

**EPHRAIM MOGALE**



**LOCAL MUNICIPALITY (LIM471)**

Monthly Budget Monitoring Report  
(Section 71 of MFMA)

**31 March 2017**

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## 1.1 Executive summary

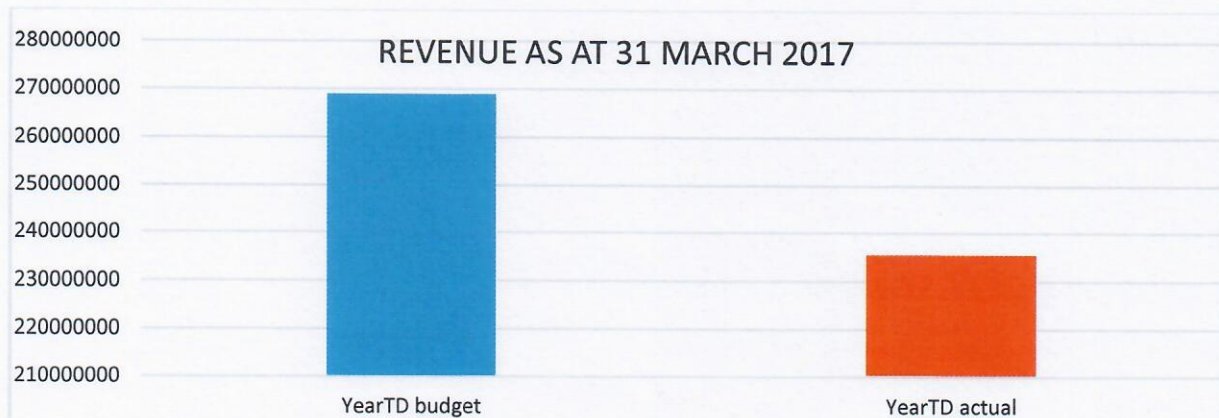
### 1.1.1 Introduction

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)

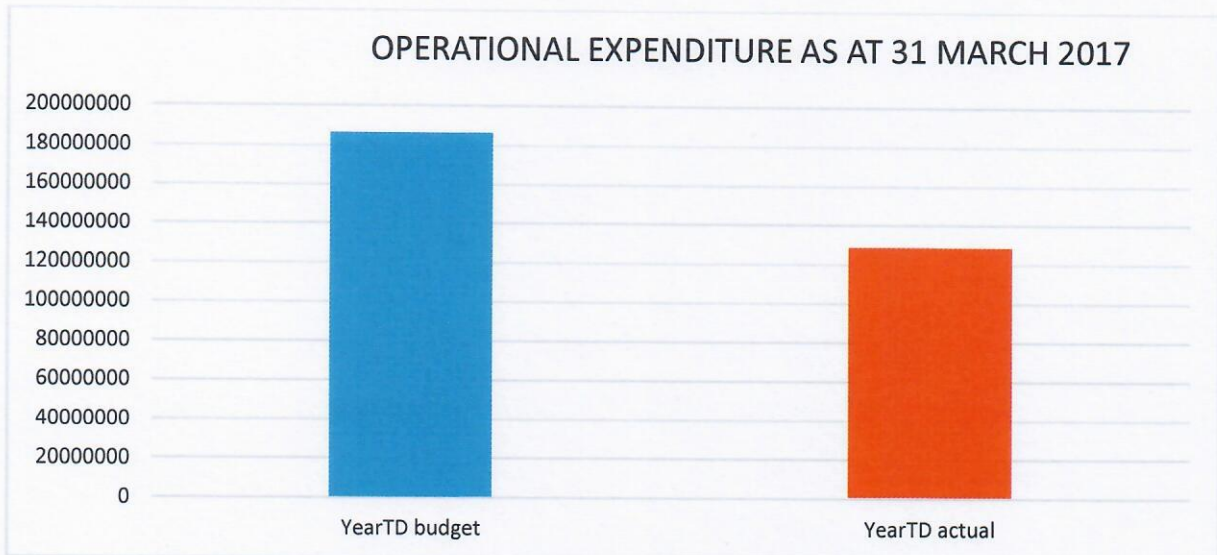


The total revenue received for the month of **March 2017** amounts to **R41 Million**, and the year to date revenue amount to **R235 Million** in comparison to a year to date budgeted figure of **R268 Million**. There is an unfavorable variance of **R33 Million** which is due to the following reasons.

