

Harry Gwala District Municipality

MFMA s71 report for the period ending 30 April 2017.

Budget & Treasury Office

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Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

AFS – Annual Financial Statements

Budget – The financial plan of the Municipality.

Capital expenditure - Spending on assets such as infrastructure, land & buildings minor assets etc. Any capital expenditure must be reflected as an asset on the Municipality's statement of financial position.

DORA – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – An unconditional grant paid to municipalities. It is predominantly targeted towards funding the Indigent Policy.

FMG – Financial Management Grant.

GRAP – Generally Recognised Accounting Practice. The standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality.

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

MFMA – Local Government: Municipal Finance Management Act (56/2003). The principle legislation relating to municipal financial management.

MIG – Municipal Infrastructure Grant.

MTREF – Medium Term Revenue and Expenditure Framework (MTREF). The medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes financial information of the previous and current year.

Operating expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages, repairs and maintenance etc.

SDBIP – Service Delivery and Budget Implementation Plan (SDBIP). A detailed plan comprising annual and quarterly performance information. Harry Gwala District Municipality MFMA s71 Monthly Report Page 5

Strategic objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Vote – one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned. .

YTD – Year to date

YoY – Year on Year

DBSA – Development Bank of South Africa

1. PART 1 – MONTHLY REPORT

1.1 Mayors Report

1.2.1 Implementation of the budget in accordance with the SDBIP

A comprehensive report detailing the implementation for the third quarter ended 30 April 2017 will be tabled in a separate report to council.

1.2.2 Financial problems or risks facing the municipality

The cash flow position as at 30 April 2017 of the Municipality shows a slightly improvement when compared to the previous financial year even though we still need to continue implementing cost containment measures. The municipality will seek to prioritise or reduce the unnecessary expenditure in order for the municipality to be stable and close the financial year with positive bank balance.

The municipality also need to improve in collection as we see a decrease for the month of April, in order to reduce consumer debts because it will contribute towards the municipality's cash flow. Improving the debt collection will continue to rank high in the municipality's priorities as we seek to improve financial sustainability.

1.2 Executive Summary

Legislative Requirements

In terms of the section 71 of the MFMA 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 provincial treasury a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue, per revenue source;
- (b) actual borrowings;
- (c) actual expenditure, per vote;
- (d) actual capital expenditure, per vote;
- (e) the amount of any allocations received;
- (f) actual expenditure on those allocations, excluding expenditure on—
 - (i) its share of the local government equitable share; and
 - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) when necessary, an explanation of—
 - (i) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
 - (ii) any material variances from the service delivery and budget implementation plan; and
 - (iii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's

DELIBERATION

The discussion that follows, in terms of MFMA Section 71 above, intends to inform the Finance and Corporate Service Committee on the progress made thus far in terms of implementing the 2016/2017 budget for the period ending 30 April 2017.

Revenue by Source

The original approved revenue for the 2016/17 budget amounts to R684, 9m. The year to date actual revenue for the period ended 30 April 2017 amounted to R674, 7m which is 83% of the Year to Date (YTD) budget. The year to date revenue is largely constituted of the Operational & Capital grant receipts with the Water & Sanitation Revenue contributing to the balance.

Borrowings

The balance of borrowings amounts to R19m at the end of April 2017 for ABSA loan. There was no movement in the month of April 2017.

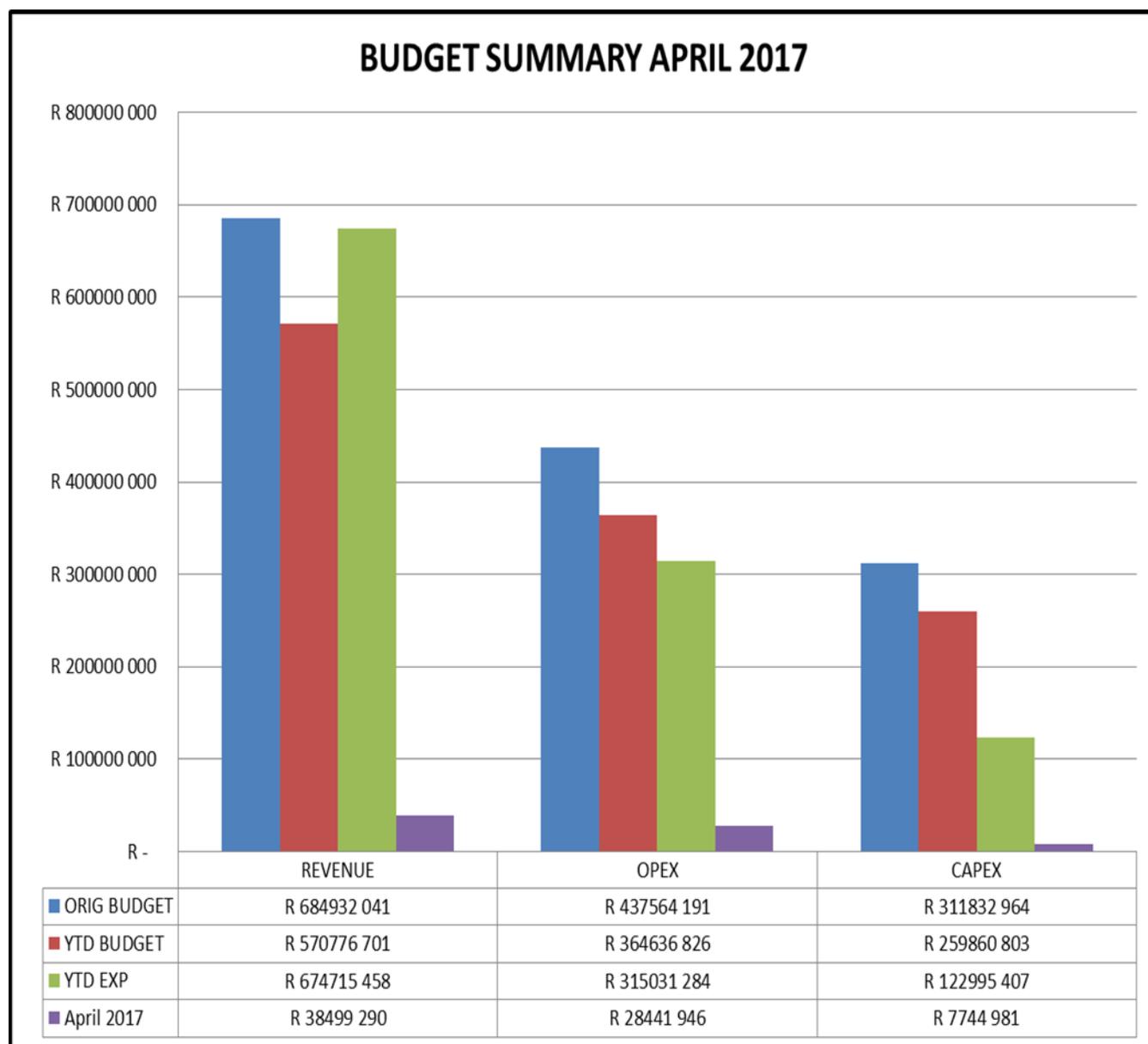
Operating expenditure by vote & type

The total operating budget for the current year amounts to R437, 5m. The YTD Operating expenditure for the month ended 30 April amounted to R315m against a year to date (YTD) budget of R364, 6m. The actual YTD expenditure represented 72% of the planned.

Capital expenditure

The total capital budget for the current year amounts to R311, 8m. The YTD expenditure on capital amounts to R123 million, or 39% of the planned expenditure. Capital expenditure is mainly funded by means of national grants in the form of Municipal Infrastructure Grant.

Chart 1: Budget vs. Expenditure Summary



Cash flows

The municipality started the year with a positive cashbook balance of R5, 8 million and the closing cash and cash equivalents as at the end of April 2017 was R83, 3million.

Allocations received (National & Provincial Grants)

No allocations were received for the month ending 30 April as supported by the municipal payment schedule. Details of the grants have been presented in SC6.

Spending on Grants

Spending on grants amounted to R7, 7million for the month of April 2017 and the YTD actual is R 123 million which is 39% of the budget.

1.3 Resolutions

The following recommendations are linked to the responsibilities of the Mayor as contained in s54 of the MFMA.

It is recommended that the Mayor;

1. Notes the monthly budget statement and any other supporting documentation
2. Notes the quarterly report on the implementation of the budget in terms of s52 (d) of the MFMA

1.4 Monthly Budget Statement Tables

Monthly Budget Statements Summary

Table C1 below provides a summary of the overall performance in the Municipality and is unpacked in the sections that follow.

