

EPHRAIM MOGALE



LOCAL MUNICIPALITY (LM471)

Monthly Budget Monitoring Report
(Section 71 of MFMA)

30 November 2018

Table of content

PART 1- IN-YEAR REPORT

| | |
|---|---|
| 1.1 Executive Summary | 2 |
| 1.2 In-Year budget statement tables | 7 |

PART 2 – SUPPORTING DOCUMENTS

| | |
|--|----|
| 2.1 Debtors' Analysis | 10 |
| 2.2 Creditors' Analysis..... | 11 |
| 2.3 Investment portfolio analysis..... | 11 |
| 2.4 Allocation and grants receipts expenditure..... | 11 |
| 2.5 Councilors allowances and Employee benefits..... | 11 |

1.1 Executive summary

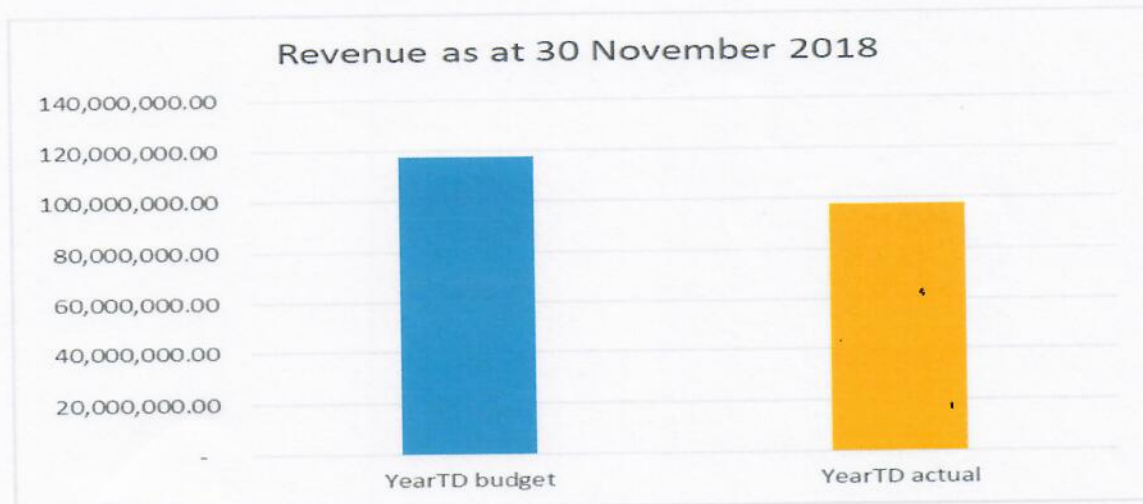
1.1.1 Introduction

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor and respective provincial treasury within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

1.1.2 Consolidated Performance

1.1.2.1 Statement of financial performance (Table c2, c4)

REVENUE (Table c2, c4)

