



**EDEN DISTRICT MUNICIPALITY**

**FINANCIAL YEAR 2016 - 2017**

**MONTHLY FINANCIAL REPORT**

**31 OCTOBER 2016**

|   |          |
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## Glossary

**Annual Budget** – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

**Adjustment Budget** – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its annual budget during the year.

**Allocations (Transfers – see DORA)** – Money received from Provincial or National Government.

**Budget Related Policy(ies)** – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

**Capital Expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet and must be included in the asset register.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

**Equitable Share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services and to compensate loss of RSC levies.

**Fruitless and Wasteful Expenditure** – Expenditure that was made in vain and would/should have been avoided had reasonable care been exercised.

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

**GRAP** – Generally Recognised Accounting Practice. The new 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 dated April 2009.

**MFMA** – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

**MTREF** – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**Operating Expenditure** –The day to day expenses of the Municipality such as salaries and wages.

**Rates** – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the Rand.

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budgeted estimates.

**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.

**Unauthorised Expenditure** – Generally, spending without, or in excess of, an Approved Budget.

**Virement** – A transfer of funds.

**Virement Policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** – One of the main segments into which a budget is divided. In Eden District this means the different GFS classification the budget is divided.

## **Legislative Framework**

This report has been prepared in terms of the following enabling legislation:

### **The Municipal Finance Management Act – Act No. 56 of 2003**

Section 71: Monthly budget statements

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

## **PART 1 – IN-YEAR REPORT**

### **SECTION 1 – RESOLUTIONS**

#### **SECTION 71 Monthly Budget Statements**

These are the resolutions being presented to Council in the monthly report on the implementation of the budget and the financial state of affairs of the municipality as required in terms of section 71 of the Municipal Finance Management Act, Act 56 of 2003.

#### **RECOMMENDATION:**

That Council takes note of the monthly report for the year to date ending 31 October 2016.

#### **Section 2 – Executive Summary**

##### **2.1 Introduction**

These figures are presented in terms of section 71 of the MFMA. The information is presented for the month and year to date ending 31 October 2016.

##### **2.2 Consolidated Performance**

###### **2.2.1 Against Annual Budget (original)**

###### **Revenue by source**

The total revenue received for the month of October amounts to **R 1,985,684**, and the year to date revenue amounts to **R 72,530,090**, in comparison to a budgeted figure of **R182,908,098** (excluding Roads budget) representing a 39.65% of annual revenue.(Refer to income statement attached at the back for reasons for variances.)

###### **Operating Expenditure by type**

Operating expenditure for the month of October amounts to **R13,420,791**, and the year to date expenditure amounts to **R 45,718,868** which is reported against a budget of **R177,474,994** (excluding Roads budget) representing a 25,7% of annual expenditure. At the end of the 1<sup>st</sup> quarter of the financial year the operational budget is less than 20% spent and most projects in its planning phase or at supply chain process. Spending will commence within the 2<sup>nd</sup> quarter of the financial year as per estimation. (Refer to income statement attached at the back for reasons for variances.)

## **Capital Expenditure**

The capital budget for the financial year amounts to **R 5,415,495**. Capital expenditure for the month of October amounts to **R32,737**, representing 2.4% of annual expenditure.

See attached capital progress report on page 15 & 16.

### **2.3 Material variances from SDBIP**

Variances and deficiencies will be explained in terms of the SDBIP and will be reported on by the Performance Management Unit, situated in the Office of the Municipal Manager.

### **2.4 Remedial or corrective steps**

HOD's must monitor monthly income and expenditure reports and ensure spending is within budget and spend by 30 June 2017.

### **2.5 Conclusion**

Detailed analysis of the municipal performance for the year to date ending 31 October 2016 will be presented under the different sections of the report.

The municipality implemented various cost saving measures and other activities to ensure that the municipal budget is implemented according to the mandate of Council.

## Section 3 – In-year budget statement tables

### 3.1 Monthly budget statements

#### 3.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Eden - Table C1 Monthly Budget Statement Summary - M04 October

| 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>Financial Performance</b>   |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Property rates   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Service charges  | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Investment revenue   | 6,621            | 7,974               | -                 | -                  | 3,896              | 2,658              | 1,238               | 47%             | 7,974              |
| Transfers recognised - operational                                   | 186,119          | 146,708             | -                 | -                  | 62,005             | 48,903             | 13,102              | 27%             | 146,708            |
| Other own revenue  | 183,046          | 160,226             | -                 | 1,986              | 6,629              | 53,409             | (46,779)            | -88%            | 160,226            |
| <b>Total Revenue (excluding capital transfers and contributions)</b> | <b>375,786</b>   | <b>314,908</b>      | <b>-</b>          | <b>1,986</b>       | <b>72,530</b>      | <b>104,969</b>     | <b>(32,439)</b>     | <b>-31%</b>     | <b>314,908</b>     |
| Employee costs   | 105,788          | 105,720             | -                 | 8,346              | 32,650             | 35,240             | (2,590)             | -7%             | 105,720            |
| Remuneration of Councillors  | 8,296            | 8,448               | -                 | 677                | 2,252              | 2,816              | (564)               | -20%            | 8,448              |
| Depreciation & asset impairment                                      | 3,800            | 4,087               | -                 | -                  | 733                | 1,362              | (629)               | -46%            | 4,087              |
| Finance charges  | 69               | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Materials and bulk purchases   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Transfers and grants   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Other expenditure  | 249,931          | 191,220             | -                 | 4,398              | 10,084             | 63,740             | (53,656)            | -84%            | 191,220            |
| <b>Total Expenditure</b>   | <b>367,884</b>   | <b>309,475</b>      | <b>-</b>          | <b>13,421</b>      | <b>45,719</b>      | <b>103,158</b>     | <b>(57,439)</b>     | <b>-56%</b>     | <b>309,475</b>     |
| <b>Surplus/(Deficit)</b>   | <b>7,902</b>     | <b>5,433</b>        | <b>-</b>          | <b>(11,435)</b>    | <b>26,811</b>      | <b>1,811</b>       | <b>25,000</b>       | <b>1380%</b>    | <b>5,433</b>       |
| Transfers recognised - capital                                       | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Contributions & Contributed assets                                   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> | <b>7,902</b>     | <b>5,433</b>        | <b>-</b>          | <b>(11,435)</b>    | <b>26,811</b>      | <b>1,811</b>       | <b>25,000</b>       | <b>1380%</b>    | <b>5,433</b>       |
| Share of surplus/ (deficit) of associate                             | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| <b>Surplus/ (Deficit) for the year</b>                               | <b>7,902</b>     | <b>5,433</b>        | <b>-</b>          | <b>(11,435)</b>    | <b>26,811</b>      | <b>1,811</b>       | <b>25,000</b>       | <b>1380%</b>    | <b>5,433</b>       |
| <b>Capital expenditure &amp; funds sources</b>                       |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| <b>Capital expenditure</b>   | <b>2,291</b>     | <b>5,415</b>        | <b>-</b>          | <b>33</b>          | <b>132</b>         | <b>1,805</b>       | <b>(1,673)</b>      | <b>-93%</b>     | <b>5,415</b>       |
| Capital transfers recognised   | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Public contributions & donations                                     | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Borrowing  | -                | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| Internally generated funds   | 2,291            | 5,415               | -                 | 33                 | 132                | 1,805              | (1,673)             | -93%            | 5,415              |
| <b>Total sources of capital funds</b>                                | <b>2,291</b>     | <b>5,415</b>        | <b>-</b>          | <b>33</b>          | <b>132</b>         | <b>1,805</b>       | <b>(1,673)</b>      | <b>-93%</b>     | <b>5,415</b>       |
| <b>Financial position</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total current assets   | 175,537          | 175,537             | -                 | -                  | 179,092            | -                  | -                   | -               | 175,537            |
| Total non current assets   | 285,987          | 285,987             | -                 | -                  | 227,667            | -                  | -                   | -               | 285,987            |
| Total current liabilities  | 38,215           | 38,215              | -                 | -                  | 38,459             | -                  | -                   | -               | 38,215             |
| Total non current liabilities  | 133,206          | 133,206             | -                 | -                  | 82,661             | -                  | -                   | -               | 133,206            |
| <b>Community wealth/Equity</b>                                       | <b>290,103</b>   | <b>290,103</b>      | <b>-</b>          | <b>-</b>           | <b>285,639</b>     | <b>-</b>           | <b>-</b>            | <b>-</b>        | <b>290,103</b>     |
| <b>Cash flows</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Net cash from (used) operating                                       | 7,674            | 5,433               | -                 | (11,435)           | 26,811             | 1,811              | (25,000)            | -1380%          | 5,433              |
| Net cash from (used) investing                                       | (1,765)          | (5,415)             | -                 | (150,033)          | (189,037)          | (1,805)            | 187,232             | -10373%         | (5,415)            |
| Net cash from (used) financing                                       | (664)            | -                   | -                 | -                  | -                  | -                  | -                   | -               | -                  |
| <b>Cash/cash equivalents at the month/year end</b>                   | <b>148,539</b>   | <b>148,557</b>      | <b>-</b>          | <b>-</b>           | <b>20,715</b>      | <b>148,545</b>     | <b>127,830</b>      | <b>86%</b>      | <b>182,959</b>     |
| <b>Debtors &amp; creditors analysis</b>                              | <b>0-30 Days</b> | <b>31-60 Days</b>   | <b>61-90 Days</b> | <b>91-120 Days</b> | <b>121-150 Dys</b> | <b>151-180 Dys</b> | <b>181 Dys-1 Yr</b> | <b>Over 1Yr</b> | <b>Total</b>       |
| <b>Debtors Age Analysis</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total By Income Source   | 237              | 336                 | 667               | -                  | -                  | -                  | -                   | 12,908          | 14,148             |
| <b>Creditors Age Analysis</b>  |                  |                     |                   |                    |                    |                    |                     |                 |                    |
| Total Creditors  | 3,231            | -                   | -                 | -                  | -                  | -                  | -                   | -               | 3,231              |