DC43 Harry Gwala - Table C1 Monthly Budget Statement Summary - M10 April

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-		-
Service charges	55 822	60 553	52 255	26 944	70 241	43 545	26 695	61%	52 255
Investment revenue	3 375	3 500	5 500	528	4 711	4 583	128	3%	5 500
Transfers recognised - operational	260 403	277 632	300 862	-	265 513	250 719	14 794	6%	300 862
Other own revenue	9 098	9 109	17 215	1 468	15 013	14 345	667	5%	17 215
Total Revenue (excluding capital transfers and contributions)	328 699	350 794	375 831	28 940	355 478	313 193	42 285	14%	375 831
Employee costs	116 031	125 313	133 598	10 676	111 055	111 332	(277)	-0%	133 598
Remuneration of Councillors	7 321	7 906	7 906	481	4 560	6 589	(2 028)	-31%	7 906
Depreciation & asset impairment	30 000	31 874	42 534	3 361	33 598	35 445	(1 846)	-5%	42 534
Finance charges	1 114	1 926	2 010	-	1 010	1 675	(665)	-40%	2 010
Materials and bulk purchases	9 852	10 709	10 709	789	5 909	8 925	(3 016)	-34%	10 709
Transfers and grants	18 096	20 000	17 333	4 000	17 333	14 444	2 889	20%	17 333
Other expenditure	204 636	184 675	223 474	9 136	141 566	186 228	(44 662)	-24%	223 474
Total Expenditure	387 050	382 404	437 564	28 442	315 031	364 637	(49 606)	-14%	437 564
Surplus/(Deficit)	(58 351)	(31 610)	(61 733)	498	40 447	(51 444)	91 891	-179%	(61 733)
Transfers recognised - capital	244 290	335 772	9 560	9 560	319 238	7 966	311 271	3907%	309 101
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	185 939	304 163	(52 173)	10 057	359 684	(43 478)	403 162	-927%	247 368
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	185 939	304 163	(52 173)	10 057	359 684	(43 478)	403 162	-927%	247 368
Capital expenditure & funds sources									
Capital expenditure	250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833
Capital transfers recognised	244 290	335 772	309 101	7 454	121 981	257 584	(135 603)	-53%	309 101
Public contributions & donations	-	-	-	-	-	-	-		-
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	5 948	12 282	2 732	291	1 015	2 277	(1 262)	-55%	2 732
Total sources of capital funds	250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833
Financial position									
Total current assets	65 577	96 627	67 392		193 769				96 627
Total non current assets	1 572 358	1 914 112	1 877 891		1 747 439				1 914 112
Total current liabilities	108 886	60 999	233 003		87 115				60 999
Total non current liabilities	31 018	29 859	29 859		43 985				29 859
Community wealth/Equity	1 498 031	1 919 882	1 682 421		1 810 108				1 919 882
Cash flows									
Net cash from (used) operating	263 590	329 265	279 413	(30 429)	188 734	232 844	44 110	19%	279 413
Net cash from (used) investing	(276 912)	(310 943)	(274 721)	(7 745)	(110 046)	(228 934)	(118 889)	52%	(274 721)
Net cash from (used) financing	(2 694)	(2 822)	(4 369)	-	(1 453)	(3 641)	(2 188)	60%	(4 369)
Cash/cash equivalents at the month/year end	9 855	35 377	6 142	-	83 054	6 088	(76 966)	-1264%	6 142
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	9 158	6 834	13 921	4 513	3 556	3 800	16 613	125 539	183 934
Creditors Age Analysis									
Total Creditors	2 727	357	494	2 585	-	-	-	-	6 164

Financial Performance

Table C2 provides the statement of financial performance by standard classification.

DC43 Harry Gwala - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M10 April										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
Governance and administration		255 059	274 973	284 037	1 960	279 198	236 698	42 500	18%	284 037
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		255 059	274 973	284 037	1 960	279 198	236 698	42 500	18%	284 037
Corporate services		-	-	-	-	-	-	-	-	-
Economic and environmental services		1 100	400	-	-	-	-	-	-	-
Planning and development		1 100	400	-	-	-	-	-	-	-
Trading services		316 829	411 194	400 895	36 539	395 518	334 079	61 439	18%	400 895
Electricity		-	-	-	-	-	-	-	-	-
Water		56 539	60 550	62 251	26 980	71 015	51 876	19 140	37%	62 251
Waste water management		260 290	350 644	338 644	9 560	324 502	282 203	42 299	15%	338 644
Total Revenue - Standard	2	572 988	686 567	684 932	38 499	674 715	570 777	103 939	18%	684 932
Expenditure - Standard										
Governance and administration		131 608	143 616	137 169	7 025	88 961	114 307	(25 346)	-22%	137 169
Executive and council		24 484	29 224	22 463	1 151	15 464	18 719	(3 255)	-17%	22 463
Budget and treasury office		63 444	64 031	59 112	2 043	27 473	49 260	(21 787)	-44%	59 112
Corporate services		43 680	50 362	55 594	3 831	46 024	46 328	(304)	-1%	55 594
Economic and environmental services		52 428	58 937	50 845	5 784	41 489	42 370	(881)	-2%	50 845
Planning and development		52 428	58 937	50 845	5 784	41 489	42 370	(881)	-2%	50 845
Trading services		203 013	179 851	249 551	15 633	184 581	207 959	(23 378)	-11%	249 551
Electricity		-	-	-	-	-	-	-	-	-
Water		159 142	146 344	182 845	11 830	114 318	152 371	(38 053)	-25%	182 845
Waste water management		43 872	33 506	66 705	3 803	70 262	55 588	14 675	26%	66 705
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	387 050	382 404	437 564	28 442	315 031	364 637	(49 606)	-14%	437 564
Surplus/ (Deficit) for the year		185 939	304 163	247 368	10 057	359 684	206 140	153 544	74%	247 368

This table above assesses the revenue by department and then the expenditure for the period ending 30 April 2017. Revenue receipts in April have largely constituted of capital conditional grants recognition, interest received and service charges which is water and sanitation. The overall budgeted revenue cash receipt for the month of April is 7%.

Expenditure by standard classification presents the expenditures by the departments. Infrastructure Services has largest expenditure by 8% in the month of April 2017 caused by the projects that were moved from capex to OPEX followed by Waste Water Management (Water Services) by 7% in the period ending 30 April 2017. This being largely attributable to the backlog demand of operations and maintenance of water schemes in the District.

Table C3 presents the same information as the table above, the difference being that it's by Municipal vote.

DC43 Harry Gwala - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April										
Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager Admin		-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury Administration		255 059	274 973	284 037	1 960	279 198	236 698	42 500	18.0%	284 037
Vote 4 - Corporate services admin		-	-	-	-	-	-	-	-	-
Vote 5 - Social economic & development planning admin		1 100	400	-	-	-	-	-	-	-
Vote 6 - Infrastructure services admin		260 290	350 644	338 644	9 560	324 502	282 203	42 299	15.0%	338 644
Vote 7 - Water services admin		56 539	60 550	62 251	26 980	71 015	51 876	19 140	36.9%	62 251
Total Revenue by Vote	2	572 988	686 567	684 932	38 499	674 715	570 777	103 939	18.2%	684 932
Expenditure by Vote	1									
Vote 1 - Mayor		12 024	12 382	9 763	485	6 157	8 136	(1 979)	-24.3%	9 763
Vote 2 - Municipal Manager Admin		12 460	16 841	12 700	666	9 308	10 584	(1 276)	-12.1%	12 700
Vote 3 - Budget & Treasury Administration		63 444	64 031	59 112	2 043	27 473	49 260	(21 787)	-44.2%	59 112
Vote 4 - Corporate services admin		43 680	50 362	55 594	3 831	46 024	46 328	(304)	-0.7%	55 594
Vote 5 - Social economic & development planning admin		52 428	58 937	50 845	5 784	41 489	42 370	(881)	-2.1%	50 845
Vote 6 - Infrastructure services admin		43 872	34 982	66 705	3 803	70 262	55 588	14 675	26.4%	66 705
Vote 7 - Water services admin		159 142	144 869	182 845	11 830	114 318	152 371	(38 053)	-25.0%	182 845
Total Expenditure by Vote	2	387 050	382 404	437 564	28 442	315 031	364 637	(49 606)	-13.6%	437 564
Surplus/ (Deficit) for the year	2	185 939	304 163	247 368	10 057	359 684	206 140	153 544	74.5%	247 368

Statement of financial Performance

This schedule provides information on the planned revenue and operational expenditures against the actual results for the period ending 30 April 2017.

DC43 Harry Gwala - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Service charges - water revenue		38 329	40 714	35 488	18 861	49 168	29 573	19 595	66%	35 488
Service charges - sanitation revenue		16 461	17 449	15 209	8 083	21 072	12 674	8 398	66%	15 209
Service charges - refuse revenue		-	-	-	-	-	-	-	-	-
Service charges - other		1 032	2 391	1 558	-	-	1 298	(1 298)	-100%	1 558
Interest earned - external investments		3 375	3 500	5 500	528	4 711	4 583	128	3%	5 500
Interest earned - outstanding debtors		8 000	8 500	15 158	1 394	13 448	12 632	816	6%	15 158
Transfers recognised - operational		260 403	277 632	300 862	-	265 513	250 719	14 794	6%	300 862
Other revenue		1 098	609	2 057	74	1 565	1 714	(149)	-9%	2 057
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)		328 699	350 794	375 831	28 940	355 478	313 193	42 285	14%	375 831
Expenditure By Type										
Employee related costs		116 031	125 313	133 598	10 676	111 055	111 332	(277)	0%	133 598
Remuneration of councillors		7 321	7 906	7 906	481	4 560	6 589	(2 028)	-31%	7 906
Debt impairment		24 692	25 394	25 394	-	-	21 162	(21 162)	-100%	25 394
Depreciation & asset impairment		30 000	31 874	42 534	3 361	33 598	35 445	(1 846)	-5%	42 534
Finance charges		1 114	1 926	2 010	-	1 010	1 675	(665)	-40%	2 010
Bulk purchases		9 852	10 709	10 709	789	5 909	8 925	(3 016)	-34%	10 709
Contracted services		53 356	44 923	28 075	1 215	19 285	23 395	(4 111)	-18%	28 075
Transfers and grants		18 096	20 000	17 333	4 000	17 333	14 444	2 889	20%	17 333
Other expenditure		126 589	114 358	170 006	7 921	122 281	141 671	(19 390)	-14%	170 006
Loss on disposal of PPE										
Total Expenditure		387 050	382 404	437 564	28 442	315 031	364 637	(49 606)	-14%	437 564
Surplus/(Deficit)		(58 351)	(31 610)	(61 733)	498	40 447	(51 444)	91 891	(0)	(61 733)
Transfers recognised - capital		244 290	335 772	9 560	9 560	319 238	7 966	311 271	0	309 101
Contributions recognised - capital										
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		185 939	304 163	(52 173)	10 057	359 684	(43 478)			247 368
Taxation										
Surplus/(Deficit) after taxation		185 939	304 163	(52 173)	10 057	359 684	(43 478)			247 368
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		185 939	304 163	(52 173)	10 057	359 684	(43 478)			247 368
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		185 939	304 163	(52 173)	10 057	359 684	(43 478)			247 368

