilities</b>		<b>22,237</b>	<b>22,454</b>	<b>-</b>	<b>28,551</b>	<b>28,551</b>
<b>Non current liabilities</b>						
Borrowing		1,222	2,385		1,222	1,222
Provisions		101,914	69,382		104,373	104,373
<b>Total non current liabilities</b>		<b>103,137</b>	<b>71,767</b>	<b>-</b>	<b>105,596</b>	<b>105,596</b>
<b>TOTAL LIABILITIES</b>		<b>125,374</b>	<b>94,221</b>	<b>-</b>	<b>134,147</b>	<b>134,147</b>
<b>NET ASSETS</b>	2	<b>293,406</b>	<b>291,860</b>	<b>-</b>	<b>307,476</b>	<b>307,476</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		277,656	291,860		290,131	290,131
Reserves		15,750	-		15,750	15,750
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>293,406</b>	<b>291,860</b>	<b>-</b>	<b>305,881</b>	<b>305,881</b>

The average debtor's collection rate up to the end of January 2016 reflects as follows:

	December	January	Average YTD
Monthly Debt Collection rate	<b>117.89%</b>	<b>93.02%</b>	<b>102.19%</b>



WC033 Cape Agulhas - Table C7 Monthly Budget Statement - Cash Flow - M07 January

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges		172,331	48,108		3,737	32,414	20,045	12,369	62%	48,449
Service charges		-	120,873		9,738	49,942	51,792	(1,850)	-4%	121,946
Other revenue		-	12,572		998	5,908	5,987	(79)	-1%	15,888
Government - operating		48,251	30,290		6,893	21,547	18,371	3,175	17%	34,732
Government - capital		12,921	13,464		6,732	11,528	8,415	3,112	37%	13,171
Interest		2,845	2,740		263	1,069	947	122	13%	2,747
Dividends		-	-		-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(223,912)	(216,532)		(15,214)	(88,319)	(85,954)	2,364	-3%	(224,557)
Finance charges		(78)	(1,558)		(322)	(874)	-	874	#DIV/0!	(498)
Transfers and Grants		-	(1,539)		(68)	(704)	(641)	62	-10%	(1,619)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>12,357</b>	<b>8,418</b>	<b>-</b>	<b>12,757</b>	<b>32,511</b>	<b>18,961</b>	<b>(13,549)</b>	<b>-71%</b>	<b>10,259</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-		-	-	-	-		50
Decrease (Increase) in non-current debtors		-	-		79	1,021	-	1,021	#DIV/0!	-
Decrease (increase) other non-current receivables		41	6		379	658	3	655	26204%	4
Decrease (increase) in non-current investments		(0)	-		(38)	(68)	-	(68)	#DIV/0!	-
<b>Payments</b>										
Capital assets		(17,584)	(21,691)		(688)	(3,758)	(7,749)	(3,992)	52%	(22,512)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(17,543)</b>	<b>(21,685)</b>	<b>-</b>	<b>(269)</b>	<b>(2,147)</b>	<b>(7,747)</b>	<b>(5,600)</b>	<b>72%</b>	<b>(22,457)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-		-	-	-	-		-
Borrowing long term/refinancing		-	2,930		2,930	2,930	2,930	-		5,330
Increase (decrease) in consumer deposits		202	273		11	58	114	(56)	-49%	308
<b>Payments</b>										
Repayment of borrowing		(160)	(478)		-	-	-	-		(908)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>41</b>	<b>2,724</b>	<b>-</b>	<b>2,941</b>	<b>2,988</b>	<b>3,044</b>	<b>56</b>	<b>2%</b>	<b>4,729</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(5,144)</b>	<b>(10,543)</b>	<b>-</b>	<b>15,430</b>	<b>33,352</b>	<b>14,258</b>			<b>(7,469)</b>
Cash/cash equivalents at beginning:		21,407	12,726			16,263	12,726			16,263
Cash/cash equivalents at month/year end:		16,263	2,182			49,615	26,984			8,794

Year to date Cash flow information reports a positive balance of R49.615m for the period ended January 2016. Amended Cash flow information as part of the Adjustment Budget process will be reported for the next reporting cycles.

The adoption of the Long-term financial plan and implementation of the strategy to support the achievement of Council's objectives should also improve the Cash flow performance over the reporting period.

## Supporting Documents

WC033 Cape Agulhas - Supporting Table SC1 Material variance explanations - M07 January

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>Revenue By Source</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
2	<b>Expenditure By Type</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
3	<b>Capital Expenditure</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
4	<b>Financial Position</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
5	<b>Cash Flow</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
6	<b>Measureable performance</b> Addressed as part of Adjustment Budget			Adjustment information will be reflect as part of Feb report
7	<b>Municipal Entities</b> Not Applicable			Not Applicable

Tale C1 – Monthly Budget Statement Summary have reference.

All material variances will be addressed as part of the Adjustment budget to be tabled to Council during February 2016.

WC033 Cape Agulhas - Supporting Table SC2 Monthly Budget Statement - performance indicators - M07 January							
Description of financial indicator	Basis of calculation	Ref	2014/15	Budget Year 2015/16			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.0%	4.7%	0.0%	1.9%	4.5%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		1.6%	13.5%	0.0%	20.7%	11.5%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		3.7%	3.4%	0.0%	5.6%	5.6%
Gearing	Long Term Borrowing/ Funds & Reserves		7.8%	0.0%	0.0%	7.8%	7.8%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	166.6%	110.1%	0.0%	187.3%	187.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		73.1%	9.7%	0.0%	97.2%	97.2%
<b>Revenue Management</b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		8.8%	9.9%	0.0%	17.7%	10.7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%	100.0%
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b>Other Indicators</b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		35.2%	40.7%	0.0%	38.6%	39.6%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		3.7%	4.3%	0.0%	3.4%	4.1%
Interest & Depreciation	I&D/Total Revenue - capital revenue		6.6%	5.0%	0.0%	1.9%	4.9%
<b>IDP regulation financial viability indicators</b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year		56385.6%	33732.2%	#DIV/0!	40070.1%	40070.1%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		825.7%	875.0%	#DIV/0!	472.3%	742.2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		11.6%	1.5%	#DIV/0!	33.6%	18.2%

The above ratios indicate that the municipality is financially stable and adequately funded to continue with its operations.

The level of employee's actual costs for the year to date is 38.6% which is less than the budgeted percentage of 40.70%. It is therefore important for council to monitor and managed the employee related cost effectively within the set norm between 35% and 40%.

The Capital Replacement Reserve will require minor adjustments at year end in order to ensure that it is cash backed. The "Cash & Cash Equivalents" are sufficient to cover outstanding debt with specific reference to any unspent grant funding.

## Age Analysis - Debtors

WC033 Cape Agulhas - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

Description	NT Code	Budget Year 2015/16										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.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	Total over 90 days			
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	2,717	280	219	205	178	113	620	1,253	5,584	2,368			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	8,084	271	216	82	55	47	222	555	9,533	962			
Receivables from Non-exchange Transactions - Property Rates	1400	1,961	175	136	1,370	65	62	358	1,704	5,830	3,558			
Receivables from Exchange Transactions - Waste Water Management	1500	958	142	108	90	70	57	168	458	2,051	844			
Receivables from Exchange Transactions - Waste Management	1600	1,336	172	131	100	82	82	244	534	2,681	1,042			
Receivables from Exchange Transactions - Property Rental Debtors	1700	4	0	0	0	0	0	0	0	5	0			
Interest on Arrear Debtor Accounts	1810	26	17	20	62	16	17	120	867	1,145	1,082			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-			
Other	1900	(255)	157	150	120	118	87	533	730	1,640	1,588			
<b>Total By Income Source</b>	<b>2000</b>	<b>14,830</b>	<b>1,213</b>	<b>982</b>	<b>2,029</b>	<b>585</b>	<b>464</b>	<b>2,266</b>	<b>6,100</b>	<b>28,469</b>	<b>11,444</b>	<b>-</b>	<b>-</b>	
<b>2014/15 - totals only</b>		<b>11,793</b>	<b>1,007</b>	<b>596</b>	<b>503</b>	<b>464</b>	<b>366</b>	<b>2,612</b>	<b>4,002</b>	<b>21,343</b>	<b>7,946</b>	<b>3,501</b>		
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	47	14	16	330	2	2	14	501	927	850			
Commercial	2300	3,380	85	116	26	19	14	66	217	3,925	343			
Households	2400	11,397	1,110	846	1,473	562	447	2,182	5,301	23,318	9,965			
Other	2500	7	3	3	199	1	1	5	81	299	286	3,501		
<b>Total By Customer Group</b>	<b>2600</b>	<b>14,830</b>	<b>1,213</b>	<b>982</b>	<b>2,029</b>	<b>585</b>	<b>464</b>	<b>2,266</b>	<b>6,100</b>	<b>28,469</b>	<b>11,444</b>	<b>3,501</b>	<b>-</b>	

Strict credit control procedures are applied in terms of Council's approved Credit Control Policy. Following statistical information in respect of credit control actions applied or council's notices served:

<b>Outstanding Debtors:</b>						
<b>Outstanding Debtor Age Analyses as at month-end:</b>						
MONTH	Current	30 days	60 days	90 days	120 days +	TOTAL
December 2015	13,073,846	1,187,817	2,277,548	631,983	8,952,174	26,123,368
JANUARY 2016	12,468,140	2,362,328	1,212,948	981,795	11,443,932	28,469,143
						2,345,775

<b>Debtors Turnover Rate:</b>	NORM	DECEMBER	JANUARY
	11.50- 15 %	16.63%	18.13%

<b>Number of Accounts issued for the mon</b>	DECEMBER	JANUARY
	14,607	14,875

<b>Credit Control: Actions Applied</b>	DECEMBER	JANUARY
Summonses issued	0	330
Section 65(A)1	0	11
Sentences	0	40
Warrant for excecution	0	10
Warrant for arrests	0	1
Garnisee Orders	0	8
Auctions	0	0
Number of debtors handed over to attorneys	0	0
Number of debtors handed over to attorneys	0	0

<b>Electricity Service</b>	DECEMBER	JANUARY
Number of consumers disconnected due to	0	0
Number of consumers re-connected	0	0
	0	0

<b>Commiseration Rebate in respect of Basic Services allocated: JANUARY 2016</b>				
TOWNS	"Poor" household.	"Indigent" household	TOTAL	COMMISERATION SUBSIDIES ALLOCATED
Currently the systems is unable to provide the required information per town				
BREDASDORP			0	
NAPIER			0	
PROTEM			0	
STRUISBAAI & L'AGULHAS			0	
KLIPDALE			0	
WAENHUISKRANS			0	
KASSIESBAAI			0	
ELIM			0	
DEURGANGSKAMP		589	589	142,512.60
	184	2,910	3,094	790,285.87

The municipality maintained an average collection ratio in excess of 100% for the months of January 2016. That is healthy and ensure that debt collections is continuously being implemented.

## Age Analysis – Creditors

WC033 Cape Agulhas - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

Description	NT Code	Budget Year 2015/16									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	5,281	-	-	-	-	-	-	-	5,281	
Bulk Water	0200	8	-	-	-	-	-	-	-	8	
PAYE deductions	0300	865	-	-	-	-	-	-	-	865	
VAT (output less input)	0400	(54)	-	-	-	-	-	-	-	(54)	
Pensions / Retirement deductions	0500	1,346	-	-	-	-	-	-	-	1,346	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	
Auditor General	0800	-	-	-	-	-	-	-	-	-	
Other	0900	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>7,446</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,446</b>	<b>-</b>

Council purchases and payments to creditors are under adequate control and paid within the prescribed period of 30 days. No significant problems experienced in respect of creditor payments during the quarter under review.

## Investment Portfolio

WC033 Cape Agulhas - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January

Investments by maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
<b>Municipality</b>									
INVESTEC		32 Days	Call		41	6.5%	15,000	-	15,000
<b>Municipality sub-total</b>					41		15,000	-	15,000
<b>Entities</b>									
N/A									
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	<b>2</b>				<b>41</b>		<b>15,000</b>	<b>-</b>	<b>15,000</b>

### **Cash & Investment Management:**

Surplus cash is invested at approved banking institutions in accordance with prescribed legislation and / or cash & investment policy guidelines.

The municipality's bank account per bank statement reflecting a positive balance as at the end of January 2016.

## Transfers and Grants

WC033 Cape Agulhas - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January										
Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:	1,2	-	23,601	-	6,893	17,289	8,232	8,942	108.6%	23,601
Local Government Equitable Share			20,679		6,893	15,509	6,567	8,942	136.2%	20,679
Finance Management			1,230		-	1,230	1,230			1,230
Municipal Systems Improvement			150		-	150	150			150
Municipal Infrastructure (MIG)			542		-	-	-			542
EPWP Incentive			1,000		-	400	285			1,000
RBIG	3		-		-	-	-			-
Other transfers and grants [insert description]										
Provincial Government:		-	6,689	-	-	4,258	-	4,258	#DIV/0!	6,689
Housing			2,300		-	2,855	-	2,855	#DIV/0!	2,300
Community Development Workers			54		-	-	-			54
Subsidy Main Roads			73		-	-	-			73
Subsidy Libraries	4		4,250		-	1,403	-	1,403	#DIV/0!	4,250
Thusong Centre			12		-	-	-			12
Other transfers and grants [insert description]			-		-	-	-			-
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
<b>Total Operating Transfers and Grants</b>	5	-	30,290	-	6,893	21,547	8,232	13,200	160.4%	30,290
<b>Capital Transfers and Grants</b>										
National Government:		-	13,245	-	-	4,775	1,663	2,112	127.1%	13,245
Municipal Infrastructure (MIG)			10,245		-	2,775	663	2,112	318.9%	10,245
Finance Management			220		-	220	220			220
Municipal Systems Improvement			780		-	780	780			780
INEG			2,000		-	1,000	-			2,000
Other capital transfers [insert description]										
Provincial Government:		-	220	-	-	21	21	-		220
Subsidy Libraries			21		-	21	21	-		21
Thusong Centre			199		-	-	-			199
District Municipality:		-	-	-	-	-	-	-		-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]										
<b>Total Capital Transfers and Grants</b>	5	-	13,464	-	-	4,796	1,683	2,112	125.5%	13,464
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	43,754	-	6,893	26,342	9,915	15,312	154.4%	43,754

WC033 Cape Agulhas - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M07 January

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	23,601	-	15,895	17,233	5,900	11,333	192.1%	23,601
Local Government Equitable Share			20,679		15,509	15,509	5,170	10,339	200.0%	20,679
Finance Management			1,230		175	950	308	643	209.0%	1,230
Municipal Systems Improvement			150		9	64	38	26	69.5%	150
Municipal Infrastructure (MIG)			542		49	231	136	96	70.6%	542
EPWP Incentive			1,000		154	479	250	229	91.8%	1,000
RBIG			-		-	-	-	-	-	-
Other transfers and grants [insert description]			-		-	-	-	-	-	-
<b>Provincial Government:</b>		-	6,689	-	488	2,187	1,672	515	30.8%	6,689
Housing			2,300		-	-	575	(575)	-100.0%	2,300
Community Development Workers			54		14	24	14	10	74.8%	54
Subsidy Main Roads			73		-	-	18	(18)	-100.0%	73
Subsidy Libraries			4,250		474	2,152	1,062	1,089	102.5%	4,250
Thusong Centre			12		-	12	3	9	298.1%	12
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
<b>Total operating expenditure of Transfers and Grants:</b>		-	30,290	-	16,383	19,421	7,572	11,848	156.5%	30,290
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	13,245	13,245	906	3,723	3,311	412	12.4%	13,245
Municipal Infrastructure (MIG)			10,245	10,245	671	2,467	2,561	(94)	-3.7%	10,245
Finance Management			220	220	10	132	55	77	139.4%	220
Municipal Systems Improvement			780	780	-	280	195	85	43.6%	780
INEG			2,000	2,000	225	844	500	344	68.8%	2,000
Other capital transfers [insert description]			-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	220	220	-	24	55	(31)	-56.5%	220
Subsidy Libraries			21	21	-	12	5	7	133.1%	21
Thusong Centre			199	199	-	12	50	(38)	-76.0%	199
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
[insert description]			-		-	-	-	-	-	-
<b>Total capital expenditure of Transfers and Grants</b>		-	13,464	13,464	906	3,747	3,366	381	11.3%	13,464
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	43,754	13,464	17,289	23,167	10,939	12,229	111.8%	43,754