1. Transfer recognized – capital

The municipality is currently recognizing conditional grant such as Municipal Infrastructure Grant as liability which is the requirements of 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, c3, c4)



Operating expenditure for the month of **March 2017** amounts to **R 17.7 Million**, and the year to date actual is **R128 Million** which is reported against a year to date budget of **R186 Million**. There is an unfavorable variance of **R57 Million** due to the following reasons.

1. Employee related cost

This major variance is due to critical vacant posts not yet filled .E.G Director Corporate services and Planning.

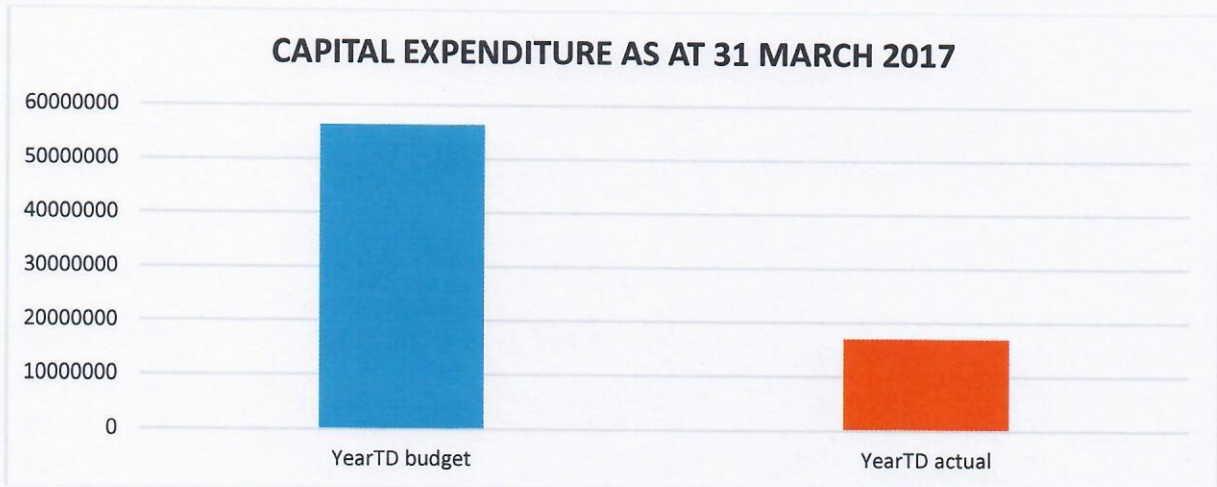
2. Depreciation and asserts impairment

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 **March 2017** amounts to **R 3 Million**.

Capital expenditure year to date actual is **R16.7 Million**, compared to year to date budget of **R 56 Million**. The variance of **R39 Million** is due to the following reasons. (See attached capital progress report below)

#### MAMPHOGO SPORTS COMPLEX

- Consultant is buy with designs. Fist claim has been submitted.

#### Phetwane Internal road

- Contractor on site. Work has commenced.

#### Ngwalemong Internal Street

- Specification has been convened. Tender has been advertised, closing date if 17 March 2017.

#### Construction N:11 Dualisation

- Project to be implemented by SANRAL, Awaiting the process of incorporating N11 in town to R573 scope of work

#### Stormwater EXT:6

- Construction in progress, 21% has been spent as of 31 March 2017.

#### Rathoke internal street

- Contractor has been appointed.