Capital Expenditure

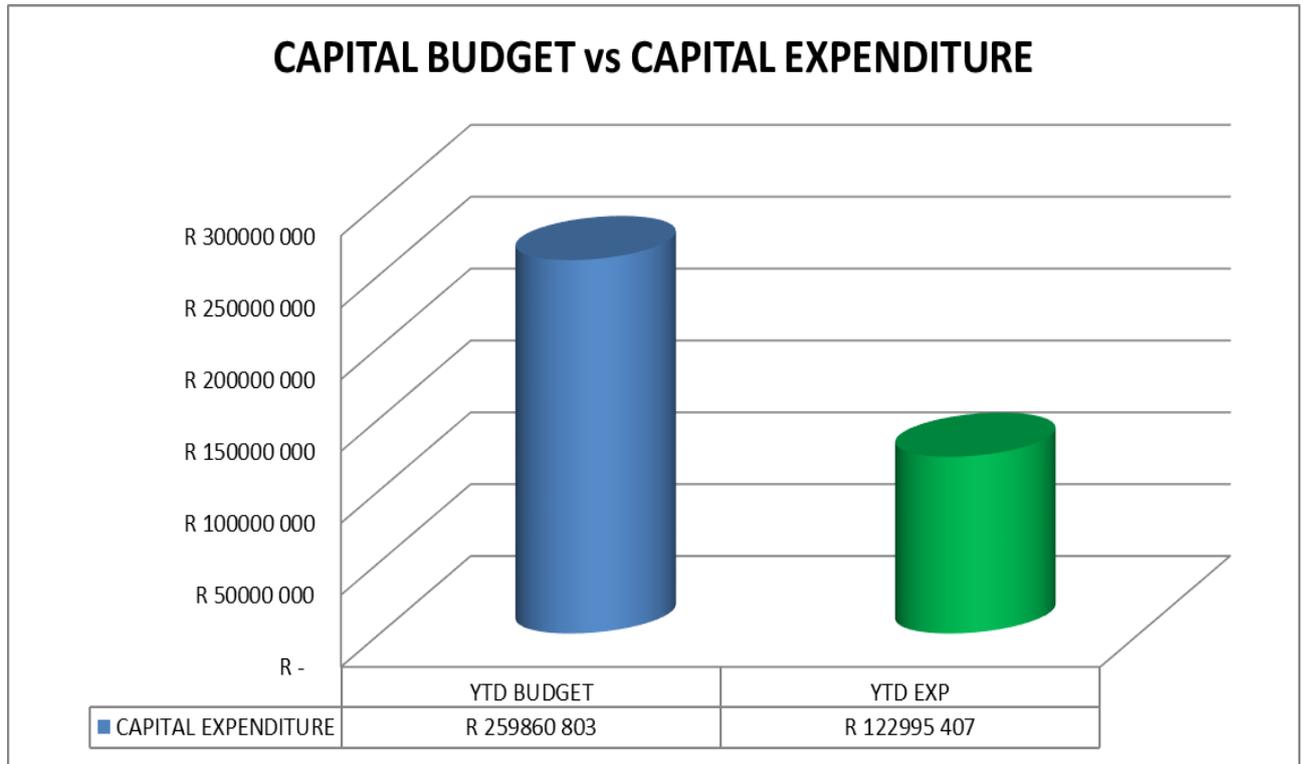
Table C5 below reports on the capital expenditures by departments (municipal vote) and also by standard classification. The bottom part of the schedule looks at the funding sources of the capital projects.

DC43 Harry Gwala - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M10 April										
Vote Description	Ref	2015/16	Budget Year 2016/17							
		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 - Mayor		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager Admin		-	-	-	-	-	-	-	-	-
Vote 3 - Budget & Treasury Administration		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate services admin		1 643	4 624	2 732	291	1 015	2 277	(1 262)	-55%	2 732
Vote 5 - Social economic & development planning admin		400	1 117	-	-	-	-	-	-	-
Vote 6 - Infrastructure services admin		244 590	337 272	299 101	7 454	113 923	249 251	(135 327)	-54%	299 101
Vote 7 - Water services admin		3 605	5 042	10 000	-	8 057	8 333	(276)	-3%	10 000
Total Capital Multi-year expenditure	4,7	250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833
Total Capital Expenditure		250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833
Capital Expenditure - Standard Classification										
Governance and administration		1 643	4 624	2 732	291	1 015	2 277	(1 262)	-55%	2 732
Executive and council								-		
Budget and treasury office								-		
Corporate services		1 643	4 624	2 732	291	1 015	2 277	(1 262)	-55%	2 732
Community and public safety		-	-	-	-	-	-	-	-	-
Economic and environmental services		400	1 117	-	-	-	-	-	-	-
Planning and development		400	1 117	-	-	-	-	-	-	-
Trading services		248 195	342 314	309 101	7 454	121 981	257 584	(135 603)	-53%	309 101
Electricity								-		
Water		3 605	5 042	10 000	-	8 057	8 333	(276)	-3%	10 000
Waste water management		244 590	337 272	299 101	7 454	113 923	249 251	(135 327)	-54%	299 101
Total Capital Expenditure - Standard Classification	3	250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833
Funded by:										
National Government		244 290	335 772	309 101	7 454	121 981	257 584	(135 603)	-53%	309 101
Provincial Government								-		
Transfers recognised - capital		244 290	335 772	309 101	7 454	121 981	257 584	(135 603)	-53%	309 101
Internally generated funds		5 948	12 282	2 732	291	1 015	2 277	(1 262)	-55%	2 732
Total Capital Funding		250 238	348 054	311 833	7 745	122 995	259 861	(136 865)	-53%	311 833

As alluded to above, the capital expenditure programme for the month ending 30 April 2017 was R7, 7m which represents 47% of capital expenditure against year to date budget. The capital expenditure programme has started on a rather slower footing and thus the low expenditures reflected on National grant funding

The chart below presents a high level analysis of YTD capital expenditure budget against the YTD actual expenditure.

Chart 1: 2016/2017 THIRD QUARTER CAPEX



As at 30 April 2017, the year to date actual expenditure was R123 million against a YTD budget of R260 million. In monetary terms, these figures represent 47% performance against the capital development programme as at 30 April 2017.

Table C6 displays the financial position of the municipality as at 30 April 2017.

DC43 Harry Gwala - Table C6 Monthly Budget Statement - Financial Position - M10 April						
Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		9 855	35 377	6 142	115 776	35 377
Consumer debtors		39 061	48 078	48 078	69 189	48 078
Other debtors		12 065	12 789	12 789	8 612	12 789
Current portion of long-term receivables		4 246	–	–	–	–
Inventory		349	384	384	192	384
Total current assets		65 577	96 627	67 392	193 769	96 627
Non current assets						
Property, plant and equipment		1 571 174	1 912 816	1 876 595	1 747 131	1 912 816
Intangible assets		1 184	1 296	1 296	307	1 296
Total non current assets		1 572 358	1 914 112	1 877 891	1 747 439	1 914 112
TOTAL ASSETS		1 637 935	2 010 739	1 945 283	1 941 208	2 010 739
LIABILITIES						
Current liabilities						
Borrowing		3 592	3 330	3 330	2 463	3 330
Consumer deposits		1 415	1 593	1 593	1 422	1 593
Trade and other payables		95 710	51 770	223 775	80 570	51 770
Provisions		8 169	4 305	4 305	2 661	4 305
Total current liabilities		108 886	60 999	233 003	87 115	60 999
Non current liabilities						
Borrowing		16 683	12 353	12 353	16 536	12 353
Provisions		14 334	17 506	17 506	27 449	17 506
Total non current liabilities		31 018	29 859	29 859	43 985	29 859
TOTAL LIABILITIES		139 904	90 858	262 862	131 100	90 858
NET ASSETS	2	1 498 031	1 919 882	1 682 421	1 810 108	1 919 882
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		1 498 031	1 919 882	1 682 421	1 810 108	1 919 882
TOTAL COMMUNITY WEALTH/EQUITY	2	1 498 031	1 919 882	1 682 421	1 810 108	1 919 882

Table C7 below display the Cash Flow Statement for the period ending 30 April 2017.