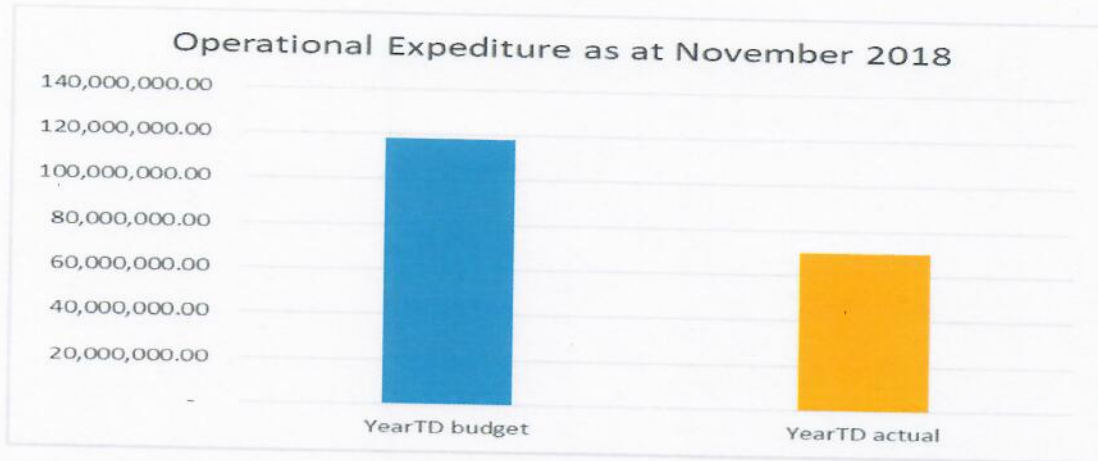


The total revenue received for the month of **October 2018** amount to **R8.5 Million**, and the year to date revenue amount to **R98 Million** in comparison to a year to date budgeted figure of **R117.5 Million**. There is a favorable variance of **R19.6 Million** which is due to the following reasons.

1. Transfer recognized – capital

The municipality is currently recognizing conditional grant such as Municipal Infrastructure Grant as liability which is the requirements if Generally Accepted Accounting Practice (GRAP). This grants will only be recognized as revenue once they have meet conditions of those grants.

OPERATIONAL EXPENDITURE (Table c2, c4)



Operating expenditure for the month of **November 2018** amounts to **R14.2 Million**, and the year to date actual is **R70.1 Million** which is reported against a year to date budget of **R118.8 Million**. There is an unfavorable variance of **R48 Million** due to the following reasons.

1. Employee related cost

This major variance is due to critical vacant posts not yet filled.

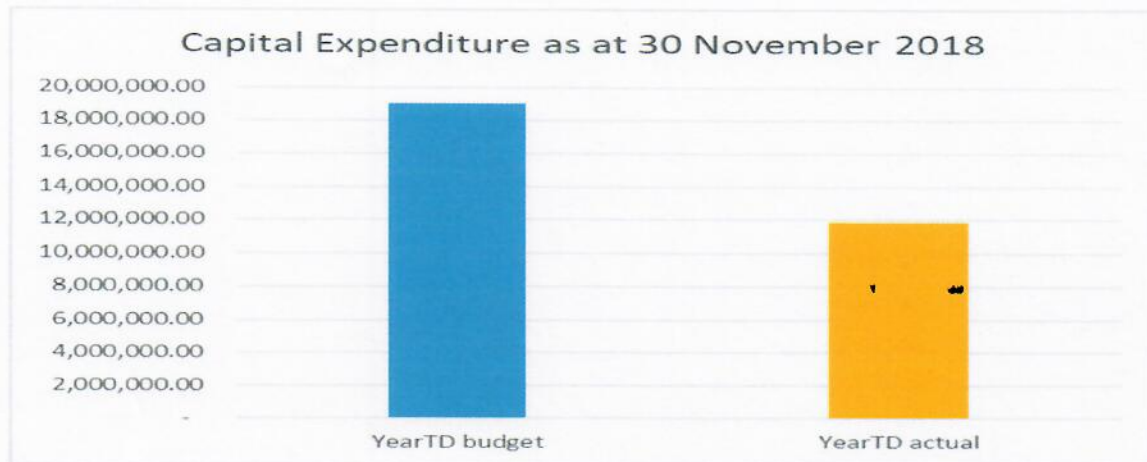
2. Depreciation and assets impairment

Currently the municipality is accounting for depreciation at year end.

3. Debt Impairment

Currently the municipality is accounting for debt impairment at year end

1.1.2.2 CAPITAL EXPENDITURE (Table C5)



Capital expenditure for the month of **November 2018** amounts to **R2 Million** and the year to date actual is **R11.8 Million** which is reported against a year to date budget of **R18.5 Million**. There is an unfavorable variance of **R6.7 Million**

