

Cape Agulhas Municipality



KAAP AGULHAS MUNISIPALITEIT
CAPE AGULHAS MUNICIPALITY
U MASIPALA WASECAPE AGULHAS

2017/2018

FINANCIAL MANAGEMENT

REPORT FOR PERIOD ENDING

31 JULY 2017

TABLE OF CONTENTS

1. Council Resolution.....	4
2. Introduction.....	5
3. Mayor's Report	6
4. Executive Summary.....	9
5. In-Year Budget Statement Tables.....	10
6. Supporting tables.....	17
7. Other information.....	26
8. Quality certificate.....	27

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 April 2017.

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 July 2017** 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.
- ***The information presented in this report is the preliminary results and final information will only be available with the finalization of the annual financial statements.***

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.

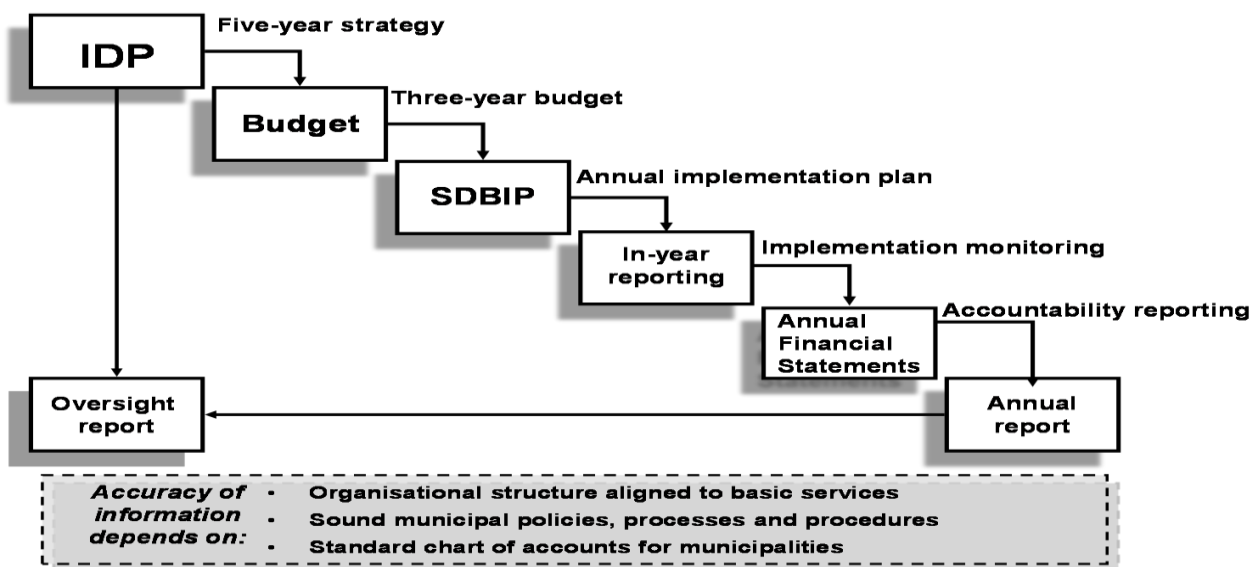
3.1 Budget Process:

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:

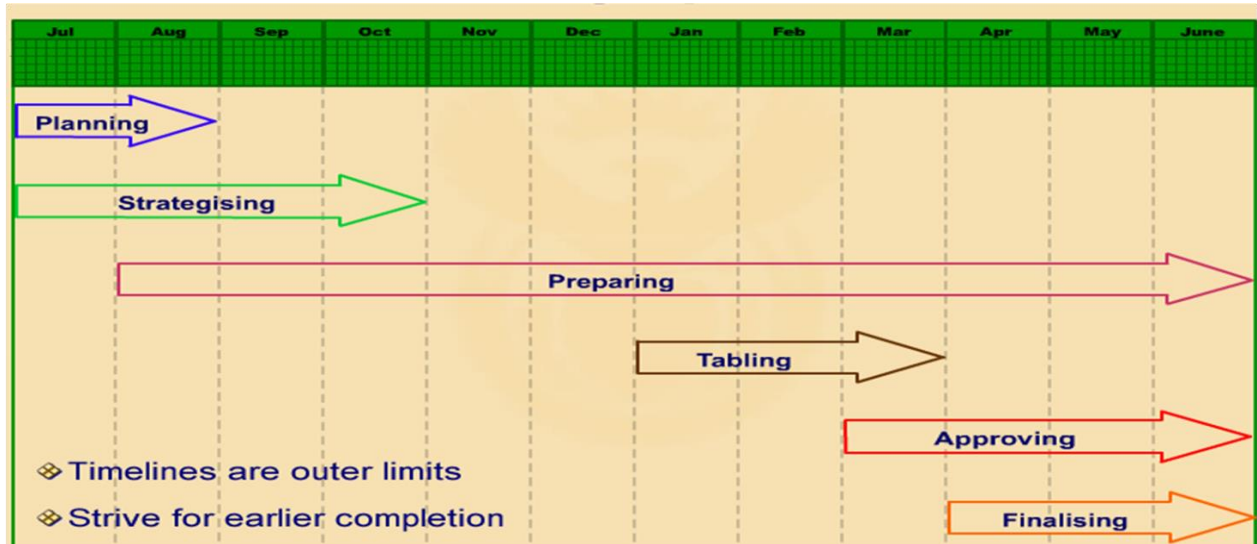
- o Reporting on the previous year budget;
- o Current year budget implementation; and
- o Preparation of the new financial year's budget (including the budget estimates for the two outer financial years)

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



Budget planning process 2018/2019

The municipality is in the process of compiling the budget process plan for submission to Council as per the MFMA legislation. Budget timetable follows the below mentioned timeframes and activities:



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 implementing the mSCOA process. MSCOA 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 2017

The municipality is in the process of compiling the Annual Financial Statements for the year ended 30 June 2017. The Annual financial statements is legislatively required to be completed and signed-off by the Accounting officer by the 31 August yearly

4. Executive Summary

Performance information needs to be updated and finalized and will be communicated soon.