DC43 Harry Gwala - Table C7 Monthly Budget Statement - Cash Flow - M10 April										
Description	Ref	2015/16	Budget Year 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										
Service charges		30 746	32 408	42 081	783	19 506	35 067	(15 561)	-44%	42 081
Other revenue		2 034	305	305	74	1 482	254	1 228	484%	305
Government - operating		260 403	277 632	300 862		269 339	250 719	18 621	7%	300 862
Government - capital		244 290	335 772	309 101	-	340 456	257 584	82 872	32%	309 101
Interest		8 294	3 500	6 538	1 922	18 192	5 449	12 744	234%	6 538
Payments										
Suppliers and employees		(262 968)	(298 426)	(360 131)	(29 208)	(441 899)	(300 109)	141 790	-47%	(360 131)
Finance charges		(1 114)	(1 926)	(2 010)	-	(1 010)	(1 675)	(665)	40%	(2 010)
Transfers and Grants		(18 096)	(20 000)	(17 333)	(4 000)	(17 333)	(14 444)	2 889	-20%	(17 333)
NET CASH FROM/(USED) OPERATING ACTIVITIES		263 590	329 265	279 413	(30 429)	188 734	232 844	44 110	19%	279 413
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Decrease (increase) other non-current receivables		-	-		-	-		-		-
Payments										
Capital assets		(276 912)	(310 943)	(274 721)	(7 745)	(110 046)	(228 934)	(118 889)	52%	(274 721)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(276 912)	(310 943)	(274 721)	(7 745)	(110 046)	(228 934)	(118 889)	52%	(274 721)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Increase (decrease) in consumer deposits		151	178	178	-	-	148	(148)	-100%	178
Payments										
Repayment of borrowing		(2 845)	(3 000)	(4 547)	-	(1 453)	(3 789)	(2 336)	62%	(4 547)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(2 694)	(2 822)	(4 369)	-	(1 453)	(3 641)	(2 188)	60%	(4 369)
NET INCREASE/ (DECREASE) IN CASH HELD		(16 016)	15 500	323	(38 174)	77 235	269			323
Cash/cash equivalents at beginning:		25 871	19 877	5 819		5 819	5 819			5 819
Cash/cash equivalents at month/year end:		9 855	35 377	6 142		83 054	6 088			6 142

There has been a decrease in collection levels for the month ending April 2017. The interest earned on investments and on outstanding debtors for the period ending 31 April is R 1, 9million which is 30% above the year to date budget.

PART 2 – SUPPORTING DOCUMENTATION**2.1 Debtors Analysis**

The table presented below summarises the Debtors Age Analysis as at 30 April 2017.

Table 2.1.1: Debtors Age Analysis by Income Source

DC43 Harry Gwala - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April											
Description	NT Code	Budget Year 2016/17									Total over 90 days
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	
R thousands											
Debtors Age Analysis By Income Source											
Trade and Other Receivables from Exchange Transactions - Water	1200	5 879	4 387	8 936	2 897	2 283	2 439	10 664	80 587	118 071	98 870
Receivables from Exchange Transactions - Waste Water Management	1500	2 297	1 714	3 491	1 132	892	953	4 166	31 482	46 126	38 625
Interest on Arrear Debtor Accounts	1810	983	733	1 494	484	382	408	1 783	13 471	19 737	16 527
Other	1900									-	-
Total By Income Source	2000	9 158	6 834	13 921	4 513	3 556	3 800	16 613	125 539	183 934	154 021
2015/16 - totals only										-	-
Debtors Age Analysis By Customer Group											
Organs of State	2200	1 336	1 434	1 630	1 002	518	224	1 822	7 357	15 324	10 924
Commercial	2300	1 127	663	6 116	623	187	243	949	8 033	17 942	10 035
Households	2400	6 695	4 736	6 174	2 889	2 851	3 332	13 842	110 149	150 668	133 063
Total By Customer Group	2600	9 158	6 834	13 921	4 513	3 556	3 800	16 613	125 539	183 934	154 021

The municipal consumer debt is currently increasing citing rigorous actions to ensure that this trend is prevented from continuing as it has a direct negative impact on municipal cash flows.

Table 2.1.2: Debtors Age Analysis By Customer Category

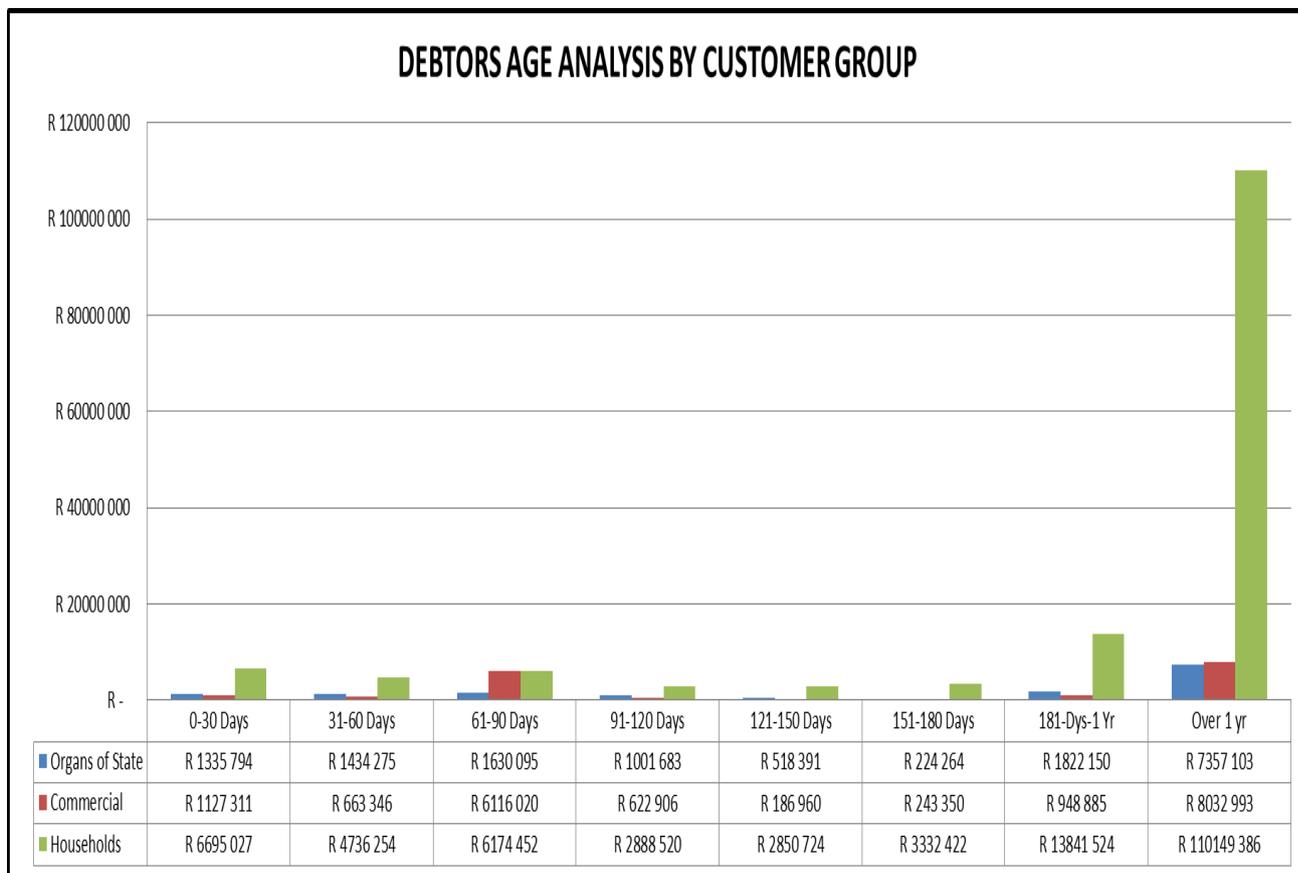
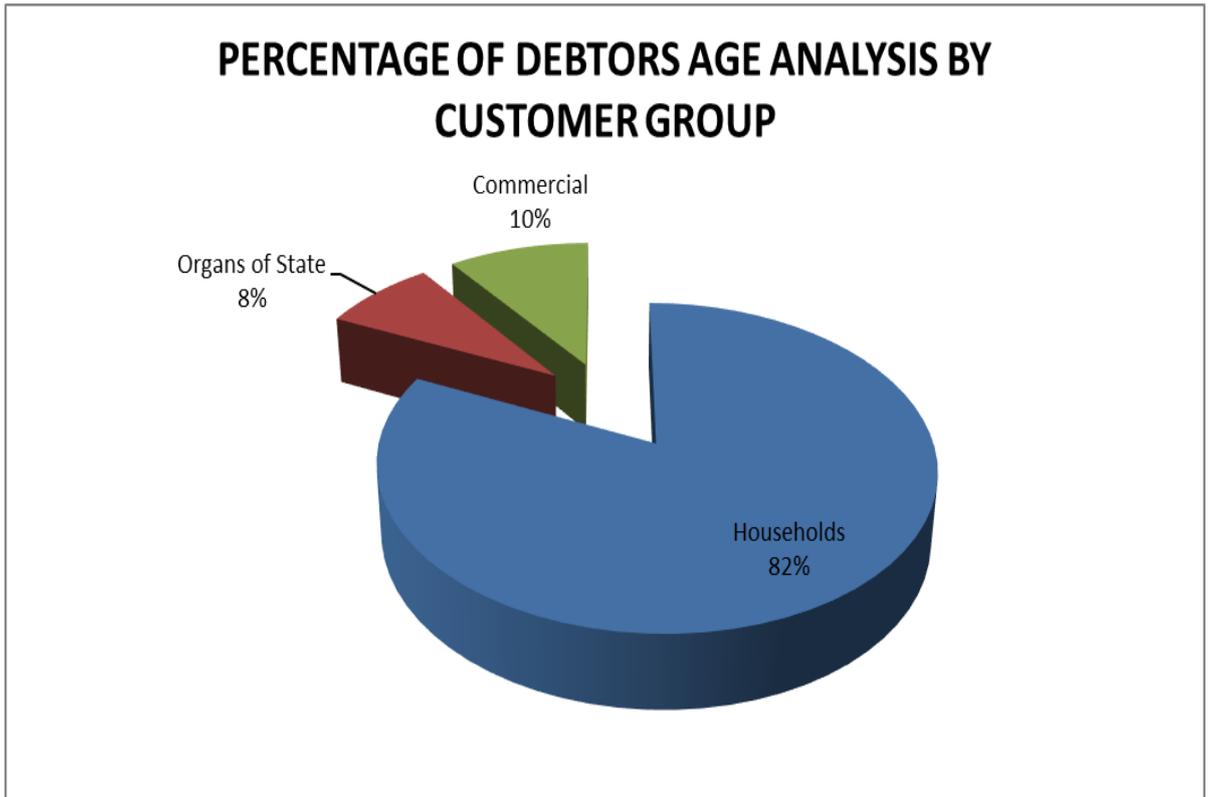


Table 2.1.2 analyses consumer debt by Category. A further analysis in the form of a chart is provided below.