Capital budget as at 30 November 2018

| Function | SegmentDesc | TotalBudget | 201,811.00 | TotalActual | Remaining Budget |
|--|--|----------------------|---------------------|----------------------|----------------------|
| Administration | Purchase Of Water Dispensors | 60,000.00 | 30,600.00 | 30,600.00 | 29,400.00 |
| Administration | Purchase of Furniture (500/305065) | 500,004.00 | 64,396.80 | 64,396.80 | 435,607.20 |
| Paks & Cemeteries | Landscaping & Greening (425/305071) | 750,000.00 | - | 714,400.00 | 35,600.00 |
| Electricity: Electricity | Network Design Software | 60,000.00 | - | - | 60,000.00 |
| Electricity: Electricity | TRANSFORMER REPLACEMENT 500KVA | 500,004.00 | - | - | 500,004.00 |
| Electricity: Electricity | Upgrade Municipal ESKON Supply | 3,000,000.00 | - | - | 3,000,000.00 |
| Electricity: Electricity | Replace PEX Cable in Ext 5 | 1,500,000.00 | - | - | 1,500,000.00 |
| Electricity: Electricity | Install RMU Cable to Connect Ext 5&6 | 849,996.00 | - | - | 849,996.00 |
| Electricity: Electricity | Truck Mounted Crane | 399,996.00 | - | - | 399,996.00 |
| Fleet Management: Fleet Mangement | TOOLS & EQUIPMENTS | 200,004.00 | - | - | 200,004.00 |
| Housing: Housing and Building | Air Conditioning | 300,000.00 | 16,000.00 | 16,000.00 | 284,000.00 |
| Information Communication Technology (ICT) | Replacement Of Switches | 134,000.00 | - | - | 134,000.00 |
| Information Communication Technology (ICT) | Purchase Of ICT Equipments | 39,996.00 | - | 18,099.00 | 21,897.00 |
| Information Communication Technology (ICT) | ICT Computers | 120,000.00 | - | - | 120,000.00 |
| Information Communication Technology (ICT) | Television | 12,996.00 | - | - | 12,996.00 |
| Information Communication Technology (ICT) | Sound System | 85,996.00 | - | - | 85,996.00 |
| Information Communication Technology (ICT) | PURCHASE OF PRINTERS | 69,996.00 | - | 26,589.90 | 43,406.10 |
| Licencing and Traffic | Machinery and Equipments | 500,000.00 | - | 286,700.00 | 213,300.00 |
| Licencing and Traffic | Dashboard Camera | 12,000.00 | - | - | 12,000.00 |
| Roads & Stormwater | Mamphogo Sports Complex (650/305178) | 12,151,228.00 | - | 4,702,780.09 | 7,448,447.91 |
| Roads & Stormwater | Upgrading Of Letebejane/Ditholong Internal Streets | 7,565,141.00 | - | - | 7,565,141.00 |
| Roads & Stormwater | Ngwalemong Internal Streets | 7,791,947.00 | 1,899,534.56 | 4,148,289.37 | 3,643,657.63 |
| Roads & Stormwater | Mashemong/Mooihoek Internal Street | 7,000,683.00 | - | 670,956.45 | 6,329,726.55 |
| Roads & Stormwater | Leeufontein Sports Complex | - | - | 1,181,159.00 | 1,181,159.00 |
| Solid Waste | Landfill Site Weighbridge 12M | 1,100,004.00 | - | - | 1,100,004.00 |
| Solid Waste | TIPPER TRUCK | 950,004.00 | - | - | 950,004.00 |
| Total | | 45,653,995.00 | 2,010,531.36 | 11,859,970.61 | 36,156,342.39 |

1.1.2.3 FINANCIAL POSITION

The municipality will be able to pay its current or short-term obligations and provide for a risk cover to enable it to continue operations at desired levels.

CASH FLOW STATEMENT

The cash flow statement report for **November 2018** indicates a favourable/positive closing balance (cash and cash equivalents).

