



SECTION 52 REPORT OF
KAMIESBERG
MUNICIPALITY

JULY 2019 TO DECEMBER 2019

The Mayor

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): QUARTERLY REPORT FOR THE PERIOD ENDING 31 DECEMBER 2019 (QUARTERLY BUDGET STATEMENT) – 2019/2020 FINANCIAL YEAR

1. PURPOSE

To comply with section 52 of the MFMA, by providing a quarterly statement on the implementation of the budget and financial state of affairs of the municipality to the Council, as legislated.

2. STRATEGIC OBJECTIVE

The strategic objective of this report is to ensure good governance, financial viability and optimal institutional transformation with capacity to execute its mandate.

3. REPORT FOR THE PERIOD ENDING 31 December 2019

This report is based upon financial information, as at 31 December 2019 and available at the time of preparation. The C-Schedule is based on information from July 2018 to 31 December 2019. The financial results for the period ended 31 December 2019 is summarised as follows:

Statement of Financial Performance (SFP)

The SFP shown in Annexure B is prepared on a similar basis to its prescribed budget format, detailing by source, excluding capital transfers and contributions and including expenditure by type. The summary report indicates the following: 2

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Financial Performance

NC064 Kamiesberg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2018/19	Budget Year 2019/20							
		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		8,314	10,389	10,389	-	11,297	5,195	6,103	117%	10,389
Service charges - electricity revenue		7,831	9,673	9,673	850	4,654	4,837	(183)	-4%	9,673
Service charges - water revenue		2,877	4,386	4,386	436	2,459	2,193	266	12%	4,386
Service charges - sanitation revenue		1,470	1,817	2,492	283	970	908	61	7%	2,492
Service charges - refuse revenue		1,315	1,764	1,764	203	1,218	882	336	38%	1,764
Rental of facilities and equipment		104	190	190	17	58	95	(37)	-39%	190
Interest earned - external investments		412	12	12	2	23	6	17	300%	12
Interest earned - outstanding debtors		6,711	4,306	4,306	648	2,999	2,153	846	39%	4,306
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		7	2	2	(267)	1	1	(0)	-50%	2
Licences and permits		229	2	2	0	0	1	(0)	-59%	2
Agency services		354	-	-	-	-	-	-	-	-
Transfers and subsidies		28,303	27,283	27,283	6,225	17,857	13,641	4,215	31%	27,283
Other revenue		4,005	2,078	2,078	1	16	1,039	(1,023)	-98%	2,078
Gains on disposal of PPE		-	-	-	0	383	-	383	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		61,933	61,902	62,577	8,398	41,935	30,951	10,984	35%	62,577
Expenditure By Type										
Employee related costs		23,518	25,330	23,330	2,186	13,318	12,665	653	5%	23,330
Remuneration of councillors		2,476	2,765	2,765	211	1,284	1,383	(99)	-7%	2,765
Debt impairment		14,267	8,131	8,131	-	-	4,066	(4,066)	-100%	8,131
Depreciation & asset impairment		17,443	16,860	16,860	(295)	67	8,430	(8,363)	-99%	16,860
Finance charges		3,575	1,455	1,455	-	-	727	(727)	-100%	1,455
Bulk purchases		9,747	12,032	11,014	1,809	2,170	6,016	(3,846)	-64%	11,014
Other materials		1,574	2,107	1,972	(148)	1,782	1,053	728	69%	1,972
Contracted services		4,701	3,023	3,023	280	398	1,512	(1,114)	-74%	3,023
Transfers and subsidies		20	-	-	-	-	-	-	-	-
Other expenditure		10,943	8,034	6,084	(55)	1,561	4,017	(2,457)	-61%	6,084
Loss on disposal of PPE		(16)	-	-	-	-	-	-	-	-
Total Expenditure		88,249	79,737	74,634	3,988	20,579	39,869	(19,290)	-48%	74,634
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(26,315)	(17,836)	(12,058)	4,410	21,357	(8,918)	30,274	(0)	(12,058)
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		19,502	7,553	7,553	6,071	9,071	3,777	5,294	0	7,553
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(6,813)	(10,283)	(4,505)	10,480	30,427	(5,141)			(4,505)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(6,813)	(10,283)	(4,505)	10,480	30,427	(5,141)			(4,505)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(6,813)	(10,283)	(4,505)	10,480	30,427	(5,141)			(4,505)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(6,813)	(10,283)	(4,505)	10,480	30,427	(5,141)			(4,505)