Chart 2: Debtors Age Analysis by Customer Group

The information presented in the chart above ranks total debt owed to the municipality from highest to the lowest,

- ✓ Households: 82%
- ✓ Government 8%
- ✓ Business 10%



The chart above shows that for each debtor type the amounts owing to the municipality have increased on a year to year basis.

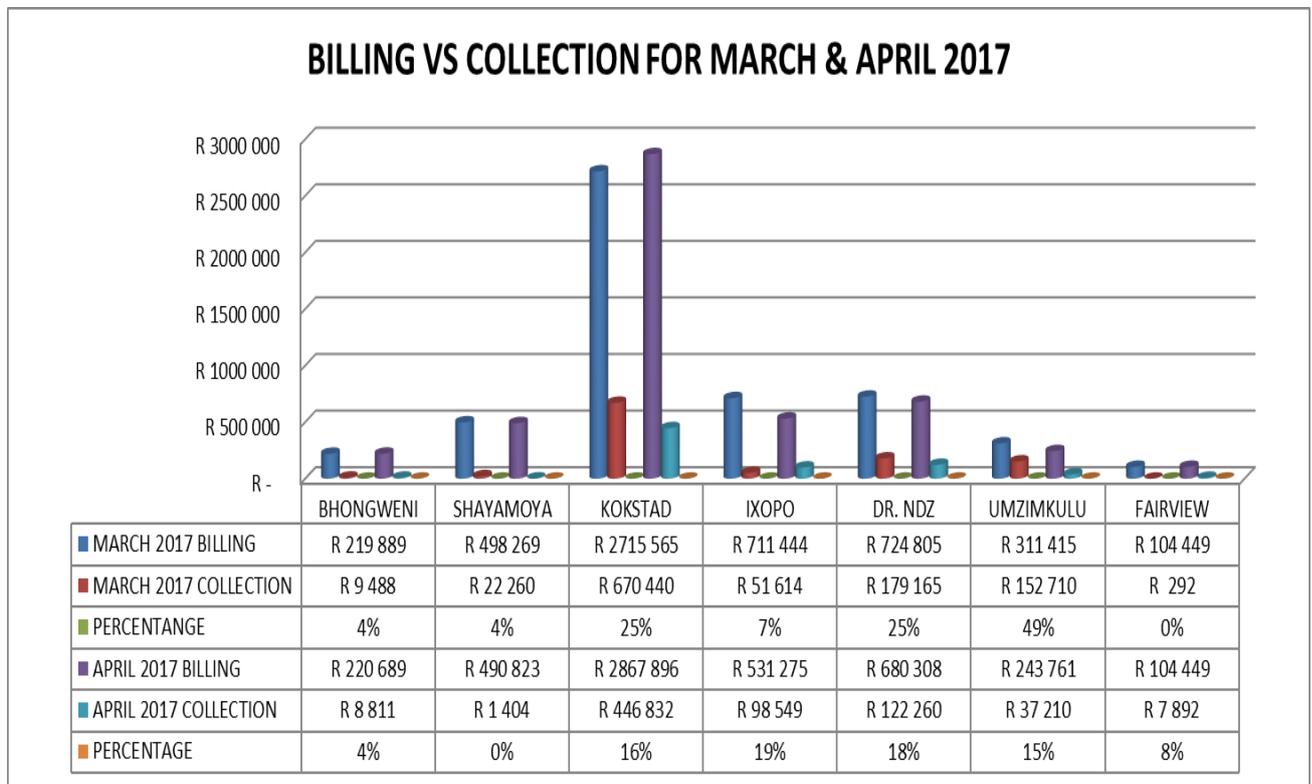
The table that follows below unpacks the revenue receipts per Local Municipality in the District

REVENUE RECEIPTS**Revenue receipts per Area**

AREA	AMOUNT	APRIL 2017	MARCH 2017
Unallocated receipts	R 59 805	8%	36%
Bhongweni	R 8 811	1%	1%
Shayamoya	R 1 404	0%	1%
Kokstad	R 446 832	57%	40%
Ixopo	R 98 549	13%	3%
NDZ	R 122 260	16%	11%
Umzimkulu	R 37 210	5%	9%
Fairvew	R 7 892	1%	0%
TOTAL RECEIPTS INCL VAT	R 782 762	100%	100%

The table above presents the cash receipts from consumer debtors in each of the detailed areas as well as the comparative receipts for the previous month. The total cash collected for April is R782 k. It is evident from the figures presented above that the largest percentage receipts of the revenue per local municipality as was the previous month in April is from Kokstad at 57% followed by Doctor Nkosazana Zuma at 16%. These statistics confirm dependency on Kokstad as the greatest contributor to the District Municipality's revenue. The Unallocated receipts for the month of April amounting to 8% which shows a great improvement in allocating receipts to the correct local municipalities.

The chart that follows below shows the comparison between billing and collection for the period ending 30 April 2017.



2.2 Creditors Analysis

Table SC presents the aged creditors as at 30 April 2017

DC43 Harry Gwala - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

Description	NT Code	Budget Year 2016/17				Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days		
R thousands							
Creditors Age Analysis By Customer Type							
Bulk Electricity	0100					-	
Bulk Water	0200	1 050	357	494	192	2 094	
Trade Creditors	0700	1 512	-	-	2 393	3 905	
Auditor General	0800	165	-	-	-	165	
Total By Customer Type	1000	2 727	357	494	2 585	6 164	-

2.3 Investment Portfolio Analysis

The following information presents the cash at bank and short term investments balances broken down per investment type as at 30 April 2017.

Cash and Bank Balances (Investments)

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							
R thousands									
Municipality									
FIRST NATIONAL BANK			CALL ACCOUNT		145		40 835	(10 345)	30 635
FIRST NATIONAL BANK			CALL ACCOUNT		77		21 443	(14 062)	7 457
FIRST NATIONAL BANK			ADMIN CALL		87		19 280	(11 380)	7 987
INVESTEC			FIXED DEPOSIT		63		11 673	-	11 736
FIRST NATIONAL BANK			FIXED DEPOSIT		118		19 186	(2 529)	16 776
FIRST NATIONAL BANK			CALL ACCOUNT		17		4 321	-	4 338
FIRST NATIONAL BANK			CALL ACCOUNT		0		6	-	6
FIRST NATIONAL BANK			CALL ACCOUNT		8		1 945	-	1 953
FIRST NATIONAL BANK			FIXED DEPOSIT		4		1 036	-	1 040
Municipality sub-total					519		119 723	(38 315)	81 927
TOTAL INVESTMENTS AND INTEREST	2				519		119 723	(38 315)	81 927

2.4 Allocation and Grant receipts and Expenditure

Table SC 6 displays information relating to grant receipts.

DC43 Harry Gwala - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		259 223	277 232	300 862	-	266 778	242 385	43 345	17.9%	300 862
Local Government Equitable Share		241 033	260 069	260 069	-	260 069	216 724	43 345	20.0%	260 069
Finance Management		1 250	1 250	1 250	-	1 250	1 042			1 250
Municipal Systems Improvement		940	1 041	-	-	-	-			-
Municipal Infrastructure Grant (PMU)		9 460	4 777	16 084	-	-	13 404			16 084
Energy Efficiency And Demand Side Management Grant		-	8 000	8 000	-	-	6 667			8 000
Water Services Operating Subsidy		-	-	-	-	-	-			-
Rural Roads Asset Management Grant		2 040	2 095	2 095	-	2 095	1 746			2 095
Rural Household Infrastructure Grant		4 500	-	-	-	-	-			-
Municipal Water Infrastructure Grant		-	-	10 000	-	-	-			10 000
Expanded public works programme incentive grant		-	-	3 364	-	3 364	2 803			3 364
Other transfers and grants [insert description]										
Provincial Government:		1 180	400	-	-	-	-	-		-
LG Seta		80	-	-	-	-	-			-
Development Planning Shared Services		1 100	400	-	-	-	-			-
Total Operating Transfers and Grants	5	260 403	277 632	300 862	-	266 778	242 385	43 345	17.9%	300 862
Capital Transfers and Grants										
National Government:		244 290	335 772	309 101	-	325 185	249 251	45 248	18.2%	309 101
Municipal Infrastructure Grant (MIG)		183 324	186 290	174 983	-	191 067	145 819	45 248	31.0%	174 983
Regional Bulk Infrastructure		14 000	60 000	48 000	-	48 000	40 000			48 000
Municipal Water Infrastructure Grant		43 500	86 118	76 118	-	86 118	63 432			76 118
Expanded public works programme incentive grant		3 466	3 364	-	-	-	-			-
Rural Household Infrastructure Grant		-	-	-	-	-	-			-
Drought Relief		-	-	10 000	-	-	-			10 000
Total Capital Transfers and Grants	5	244 290	335 772	309 101	-	325 185	249 251	45 248	18.2%	309 101
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	504 693	613 404	609 963	-	591 963	491 636	88 593	18.0%	609 963

No grants were received for the month ending April 2017 and that is also supported by the municipal payment schedule.