## Councillors and staff benefits

WC033 Cape Agulhas - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

Summary of Employee and Councillor remuneration	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		2,119	2,299		176	1,219	1,254	(34)	-3%	2,265
Pension and UIF Contributions		333	345		28	193	188	5	3%	350
Medical Aid Contributions		-	-		-	-	-	-	-	-
Motor Vehicle Allowance		812	874		68	470	476	(6)	-1%	868
Cellphone Allowance		188	239		16	108	130	(23)	-17%	216
Housing Allowances		-	-		-	-	-	-	-	-
Other benefits and allowances		-	4		1	6	2	4	182%	8
<b>Sub Total - Councillors</b>		<b>3,452</b>	<b>3,760</b>	<b>-</b>	<b>289</b>	<b>1,997</b>	<b>2,050</b>	<b>(53)</b>	<b>-3%</b>	<b>3,707</b>
<b>% increase</b>	4		<b>8.9%</b>							<b>7.4%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		3,838	4,094		335	2,492	2,483	10	0%	4,104
Pension and UIF Contributions		686	746		62	432	452	(20)	-4%	726
Medical Aid Contributions		196	214		19	125	130	(5)	-4%	209
Overtime		-	-		-	-	-	-	-	-
Performance Bonus		513	629		-	644	381	262	69%	891
Motor Vehicle Allowance		504	416		27	191	252	(61)	-24%	355
Cellphone Allowance		-	-		3	15	-	15	#DIV/0!	15
Housing Allowances		-	-		-	-	-	-	-	-
Other benefits and allowances		125	80		6	39	49	(10)	-20%	71
Payments in lieu of leave		-	-		-	-	-	-	-	-
Long service awards		-	-		-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-		-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>		<b>5,861</b>	<b>6,179</b>	<b>-</b>	<b>451</b>	<b>3,939</b>	<b>3,747</b>	<b>192</b>	<b>5%</b>	<b>6,371</b>
<b>% increase</b>	4		<b>5.4%</b>							<b>8.7%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		49,716	56,754		4,510	33,330	34,413	(1,084)	-3%	55,671
Pension and UIF Contributions		7,770	10,066		842	5,552	6,104	(552)	-9%	9,514
Medical Aid Contributions		2,543	2,557		275	1,670	1,550	120	8%	2,676
Overtime		3,093	2,434		669	1,908	1,476	432	29%	2,866
Performance Bonus		-	629		-	644	381	262	69%	891
Motor Vehicle Allowance		4,006	4,172		372	2,659	2,530	129	5%	4,301
Cellphone Allowance		-	237		30	184	144	41	28%	278
Housing Allowances		428	542		87	619	328	291	89%	832
Other benefits and allowances		2,491	2,781		528	2,376	1,686	690	41%	3,471
Payments in lieu of leave		924	500		9	68	303	(236)	-78%	264
Long service awards		376	489		38	268	297	(28)	-9%	461
Post-retirement benefit obligations	2	1,682	3,270		173	1,210	1,983	(773)	-39%	2,497
<b>Sub Total - Other Municipal Staff</b>		<b>73,029</b>	<b>84,430</b>	<b>-</b>	<b>7,536</b>	<b>50,487</b>	<b>51,195</b>	<b>(708)</b>	<b>-1%</b>	<b>83,722</b>
<b>% increase</b>	4		<b>15.6%</b>							<b>14.6%</b>
<b>Total Parent Municipality</b>		<b>82,342</b>	<b>94,368</b>	<b>-</b>	<b>8,276</b>	<b>56,423</b>	<b>56,992</b>	<b>(569)</b>	<b>-1%</b>	<b>93,800</b>

## Actuals and revised targets for cash receipts

WC033 Cape Agulhas - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M07 January

Description	Ref	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework			
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18	
<b>R thousands</b>	1																
<b>Cash Receipts By Source</b>																	
Property rates		3,409	6,661	6,466	12,140	3,737	2,789	4,009	4,009	4,009	4,009	4,009	4,009	(7,140)	48,108	52,926	58,227
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		6,695	6,405	7,302	7,344	6,961	6,626	6,149	6,571	6,824	6,911	7,614	8,229	83,632	94,085	105,846	
Service charges - water revenue		2,085	1,361	1,477	1,423	1,267	1,383	1,692	1,802	1,884	1,725	1,727	1,827	19,653	22,067	24,756	
Service charges - sanitation revenue		498	554	586	624	605	678	465	512	573	536	536	290	6,440	7,458	8,590	
Service charges - refuse		1,029	925	903	993	905	909	551	884	998	997	1,001	1,052	11,148	12,767	14,570	
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		247	265	1,329	952	478	558	1,278	248	367	379	227	104	6,432	6,894	7,391	
Interest earned - external investments		90	97	144	166	153	168	227	182	165	231	266	81	1,970	2,069	2,172	
Interest earned - outstanding debtors		74	75	79	80	110	108	71	74	77	62	72	(113)	770	809	849	
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		172	254	46	166	216	140	68	74	59	42	38	(630)	646	1,282	1,268	
Licences and permits		31	31	25	43	24	29	29	28	28	26	25	10	330	346	364	
Agency services		-	193	24	226	79	-	54	120	127	85	103	298	1,309	1,374	1,443	
Transfer receipts - operating		11,399	3,255	-	-	6,893	-	759	856	648	3,740	1,284	1,457	30,290	49,172	68,946	
Other revenue		319	270	138	178	201	113	334	156	142	185	385	1,434	3,855	4,141	4,435	
<b>Cash Receipts by Source</b>		<b>26,049</b>	<b>20,347</b>	<b>18,519</b>	<b>24,336</b>	<b>21,629</b>	<b>13,503</b>	<b>15,687</b>	<b>15,516</b>	<b>15,845</b>	<b>18,964</b>	<b>17,288</b>	<b>6,900</b>	<b>214,582</b>	<b>255,391</b>	<b>298,857</b>	
<b>Other Cash Flows by Source</b>																	
Transfer receipts - capital		4,796	-	-	-	6,732	-	-	-	5,049	-	-	(3,112)	13,464	13,761	12,965	
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	2,930	-	-	-	-	-	-	-	2,930	11,850	5,235	
Increase in consumer deposits		(3)	27	10	13	11	10	23	23	23	23	23	91	273	292	312	
Receipt of non-current debtors		-	-	741	201	79	(346)	-	-	-	-	-	(675)	-	-	-	
Receipt of non-current receivables		2	2	(101)	375	379	1,690	1	1	1	1	1	(2,344)	6	6	6	
Change in non-current investments		-	-	(14)	(16)	(38)	(30)	-	-	-	-	-	98	-	-	-	
<b>Total Cash Receipts by Source</b>		<b>30,843</b>	<b>20,375</b>	<b>19,156</b>	<b>24,910</b>	<b>31,722</b>	<b>14,828</b>	<b>15,710</b>	<b>15,539</b>	<b>20,917</b>	<b>18,987</b>	<b>17,312</b>	<b>957</b>	<b>231,255</b>	<b>281,300</b>	<b>317,376</b>	
<b>Cash Payments by Type</b>																	
Employee related costs		5,937	6,095	7,187	6,409	6,505	12,289	7,907	6,949	6,902	7,144	6,998	6,584	86,906	91,934	98,042	
Remuneration of councillors		288	288	236	369	364	441	293	457	313	313	313	85	3,760	3,968	4,188	
Interest paid		-	-	173	378	322	1,357	-	-	-	-	-	(673)	1,558	1,613	1,630	
Bulk purchases - Electricity		7,169	7,434	6,707	4,713	4,685	4,791	5,513	2,367	8,159	1,673	8,704	10,159	72,072	76,144	82,012	
Bulk purchases - Water & Sewer		-	93	104	104	5	12	100	43	148	30	158	512	1,310	1,352	1,423	
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		268	222	320	210	244	327	648	691	705	776	1,013	3,045	8,468	9,525	7,945	
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		301	-	146	189	68	38	128	128	128	128	128	156	1,539	1,570	1,601	
General expenses		7,353	2,389	5,739	3,471	3,411	5,030	1,011	3,367	3,148	4,495	4,352	249	44,015	62,323	81,961	
<b>Cash Payments by Type</b>		<b>21,316</b>	<b>16,521</b>	<b>20,613</b>	<b>15,843</b>	<b>15,604</b>	<b>24,284</b>	<b>15,600</b>	<b>14,002</b>	<b>19,503</b>	<b>14,560</b>	<b>21,666</b>	<b>20,117</b>	<b>219,629</b>	<b>248,430</b>	<b>278,802</b>	
<b>Other Cash Flows/Payments by Type</b>																	
Capital assets		-	12	1,325	1,732	688	2,524	1,475	1,748	1,571	1,186	2,078	7,352	21,691	31,024	26,770	
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	478	478	1,755	2,043	
Other Cash Flow s/Payments		-	-	-	-	-	3,071	-	-	-	-	-	(3,071)	-	-	-	-
<b>Total Cash Payments by Type</b>		<b>21,316</b>	<b>16,533</b>	<b>21,938</b>	<b>17,574</b>	<b>16,292</b>	<b>29,880</b>	<b>17,075</b>	<b>15,750</b>	<b>21,074</b>	<b>15,746</b>	<b>23,744</b>	<b>24,875</b>	<b>241,799</b>	<b>281,209</b>	<b>307,615</b>	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>9,527</b>	<b>3,842</b>	<b>(2,782)</b>	<b>7,335</b>	<b>15,430</b>	<b>(15,052)</b>	<b>(1,365)</b>	<b>(211)</b>	<b>(157)</b>	<b>3,241</b>	<b>(6,433)</b>	<b>(23,918)</b>	<b>(10,543)</b>	<b>91</b>	<b>9,761</b>	
Cash/cash equivalents at the month/year beginning:		16,263	25,790	29,632	26,850	34,185	49,615	34,563	33,198	32,987	32,829	36,071	29,638	16,263	5,720	5,811	5,811
Cash/cash equivalents at the month/year end:		25,790	29,632	26,850	34,185	49,615	34,563	33,198	32,987	32,829	36,071	29,638	5,720	5,720	5,811	15,572	15,572

## Capital expenditure trend

WC033 Cape Agulhas - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M07 January