Start of the financial year, fairly limited reporting and information available. Municipal implementation of budget main priority at this stage.

The administration initiated the implementation of the SCM Procurement plan to ensure managers are held accountable for projects and funding allocated under their respective functionality. A discussion session was held with Council at the beginning of August 2017. This was implemented to communicate the municipal council's vision and action plans with the administration on a practical level.

Regular follow-up sessions is planned to ensure monitoring of budget implementation.

5. In year Budget Statement Tables

WC033 Cape Agulhas - Table C1 Monthly Budget Statement Summary - M01 July

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	60,143	-	29,554	29,554	18,043	11,511	64%	60,143
Service charges	-	152,857	-	13,929	13,929	12,568	1,361	11%	152,857
Investment revenue	-	2,060	-	97	97	52	45	86%	2,060
Transfers and subsidies	-	55,134	-	10,497	10,497	9,899	598	6%	55,134
Other own revenue	-	23,571	-	603	603	1,427	(824)	-58%	23,571
Total Revenue (excluding capital transfers and contributions)	-	293,765	-	54,680	54,680	41,989	12,691	30%	293,765
Employee costs	-	117,179	-	10,058	10,058	8,994	1,064	12%	117,179
Remuneration of Councillors	-	5,145	-	491	491	407	84	21%	5,145
Depreciation & asset impairment	-	11,440	-	-	-	953	(953)	-100%	11,440
Finance charges	-	8,964	-	2	2	747	(745)	-100%	8,964
Materials and bulk purchases	-	115,928	-	260	260	8,840	(8,580)	-97%	115,928
Transfers and subsidies	-	2,763	-	614	614	222	391	176%	2,763
Other expenditure	-	47,503	-	1,257	1,257	2,374	(1,117)	-47%	47,503
Total Expenditure	-	308,922	-	12,682	12,682	22,539	(9,856)	-44%	308,922
Surplus/(Deficit)	-	(15,157)	-	41,997	41,997	19,451	22,547	116%	(15,157)
Transfers and subsidies - capital (monetary alloc	-	12,969	-	-	-	212	(212)	-100%	12,969
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	(2,187)	-	41,997	41,997	19,663	22,335	114%	(2,187)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	(2,187)	-	41,997	41,997	19,663	22,335	114%	(2,187)
Capital expenditure & funds sources									
Capital expenditure	-	27,665	-	-	-	199	(199)	-100%	27,665
Capital transfers recognised	-	12,969	-	-	-	93	(93)	-100%	12,969
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	5,661	-	-	-	41	(41)	-100%	5,661
Internally generated funds	-	9,034	-	-	-	65	(65)	-100%	9,034
Total sources of capital funds	-	27,665	-	-	-	199	(199)	-100%	27,665
Financial position									
Total current assets	55,577	44,041	-	-	109,091	-	-	-	44,041
Total non current assets	417,517	432,259	-	-	417,517	-	-	-	432,259
Total current liabilities	34,271	37,817	-	-	43,387	-	-	-	37,817
Total non current liabilities	126,713	135,593	-	-	129,113	-	-	-	135,593
Community wealth/Equity	312,111	302,890	-	-	354,108	-	-	-	302,890
Cash flows									
Net cash from (used) operating	-	13,909	-	22,278	22,278	19,346	(2,932)	-15%	13,909
Net cash from (used) investing	-	(27,137)	-	0	0	(197)	(197)	100%	(27,137)
Net cash from (used) financing	-	3,609	-	2,370	2,370	16	(2,354)	-14988%	3,609
Cash/cash equivalents at the month/year end	-	6,415	-	-	49,357	35,199	(14,158)	-40%	15,090
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	13,687	1,536	1,515	510	421	329	3,620	6,400	28,019
Creditors Age Analysis									
Total Creditors	4,201	-	-	-	-	-	-	-	4,201

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 (functional classification) - M01 July

