



EDEN DISTRICT MUNICIPALITY

FINANCIAL YEAR 2017 - 2018

**MONTHLY FINANCIAL MONITORING
REPORT**

31 DECEMBER 2017

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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

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 and the Municipal Budget and Reporting Regulations.

Regulation 28 of the Municipal Budget and Reporting Regulations states:

“The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

Recommendations:

- That Council takes note of the monthly budget statement and supporting documentation for the month ended 31 December 2017.
- That Council takes note of the continuation of challenges faced relating to the mSCOA implementation process.

Section 2 – Executive summary

2.1 Introduction

The aim of the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality's consolidated performance in terms of the budget, indicate any material variances from the Service Delivery and Budget Implementation Plan (SDBIP) and provide any remedial actions or corrective steps to be taken. As we reach the end of 2017, the year can truly be characterised as a journey filled with turbulence with the implementation of the mSCOA reform on 1 July 2017 making headlines. Although the municipality are still experiencing various challenges with mSCOA implementation, it must be stated that some progress are being made and that the municipality are aiming to mature in the new financial system as time goes on. Council approved that offices close on 15 December 2017, so this gave us sufficient time to recuperate and start 2018 with new energy and excitement.

2.2 Consolidated Performance

2.2.1 Against Annual Budget (original)

Revenue by source

The total revenue received for the month ended 31 December 2017 amounted to **R 61,671,000**, with a total annual budgeted figure of **R 200,228,671** (excluding Roads budget) representing a 30.8% of annual revenue. Included in the R61m are the second instalment of the Equitable Share to the amount of R48m.

Operating Expenditure by type

Operating expenditure for the month, ended 31 December 2017 amounted to **R 20,682,000**, with a total annual budgeted figure of **R 197,764,282** (excluding Roads budget). The majority of these expenditure totals Employee and Councillor related cost of **R 10,611,000**.

Capital Expenditure

The capital budget for the financial year amounts to **R 2,458,500**. There was no capital expenditure for the month ended 31 December 2017. Capital expenditure will improve in the second half of the year, as there was various capital related requests received for the Adjustment Budget.

See attached capital progress report on page 13.

2.3 Material variances from SDBIP

Variances was identified between the SDBIP and SA30 of the A-Schedule in terms of the forecasting; this will be addressed through the Adjustment Budget process and aligned. Currently the municipality are still experiencing challenges concerning conformance to Schedule C2 (Functional classification) and Schedule C3 (Expenditure per vote) and this limits the municipality's ability to analyse and interpret material variances with the SDBIP.

2.4 Remedial or corrective steps

HOD's must monitor monthly income and expenditure reports, ensure spending is within budget and aligned to the IDP's Strategic Goals. The municipality will continue to engage with the vendor in order to find solutions to all the system relating challenges experienced. Organisational change management remains a challenge to really adopt and accept the mSCOA environment and there are plans to provide more training and awareness to achieve the objective of the mSCOA reform.

2.5 Conclusion

Detailed analysis of the municipal performance for the month ended 31 December 2017 will be presented under the different sections of the report.

