



**EDEN DISTRICT MUNICIPALITY**

**FINANCIAL YEAR 2017 - 2018**

**MONTHLY FINANCIAL REPORT**

**31 OCTOBER 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**

#### **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 2017.

#### **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 2017. Unfortunately, the municipality are not able to report on revenue and expenditure as per function and vote, as the municipality are still in the process of implementing mSCOA and the new financial system (Phoenix). Various challenges are being experienced and thus not allowing the municipality to get all the required information out of the system. The municipality reported on the available information that reflects the actual payments, receipts and salary runs.

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

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

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

The total revenue received for the month of October 2017 amounts to **R 7,770,077**, with a total annual budgeted figure of **R 200,228,671** (excluding Roads budget) representing a 3.9% of annual revenue.

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

Operating expenditure for the month of October 2017 amounts to **R 25,685,247**, with a total annual budgeted figure of **R 197,764,282** (excluding Roads budget). Being the beginning of the new financial year the operational budget is less than 20% and most projects is in its planning phase or at supply chain process. Spending will commence within the 2<sup>nd</sup> to 3<sup>rd</sup> quarter of the financial year as per estimation.

## **Capital Expenditure**

The capital budget for the financial year amounts to **R 2,458,500**. The expenditure for the month of October is R50,473.52.

See attached capital progress report on page 14.

### **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, ensure spending is within budget, and spend by 30 June 2018.

### **2.5 Conclusion**

Detailed analysis of the municipal performance for the year to date ending 31 October 2017 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	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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	10 774	11 124	-	-	1 619	3 708	(2 088)	-56%	11 124
Transfers and subsidies	146 708	152 945	-	-	64 921	50 982	13 939	27%	152 945
Other own revenue	176 254	181 160	-	7 770	18 366	60 387	(42 021)	-70%	181 160
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>333 736</b>	<b>345 229</b>	<b>-</b>	<b>7 770</b>	<b>84 906</b>	<b>115 076</b>	<b>(30 170)</b>	<b>-26%</b>	<b>345 229</b>
Employee costs	106 093	118 903	-	10 125	37 517	39 634	(2 117)	-5%	118 903
Remuneration of Councillors	7 844	10 815	-	825	3 438	3 605	(167)	-5%	10 815
Depreciation & asset impairment	3 670	3 070	-	307	1 229	1 023	206	20%	3 070
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	229 414	209 976	-	14 428	22 784	69 992	(47 208)	-67%	209 976
<b>Total Expenditure</b>	<b>347 021</b>	<b>342 764</b>	<b>-</b>	<b>25 685</b>	<b>64 968</b>	<b>114 255</b>	<b>(49 287)</b>	<b>-43%</b>	<b>342 764</b>
<b>Surplus/(Deficit)</b>	<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>	<b>19 117</b>	<b>2327%</b>	<b>2 465</b>
Transfers and subsidies - capital (monetary alloc	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>	<b>19 117</b>	<b>2327%</b>	<b>2 465</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>	<b>19 117</b>	<b>2327%</b>	<b>2 465</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>6 713</b>	<b>2 459</b>	<b>-</b>	<b>50</b>	<b>50</b>	<b>820</b>	<b>(769)</b>	<b>-94%</b>	<b>2 459</b>
Capital transfers recognised	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	6 713	2 459	-	50	50	820	(769)	-94%	2 459
<b>Total sources of capital funds</b>	<b>6 713</b>	<b>2 459</b>	<b>-</b>	<b>50</b>	<b>50</b>	<b>820</b>	<b>(769)</b>	<b>-94%</b>	<b>2 459</b>
<b>Financial position</b>									
Total current assets	-	171 993	-	-	153 805	-	-	-	171 993
Total non current assets	-	288 424	-	-	288 893	-	-	-	288 424
Total current liabilities	-	67 306	-	-	46 780	-	-	-	67 306
Total non current liabilities	-	141 267	-	-	139 882	-	-	-	141 267
<b>Community wealth/Equity</b>	<b>-</b>	<b>297 090</b>	<b>-</b>	<b>-</b>	<b>256 036</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>297 090</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	6 657	-	(17 915)	17 061	2 219	(14 842)	-669%	6 657
Net cash from (used) investing	-	(2 459)	-	(30 000)	(182 815)	(820)	181 995	-22208%	(2 459)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>-</b>	<b>159 532</b>	<b>-</b>	<b>-</b>	<b>1 091</b>	<b>156 733</b>	<b>155 642</b>	<b>99%</b>	<b>171 042</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	-	-	-	-	-	-	-	-	-
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