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<u>Monthly expenditure performance trend</u>									
July	127	1,015		–	–	1,015	1,015	100.0%	0%
August	512	1,569		12	12	2,584	2,572	99.5%	0%
September	1,317	1,144		1,325	1,338	3,728	2,391	64.1%	6%
October	1,013	2,919		1,732	3,069	6,647	3,578	53.8%	14%
November	426	1,103		688	3,758	7,749	3,992	51.5%	17%
December	1,692	2,607		2,524	6,282	10,356	4,074	39.3%	29%
January	188	1,475		128	6,410	11,832	5,421	45.8%	30%
February	1,616	1,748		–		13,579	–		
March	3,949	1,571		–		15,150	–		
April	1,394	1,186		–		16,336	–		
May	38,022	2,078		–		18,414	–		
June	4,658	3,277		–		21,691	–		
<b>Total Capital expenditure</b>	<b>54,915</b>	<b>21,691</b>	<b>–</b>	<b>6,410</b>					

## Capital expenditure on new assets by asset class

WC033 Cape Agulhas - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

Description	Ref	2014/15			Budget Year 2015/16					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		3,575	5,561	-	54	1,996	956	(1,040)	-108.8%	5,561
Infrastructure - Road transport		625	2,921	-	54	998	502	(496)	-98.8%	2,921
Roads, Pavements & Bridges		91	2,311	-	25	907	397	(510)	-128.4%	2,311
Storm water		534	610	-	30	91	105	14	13.7%	610
Infrastructure - Electricity		2,245	2,200	-	-	940	378	(562)	-148.7%	2,200
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		2,098	2,200	-	-	940	378	(562)	-148.7%	2,200
Street Lighting		147	-	-	-	-	-	-	-	-
Infrastructure - Water		-	240	-	-	-	41	41	100.0%	240
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	140	-	-	-	24	24	100.0%	140
Reticulation Water		-	100	-	-	-	17	17	100.0%	100
Infrastructure - Sanitation		685	-	-	-	-	-	-	-	-
Reticulation Sewerage		685	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		19	200	-	-	58	34	(23)	-67.5%	200
Waste Management		19	200	-	-	58	34	(23)	-67.5%	200
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Community</b>		1,372	4,876	-	-	128	838	710	84.8%	4,876
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		1,271	1,522	-	-	2	262	260	99.3%	1,522
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	3,312	-	-	90	569	479	84.1%	3,312
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		101	33	-	-	26	6	(20)	-363.6%	33
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	10	-	-	10	2	(8)	-470.2%	10
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		2,134	2,510	-	28	744	431	(313)	-72.5%	2,510
General vehicles		157	330	-	-	181	57	(124)	-218.4%	330
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		127	945	-	0	378	162	(216)	-132.9%	945
Computers - hardware/equipment		222	875	-	27	125	150	26	17.1%	875
Furniture and other office equipment		1,063	269	-	-	52	46	(6)	-12.7%	269
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		543	90	-	-	8	15	7	47.0%	90
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		21	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Intangibles</b>		280	-	-	-	-	-	-	-	-
Computers - software & programming		280	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	<b>1</b>	<b>7,361</b>	<b>12,947</b>	<b>-</b>	<b>82</b>	<b>2,868</b>	<b>2,225</b>	<b>(642)</b>	<b>-28.9%</b>	<b>12,947</b>
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

## Capital expenditure on renewal of existing assets by asset class

WC033 Cape Agulhas - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M07

Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		46,400	5,910	-	19	2,235	1,016	(1,219)	-120.0%	5,910
Infrastructure - Road transport		8,883	1,800	-	7	216	309	94	30.2%	1,800
Roads, Pavements & Bridges		6,100	1,800	-	7	216	309	94	30.2%	1,800
Storm water		2,783	-	-	-	-	-	-	-	-
Infrastructure - Electricity		737	1,110	-	12	551	191	(361)	-189.0%	1,110
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		737	980	-	-	502	168	(334)	-198.0%	980
Street Lighting		-	130	-	12	49	22	(27)	-121.2%	130
Infrastructure - Water		329	-	-	-	-	-	-	-	-
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		70	-	-	-	-	-	-	-	-
Reticulation Water		259	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	3,000	-	-	1,468	516	(952)	-184.6%	3,000
Reticulation Sewerage		-	3,000	-	-	1,468	516	(952)	-184.6%	3,000
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		36,451	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		36,451	-	-	-	-	-	-	-	-
<b>Community</b>		542	1,215	-	14	839	209	(630)	-301.6%	1,215
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		116	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		10	-	-	-	-	-	-	-	-
Libraries		417	-	-	-	-	-	-	-	-
Recreational facilities		-	1,215	-	14	839	209	(630)	-301.6%	1,215
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	-	-	-	-	-	-	-
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		612	1,620	-	14	469	278	(191)	-68.6%	1,620
General vehicles		132	-	-	-	-	-	-	-	-
Specialised vehicles		-	800	-	-	0	137	137	99.8%	800
Plant & equipment		192	88	-	14	25	15	(10)	-68.4%	88
Computers - hardware/equipment		281	97	-	-	18	17	(1)	-6.4%	97
Furniture and other office equipment		7	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		-	-	-	-	-	-	-	-	-
Other Buildings		-	635	-	-	426	109	(317)	-290.1%	635
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing ass</b>	<b>1</b>	<b>47,554</b>	<b>8,745</b>	<b>-</b>	<b>47</b>	<b>3,543</b>	<b>1,503</b>	<b>(2,040)</b>	<b>-135.7%</b>	<b>8,745</b>
<b>Specialised vehicles</b>		-	800	-	-	0	137	137	0	800
Refuse		-	800	-	-	0	137	137	0	800
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

## Expenditure on repairs and maintenance by asset class

WC033 Cape Agulhas - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January

Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		2,380	2,718	-	171	1,545	1,349	(196)	-14.5%	2,913
Infrastructure - Road transport		1,615	1,275	-	73	731	633	(98)	-15.5%	1,373
Roads, Pavements & Bridges		1,615	1,275	-	73	731	633	(98)	-15.5%	1,373
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		765	823	-	29	408	408	0	0.0%	822
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		673	725	-	24	376	360	(16)	-4.4%	741
Street Lighting		92	97	-	5	32	48	16	33.4%	81
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	620	-	68	405	308	(98)	-31.7%	718
Waste Management		-	620	-	68	405	308	(98)	-31.7%	718
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Community</b>		-	785	-	65	324	390	66	16.8%	719
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	150	-	0	12	74	63	84.4%	87
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		-	585	-	65	303	290	(13)	-4.5%	598
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	50	-	-	9	25	16	64.1%	34
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Housing development		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		5,997	3,701	-	168	1,430	1,837	407	22.2%	3,293
General vehicles		2,060	1,852	-	67	711	919	208	22.7%	1,643
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		474	533	-	71	372	265	(107)	-40.6%	641
Computers - hardware/equipment		558	89	-	2	25	44	19	43.0%	70
Furniture and other office equipment		21	133	-	0	23	66	43	65.6%	90
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		1,157	1,094	-	27	299	543	244	44.9%	850
Other Buildings		1,616	-	-	-	-	-	-	-	-
Other Land		111	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Intangibles</b>		-	2,338	-	97	1,518	1,161	(358)	-30.8%	2,696
Computers - software & programming		-	2,338	-	97	1,518	1,161	(358)	-30.8%	2,696
Other		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>		<b>8,377</b>	<b>9,541</b>	<b>-</b>	<b>500</b>	<b>4,817</b>	<b>4,737</b>	<b>(80)</b>	<b>-1.7%</b>	<b>9,621</b>
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

## Depreciation by asset class

WC033 Cape Agulhas - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M07 January

Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Depreciation by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		5,985	5,196	-	4	4	1,299	1,295	99.7%	5,196
Infrastructure - Road transport		1,548	1,537	-	-	-	384	384	100.0%	1,537
Roads, Pavements & Bridges		1,548	1,537	-	-	-	384	384	100.0%	1,537
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		1,294	1,283	-	-	-	321	321	100.0%	1,283
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		1,294	1,283	-	-	-	321	321	100.0%	1,283
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		1,052	1,044	-	-	-	261	261	100.0%	1,044
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		1,052	1,044	-	-	-	261	261	100.0%	1,044
Infrastructure - Sanitation		854	847	-	4	4	212	208	98.3%	847
Reticulation		854	847	-	4	4	212	208	98.3%	847
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		1,237	486	-	-	-	121	121	100.0%	486
Waste Management		75	74	-	-	-	18	18	100.0%	74
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		1,163	412	-	-	-	103	103	100.0%	412
<b>Community</b>		220	232	-	-	-	58	58	100.0%	232
Parks & gardens		13	13	-	-	-	3	3	100.0%	13
Sportsfields & stadia		15	15	-	-	-	4	4	100.0%	15
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		32	32	-	-	-	8	8	100.0%	32
Libraries		35	48	-	-	-	12	12	100.0%	48
Recreational facilities		123	122	-	-	-	31	31	100.0%	122
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		1	1	-	-	-	0	0	100.0%	1
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		0	0	-	-	-	0	0	100.0%	0
Social rental housing		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		9	9	-	-	-	2	2	100.0%	9
Housing development		-	9	-	-	-	2	2	100.0%	9
Other		9	-	-	-	-	-	-	-	-
<b>Other assets</b>		3,752	2,731	-	-	-	683	683	100.0%	2,731
General vehicles		940	932	-	-	-	233	233	100.0%	932
Specialised vehicles		52	62	-	-	-	16	16	100.0%	62
Plant & equipment		314	311	-	-	-	78	78	100.0%	311
Computers - hardware/equipment		332	330	-	-	-	82	82	100.0%	330
Furniture and other office equipment		470	466	-	-	-	116	116	100.0%	466
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		74	73	-	-	-	18	18	100.0%	73
Other Buildings		245	229	-	-	-	57	57	100.0%	229
Other Land		1,057	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	110	-	-	-	28	28	100.0%	110
Other		268	217	-	-	-	54	54	100.0%	217
<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-
List sub-class		-	-	-	-	-	-	-	-	-
<b>Intangibles</b>		122	122	-	-	-	30	30	100.0%	122
Computers - software & programming		122	122	-	-	-	30	30	100.0%	122
Other		-	-	-	-	-	-	-	-	-
<b>Total Depreciation</b>		10,088	8,289	-	4	4	2,072	2,069	99.8%	8,289
<b>Specialised vehicles</b>		52	62	-	-	-	16	16	0	62
Refuse		52	62	-	-	-	16	16	0	62
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

## 7. Other Information

### 7.1 Expenditure Management:

The expenditure section continues to administer, manage, assess and improve creditors, salaries and sundry payments subject to internal prescriptions.