### Capital budget as at 31 March 2017

DEP	ITERM	PROJECTS	FUNDING	CAPITAL BUDGET 2016/2017	Y.T.D ACTUALS	VARIENCE	%
220	305021	EXTENSION OF OFFICES	OWN	500,000.00	-	500,000.00	0%
220	305164	NEW ENTRANCE-BOOM GATE	OWN	250,000.00	-	250,000.00	0%
220	305167	LEARNERS LICENSE SOFTWARE	OWN	284,000.00	-	284,000.00	0%
220	305170	PALISADE FENCING	OWN	500,000.00	-	500,000.00	0%
225	305070	MACHINERY & EQUIPMENT	OWN	190,000.00	1,313.16	188,686.84	1%
225	305080	NEW VEHICLES	OWN	500,000.00	-	500,000.00	0%
260	305162	MAST LIGHT CONNECTIONS	OWN	200,000.00	-	200,000.00	0%
260	305165	NEW ENTRANCE-BOOM GATE	OWN	250,000.00	-	250,000.00	0%
260	305169	MATLALA RAMOSHEBO MAST RETROIT	OWN	430,000.00	384,930.00	45,070.00	90%
260	305171	ENERGY MASTERPLAN & OM PLAN	OWN	500,000.00	-	500,000.00	0%
260	305173	GENERATOR FOR OFFICE FIN 100KV	OWN	515,357.50	-	515,357.50	0%
260	305174	DENSIFICATION EXT 1 & 3	OWN	930,000.00	-	930,000.00	0%
260	305176	INDUSTRIAL SUBSTATION 2ND SUPP	OWN	1,200,000.00	-	1,200,000.00	0%
260	305179	UPGRADE EXT 2 PHASE 2	OWN	1,400,000.00	85,277.00	1,314,723.00	6%
335	305166	RESURFACING OF TENNIS COURTS	OWN	250,000.00	-	250,000.00	0%
360	305070	MACHINERY & EQUIPMENT	OWN	460,000.00	-	460,000.00	0%
360	305159	FENCING OF ACCESS ROAD	OWN	160,000.00	-	160,000.00	0%
360	305172	WEIGHBRIDGE WITH SOFTWARE	OWN	700,000.00	-	700,000.00	0%
425	305070	MACHINERY & EQUIPMENT	OWN	980,000.00	-	980,000.00	0%
425	305071	LANDSCAPING& GREENING PROJECT	OWN	1,120,000.00	-	1,120,000.00	0%
425	305163	ELECTRONIC BILLBOARDS	OWN	200,000.00	-	200,000.00	0%
500	305051	MAINTANANCE OF FIRE DETECTORS	OWN	21,600.00	4,864.00	16,736.00	23%
500	305065	PURCHASE OF FURNITURE	OWN	550,000.00	285,755.00	264,245.00	52%
500	305168	RECORD MANAGEMENT	OWN	400,000.00	232,162.00	167,838.00	58%
505	305101	MAYORAL VEHICLE	OWN	800,000.00	-	800,000.00	0%
625	305021	PROVISION OF OFFICE SPACE	OWN	800,000.00	-	800,000.00	0%
650	305077	ROAD & STORM WATER MASTERPLAN	OWN	500,000.00	174,870.85	325,129.15	35%
650	305080	VEHICLES	OWN	400,000.00	-	400,000.00	0%
650	305146	CONSTRUCTION: N 11 DUALISATION	OWN	6,900,000.00	-	6,900,000.00	0%
650	305147	STORMWATER EXT: 6	OWN	6,000,000.00	1,240,855.00	4,759,145.00	21%
650	305175	CONSTRUCTION OF INDUSTRIA ROAD	OWN	1,000,000.00	-	1,000,000.00	0%
650	305180	REHAB LEEWONTEIN INTERNAL STR	OWN	2,000,000.00	-	2,000,000.00	0%
650	305183	CONSULTANCY SERVICES	OWN	200,000.00	-	200,000.00	0%
650	305185	REHABILITATION INTERNAL STREET	OWN	2,500,000.00	-	2,500,000.00	0%
650	305143	MOHLALAOTWANE INTERNAL ST	OWN	-	8,890,617.67	(8,890,617.67)	-
				<b>33,590,957.50</b>	<b>11,300,644.68</b>	<b>22,290,312.82</b>	<b>34%</b>
300	260001	PMU ESTABLISHMENT	MIG	1,517,000.00	1,089,260.00	427,740.00	72%
650	305137	ELANDSKRAAL INTERNAL STREETS	MIG	7,000,000.00	1,612,566.00	5,387,434.00	23%
650	305177	MASHEMONG/MOIHOEK	MIG	1,200,000.00	-	1,200,000.00	0%
650	305178	MAMPHOGO SPORTS COMPLEX	MIG	1,200,000.00	-	1,200,000.00	0%
650	305181	RATHOKE INTERNAL STREET	MIG	7,000,000.00	486,284.00	6,513,716.00	7%
650	305182	NGWALEMONG INTERNAL STREETS	MIG	7,000,000.00	1,660,786.00	5,339,214.00	24%
650	305184	PHETWANE INT ROAD	MIG	7,000,000.00	628,984.00	6,371,016.00	9%
				<b>31,917,000.00</b>	<b>5,477,880.00</b>	<b>26,439,120.00</b>	<b>17%</b>
				<b>65,507,957.50</b>	<b>16,778,524.68</b>	<b>48,729,432.82</b>	<b>26%</b>

### **1.1.2.3 FINANCIAL POSITION (Table C6)**

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. (See table c6)

### **CASH FLOW STATEMENT (Table C7)**

The cash flow statement report for **March 2017** indicates a favourable/positive closing balance (cash and cash equivalents).