Table SC7 track the expenditure on Conditional grant funding.

DC43 Harry Gwala - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April										
Description	Ref	2015/16		Budget Year 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:		259 223	277 232	300 862	216 794	232 465	250 719	1 472	0.6%	300 862
Local Government Equitable Share		241 033	260 069	260 069	216 724	216 724	216 724	-		260 069
Finance Management		1 250	1 250	1 250	50	386	1 042			1 250
Municipal Systems Improvement		940	1 041	-	-	-	-			-
Municipal Infrastructure Grant (PMU)		9 460	4 777	16 084	-	-	13 404			16 084
Energy Efficiency And Demand Side Management Grant		-	8 000	8 000	-	2 785	6 667			8 000
Rural Roads Asset Management Grant		2 040	2 095	2 095	-	1 551	1 746	(195)	-11.2%	2 095
Rural Household Infrastructure Grant		4 500	-	-	-	-	-	-		-
Municipal Water Infrastructure Grant		-	-	10 000	-	10 000	8 333	1 667	20.0%	10 000
Expanded public works programme incentive grant		-	-	3 364	19	1 019	2 803			3 364
Provincial Government:		1 180	400	-	-	-	-	-	-	-
LG Seta		80	-	-	-	-	-			-
Development Planning Shared Services		1 100	400	-	-	-	-			-
Total operating expenditure of Transfers and Grants:		260 403	277 632	300 862	216 794	232 465	250 719	1 472	0.6%	300 862
Capital expenditure of Transfers and Grants										
National Government:		244 290	335 772	309 101	8 393	143 605	257 584	(63 029)	-24.5%	309 101
Municipal Infrastructure Grant (MIG)		183 324	186 290	174 983	6 312	82 789	145 819	(63 029)	-43.2%	174 983
Regional Bulk Infrastructure		14 000	60 000	48 000	-	14 304	40 000			48 000
Municipal Water Infrastructure Grant		43 500	86 118	76 118	2 081	38 454	63 432			76 118
Expanded public works programme incentive grant		3 466	3 364	-	-	-	-			-
Rural Household Infrastructure Grant		-	-	-	-	-	-			10 000
Drought Relief		-	-	10 000	-	8 057	8 333			-
Total capital expenditure of Transfers and Grants		244 290	335 772	309 101	8 393	143 605	257 584	(63 029)	-24.5%	309 101
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		504 693	613 404	609 963	225 186	376 070	508 303	(61 558)	-12.1%	609 963

2.5 Councillor and Staff Benefits

Table SC8 presents the expenditure of councillor and staff benefits at 30 April 2017.

DC43 Harry Gwala - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M10 April										
Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							
		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		621	5 361	5 361	326	3 092	4 467	(1 375)	-31%	5 361
Pension and UIF Contributions		311	399	399	24	230	332	(102)	-31%	399
Medical Aid Contributions		771	94	94	6	54	78	(24)	-31%	94
Motor Vehicle Allowance		621	1 178	1 178	72	679	981	(302)	-31%	1 178
Cellphone Allowance		2 636	259	259	16	149	215	(66)	-31%	259
Housing Allowances		1 618	-	-	-	-	-	-	-	-
Other benefits and allowances		742	616	616	38	355	513	(158)	-31%	616
Sub Total - Councillors		7 321	7 906	7 906	481	4 560	6 589	(2 028)	-31%	7 906
% increase	4		8.0%	8.0%						8.0%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 551	5 995	5 615	449	4 668	4 679	(12)	0%	5 615
Pension and UIF Contributions		3	3	3	0	3	3	(0)	0%	3
Medical Aid Contributions		5	6	6	0	5	5	(0)	0%	6
Performance Bonus		-	-	776	62	645	646	(2)	0%	776
Motor Vehicle Allowance		3 049	3 293	3 511	281	2 918	2 925	(7)	0%	3 511
Cellphone Allowance		143	154	164	13	137	137	(0)	0%	164
Other benefits and allowances		4	5	5	0	4	4	(0)	0%	5
Sub Total - Senior Managers of Municipality		8 755	9 455	10 080	806	8 379	8 400	(21)	0%	10 080
% increase	4		8.0%	15.1%						15.1%
Other Municipal Staff										
Basic Salaries and Wages		77 494	83 693	89 226	7 130	74 170	74 355	(185)	0%	89 226
Pension and UIF Contributions		13 103	14 151	15 087	1 206	12 541	12 572	(31)	0%	15 087
Medical Aid Contributions		1 811	1 955	2 085	167	1 733	1 737	(4)	0%	2 085
Overtime		1 618	1 747	1 863	149	1 548	1 552	(4)	0%	1 863
Performance Bonus		7 180	7 755	8 267	661	6 872	6 890	(17)	0%	8 267
Motor Vehicle Allowance		3 300	3 564	3 800	304	3 159	3 167	(8)	0%	3 800
Cellphone Allowance		563	608	648	52	539	540	(1)	0%	648
Housing Allowances		49	53	56	5	47	47	(0)	0%	56
Other benefits and allowances		2 158	2 331	2 485	199	2 066	2 071	(5)	0%	2 485
Sub Total - Other Municipal Staff		107 276	115 858	123 518	9 870	102 675	102 931	(256)	0%	123 518
% increase	4		8.0%	15.1%						15.1%
Total Parent Municipality		123 351	133 219	141 504	11 157	115 615	117 920	(2 305)	-2%	141 504
TOTAL SALARY, ALLOWANCES & BENEFITS		123 351	133 219	141 504	11 157	115 615	117 920	(2 305)	-2%	141 504
% increase	4		8.0%	14.7%						14.7%
TOTAL MANAGERS AND STAFF		116 031	125 313	133 598	10 676	111 055	111 332	(277)	0%	133 598

2.6 Material Variances to the SDBIP

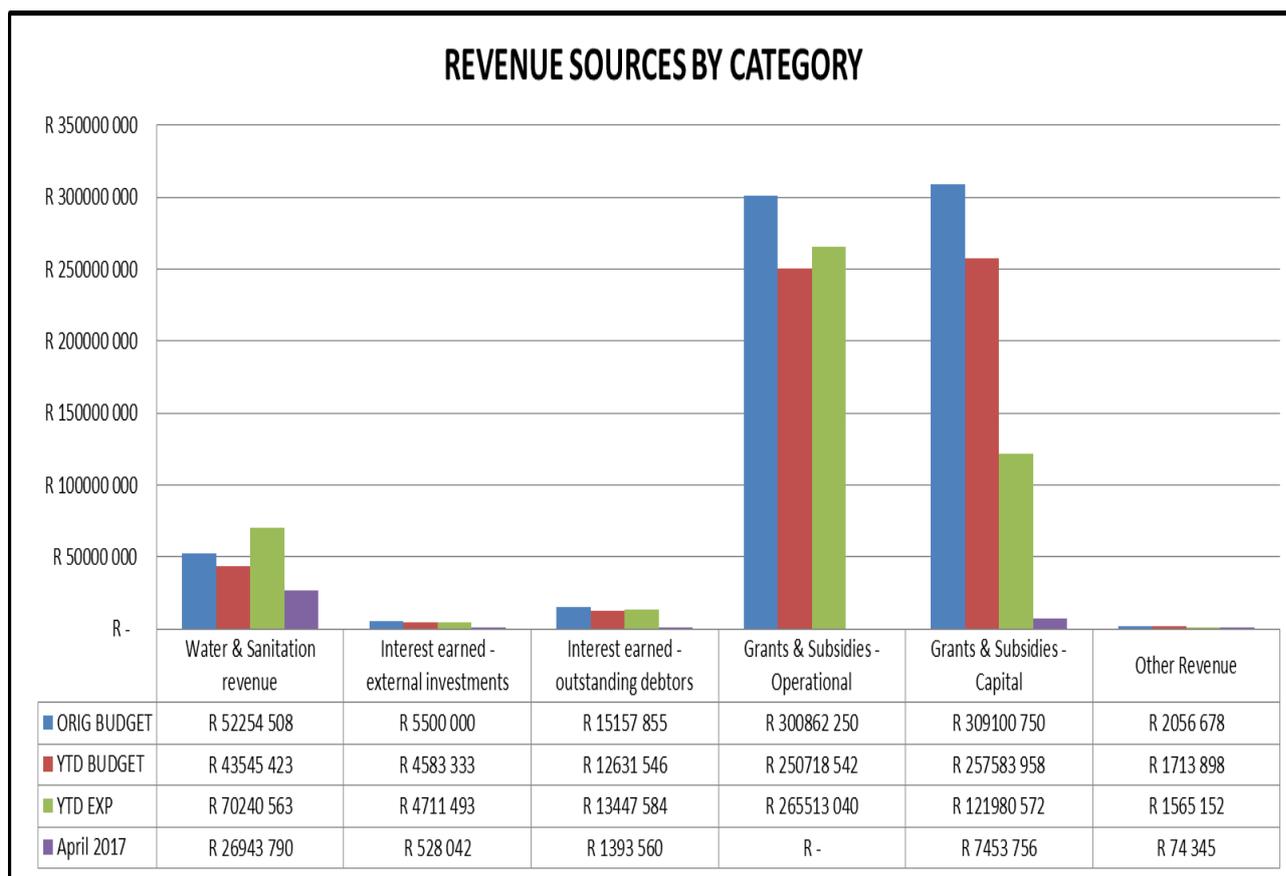
The following section analyses material variances between the actual targets as at 30 April 2017 and the budget for the same period. This report analyses each major component under following headings;

- ✓ Revenue by Source
- ✓ Operational Expenditure by Type, and
- ✓ Capital Expenditure
- ✓ Financial Position
- ✓ Cash Flows

REVENUE

The chart displays a comparison between the 2016-2017 financial year revenue budget and the performance against this budget as depicted in the form of Year to date (YTD) Actual figures. It should be emphasised that the information presented relates to "performance" rather than "cash movements" in terms of the revenue items listed below. This accounting principle relating to municipal performance is best illustrated in the analysis that follows.