LIM471 Ephraim Mogale - Table C7 Monthly Budget Statement - Cash Flow - M05 November

| Description | Ref | 2017/18 | Budget Year 2018/19 | | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|----------------|-----------------|-----------------|----------------|--------------------|-----------------|
| | | 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 | | | 30,248 | | 1,702 | 8,907 | 12,603 | (3,697) | -29% | 30,248 | |
| Service charges | | | 43,386 | | 4,751 | 22,480 | 18,077 | 4,403 | 24% | 43,386 | |
| Other revenue | | | 6,769 | | 1,133 | 5,429 | 2,820 | 2,609 | 92% | 6,769 | |
| Government - operating | | | 133,485 | | | 54,032 | 55,619 | (1,587) | -3% | 133,485 | |
| Government - capital | | | 32,823 | | | | 13,676 | (13,676) | -100% | 32,823 | |
| Interest | | | 15,294 | | 108 | 590 | 6,373 | (5,783) | -91% | 15,294 | |
| Dividends | | | | | | | | - | | | |
| Payments | | | | | | | | | | | |
| Suppliers and employees | | | (214,590) | | (14,174) | (69,811) | (70,291) | (479) | 1% | (214,590) | |
| Finance charges | | | (448) | | | (2) | (112) | (109) | 98% | (448) | |
| Transfers and Grants | | | (2,653) | | (22) | (368) | (663) | (295) | 45% | (2,653) | |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | | - | 44,315 | - | (6,502) | 21,256 | 38,103 | 16,847 | 44% | 44,315 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Proceeds on disposal of PPE | | | | | | | | - | | | |
| Decrease (Increase) in non-current debtors | | | | | | | | - | | | |
| Decrease (increase) other non-current receivables | | | | | | | | - | | | |
| Decrease (increase) in non-current investments | | | | | | | | - | | | |
| Payments | | | | | | | | | | | |
| Capital assets | | | (44,654) | | (2,011) | (11,860) | (18,606) | (6,746) | 36% | (44,654) | |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | | - | (44,654) | - | (2,011) | (11,860) | (18,606) | (6,746) | 36% | (44,654) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Short term loans | | | | | | | | - | | | |
| Borrowing long term/refinancing | | | | | | | | - | | | |
| Increase (decrease) in consumer deposits | | | | | | | | - | | | |
| Payments | | | | | | | | | | | |
| Repayment of borrowing | | | (1,535) | | | | (640) | (640) | 100% | (1,535) | |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | | - | (1,535) | - | - | (640) | (640) | 100% | (1,535) | |
| NET INCREASE/ (DECREASE) IN CASH HELD | | | | | | | | | | | |
| Cash/cash equivalents at beginning: | | | 124,746 | | (8,512) | 9,396 | 18,858 | | | (1,875) | |
| Cash/cash equivalents at monthly year end: | | | 122,871 | | | 134,142 | 143,604 | | | 122,871 | |

1.2.2.5 Conclusion

The total spending on the overall capital and operational budget of 2018/2019 financial year is **26%** and **25%** respectively, as at **31 November 2018**.

1.2 In-Year budget statement tables

1.2.1 Table C2: Monthly Budget Statement - Financial Performance (standard

Classification)

LIM471 Ephraim Mogale - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M05 November