CHART 1

The following chart shows the revenue by source differences between the actual year to date figures and the budgeted year to date, CHART as per information above

NC064 Kamiesberg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		8,314	10,389	10,389	-	11,297	5,195	6,103	117%	10,389
Service charges - electricity revenue		7,831	9,673	9,673	850	4,654	4,837	(183)	-4%	9,673
Service charges - water revenue		2,877	4,386	4,386	436	2,459	2,193	266	12%	4,386
Service charges - sanitation revenue		1,470	1,817	2,492	283	970	908	61	7%	2,492
Service charges - refuse revenue		1,315	1,764	1,764	203	1,218	882	336	38%	1,764
Rental of facilities and equipment		104	190	190	17	58	95	(37)	-39%	190
Interest earned - external investments		412	12	12	2	23	6	17	300%	12
Interest earned - outstanding debtors		6,711	4,306	4,306	648	2,999	2,153	846	39%	4,306
Dividends received								-		
Fines, penalties and forfeits		7	2	2	(267)	1	1	(0)	-50%	2
Licences and permits		229	2	2	0	0	1	(0)	-59%	2
Agency services		354	-	-	-	-	-	-		-
Transfers and subsidies		28,303	27,283	27,283	6,225	17,857	13,641	4,215	31%	27,283
Other revenue		4,005	2,078	2,078	1	16	1,039	(1,023)	-98%	2,078
Gains on disposal of PPE		-	-	-	0	383	-	383	#DIV/0!	-
Total Revenue (excluding capital transfers and contributions)		61,933	61,902	62,577	8,398	41,935	30,951	10,984	35%	62,577

Comments

The operating income for the month is R8 398 000.00, that include the Equitable Share, service charges is R1 772 000, Transfer and Grants is R 6 225 000 and interest earned outstanding debtors is R 648 000.

Expenditure By Type										
Employee related costs		23,518	25,330	23,330	2,186	13,318	12,665	653	5%	23,330
Remuneration of councillors		2,476	2,765	2,765	211	1,284	1,383	(99)	-7%	2,765
Debt impairment		14,267	8,131	8,131	-	-	4,066	(4,066)	-100%	8,131
Depreciation & asset impairment		17,443	16,860	16,860	(295)	67	8,430	(8,363)	-99%	16,860
Finance charges		3,575	1,455	1,455	-	-	727	(727)	-100%	1,455
Bulk purchases		9,747	12,032	11,014	1,809	2,170	6,016	(3,846)	-64%	11,014
Other materials		1,574	2,107	1,972	(148)	1,782	1,053	728	69%	1,972
Contracted services		4,701	3,023	3,023	280	398	1,512	(1,114)	-74%	3,023
Transfers and subsidies		20	-	-	-	-	-	-		-
Other expenditure		10,943	8,034	6,084	(55)	1,561	4,017	(2,457)	-61%	6,084
Loss on disposal of PPE		(16)	-	-	-	-	-	-		-
Total Expenditure		88,249	79,737	74,634	3,988	20,579	39,869	(19,290)	-48%	74,634

Comments

The operating expenditure for December 2019 is R3 988 000, Employee Related Cost is R 2 186 000, Bulk Purchases is R1 809 000 .

CHART 3

The following chart shows the expenditure by type differences between the actual year to date figures and the budgeted year to date figure, Chart as per information above