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 - M06 December

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	–	–	–	–	–	–	–		–
Service charges	–	–	–	–	–	–	–		–
Investment revenue	10,774	11,124	–	435	679	5,562	(4,883)	-88%	11,124
Transfers and subsidies	146,708	152,945	–	49,261	114,182	76,473	37,710	49%	152,945
Other own revenue	176,254	181,160	–	11,975	30,852	90,580	(59,728)	-66%	181,160
Total Revenue (excluding capital transfers and contributions)	333,736	345,229	–	61,671	145,713	172,615	(26,902)	-16%	345,229
Employee costs	106,093	118,903	–	9,768	54,908	59,452	(4,544)	-8%	118,903
Remuneration of Councillors	7,844	10,815	–	843	4,435	5,408	(972)	-18%	10,815
Depreciation & asset impairment	3,670	3,070	–	–	1,537	1,535	2	0%	3,070
Finance charges	–	–	–	–	–	–	–		–
Materials and bulk purchases	–	–	–	–	–	–	–		–
Transfers and subsidies	–	–	–	–	–	–	–		–
Other expenditure	229,414	209,976	–	10,071	35,616	104,988	(69,372)	-66%	209,976
Total Expenditure	347,021	342,764	–	20,682	96,496	171,382	(74,886)	-44%	342,764
Surplus/(Deficit)	(13,285)	2,465	–	40,989	49,216	1,233	47,984	3893%	2,465
Transfers and subsidies - capital (monetary allocation)	–	–	–	–	–	–	–		–
Contributions & Contributed assets	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	(13,285)	2,465	–	40,989	49,216	1,233	47,984	3893%	2,465
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	(13,285)	2,465	–	40,989	49,216	1,233	47,984	3893%	2,465
Capital expenditure & funds sources									
Capital expenditure	6,713	2,459	–	–	185	1,229	(1,045)	-85%	2,459
Capital transfers recognised	–	–	–	–	–	–	–		–
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	6,713	2,459	–	–	185	1,229	(1,045)	-85%	2,459
Total sources of capital funds	6,713	2,459	–	–	185	1,229	(1,045)	-85%	2,459
Financial position									
Total current assets	–	171,993	–	–	183,155				171,993
Total non current assets	–	288,424	–	–	289,027				288,424
Total current liabilities	–	67,306	–	–	39,915				67,306
Total non current liabilities	–	141,267	–	–	139,882				141,267
Community wealth/Equity	–	297,090	–	–	292,385				297,090
Cash flows									
Net cash from (used) operating	–	6,657	–	40,989	49,216	3,328	(45,888)	-1379%	6,657
Net cash from (used) investing	–	(2,459)	–	(90,000)	21,775	(1,229)	(23,005)	1871%	(2,459)
Net cash from (used) financing	–	–	–	–	–	–	–		–
Cash/cash equivalents at the month/year end	–	159,532	–	–	69,872	157,433	87,561	56%	3,078
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	143	451	9	19,472	–	–	–	–	20,075
Creditors Age Analysis									
Total Creditors	339	20	–	–	–	–	–	–	359

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

DC4 Eden - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		179,928	192,572	-	-	-	96,286	(96,286)	-100%	192,572
Executive and council		178,792	192,041	-	-	-	96,020	(96,020)	-100%	192,041
Finance and administration		1,136	532	-	-	-	266	(266)	-100%	532
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		6,485	6,921	-	-	-	3,461	(3,461)	-100%	6,921
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		6,288	6,713	-	-	-	3,356	(3,356)	-100%	6,713
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		197	208	-	-	-	104	(104)	-100%	208
<i>Economic and environmental services</i>		144,155	145,314	-	-	-	72,657	(72,657)	-100%	145,314
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		144,000	145,000	-	-	-	72,500	(72,500)	-100%	145,000
Environmental protection		155	314	-	-	-	157	(157)	-100%	314
<i>Trading services</i>		3,168	422	-	-	-	211	(211)	-100%	422
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		3,168	422	-	-	-	211	(211)	-100%	422
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	333,736	345,229	-	-	-	172,615	(172,615)	-100%	345,229
Expenditure - Functional										
<i>Governance and administration</i>		114,077	112,150	-	-	-	56,075	(56,075)	-100%	112,150
Executive and council		60,166	43,977	-	-	-	21,988	(21,988)	-100%	43,977
Finance and administration		53,911	65,711	-	-	-	32,855	(32,855)	-100%	65,711
Internal audit		-	2,463	-	-	-	1,231	(1,231)	-100%	2,463
<i>Community and public safety</i>		67,752	69,838	-	-	-	34,919	(34,919)	-100%	69,838
Community and social services		4,935	6,358	-	-	-	3,179	(3,179)	-100%	6,358
Sport and recreation		11,069	12,640	-	-	-	6,320	(6,320)	-100%	12,640
Public safety		24,820	26,478	-	-	-	13,239	(13,239)	-100%	26,478
Housing		-	-	-	-	-	-	-	-	-
Health		26,928	24,362	-	-	-	12,181	(12,181)	-100%	24,362
<i>Economic and environmental services</i>		158,775	155,630	-	-	-	77,815	(77,815)	-100%	155,630
Planning and development		10,516	5,030	-	-	-	2,515	(2,515)	-100%	5,030
Road transport		146,364	148,320	-	-	-	74,160	(74,160)	-100%	148,320
Environmental protection		1,895	2,280	-	-	-	1,140	(1,140)	-100%	2,280
<i>Trading services</i>		6,417	2,281	-	-	-	1,140	(1,140)	-100%	2,281
Energy sources		-	-	-	-	-	-	-	-	-
Water management		589	18	-	-	-	9	(9)	-100%	18
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		5,828	2,263	-	-	-	1,132	(1,132)	-100%	2,263
<i>Other</i>		-	2,866	-	-	-	1,433	(1,433)	-100%	2,866
Total Expenditure - Functional	3	347,021	342,764	-	-	-	171,382	(171,382)	-100%	342,764
Surplus/ (Deficit) for the year		(13,285)	2,465	-	-	-	1,233	(1,233)	-100%	2,465

This table reflects the operating budget (Financial Performance) in the standard classifications that is the Government Finance Statistics Functions and Sub-function. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services. Table C3, Financial Performance is reported by municipal vote, Table C3. Due to financial system challenges and limitations, the municipality are not able to populate Table C2 and C3.