### 3.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

DC4 Eden - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M04 October

| 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>                         |     |                 |                     |                 |                |               |               |              |                |                    |
| <i><b>Governance and administration</b></i>       |     | 224,683         | 176,268             | -               | 1,458          | 70,915        | 58,756        | 12,159       | 21%            | 176,268            |
| Executive and council                             |     | 224,683         | 175,765             | -               | 1,458          | 70,770        | 58,588        | 12,182       | 21%            | 175,765            |
| Budget and treasury office                        |     | -               | -                   | -               | -              | (17)          | -             | (17)         | #DIV/0!        | -                  |
| Corporate services                                |     | -               | 503                 | -               | -              | 161           | 168           | (6)          | -4%            | 503                |
| <i><b>Community and public safety</b></i>         |     | 6,251           | 6,485               | -               | 527            | 1,559         | 2,162         | (603)        | -28%           | 6,485              |
| Community and social services                     |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Sport and recreation                              |     | 6,065           | 6,288               | -               | 506            | 1,478         | 2,096         | (618)        | -29%           | 6,288              |
| Public safety                                     |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Housing   |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Health  |     | 186             | 197                 | -               | 22             | 81            | 66            | 15           | 23%            | 197                |
| <i><b>Economic and environmental services</b></i> |     | 143,435         | 132,155             | -               | -              | 57            | 44,052        | (43,995)     | -100%          | 132,155            |
| Planning and development                          |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Road transport                                    |     | 143,180         | 132,000             | -               | -              | -             | 44,000        | (44,000)     | -100%          | 132,000            |
| Environmental protection                          |     | 255             | 155                 | -               | -              | 57            | 52            | 5            | 10%            | 155                |
| <i><b>Trading services</b></i>                    |     | 1,417           | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Electricity                                       |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Water   |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Waste water management                            |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Waste management                                  |     | 1,417           | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <i><b>Other</b></i>                               | 4   | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <b>Total Revenue - Standard</b>                   | 2   | 375,786         | 314,908             | -               | 1,986          | 72,530        | 104,969       | (32,439)     | -31%           | 314,908            |
| <b>Expenditure - Standard</b>                     |     |                 |                     |                 |                |               |               |              |                |                    |
| <i><b>Governance and administration</b></i>       |     | 95,399          | 93,648              | -               | 7,093          | 22,565        | 31,216        | (8,651)      | -28%           | 93,648             |
| Executive and council                             |     | 42,631          | 38,229              | -               | 3,816          | 7,902         | 12,743        | (4,841)      | -38%           | 38,229             |
| Budget and treasury office                        |     | 22,226          | 22,124              | -               | 1,455          | 6,065         | 7,375         | (1,310)      | -18%           | 22,124             |
| Corporate services                                |     | 30,542          | 33,295              | -               | 1,823          | 8,598         | 11,098        | (2,500)      | -23%           | 33,295             |
| <i><b>Community and public safety</b></i>         |     | 86,809          | 66,080              | -               | 4,968          | 19,254        | 22,027        | (2,773)      | -13%           | 66,080             |
| Community and social services                     |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Sport and recreation                              |     | 10,616          | 12,731              | -               | 729            | 2,987         | 4,244         | (1,257)      | -30%           | 12,731             |
| Public safety                                     |     | 45,889          | 25,501              | -               | 2,200          | 8,282         | 8,500         | (219)        | -3%            | 25,501             |
| Housing   |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Health  |     | 30,304          | 27,848              | -               | 2,038          | 7,985         | 9,283         | (1,297)      | -14%           | 27,848             |
| <i><b>Economic and environmental services</b></i> |     | 161,620         | 147,012             | -               | 1,172          | 3,133         | 49,004        | (45,871)     | -94%           | 147,012            |
| Planning and development                          |     | 11,559          | 10,787              | -               | 826            | 2,442         | 3,596         | (1,154)      | -32%           | 10,787             |
| Road transport                                    |     | 147,263         | 134,364             | -               | 202            | 202           | 44,788        | (44,586)     | -100%          | 134,364            |
| Environmental protection                          |     | 2,798           | 1,861               | -               | 143            | 489           | 620           | (131)        | -21%           | 1,861              |
| <i><b>Trading services</b></i>                    |     | 24,056          | 2,734               | -               | 188            | 767           | 911           | (144)        | -16%           | 2,734              |
| Electricity                                       |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Water   |     | 20,812          | 850                 | -               | 64             | 260           | 283           | (23)         | -8%            | 850                |
| Waste water management                            |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| Waste management                                  |     | 3,244           | 1,884               | -               | 125            | 507           | 628           | (121)        | -19%           | 1,884              |
| <i><b>Other</b></i>                               |     | -               | -                   | -               | -              | -             | -             | -            | -              | -                  |
| <b>Total Expenditure - Standard</b>               | 3   | 367,884         | 309,474             | -               | 13,421         | 45,719        | 103,158       | (57,439)     | -56%           | 309,474            |
| <b>Surplus/ (Deficit) for the year</b>            |     | 7,902           | 5,434               | -               | (11,435)       | 26,811        | 1,811         | 25,000       | 1380%          | 5,434              |

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.

**Operating Revenue:**

Operating revenue totals **R 1,985,684** for the period ending 31 October 2016. Other income for the month received includes **Interest on outstanding debtors of R 106,219** and **Income Agency Services of R 1,204,075**. Refer to separate schedule at the back of the report for variances for Eden.

**Operating Expenditure**

Operating expenditure of **R 13,420,791** is reported for the month ending 31 October 2016. The majority of these expenditure totals Employee and Councillor related cost of **R9,022,860**.

### 3.1.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

DC4 Eden - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

| 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 |
| <b>R thousands</b>                     |     |                 |                     |                 |                 |               |                |                 |                |                    |
| <b>Revenue by Vote</b>                 | 1   |                 |                     |                 |                 |               |                |                 |                |                    |
| Vote 1 - Executive and Council         |     | 224,683         | 175,765             | -               | 1,458           | 70,770        | 58,588         | 12,182          | 20.8%          | 175,765            |
| Vote 2 - Budget and Treasury Office    |     | -               | -                   | -               | -               | (17)          | -              | (17)            | #DIV/0!        | -                  |
| Vote 3 - Corporate Services            |     | -               | 503                 | -               | -               | 161           | 168            | (6)             | -3.8%          | 503                |
| Vote 4 - Planning and Development      |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 5 - Public Safety                 |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 6 - Health                        |     | 186             | 197                 | -               | 22              | 81            | 66             | 15              | 23.0%          | 197                |
| Vote 7 - Sport and Recreation          |     | 6,065           | 6,288               | -               | 506             | 1,478         | 2,096          | (618)           | -29.5%         | 6,288              |
| Vote 8 - Waste Management              |     | 1,417           | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 9 - Road Transport                |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 10 - Water                        |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 11 - Environmental Protection     |     | 255             | 155                 | -               | -               | 57            | 52             | 5               | 10.1%          | 155                |
| Vote 12 - Roads Agency Function        |     | 143,180         | 132,000             | -               | -               | -             | 44,000         | (44,000)        | -100.0%        | 132,000            |
| Vote 13 - [NAME OF VOTE 13]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 14 - [NAME OF VOTE 14]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 15 - [NAME OF VOTE 15]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| <b>Total Revenue by Vote</b>           | 2   | <b>375,786</b>  | <b>314,908</b>      | <b>-</b>        | <b>1,986</b>    | <b>72,530</b> | <b>104,969</b> | <b>(32,439)</b> | <b>-30.9%</b>  | <b>314,908</b>     |
| <b>Expenditure by Vote</b>             | 1   |                 |                     |                 |                 |               |                |                 |                |                    |
| Vote 1 - Executive and Council         |     | 42,631          | 38,229              | -               | 3,816           | 7,902         | 12,743         | (4,841)         | -38.0%         | 38,229             |
| Vote 2 - Budget and Treasury Office    |     | 22,226          | 22,123              | -               | 1,455           | 6,065         | 7,374          | (1,309)         | -17.8%         | 22,123             |
| Vote 3 - Corporate Services            |     | 30,542          | 33,295              | -               | 1,823           | 8,598         | 11,098         | (2,500)         | -22.5%         | 33,295             |
| Vote 4 - Planning and Development      |     | 11,559          | 10,788              | -               | 826             | 2,442         | 3,596          | (1,154)         | -32.1%         | 10,788             |
| Vote 5 - Public Safety                 |     | 45,889          | 25,501              | -               | 2,200           | 8,282         | 8,500          | (219)           | -2.6%          | 25,501             |
| Vote 6 - Health                        |     | 31,304          | 27,848              | -               | 2,038           | 7,985         | 9,283          | (1,297)         | -14.0%         | 27,848             |
| Vote 7 - Sport and Recreation          |     | 21,117          | 12,732              | -               | 729             | 2,987         | 4,244          | (1,257)         | -29.6%         | 12,732             |
| Vote 8 - Waste Management              |     | 3,244           | 1,884               | -               | 125             | 507           | 628            | (121)           | -19.3%         | 1,884              |
| Vote 9 - Road Transport                |     | 4,083           | 2,364               | -               | 202             | 202           | 788            | (586)           | -74.3%         | 2,364              |
| Vote 10 - Water                        |     | 20,812          | 850                 | -               | 64              | 260           | 283            | (23)            | -8.2%          | 850                |
| Vote 11 - Environmental Protection     |     | 2,797           | 1,861               | -               | 143             | 489           | 620            | (131)           | -21.1%         | 1,861              |
| Vote 12 - Roads Agency Function        |     | 143,180         | 132,000             | -               | -               | -             | 44,000         | (44,000)        | -100.0%        | 132,000            |
| Vote 13 - [NAME OF VOTE 13]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 14 - [NAME OF VOTE 14]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| Vote 15 - [NAME OF VOTE 15]            |     | -               | -                   | -               | -               | -             | -              | -               | -              | -                  |
| <b>Total Expenditure by Vote</b>       | 2   | <b>379,384</b>  | <b>309,475</b>      | <b>-</b>        | <b>13,421</b>   | <b>45,719</b> | <b>103,158</b> | <b>(57,439)</b> | <b>-55.7%</b>  | <b>309,475</b>     |
| <b>Surplus/ (Deficit) for the year</b> | 2   | <b>(3,598)</b>  | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   | <b>25,000</b>   | <b>1380.5%</b> | <b>5,433</b>       |

Reporting per municipal vote provide details on the spread of spending over the various functions of council.

Income is mainly budgeted under the Executive and Council function and therefor the majority of the income will be reflected under this section.

The consolidation of the Roads Agency function into the budget of EdenDM reflects under the Roads Transport municipal function above.

No reporting on the operations in terms of the Roads Agency function is included in the report, the Roads income and expenditure is consolidated into Eden's Financial Statements after year end (30 June 2017).