#### 7.1.1 Personnel

Leave schedule will be included from the month of February 2016 as per normal reporting cycles

#### 7.1.2 Salary Payment:

Salary payments are under adequate control and occur according to approved policies and agreement in terms of the Bargaining Council.

Following a summary of Standby & Overtime payment in respect of January 2016:

#### OVERTIME paid for the period ending 31 JANUARY 2016

<u>DEPARTMENT</u>	<u>% USED TO DATE</u>	<u>PREVIOUS MONTH to DATE</u>	<u>CURRENT MONTH</u>	<u>ACTUAL TO DATE</u>	<u>PRO-RATA BUDGETED FOR THE YEAR</u>	<u>BUDGET FOR THE YEAR</u>
<b>MUNICIPAL MANAGER</b>						
- Municipal Manager	25.2%	2,395.98	0.00	2,395.98	5,541.67	9,500.00
<b>TOTAL</b>	<b>25.2%</b>	<b>2,395.98</b>	<b>0.00</b>	<b>2,395.98</b>	<b>5,541.67</b>	<b>9,500.00</b>
<b>FINANCIAL DIRECTORATE</b>						
- Revenue Management	77.0%	8,857.31	0.00	8,857.31	6,708.33	11,500.00
- Budget and Treasury Office	38.1%	4,384.02	0.00	4,384.02	6,708.33	11,500.00
<b>TOTAL</b>	<b>57.6%</b>	<b>13,241.33</b>	<b>0.00</b>	<b>13,241.33</b>	<b>13,416.67</b>	<b>23,000.00</b>
<b>CORPORATE SERVICE DIRECTORATE</b>						
- Information Services (IT)	No budget	13,174.83	975.82	14,150.65	0.00	0.00
<b>TOTAL</b>	<b>0.0%</b>	<b>13,174.83</b>	<b>975.82</b>	<b>14,150.65</b>	<b>0.00</b>	<b>0.00</b>
<b>COMMUNITY SERVICE DIRECTORATE</b>						
- Traffic and Law Enforcement	91.9%	132,170.67	107,056.37	239,227.04	151,929.17	260,450.00
- Environmental Affairs	134.5%	22,320.43	18,781.38	41,101.81	17,826.67	30,560.00
- Public Services	0.0%	0.00	0.00	0.00	6,340.83	10,870.00
- Parks and Sport Facilities	55.5%	29,508.31	3,292.13	32,800.44	34,457.50	59,070.00
- Beaches and Holiday Resorts	85.2%	134,972.08	115,340.39	250,312.47	171,389.17	293,810.00
<b>TOTAL</b>	<b>86.1%</b>	<b>318,971.49</b>	<b>244,470.27</b>	<b>563,441.76</b>	<b>381,943.33</b>	<b>654,760.00</b>
<b>INFRASTRUCTURE DIRECTORATE</b>						
- Workshop	56.7%	2,311.93	1,653.78	3,965.71	4,083.33	7,000.00
- Water	94.2%	263,099.98	160,222.17	423,322.15	262,126.67	449,360.00
- Sewerage and sanitation	99.6%	256,741.29	159,929.68	416,670.97	244,119.17	418,490.00
- Refuse Removal Services	68.0%	152,122.23	54,010.43	206,132.66	176,907.50	303,270.00
- Streets and Stormwater	23.3%	29,411.33	2,837.61	32,248.94	80,651.67	138,260.00
<b>TOTAL</b>	<b>82.2%</b>	<b>703,686.76</b>	<b>378,653.67</b>	<b>1,082,340.43</b>	<b>767,888.33</b>	<b>1,316,380.00</b>
<b>ELECTRICAL SERVICES</b>						
- Electrical Services	52.2%	186,770.23	37,659.80	224,430.03	250,845.00	430,020.00
<b>TOTAL</b>	<b>52.2%</b>	<b>186,770.23</b>	<b>37,659.80</b>	<b>224,430.03</b>	<b>250,845.00</b>	<b>430,020.00</b>
<b>TOTAL</b>	<b>78.1%</b>	<b>1,238,240.62</b>	<b>661,759.56</b>	<b>1,900,000.18</b>	<b>1,419,635.00</b>	<b>2,433,660.00</b>

Variances on overtime will be addressed during the Adjustment budget process in terms of the Section 72 Mid-year budget review.



**STANDBY ALLOWANCES paid for the period ending 31 JANUARY 2016**

<u>DEPARTMENT</u>	<u>% USED TO DATE</u>	<u>PREVIOUS MONTH to DATE</u>	<u>CURRENT MONTH</u>	<u>ACTUAL TO DATE</u>	<u>PRO-RATA BUDGETED FOR THE YEAR</u>	<u>BUDGET FOR THE YEAR</u>
<b>MUNICIPAL MANAGER</b>						
<b>TOTAL</b>						
<b>FINANCIAL DIRECTORATE</b>						
- Revenue section	No budget	6,541.84	0.00	6,541.84	0.00	0.00
- Budget and Treasury Office	No budget	5,087.59	0.00	5,087.59	0.00	0.00
<b>TOTAL</b>		<b>11,629.43</b>	<b>0.00</b>	<b>11,629.43</b>	<b>0.00</b>	<b>0.00</b>
<b>CORPORATE SERVICE DIRECTORATE</b>						
- Information Services (IT)	No budget	21,050.89	3,898.26	24,949.15	0.00	0.00
- Client Services	No budget	26,997.52	6,096.27	33,093.79	0.00	0.00
<b>TOTAL</b>		<b>48,048.41</b>	<b>9,994.53</b>	<b>58,042.94</b>	<b>0.00</b>	<b>0.00</b>
<b>COMMUNITY SERVICE DIRECTORATE</b>						
- Traffic and Law Enforcement	77.9%	43,692.06	7,463.37	51,155.43	38,325.00	65,700.00
- Environmental Affairs	No budget	19,655.89	6,954.92	26,610.81	0.00	0.00
- Buiding and Commonage	0.0%	0.00	0.00	0.00	38,302.25	65,661.00
- Parks and Sport Facilities	5.7%	2,598.42	0.00	2,598.42	26,441.33	45,328.00
- Beaches and Holiday Resorts	152.4%	118,293.79	29,437.42	147,731.21	56,540.75	96,927.00
<b>TOTAL</b>	<b>83.4%</b>	<b>184,240.16</b>	<b>43,855.71</b>	<b>228,095.87</b>	<b>159,609.33</b>	<b>273,616.00</b>
<b>INFRASTRUCTURE DIRECTORATE</b>						
- Water	81.4%	194,973.56	51,074.27	246,047.83	176,345.75	302,307.00
- Sewerage and sanitation	159.5%	257,023.77	78,964.97	335,988.74	122,847.08	210,595.00
- Refuse Removal Services	0.0%	0.00	0.00	0.00	58,375.92	100,073.00
- Streets and Stormwater	0.0%	0.00	0.00	0.00	186,317.25	319,401.00
<b>TOTAL</b>	<b>62.4%</b>	<b>451,997.33</b>	<b>130,039.24</b>	<b>582,036.57</b>	<b>543,886.00</b>	<b>932,376.00</b>
<b>ELECTRICAL SERVICES</b>						
- Electrical Services	108.1%	181,170.61	34,998.38	216,168.99	116,632.25	199,941.00
<b>TOTAL</b>	<b>108.1%</b>	<b>181,170.61</b>	<b>34,998.38</b>	<b>216,168.99</b>	<b>116,632.25</b>	<b>199,941.00</b>
<b>TOTAL</b>	<b>78.0%</b>	<b>877,085.94</b>	<b>218,887.86</b>	<b>1,095,973.80</b>	<b>820,127.58</b>	<b>1,405,933.00</b>

Variances on standby allowances will be addressed during the Adjustment budget process in terms of the Section 72 Mid-year budget review.