NC064 Kamiesberg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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 01 - Executive & Council		4,367	2,126	2,126	4	405	1,063	(658)	-61.9%	2,126
Vote 02 - Finance And Administration		50,179	46,447	46,447	9,261	35,863	23,224	12,640	54.4%	46,447
Vote 03 - Community And Social Services		1,300	622	622	473	740	311	429	137.9%	622
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		1,856	2,207	2,207	257	1,532	1,103	429	38.8%	2,207
Vote 06 - Water		11,811	4,934	4,934	3,506	6,351	2,467	3,884	157.5%	4,934
Vote 07 - Electricity		9,022	10,069	10,069	903	4,947	5,034	(87)	-1.7%	10,069
Vote 08 - Economic & Social Development		1,128	1,000	1,000	(250)	22	500	(478)	-95.7%	1,000
Vote 09 - Technical And Roads		5	9	9	-	3	4	(2)	-41.3%	9
Vote 10 - Waster Water Management		1,768	2,042	2,717	314	1,143	1,021	122	11.9%	2,717
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	81,436	69,455	70,130	14,468	51,006	34,727	16,279	46.9%	70,130
Expenditure by Vote	1									
Vote 01 - Executive & Council		16,348	14,612	14,112	902	5,229	7,306	(2,077)	-28.4%	14,112
Vote 02 - Finance And Administration		42,814	23,059	20,709	(311)	3,533	11,529	(7,996)	-69.4%	20,709
Vote 03 - Community And Social Services		187	150	150	-	103	75	28	37.8%	150
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		6,208	5,867	5,367	422	2,654	2,934	(280)	-9.5%	5,367
Vote 06 - Water		3,528	5,317	5,198	279	2,084	2,658	(575)	-21.6%	5,198
Vote 07 - Electricity		12,220	21,231	20,332	1,962	3,276	10,616	(7,339)	-69.1%	20,332
Vote 08 - Economic & Social Development		2,752	1,882	1,882	356	1,148	941	207	22.0%	1,882
Vote 09 - Technical And Roads		3,420	7,446	6,611	343	2,164	3,723	(1,559)	-41.9%	6,611
Vote 10 - Waster Water Management		772	174	174	35	388	87	301	346.6%	174
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88,249	79,737	74,534	3,988	20,579	39,869	(19,290)	-48.4%	74,534
Surplus/ (Deficit) for the year	2	(6,813)	(10,283)	(4,405)	10,480	30,427	(5,141)	35,568	-691.8%	(4,405)

Comments

Expenditure for the month of December is R 3 231 000 with entails employees related cost, remuneration of councilors, bulk purchases for the current year, contracted services and other expenditure, the total expenditure from July 2017 till March 2018 is R26 278 000 that is 41.34% against the approved budget. Debt impairment and depreciation is only done on an annually basis that is why there is no expenditure up till March

NC064 Kamiesberg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 01 - Executive & Council	1	4,367	2,126	2,126	4	405	1,063	(658)	-61.9%	2,126
Vote 02 - Finance And Administration		50,179	46,447	46,447	9,261	35,863	23,224	12,640	54.4%	46,447
Vote 03 - Community And Social Services		1,300	622	622	473	740	311	429	137.9%	622
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		1,856	2,207	2,207	257	1,532	1,103	429	38.8%	2,207
Vote 06 - Water		11,811	4,934	4,934	3,506	6,351	2,467	3,884	157.5%	4,934
Vote 07 - Electricity		9,022	10,069	10,069	903	4,947	5,034	(87)	-1.7%	10,069
Vote 08 - Economic & Social Development		1,128	1,000	1,000	(250)	22	500	(478)	-95.7%	1,000
Vote 09 - Technical And Roads		5	9	9	-	3	4	(2)	-41.3%	9
Vote 10 - Waster Water Management		1,768	2,042	2,717	314	1,143	1,021	122	11.9%	2,717
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	81,436	69,455	70,130	14,468	51,006	34,727	16,279	46.9%	70,130
Expenditure by Vote										
Vote 01 - Executive & Council	1	16,348	14,612	14,112	902	5,229	7,306	(2,077)	-28.4%	14,112
Vote 02 - Finance And Administration		42,814	23,059	20,709	(311)	3,533	11,529	(7,996)	-69.4%	20,709
Vote 03 - Community And Social Services		187	150	150	-	103	75	28	37.8%	150
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		6,208	5,867	5,367	422	2,654	2,934	(280)	-9.5%	5,367
Vote 06 - Water		3,528	5,317	5,198	279	2,084	2,658	(575)	-21.6%	5,198
Vote 07 - Electricity		12,220	21,231	20,332	1,962	3,276	10,616	(7,339)	-69.1%	20,332
Vote 08 - Economic & Social Development		2,752	1,882	1,882	356	1,148	941	207	22.0%	1,882
Vote 09 - Technical And Roads		3,420	7,446	6,611	343	2,164	3,723	(1,559)	-41.9%	6,611
Vote 10 - Waster Water Management		772	174	174	35	388	87	301	346.6%	174
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88,249	79,737	74,534	3,988	20,579	39,869	(19,290)	-48.4%	74,534
Surplus/ (Deficit) for the year	2	(6,813)	(10,283)	(4,405)	10,480	30,427	(5,141)	35,568	-691.8%	(4,405)

Capital expenditure report

The Capital expenditure report shown in Annexure B has been prepared on the basis of the format required by the National Treasury.