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

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

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									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		179 928	192 572	-	-	-	64 191	(64 191)	-100%	192 572
Executive and council		178 792	192 041	-	-	-	64 014	(64 014)	-100%	192 041
Finance and administration		1 136	532	-	-	-	177	(177)	-100%	532
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		6 485	6 921	-	-	-	2 307	(2 307)	-100%	6 921
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		6 288	6 713	-	-	-	2 238	(2 238)	-100%	6 713
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		197	208	-	-	-	69	(69)	-100%	208
<i><b>Economic and environmental services</b></i>		144 155	145 314	-	-	-	48 438	(48 438)	-100%	145 314
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		144 000	145 000	-	-	-	48 333	(48 333)	-100%	145 000
Environmental protection		155	314	-	-	-	105	(105)	-100%	314
<i><b>Trading services</b></i>		3 168	422	-	-	-	141	(141)	-100%	422
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		3 168	422	-	-	-	141	(141)	-100%	422
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	333 736	345 229	-	-	-	115 076	(115 076)	-100%	345 229
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		114 077	112 150	-	-	-	37 383	(37 383)	-100%	112 150
Executive and council		60 166	43 977	-	-	-	14 659	(14 659)	-100%	43 977
Finance and administration		53 911	65 711	-	-	-	21 904	(21 904)	-100%	65 711
Internal audit		-	2 463	-	-	-	821	(821)	-100%	2 463
<i><b>Community and public safety</b></i>		67 752	69 838	-	-	-	23 279	(23 279)	-100%	69 838
Community and social services		4 935	6 358	-	-	-	2 119	(2 119)	-100%	6 358
Sport and recreation		11 069	12 640	-	-	-	4 213	(4 213)	-100%	12 640
Public safety		24 820	26 478	-	-	-	8 826	(8 826)	-100%	26 478
Housing		-	-	-	-	-	-	-	-	-
Health		26 928	24 362	-	-	-	8 121	(8 121)	-100%	24 362
<i><b>Economic and environmental services</b></i>		158 775	155 630	-	-	-	51 877	(51 877)	-100%	155 630
Planning and development		10 516	5 030	-	-	-	1 677	(1 677)	-100%	5 030
Road transport		146 364	148 320	-	-	-	49 440	(49 440)	-100%	148 320
Environmental protection		1 895	2 280	-	-	-	760	(760)	-100%	2 280
<i><b>Trading services</b></i>		6 417	2 281	-	-	-	760	(760)	-100%	2 281
Energy sources		-	-	-	-	-	-	-	-	-
Water management		589	18	-	-	-	6	(6)	-100%	18
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		5 828	2 263	-	-	-	754	(754)	-100%	2 263
<i><b>Other</b></i>		-	2 866	-	-	-	955	(955)	-100%	2 866
<b>Total Expenditure - Functional</b>	3	347 021	342 764	-	-	-	114 255	(114 255)	-100%	342 764
<b>Surplus/ (Deficit) for the year</b>		(13 285)	2 465	-	-	-	822	(822)	-100%	2 465

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 7,770,077** for the period ending 31 October 2017.

**Operating Expenditure**

Operating expenditure of **R 25,685,247** is reported for the month ending 31 October 2017. The majority of these expenditure totals Employee and Councillor related cost of **R10,949,589**.

### 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	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
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Executive and Council		178 792	192 041	-	-	-	64 014	(64 014)	-100,0%	192 041
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1 136	532	-	-	-	177	(177)	-100,0%	532
Vote 4 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 6 - Health		197	208	-	-	-	69	(69)	-100,0%	208
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		6 288	6 713	-	-	-	2 238	(2 238)	-100,0%	6 713
Vote 9 - Waste Management		3 168	422	-	-	-	141	(141)	-100,0%	422
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		155	314	-	-	-	105	(105)	-100,0%	314
Vote 14 - Roads Agency Function		144 000	145 000	-	-	-	48 333	(48 333)	-100,0%	145 000
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>333 736</b>	<b>345 229</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115 076</b>	<b>(115 076)</b>	<b>-100,0%</b>	<b>345 229</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive and Council		60 166	44 601	-	-	-	14 867	(14 867)	-100,0%	44 601
Vote 2 - Budget and Treasury Office		21 000	22 635	-	-	-	7 545	(7 545)	-100,0%	22 635
Vote 3 - Corporate Services		32 912	35 752	-	-	-	11 917	(11 917)	-100,0%	35 752
Vote 4 - Planning and Development		10 515	14 687	-	-	-	4 896	(4 896)	-100,0%	14 687
Vote 5 - Public Safety		29 753	31 990	-	-	-	10 663	(10 663)	-100,0%	31 990
Vote 6 - Health		26 928	27 579	-	-	-	9 193	(9 193)	-100,0%	27 579
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		11 069	12 640	-	-	-	4 213	(4 213)	-100,0%	12 640
Vote 9 - Waste Management		5 828	2 263	-	-	-	754	(754)	-100,0%	2 263
Vote 10 - Roads Transport		2 364	3 320	-	-	-	1 107	(1 107)	-100,0%	3 320
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Water		589	18	-	-	-	6	(6)	-100,0%	18
Vote 13 - Environment Protection		1 895	2 279	-	-	-	760	(760)	-100,0%	2 279
Vote 14 - Roads Agency Function		144 000	145 000	-	-	-	48 333	(48 333)	-100,0%	145 000
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>347 019</b>	<b>342 764</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>114 255</b>	<b>(114 255)</b>	<b>-100,0%</b>	<b>342 764</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>(13 283)</b>	<b>2 465</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>822</b>	<b>(822)</b>	<b>-100,0%</b>	<b>2 465</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 therefore the majority of the income will be reflected under this section.