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		-	105,419	-	40,270	40,270	23,381	16,889	72%	105,419
Executive and council		-	25,190	-	10,497	10,497	4,523	5,974	132%	25,190
Finance and administration		-	80,229	-	29,773	29,773	18,858	10,915	58%	80,229
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	34,571	-	219	219	5,112	(4,893)	-96%	34,571
Community and social services		-	7,023	-	35	35	1,188	(1,153)	-97%	7,023
Sport and recreation		-	7,098	-	185	185	253	(68)	-27%	7,098
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	20,450	-	-	-	3,672	(3,672)	-100%	20,450
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	12,731	-	242	242	1,119	(877)	-78%	12,731
Planning and development		-	874	-	96	96	30	66	220%	874
Road transport		-	11,857	-	146	146	1,089	(943)	-87%	11,857
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	154,014	-	13,949	13,949	12,589	1,360	11%	154,014
Energy sources		-	104,438	-	9,717	9,717	8,660	1,056	12%	104,438
Water management		-	24,344	-	1,528	1,528	1,854	(325)	-18%	24,344
Waste water management		-	9,508	-	1,065	1,065	771	294	38%	9,508
Waste management		-	15,723	-	1,639	1,639	1,304	335	26%	15,723
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	306,734	-	54,680	54,680	42,201	12,479	30%	306,734
Expenditure - Functional										
Governance and administration		-	89,598	-	6,029	6,029	6,163	(134)	-2%	89,598
Executive and council		-	14,383	-	1,229	1,229	1,008	221	22%	14,383
Finance and administration		-	73,628	-	4,693	4,693	5,067	(374)	-7%	73,628
Internal audit		-	1,587	-	107	107	88	19	21%	1,587
Community and public safety		-	45,318	-	1,732	1,732	3,182	(1,450)	-46%	45,318
Community and social services		-	12,217	-	887	887	1,001	(115)	-11%	12,217
Sport and recreation		-	10,956	-	696	696	779	(82)	-11%	10,956
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	22,145	-	149	149	1,402	(1,253)	-89%	22,145
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	39,708	-	2,254	2,254	2,740	(486)	-18%	39,708
Planning and development		-	8,908	-	737	737	585	153	26%	8,908
Road transport		-	30,800	-	1,517	1,517	2,156	(639)	-30%	30,800
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	134,297	-	2,668	2,668	10,453	(7,785)	-74%	134,297
Energy sources		-	88,085	-	543	543	7,242	(6,699)	-93%	88,085
Water management		-	16,834	-	949	949	1,226	(277)	-23%	16,834
Waste water management		-	10,311	-	498	498	765	(266)	-35%	10,311
Waste management		-	19,067	-	678	678	1,221	(543)	-44%	19,067
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	308,922	-	12,682	12,682	22,539	(9,856)	-44%	308,922
Surplus/ (Deficit) for the year		-	(2,187)	-	41,997	41,997	19,663	22,335	114%	(2,187)

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)

WC033 Cape Agulhas - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - Executive and Council	1	-	28,496	-	10,560	10,560	4,807	5,753	119.7%	28,496
Vote 2 - Financial Services & ICT		-	66,723	-	29,730	29,730	18,250	11,480	62.9%	66,723
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	45,214	-	373	373	5,999	(5,627)	-93.8%	45,214
Vote 5 - Engineering Services		-	166,301	-	14,017	14,017	13,145	872	6.6%	166,301
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	306,734	-	54,680	54,680	42,201	12,479	29.6%	306,734
Expenditure by Vote										
Vote 1 - Executive and Council	1	-	41,823	-	3,492	3,492	3,017	475	15.7%	41,823
Vote 2 - Financial Services & ICT		-	47,136	-	2,566	2,566	3,284	(719)	-21.9%	47,136
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	63,866	-	2,684	2,684	4,304	(1,621)	-37.7%	63,866
Vote 5 - Engineering Services		-	156,097	-	3,941	3,941	11,933	(7,992)	-67.0%	156,097
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	308,922	-	12,682	12,682	22,539	(9,856)	-43.7%	308,922
Surplus/ (Deficit) for the year	2	-	(2,187)	-	41,997	41,997	19,663	22,335	113.6%	(2,187)

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.

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) - M01 July

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates			60,143	-	29,554	29,554	18,043	11,511	64%	60,143	
Service charges - electricity revenue			103,306	-	9,705	9,705	8,640	1,066	12%	103,306	
Service charges - water revenue			24,342	-	1,520	1,520	1,853	(334)	-18%	24,342	
Service charges - sanitation revenue			9,486	-	1,065	1,065	771	294	38%	9,486	
Service charges - refuse revenue			15,723	-	1,639	1,639	1,304	335	26%	15,723	
Service charges - other			-	-	-	-	-	-	-	-	
Rental of facilities and equipment			2,056	-	58	58	79	(21)	-27%	2,056	
Interest earned - external investments			2,060	-	97	97	52	45	86%	2,060	
Interest earned - outstanding debtors			1,496	-	-	-	58	(58)	-100%	1,496	
Dividends received			-	-	-	-	-	-	-	-	
Fines, penalties and forfeits			9,271	-	55	55	805	(750)	-93%	9,271	
Licences and permits			61	-	0	0	5	(5)	-93%	61	
Agency services			2,419	-	94	94	242	(148)	-61%	2,419	
Transfers and subsidies			55,134	-	10,497	10,497	9,899	598	6%	55,134	
Other revenue			7,769	-	396	396	237	159	67%	7,769	
Gains on disposal of PPE			500	-	-	-	-	-	-	500	
Total Revenue (excluding capital transfers and contributions)			-	293,765	-	54,680	54,680	41,989	12,691	30%	293,765
Expenditure By Type											
Employee related costs			117,179	-	10,058	10,058	8,994	1,064	12%	117,179	
Remuneration of councillors			5,145	-	491	491	407	84	21%	5,145	
Debt impairment			7,833	-	-	-	653	(653)	-100%	7,833	
Depreciation & asset impairment			11,440	-	-	-	953	(953)	-100%	11,440	
Finance charges			8,964	-	2	2	747	(745)	-100%	8,964	
Bulk purchases			76,678	-	-	-	6,390	(6,390)	-100%	76,678	
Other materials			39,250	-	260	260	2,451	(2,190)	-89%	39,250	
Contracted services			18,208	-	195	195	382	(186)	-49%	18,208	
Transfers and subsidies			2,763	-	614	614	222	391	176%	2,763	
Other expenditure			21,461	-	1,062	1,062	1,340	(278)	-21%	21,461	
Loss on disposal of PPE			-	-	-	-	-	-	-	-	
Total Expenditure			-	308,922	-	12,682	12,682	22,539	(9,856)	-44%	308,922
Surplus/(Deficit)			-	(15,157)	-	41,997	41,997	19,451	22,547	0	(15,157)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			12,969	-	-	-	212	(212)	(0)	12,969	
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind - all)			-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions			-	(2,187)	-	41,997	41,997	19,663			(2,187)
Taxation			-	-	-	-	-	-	-	-	
Surplus/(Deficit) after taxation			-	(2,187)	-	41,997	41,997	19,663			(2,187)
Attributable to minorities			-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality			-	(2,187)	-	41,997	41,997	19,663			(2,187)
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year			-	(2,187)	-	41,997	41,997	19,663			(2,187)