Chart 3: Revenue Analysis



Water & Sanitation Charges

The year to date **actual** water & sanitation charges (**billing**) as at 30 April 2017 were R70, 2million against a year to date **budget** of R43, 5million.

Interest Earned on External Investments

The year to date actual interest earned on external investments for the period ended April 2017 is R4, 7million against R4, 5million year to date budget. The interest earned on external investments over performed by 3% when comparing the year date budget against year to date actual.

Transfers Recognised - Operational

The were no grants received for the month ending April 2017.

Transfers Recognised – Capital

The expenditure trends on grant funded expenditure had resulted in a positive way as expected against the set targets. The actual R319, 2million (against a YTD budget of R311, 2million) represent the conditions met in capital expenditures against the conditional grant allocation received. This amount represents 97% performance in Conditional Capital grant funding expenditures.

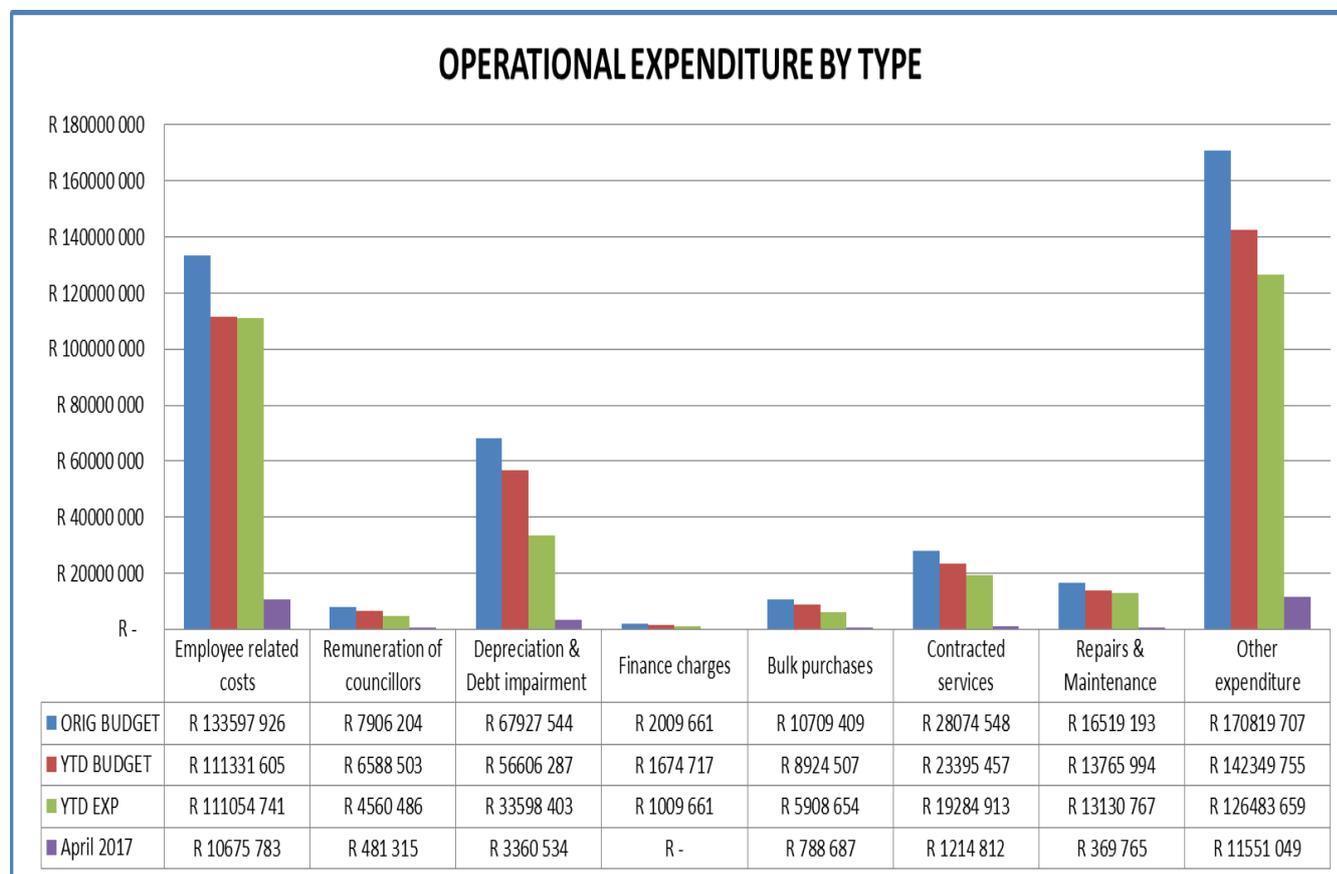
Other Revenue

The YTD performance of other revenue is R1, 5million against YTD budget of R1, 7million representing performance of 91% per cent.

OPERATIONAL EXPENDITURE

The chart below presents the YTD operational expenditure movements against the YTD budgets. An analysis of each expenditure line item category is discussed below.

Chart 4: 2016/17 Financial year OPEX



Employee Related Costs

The YTD budget for employee related costs is R111 million against a YTD actual of R111 million which is 100% of the YTD budget.

Remuneration of Councillors

The remuneration of councillor's year to date expenditure is at R 4, 5million against a YTD budget of R6, 5million representing 69% of the year to date budget.

Finance Charges

As at 30 April 2017, the year to date expenditure for finance charges is R1m against the Year to Date budget of R 1, 6m representing performance of 60 per cent.

Bulk Purchases

The expenditure on Bulk Water purchases has the year to date budget of R8, 9million and the year to date expenditure for the month ending 31 April was R 5, 9million. The expenditure for bulk water purchases is at 66% as at end April 2017.

Contracted Services

The expenditure on Contracted services has the year to date budget of R23, 3million and the year to date expenditure for the month ending 31 April was R 19, 2million. The expenditure for contracted services is at 82% as at end April 2017.

Repairs & Maintenance

The expenditure on Repairs & Maintenance has the year to date budget of R13, 7million and the year to date expenditure for the month ending 31 April was R13, 1million. The expenditure for repairs & maintenance is at 95% as at end April 2017.

Other Expenditure

The YTD budget for other expenditure was at R 142 million against a YTD expenditure of R 126 million which is 95% when comparing the two and expenditure for the month of April 2017 is R11, 5million.

Performance assessment

The Performance Assessment Report will be available on the fourth quarter in terms of Sec 52 (d) of the Municipal Finance Management Act.