The summary report below shows the capital funding sources

NC064 Kamiesberg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06
December

Vote Description	Ref	Budget Year 2019/20								
		2018/19 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 01 - Executive & Council		-	-	-	-	-	-	-	-	-
Vote 02 - Finance And Administration		-	-	-	-	-	-	-	-	-
Vote 03 - Community And Social Services		-	-	-	-	-	-	-	-	-
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 06 - Water		-	-	-	-	-	-	-	-	-
Vote 07 - Electricity		-	-	-	-	-	-	-	-	-
Vote 08 - Economic & Social Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical And Roads		-	-	-	-	-	-	-	-	-
Vote 10 - Waster Water Management		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 01 - Executive & Council		-	-	-	11	11	-	11	#DIV/0!	-
Vote 02 - Finance And Administration		-	-	-	3,252	3,252	-	3,252	#DIV/0!	-
Vote 03 - Community And Social Services		-	2,720	2,720	-	-	1,360	(1,360)	-100%	2,720
Vote 04 - Sport & Recreation		-	-	-	-	-	-	-	-	-
Vote 05 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 06 - Water		-	4,833	4,833	1,117	4,751	2,417	2,334	97%	4,833
Vote 07 - Electricity		-	-	-	-	-	-	-	-	-
Vote 08 - Economic & Social Development		-	-	-	-	-	-	-	-	-
Vote 09 - Technical And Roads		-	-	-	270	270	-	270	#DIV/0!	-
Vote 10 - Waster Water Management		-	-	-	-	-	-	-	-	-
Vote 11 -		-	-	-	-	-	-	-	-	-
Vote 12 -		-	-	-	-	-	-	-	-	-
Vote 13 -		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 - Other		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	7,553	7,553	4,650	8,284	3,777	4,507	119%	7,553
Total Capital Expenditure		-	7,553	7,553	4,650	8,284	3,777	4,507	119%	7,553
Capital Expenditure - Functional Classification										
Governance and administration		-	-	-	3,263	3,263	-	3,263	#DIV/0!	-
Executive and council		-	-	-	11	11	-	11	#DIV/0!	-
Finance and administration		-	-	-	3,252	3,252	-	3,252	#DIV/0!	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	2,720	2,720	-	-	1,360	(1,360)	-100%	2,720
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	2,720	2,720	-	-	1,360	(1,360)	-100%	2,720
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	270	270	-	270	#DIV/0!	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	270	270	-	270	#DIV/0!	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	4,833	4,833	1,117	4,751	2,417	2,334	97%	4,833
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	4,833	4,833	1,117	4,751	2,417	2,334	97%	4,833
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	7,553	7,553	4,650	8,284	3,777	4,507	119%	7,553
Funded by:										
National Government		-	2,720	2,720	-	-	1,360	(1,360)	-100%	2,720
Provincial Government		-	-	-	270	270	-	270	#DIV/0!	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	2,720	2,720	270	270	1,360	(1,090)	-80%	2,720
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	4,833	4,833	4,381	8,014	2,417	5,598	232%	4,833
Total Capital Funding		-	7,553	7,553	4,650	8,284	3,777	4,507	119%	7,553

Notes

Please note Revenue by vote includes capital revenue and it is a different sheet as per the C-Schedule as to Revenue by source that excludes Capital revenue resulting in a difference in total revenue.