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)

WC033 Cape Agulhas - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services & ICT		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	650	-	-	-	5	(5)	-100%	650
Vote 5 - Engineering Services		-	650	-	-	-	5	(5)	-100%	650
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	1,300	-	-	-	9	(9)	-100%	1,300
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	855	-	-	-	6	(6)	-100%	855
Vote 2 - Financial Services & ICT		-	2,505	-	-	-	18	(18)	-100%	2,505
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	2,964	-	-	-	21	(21)	-100%	2,964
Vote 5 - Engineering Services		-	20,042	-	-	-	144	(144)	-100%	20,042
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	26,365	-	-	-	190	(190)	-100%	26,365
Total Capital Expenditure		-	27,665	-	-	-	199	(199)	-100%	27,665
Capital Expenditure - Functional Classification										
Governance and administration		-	2,962	-	-	-	21	(21)	-100%	2,962
Executive and council		-	254	-	-	-	2	(2)	-100%	254
Finance and administration		-	2,708	-	-	-	19	(19)	-100%	2,708
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	3,164	-	-	-	23	(23)	-100%	3,164
Community and social services		-	303	-	-	-	2	(2)	-100%	303
Sport and recreation		-	2,861	-	-	-	21	(21)	-100%	2,861
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	12,859	-	-	-	93	(93)	-100%	12,859
Planning and development		-	539	-	-	-	4	(4)	-100%	539
Road transport		-	12,320	-	-	-	89	(89)	-100%	12,320
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	8,680	-	-	-	62	(62)	-100%	8,680
Energy sources		-	2,548	-	-	-	18	(18)	-100%	2,548
Water management		-	3,255	-	-	-	23	(23)	-100%	3,255
Waste water management		-	877	-	-	-	6	(6)	-100%	877
Waste management		-	2,000	-	-	-	14	(14)	-100%	2,000
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	27,665	-	-	-	199	(199)	-100%	27,665
Funded by:										
National Government		-	12,108	-	-	-	87	(87)	-100%	12,108
Provincial Government		-	862	-	-	-	6	(6)	-100%	862
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital	5	-	12,969	-	-	-	93	(93)	-100%	12,969
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	5,661	-	-	-	41	(41)	-100%	5,661
Internally generated funds		-	9,034	-	-	-	65	(65)	-100%	9,034
Total Capital Funding		-	27,665	-	-	-	199	(199)	-100%	27,665

WC033 Cape Agulhas - Table C6 Monthly Budget Statement - Financial Position - M01 July

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		24,709	6,415	-	49,357	6,415
Call investment deposits		-	-	-	-	-
Consumer debtors		23,325	28,019	-	52,217	28,019
Other debtors		6,212	8,102	-	6,195	8,102
Current portion of long-term receivables		-	27	-	-	27
Inventory		1,331	1,478	-	1,322	1,478
Total current assets		55,577	44,041	-	109,091	44,041
Non current assets						
Long-term receivables		227	173	-	227	173
Investments		-	-	-	-	-
Investment property		40,240	40,232	-	40,240	40,232
Investments in Associate		-	-	-	-	-
Property, plant and equipment		373,950	390,091	-	373,950	390,091
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		3,100	1,763	-	3,100	1,763
Other non-current assets		-	-	-	-	-
Total non current assets		417,517	432,259	-	417,517	432,259
TOTAL ASSETS		473,094	476,300	-	526,608	476,300
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		684	2,310	-	654	2,310
Consumer deposits		4,291	4,377	-	4,291	4,377
Trade and other payables		22,490	15,334	-	31,651	15,334
Provisions		6,805	15,796	-	6,792	15,796
Total current liabilities		34,271	37,817	-	43,387	37,817
Non current liabilities						
Borrowing		2,548	6,651	-	4,948	6,651
Provisions		124,165	128,942	-	124,165	128,942
Total non current liabilities		126,713	135,593	-	129,113	135,593
TOTAL LIABILITIES		160,983	173,410	-	172,500	173,410
NET ASSETS	2	312,111	302,890	-	354,108	302,890
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		298,611	287,890	-	340,608	287,890
Reserves		13,500	15,000	-	13,500	15,000
TOTAL COMMUNITY WEALTH/EQUITY	2	312,111	302,890	-	354,108	302,890

With the implementation of the new financial systems the administration is experiencing various small challenges related to extracting information from the system. These challenges will be finalized within the next reporting cycle and improved information submitted for discussions.