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) - M06 December

Vote Description		Ref	2016/17	Budget Year 2017/18							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote		1									
Vote 1 - Executive and Council			178,792	192,041	-	-	-	96,020	(96,020)	-100.0%	192,041
Vote 2 - Budget and Treasury Office			-	-	-	-	-	-	-	-	
Vote 3 - Corporate Services			1,136	532	-	-	-	266	(266)	-100.0%	532
Vote 4 - Planning and Development			-	-	-	-	-	-	-	-	
Vote 5 - Public Safety			-	-	-	-	-	-	-	-	
Vote 6 - Health			197	208	-	-	-	104	(104)	-100.0%	208
Vote 7 - Community and Social Services			-	-	-	-	-	-	-	-	
Vote 8 - Sport and Recreation			6,288	6,713	-	-	-	3,356	(3,356)	-100.0%	6,713
Vote 9 - Waste Management			3,168	422	-	-	-	211	(211)	-100.0%	422
Vote 10 - Roads Transport			-	-	-	-	-	-	-	-	
Vote 11 - Waste Water Management			-	-	-	-	-	-	-	-	
Vote 12 - Water			-	-	-	-	-	-	-	-	
Vote 13 - Environment Protection			155	314	-	-	-	157	(157)	-100.0%	314
Vote 14 - Roads Agency Function			144,000	145,000	-	-	-	72,500	(72,500)	-100.0%	145,000
Vote 15 - Electricity			-	-	-	-	-	-	-	-	
Total Revenue by Vote		2	333,736	345,229	-	-	-	172,615	(172,615)	-100.0%	345,229
Expenditure by Vote		1									
Vote 1 - Executive and Council			60,166	44,601	-	-	-	22,300	(22,300)	-100.0%	44,601
Vote 2 - Budget and Treasury Office			21,000	22,635	-	-	-	11,317	(11,317)	-100.0%	22,635
Vote 3 - Corporate Services			32,912	35,752	-	-	-	17,876	(17,876)	-100.0%	35,752
Vote 4 - Planning and Development			10,515	14,687	-	-	-	7,343	(7,343)	-100.0%	14,687
Vote 5 - Public Safety			29,753	31,990	-	-	-	15,995	(15,995)	-100.0%	31,990
Vote 6 - Health			26,928	27,579	-	-	-	13,790	(13,790)	-100.0%	27,579
Vote 7 - Community and Social Services			-	-	-	-	-	-	-	-	
Vote 8 - Sport and Recreation			11,069	12,640	-	-	-	6,320	(6,320)	-100.0%	12,640
Vote 9 - Waste Management			5,828	2,263	-	-	-	1,131	(1,131)	-100.0%	2,263
Vote 10 - Roads Transport			2,364	3,320	-	-	-	1,660	(1,660)	-100.0%	3,320
Vote 11 - Waste Water Management			-	-	-	-	-	-	-	-	
Vote 12 - Water			589	18	-	-	-	9	(9)	-100.0%	18
Vote 13 - Environment Protection			1,895	2,279	-	-	-	1,140	(1,140)	-100.0%	2,279
Vote 14 - Roads Agency Function			144,000	145,000	-	-	-	72,500	(72,500)	-100.0%	145,000
Vote 15 - Electricity			-	-	-	-	-	-	-	-	
Total Expenditure by Vote		2	347,019	342,764	-	-	-	171,382	(171,382)	-100.0%	342,764
Surplus/ (Deficit) for the year		2	(13,283)	2,465	-	-	-	1,233	(1,233)	-100.0%	2,465

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

Revenue is mainly budgeted under the Executive and Council function and therefore the majority of the revenue will be reflected under this function.

The consolidation of the Roads Agency function into the budget of Eden DM 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 Annual Financial Statements after year end (30 June 2018). Currently no reporting due to system challenges experienced. Once the system challenges are resolved with the vendor, the municipality will aim to incorporate the Roads Agency Function's reporting on a monthly basis instead of after year-end.