Water Services – Funding from MIG for the Kamieskroon-Ground Water Desalination, Bulk Water, Borehole Development & Reservoir

Community Services – Funding from EPWP for the Upgrading of Gravel Road

Sport and Recreation – funding from MIG for the Upgrading of the Kharkams Sport Facilities-Phase 2

Cash Flow Statement

NC064 Kamiesberg - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		109	7,376	7,376	278	2,901	3,688	(787)	-21%	7,376
Service charges		1,685	16,061	16,061	1,204	6,336	8,031	(1,695)	-21%	16,061
Other revenue		4,732	2,271	2,271	1,627	15,149	1,136	14,013	1234%	2,271
Government - operating		35,425	27,283	27,283	7,018	20,261	13,642	6,619	49%	27,283
Government - capital		13,180	7,553	7,553	3,720	6,720	3,777	2,944	78%	7,553
Interest		7,124	12	12	3	25	6	19	316%	12
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(41,203)	(49,367)	(49,367)	13,759	41,040	(24,684)	(65,724)	266%	(49,367)
Finance charges		(1,727)	(1,455)	(1,455)	6	45	(728)	(773)	106%	(1,455)
Transfers and Grants		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		19,326	9,734	9,734	27,615	92,476	4,867	(87,609)	-1800%	9,734
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		(22,648)	(7,553)	(7,553)			(3,777)	(3,777)	100%	(7,553)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(22,648)	(7,553)	(7,553)	-	-	(3,777)	(3,777)	100%	(7,553)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans			-	-				-		-
Borrowing long term/refinancing		19	-	-				-		-
Increase (decrease) in consumer deposits		11	76	76				-		76
Payments										
Repayment of borrowing		(923)	(177)	(177)				-		(177)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(892)	(101)	(101)	-	-	-	-		(101)
NET INCREASE/ (DECREASE) IN CASH HELD		(4,214)	2,080	2,080	27,615	92,476	1,091			2,080
Cash/cash equivalents at beginning:		6,668	8,576	2,453			2,453			-
Cash/cash equivalents at month/year end:		2,453	10,656	4,533		92,476	3,544			2,080

Notes on Cash Flow Budget

Service Charges is R 1 204 000, also operating grants(equitable share) was received for the amount of R 7 018 000 ,capital grants (municipal infrastructure grant) of R 3 720 000 and other revenue that is R 1 627 000, Other revenue shows that the municipality received more cash than what was budget, this is not the case as these amounts includes the transfer of money to and from the call accounts, the cash flow budget should be link to the operational budget and therefore the transfers to and from other revenue was deducted to show the real cash to be received at year-end.

The municipality had a positive bank balance of R207 074.23 at the end of December 2019.

Debtors Age Analysis

The debtor's age analysis report shown in Annexure B has been prepared on the basis of the format required by the National Treasury.

The following report shows the debtors outstanding at 30 September 2019

NC064 Kamiesberg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2019/20									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	919	399	21,095						22,413	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	521	243	6,847						7,611	-		
Receivables from Non-exchange Transactions - Property Rates	1400	7,285	502	30,505						38,292	-		
Receivables from Exchange Transactions - Waste Water Management	1500	324	135	4,855						5,314	-		
Receivables from Exchange Transactions - Waste Management	1600	367	169	8,995						9,531	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	282	253	13,799						14,335	-		
Total By Income Source	2000	9,698	1,701	86,097						97,495			
2018/19 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	3,376	204	2,472						6,052	-		
Commercial	2300	877	321	6,847						8,045	-		
Households	2400	3,551	795	50,914						55,260	-		
Other	2500	1,893	381	25,864						28,138	-		
Total By Customer Group	2600	9,698	1,701	86,097						97,496			

The following report shows the debtors outstanding at 31 December 2019

NC064 Kamiesberg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2019/20									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1,005	454	21,494						22,954	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	530	225	6,573						7,328	-		
Receivables from Non-exchange Transactions - Property Rates	1400	815	339	17,587						18,741	-		
Receivables from Exchange Transactions - Waste Water Management	1500	313	133	5,028						5,474	-		
Receivables from Exchange Transactions - Waste Management	1600	362	167	9,144						9,673	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700									-	-		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	908	438	35,873						37,219	-		
Total By Income Source	2000	3,932	1,757	95,699						101,389			
2018/19 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	374	174	4,223						4,771	-		
Commercial	2300	550	250	7,584						8,384	-		
Households	2400	2,152	921	53,916						56,990	-		
Other	2500	856	413	29,976						31,244	-		
Total By Customer Group	2600	3,932	1,757	95,699						101,389			

Debtors Analysis

The total debtors outstanding at 31 December 2019 were R101 388 513.87; the total debtors outstanding at 30 September 2019 were R97 495 642, this is an increase of R3 892 874 for the three months.