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

DC4 Eden - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

| 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   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Property rates - penalties & collection charges                      |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Service charges - electricity revenue                                |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Service charges - water revenue                                      |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Service charges - sanitation revenue                                 |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Service charges - refuse revenue                                     |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Service charges - other  |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Rental of facilities and equipment                                   |     | 1,345           | 1,424               |                 | 102             | 633           | 475            | 158             | 33%            | 1,424              |
| Interest earned - external investments                               |     | 6,621           | 7,974               |                 | -               | 3,896         | 2,658          | 1,238           | 47%            | 7,974              |
| Interest earned - outstanding debtors                                |     | 754             | 799                 |                 | 106             | 415           | 266            | 148             | 56%            | 799                |
| Dividends received   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Fines  |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Licences and permits   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Agency services  |     | 15,692          | 14,500              |                 | 1,204           | 3,612         | 4,833          | (1,221)         | -25%           | 14,500             |
| Transfers recognised - operational                                   |     | 186,119         | 146,708             |                 |                 | 62,005        | 48,903         | 13,102          | 27%            | 146,708            |
| Other revenue  |     | 165,255         | 143,503             |                 | 573             | 1,970         | 47,834         | (45,865)        | -96%           | 143,503            |
| Gains on disposal of PPE   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| <b>Total Revenue (excluding capital transfers and contributions)</b> |     | <b>375,786</b>  | <b>314,908</b>      | <b>-</b>        | <b>1,986</b>    | <b>72,530</b> | <b>104,969</b> | <b>(32,439)</b> | <b>-31%</b>    | <b>314,908</b>     |
| <b>Expenditure By Type</b>   |     |                 |                     |                 |                 |               |                |                 |                |                    |
| Employee related costs   |     | 105,788         | 105,720             |                 | 8,346           | 32,650        | 35,240         | (2,590)         | -7%            | 105,720            |
| Remuneration of councillors  |     | 8,296           | 8,448               |                 | 677             | 2,252         | 2,816          | (564)           | -20%           | 8,448              |
| Debt impairment  |     | 1,000           | 1,060               |                 | -               | -             | 353            | (353)           | -100%          | 1,060              |
| Depreciation & asset impairment                                      |     | 3,800           | 4,087               |                 |                 | 733           | 1,362          | (629)           | -46%           | 4,087              |
| Finance charges  |     | 69              | -                   |                 |                 |               |                | -               |                |                    |
| Bulk purchases   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Other materials  |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Contracted services  |     | 61,905          | 11,214              |                 | 2,474           | 4,349         | 3,738          | 611             | 16%            | 11,214             |
| Transfers and grants   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Other expenditure  |     | 187,026         | 178,946             |                 | 1,924           | 5,735         | 59,649         | (53,914)        | -90%           | 178,946            |
| Loss on disposal of PPE  |     |                 |                     |                 |                 |               |                | -               |                |                    |
| <b>Total Expenditure</b>   |     | <b>367,884</b>  | <b>309,475</b>      | <b>-</b>        | <b>13,421</b>   | <b>45,719</b> | <b>103,158</b> | <b>(57,439)</b> | <b>-56%</b>    | <b>309,475</b>     |
| <b>Surplus/(Deficit)</b>   |     | <b>7,902</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   | <b>25,000</b>   | <b>0</b>       | <b>5,433</b>       |
| Transfers recognised - capital                                       |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Contributions recognised - capital                                   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| Contributed assets   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b> |     | <b>7,902</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   |                 |                | <b>5,433</b>       |
| Taxation   |     |                 |                     |                 |                 |               |                | -               |                |                    |
| <b>Surplus/(Deficit) after taxation</b>                              |     | <b>7,902</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   |                 |                | <b>5,433</b>       |
| Attributable to minorities   |     |                 |                     |                 |                 |               |                |                 |                |                    |
| <b>Surplus/(Deficit) attributable to municipality</b>                |     | <b>7,902</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   |                 |                | <b>5,433</b>       |
| Share of surplus/ (deficit) of associate                             |     |                 |                     |                 |                 |               |                |                 |                |                    |
| <b>Surplus/ (Deficit) for the year</b>                               |     | <b>7,902</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b> | <b>26,811</b> | <b>1,811</b>   |                 |                | <b>5,433</b>       |

## **Revenue by Source**

Revenue by source explains the types of income budgeted for and the performance of these items individually.

### **Rental of facilities and equipment:**

An amount of R 102,453.83, are reported for the month of October 2016 in comparison to a budgeted amount of R 1 424 332 for the year.

### **Interest earned – External Investments:**

Reflects the interest earned in respect of surplus funds not immediately needed in the operations of the municipality over the short term period. No interest was received for the month under review as there were no investments that matured during October 2016.

### **Interest raised – Outstanding debtors**

The interest on outstanding debtors raised amounts to R 106,219 for the month of October 2016 and are mainly due to outstanding fire service accounts.

### **Agency services**

The municipality performs an agency function on behalf of the Department of Transport – Roads department. Monthly agency fees are collected from the department. 12% Admin fee is received on the original allocation and 3% on the cost of additional reseal projects. Revenue in respect of the Agency Services for the month of October amounts to R1,204,075.

### **Transferred recognised – operational**

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenues Act's respectively. The first instalment of R59,205,000 for the Equitable Share was received during July 2016. The Municipality received R1,250,000 for Financial Management Grant and R250,000 for the EPWP Grant for the month of August 2016. The Municipality received R1,300,000 for Rural Roads Asset Management Systems during the month of September 2016. For the month of October 2016 no grant income were received.

The municipality followed the Application for roll-over process for the unspent grant balances, awaiting feedback from National and Provincial Treasury regarding the request for roll-over.

### Other revenue / Sundry income

Other revenue reflects an amount of R 572,936 for the month of October 2016. Other revenue consists of the following:

Sundry Income R 572,936

*Consists of amongst others chalets income R340,702 / camping fees total to R105,963, caravans R 35,105, day visitors R 14,018, tariffs & penalties health R 21,672, health claims R43,945, fire fighting fees R592, anti fraud hotline income R1,500 and sundry income R9,439.*

### Expenditure by Type

Expenditure by type reflects the operational budget per main type/category of expenditure.

### Employee Related cost / Remuneration of councillors

Remuneration related expenditure for the month of October 2016 amounts to R9,022,860 of a budgeted amount of R 114 110 875, and the year to date expenditure amounts to R34,901,758 which represents 30,6% of the budgeted amount.

### Debt Impairment / Depreciation and asset impairment

These items account for non-cash budgeted items.

### Finance charges

The municipality have no outstanding loans and did not budget for finance charges as Council will not take up any new loans.

### Contracted services

Contracted Services of R2,473,633 is reflected in the financial results for the month ending 31 October 2016.

### Other expenditure

Other expenditure reflects all other expenses not specifically mentioned and amounts to R1,924,298 for the month of October 2016.

Most of the other expenditure is only accounted for at the end of the financial year. The other expenditure consists of amongst others the following:

- Repairs and Maintenance
- Operating Projects (own funds)
- General expenses
- Contributions to provisions
- Actuarial Loss

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

DC4 Eden - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M04 October

| 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 |
| <b>R thousands</b>                           | 1   |                 |                     |                 |                |               |               |                |                |                    |
| <b>Multi-Year expenditure appropriation</b>  | 2   |                 |                     |                 |                |               |               |                |                |                    |
| Vote 1 - Executive and Council               |     | 7               | 1,690               | -               | -              | -             | 563           | (563)          | -100%          | 1,690              |
| Vote 2 - Budget and Treasury Office          |     | 140             | -                   | -               | -              | 15            | -             | 15             | #DIV/0!        | -                  |
| Vote 3 - Corporate Services                  |     | 1,126           | 405                 | -               | 5              | 18            | 135           | (117)          | -87%           | 405                |
| Vote 4 - Planning and Development            |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 5 - Public Safety                       |     | 775             | 970                 | -               | -              | 13            | 323           | (310)          | -96%           | 970                |
| Vote 6 - Health                              |     | 11              | -                   | -               | 14             | 16            | -             | 16             | #DIV/0!        | -                  |
| Vote 7 - Sport and Recreation                |     | 217             | 1,870               | -               | 12             | 32            | 623           | (592)          | -95%           | 1,870              |
| Vote 8 - Waste Management                    |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 9 - Road Transport                      |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 10 - Water                              |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 11 - Environmental Protection           |     | 15              | 480                 | -               | 1              | 38            | 160           | (122)          | -76%           | 480                |
| Vote 12 - Roads Agency Function              |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 13 - [NAME OF VOTE 13]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 14 - [NAME OF VOTE 14]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 15 - [NAME OF VOTE 15]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| <b>Total Capital Multi-year expenditure</b>  | 4,7 | <b>2,291</b>    | <b>5,415</b>        | <b>-</b>        | <b>33</b>      | <b>132</b>    | <b>1,805</b>  | <b>(1,673)</b> | <b>-93%</b>    | <b>5,415</b>       |
| <b>Single Year expenditure appropriation</b> | 2   |                 |                     |                 |                |               |               |                |                |                    |
| Vote 1 - Executive and Council               |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 2 - Budget and Treasury Office          |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 3 - Corporate Services                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 4 - Planning and Development            |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 5 - Public Safety                       |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 6 - Health                              |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 7 - Sport and Recreation                |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 8 - Waste Management                    |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 9 - Road Transport                      |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 10 - Water                              |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 11 - Environmental Protection           |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 12 - Roads Agency Function              |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 13 - [NAME OF VOTE 13]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 14 - [NAME OF VOTE 14]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| Vote 15 - [NAME OF VOTE 15]                  |     | -               | -                   | -               | -              | -             | -             | -              | -              | -                  |
| <b>Total Capital single-year expenditure</b> | 4   | <b>-</b>        | <b>-</b>            | <b>-</b>        | <b>-</b>       | <b>-</b>      | <b>-</b>      | <b>-</b>       | <b>-</b>       | <b>-</b>           |
| <b>Total Capital Expenditure</b>             |     | <b>2,291</b>    | <b>5,415</b>        | <b>-</b>        | <b>33</b>      | <b>132</b>    | <b>1,805</b>  | <b>(1,673)</b> | <b>-93%</b>    | <b>5,415</b>       |

Variances explained in Supporting Table C5

Refer to next page for detail breakdown of the capital expenditure

| Project description              | Original Budget<br>R' | YTD Expenditure<br>R' | Status of the<br>project   | At what stage is each<br>project currently           | Any challenges identified that is<br>resulting in delays? | What measures are in place to<br>remedy the existing challenges.  |
|----------------------------------|-----------------------|-----------------------|----------------------------|--|---|---|
| Swartvlei Septic Tank Project    | R 120,000.00          | R -                   | Awarded to Wilson Plumbers | Awarded to Wilson Plumbers                           | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. This report will be tabled to the Management committee and the Finance portfolio committee to ensure accountability is enforced. |
| Smoke Detectors                  | R 40,000.00           | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Finger Scanner                   | R 50,000.00           | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Upgrading of Building / Resorts  | R 1,400,000.00        | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Safety gates (Spa)               | R 7,500.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Blinds (Spa)                     | R 3,000.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Safety gates (DeHoek)            | R 5,000.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Office Chairs (Data Office)      | R 5,400.00            | R 4,000.00            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Office Chairs (SCM Office)       | R 10,800.00           | R 8,800.00            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| High Back Chairs (Creditors)     | R 8,100.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| High Back Chairs (BTO)           | R 10,800.00           | R 1,963.35            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Visitors Chairs (BTO)            | R 4,000.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Chairs( JOC Replacements)        | R 45,000.00           | R -                   | Tender Process Started     | At SCM for point scoring and BEC Committee to follow | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Office Chairs (MHS George)       | R 9,431.36            | R 7,912.96            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Filing Shelve (MHS George)       | R 2,700.00            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| New Working Station (MHS Marlon) | R 1,889.10            | R -                   | Not Started yet            | Not Started yet                                      | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Office Chairs (Registry)         | R 5,000.00            | R 3,857.89            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |
| Binders (Registry)               | R 4,500.00            | R 3,745.61            | in process                 | in process   | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.  |



| Project description                   | Original Budget<br>R' | YTD Expenditure<br>R' | Status of the<br>project | At what stage is each<br>project currently | Any challenges identified that is<br>resulting in delays? | What measures are in place to<br>remedy the existing challenges.                                   |
|---------------------------------------|-----------------------|-----------------------|--------------------------|--|---|--|
| Office Chairs (Committee)             | R 5,000.00            | R 989.12              | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Replacement of Council Chamber chairs | R 200,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Office Chairs (MHS Klein Karoo)       | R 2,000.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| High back chairs (MHS Langeberg)      | R 6,941.06            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Visitors chairs (MHS Langeberg)       | R 11,571.00           | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Desk Unit (MHS Langeberg)             | R 8,685.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Office Chair (Mosselbay)              | R 1,500.00            | R -                   | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Cabinet (lakes Area)                  | R 3,500.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Pedestal fan (Lakes Area)             | R 450.00              | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Mobile aircon (Lakes Area)            | R 2,000.00            | R 1,095.61            | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| High back chair (Lakes area)          | R 2,672.43            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Pedestal fans (Plettenbergbay)        | R 2,400.00            | R -                   | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| High back chairs (Plett)              | R 5,344.86            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Hinged door cupboards (Plett)         | R 3,920.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Office furniture (Air Quality)        | R 13,400.00           | R 10,694.91           | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |

| Project description               | Original Budget<br>R' | YTD Expenditure<br>R' | Status of the<br>project | At what stage is each<br>project currently | Any challenges identified that is<br>resulting in delays? | What measures are in place to<br>remedy the existing challenges.                                   |
|-----------------------------------|-----------------------|-----------------------|--------------------------|--|---|--|
| Steel Shelves                     | R 65,000.00           | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Urn (MHS George)                  | R 1,200.00            | R 855.22              | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Laminator (Registry)              | R 2,000.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Equipment (Spa)                   | R 180,000.00          | R -                   | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Refrigerator (MHS Langeberg)      | R 3,310.90            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Vacuum cleaner (Langeberg)        | R 3,189.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Laminator (Lakes area)            | R 3,000.00            | R 1,685.00            | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Water Urn 5 liter                 | R 2,000.00            | R -                   | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| DTP Computer Equipment            | R 256,000.00          | R 9,230.94            | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Fire Fighting Equipment           | R 200,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Radio Transmitter                 | R 400,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| MIA (Major Incident Alert) System | R 215,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Aeroquille Mobile Analyzer        | R 430,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Weather station                   | R 50,000.00           | R 27,735.10           | In process               | In process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Council chambers                  | R 700,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |

| Project description   | Original Budget<br>R' | YTD Expenditure<br>R' | Status of the<br>project | At what stage is each<br>project currently | Any challenges identified that is<br>resulting in delays? | What measures are in place to<br>remedy the existing challenges.                                   |
|---|-----------------------|-----------------------|--------------------------|--|---|--|
| Upgrading of security system (HO)   | R 530,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Equipment (TASK)  | R 8,000.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Camera (Disaster management)  | R 15,000.00           | R 13,157.02           | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Map Hangers (Disaster Management)   | R 1,500.00            | R -                   | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Laser Point Wireless Presenter(Disaster)  | R 600.00              | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Overhead Projector (MHS George)   | R 5,190.00            | R 4,473.68            | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Free Chlorine Meter (MHS George)  | R 22,500.00           | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Hand held recording equipment (Comm)  | R 5,000.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Data Projector(loerie & outeniqua)  | R 9,500.00            | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Dongel (Committee)  | R 20,000.00           | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Equipment (Dehoek)  | R 80,000.00           | R 31,831.50           | in process               | in process                                 | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Equipment (Swartvlei)   | R 50,000.00           | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
| Pool Vehicles   | R 155,000.00          | R -                   | Not Started yet          | Not Started yet                            | No expected challenges anticipated                        | Monthly all project managers will report to the BTO progress i.t.o the progress on their projects. |
|   |                       | R -                   |                          |  |   |  |
| Totals  | 5,415,494.71          | 132027.91             |                          |  |   |  |
| Project status: If the project is in the SCM process of being procured. Please state in which stage (planning, specification, advertising, etc) |                       |                       |                          |  |   |  |
| <b>Commitments against capital for the month October 2017</b>   |                       |                       |                          |  |   |  |
| Swartvlei Septic Tank Project   | R 61,130.96           |                       |                          |  |   |  |
| Office Chair (Mosselbay)  | R 1,127.60            |                       |                          |  |   |  |
| Pedestal fans (Plettenbergbay)  | R 1,906.00            |                       |                          |  |   |  |
| Equipment (Spa)   | R 91,495.49           |                       |                          |  |   |  |
| Water Urn 5 liter   | R 1,348.60            |                       |                          |  |   |  |
| DTP Computer Equipment  | R 2,562.66            |                       |                          |  |   |  |
| Weather station   | R 16,304.42           |                       |                          |  |   |  |
| Map Hangers (Disaster Management)   | R 796.65              |                       |                          |  |   |  |
| Equipment (Dehoek)  | R 8,550.00            |                       |                          |  |   |  |
|   | <b>R 185,222.38</b>   |                       |                          |  |   |  |

### 3.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Eden - Table C6 Monthly Budget Statement - Financial Position - M04 October

| 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                                     |     | 148,539         | 148,539             |                 | 167,437        | 148,539            |
| Call investment deposits                 |     |                 |                     |                 |                | -                  |
| Consumer debtors                         |     | 14,946          | 14,946              |                 | 2,950          | 14,946             |
| Other debtors                            |     | 5,016           | 5,016               |                 | 5,235          | 5,016              |
| Current portion of long-term receivables |     | 2,757           | 2,757               |                 |                | 2,757              |
| Inventory                                |     | 4,279           | 4,279               |                 | 3,470          | 4,279              |
| <b>Total current assets</b>              |     | <b>175,537</b>  | <b>175,537</b>      | <b>-</b>        | <b>179,092</b> | <b>175,537</b>     |
| <b>Non current assets</b>                |     |                 |                     |                 |                |                    |
| Long-term receivables                    |     | 57,679          | 57,679              |                 |                | 57,679             |
| Investments                              |     | 26              | 26                  |                 | 26             | 26                 |
| Investment property                      |     | 85,712          | 85,712              |                 | 85,617         | 85,712             |
| Investments in Associate                 |     |                 |                     |                 |                |                    |
| Property, plant and equipment            |     | 140,469         | 140,469             |                 | 140,270        | 140,469            |
| Agricultural                             |     |                 |                     |                 |                |                    |
| Biological assets                        |     |                 |                     |                 |                |                    |
| Intangible assets                        |     | 2,101           | 2,101               |                 | 1,754          | 2,101              |
| Other non-current assets                 |     |                 |                     |                 |                |                    |
| <b>Total non current assets</b>          |     | <b>285,987</b>  | <b>285,987</b>      | <b>-</b>        | <b>227,667</b> | <b>285,987</b>     |
| <b>TOTAL ASSETS</b>                      |     | <b>461,524</b>  | <b>461,524</b>      | <b>-</b>        | <b>406,759</b> | <b>461,524</b>     |
| <b>LIABILITIES</b>                       |     |                 |                     |                 |                |                    |
| <b>Current liabilities</b>               |     |                 |                     |                 |                |                    |
| Bank overdraft                           |     |                 |                     |                 |                |                    |
| Borrowing                                |     |                 |                     |                 |                |                    |
| Consumer deposits                        |     |                 |                     |                 |                |                    |
| Trade and other payables                 |     | 35,502          | 35,502              |                 | 32,031         | 35,502             |
| Provisions                               |     | 2,713           | 2,713               |                 | 6,428          | 2,713              |
| <b>Total current liabilities</b>         |     | <b>38,215</b>   | <b>38,215</b>       | <b>-</b>        | <b>38,459</b>  | <b>38,215</b>      |
| <b>Non current liabilities</b>           |     |                 |                     |                 |                |                    |
| Borrowing                                |     |                 |                     |                 |                |                    |
| Provisions                               |     | 133,206         | 133,206             |                 | 82,661         | 133,206            |
| <b>Total non current liabilities</b>     |     | <b>133,206</b>  | <b>133,206</b>      | <b>-</b>        | <b>82,661</b>  | <b>133,206</b>     |
| <b>TOTAL LIABILITIES</b>                 |     | <b>171,421</b>  | <b>171,421</b>      | <b>-</b>        | <b>121,120</b> | <b>171,421</b>     |
| <b>NET ASSETS</b>                        | 2   | <b>290,103</b>  | <b>290,103</b>      | <b>-</b>        | <b>285,639</b> | <b>290,103</b>     |
| <b>COMMUNITY WEALTH/EQUITY</b>           |     |                 |                     |                 |                |                    |
| Accumulated Surplus/(Deficit)            |     | 264,933         | 264,933             |                 | 260,963        | 264,933            |
| Reserves                                 |     | 25,170          | 25,170              |                 | 24,676         | 25,170             |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>     | 2   | <b>290,103</b>  | <b>290,103</b>      | <b>-</b>        | <b>285,639</b> | <b>290,103</b>     |

This table excludes the actual figures for Roads department.

### 3.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Eden - Table C7 Monthly Budget Statement - Cash Flow - M04 October

| 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>CASH FLOW FROM OPERATING ACTIVITIES</b>        |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| <b>Receipts</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Property rates, penalties & collection charges    |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Service charges                                   |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Other revenue                                     |     | 182,933         | 159,427             |                 | 1,986            | 6,629            | 53,142         | (46,513)        | -88%           | 159,427            |
| Government - operating                            |     | 186,119         | 146,708             |                 |                  | 62,005           | 48,903         | 13,102          | 27%            | 146,708            |
| Government - capital                              |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Interest  |     | 6,621           | 8,773               |                 |                  | 3,896            | 2,924          | 971             | 33%            | 8,773              |
| Dividends   |     |                 | -                   |                 |                  |                  |                | -               |                |                    |
| <b>Payments</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Suppliers and employees                           |     | (320,713)       | (309,475)           |                 | (13,421)         | (45,719)         | (103,158)      | (57,439)        | 56%            | (309,475)          |
| Finance charges                                   |     | (69)            |                     |                 |                  |                  |                | -               |                | -                  |
| Transfers and Grants                              |     | (47,217)        |                     |                 |                  |                  |                | -               |                | -                  |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>  |     | <b>7,674</b>    | <b>5,433</b>        | <b>-</b>        | <b>(11,435)</b>  | <b>26,811</b>    | <b>1,811</b>   | <b>(25,000)</b> | <b>-1380%</b>  | <b>5,433</b>       |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>       |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| <b>Receipts</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Proceeds on disposal of PPE                       |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Decrease (increase) in non-current debtors        |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Decrease (increase) other non-current receivables |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Decrease (increase) in non-current investments    |     | 26              |                     |                 | (150,000)        | (188,905)        |                | (188,905)       | #DIV/0!        |                    |
| <b>Payments</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Capital assets                                    |     | (1,791)         | (5,415)             |                 | (33)             | (132)            | (1,805)        | (1,673)         | 93%            | (5,415)            |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>  |     | <b>(1,765)</b>  | <b>(5,415)</b>      | <b>-</b>        | <b>(150,033)</b> | <b>(189,037)</b> | <b>(1,805)</b> | <b>187,232</b>  | <b>-10373%</b> | <b>(5,415)</b>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>       |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| <b>Receipts</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Short term loans                                  |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Borrowing long term/refinancing                   |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| Increase (decrease) in consumer deposits          |     |                 |                     |                 |                  |                  |                | -               |                |                    |
| <b>Payments</b>                                   |     |                 |                     |                 |                  |                  |                |                 |                |                    |
| Repayment of borrowing                            |     | (664)           |                     |                 |                  |                  |                | -               |                |                    |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>  |     | <b>(664)</b>    | <b>-</b>            | <b>-</b>        | <b>-</b>         | <b>-</b>         | <b>-</b>       | <b>-</b>        | <b>-</b>       | <b>-</b>           |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>      |     | <b>5,245</b>    | <b>18</b>           | <b>-</b>        | <b>(161,468)</b> | <b>(162,226)</b> | <b>6</b>       |                 |                | <b>18</b>          |
| Cash/cash equivalents at beginning:               |     | 143,294         | 148,539             |                 |                  | 182,941          | 148,539        |                 |                | 182,941            |
| Cash/cash equivalents at month/year end:          |     | 148,539         | 148,557             |                 |                  | 20,715           | 148,545        |                 |                | 182,959            |