### 7.1.3 Trade Creditors:

Council purchases and payments to creditors are under adequate control and paid within the prescribed period of 30 days.

All payment requisitions has been certified by the responsible official for the procurement of goods and services as required in terms of best practices.

Following the detail of payments as reflected in council's expenditure cashbook:

<u>Expenditure in respect of:</u>	<u>Requisition Number</u>		<u>Amount</u>
	<u>From</u>	<u>To</u>	
<b>31 JANUARY 2016</b>			
Check Payments	28603	28802	
ACB-Payments	90796	91233	
Amount Paid			27,007,623.57
Total Investment			<b>15,000,000.00</b>

In process to re-evaluate and tightening up expenditure controls as part of an ongoing process to allow closer monitoring of daily purchases, order transactions and the extension of budgetary control over departmental activities.

## 7.2 Revenue Management:

The equitable share allocation has been allocated as follows in respect of free basic services:

<u>Equitable Allocation received versus</u>			<u>Budget</u>	<u>Received</u>	<u>UNSPENT</u>
12010251000000			<b>20,679,000</b>	15,509,000	5,170,000
	<b>Allocation for the Financial Year:</b>		<b>20,679,000</b>	<b>15,509,000</b>	<b>5,170,000</b>
<u>Equitable Allocation spent versus Bu</u>			<u>Budget</u>	<u>Allocated</u>	<u>UNSPENT</u>
Free Basics : Electricity (ESKOM)	15080126700000	JAN 2016	<b>253,310</b>	135,785	117,525
Free Basics : Electricity	12010126600000	JAN 2016	<b>0</b>	40,763	(40,763)
Free Basics : Refuse Removal	12010126800000	JAN 2016	<b>3,454,690</b>	1,824,714	1,629,976
Free Basics : Sanitation	12010126900000	JAN 2016	<b>2,835,790</b>	1,227,258	1,608,532
Free Basics : Water	12010127000000	JAN 2016	<b>1,229,520</b>	1,433,912	(204,392)
			<b>7,773,310</b>	<b>4,662,433</b>	<b>3,110,877</b>

Electronic receipts in respect of debtor payments:

### Electronic receipts:

Detail of monthly transactions up-to-date

<u>Month</u>	<u>"Easy-pay"</u>	<u>ACB-Payments:</u>	<u>P@U</u>	<u>PAY N BILL</u>
January 15	591,585.00	2,759,024.85	1,074,459.42	452,278.72
February 15	667,282.00	3,351,044.25	1,114,856.68	628,144.66
March 15	673,882.00	2,992,535.95	1,054,879.46	507,405.91
April 15	695,754.00	2,789,853.75	1,076,792.92	487,282.90
May 15	650,576.00	2,776,499.42	972,453.21	462,604.59
June 15	696,094.00	2,711,005.22	966,020.74	412,956.23
July 15	439,109.32	2,613,967.86	1,229,290.07	540,678.75
August 15	1,560,937.35	2,814,452.51	1,174,877.82	818,629.96
September 15	1,235,993.82	3,097,365.10	1,372,819.02	701,618.20
October 15	1,287,482.78	6,525,878.64	1,654,531.90	1,059,063.25
November 15	532,338.90	3,091,609.00	1,586,052.69	533,026.84
'December 2015	485,725.63	2,951,563.16	1,645,856.80	501,692.67
'January 2016	<b>437,699.23</b>	<b>3,105,968.44</b>	<b>1,367,241.65</b>	<b>395,727.30</b>

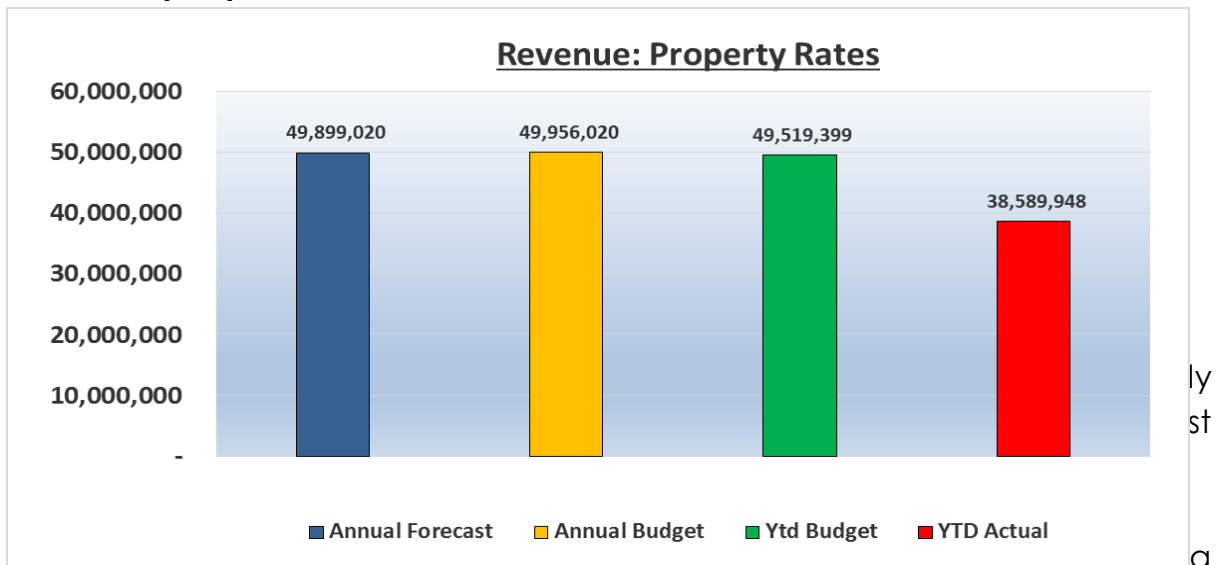
Outstanding debt in respect of Sundry Revenue: Rental of Facilities in excess of 90 days as at the end of January 2016:

**OUTSTANDING DEBT "MEENTGRONDE HURGELD" - 90 DAYS AND MORE (JANUARY 16)**

<u>PERSON</u>	<u>AMOUNT</u>	<u>FREQUENCY</u>	<u>HANDED OVER</u>
M J KLOPPERS	731.06	Lawyers Acc	Yes
M J KLOPPERS	779.28	Monthly	No
H J KLOPPERS	416.41	Lawyers Acc	Yes
CAPE AGULHAS PIGGERY	1,045.79	Annually	No
B MAFENGU	178.32	Dormant	No
JJ KLOPPERS	6,935.89	Lawyers Acc	Yes
NAPIER HEALTH GRO	456.00	Monthly	No
D JAARS	718.74	Lawyers Acc	Yes
D JAARS	625.60	Lawyers Acc	Yes
D JAARS	861.21	Lawyers Acc	Yes
M VAN STADEN	136.59	Monthly	No
BREDASDORP KLEINBOERE	12,898.71	Annually	No
BREDASDORP KLEINBOERE	7,087.49	Lawyers Acc	Yes
TARGETSHELF	3,181.37	Lawyers Acc	Yes
TEHILLA COMMUNITY	1,726.50	Lawyers Acc	Yes
TEHILLA COMMUNITY	3,884.76	Monthly	No
R WYNGAARD	1,426.46	Lawyers Acc	Yes
T VAN ZYL	92.21	Monthly	No
SAP STREEKBESTUURDER	476.17	Monthly	No
HAASBEKKIE CRECHE	619.06	Monthly	No
HAASBEKKIE CRECHE	163.79	Lawyers Acc	Yes
HAASBEKKIE CRECHE	490.25	Lawyers Acc	Yes
HAASBEKKIE CRECHE	333.75	Monthly	Yes
J DE JAGER	361.50	Monthly	No
J DE JAGER	1,233.70	Monthly	No
	<b>46,860.61</b>		

## 7.2.1 Actual Revenue - Property Rates and Service Charges:

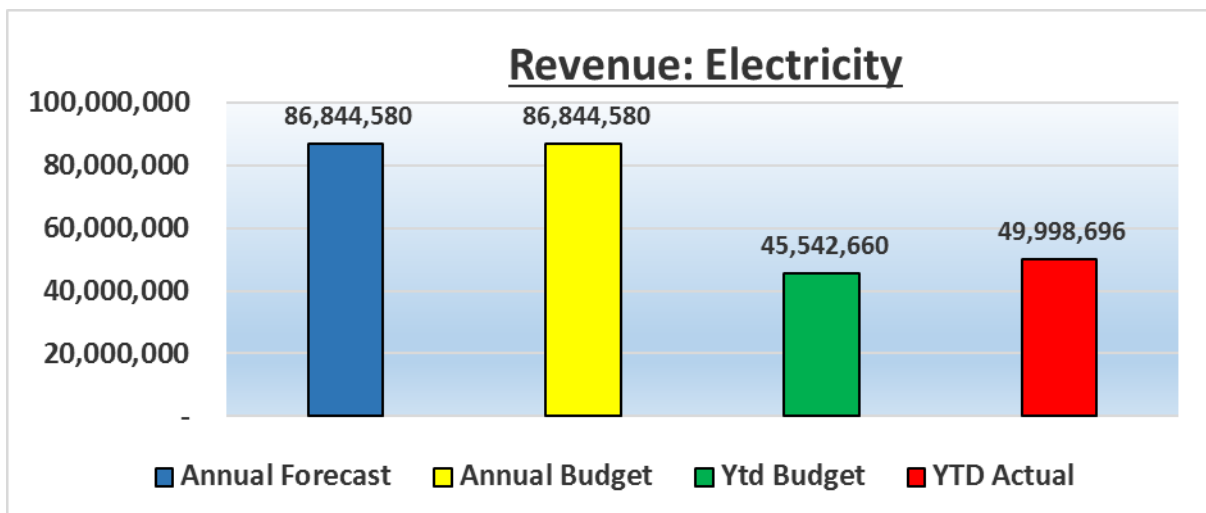
### 7.2.1.1 Property Rates:



monthly payment or the yearly payment whom is due at the end of October of the financial year.