### **1.2.2.5 Conclusion**

The total spending on the overall capital and operational budget of 2016/2017 financial year is **26%** and **52%** respectively, as at **31 March 2017**.

## 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 (standard classification) - M09 March

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
<b>R thousands</b>	1									
<b>Revenue - Standard</b>										
<b>Governance and administration</b>		153,235	156,477	-	33,319	185,731	194,778	(9,047)	-5%	156,477
Executive and council		7,526	8,286	-	197	762	6,215	(5,452)	-88%	8,286
Budget and treasury office		145,709	148,190	-	33,121	184,969	188,564	(3,595)	-2%	148,190
Corporate services		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		173	2,570	-	20	811	1,927	(1,116)	-58%	2,570
Community and social services		34	30	-	2	23	22	1	4%	30
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	2,275	-	9	695	1,706	(1,011)	-59%	2,275
Housing		138	265	-	9	93	199	(106)	-53%	265
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		59,128	43,848	-	3,214	8,350	28,236	(19,887)	-70%	43,848
Planning and development		674	-	-	-	-	-	-	-	-
Road transport		58,454	43,848	-	3,214	8,350	28,236	(19,887)	-70%	43,848
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		51,768	58,611	-	4,592	40,542	43,959	(3,417)	-8%	58,611
Electricity		47,076	54,204	-	4,283	35,304	40,653	(5,349)	-13%	54,204
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		4,692	4,408	-	309	5,238	3,306	1,932	58%	4,408
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	264,304	261,506	-	41,145	235,434	268,900	(33,467)	-12%	261,506
<b>Expenditure - Standard</b>										
<b>Governance and administration</b>		107,397	145,935	-	8,289	60,996	109,451	(48,455)	-44%	145,935
Executive and council		25,027	32,561	-	2,514	20,222	24,421	(4,199)	-17%	32,561
Budget and treasury office		62,364	88,570	-	3,553	25,431	66,428	(40,997)	-62%	88,570
Corporate services		20,005	24,804	-	2,222	15,344	18,603	(3,259)	-18%	24,804
<b>Community and public safety</b>		13,272	17,549	-	2,406	11,489	13,162	(1,673)	-13%	17,549
Community and social services		4,810	7,185	-	750	4,629	5,389	(760)	-14%	7,185
Sport and recreation		1,121	1,845	-	91	1,075	1,383	(308)	-22%	1,845
Public safety		2,851	3,331	-	979	2,796	2,498	298	12%	3,331
Housing		4,490	5,189	-	586	2,988	3,891	(903)	-23%	5,189
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		29,769	38,380	-	1,986	22,439	28,785	(6,346)	-22%	38,380
Planning and development		1,656	4,105	-	292	2,033	3,079	(1,046)	-34%	4,105
Road transport		28,113	34,275	-	1,694	20,406	25,706	(5,300)	-21%	34,275
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		51,033	46,391	-	5,020	33,350	34,794	(1,443)	-4%	46,391
Electricity		43,731	39,186	-	4,700	30,278	29,390	888	3%	39,186
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		7,302	7,205	-	320	3,072	5,404	(2,332)	-43%	7,205
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Standard</b>	3	201,471	248,256	-	17,701	128,274	186,192	(57,918)	-31%	248,256
<b>Surplus/ (Deficit) for the year</b>		62,833	13,250	-	23,444	107,160	82,708	24,451	30%	13,250