The municipal bank balance at 31 October 2016 totals R 20 715 218.45

Detailed information regarding the cash position is tabled below.

| <b>REPORTING MONTH: 31 OCTOBER 2016</b>                                    |                                 |                                |
|--|---------------------------------|--------------------------------|
| <b>Commitments against Cash &amp; Cash Equivalents</b>                     |                                 |                                |
| <b>ITEM</b>  | <b>Previous Month<br/>R'000</b> | <b>Current Month<br/>R'000</b> |
| <b>Cash &amp; Cash Equivalents</b>   | <b>179,881,442.00</b>           | <b>167,437,167.00</b>          |
| <b>LESS:</b>   | <b>125,449,500.32</b>           | <b>119,492,102.19</b>          |
| Unspent Conditional Grants   | 19,645,660.97                   | 19,527,579.48                  |
| Provision for staff leave  | 6,866,307.00                    | 6,827,339.00                   |
| Provision for staff shift allowance  | 1,082,500.00                    | 1,082,500.00                   |
| Post Retirement Benefits   | 33,928,872.00                   | 33,928,872.00                  |
| Current Portion: Alien Vegetation  | 6,179,203.00                    | 6,179,203.00                   |
| Performance Bonus  | 515,015.00                      | 515,015.00                     |
| Grant received in advance  | 14,801,250.00                   | -                              |
| Trade Payables   | 5,765,205.00                    | 4,043,164.00                   |
| Unspent Capital budget 4 month   | 1,254,582.46                    | 1,673,136.99                   |
| Unspent Operational budget 4 months  | 35,410,904.89                   | 45,715,292.72                  |
|  |                                 |                                |
| <b>Sub total</b>   | <b>54,431,941.68</b>            | <b>47,945,064.81</b>           |
|  |                                 |                                |
| <b>PLUS:</b>   | <b>1,484,426.50</b>             | <b>1,684,630.95</b>            |
| VAT Receivable   | -                               | -                              |
| Receivable Exchange  | 1,484,426.50                    | 1,684,630.95                   |
| Other receivables after impairment   |                                 |                                |
|  | <b>55,916,368.18</b>            | <b>49,629,695.76</b>           |
|  |                                 |                                |
| <b>LESS OTHER MATTERS:</b>   |                                 |                                |
| Capital Replacement Reserve  | 28,762,416.48                   | 28,762,416.48                  |
|  |                                 |                                |
| <b>Sub Total</b>   | <b>27,153,951.70</b>            | <b>20,867,279.28</b>           |
|  |                                 |                                |
| <b>LESS: CONTINGENT LIABILITIES</b>  | <b>20,970,021.00</b>            | <b>20,701,054.00</b>           |
| Theunis Barnard  | 38,231.00                       | 38,231.00                      |
| F du Toit (Vicbay Theft)   | 376,750.00                      | 376,750.00                     |
| Claim from Lefatshe Computer Systems                                       | 9,329,213.00                    | 9,329,213.00                   |
| Hoogbaard  | 600,000.00                      | 600,000.00                     |
| I Gerber   | 21,840.00                       | 21,840.00                      |
| Claim from Department of Public Works<br>(Correctional Services Uniondale) | 8,300,000.00                    | 8,300,000.00                   |
| Keyser, Doordrift Farm   | 839,201.00                      | 839,201.00                     |
| T De Bruyn   | 268,967.00                      | -                              |
| K Langeveld  | 316,819.00                      | 316,819.00                     |
| V Gouws/Mc Master/Taylor   | 879,000.00                      | 879,000.00                     |
|  |                                 |                                |
| <b>Surplus / (Deficit)</b>   | <b>6,183,930.70</b>             | <b>166,225.28</b>              |

## PART 2 – SUPPORTING DOCUMENTATION

### Section 4 – Debtors' analysis

#### Supporting Table SC3

DC4 Eden - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

| Description   | NT Code     | Budget Year 2016/17 |            |            |             |             |             |              |               |               | Total over 90 days | 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         |                    |  |  |  |
| <b>R thousands</b>  |             |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| <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        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Receivables from Non-exchange Transactions - Property Rates             | 1400        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Receivables from Exchange Transactions - Waste Water Management         | 1500        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Receivables from Exchange Transactions - Waste Management               | 1600        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Receivables from Exchange Transactions - Property Rental Debtors        | 1700        | 87                  | 285        | 142        |             |             |             |              | 1,362         | 1,876         | 1,362              |  |  |  |
| Interest on Arrear Debtor Accounts                                      | 1810        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Other   | 1900        | 150                 | 51         | 525        |             |             |             |              | 11,546        | 12,272        | 11,546             |  |  |  |
| <b>Total By Income Source</b>   | <b>2000</b> | <b>237</b>          | <b>336</b> | <b>667</b> | -           | -           | -           | -            | <b>12,908</b> | <b>14,148</b> | <b>12,908</b>      | -  | -  |  |
| <b>2015/16 - totals only</b>  |             |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| <b>Debtors Age Analysis By Customer Group</b>                           |             |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Organs of State   | 2200        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Commercial  | 2300        |                     |            |            |             |             |             |              |               |               |                    |  |  |  |
| Households  | 2400        | 135                 | 210        | 438        |             |             |             |              | 3,471         | 4,254         | 3,471              |  |  |  |
| Other   | 2500        | 101                 | 126        | 229        |             |             |             |              | 9,437         | 9,894         | 9,437              |  |  |  |
| <b>Total By Customer Group</b>  | <b>2600</b> | <b>237</b>          | <b>336</b> | <b>667</b> | -           | -           | -           | -            | <b>12,908</b> | <b>14,148</b> | <b>12,908</b>      | -  | -  |  |

The collection of debtors is a continuous process and currently being conducted by the Debtor section within finance. The majority of the debtors outstanding over one year are the Councillors debt with regard to travel claims and cannot be written off without the approval of the MEC, and Fire Fighting fees.

The current outstanding debtors of council at the end of 31 October 2016 totals R14.1m.

Various disputes were received from debtors with regards to fire fighting debtor accounts, challenging the origin of the fire and whose responsibility it was to be responsible for the payment of the account. The fire fighting section is busy with the investigations and will report the findings to the finance department in due course. Thereafter the debt collection process can proceed again.

## Section 5 – Creditors' analysis

### Supporting Table C4

DC4 Eden - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

| 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 | 121 - 150 Days | 151 - 180 Days | 181 Days - 1 Year | Over 1 Year |          |              |   |
| <b>Creditors Age Analysis By Customer Type</b> |             |                     |              |              |               |                |                |                   |             |          |              |   |
| Bulk Electricity                               | 0100        |                     |              |              |               |                |                |                   |             |          | -            |   |
| Bulk Water                                     | 0200        |                     |              |              |               |                |                |                   |             |          | -            |   |
| PAYE deductions                                | 0300        | 1,264               |              |              |               |                |                |                   |             |          | 1,264        |   |
| VAT (output less input)                        | 0400        |                     |              |              |               |                |                |                   |             |          | -            |   |
| Pensions / Retirement deductions               | 0500        | 1,256               |              |              |               |                |                |                   |             |          | 1,256        |   |
| Loan repayments                                | 0600        |                     |              |              |               |                |                |                   |             |          | -            |   |
| Trade Creditors                                | 0700        |                     |              |              |               |                |                |                   |             |          | -            |   |
| Auditor General                                | 0800        | 711                 |              |              |               |                |                |                   |             |          | 711          |   |
| Other  | 0900        |                     |              |              |               |                |                |                   |             |          | -            |   |
| <b>Total By Customer Type</b>                  | <b>1000</b> | <b>3,231</b>        | <b>-</b>     | <b>-</b>     | <b>-</b>      | <b>-</b>       | <b>-</b>       | <b>-</b>          | <b>-</b>    | <b>-</b> | <b>3,231</b> | <b>-</b>                                  |

The short coming in the creditors system needs attention to ensure that more accurate reporting can be done in respect of outstanding overdue accounts, changes to financial system has been placed on hold until feedback has been received from National Treasury regarding our financial system and MSCOA.



## Section 6 – Investment portfolio analysis

### 6.1 Investment monitoring information

|  | Balance as at 01 Oct 2016 | Movements for the month |                        |                      | Balance as at 31 Oct 2016 | Interest earned |                     |
|--|---------------------------|-------------------------|------------------------|----------------------|---------------------------|-----------------|---------------------|
|  |                           | Investments matured     | Investments made       | Interest capitalised |                           | Month           | Year to date        |
| <i>Eden district municipality</i>                |                           |                         |                        |                      |                           |                 |                     |
| <i>Interest Received YTD</i>                     |                           |                         |                        |                      | -                         |                 |                     |
| <i>Standard Bank</i>                             | -                         | -                       | -50,000,000.00         |                      | 50,000,000.00             | -               | 772,027.40          |
| <i>FNB</i>                                       | -                         | -                       | -                      |                      | -                         | -               | 283,587.25          |
| <i>ABSA</i>                                      | -                         | -                       | -50,000,000.00         |                      | 50,000,000.00             | -               | 754,055.89          |
| <i>Nedbank</i>                                   | -                         | -                       | -50,000,000.00         |                      | 50,000,000.00             | -               | 775,458.63          |
| <i>Standard Bank - Bank Guarantee investment</i> | 135,851.62                | -                       | -                      |                      | 136,590.06                | 738.44          | 2,906.57            |
| <b>BANK DEPOSITS</b>                             | <b>135,851.62</b>         | <b>-</b>                | <b>-150,000,000.00</b> | <b>-</b>             | <b>150,136,590.06</b>     | <b>738.44</b>   | <b>2,588,035.74</b> |

The municipality invest surplus funds in order to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investment Policy of council. Investments are invested to a maximum of a third per bank as per policy. The top 5 listed banks are contacted for interest rate.

## Section 7 – Allocation and grant receipts and expenditure

### 7.1 Supporting Table C6

DC4 Eden - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

| 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>RECEIPTS:</b>                                |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Operating Transfers and Grants</b>           |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>National Government:</b>                     |     | 182,936         | 144,344             | -               | -              | 60,705        | 48,115        | 11,840       | 24.6%          | 144,344            |
| Local Government Equitable Share                |     | 138,902         | 142,094             |                 |                | 59,205        | 47,365        | 11,840       | 25.0%          | 142,094            |
| Finance Management                              |     | 1,250           | 1,250               |                 |                | 1,250         | 417           |              |                | 1,250              |
| Municipal Systems Improvement                   |     | 930             | -                   |                 |                |               |               |              |                | -                  |
| EPWP Incentive                                  |     | 1,005           | 1,000               |                 |                | 250           | 333           |              |                | 1,000              |
|   |     | 20,849          | -                   |                 |                |               |               |              |                | -                  |
|   | 3   | 20,000          | -                   |                 |                |               |               |              |                | -                  |
| Other transfers and grants [insert description] |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Provincial Government:</b>                   |     | 3,183           | 2,364               | -               | -              | 1,300         | 788           | 512          | 65.0%          | 2,364              |
| Integrated Transport Planning                   |     | 900             | -                   |                 |                | -             | -             | -            |                | -                  |
| Rural Roads Asset Management Grant              |     | 2,283           | 2,364               |                 |                | 1,300         | 788           | 512          | 65.0%          | 2,364              |
| Other transfers and grants [insert description] |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>District Municipality:</b>                   |     | -               | -                   | -               | -              | -             | -             | -            |                | -                  |
| [insert description]                            |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Other grant providers:</b>                   |     | -               | -                   | -               | -              | -             | -             | -            |                | -                  |
| [insert description]                            |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Total Operating Transfers and Grants</b>     | 5   | 186,119         | 146,708             | -               | -              | 62,005        | 48,903        | 12,352       | 25.3%          | 146,708            |

Performance reporting on grants will be enhanced to ensure compliance with the Division of Revenue Act.