Total outstanding debtors for organs of state and commercial amounts to R4 771 000; this amounts to 4.71% of outstanding moneys owed by debtors.

Monies outstanding for services delivered water and electricity amounts to R22 954 000 and R7 328 000 respectively, with sanitation and refuse removal amounting to R9 673 000 and R5 474 000 respectively. Property Rates however is now at an amount of R 18 741 000

Creditors age analysis

The following report shows the creditors outstanding at 30 September 2019

NC064 Kamiesberg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description R thousands	NT Code	Budget Year 2019/20									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	1,437	17	1,608	1,452	15,588			1,919	22,021		
Bulk Water	0200									-		
PAYE deductions	0300	401	343	354	-	-				1,098		
VAT (output less input)	0400									-		
Pensions / Retirement deductions	0500	300	300	284						883		
Loan repayments	0600									-		
Trade Creditors	0700	185	25	3	4	16	9	3	448	692		
Auditor General	0800	397	296	13	13	13	1,437			2,169		
Other	0900	-	-	-	500	7		2,681		3,189		
Total By Customer Type	1000	2,719	980	2,261	1,969	15,624	1,446	2,684	2,367	30,051	-	

The following report shows the creditors outstanding at 31 December 2019

NC064 Kamiesberg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description R thousands	NT Code	Budget Year 2019/20									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	1,309	1,004	1,550	17,702				1,919	23,484		
Bulk Water	0200									-		
PAYE deductions	0300	95	36	35	34	328				528		
VAT (output less input)	0400									-		
Pensions / Retirement deductions	0500	295	280	277						852		
Loan repayments	0600									-		
Trade Creditors	0700	456	193	203	583					1,435		
Auditor General	0800	1,268	793	396	296	1,342				4,094		
Other	0900	-	-	-	-	3,189				3,189		
Total By Customer Type	1000	3,422	2,307	2,462	18,614	4,859	-	-	1,919	33,582	-	

Creditors Analysis

The creditors outstanding at 31 December 2019 were at R33 582 000 and the creditors outstanding at 30 September 2019 were at R30 050 811, this is an increase of R3 531 189 (from the previous three months).

The biggest creditors are Eskom (Electricity) at R23 484 000 (R22 020 868 at 30 September 2019) and the Auditors General R4 094 000 (R2 168 813, 30 September 2019)

Investment portfolio analysis

NC064 Kamiesberg - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
R thousands														
Municipality														
INVESTEC			SMART PLUS NOTICE	YES		6.7				522	9	-	-	531
Municipality sub-total										522		-	-	531
Entities														
														-
														-
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2									522		-	-	531

Kamiesberg invest with Investec the opening balance on 1 October 2019 was R521 934.53, the Interest for the 3 months is R8 863.96, no withdrawals. Closing balance is R 530 798.49 at end of December 2019.