WC033 Cape Agulhas - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	Budget Year 2017/18									
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			57,979	-	3,227	3,227	3,690	(463)	-13%	57,979	
Service charges			147,357	-	11,364	11,364	12,116	(751)	-6%	147,357	
Other revenue			15,094	-	619	619	809	(190)	-23%	15,094	
Government - operating			55,134	-	19,634	19,634	18,378	1,257	7%	55,134	
Government - capital			12,269	-	5,190	5,190	4,090	1,100	27%	12,269	
Interest			3,502	-	97	97	172	(75)	-44%	3,502	
Dividends			-	-	-	-	-	-		-	
Payments											
Suppliers and employees			(273,935)	-	(17,239)	(17,239)	(19,686)	(2,448)	12%	(273,935)	
Finance charges			(727)	-	(2)	(2)	-	2	#DIV/0!	(727)	
Transfers and Grants			(2,763)	-	(614)	(614)	(222)	391	-176%	(2,763)	
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	13,909	-	22,278	22,278	19,346	(2,932)	-15%	13,909
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			500	-	-	-	-	-		500	
Decrease (Increase) in non-current debtors			27	-	0	0	2	(2)	-92%	27	
Decrease (increase) other non-current receivables			-	-	-	-	-	-		-	
Decrease (increase) in non-current investments			-	-	-	-	-	-		-	
Payments											
Capital assets			(27,665)	-	-	-	(199)	(199)	100%	(27,665)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(27,137)	-	0	0	(197)	(197)	100%	(27,137)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-	-	-	-	-	-		-	
Borrowing long term/refinancing			5,661	-	2,400	2,400	-	2,400	#DIV/0!	5,661	
Increase (decrease) in consumer deposits			188	-	-	-	16	(16)	-100%	188	
Payments											
Repayment of borrowing			(2,240)	-	(30)	(30)	-	30	#DIV/0!	(2,240)	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	3,609	-	2,370	2,370	16	(2,354)	-14988%	3,609
NET INCREASE/ (DECREASE) IN CASH HELD											
Cash/cash equivalents at beginning:			-	(9,619)	-	24,648	24,648	19,165		(9,619)	
Cash/cash equivalents at month/year end:			-	16,035	-	24,709	24,709	16,035		24,709	
			-	6,415	-	49,357	49,357	35,199		15,090	

Year to date Cash flow information reports a positive balance. Council's cash resources will be closely monitored to ensure that the liquidity status of council is maintained.

6. Supporting Documents

WC033 Cape Agulhas - Supporting Table SC1 Material variance explanations - M01 July

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<u>Revenue By Source</u> Non-required			
2	<u>Expenditure By Type</u> Non-required			
3	<u>Capital Expenditure</u> Non-required			
4	<u>Financial Position</u> Non-required			
5	<u>Cash Flow</u> Non-required			
6	<u>Measureable performance</u> Non-required			
7	<u>Municipal Entities</u> Not applicable			

Tale C1 – Monthly Budget Statement Summary have reference.

The finance department will distribute a memorandum during April to address various issues in terms of the implementation of the budget. This should improve performance over the last quarter of the financial year.

WC033 Cape Agulhas - Supporting Table SC2 Monthly Budget Statement - performance indicators - M01 July

Description of financial indicator	Basis of calculation	Ref	2016/17	Budget Year 2017/18			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	6.6%	0.0%	0.0%	4.6%
Borrowed funding of 'own n' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	20.5%	0.0%	0.0%	20.5%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		8.2%	8.0%	0.0%	10.5%	8.0%
Gearing	Long Term Borrowing/ Funds & Reserves		18.9%	44.3%	0.0%	36.7%	44.3%
Liquidity							
Current Ratio	Current assets/current liabilities	1	162.2%	116.5%	0.0%	251.4%	116.5%
Liquidity Ratio	Monetary Assets/Current Liabilities		72.1%	17.0%	0.0%	113.8%	17.0%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	12.4%	0.0%	107.2%	12.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
Other Indicators							
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		0.0%	39.9%	0.0%	18.4%	39.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0.0%	6.9%	0.0%	0.0%	4.8%
IDP regulation financial viability indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

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 38.1% which is slightly higher than the budgeted percentage of 37.6%. 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 - M01 July

Description	NT Code	Budget Year 2017/18										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		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	2,015	263	193	131	123	91	644	1,282	4,742	2,271		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	6,983	348	131	86	67	52	479	541	8,689	1,226		
Receivables from Non-exchange Transactions - Property Rates	1400	2,441	188	853	102	62	52	1,195	1,623	6,517	3,034		
Receivables from Exchange Transactions - Waste Water Management	1500	884	113	80	67	56	40	387	556	2,184	1,106		
Receivables from Exchange Transactions - Waste Management	1600	1,325	154	102	85	71	49	473	782	3,039	1,459		
Receivables from Exchange Transactions - Property Rental Debtors	1700	10	0	0	0	0	0	0	0	10	0		
Interest on Arrear Debtor Accounts	1810	14	12	114	12	13	12	227	1,042	1,445	1,306		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	15	456	42	28	29	33	216	574	1,392	880		
Total By Income Source	2000	13,687	1,536	1,515	510	421	329	3,620	6,400	28,019	11,281	-	-
2016/17 - totals only										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200									-	-		
Commercial	2300									-	-		
Households	2400									-	-		
Other	2500	13,687	1,536	1,515	510	421	329	3,620	6,400	28,019	11,281		
Total By Customer Group	2600	13,687	1,536	1,515	510	421	329	3,620	6,400	28,019	11,281	-	-

Corrections is required to the Debtors information. These will be communicated as soon as finalized.