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) - M06 December

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates								-		
Service charges - electricity revenue								-		
Service charges - water revenue								-		
Service charges - sanitation revenue								-		
Service charges - refuse revenue								-		
Service charges - other								-		
Rental of facilities and equipment		1,424	3,507		-	214	1,753	(1,540)	-88%	3,507
Interest earned - external investments		10,774	11,124		435	679	5,562	(4,883)	-88%	11,124
Interest earned - outstanding debtors		799	846		-	108	423	(314)	-74%	846
Dividends received		-						-		
Fines, penalties and forfeits		-						-		
Licences and permits		155	314		-		157	(157)	-100%	314
Agency services		15,000	15,300		-	2,555	7,650	(5,095)	-67%	15,300
Transfers and subsidies		146,708	152,945		49,261	114,182	76,473	37,710	49%	152,945
Other revenue		158,876	161,194		11,975	27,975	80,597	(52,622)	-65%	161,194
Gains on disposal of PPE								-		
Total Revenue (excluding capital transfers and contributions)		333,736	345,229	-	61,671	145,713	172,615	(26,902)	-16%	345,229
Expenditure By Type										
Employee related costs		106,093	118,903		9,768	54,908	59,452	(4,544)	-8%	118,903
Remuneration of councillors		7,844	10,815		843	4,435	5,408	(972)	-18%	10,815
Debt impairment		1,060	1,122				561	(561)	-100%	1,122
Depreciation & asset impairment		3,670	3,070		-	1,537	1,535	2	0%	3,070
Finance charges		-						-		
Bulk purchases		-						-		
Other materials								-		
Contracted services		17,698	15,896		1,974	5,307	7,948	(2,641)	-33%	15,896
Transfers and subsidies		-						-		
Other expenditure		210,656	192,958		8,097	30,310	96,479	(66,169)	-69%	192,958
Loss on disposal of PPE								-		
Total Expenditure		347,021	342,764	-	20,682	96,496	171,382	(74,886)	-44%	342,764
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary transfers)		(13,285)	2,465	-	40,989	49,216	1,233	47,984	0	2,465
(National / Provincial and District)								-		
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		(13,285)	2,465	-	40,989	49,216	1,233			2,465
Taxation								-		
Surplus/(Deficit) after taxation		(13,285)	2,465	-	40,989	49,216	1,233			2,465
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(13,285)	2,465	-	40,989	49,216	1,233			2,465
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(13,285)	2,465	-	40,989	49,216	1,233			2,465

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:

There is no income reported for the month ended 31 December 2017 due to system challenges experienced, income per line could not be allocated and is included under 'Other income'. The backlog in allocation of income to the correct line items are currently being addressed, to improve reporting moving forward.

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. R 435 000 was received for the month ended 31 December 2017.

Interest raised – Outstanding debtors

There was no interest on outstanding debtors for the month of December 2017, this is due to a delay in the billing run and the challenges experienced with the new financial system on the Income module.

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. There was no revenue received in respect of the Agency Services for the month of December 2017 because of cash flow shortages experienced by the Roads Department due to the system challenges experienced and inability to accurately report on Roads expenditure.

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 R 60,857,000 for the Equitable Share was received during July 2017. The Municipality received part of their EPWP & Rural Roads Asset Management respectively R 320,000 & R 1,640,000 for the month of August 2017. During September 2017, the municipality received R 800,000 in respect of the Fire Service Capacity Building Grant. The second instalment of R 48,685,000 for the Equitable Share and an amount of R 576,000 for the EPWP grant was received during December 2017.

Other revenue / Sundry income

Other revenue reflects an amount of R 11,975,000 for the month ended 31 December 2017. Other revenue consists of the following: Interest on current account, resorts income and rental of facilities and equipment.

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 ended 31 December 2017 amounted to R 10,611,000 of a budgeted amount of R 129,718,197 that represents 8.18% of the budgeted amount.

Debt Impairment / Depreciation and asset impairment

These items account for non-cash budgeted items. There is no depreciation amount for the month ended 31 December 2017 as the municipality are still experiencing challenges with the asset system and the import of asset data into the main financial system.

Finance charges

The municipality have no outstanding loans and it is not envisioned that Council will take up any new loans.

Contracted services

Contracted Services of R 1,974,000 is reflected in the financial results for the month ended 31 December 2017.

Other expenditure

Other expenditure reflects all other expenses not specifically mentioned and amounted to R 8,097,000 for month ended 31 December 2017.