| Description | Ref | Budget Year 2018/19 | | | | | | | | |
|--|-----|-------------------------------|--------------------|--------------------|-------------------|------------------|------------------|-----------------|----------------------|-----------------------|
| | | 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 | | | | | | | | | | |
| <i>Governance and administration</i> | | - | 187,378 | - | 3,867 | 73,146 | 78,074 | (4,928) | -6% | 187,378 |
| Executive and council | | - | 2,345 | - | 78 | 293 | 977 | (684) | -70% | 2,345 |
| Finance and administration | | - | 185,033 | - | 3,790 | 72,853 | 77,097 | (4,244) | -6% | 185,033 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| <i>Community and public safety</i> | | - | 400 | - | 16 | 90 | 167 | (77) | -46% | 400 |
| Community and social services | | - | 66 | - | 4 | 20 | 28 | (8) | -29% | 66 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | 334 | - | 12 | 70 | 139 | (69) | -49% | 334 |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | - | 32,857 | - | 9 | 26 | 13,691 | (13,664) | -100% | 32,857 |
| Planning and development | | - | 34 | - | 9 | 26 | 14 | 12 | 85% | 34 |
| Road transport | | - | 32,823 | - | - | - | 13,676 | (13,676) | -100% | 32,823 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | - | 57,955 | - | 4,626 | 24,623 | 24,148 | 476 | 2% | 57,955 |
| Energy sources | | - | 53,386 | - | 4,261 | 22,832 | 22,244 | 587 | 3% | 53,386 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | - | 4,568 | - | 365 | 1,792 | 1,903 | (112) | -6% | 4,568 |
| <i>Other</i> | 4 | - | 3,627 | - | 7 | 34 | 1,511 | (1,477) | -98% | 3,627 |
| Total Revenue - Functional | 2 | - | 282,217 | - | 8,526 | 97,920 | 117,590 | (19,670) | -17% | 282,217 |
| Expenditure - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | - | 176,056 | - | 7,777 | 37,947 | 72,706 | (34,759) | -48% | 176,056 |
| Executive and council | | - | 44,552 | - | 3,676 | 17,040 | 18,564 | (1,523) | -8% | 44,552 |
| Finance and administration | | - | 131,504 | - | 4,101 | 20,907 | 54,143 | (33,236) | -61% | 131,504 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| <i>Community and public safety</i> | | - | 22,806 | - | 1,222 | 6,370 | 9,503 | (3,133) | -33% | 22,806 |
| Community and social services | | - | 9,060 | - | 609 | 2,879 | 3,775 | (896) | -24% | 9,060 |
| Sport and recreation | | - | 2,108 | - | 106 | 532 | 878 | (346) | -39% | 2,108 |
| Public safety | | - | - | - | - | - | - | - | - | - |
| Housing | | - | 7,481 | - | 223 | 1,464 | 3,117 | (1,653) | -53% | 7,481 |
| Health | | - | 4,157 | - | 283 | 1,495 | 1,732 | (237) | -14% | 4,157 |
| <i>Economic and environmental services</i> | | - | 20,876 | - | 1,082 | 5,208 | 8,698 | (3,490) | -40% | 20,876 |
| Planning and development | | - | 5,458 | - | 158 | 991 | 2,274 | (1,284) | -56% | 5,458 |
| Road transport | | - | 15,418 | - | 924 | 4,217 | 6,424 | (2,207) | -34% | 15,418 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | - | 53,385 | - | 3,299 | 16,672 | 22,244 | (5,572) | -25% | 53,385 |
| Energy sources | | - | 47,449 | - | 2,907 | 14,750 | 19,770 | (5,021) | -25% | 47,449 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | - | 5,936 | - | 391 | 1,922 | 2,473 | (551) | -22% | 5,936 |
| <i>Other</i> | | - | 12,140 | - | 816 | 3,984 | 5,058 | (1,074) | -21% | 12,140 |
| Total Expenditure - Functional | 3 | - | 285,263 | - | 14,195 | 70,181 | 118,209 | (48,028) | -41% | 285,263 |
| Surplus/ (Deficit) for the year | | - | (3,046) | - | (5,669) | 27,739 | (619) | 28,358 | -4583% | (3,046) |

This table reflects the operating budget (Financial Performance) in the standard classifications which is the Government Finance Statistics Functions and Sub-function. These are used by National Treasury to assist in the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures being used by the different institutions. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services. It is for this

reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3. (See executive summary for detail explanation on variances)