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) - M09 March

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
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		29,798	28,372		2,575	24,900	21,279	3,621	17%	28,372
Property rates - penalties & collection charges										
Service charges - electricity revenue		45,785	54,204		4,181	35,097	40,653	(5,556)	-14%	54,204
Service charges - water revenue										
Service charges - sanitation revenue										
Service charges - refuse revenue		3,216	4,408		309	5,343	3,306	2,037	62%	4,408
Service charges - other										
Rental of facilities and equipment		138	209		7	63	157	(94)	-60%	209
Interest earned - external investments		4,677	1,241		144	1,222	930	291	31%	1,241
Interest earned - outstanding debtors		3,502	2,376		437	3,226	1,782	1,444	81%	2,376
Dividends received										
Fines		1,554	731		9	162	548	(386)	-70%	731
Licences and permits		2,457	3,396		252	1,892	2,547	(654)	-26%	3,396
Agency services		3,994	8,078		627	4,923	6,059	(1,136)	-19%	8,078
Transfers recognised - operational		121,961	120,624		29,616	118,185	106,858	11,327	11%	120,624
Other revenue		913	5,350		653	6,636	69,295	(62,659)	-90%	5,350
Gains on disposal of PPE			600							600
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>217,995</b>	<b>229,589</b>	<b>-</b>	<b>38,809</b>	<b>201,649</b>	<b>253,414</b>	<b>(51,765)</b>	<b>-20%</b>	<b>229,589</b>
<b>Expenditure By Type</b>										
Employee related costs		59,377	70,710		5,088	39,673	53,032	(13,359)	-25%	70,710
Remuneration of councillors		10,633	11,663		878	7,024	8,747	(1,724)	-20%	11,663
Debt impairment		3,497	7,314				5,486	(5,486)	-100%	7,314
Depreciation & asset impairment		41,399	44,944				33,708	(33,708)	-100%	44,944
Finance charges		2,429	798		19	181	598	(418)	-70%	798
Bulk purchases		27,803	29,355		4,234	24,062	22,016	2,046	9%	29,355
Other materials		7,879	13,093		1,787	4,166	9,820	(5,654)	-58%	13,093
Contracted services		4,680	8,821			4,013	6,616	(2,603)	-39%	8,821
Transfers and grants		1,937	2,750		741	1,313	2,062	(750)	-36%	2,750
Other expenditure		37,034	58,808		4,954	47,842	44,106	3,736	8%	58,808
Loss on disposal of PPE										
<b>Total Expenditure</b>		<b>196,668</b>	<b>248,256</b>	<b>-</b>	<b>17,701</b>	<b>128,274</b>	<b>186,192</b>	<b>(57,918)</b>	<b>-31%</b>	<b>248,256</b>
<b>Surplus/(Deficit)</b>										
		<b>21,327</b>	<b>(18,667)</b>	<b>-</b>	<b>21,108</b>	<b>73,375</b>	<b>67,222</b>	<b>6,153</b>	<b>0</b>	<b>(18,667)</b>
Transfers recognised - capital		46,309	31,917		2,336	3,077	17,288	(14,211)	(0)	31,917
Contributions recognised - capital										
Contributed assets										
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>67,636</b>	<b>13,250</b>	<b>-</b>	<b>23,444</b>	<b>76,451</b>	<b>84,510</b>			<b>13,250</b>
Taxation										
<b>Surplus/(Deficit) after taxation</b>		<b>67,636</b>	<b>13,250</b>	<b>-</b>	<b>23,444</b>	<b>76,451</b>	<b>84,510</b>			<b>13,250</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>67,636</b>	<b>13,250</b>	<b>-</b>	<b>23,444</b>	<b>76,451</b>	<b>84,510</b>			<b>13,250</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>67,636</b>	<b>13,250</b>	<b>-</b>	<b>23,444</b>	<b>76,451</b>	<b>84,510</b>			<b>13,250</b>

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 (municipal vote, standard classification and funding) - M09 March