Most of the other expenditure is only accounted for at the end of the financial year. The other expenditure consists of 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, functional classification and funding) - M06 December

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		3,653	350	-	-	122	175	(53)	-30%	350
Vote 2 - Budget and Treasury Office		39	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1,041	350	-	-	31	175	(144)	-82%	350
Vote 4 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		817	519	-	-	3	260	(257)	-99%	519
Vote 6 - Health		105	31	-	-	-	16	(16)	-100%	31
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		565	1,100	-	-	29	550	(521)	-95%	1,100
Vote 9 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		493	109	-	-	-	54	(54)	-100%	109
Vote 14 - Roads Agency Function		-	-	-	-	-	-	-	-	-
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	6,713	2,459	-	-	185	1,229	(1,045)	-85%	2,459
Single Year expenditure appropriation	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 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 9 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		-	-	-	-	-	-	-	-	-
Vote 14 - Roads Agency Function		-	-	-	-	-	-	-	-	-
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-
Total Capital Expenditure		6,713	2,459	-	-	185	1,229	(1,045)	-85%	2,459

Variances explained in Supporting Table C5

Refer to next page for detail breakdown of the capital expenditure.

Number	Project description	Original Budget R'000	YTD Expenditure R'	Year to date Budget	Variance R'	% Variance	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	Upgrading of Building / Resorts	R 774 200,00	R 28 543,00	258 066,67	229 523,67	12%	Started already	In Process	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.
2	Council Chambers	R 160 298,00	R 122 120,00	53 432,67	(68 687,33)	-178%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
3	Swartvlei Septic Tank Project	R 250 000,00	R -	83 333,33	83 333,33	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
4	DTP Computer Equipment	R 439 702,00	R 31 447,38	146 567,33	115 119,95	27%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
5	Pool Vehicle	R 165 000,00	R -	55 000,00	55 000,00	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
6	MIA (Major Incident Alert) SMS System	R 160 000,00	R -	53 333,33	53 333,33	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
7	Fire Fighting- Various Equipment Items	R 150 000,00	R -	50 000,00	50 000,00	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
8	Laboratory Instruments	R 58 500,00	R -	19 500,00	19 500,00	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
9	Smoke Detectors	R 50 000,00	R -	16 666,67	16 666,67	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
10	Steel Shelves	R 50 000,00	R -	16 666,67	16 666,67	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
11	Aeroquille Mobile	R 50 000,00	R -	16 666,67	16 666,67	0%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
12	A3 Printer Scanner	R 40 000,00	R -	13 333,33	13 333,33	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
13	Vital Weather Station	R 28 000,00	R -	9 333,33	9 333,33	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
14	Easy Rail White Board System	R 4 000,00	R -	1 333,33	1 333,33	0%	Not Started yet	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
15	Fridge / Freezer	R 3 000,00	R 2 630,70	1 000,00	(1 630,70)	-161%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
16	Office Furniture:MM / Strategic Manager	R 23 500,00	R -	7 833,33	7 833,33	0%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
18	Office Furniture:MM / Strategic Manager	R 17 500,00	R -	5 833,33	5 833,33	0%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
19	DTP Computer Equipment	R 22 500,00	R -	7 500,00	7 500,00	0%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
20	4 X Corel draw 8 upgrade licenses	R 12 300,00	R -	4 100,00	4 100,00	0%	Started already	In Process	No expected challenges anticipated	Monthly all project managers will report to the BTO progress i.t.o the progress on their projects.
Totals		2 458 500,00	184 741,08	819 500,00	634 758,92	29%				
Project status: If the project is in the SCM process of being procured. Please state in which stage (planning, specification, advertising, etc)										
Commitments against capital for the month December 2017										
	Upgrading of Building / Resorts	R 7 435,00								
	Council Chambers	R 35 161,75								
	DTP Computer Equipment	R 406 478,91								
	Aeroquille Mobile	R 49 500,00								
	Office Furniture:MM / Strategic Manager	R 15 771,05								
	R	514 346,71								