Allocation and grant receipts and expenditure Transfers and Grants Receipts

NC064 Kamiesberg - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		24,649	25,670	25,670	5,736	17,096	12,835	4,261	33.2%	25,670
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Equitable Share		20,768	22,790	22,790	6,816	15,296	11,395	3,901	34.2%	22,790
Local Government Financial Management Grant		2,415	2,880	2,880	(1,081)	1,799	1,440	359	24.9%	2,880
Municipal Disaster Relief Grant		1,466	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		-	-	-	-	-	-	-	-	-
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
Provincial Government:		2,287	613	613	490	740	306	433	141.3%	613
Expanded Public Works Programme		1,000	-	-	-	-	-	-	-	-
Library Services		1,287	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	613	613	490	740	306	433	141.3%	613
Sports and Recreation		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
District Municipality:		1,239	-	-	-	-	-	-	-	-
Community and Social Services		-	-	-	-	-	-	-	-	-
Environmental Protection		-	-	-	-	-	-	-	-	-
Executive and Council		-	-	-	-	-	-	-	-	-
Finance and Admin		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Planning and Development		-	-	-	-	-	-	-	-	-
Public Safety		-	-	-	-	-	-	-	-	-
Road Transport		1,239	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
Sport and Recreation		-	-	-	-	-	-	-	-	-
Waste Water Management		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Other grant providers:		128	1,000	1,000	-	22	500	(478)	-95.7%	1,000
Northern Cape Arts and Cultural		33	1,000	1,000	-	-	500	(500)	-100.0%	1,000
Northern Cape Tourism Authority		95	-	-	-	22	-	22	-	-
Unspecified		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	28,303	27,283	27,283	6,225	17,857	13,641	4,215	30.9%	27,283
Capital Transfers and Grants										
National Government:		19,502	7,553	7,553	6,071	9,071	3,777	5,294	140.2%	7,553
Energy Efficiency and Demand Side Management Grant		665	-	-	-	-	-	-	-	-
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-	-	-
Municipal Disaster Recovery Grant		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant		11,867	7,553	7,553	3,198	6,198	3,777	2,421	64.1%	7,553
Neighbourhood Development Partnership Grant		-	-	-	-	-	-	-	-	-
Water Services Infrastructure Grant		6,970	-	-	2,873	2,873	-	2,873	-	-
Provincial Government:		-	-	-	-	-	-	-	-	-
Libraries Archives and Museums		-	-	-	-	-	-	-	-	-
Specify (Add grant description)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	19,502	7,553	7,553	6,071	9,071	3,777	5,294	140.2%	7,553
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	47,806	34,836	34,836	12,296	26,927	17,418	9,509	54.6%	34,836

Transfers and Grant Expenditure

NC064 Kamiesberg - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		39,833	39,946	39,946	3,343	14,237	19,973	(5,736)	-28.7%	39,946
Equitable Share		37,623	39,946	39,946	3,287	13,961	19,973	(6,013)	-30.1%	39,946
Local Government Financial Management Grant		2,211	-	-	55	277	-	277		-
Provincial Government:		843	-	-	-	-	-	-		-
Library Services		-	-	-	-	-	-	-		-
Specify (Add grant description)		843	-	-	-	-	-	-		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Northern Cape Tourism Authority		-	-	-	-	-	-	-		-
Total operating expenditure of Transfers and Grants:		40,677	39,946	39,946	3,343	14,237	19,973	(5,736)	-28.7%	39,946
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		-	2,720	2,720	-	-	1,360	(1,360)	-100.0%	2,720
Integrated National Electrification Programme Grant		-	-	-	-	-	-	-		-
Municipal Infrastructure Grant		-	2,720	2,720	-	-	1,360	(1,360)	-100.0%	2,720
Provincial Government:		-	-	-	270	270	-	270	#DIV/0!	-
Specify (Add grant description)		-	-	-	270	270	-	270		-
District Municipality:		-	-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	2,720	2,720	270	270	1,360	(1,090)	-80.2%	2,720
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		40,677	42,666	42,666	3,612	14,507	21,333	(6,826)	-32.0%	42,666