Vote 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
<b>R thousands</b>									
<b>Capital Expenditure - Standard Classification</b>									
<i>Governance and administration</i>	140	1,772	-	319	523	443	79	18%	1,772
Executive and council	82	800					-		800
Budget and treasury office							-		
Corporate services	58	972		319	523	443	79	18%	972
<i>Community and public safety</i>	2,131	5,574	-	-	1	2,802	(2,801)	-100%	5,574
Community and social services	1,732	2,300				1,440	(1,440)	-100%	2,300
Sport and recreation		250				250	(250)	-100%	250
Public safety	399	2,224			1	1,112	(1,111)	-100%	2,224
Housing		800					-		800
Health							-		
<i>Economic and environmental services</i>	60,558	51,417	-	2,806	16,254	51,000	(34,746)	-68%	51,417
Planning and development							-		
Road transport	60,558	51,417		2,806	16,254	51,000	(34,746)	-68%	51,417
Environmental protection							-		
<i>Trading services</i>	2,151	6,745	-	-	-	2,175	(2,175)	-100%	6,745
Electricity	2,151	5,425				1,675	(1,675)	-100%	5,425
Water							-		
Waste water management							-		
Waste management		1,320				500	(500)	-100%	1,320
<i>Other</i>							-		
<b>Total Capital Expenditure - Standard Classification</b>	<b>64,980</b>	<b>65,508</b>	<b>-</b>	<b>3,125</b>	<b>16,779</b>	<b>56,420</b>	<b>(39,642)</b>	<b>-70%</b>	<b>65,508</b>
<b>Funded by:</b>									
National Government	46,309	31,917		2,336	5,478	20,288	(14,810)	-73%	31,917
Provincial Government							-		
District Municipality							-		
Other transfers and grants							-		
<b>Transfers recognised - capital</b>	<b>46,309</b>	<b>31,917</b>	<b>-</b>	<b>2,336</b>	<b>5,478</b>	<b>20,288</b>	<b>(14,810)</b>	<b>-73%</b>	<b>31,917</b>
<b>Public contributions &amp; donations</b>							-		
<b>Borrowing</b>							-		
<b>Internally generated funds</b>	<b>18,671</b>	<b>33,591</b>	<b>-</b>	<b>790</b>	<b>11,301</b>	<b>36,132</b>	<b>(24,832)</b>	<b>-69%</b>	<b>33,591</b>
<b>Total Capital Funding</b>	<b>64,980</b>	<b>65,508</b>	<b>-</b>	<b>3,125</b>	<b>16,779</b>	<b>56,420</b>	<b>(39,642)</b>	<b>-70%</b>	<b>65,508</b>

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

### LIM471 Ephraim Mogale - Table C6 Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		113,249	62,352		151,787	62,352
Call investment deposits		340	15,900		24,809	15,900
Consumer debtors		9,399	7,437		70,722	7,437
Other debtors		40,203	19,970		6,071	19,970
Current portion of long-term receivables					-	
Inventory		792	848		844	848
<b>Total current assets</b>		<b>163,982</b>	<b>106,507</b>	<b>-</b>	<b>254,232</b>	<b>106,507</b>
<b>Non current assets</b>						
Long-term receivables						
Investments		-	23,850		24,938	23,850
Investment property		57,563	120,000	-	57,563	120,000
Investments in Associate						
Property, plant and equipment		803,262	829,058		816,528	829,058
Agricultural						
Biological assets						
Intangible assets						
Other non-current assets		82				
<b>Total non current assets</b>		<b>860,907</b>	<b>972,908</b>	<b>-</b>	<b>899,029</b>	<b>972,908</b>
<b>TOTAL ASSETS</b>		<b>1,024,889</b>	<b>1,079,415</b>	<b>-</b>	<b>1,153,261</b>	<b>1,079,415</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft					-	
Borrowing		1,538				
Consumer deposits		1,530	1,346		1,520	1,346
Trade and other payables		50,961	45,240		68,465	45,240
Provisions		806	207		8,505	207
<b>Total current liabilities</b>		<b>54,835</b>	<b>46,793</b>	<b>-</b>	<b>78,490</b>	<b>46,793</b>
<b>Non current liabilities</b>						
Borrowing		2,071			2,071	
Provisions		26,419	28,830		26,549	28,830
<b>Total non current liabilities</b>		<b>28,489</b>	<b>28,830</b>	<b>-</b>	<b>28,620</b>	<b>28,830</b>
<b>TOTAL LIABILITIES</b>		<b>83,324</b>	<b>75,623</b>	<b>-</b>	<b>107,110</b>	<b>75,623</b>
<b>NET ASSETS</b>	2	<b>941,565</b>	<b>1,003,792</b>	<b>-</b>	<b>1,046,152</b>	<b>1,003,792</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		941,484	1,003,792		1,046,152	1,003,792
Reserves		82			-	
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>941,565</b>	<b>1,003,792</b>	<b>-</b>	<b>1,046,152</b>	<b>1,003,792</b>

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

#### Supporting Table SC3

LIM471 Ephraim Mogale - Supporting Table SC3 Monthly Budget Statement - aged debtors - M09 March