1.1.2 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

LIM471 Ephraim Mogale - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

| Description | Ref | 2017/18 | Budget Year 2018/19 | | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|----------|
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast | |
| R thousands | | | | | | | | | | | |
| Revenue By Source | | | | | | | | | | | |
| Property rates | | | 37,810 | | 2,938 | 14,523 | 15,754 | (1,231) | -8% | 37,810 | |
| Service charges - electricity revenue | | | 50,000 | | 4,262 | 22,808 | 20,833 | 1,975 | 9% | 50,000 | |
| Service charges - water revenue | | | - | | | | | | | | |
| Service charges - sanitation revenue | | | - | | | | | | | | |
| Service charges - refuse revenue | | | 4,232 | | 365 | 1,791 | 1,763 | 27 | 2% | 4,232 | |
| Service charges - other | | | | | | | | | | | |
| Rental of facilities and equipment | | | 225 | | 12 | 64 | 94 | (30) | -32% | 225 | |
| Interest earned - external investments | | | 9,274 | | 227 | 1,386 | 3,864 | (2,479) | -64% | 9,274 | |
| Interest earned - outstanding debtors | | | 6,020 | | 621 | 2,893 | 2,508 | 384 | 15% | 6,020 | |
| Dividends received | | | | | | | | | | | |
| Fines, penalties and forfeits | | | 96 | | 7 | 32 | 40 | (8) | -20% | 96 | |
| Licences and permits | | | 2,642 | 448 | | | 1,101 | (1,101) | -100% | 2,642 | |
| Agency services | | | 888 | | | | 370 | (370) | -100% | 888 | |
| Transfers and subsidies | | | 133,485 | | | 54,032 | 55,000 | (968) | -2% | 133,485 | |
| Other revenue | | | 2,918 | | 94 | 392 | 1,216 | (824) | -68% | 2,918 | |
| Gains on disposal of PPE | | | | | | | | | | | |
| Total Revenue (excluding capital transfers and contributions) | | | - | 247,591 | 448 | 8,526 | 97,920 | 102,544 | (4,624) | -5% | 247,591 |
| Expenditure By Type | | | | | | | | | | | |
| Employee related costs | | | 92,789 | 9,957 | 6,091 | 30,162 | 38,662 | (8,500) | -22% | 92,789 | |
| Remuneration of councillors | | | 13,525 | | 1,001 | 5,057 | 5,635 | (578) | -10% | 13,525 | |
| Debt impairment | | | 17,679 | | | | 7,366 | (7,366) | -100% | 17,679 | |
| Depreciation & asset impairment | | | 47,700 | | | | 19,875 | (19,875) | -100% | 47,700 | |
| Finance charges | | | 448 | | | 2 | 186 | (184) | -99% | 448 | |
| Bulk purchases | | | 34,341 | | 2,502 | 13,075 | 14,309 | (1,234) | -9% | 34,341 | |
| Other materials | | | 12,214 | | 233 | 1,350 | 5,089 | (3,739) | -73% | 12,214 | |
| Contracted services | | | 12,288 | | 488 | 2,887 | 5,120 | (2,233) | -44% | 12,288 | |
| Transfers and subsidies | | | 2,653 | | 22 | 368 | 1,105 | (738) | -67% | 2,653 | |
| Other expenditure | | | 50,627 | | 3,859 | 17,279 | 21,095 | (3,815) | -18% | 50,627 | |
| Loss on disposal of PPE | | | | | | | | | | | |
| Total Expenditure | | | - | 284,263 | 9,957 | 14,195 | 70,181 | 118,443 | (48,261) | -41% | 284,263 |
| Surplus/(Deficit) | | | | | | | | | | | |
| Transfers and subsidies - capital (interimly allocated) | | | - | (36,672) | (9,510) | (5,669) | 27,739 | (15,899) | 43,638 | (0) | (36,672) |
| (National / Provincial and District) | | | | 32,823 | | | | 13,676 | (13,676) | (0) | 32,823 |
| (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 | | | - | (3,849) | (9,510) | (5,669) | 27,739 | (2,223) | | | (3,849) |
| Taxation | | | | | | | | | | | |
| Surplus/(Deficit) after taxation | | | - | (3,849) | (9,510) | (5,669) | 27,739 | (2,223) | | | (3,849) |
| Attributable to minorities | | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | | | - | (3,849) | (9,510) | (5,669) | 27,739 | (2,223) | | | (3,849) |
| Share of surplus/ (deficit) of associate | | | | | | | | | | | |
| Surplus/ (Deficit) for the year | | | - | (3,849) | (9,510) | (5,669) | 27,739 | (2,223) | | | (3,849) |

Table C4 indicates revenue by source which indicates the types of income budgeted for and the performance of these items individually and expenditure by type reflecting operational budget per main type/category of expenditure. (See executive summary for detail explanation on variances)