Employee related Cost

NC064 Kamiesberg - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2018/19	Budget Year 2019/20							
		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		1,475	1,608	1,608	126	770	804	(34)	-4%	1,608
Pension and UIF Contributions		138	158	158	10	56	79	(23)	-29%	158
Medical Aid Contributions		49	104	104	4	27	52	(25)	-49%	104
Motor Vehicle Allowance		537	591	591	47	284	296	(12)	-4%	591
Cellphone Allowance		276	305	305	24	148	152	(5)	-3%	305
Housing Allowances								-		
Other benefits and allowances								-		
Sub Total - Councillors		2,476	2,765	2,765	211	1,284	1,383	(99)	-7%	2,765
% increase	4		11.7%	11.7%						11.7%
Senior Managers of the Municipality										
Basic Salaries and Wages		4,600	1,286	1,286	674	4,320	643	3,677	572%	1,286
Pension and UIF Contributions		392	237	237	95	568	119	450	379%	237
Medical Aid Contributions		83	101	101	29	173	50	122	242%	101
Overtime								-		
Performance Bonus		124	65	65	67	414	32	382	1179%	65
Motor Vehicle Allowance		455	402	402	50	299	201	98	49%	402
Cellphone Allowance		41	41	41	4	23	20	3	15%	41
Housing Allowances		(52)	32	32	8	44	16	28	177%	32
Other benefits and allowances		0	0	0	0	0	0	(0)	-33%	0
Payments in lieu of leave		17	129	129	-	-	65	(65)	-100%	129
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations								-		
Sub Total - Senior Managers of Municipality		5,661	2,294	2,294	926	5,842	1,147	4,696	409%	2,294
% increase	4		-59.5%	-59.5%						-59.5%
Other Municipal Staff										
Basic Salaries and Wages		11,814	15,367	15,276	855	4,949	7,683	(2,734)	-36%	15,276
Pension and UIF Contributions		1,774	2,606	2,606	105	639	1,303	(664)	-51%	2,606
Medical Aid Contributions		535	533	533	28	172	266	(94)	-35%	533
Overtime				1,439				-		1,439
Performance Bonus		1,138	1,318	-	81	336	659	(323)	-49%	-
Motor Vehicle Allowance		440	434	434	38	225	217	8	4%	434
Cellphone Allowance		30	34	34	3	15	17	(2)	-12%	34
Housing Allowances		224	249	249	14	82	124	(42)	-34%	249
Other benefits and allowances		1,563	2,150	221	125	931	1,075	(145)	-13%	221
Payments in lieu of leave		63	270	170	9	59	135	(76)	-56%	170
Long service awards		(36)	74	74	4	67	37	30	80%	74
Post-retirement benefit obligations		312	-	-	-	-	-	-		-
Sub Total - Other Municipal Staff		17,857	23,036	21,036	1,260	7,475	11,518	(4,043)	-35%	21,036
% increase	4		29.0%	17.8%						17.8%
Total Parent Municipality		25,994	28,095	26,095	2,397	14,602	14,048	554	4%	26,095

The percentage of employee related cost against total expenditure was at 55.95% for the 2nd Quarter of 2019-20.

Total Council Remuneration shows the municipality paid 46.44% up till December 2019 against the budget.

Senior managers show that the municipality paid 264.66% up till December 2019 against the budget but are classified as other municipal staff on the financial system.

Other municipal Staff shows that the municipality paid 35.54% up till December 2019.

In total the municipality paid more for employee related cost than budgeted 55.95%.

SCM Procurement Process

TENDER REPORT 20192020				
Tender Nommer	Tender beskrywing	Suksesvolle Bidder	Datum van Aanstelling	Bedrag (Vat Incl)
2018/2019				
NCO64/TOO1/20192020	Supply and delivery of materials in Kamieskroon	Mjangus Construction	2019/08/14	297,080.00
NCO64/TOO2/20192020	Construction of water supply pipelines and equipping of borehole	Xhwa promotions	2019/11/11	2,787,242.45

Comments

Funds for Capital Projects for the 2019/2020 financial year was from MIG.

PREPARED BY:

Rose Cloete

Senior Accountant

DATE: 12 February 2020

REVIEWED BY:

Tumelo Diphokoje

Chief Financial Officer

DATE: 12 February 2020

KAMIESBERG MUNICIPALITY QUALITY CERTIFICATE

I, the Municipal Manager of Kamiesberg Municipality, hereby certify that the quarterly report on the implementation of the budget and financial state affairs of the municipality for the quarter ending 31 December 2019 has been prepared in accordance with the Section 52 of the Municipal Finance Management Act and regulations made under that Act.

Print name:

Municipal Manager of Kamiesberg Municipality

Signature:

Date:

Annexure A
Reports and reportable matters
The Mayor of a municipality –

- (a) must provide general political guidance, over the fiscal and financial affairs of the municipality.
- (b) In providing such general political guidance, may monitor and to the extent provided in this Act, oversee the exercise of responsibilities assigned in terms of this Act to the accounting officer and the chief financial officer, but may not interfere in the exercise of those responsibilities;
- (c) Must take all reasonable steps to ensure that the municipality performs its constitutional and statutory functions within the limits of the municipality's approved budget
- (d) Must, within 30 days' report to the council on the implementation of the budget and the financial state of affairs of the municipality; and
- (e) Must exercise the other powers and perform the other duties assigned to the Mayor in terms of this Act or delegated by the council to the Mayor