Description	NT Code	Budget Year 2016/17									Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200												
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3,958	490	330	348	232	3,237			8,596	3,817		
Receivables from Non-ex change Transactions - Property Rates	1400	2,422	1,180	1,054	2,235	997	41,006			48,894	44,237		
Receivables from Exchange Transactions - Waste Water Management	1500												
Receivables from Exchange Transactions - Waste Management	1600	302	207	84	80	59	1,746			2,478	1,885		
Receivables from Exchange Transactions - Property Rental Debtors	1700												
Interest on Arrear Debtor Accounts	1810												
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820												
Other	1900	512	385	456	333	282	11,517			13,485	12,132		
<b>Total By Income Source</b>	<b>2000</b>	<b>7,195</b>	<b>2,262</b>	<b>1,924</b>	<b>2,995</b>	<b>1,570</b>	<b>57,506</b>			<b>73,452</b>	<b>62,071</b>		
<b>2015/16 - totals only</b>													
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200												
Commercial	2300												
Households	2400												
Other	2500	7,195	2,262	1,924	2,995	1,570	57,506			73,452	62,071		
<b>Total By Customer Group</b>	<b>2600</b>	<b>7,195</b>	<b>2,262</b>	<b>1,924</b>	<b>2,995</b>	<b>1,570</b>	<b>57,506</b>			<b>73,452</b>	<b>62,071</b>		

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 March 2017** amount to R62 Million.

### 2.2 Creditors' Analysis

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

## 2.3 Investment portfolio analysis

LIM471 Ephraim Mogale - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M09 March

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							
<b>R thousands</b>									
<b>Municipality</b>									
NEDBANK		N/A	CALL DEPOS	MONTHLY	135	6.8%	24,940	144	25,084
<b>Municipality sub-total</b>					135		24,940	144	25,084
<b>Entities</b>									
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>					135		24,940	144	25,084

The municipality has a NEDBANK call investment account amounting to **R25 Million** as at **31 March 2017**.

## 2.4 Allocation and grants receipts expenditure

LIM471 Ephraim Mogale - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M09 March

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
<b>R thousands</b>									
<b>RECEIPTS:</b>									
<b>Operating Transfers and Grants</b>									
<b>National Government:</b>	110,374	120,624	-	29,389	119,592	105,858	14,677	13.9%	122,434
Local Government Equitable Share	106,323	117,556		29,389	117,467	102,790	14,677	14.3%	117,556
Energy Efficiency and Demand Management		-				-			1,810
Finance Management	1,675	1,810			1,810	1,810			1,810
EPWP Incentive	1,157	1,258			315	1,258			1,258
Municipal Systems Improvement	1,219								
<b>Total Operating Transfers and Grants</b>	<b>110,374</b>	<b>120,624</b>	<b>-</b>	<b>29,389</b>	<b>119,592</b>	<b>105,858</b>	<b>14,677</b>	<b>13.9%</b>	<b>122,434</b>
<b>Capital Transfers and Grants</b>									
<b>National Government:</b>	52,405	31,917	-	-	29,313	22,779	6,534	28.7%	31,917
Municipal Infrastructure Grant (MIG)	52,405	31,917			29,313	22,779	6,534	28.7%	31,917
<b>Total Capital Transfers and Grants</b>	<b>52,405</b>	<b>31,917</b>	<b>-</b>	<b>-</b>	<b>29,313</b>	<b>22,779</b>	<b>6,534</b>	<b>28.7%</b>	<b>31,917</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>162,779</b>	<b>152,541</b>	<b>-</b>	<b>29,389</b>	<b>148,905</b>	<b>128,637</b>	<b>21,211</b>	<b>16.5%</b>	<b>154,351</b>

The municipality received **R29 Million** grant on equitable share for the month of **March 2017**.

## **2.5 Councilors allowances and Employee benefits**

The employee benefits and councilors allowance for March 2017 is R5 Million and R878 Thousand respectively.



## EPHRAIM MOGALE LOCAL MUNICIPALITY

### QUALITY CERTIFICATE

I, **Mathebela MM** the municipal manager of **Ephraim Mogale Local Municipality**, here by certify that-

- the monthly budget statement

for the month of **March** of **2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act

Print name **Mathebela MM**

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

Signature \_\_\_\_\_

Date 05/04/17