1.1.3 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

| LIM471 Ephraim Mogale - Table C5 Monthly Budget Statement - Capital Expenditure - Q1 First Quarter | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| Vote Description | Ref | 2017/18 | Budget Year 2018/19 | | | | | | | |
| | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % | Full Year Forecast |
| R thousands | 1 | | | | | | | | | |
| Capital Expenditure - Functional Classification | | | | | | | | | | |
| <i>Governance and administration</i> | | - | 1,223 | - | 18 | 18 | 306 | (288) | -94% | 1,223 |
| Executive and council | | | | | | | | - | | |
| Finance and administration | | | 1,223 | | 18 | 18 | 306 | (288) | -94% | 1,223 |
| Internal audit | | | | | | | | - | | |
| <i>Community and public safety</i> | | - | 1,562 | - | - | - | 391 | (391) | -100% | 1,562 |
| Community and social services | | | 750 | | | | 188 | (188) | -100% | 750 |
| Sport and recreation | | | | | | | | - | | |
| Public safety | | | 512 | | | | 128 | (128) | -100% | 512 |
| Housing | | | 300 | | | | 75 | (75) | -100% | 300 |
| Health | | | | | | | | - | | |
| <i>Economic and environmental services</i> | | - | 34,509 | - | - | 4,084 | 5,751 | (1,668) | -29% | 34,509 |
| Planning and development | | | | | | | | - | | |
| Road transport | | | 34,509 | | - | 4,084 | 5,751 | (1,668) | -29% | 34,509 |
| Environmental protection | | | | | | | | - | | |
| <i>Trading services</i> | | - | 8,360 | - | - | - | 2,090 | (2,090) | -100% | 8,360 |
| Energy sources | | | 6,310 | | | | 1,578 | (1,578) | -100% | 6,310 |
| Water management | | | | | | | | - | | |
| Waste water management | | | 2,050 | | | | 513 | (513) | -100% | 2,050 |
| Waste management | | | | | | | | - | | |
| <i>Other</i> | | | | | | | | - | | |
| Total Capital Expenditure - Functional Classification | 3 | - | 45,654 | - | 18 | 4,102 | 8,538 | (4,436) | -52% | 45,654 |
| Funded by: | | | | | | | | | | |
| National Government | | | 31,576 | | - | 4,084 | 7,894 | (3,810) | -48% | 31,576 |
| Provincial Government | | | | | | | | - | | |
| District Municipality | | | | | - | | | - | | |
| Other transfers and grants | | | | | | | | - | | |
| Transfers recognised - capital | | - | 31,576 | - | - | 4,084 | 7,894 | (3,810) | -48% | 31,576 |
| Public contributions & donations | 5 | | | | | | | - | | |
| Borrowing | 6 | | | | | | | - | | |
| Internally generated funds | | | 14,078 | | 18 | 18 | 644 | (626) | -97% | 14,078 |
| Total Capital Funding | | - | 45,654 | - | 18 | 4,102 | 8,538 | (4,436) | -52% | 45,654 |

Table c5 indicates capital expenditure budget and performance by vote. (See executive summary for detail explanation on variances)

1.2.6 Table C6: Monthly Budget Statement - Financial Position

This format of presenting the statement of financial position aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as "accounting" Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first. (See executive summary for more detail).

1.2.7 Table C7: Monthly Budget Statement - Cash Flow

The municipality cash flow shows a favourable/positive closing balance.