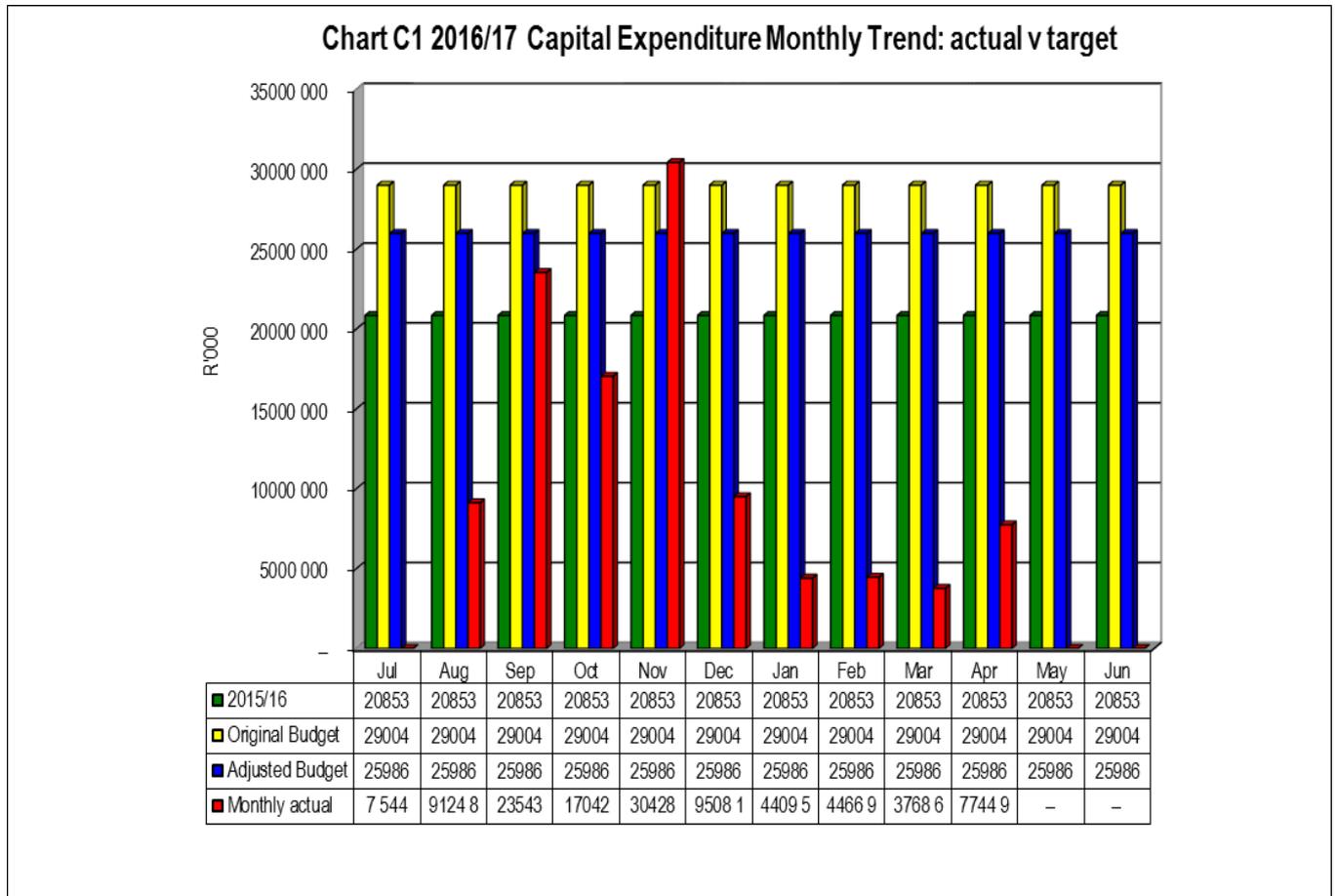
Actual and revised targets for cash receipts

DC43 Harry Gwala - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M10 April																	
Description	Ref	Budget Year 2016/17												2016/17 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	Budget Year +1	Budget Year +2	
R thousands	1																
Cash Receipts By Source																	
Service charges - water revenue		1 393	1 104	1 470	2 138	1 845	1 490	964	1 580	1 182	548		9 272	22 985	23 305	24 703	
Service charges - sanitation revenue		597	473	630	916	791	639	413	677	507	235		3 545	9 422	9 988	10 587	
Interest earned - external investments		183	102	700	734	414	334	700	588	461	528		(1 245)	3 500	3 710	3 933	
Interest earned - outstanding debtors		1 303	1 311	1 322	1 312	1 325	1 356	1 357	1 381	1 388	1 394		(13 448)	-	-	-	
Transfer receipts - operating		108 362	1 250	1 095	2 000	-	86 817	-	3 000	66 899	-		8 209	277 632	294 948	317 863	
Other revenue		(158)	131	658	242	107	31	189	157	134	74		(1 261)	305	323	342	
Cash Receipts by Source		111 681	4 371	5 876	7 342	4 481	90 665	3 623	7 382	70 571	2 779	-	5 074	313 844	332 273	357 428	
Other Cash Flows by Source																	
Transfer receipts - capital		172 835	841		61 059	-	78 581	27 224					(4 768)	335 772	401 643	373 080	
Total Cash Receipts by Source		284 516	5 212	5 876	68 401	4 481	169 246	30 847	7 382	70 571	2 779	-	484	649 794	734 117	730 733	
Cash Payments by Type																	
Employee related costs		10 685	11 568	10 613	10 810	10 884	12 785	11 374	11 012	10 647	10 676		14 258	125 313	135 338	146 165	
Remuneration of councillors		497	432	378	393	491	498	421	489	480	481		3 346	7 906	8 539	9 222	
Interest paid						1 010							916	1 926	1 595	1 229	
Bulk purchases - Water & Sewer			599			949	628	703	1 551	689	789		4 801	10 709	11 641	12 654	
Contracted services		1 026	1 238	237	1 819	4 890	3 003	310	1 217	7 356			22 612	44 923	46 016	50 272	
Grants and subsidies paid - other municipalities		6 667						6 667					4 000	(17 333)			
General expenses		107 026	37 235	27 895	(6 831)	14 941	62 853	3 347	4 543	31 009	16 047		(188 489)	109 575	109 032	114 494	
Cash Payments by Type		125 902	51 071	39 123	6 191	33 164	79 768	22 821	18 812	50 182	33 208	-	(138 890)	320 352	334 380	357 588	
Other Cash Flows/Payments by Type																	
Capital assets		8	9 125	23 544	17 043	30 429	9 508	4 410	4 467	3 769	7 745		200 897	310 943	365 496	340 017	
Repayment of borrowing						1 453							1 547	3 000	3 330	3 697	
Total Cash Payments by Type		125 909	60 196	62 666	23 234	65 046	89 276	27 231	23 279	53 951	40 953	-	62 554	634 294	703 206	701 302	
NET INCREASE/(DECREASE) IN CASH HELD		158 606	(54 984)	(56 790)	45 167	(60 566)	79 970	3 616	(15 897)	16 621	(38 174)	-	(62 070)	15 500	30 910	29 431	
Cash/cash equivalents at the monthly/year beginning:		5 819	164 425	109 442	52 651	97 819	37 253	117 223	120 839	104 942	121 563	83 389	83 389	5 819	21 319	52 229	
Cash/cash equivalents at the monthly/year end:		164 425	109 442	52 651	97 819	37 253	117 223	120 839	104 942	121 563	83 389	83 389	21 319	21 319	52 229	81 661	

Capital Expenditure Trend

DC43 Harry Gwala - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M10 April										
Month	2015/16		Budget Year 2016/17							% spend of Original Budget
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance		
R thousands										
Monthly expenditure performance trend										
July	20 853	29 005		8	8	29 005	28 997	100.0%	0%	
August	20 853	29 005		9 125	9 132	58 009	48 877	84.3%	3%	
September	20 853	29 005		23 544	32 676	87 014	54 338	62.4%	9%	
October	20 853	29 005		17 043	49 718	116 018	66 300	57.1%	14%	
November	20 853	29 005		30 429	80 147	145 023	64 875	44.7%	23%	
December	20 853	29 005		9 508	89 656	174 027	84 372	48.5%	26%	
January	20 853	29 005		4 410	94 065	203 032	108 967	53.7%	27%	
February	20 853	29 005		4 467	98 532	232 036	133 504	57.5%	28%	
March	20 853	29 005		3 769	102 301	261 041	158 740	60.8%	29%	
April	20 853	29 005		7 745	110 046	290 045	180 000	62.1%	0	
May	20 853	29 005				319 050	-			
June	20 853	29 005				348 054	-			
Total Capital expenditure	250 238	348 054	-	110 046						

YTD Capital Budget vs. YTD Capital Expenditure



Capital Expenditure on New Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M10 April										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		232 188	331 272	306 251	7 454	121 064	255 209	134 145	52.6%	306 251
Infrastructure - Road transport		-	500	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	500	-	-	-	-	-	-	-
Infrastructure - Water		203 688	297 107	282 804	7 454	117 674	235 670	117 996	50.1%	282 804
Reticulation		203 688	297 107	282 804	7 454	117 674	235 670	117 996	50.1%	282 804
Infrastructure - Sanitation		28 500	33 666	23 447	-	3 390	19 539	16 149	82.7%	23 447
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		28 500	33 666	23 447	-	3 390	19 539	16 149	82.7%	23 447
Other assets		9 950	10 533	1 783	16	537	1 486	949	63.9%	1 783
General vehicles		-	4 642	1 000	-	-	833	833	100.0%	1 000
Plant & equipment		4 600	2 600	-	-	-	-	-	-	-
Furniture and other office equipment		1 450	1 791	783	16	537	652	115	17.7%	783
Other Buildings		600	-	-	-	-	-	-	-	-
Other		3 300	1 500	-	-	-	-	-	-	-
Intangibles		1 100	1 250	950	275	478	791	313	39.6%	950
Computers - software & programming		1 100	1 250	950	275	478	791	313	39.6%	950
Total Capital Expenditure on new assets	1	243 238	343 054	308 983	7 745	122 079	257 486	135 407	52.6%	308 983
Specialised vehicles										
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

Capital Expenditure on Renewal of Existing Assets by Asset Class

DC43 Harry Gwala - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M10										
Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		7 000	5 000	2 850	-	916	2 375	1 459	61.4%	2 850
Infrastructure - Water		7 000	5 000	2 850	-	916	2 375	1 459	61.4%	2 850
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		7 000	5 000	2 850	-	916	2 375	1 459	61.4%	2 850
Total Capital Expenditure on renewal of existing ass	1	7 000	5 000	2 850	-	916	2 375	1 459	61.4%	2 850
Specialised vehicles										
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

2.7 Municipal Manager's Quality's Certificate

Quality Certificate

I, Adelaide Nomnandi Dlamini, the Municipal Manager of Harry Gwala District Municipality, hereby certify that-

- The monthly budget statement

For the month of April of 2017 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Adelaide Nomnandi Dlamini

Municipal Manager of: Harry Gwala District Municipality

Signed _____

Date _____