3.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Eden - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash			159,532		159,872	159,532
Call investment deposits			–			
Consumer debtors			3,620		5,911	3,620
Other debtors			2,181		14,053	2,181
Current portion of long-term receivables			3,227			3,227
Inventory			3,433		3,319	3,433
Total current assets		–	171,993	–	183,155	171,993
Non current assets						
Long-term receivables			59,717			59,717
Investments			26		26	26
Investment property			85,712		85,533	85,712
Investments in Associate						
Property, plant and equipment			141,185		144,113	141,185
Agricultural						
Biological assets						
Intangible assets			1,784		1,819	1,784
Other non-current assets					57,536	
Total non current assets		–	288,424	–	289,027	288,424
TOTAL ASSETS		–	460,417	–	472,182	460,417
LIABILITIES						
Current liabilities						
Bank overdraft						
Borrowing			–			
Consumer deposits						
Trade and other payables			39,006		34,265	39,006
Provisions			28,300		5,650	28,300
Total current liabilities		–	67,306	–	39,915	67,306
Non current liabilities						
Borrowing						
Provisions			141,267		139,882	141,267
Total non current liabilities		–	141,267	–	139,882	141,267
TOTAL LIABILITIES		–	208,573	–	179,797	208,573
NET ASSETS	2	–	251,844	–	292,385	251,844
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)			268,744		264,657	268,744
Reserves			28,346		27,728	28,346
TOTAL COMMUNITY WEALTH/EQUITY	2	–	297,090	–	292,385	297,090

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 - M06 December

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates								-		
Service charges								-		
Other revenue			180,314		11,975	30,852	90,157	(59,305)	-66%	180,314
Government - operating			152,945		49,261	114,182	76,473	37,710	49%	152,945
Government - capital								-		
Interest			11,970		435	679	5,985	(5,306)	-89%	11,970
Dividends								-		
Payments										
Suppliers and employees			(338,572)		(20,682)	(96,496)	(169,286)	(72,790)	43%	(338,572)
Finance charges								-		
Transfers and Grants								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	6,657	-	40,989	49,216	3,328	(45,888)	-1379%	6,657
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (Increase) in non-current debtors								-		
Decrease (increase) other non-current receivables								-		
Decrease (increase) in non-current investments					(90,000)	21,960		21,960	#DIV/0!	
Payments										
Capital assets			(2,459)		-	(185)	(1,229)	(1,045)	85%	(2,459)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(2,459)	-	(90,000)	21,775	(1,229)	(23,005)	1871%	(2,459)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing								-		
Increase (decrease) in consumer deposits								-		
Payments										
Repayment of borrowing								-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-		-
NET INCREASE/ (DECREASE) IN CASH HELD		-	4,198	-	(49,011)	70,992	2,099			4,198
Cash/cash equivalents at beginning:			155,334			(1,120)	155,334			(1,120)
Cash/cash equivalents at month/year end:		-	159,532	-		69,872	157,433			3,078

The municipal bank balance at 31 December 2017 totals R69 871 878.68.

Detailed information regarding commitments against the cash position is tabled below.

REPORTING MONTH: 31 DECEMBER 2017		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 31 December 2017	-1,119,827.62	69,871,878.68
Other Cash & Cash Equivalents: Short term deposits	120,000,000.00	90,000,000.00
Transfer from Eden to Roads to assist with cash flow	20,000,000.00	10,000,000.00
LESS:	42,700,013.56	77,405,976.79
Unspent Conditional Grants	6,877,721.94	5,610,369.12
Provision for staff leave	7,810,365.00	7,810,365.00
Provision for staff shift allowance	1,033,741.00	1,033,741.00
Post Retirement Benefits	14,212,111.00	14,212,111.00
Current Portion: Alien Vegetation	4,150,039.00	4,150,039.00
Performance Bonus	478,536.00	478,536.00
Grant received in advance	-	36,513,750.00
Trade Payables	7,295,235.00	6,552,556.61
Unspent Capital budget 6 months	842,264.62	1,044,508.92
Unspent Operational budget 6 months	-0.00	0
Sub total	96,180,158.82	92,465,901.89
PLUS:	3,839,281.10	3,856,388.94
VAT Receivable	1,375,522.00	1,392,629.85
Receivable Exchange	2,463,759.10	2,463,759.10
	100,019,439.92	96,322,290.83
LESS OTHER MATTERS:		
Capital Replacement Reserve	30,798,343.13	30,798,343.13
Sub Total	69,221,096.79	65,523,947.70
LESS: CONTIGENT LIABILITIES	14,537,229.61	14,537,229.61
Theunis Barnard	38,231.00	38,231.00
F du Toit (Vicbay Theft)	376,750.00	376,750.00
Hoogbaard	600,000.00	600,000.00
I Gerber	21,840.00	21,840.00
A de Wet	614,675.00	614,675.00
Barry Louis Rae Trust	4,500,000.00	4,500,000.00
Laurington Sithemile Stone	43,271.61	43,271.61
Banger Car Hire	18,800.00	18,800.00
Claim from Department of Public Works (Correctional Services Uniondale)	8,323,662.00	8,323,662.00
Surplus / (Deficit)	54,683,867.18	50,986,718.09