PART 2 – SUPPORTING DOCUMENTS

2.1 Debtors' Analysis

| EPHRAIM MOGALE LOCAL MUNICIPALITY FINANCIAL YEAR 2018 / 19 AGEING REPORT NOVEMBER 2018 GL | | | | | | | |
|---|---------------------|---------------------|----------------------|---------------------|---------------------|----------------------|-----------------------|
| Type of Service | 30 Days 2018/11 | 60 Days 2018/10 | 90 Days 2018/09 | 120 Days 2018/08 | 150 Days 2018/07 | 150 Plus 2018/06 | Total |
| <i>Electricity</i> | 3571097.36 | 569653.81 | 531351.55 | 578309.69 | 509464.91 | 6630929.96 | 12,390,807.28 |
| <i>Refuse</i> | 330190.43 | 135485.07 | 115372.95 | 110481.3 | 105067.94 | 2915933.69 | 3,712,531.38 |
| <i>Rates</i> | 2530407.64 | 1498915.14 | 11565299.3 | 1249089.73 | 6254512.13 | 44311920.71 | 67,410,144.65 |
| <i>Other</i> | 266013.27 | 679347.18 | 625133.3 | 621543.52 | 1573262.51 | 18224067.46 | 21,989,367.24 |
| Total | 6,697,708.70 | 2,883,401.20 | 12,837,157.10 | 2,559,424.24 | 8,442,307.49 | 72,082,851.82 | 105,502,850.55 |
| Category | 2018/11 | 2018/10 | 2018/09 | 2018/08 | 2018/07 | 2018/06 | Total |
| <i>Psi</i> | 1904.19 | 1901.84 | 15684.82 | 1789.21 | 1805.86 | 95064.56 | 118,150.48 |
| <i>State</i> | 2228.73 | 2228.53 | 14518.5 | 2192.61 | 2192.61 | 74555.88 | 97,916.86 |
| <i>Farms / agri</i> | 1485756.01 | 1320494.04 | 7393707.07 | 1210310.8 | 900582.46 | 42806060.87 | 55,116,911.25 |
| <i>Business</i> | 1866125.18 | 421969.52 | 1012535.85 | 443815.94 | 866629.9 | 3986241.96 | 8,597,318.35 |
| <i>Churches</i> | 16160.67 | 1687.57 | 15628.92 | 1593.04 | 1587.04 | 30566.28 | 67,223.52 |
| <i>Commercial</i> | 0 | 0 | 0 | -1.62 | 0 | 29223.26 | 29,221.64 |
| <i>Domestic</i> | 0 | 0 | 0 | 0 | 0 | 15058.42 | 15,058.42 |
| <i>Industrial</i> | 774709.11 | 168519.76 | 139096.66 | 133956.31 | 123378.32 | 3871204.4 | 5,210,864.56 |
| <i>Municipality</i> | 58098.57 | 57016.98 | 82925.83 | 60133.23 | 66205.32 | 647826.87 | 972,206.80 |
| <i>Residential</i> | 2456286.78 | 903119.11 | 4158218.18 | 704031.16 | 6496201.74 | 20645527.63 | 35,363,384.60 |
| <i>School/hosp</i> | 36439.46 | 6463.85 | 8809.69 | 4601.7 | 144.74 | 7607.59 | 64,067.03 |
| <i>State Owned</i> | 0 | 0 | -3968.42 | -2998.14 | -16420.5 | -126085.9 | -149,472.96 |
| Total | 6,697,708.70 | 2,883,401.20 | 12,837,157.10 | 2,559,424.24 | 8,442,307.49 | 72,082,851.82 | 105,502,850.55 |

The Debtors report has been prepared on the basis of the format required to be lodged electronically with National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. Outstanding debtors as at **31 November 2018** amount to **R105 Million**.

2.2 Creditors' Analysis

The Municipality is paying its creditors within 30 days as prescribed by MFMA.

2.3 Investment portfolio analysis

The municipality has invested R80 Million at a rate of 9.15% over 12 month with VBS Mutual Bank.

2.4 Allocation and grants receipts expenditure

Additional allocations will be received during the month of December 2018.

2.5 Councilors allowances and Employee benefits

The employee benefits and councilors allowance for November 2018 is R6 Million and R1 Million respectively.



EPHRAIM MOGALE LOCAL MUNICIPALITY QUALITY CERTIFICATE

I, **Lekola M** the acting municipal manager of **Ephraim Mogale Local Municipality**, here by certify that-

- the monthly budget statement

for the month of **November 2018** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act

Print name **Lekola M**

Municipal manager of **Ephraim Mogale Local Municipality (LIM471)**

Signature _____

Date _____

12/12/2018