All other unspent balances were addressed during the roll-over application process of National Treasury and Provincial Treasury. Awaiting approval from National and Provincial Treasury regarding application for roll-over grants.

## 7.2 Supporting Table C7

DC4 Eden - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

| 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>EXPENDITURE</b>  |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Operating expenditure of Transfers and Grants</b>        |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>National Government:</b>                                 |     | 182,936         | 144,344             | -               | 118            | 516           | 48,115        | (47,599)     | -98.9%         | 144,344            |
| Local Government Equitable Share                            |     | 138,902         | 142,094             |                 |                |               | 47,365        | (47,365)     | -100.0%        | 142,094            |
| Finance Management  |     | 1,250           | 1,250               |                 | 46             | 241           | 417           | (176)        | -42.2%         | 1,250              |
| Municipal Systems Improvement                               |     | 930             | -                   |                 |                |               | -             | -            |                | -                  |
| EPWP Incentive  |     | 1,005           | 1,000               |                 | 72             | 275           | 333           | (59)         | -17.6%         | 1,000              |
|   |     | 20,849          | -                   |                 |                |               | -             | -            |                | -                  |
|   |     | 20,000          | -                   |                 |                |               | -             | -            |                | -                  |
| Other transfers and grants [insert description]             |     |                 |                     |                 |                |               |               |              |                |                    |
| <b>Provincial Government:</b>                               |     | 3,183           | 2,364               | -               | 202            | 202           | 788           | (586)        | -74.3%         | 2,364              |
| Integrated Transport Planning                               |     | 900             | -                   |                 |                |               | -             | -            |                | -                  |
|   |     |                 |                     |                 |                |               | -             | -            |                | -                  |
| Rural Roads Asset Management Grant                          |     | 2,283           | 2,364               |                 | 202            | 202           | 788           | (586)        | -74.3%         | 2,364              |
| Other transfers and grants [insert description]             |     |                 |                     |                 |                |               | -             | -            |                | -                  |
| <b>District Municipality:</b>                               |     | -               | -                   | -               | -              | -             | -             | -            |                | -                  |
| [insert description]  |     |                 |                     |                 |                |               | -             | -            |                | -                  |
| <b>Other grant providers:</b>                               |     | -               | -                   | -               | -              | -             | -             | -            |                | -                  |
| [insert description]  |     |                 |                     |                 |                |               | -             | -            |                | -                  |
| [insert description]  |     |                 |                     |                 |                |               | -             | -            |                | -                  |
| <b>Total operating expenditure of Transfers and Grants:</b> |     | 186,119         | 146,708             | -               | 320            | 718           | 48,903        | (48,185)     | -98.5%         | 146,708            |

Performance reporting on grants are been done by the Chief Financial Officer in order to comply with the Division of Revenue Act.

The Equitable Share is used for the day to day running of the Municipality for example salaries, own funded projects and contracted services and is an unconditional grant.

## Section 8 – Expenditure on councillor and board members allowances and employee benefits

### Supporting Table C8

DC4 Eden - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

| 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                  |
| <b>Councillors (Political Office Bearers plus Other)</b> |     |                 |                     |                 |                |               |               |                |                |                    |
| Basic Salaries and Wages                                 |     | 5,901           | 5,950               |                 | 552            | 1,845         | 1,983         | (138)          | -7%            | 5,950              |
| Pension and UIF Contributions                            |     | 146             | 171                 |                 | 6              | 28            | 57            | (29)           | -52%           | 171                |
| Medical Aid Contributions                                |     | 214             | 273                 |                 | 8              | 28            | 91            | (63)           | -69%           | 273                |
| Motor Vehicle Allowance                                  |     | 1,667           | 1,240               |                 | 87             | 255           | 413           | (158)          | -38%           | 1,240              |
| Cellphone Allowance                                      |     | 368             | 315                 |                 | 24             | 96            | 105           | (9)            | -9%            | 315                |
| Housing Allowances                                       |     |                 |                     |                 |                |               |               | -              |                |                    |
| Other benefits and allowances                            |     |                 | 500                 |                 |                |               | 167           | (167)          | -100%          | 500                |
| <b>Sub Total - Councillors</b>                           |     | <b>8,296</b>    | <b>8,449</b>        | <b>-</b>        | <b>677</b>     | <b>2,252</b>  | <b>2,816</b>  | <b>(565)</b>   | <b>-20%</b>    | <b>8,449</b>       |
| <b>% increase</b>  | 4   |                 | <b>1.8%</b>         |                 |                |               |               |                |                | <b>1.8%</b>        |
| <b>Senior Managers of the Municipality</b>               |     |                 |                     |                 |                |               |               |                |                |                    |
| Basic Salaries and Wages                                 |     | 3,554           | 3,716               |                 | 314            | 1,234         | 1,239         | (4)            | 0%             | 3,716              |
| Pension and UIF Contributions                            |     | 652             | 687                 |                 | 48             | 196           | 229           | (33)           | -14%           | 687                |
| Medical Aid Contributions                                |     | 57              | 63                  |                 | 8              | 33            | 21            | 12             | 56%            | 63                 |
| Overtime   |     |                 |                     |                 |                |               |               | -              |                |                    |
| Performance Bonus  |     | 546             | 554                 |                 |                | (6)           | 185           | (191)          | -103%          | 554                |
| Motor Vehicle Allowance                                  |     | 572             | 507                 |                 | 43             | 172           | 169           | 3              | 2%             | 507                |
| Cellphone Allowance                                      |     | 33              | 33                  |                 | 2              | 8             | 11            | (3)            | -29%           | 33                 |
| Housing Allowances                                       |     | 84              | 84                  |                 | 7              | 28            | 28            | -              |                | 84                 |
| Other benefits and allowances                            |     |                 | 200                 |                 |                |               |               | -              |                |                    |
| Payments in lieu of leave                                |     |                 | 62                  |                 |                |               |               | -              |                |                    |
| Long service awards                                      |     |                 |                     |                 |                |               |               | -              |                |                    |
| Post-retirement benefit obligations                      |     |                 |                     |                 |                |               |               | -              |                |                    |
| <b>Sub Total - Senior Managers of Municipality</b>       |     | <b>5,498</b>    | <b>5,906</b>        | <b>-</b>        | <b>422</b>     | <b>1,665</b>  | <b>1,881</b>  | <b>(217)</b>   | <b>-12%</b>    | <b>5,644</b>       |
| <b>% increase</b>  | 4   |                 | <b>7.4%</b>         |                 |                |               |               |                |                | <b>2.7%</b>        |
| <b>Other Municipal Staff</b>                             |     |                 |                     |                 |                |               |               |                |                |                    |
| Basic Salaries and Wages                                 |     | 59,872          | 62,094              |                 | 5,446          | 20,949        | 20,698        | 251            | 1%             | 62,094             |
| Pension and UIF Contributions                            |     | 12,451          | 14,001              |                 | 945            | 3,858         | 4,667         | (809)          | -17%           | 14,001             |
| Medical Aid Contributions                                |     | 8,395           | 9,381               |                 | 718            | 2,902         | 3,127         | (225)          | -7%            | 9,381              |
| Overtime   |     | 1,263           | 1,255               |                 | 174            | 768           | 418           | 350            | 84%            | 1,255              |
| Performance Bonus  |     |                 |                     |                 |                |               |               | -              |                |                    |
| Motor Vehicle Allowance                                  |     | 6,098           | 5,050               |                 | 490            | 1,870         | 1,683         | 187            | 11%            |                    |
| Cellphone Allowance                                      |     | 132             | 358                 |                 | 1              | 1             | 119           | (118)          | -99%           | 358                |
| Housing Allowances                                       |     | 726             | 884                 |                 | 60             | 234           | 295           | (61)           | -21%           | 884                |
| Other benefits and allowances                            |     | 1,342           | 1,522               |                 | 49             | 227           | 507           | (280)          | -55%           | 1,522              |
| Payments in lieu of leave                                |     | 4,430           | 4,892               |                 | 42             | 178           | 1,631         | (1,453)        | -89%           | 4,892              |
| Long service awards                                      |     |                 | 377                 |                 |                |               |               | -              |                | 377                |
| Post-retirement benefit obligations                      |     |                 |                     |                 |                |               |               | -              |                |                    |
| <b>Sub Total - Other Municipal Staff</b>                 |     | <b>100,291</b>  | <b>99,814</b>       | <b>-</b>        | <b>7,925</b>   | <b>30,986</b> | <b>33,146</b> | <b>(2,160)</b> | <b>-7%</b>     | <b>94,764</b>      |
| <b>% increase</b>  | 4   |                 | <b>-0.5%</b>        |                 |                |               |               |                |                | <b>-5.5%</b>       |
| <b>Total Parent Municipality</b>                         |     | <b>114,085</b>  | <b>114,169</b>      | <b>-</b>        | <b>9,024</b>   | <b>34,902</b> | <b>37,843</b> | <b>(2,941)</b> | <b>-8%</b>     | <b>108,857</b>     |

The year to date expenditure in respect of remuneration amounts to R34 901 758 which represents 30.6% of the budgeted amount.

**Section 9 – Municipal manager’s quality certification**

NAVRAE: L Hoek  
ENQUIRIES:  
KONTAKNR: 044 803 1449  
CONTACT NO  
VERW: 6/18/7/2016-2017  
REF:  
KANTOOR: George  
OFFICES:  
DATUM: 11 November 2016  
DATE



**QUALITY CERTIFICATE**

I, G W LOUW, the accounting officer of EDEN DISTRICT MUNICIPALITY (DC4), hereby certify that the–

(mark as appropriate)

- The monthly budget statement**
- Quarterly report on the implementation of the budget and financial state of affairs of the municipality
- Mid- year budget and performance assessment

for the month ended **31 OCTOBER 2016**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name J C Ottervanger

*Net.* Accounting Officer of EDEN DISTRICT MUNICIPALITY (DC4).