Age Analysis – Creditors

WC033 Cape Agulhas - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2017/18									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		
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100										-	
Bulk Water	0200										-	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700										-	
Auditor General	0800										-	
Other	0900	4,201									4,201	
Total By Customer Type	1000	4,201	-	-	-	-	-	-	-	-	4,201	-

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 - M01 July

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	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
		Yrs/Months							
Municipality									
NEDBANK		34 Days	Call	2017/08/20	29	7.6%	10,000	-	10,000
STANDARD		34 Days	Call	2017/08/20	15	7.6%	5,000	-	5,000
Municipality sub-total					44		15,000	-	15,000
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				44		15,000	-	15,000

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 July 2017.

Transfers and Grants

WC033 Cape Agulhas - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		-	27,881	-	10,497	10,497	9,294	2,100	22.6%	27,881
Local Government Equitable Share			25,190	-	10,497	10,497	8,397	2,100	25.0%	25,190
Energy Efficiency and Demand-side [Schedule 5B]			-	-	-	-	-	-		-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]			1,131	-	-	-	377	-		1,131
Local Government Financial Management Grant [Schedule 5B]			-	-	-	-	-	-		-
Municipal Infrastructure Grant [Schedule 5B]			1,560	-	-	-	520	-		1,560
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-		-
Provincial Government:		-	27,253	-	9,137	9,137	9,084	1,907	21.0%	27,253
Human Settlement Development			20,450	-	9,137	9,137	6,817	2,321	34.0%	20,450
Library Service Conditional Grant			5,423	-	-	-	1,808	-		5,423
Maintenance of Main Roads			84	-	-	-	28	-		84
Community Development Workers			56	-	-	-	19	-		56
Financial Management Support (WC_FMGS)			240	-	-	-	80	(80)	-100.0%	240
Greenest Municipality (Violence Protection)			1,000	-	-	-	333	(333)	-100.0%	1,000
Thusong Centre			-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
National Skills Fund			-	-	-	-	-	-		-
Total Operating Transfers and Grants	5	-	55,134	-	19,634	19,634	18,378	4,008	21.8%	55,134
Capital Transfers and Grants										
National Government:		-	12,108	-	5,190	5,190	4,036	(546)	-13.5%	12,108
Municipal Infrastructure Grant [Schedule 5B]			9,558	-	2,640	2,640	3,186	(546)	-17.1%	9,558
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			1,000	-	1,000	1,000	333	-		1,000
Local Government Financial Management Grant [Schedule 5B]			1,550	-	1,550	1,550	517	-		1,550
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-		-
Provincial Government:		-	162	-	-	-	54	(54)	-100.0%	162
Library Service			162	-	-	-	54	(54)	-100.0%	162
Development of Sport and Recreation Facilities			-	-	-	-	-	-		-
Thusong Centre			-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Total Capital Transfers and Grants	5	-	12,269	-	5,190	5,190	4,090	(600)	-14.7%	12,269
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	67,403	-	24,824	24,824	22,468	3,408	15.2%	67,403

WC033 Cape Agulhas - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

Description	Ref	Budget Year 2017/18								
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	27,881	-	10,497	10,497	5,006	5,491	109.7%	27,881
Local Government Equitable Share			25,190	-	10,497	10,497	4,523	5,974	132.1%	25,190
Energy Efficiency and Demand-side [Schedule 5B]			-	-	-	-	-	-		-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]			1,131	-	-	-	203	(203)	-100.0%	1,131
Local Government Financial Management Grant [Schedule 5B]			-	-	-	-	-	-		-
Municipal Infrastructure Grant [Schedule 5B]			1,560	-	-	-	280	(280)	-100.0%	1,560
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-		-
Other transfers and grants [insert description]			-	-	-	-	-	-		-
Provincial Government:		-	27,253	-	-	-	4,893	(4,671)	-95.4%	27,253
Human Settlement Development			20,450	-	-	-	3,672	(3,672)	-100.0%	20,450
Library Service Conditional Grant			5,423	-	-	-	974	(974)	-100.0%	5,423
Maintenance of Main Roads			84	-	-	-	15	(15)	-100.0%	84
Community Development Workers			56	-	-	-	10	(10)	-100.0%	56
Financial Management Support (WC_FMMSG)			240	-	-	-	43			240
Greenest Municipality (Violence Protection)			1,000	-	-	-	180			1,000
Thusong Centre			-	-	-	-	-			-
District Municipality:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
National Skills Fund			-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		-	55,134	-	10,497	10,497	9,899	820	8.3%	55,134
Capital expenditure of Transfers and Grants										
National Government:		-	12,108	-	-	-	198	(198)	-100.0%	12,108
Municipal Infrastructure Grant [Schedule 5B]			9,558	-	-	-	156	(156)	-100.0%	9,558
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			1,000	-	-	-	16	(16)	-100.0%	1,000
Local Government Financial Management Grant [Schedule 5B]			1,550	-	-	-	25	(25)	-100.0%	1,550
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-		-
Provincial Government:		-	862	-	-	-	14	(14)	-100.0%	862
Library Service			162	-	-	-	3	(3)	-100.0%	162
Development of Sport and Recreation Facilities			700	-	-	-	11			700
Thusong Centre			-	-	-	-	-			-
District Municipality:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
N/A			-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	12,969	-	-	-	212	(212)	-100.0%	12,969
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	68,103	-	10,497	10,497	10,111	608	6.0%	68,103