The review of the property rates revenue for the financial year will be complete as part of the Adjustment budget process.

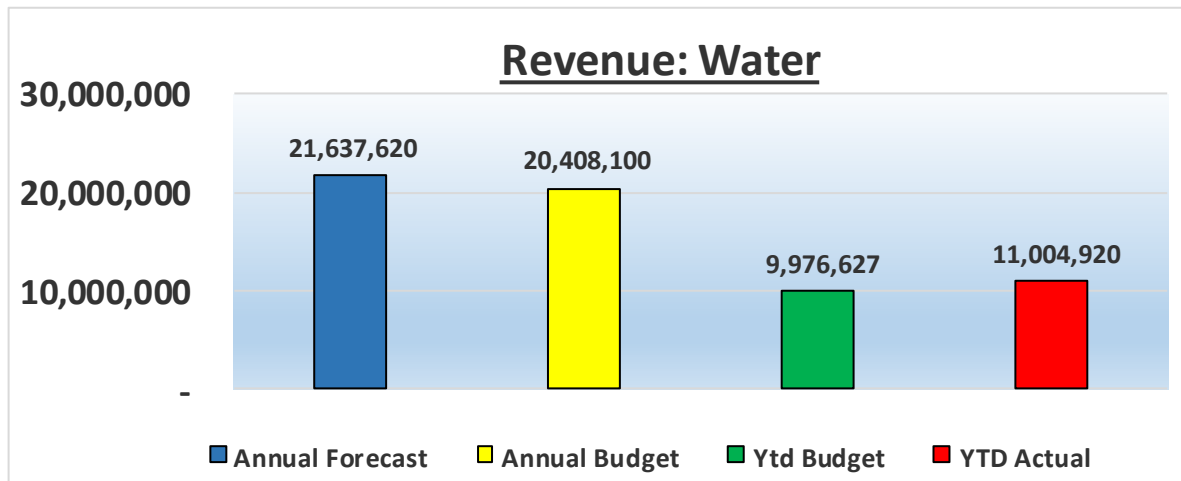
### 7.2.1.2 Electricity:



Performance in terms of electricity revenues totals R49.99m for the period ending 31 January 2016. This is in line with projections. The end of the festive season and influx of tourist and holiday makers contributes to this improved performance.

The review of the electricity revenue for the financial year will be complete as part of the Adjustment budget process.

### 7.2.1.3 Water:

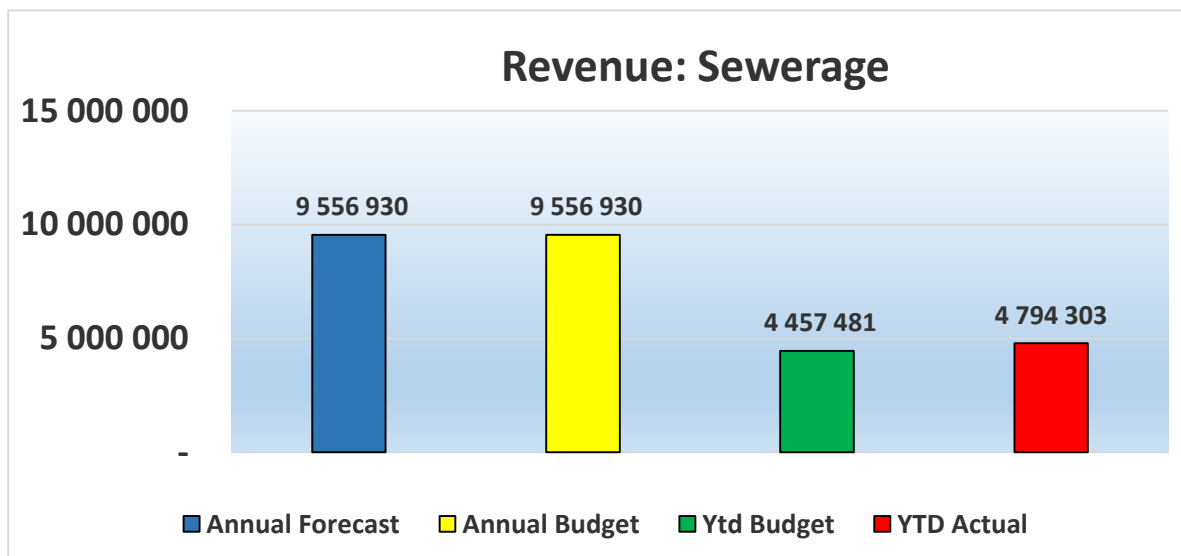


Revenue totals R11.00 million for the period ending 31 January 2016. This is higher than the projected R9.97 million.

The projected annual forecast for revenue income is better than originally budgeted.

The review of the water revenue for the financial year will be complete as part of the Adjustment budget process.

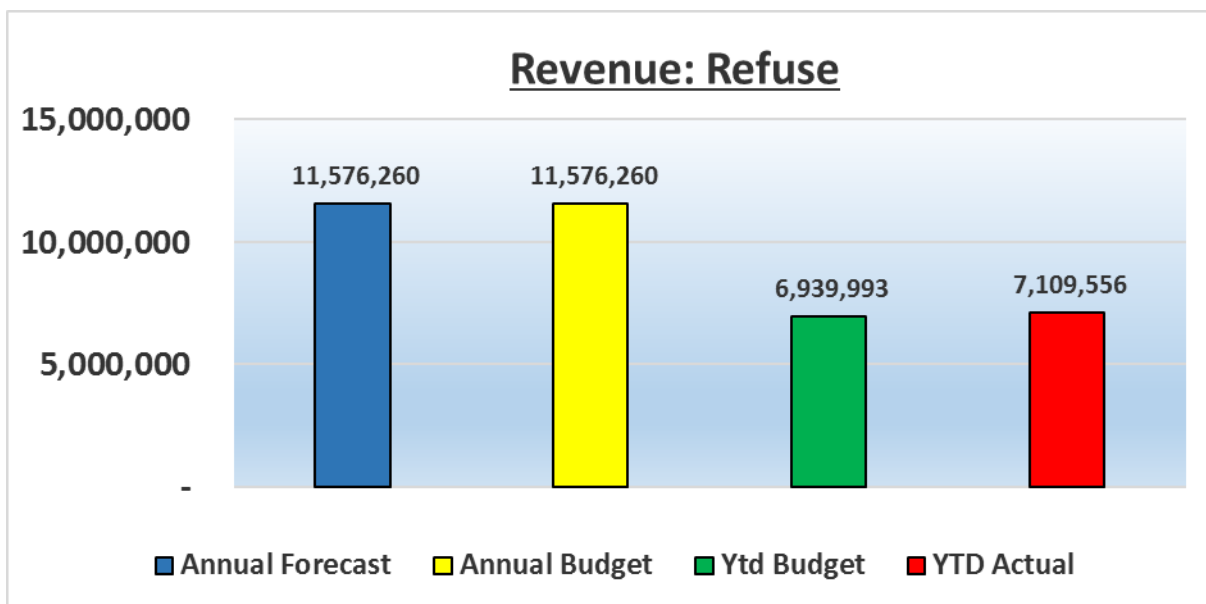
### 7.2.1.4 Sewerage:



The performance of revenue for sewerage services is more or less fixed depending on the total amount of households. Ending of the festive period sees reported revenues higher than year to date budget. This is a normal tendency due to the more than usual services for septic tanks usages and increase income.

The review of the sewerage revenue for the financial year will be complete as part of the Adjustment budget process.