Signature [Handwritten Signature]

Date 11/11/16

**Section 10: Expenditure per category incurred excl Roads Function for October 2016 + Year to Date**

| DESCRIPTION                    | 2016/2017             | Month - OCTOBER 2016 | YTD OCTOBER 2016     | % SPENT    | NOTE          |
|--------------------------------|-----------------------|----------------------|----------------------|------------|---------------|
| <b>SALARY RELATED EXPENSES</b> |                       |                      |                      |            |               |
| Salaries                       | 65,680,212.82         | 5,759,357.12         | 22,182,829.39        | 34%        |               |
| Overtime                       | 1,254,991.18          | 173,748.82           | 767,983.36           | 61%        |               |
| Performance Bonus              | 553,750.00            | -                    | (6,803.54)           | -1%        |               |
| Housing                        | 968,326.32            | 66,866.30            | 261,566.30           | 27%        |               |
| Bonus                          | 4,954,123.98          | 42,353.23            | 177,862.70           | 4%         |               |
| Leave payment                  | 377,298.11            | -                    | -                    | 0%         |               |
| Pension                        | 11,168,604.37         | 835,135.24           | 3,427,684.29         | 31%        |               |
| Medical                        | 9,443,875.52          | 726,313.46           | 2,934,529.70         | 31%        |               |
| Group Insurance                | 804,051.69            | 59,806.15            | 233,843.81           | 29%        |               |
| UIF                            | 503,984.07            | 35,503.61            | 136,934.07           | 27%        |               |
| Workmens Compensation          | 1,316,196.23          | -                    | -                    | 0%         |               |
| Bargaining                     | 34,153.14             | 2,058.24             | 7,664.64             | 22%        |               |
| Skills Development levy        | 861,275.13            | 61,375.58            | 248,068.79           | 29%        |               |
| Travelling Allow ance          | 5,557,419.00          | 532,444.94           | 2,041,969.08         | 37%        |               |
| Acting Allow ance              | 643,473.61            | -                    | -                    | 0%         |               |
| Standby Allow ance             | 1,150,118.71          | 49,816.50            | 234,829.29           | 20%        |               |
| Telephone Allow ance           | 390,960.00            | 1,140.00             | 1,140.00             | 0%         |               |
| <b>Total</b>                   | <b>105,662,813.88</b> | <b>8,345,919.19</b>  | <b>32,650,101.88</b> | <b>31%</b> | <b>Note 1</b> |
| <b>Councillor Remuneration</b> |                       |                      |                      |            |               |
| Remuneration                   | 5,949,891.00          | 551,613.09           | 1,844,933.76         | 31%        |               |
| Pension                        | 170,814.00            | 6,117.10             | 27,577.96            | 16%        |               |
| Medical                        | 272,546.00            | 7,800.14             | 28,406.80            | 10%        |               |
| Travelling Allow ance          | 1,240,242.00          | 87,064.54            | 255,036.86           | 21%        |               |
| Telephone Allow ance           | 314,568.00            | 24,346.00            | 95,700.51            | 30%        |               |
| Individual Allow ance          | 500,000.00            | -                    | -                    | 0%         |               |
| <b>total</b>                   | <b>8,448,061.00</b>   | <b>676,940.87</b>    | <b>2,251,655.89</b>  | <b>27%</b> | <b>Note 2</b> |
| Bad Debts                      | 1,060,000.00          | -                    | -                    | 0%         | Note 3        |
| Depreciation                   | 4,086,778.48          | -                    | 732,975.62           | 18%        | Note 4        |
| Repairs and maintenance        | 5,550,376.66          | 283,545.65           | 1,238,383.75         | 22%        | Note 5        |
| Interest                       | -                     | -                    | -                    |            |               |
| Contracted services            | 16,641,479.34         | 2,473,633.41         | 4,349,292.99         | 26%        | Note 6        |
| Grant projects                 | -                     | -                    | (4.81)               |            | Note 7        |
| Ow n fund projects             | 5,921,870.00          | 36,283.53            | 212,159.32           | 4%         | Note 8        |
| <b>General expenses</b>        | <b>24,818,724.48</b>  | <b>1,604,468.71</b>  | <b>4,284,302.93</b>  | <b>17%</b> | <b>Note 9</b> |
| Contribution                   | 5,921,244.00          | -                    | -                    | 0%         | Note 3        |
| Actuarial loss                 | 4,731,601.00          | -                    | -                    | 0%         | Note 3        |
| Capital Expenditure            | 5,415,494.71          | 32,736.69            | 132,027.91           | 2%         | Note 10       |
| <b>total</b>                   | <b>74,147,568.67</b>  | <b>4,430,667.99</b>  | <b>10,949,137.71</b> | <b>15%</b> |               |
| <b>TOTAL EXPENDITURE</b>       | <b>188,258,443.55</b> | <b>13,453,528.05</b> | <b>45,850,895.48</b> | <b>24%</b> |               |

The budget figure for Contracted services include the roll over amount of R5,367,955 for the Electricity Demand Side Project.

**Section 11: Income per category received excl Roads Function for October 2016 + Year to Date**

| <b>INCOME</b>                           | <b>2016/2017</b>        | <b>Month -<br/>OCTOBER 2016</b> | <b>YTD<br/>OCTOBER 2016</b> |            |                |
|---|-------------------------|---------------------------------|-----------------------------|------------|----------------|
| EQS - RSC Levies grant                  | (142,094,000.00)        | -                               | (59,205,000.00)             | 42%        | <b>Note 11</b> |
| Rental of Facilities and Equipment      | (1,424,332.26)          | (102,453.83)                    | (632,532.72)                | 44%        | <b>In Line</b> |
| Interest earned external investments    | (7,973,700.00)          | -                               | (3,895,910.76)              | 49%        | <b>In Line</b> |
| Interest earned outstanding debtors     | (799,483.83)            | (106,218.81)                    | (414,767.63)                | 52%        | <b>In Line</b> |
| Government Grant and subsidies          | (4,734,000.00)          | -                               | (2,834,421.89)              | 60%        | <b>Note 12</b> |
| Income Agency services                  | (14,500,000.00)         | (1,204,075.44)                  | (3,612,226.32)              | 25%        | <b>Note 13</b> |
| Contributions municipalities            | (626,614.05)            | -                               | -                           | 0%         | <b>Note 3</b>  |
| Contributions municipalities & products | (279,617.40)            | -                               | -                           | 0%         | <b>Note 3</b>  |
| Sundry income                           | (9,672,070.05)          | (572,935.98)                    | (1,773,980.21)              | 18%        | <b>Note 14</b> |
| Public contribution and donated PPE     | (804,280.46)            | -                               | (161,250.00)                | 20%        | <b>In Line</b> |
|   | <b>(182,908,098.05)</b> | <b>(1,985,684.06)</b>           | <b>(72,530,089.53)</b>      | <b>40%</b> |                |
| <b>SURPLUS / DEFICIT</b>                | <b>5,350,345.50</b>     | <b>11,467,843.99</b>            | <b>(26,679,194.05)</b>      |            |                |

33% of budget to be spend by 31 October 2016

Note 1: Salary related expenses up to October 2016 are 31% of budget, bonus are paid in November to employees.

Note 2: Councillor Remuneration totals 27% up to October 2016 of budget.

Note 3: Processed with compilation of annual financial statements

Note 4: At year end review of useful lives/residual value, adjustment processed with compilation of AFS

Note 5: Spending of Repairs and Maintenance are 22% up to October 2016 of budget. Maintenance plan to address backlog.

Note 6: Spending for Contracted Services up to 26% for October 2016 of budget, as it is beginning of financial year expenditure will increase from 2nd and 3rd quarter.

Note 7: Adjustment was made to rectify actual expenditure.

Note 8: Refer to detail list of projects

Note 9: General expenditure are 17%, as it is beginning of fincial year and expenditure will increase from second quarter e.g. audit fees, legal fees, printing and stationery, subsistence and travel, etc.

Note 10: Refer to page 15 & 16

Note 11: Equitable Share first instalment received July 2016.

Note 12: Grants received up to September 2016 are 60% of expected revenue, refer to page 23.

Note 13: Administration fee received from Department of Transport for the agency function performed, 12% of original allocation, 3% on resale allocations.

Note 14: Included in Sundry Income, is the income from resorts, peak season is December / January / Easter, estimated that income will increase from resorts during the last two quarters of the financial year.

## Section 12: Own Funded Project List for the month of October 2016 and Year to Date

| Description  | Actual Spent<br>October 2016 | Total Budget        | Commitment       | YTD actual        | Available Budget    |
|--|------------------------------|---------------------|------------------|-------------------|---------------------|
| SPACIAL DEVELOPMENT FRAMEWORK                      | -                            | 930,520.00          | -                | -                 | 930,520.00          |
| MSCOA  | -                            | 1,200,000.00        | -                | 113,651.50        | 1,086,348.50        |
| EMPLOYEE WELLNESS                                  | -                            | 26,300.00           | -                | -                 | 26,300.00           |
| EXTERNAL BURSARIES                                 | -                            | 105,000.00          | -                | -                 | 105,000.00          |
| OHS: STATUTORY REQUIREM. PROJECTS                  | -                            | 92,000.00           | 14,478.00        | 45,881.59         | 31,640.41           |
| EDUCATION FORUM                                    | -                            | 10,500.00           | -                | -                 | 10,500.00           |
| BACK SCANNING OF HR DOCS                           | -                            | 50,000.00           | -                | -                 | 50,000.00           |
| SCOA IMPLEMENTATION                                | -                            | 2,000,000.00        | -                | -                 | 2,000,000.00        |
| ENTERPRISE LICENCE AGREEMENT                       | -                            | 155,000.00          | -                | -                 | 155,000.00          |
| RECORDS CLEAN-UP PROJECT                           | -                            | 80,000.00           | -                | -                 | 80,000.00           |
| EXTERNAL NEWSLETTER                                | -                            | 90,000.00           | -                | -                 | 90,000.00           |
| INTERNAL NEWSLETTER                                | -                            | 27,000.00           | -                | -                 | 27,000.00           |
| MEDIA ENGAGEMENT/GOODWILL SESSION                  | -                            | 15,000.00           | -                | -                 | 15,000.00           |
| RE-BRANDING CAMPAIGN/MATERIAL                      | 17,758.53                    | 48,500.00           | 11,312.01        | 22,747.63         | 14,440.36           |
| EVENTS COVERAGE                                    | -                            | 10,000.00           | -                | -                 | 10,000.00           |
| SOCIAL MEDIA AWARENESS CAMPAIGN                    | -                            | 5,000.00            | -                | -                 | 5,000.00            |
| MARKETING/AWARENESS CAMPAIGNS                      | -                            | 5,000.00            | -                | -                 | 5,000.00            |
| LED STRATEGY -                                     | -                            | 50,000.00           | -                | -                 | 50,000.00           |
| SOUTH CAPE BUSINESS PARTNERSHIP                    | -                            | 50,000.00           | -                | -                 | 50,000.00           |
| BRANDING/INVESTMENT PROMOTION WORKSHOPS            | -                            | 10,000.00           | -                | -                 | 10,000.00           |
| FILM LOCATION GUIDE                                | -                            | 50,000.00           | -                | -                 | 50,000.00           |
| LED FORUM  | -                            | 12,000.00           | -                | -                 | 12,000.00           |
| IDP STRATEGIC WORKSHOP                             | -                            | 10,000.00           | -                | -                 | 10,000.00           |
| IDP DOCUMENTS                                      | -                            | 15,250.00           | -                | -                 | 15,250.00           |
| IGR FORUMS   | -                            | 9,000.00            | 2,500.00         | 6,100.00          | 400.00              |
| IDP INDABA AND STAKEHOLDER ENGAGEMENT              | -                            | 20,000.00           | -                | -3,600.00         | 23,600.00           |
| TOURISM INDABA                                     | -                            | 45,000.00           | -                | -                 | 45,000.00           |
| Tourism development-Eden School of Culinary Arts   | -                            | 100,000.00          | -                | -                 | 100,000.00          |
| TOURISM AND MARKETING MATERIAL                     | 7,200.00                     | 45,000.00           | -                | 7,200.00          | 37,800.00           |
| Tourism / District Eco. Development                | -                            | 2,000.00            | 805.00           | -                 | 1,195.00            |
| WELCOME CAMPAIGN                                   | -                            | 5,000.00            | -                | -                 | 5,000.00            |
| WORLD TRAVEL MARKET AFRI CA 2016(WWT & BEELD EXPO) | -                            | 100,000.00          | -                | -                 | 100,000.00          |
| TRAVEL FESTIVAL                                    | -                            | 45,000.00           | -                | -                 | 45,000.00           |
| GARDEN ROUTE & KLEIN KAROO TOURISM APP             | -                            | 2,000.00            | 805.00           | -                 | 1,195.00            |
| Individual Performance Management                  | -                            | 150,000.00          | -                | -                 | 150,000.00          |
| PERFORM MGT APR/SDBIP                              | -                            | 50,000.00           | -                | -                 | 50,000.00           |
| MUNICIPAL HEALTH PROJECTS                          | 11,325.00                    | 100,000.00          | -                | 11,325.00         | 88,675.00           |
| INTEGRATED WASTE MGT- PLAN                         | -                            | 170,000.00          | -                | 8,853.60          | 161,146.40          |
|  | <b>36,283.53</b>             | <b>5,890,070.00</b> | <b>29,900.01</b> | <b>212,159.32</b> | <b>5,648,010.67</b> |