Reporting of grants is on a monthly basis reported to the relevant national and provincial departments. Grant funding is implemented as per specific conditions per stipulations in the agreements.

Councillors and staff benefits

WC033 Cape Agulhas - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

Summary of Employee and Councillor remuneration	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages			3,063	–	283	283	242	41	17%	3,063
Pension and UIF Contributions			545	–	82	82	43	39	91%	545
Medical Aid Contributions			48	–	3	3	4	(0)	-12%	48
Motor Vehicle Allowance			1,218	–	98	98	96	1	1%	1,218
Cellphone Allowance			270	–	24	24	21	3	13%	270
Housing Allowances			–	–	–	–	–	–	–	–
Other benefits and allowances			–	–	–	–	–	–	–	–
Sub Total - Councillors			5,145	–	491	491	407	84	21%	5,145
% increase	4		#DIV/0!							#DIV/0!
Senior Managers of the Municipality										
Basic Salaries and Wages			3,919	–	312	312	301	11	4%	3,919
Pension and UIF Contributions			713	–	142	142	55	88	161%	713
Medical Aid Contributions			188	–	16	16	14	1	9%	188
Overtime			–	–	–	–	–	–	–	–
Performance Bonus			525	–	–	–	40	(40)	-100%	525
Motor Vehicle Allowance			292	–	26	26	22	4	16%	292
Cellphone Allowance			14	–	1	1	1	0	9%	14
Housing Allowances			–	–	–	–	–	–	–	–
Other benefits and allowances			45	–	4	4	3	1	28%	45
Payments in lieu of leave			400	–	160	160	31	129	420%	400
Long service awards			–	–	–	–	–	–	–	–
Post-retirement benefit obligations			–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality			6,096	–	661	661	468	194	41%	6,096
% increase	4		#DIV/0!							#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages			75,557	–	5,643	5,643	5,799	(156)	-3%	75,557
Pension and UIF Contributions			12,762	–	2,445	2,445	980	1,466	150%	12,762
Medical Aid Contributions			3,844	–	323	323	295	28	9%	3,844
Overtime			3,402	–	252	252	261	(9)	-3%	3,402
Performance Bonus			–	–	–	–	–	–	–	–
Motor Vehicle Allowance			5,359	–	462	462	411	51	12%	5,359
Cellphone Allowance			378	–	38	38	29	9	32%	378
Housing Allowances			951	–	86	86	73	13	18%	951
Other benefits and allowances			5,018	–	146	146	385	(239)	-62%	5,018
Payments in lieu of leave			919	–	–	–	71	(71)	-100%	919
Long service awards			522	–	–	–	40	(40)	-100%	522
Post-retirement benefit obligations			2,372	–	–	–	182	(182)	-100%	2,372
Sub Total - Other Municipal Staff			111,083	–	9,396	9,396	8,526	870	10%	111,083
% increase	4		#DIV/0!							#DIV/0!
Total Parent Municipality			122,323	–	10,549	10,549	9,401	1,148	12%	122,323

Actuals and revised targets for cash receipts

WC033 Cape Agulhas - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M01 July