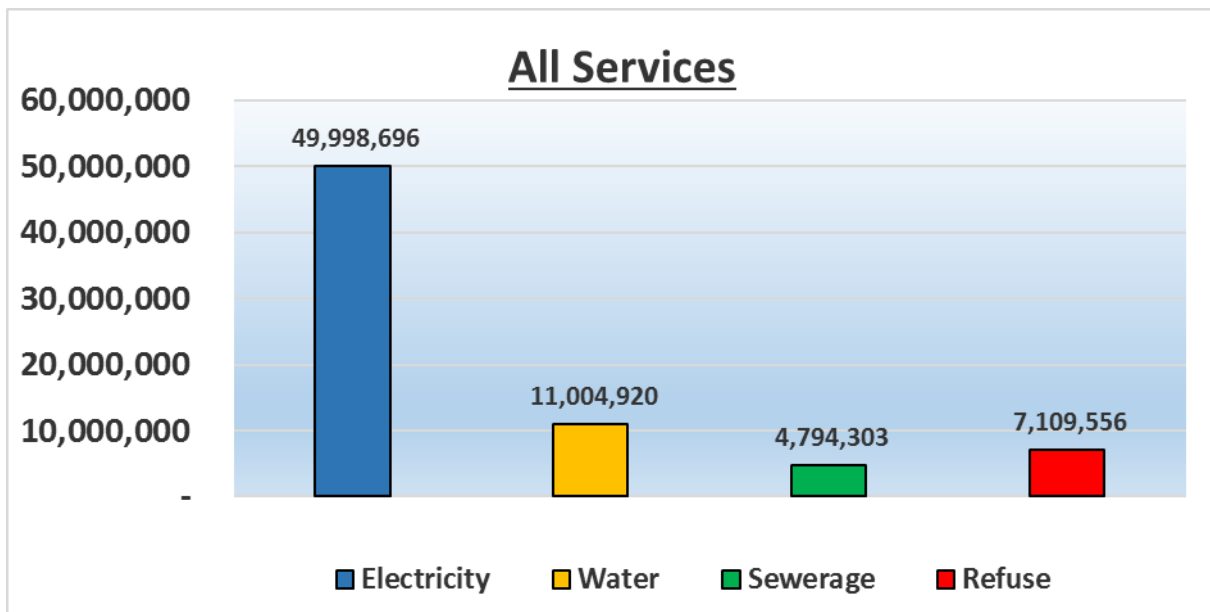
**7.2.1.5 Refuse Removal:**



The performance of revenue for refuse services is more or less fixed depending on the total amount of households. Ending of the festive period sees reported revenues higher than year to date budget. This is a normal tendency due to the more than usual services for septic tanks usages and increase income.

The review of the refuse revenue for the financial year will be complete as part of the Adjustment budget process.

**7.2.1.6 Consolidated Service revenues**



The municipality will review all income and performances of Service Revenues and this will be included and amend during the Adjustment budget process with the Mid-year budget review process due.

### 7.3 Internship Programme

As per National Treasury regulations and per Financial Management Grant (FMG) conditions the municipality is obliged to appoint five Finance Interns. The municipality conforms as the two vacant positions have been filled effective from 1st December 2014.

The aim of the programme is to capacitate Finance Graduates to eventually be able to fill CFO and other financial posts in municipalities. The appointment is for a period of 24 to 36 months depending on completion of the Municipal Minimum Competency (MMC) training programme.

Three Finance Interns currently been registered and have started with the MMC training programme with the University of Stellenbosch.

After a meeting held with Provincial Treasury the Human Resources section is in process to ensure compliance in terms of the mentioned National Treasury circular guideline for the Finance Internship Programme and on the job training. A prescribed rotation plan for each individual finance intern has been drawn up in consultation with the Human Resource Unit and been implemented accordingly.

Two positions is currently vacant due to resignation and an internal appointment in a permanent position within SCM. The positions was advertise during October 2015 to be filled as soon as possible in order to comply with the criteria set per FMG.

#### **7.4 SCOA Implementation**

The key objectives of the Regulations on a Standard Chart of Accounts (SCOA) is to enable the alignment of budget information with information captured in the course of the implementation of the budget; improve data quality and credibility; achieve a greater level of standardization; improve transparency, accountability and governance through uniform recording of transactions at posting account level; enable deeper data analysis and sector comparisons to improve financial performance and the standardisation of the account classification to facilitate mobility in financial skills within local government in order to enhance the ability to attract and retain skilled personnel.

An item has been submitted to Council on 28 October 2014 whereby a SCOA committee been established in terms of the prescribe regulations as well as the approval of a high level implementation plan which will be subject to change as a results of new information received form National Treasury in terms of key deliverables and set time frames.

Due to financial year end and budgetary commitments the next meeting have be scheduled for 19 February 2016 to amend the project plan according to National Treasury recommendation for non-pilot municipalities and to provide feedback in respect of the progress made to-date.

#### **7.5 Long-Term Financial Plan**

The long-term financial plan has been completed by INCA Portfolio Managers during May 2015 and submitted to council for adoption during June 2015.

Council at the meeting held on 30 June 2015 resolved that a strategy been developed based on the recommendations made by INCA Portfolio Managers in order to be workshop before final submission to council to considers approval of the long-term financial plan.

The workshop in consultation with the Executive Mayor took place on 29-30 October 2015 as part of the annual strategic meeting and the Long Term



Financial Plan strategy was approved by council during December 2015 for roll-out and implementation.

## **8. MFMA Section 32(6)(b) Instance**

The Municipal Finance Management Act, section 32(6)(b) states as follow:

### **Section 32 – Unauthorized, irregular or fruitless and wasteful expenditure.**

(6) The accounting officer must report to the South African Police Service all cases of alleged—

(b) Theft and fraud that occurred in the municipality.

The municipality issued a cheque to the Overberg District Municipality in respect of the deposit re-payment for the rental of facilities. An employee of Cape Agulhas Municipality attempt to cash the cheque in his/her personal capacity and this information was reported by the Overberg District Municipality during December 2015 for further investigation by the Manager Internal Audit.

After investigations and confirmation by the Internal Audit Unit a case of Theft was open on 2 January 2016 by the Overberg District Municipality with the South African Police Services (SAPS) per case no. CAS 213/1/2016 for further investigation. Warrant Officer ND Kruger is the investigating officer on the case mentioned and further information will be reported to council as it becomes available.

ANNEXURE A – MFMA IMPLEMENTATION

<b>CAPE AGULHAS MUNICIPALITY</b>		<b><u>ANNEXURE "A"</u></b>			
<b>MFMA IMPLEMENTATION AND MONITORING CHECKLIST - JANUARY 2016</b>					
<b>Action Required</b>	<b>Act Ref</b>	<b>Responsibility</b>	<b>Target Date</b>	<b>Date Action Completed</b>	<b>Comments</b>
Submit to National / Provincial Treasury and AG written details of all bank accounts each year	Sec 9(b)	CFO / Manager Expenditure	31-May-16		Will be submitted before due date
Table to Council consolidated report of withdrawals each quarter and submit copy to Provincial Treasury and AG	Sec 11(4)	CFO / Manager Expenditure	31-Mar-16		Will be submitted after end of quarter
Table in council a time schedule outlining the key deadlines for the forthcoming annual budget at least 10 months before the start of the budget year	Sec 21(1)(b)	CFO	31-Aug-15	26-Aug-15	Submitted
Table draft annual budget at a council meeting at least 90 days before the start of the budget year	Sec 16(2)	CFO	9-Mar-16		Will be submitted on due date
Consider the approval of the the 2016/17 annual budget at least 30 days before the start of the budget year	Sec 24(1)	CFO	31-May-16		Will be tabled on 26 April 2016
Submit to the mayor a draft SDBIP no later than 14 days after approval of the annual budget	Sec 69(3)	Municipal Manager	14-Jun-16		Will be submit with tabling of budget

Aprove SDBIP within 28 days after approval of budget	Sec 53(1)	Mayor	28-Jun-16		Will be submit for Approval
Report to council in writing on any impending shortfalls in budgeted revenue and overspending in the budget and steps taken to prevent or rectify such shortfalls or overspending	Sec 70(1)	Municipal Manager / CFO	14-Jul-16		Report to be compiled
Submit to the mayor and National treasury no later than 10 working days after the end of each month, a monthly budget statement in the prescribed format	Sec 71	Manager Expenditure	15-Jan-16	15-Jan-16	Submitted
Submit a report to Council on the implementation of the budget and the state of municipal finances within 30 days of the end of each quarter	Sec 52(d)	CFO	31-Mar-16		Will be submitted after end of quarter
Submit to the mayor, NT and Provincial Treasury by 25 January each year a mid-year budget and performance assesment report	Sec 72	CFO / Manager Expenditure	25-Jan-16	25-Jan-16	Submitted
Submit 2014/15 annual financial statements to the AG within two months after the end of the financial year	Sec 126(1)(a)	CFO	31-Aug-15	29-Aug-15	Submitted
Submit 2014/15 annual financial statements - Entity to the AG within three months after the end of the financial year	Sec 126(1)(b)	CFO	30-Sep-15	30-Sep-15	Submitted

## 11. Municipal Manager's Quality Certificate:

NAVRAE:  
ENQUIRIES: S Stanley

KONTAKNR  
CONTACT NO 028 425 5798

VERWA:  
REF: 5/3/2015-16(M07)

KANTOOR:  
OFFICES: Bredasdorp

DATUM  
DATE 08February 2016



### QUALITY CERTIFICATE

I, **DEAN O NEILL** ..., the accounting officer of **CAPE AGULHAS MUNICIPALITY WC033** (name of 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 ended **31 JANUARY 2016** (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name DEAN O'NEILL

Accounting Officer of **CAPE AGULHAS MUNICIPALITY WC033** (name and demarcation of municipality)

Signature [Handwritten Signature]

Date 12/02/16