PART 2 – SUPPORTING DOCUMENTATION

Section 4 – Debtors' analysis

Supporting Table SC3

DC4 Eden - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2017/18												Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days				
R thousands															
Debtors Age Analysis By Income Source															
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	33	40	2	1,498						1,573	1,498			
Interest on Arrear Debtor Accounts	1810										-	-			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-			
Other	1900	110	411	7	17,974						18,502	17,974			
Total By Income Source	2000	143	451	9	19,472	-	-	-	-		20,075	19,472	-	-	
2016/17 - totals only											-	-			
Debtors Age Analysis By Customer Group															
Organs of State	2200										-	-			
Commercial	2300										-	-			
Households	2400	33	40	2	1,498						1,573	1,498			
Other	2500	110	411	7	17,974						18,502	17,974			
Total By Customer Group	2600	143	451	9	19,472	-	-	-	-		20,075	19,472	-	-	

Long outstanding debtors that mainly consist of old councillors debt and fire accounts, remains a concern for the municipality and management will continue to report in terms of progress made.

Section 5 – Creditors' analysis

Supporting Table C4

DC4 Eden - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description	NT Code	Budget Year 2017/18									Prior year
		0 -	31 -	61 -	91 -	121 -	151 -	181 Days -	Over 1	Total	totals for chart
R thousands		30 Days	60 Days	90 Days	120 Days	150 Days	180 Days	1 Year	Year		(same period)
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100									-	
Bulk Water	0200									-	
PAYE deductions	0300									-	
VAT (output less input)	0400									-	
Pensions / Retirement deductions	0500									-	
Loan repayments	0600									-	
Trade Creditors	0700	339	20							359	
Auditor General	0800									-	
Other	0900									-	
Total By Customer Type	1000	339	20	-	-	-	-	-	-	359	-

Section 6 – Investment portfolio analysis

6.1 Investment monitoring information

		Movements for the month					
		Balance as at 01 December 2017	Investments matured	Investments made	Interest capitalised	Balance as at 31 December 2017	Interest earned
							Month Year to date
Eden district municipality							
Interest Received YTD						-	
Standard Bank	-40 000 000,00	10 000 000,00				-30 000 000,00	146 209,32
FNB	-	-				-	-
ABSA	-30 000 000,00	-				-30 000 000,00	-
Nedbank	-40 000 000,00	10 000 000,00				-30 000 000,00	145 890,41
Investec Bank	-10 000 000,00	10 000 000,00				-	142 972,60
Standard Bank - Bank Guarantee investment investment	146 227,14					147 040,20	813,06
BANK DEPOSITS	-119 853 772,86	30 000 000,00	-	-	-	-89 852 959,80	435 885,39
							683 045,77

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.

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 - M06 December

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		–	151,005	–	49,261	113,328	75,503	36,515	48.4%	151,005
Local Government Equitable Share			146,055		48,685	109,542	73,028	36,515	50.0%	146,055
Finance Management			1,250			1,250	625			1,250
Municipal Systems Improvement										
EPWP Incentive			1,280		576	896	640			1,280
NT - Rural Roads Asset Management Systems			2,420		–	1,640	1,210			2,420
	3							–		
								–		
								–		
Other transfers and grants [insert description]								–		
Provincial Government:		–	1,940	–	–	800	970	(170)	-17.5%	1,940
PT - Integrated Transport Plan			900				450	(450)	-100.0%	900
	4							–		
								–		
Other transfers and grants [insert description]			1,040			800	520	280	53.8%	1,040
District Municipality:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Other grant providers:		–	–	–	–	–	–	–		–
[insert description]								–		
								–		
Total Operating Transfers and Grants	5	–	152,945	–	49,261	114,128	76,473	36,345	47.5%	152,945

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

7.2 Supporting Table C7

DC4 Eden - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		-	151,005	-	524	74,593	75,503	(909)	-1.2%	151,005
Local Government Equitable Share			146,055			73,028	73,028	-		146,055
Finance Management			1,250		487	677	625	52	8.3%	1,250
Municipal Systems Improvement								-		-
EPWP Incentive			1,280		37	354	640	(286)	-44.7%	1,280
NT - Rural Roads Asset Management Systems			2,420			535	1,210	(675)	-55.8%	2,420
Other transfers and grants [insert description]								-		-
Provincial Government:		-	1,940	-	-	-	970	(970)	-100.0%	1,940
PT - Integrated Transport Plan			900				450	(450)	-100.0%	900
Other transfers and grants [insert description]			1,040				520	(520)	-100.0%	1,040
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		-	152,945	-	524	74,593	76,473	(1,879)	-2.5%	152,945

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 are used for the day to day running of the Municipality for example salaries, own funded projects and contracted services and is therefore unconditional.