### Section 13: Expenditure for October 2016 per Function for each department

| Items                                 | Executive & Council   | Budget & Treasury Office | Corporate Services  | Planning & Development | Public Safety       | Health              |
|---------------------------------------|-----------------------|--------------------------|---------------------|------------------------|---------------------|---------------------|
|                                       | 1010                  | 1012                     | 1013                | 1014                   | 1016                | 1018                |
| Employee Related Cost                 | 654,892.76            | 1,083,752.86             | 1,445,444.98        | 648,034.08             | 1,847,636.95        | 1,869,757.86        |
| Councillor Remuneration               | 676,940.87            | -                        | -                   | -                      | -                   | -                   |
| Bad Debts                             | -                     | -                        | -                   | -                      | -                   | -                   |
| Depreciation                          | -                     | -                        | -                   | -                      | -                   | -                   |
| Repairs & Maintenance                 | -                     | -                        | 41,134.08           | 142,475.95             | 27,494.73           | -                   |
| Interest on External Borrowings       | -                     | -                        | -                   | -                      | -                   | -                   |
| Bulk Purchases                        | -                     | -                        | -                   | -                      | -                   | -                   |
| Contracted Services                   | 1,617,077.50          | 320,844.58               | 41,898.04           | -                      | 247,045.77          | 19,752.03           |
| Grants & Subsidies Operating Projects | -                     | -                        | -                   | -                      | -                   | -                   |
| Operating Projects                    | -                     | -                        | 17,758.53           | 7,200.00               | -                   | 11,325.00           |
| General Expenses                      | 866,637.80            | 50,440.07                | 276,446.39          | 28,102.41              | 78,128.47           | 137,443.79          |
| Contribution to Provision / Reserves  | -                     | -                        | -                   | -                      | -                   | -                   |
| Loss on Disposal of PPE               | -                     | -                        | -                   | -                      | -                   | -                   |
| <b>Total Expenditure</b>              | <b>3,815,548.93</b>   | <b>1,455,037.51</b>      | <b>1,822,682.02</b> | <b>825,812.44</b>      | <b>2,200,305.92</b> | <b>2,038,278.68</b> |
| <b>Total Revenue</b>                  | <b>(1,458,209.60)</b> | <b>-</b>                 | <b>-</b>            | <b>-</b>               | <b>-</b>            | <b>(21,672.40)</b>  |
| (Surplus) / Deficit                   | 2,357,339.33          | 1,455,037.51             | 1,822,682.02        | 825,812.44             | 2,200,305.92        | 2,016,606.28        |
| Non Cash Items                        | -                     | -                        | -                   | -                      | -                   | -                   |
| <b>Nett (Surplus) / Deficit</b>       | <b>2,357,339.33</b>   | <b>1,455,037.51</b>      | <b>1,822,682.02</b> | <b>825,812.44</b>      | <b>2,200,305.92</b> | <b>2,016,606.28</b> |

| Items                                 | Sport & Recreation  | Waste Management  | Road Transport    | Water            | Environmental Protection | TOTAL                 |
|---------------------------------------|---------------------|-------------------|-------------------|------------------|--------------------------|-----------------------|
|                                       | 1022                | 1026              | 1028              | 1032             | 1036                     |                       |
| Employee Related Cost                 | 496,468.05          | 120,699.43        | -                 | 63,542.81        | 115,689.41               | 8,345,919.19          |
| Councillor Remuneration               | -                   | -                 | -                 | -                | -                        | 676,940.87            |
| Bad Debts                             | -                   | -                 | -                 | -                | -                        | -                     |
| Depreciation                          | -                   | -                 | -                 | -                | -                        | -                     |
| Repairs & Maintenance                 | 72,440.89           | -                 | -                 | -                | -                        | 283,545.65            |
| Interest on External Borrowings       | -                   | -                 | -                 | -                | -                        | -                     |
| Bulk Purchases                        | -                   | -                 | -                 | -                | -                        | -                     |
| Contracted Services                   | 12,577.79           | -                 | 202,400.22        | -                | 12,037.48                | 2,473,633.41          |
| Grants & Subsidies Operating Projects | -                   | -                 | -                 | -                | -                        | -                     |
| Operating Projects                    | -                   | -                 | -                 | -                | -                        | 36,283.53             |
| General Expenses                      | 147,453.22          | 4,252.85          | -                 | -                | 15,563.71                | 1,604,468.71          |
| Contribution to Provision / Reserves  | -                   | -                 | -                 | -                | -                        | -                     |
| Loss on Disposal of PPE               | -                   | -                 | -                 | -                | -                        | -                     |
| <b>Total Expenditure</b>              | <b>728,939.95</b>   | <b>124,952.28</b> | <b>202,400.22</b> | <b>63,542.81</b> | <b>143,290.60</b>        | <b>13,420,791.36</b>  |
| <b>Total Revenue</b>                  | <b>(505,802.06)</b> | <b>-</b>          | <b>-</b>          | <b>-</b>         | <b>-</b>                 | <b>(1,985,684.06)</b> |
| (Surplus) / Deficit                   | 223,137.89          | 124,952.28        | 202,400.22        | 63,542.81        | 143,290.60               | 11,435,107.30         |
| Non Cash Items                        | -                   | -                 | -                 | -                | -                        | -                     |
| <b>Nett (Surplus) / Deficit</b>       | <b>223,137.89</b>   | <b>124,952.28</b> | <b>202,400.22</b> | <b>63,542.81</b> | <b>143,290.60</b>        | <b>11,435,107.30</b>  |

**Section 14: Roads Income and Expenditure for October 2016 and the Cumulative figure to date.**

| <b>Actual Income Received Year to date OCTOBER 2016</b>     |                                  |                              |                                |                             |
|---|----------------------------------|------------------------------|--------------------------------|-----------------------------|
| <b>Advances Received</b>                                    | <b>Budgeted Income 2016/2017</b> | <b>Actual income to date</b> | <b>Cumulative for the year</b> | <b>Income still awaited</b> |
| For April and May 2016 on 21st April 2016                   |                                  | R 21,925,000                 | R 21,925,000                   |                             |
| For May 2016 on the 30th of June 2016                       |                                  | R 8,594,194                  | R 30,519,194                   |                             |
| For June 2016 on the 15th of August 2016                    |                                  | R 7,760,550                  | R 38,279,744                   |                             |
| For July 2016 on 22nd of September 2016                     |                                  | R 7,492,241                  | R 45,771,985                   |                             |
| For August 2016 on 29th of September 2016                   |                                  | R 8,208,259                  | R 53,980,245                   |                             |
| For September 2016 on 6th of October 2016                   |                                  | R 7,327,495                  | R 61,307,740                   |                             |
| <b>TOTAL RECEIVED FOR THE 2016/2017 FINANCIAL YEAR</b>      | <b>R 131,380,000.00</b>          |                              | <b>R 61,307,740.11</b>         | <b>R 70,072,259.89</b>      |
| <b>Actual expenditure for OCTOBER 2016 and Year to date</b> |                                  |                              |                                |                             |
| <b>Description</b>  | <b>Budget 2016/2017</b>          | <b>Actual - October 2016</b> | <b>Cumulative for the year</b> | <b>Available</b>            |
| Maintenance   | R 76,050,000.00                  | R 5,945,989.97               | R 38,792,741.44                | R 37,257,258.56             |
| Regravel  | R 14,700,000.00                  | R 1,162,655.10               | R 8,266,991.53                 | R 6,433,008.47              |
| Reseal  | R 14,630,000.00                  | R 1,968,717.13               | R 11,262,468.89                | R 3,367,531.11              |
| Construction Regravel Team - Friemersheim                   | R 6,500,000.00                   | R 2,445,288.62               | R 2,142,434.66                 | R 4,357,565.34              |
| Construction Concrete Team - Friemersheim                   | R 6,500,000.00                   | R 405,672.41                 | R 7,862,358.13                 | R -1,362,358.13             |
| Dysselsdorp   | R 6,500,000.00                   | R 66,799.18                  | R 377,081.02                   | R 6,122,918.98              |
| Calitzdorp  | R 6,500,000.00                   | R -                          | R 1,924,988.80                 | R 4,575,011.20              |
| <b>TOTAL EXPENDITURE FOR THE 2016/2017 FINANCIAL YEAR</b>   | <b>R 131,380,000.00</b>          | <b>R 11,995,122.40</b>       | <b>R 70,629,064.48</b>         | <b>R 60,750,935.52</b>      |

Eden District Municipality render an agency function to the Department of Public Works. There were payment received from Department Roads and Public Works during October 2016 to the amount of R7,327,495. Income received to date amount to **R61,307,740.11**. Expenditure incurred for the month of October 2016 amount to **R11,995,112.40** and the year to date expenditure amounts to **R70,629,064.48**. The cumulative figure consists of April, May, and June 2016 as the Roads Department Budget Financial Year start from April 2016 till March 2017.

It should be noted that the Department of Public Works indicated no payments will be done in November to the District Municipality until the SLA has been signed. A report was signed by Council and the Mayor and Municipal Manager will request an urgent meeting with MEC Grant. The SLA has to be amended to make provision for the post-retirement benefits of the Roads employees and that the Department will be responsible for this +/- R60m liability or else Eden acknowledges that it is Eden's liability if the SLA is signed as it currently reads. It should be noted there is currently +/- R1m in the bank account which is not sufficient to pay November's salaries and bonuses to the employees or pay the creditors outstanding.