Description	Ref	Budget Year 2017/18												2017/18 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands	1	Outcome	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget	Budget			
Cash Receipts By Source																
Property rates		3,227	3,690	17,394	3,690	3,690	3,690	3,690	3,690	3,690	3,690	3,690	4,152	57,979	62,606	68,285
Service charges - electricity revenue		7,934	8,750	9,110	8,921	8,137	8,979	7,323	7,825	8,126	8,230	9,067	7,187	99,589	104,567	109,795
Service charges - water revenue		1,304	1,835	1,871	1,851	1,932	2,195	2,021	2,152	2,249	2,060	2,062	1,934	23,466	25,259	27,189
Service charges - sanitation revenue		1,022	748	779	762	803	893	660	727	735	814	762	440	9,145	9,875	10,663
Service charges - refuse		1,345	1,257	1,257	1,257	1,256	1,257	1,296	1,267	1,257	1,257	1,257	1,195	15,158	16,345	17,624
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		58	106	282	392	133	159	394	76	113	117	70	82	1,982	1,929	1,954
Interest earned - external investments		97	144	169	168	175	75	237	190	172	241	279	112	2,060	2,215	2,381
Interest earned - outstanding debtors		-	120	120	120	120	120	120	120	120	120	120	240	1,442	1,568	1,711
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		55	208	246	122	200	258	304	328	263	186	171	524	2,864	3,078	3,308
Licences and permits		0	4	5	7	5	5	5	5	5	5	5	10	61	65	69
Agency services		94	163	202	305	144	232	99	222	234	157	190	377	2,419	2,514	2,624
Transfer receipts - operating		19,634	-	-	-	18,378	-	-	-	17,121	-	-	-	55,134	57,206	81,879
Other revenue		172	1,202	696	710	814	1,066	665	312	284	368	766	714	7,769	8,259	8,438
Cash Receipts by Source		34,943	18,227	32,131	18,305	35,785	18,930	16,814	16,914	34,369	17,244	18,438	16,967	279,066	295,487	335,920
Other Cash Flows by Source																
Transfer receipts - capital		5,190	-	-	-	4,090	-	-	-	2,990	-	-	(0)	12,269	13,001	18,264
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	500	500	1,250	1,500
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		2,400	-	-	-	-	-	-	-	-	-	3,261	-	5,661	6,983	2,150
Increase in consumer deposits		-	16	16	16	16	16	16	16	16	16	16	31	188	197	206
Receipt of non-current debtors		0	2	2	2	2	2	2	2	2	2	2	4	27	27	27
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source		42,533	18,245	32,149	18,323	39,893	18,948	16,832	16,932	37,377	17,262	21,717	17,502	297,711	316,944	358,067
Cash Payments by Type																
Employee related costs		3,665	8,767	8,767	8,767	17,535	8,767	8,767	8,767	8,767	8,767	8,767	13,870	113,976	120,134	127,285
Remuneration of councillors		491	395	401	401	401	401	401	625	429	429	429	344	5,145	5,531	5,945
Interest paid		2	-	-	-	-	364	-	-	-	-	-	361	727	751	790
Bulk purchases - Electricity		7,401	6,355	6,371	6,381	6,351	6,374	6,364	6,353	6,373	6,350	6,375	5,338	76,386	80,141	83,264
Bulk purchases - Water & Sewer		-	15	15	15	15	15	15	15	15	15	15	30	180	189	196
Other materials		260	2,732	2,506	3,097	3,065	4,739	1,806	3,042	2,927	4,683	3,558	6,778	39,193	39,103	59,476
Contracted services		195	1,113	1,411	2,467	1,273	2,445	1,481	1,575	1,734	1,762	2,285	439	18,181	17,396	17,251
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		614	222	222	222	222	222	222	222	222	222	122	25	2,763	2,685	2,760
General expenses		5,225	1,455	1,335	1,649	1,632	2,524	962	1,620	1,559	2,494	1,895	(1,477)	20,874	21,584	22,241
Cash Payments by Type		17,855	21,056	21,029	22,999	30,494	25,851	20,018	22,219	22,026	24,723	23,447	25,708	277,426	287,514	319,210
Other Cash Flows/Payments by Type																
Capital assets		-	805	2,071	1,594	670	2,663	296	2,542	6,214	2,193	2,471	6,145	27,665	29,682	29,203
Repayment of borrowing		30	-	-	-	-	1,120	-	-	-	-	-	1,090	2,240	3,189	2,981
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type		17,885	21,861	23,101	24,593	31,164	29,634	20,314	24,762	28,240	26,916	25,919	32,943	307,331	320,385	351,394
NET INCREASE/(DECREASE) IN CASH HELD		24,648	(3,616)	9,048	(6,271)	8,729	(10,686)	(3,482)	(7,830)	9,138	(9,654)	(4,202)	(15,440)	(9,619)	(3,441)	6,673
Cash/cash equivalents at the month/year beginning:		24,709	49,357	45,741	54,789	48,519	57,247	46,561	43,079	35,249	44,387	34,733	30,531	24,709	15,090	11,650
Cash/cash equivalents at the month/year end:		49,357	45,741	54,789	48,519	57,247	46,561	43,079	35,249	44,387	34,733	30,531	15,090	15,090	11,650	18,323

Capital expenditure trend

WC033 Cape Agulhas - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July		199		-		199	-		
August		805				1,005	-		
September		2,071				3,076	-		
October		1,594				4,670	-		
November		670				5,340	-		
December		2,663				8,003	-		
January		296				8,299	-		
February		2,542				10,841	-		
March		6,214				17,055	-		
April		2,193				19,248	-		
May		2,471				21,719	-		
June		5,945				27,665	-		
Total Capital expenditure	-	27,665	-	-					

7. Other Information

7.1 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.

A detailed progress report will be submitted to the Steering committee and Council reflecting the municipal mSCOA implementation performance.

7.2 Long-Term Financial Plan

The long-term policy needs to be reviewed and updated. This will be done as per Treasury recommendations and requirements.

8. Municipal Quality Certificate

NAVRAE:
ENQUIRIES: S Stanley

KONTAKNR
CONTACT NO 028 425 5798

VERW:
REF: 5/3/2017-17(M01)

KANTOOR:
OFFICES: Bredasdorp

DATUM
DATE 15 August 2017



KAAP AGULHAS MUNISIPALITEIT
CAPE AGULHAS MUNICIPALITY
U MASIPALA WASECAPE AGULHAS

QUALITY CERTIFICATE

I, **DEAN O NEILL** ..., the accounting officer / chief financial 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 ending **31 July 2017** (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Please note that the information presented is preliminary information, due to various business processes still being finalised. Updating information will be submitted to Treasury when finalized.

Print name DEAN O'NEILL

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

Signature Dean O'Neill

Date 15.08.2017