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 - M06 December

Summary of Employee and Councillor remuneration	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		4,628	6,908		634	3,264	3,454	(190)	-6%	6,908
Pension and UIF Contributions		694	261		29	103	130	(27)	-21%	261
Medical Aid Contributions		120	142		7	36	71	(35)	-49%	142
Motor Vehicle Allowance		1,814	2,312		76	379	1,156	(778)	-67%	2,312
Cellphone Allowance		337	325		49	435	163	273	168%	325
Housing Allowances		-	367		48	219	184	35	19%	367
Other benefits and allowances		250	500			-	250	(250)	-100%	500
Sub Total - Councillors		7,843	10,815	-	843	4,435	5,408	(972)	-18%	10,815
% increase	4		37.9%							37.9%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		3,716	4,014		347	1,336	2,007	(671)	-33%	4,014
Pension and UIF Contributions		687	551		54	188	275	(87)	-32%	551
Medical Aid Contributions		63	139		11	43	69	(26)	-38%	139
Overtime								-		-
Performance Bonus		554	554				277	(277)	-100%	554
Motor Vehicle Allowance		507	628		52	209	314	(105)	-33%	628
Cellphone Allowance		33	59		7	28	30	(2)	-6%	59
Housing Allowances		84	90		7	28	45	(17)	-38%	90
Other benefits and allowances		200			3	12		12	#DIV/0!	
Payments in lieu of leave		62	70				35	(35)	-100%	70
Long service awards								-		
Post-retirement benefit obligations	2							-		
Sub Total - Senior Managers of Municipality		5,906	6,104	-	480	1,844	3,052	(1,208)	-40%	6,104
% increase	4		3.4%							3.4%
Other Municipal Staff										
Basic Salaries and Wages		62,509	69,850		6,087	32,850	34,925	(2,075)	-6%	69,850
Pension and UIF Contributions		13,199	15,210		927	5,497	7,605	(2,108)	-28%	15,210
Medical Aid Contributions		9,348	10,067		461	2,778	5,034	(2,256)	-45%	10,067
Overtime		2,527	2,390		444	2,004	1,195	809	68%	2,390
Performance Bonus								-		-
Motor Vehicle Allowance		4,743	4,940		427	2,494	2,470	24	1%	4,940
Cellphone Allowance		225	115		8	41	57	(17)	-29%	115
Housing Allowances		733	879		71	362	439	(77)	-18%	879
Other benefits and allowances		2,321	3,557		443	1,968	1,779	190	11%	3,557
Payments in lieu of leave		4,268	5,265		359	4,862	2,633	2,230	85%	5,265
Long service awards		315	525		62	209	263	(54)	-21%	525
Post-retirement benefit obligations	2							-		
Sub Total - Other Municipal Staff		100,188	112,799	-	9,287	53,064	56,399	(3,336)	-6%	112,799
% increase	4		12.6%							12.6%
Total Parent Municipality		113,937	129,718	-	10,611	59,343	64,859	(5,516)	-9%	129,718

Remuneration related expenditure for the month ended 31 December 2017 amounted to R 10 611 000.

Section 9 – Municipal manager’s quality certification

NAVRAE: J Stander
ENQUIRIES:
KONTAKNR: 044 803 1449
CONTACT NO
VERW: 6/18/7/2017-2018
REF:
KANTOOR: George
OFFICES:
DATUM: 11 January 2017
DATE



QUALITY CERTIFICATE

I, M STRATU, 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 DECEMBER 2017**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Disclaimer: Please note that the Section 71 Reporting is subject to changes due to the fact that the Municipality are still busy with mSCOA and a new financial system (Phoenix) implementation and currently the system does not allow the Municipality to extract all the required information for reporting.

Print Name MONDE STRATU

Accounting Officer of EDEN DISTRICT MUNICIPALITY (DC4).

Signature 

Date 11-01-2018