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 Financial Statements after year end (30 June 2018).

### 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	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
<b>R thousands</b>										
<b>Revenue By Source</b>										
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	1 169	(955)	-82%	3 507	
Interest earned - external investments	10 774	11 124		-	1 619	3 708	(2 088)	-56%	11 124	
Interest earned - outstanding debtors	799	846		-	108	282	(173)	-62%	846	
Dividends received	-							-		
Fines, penalties and forfeits	-							-		
Licences and permits	155	314		-		105	(105)	-100%	314	
Agency services	15 000	15 300		-	2 555	5 100	(2 545)	-50%	15 300	
Transfers and subsidies	146 708	152 945		-	64 921	50 982	13 939	27%	152 945	
Other revenue	158 876	161 194		7 770	15 488	53 731	(38 243)	-71%	161 194	
Gains on disposal of PPE								-		
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>333 736</b>	<b>345 229</b>	<b>-</b>	<b>7 770</b>	<b>84 906</b>	<b>115 076</b>	<b>(30 170)</b>	<b>-26%</b>	<b>345 229</b>
<b>Expenditure By Type</b>										
Employee related costs	106 093	118 903		10 125	37 517	39 634	(2 117)	-5%	118 903	
Remuneration of councillors	7 844	10 815		825	3 438	3 605	(167)	-5%	10 815	
Debt impairment	1 060	1 122				374	(374)	-100%	1 122	
Depreciation & asset impairment	3 670	3 070		307	1 229	1 023	206	20%	3 070	
Finance charges	-							-		
Bulk purchases	-							-		
Other materials	-							-		
Contracted services	17 698	15 896		1 359	3 333	5 299	(1 966)	-37%	15 896	
Transfers and subsidies	-							-		
Other expenditure	210 656	192 958		13 069	19 451	64 319	(44 869)	-70%	192 958	
Loss on disposal of PPE								-		
<b>Total Expenditure</b>		<b>347 021</b>	<b>342 764</b>	<b>-</b>	<b>25 685</b>	<b>64 968</b>	<b>114 255</b>	<b>(49 287)</b>	<b>-43%</b>	<b>342 764</b>
<b>Surplus/(Deficit)</b>										
Transfers and subsidies - capital (monetary allocations) (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)								-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>			<b>2 465</b>
Taxation								-		
<b>Surplus/(Deficit) after taxation</b>		<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>			<b>2 465</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>			<b>2 465</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>(13 285)</b>	<b>2 465</b>	<b>-</b>	<b>(17 915)</b>	<b>19 938</b>	<b>822</b>			<b>2 465</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:**

There is no income reported for the month of October 2017 in comparison to a budgeted amount of R 3,506,944.

### **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. There was no interest received for the month under review.

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

There was no interest on outstanding debtors for the month of October 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 in respect of the Agency Services for the month of September because of challenges experienced on the Income module.

### **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. There were no Grants received during the month of October 2017.

#### Other revenue / Sundry income

Other revenue reflects an amount of R 7,770,077 for the month of October 2017. Other revenue consists of the following: Interest on current account and resorts income.

#### **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 2017 amounts to R10,949,589 of a budgeted amount of R 129,718,197 that represents 8.4% of the budgeted amount.

#### Debt Impairment / Depreciation and asset impairment

These items account for non-cash budgeted items. The depreciation amount for the month of October 2017 is R 307,323.

#### 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 1,359,165 is reflected in the financial results for the month ending 31 October 2017.

#### Other expenditure

Other expenditure reflects all other expenses not specifically mentioned and amounts to R13,069,169 for month ending October 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) - M04 October

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
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		3 653	350	-	-	-	117	(117)	-100%	350
Vote 2 - Budget and Treasury Office		39	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1 041	350	-	22	22	117	(95)	-81%	350
Vote 4 - Planning and Development		-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		817	519	-	-	-	173	(173)	-100%	519
Vote 6 - Health		105	31	-	-	-	10	(10)	-100%	31
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		565	1 100	-	29	29	367	(338)	-92%	1 100
Vote 9 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		493	109	-	-	-	36	(36)	-100%	109
Vote 14 - Roads Agency Function		-	-	-	-	-	-	-	-	-
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	<b>6 713</b>	<b>2 459</b>	<b>-</b>	<b>50</b>	<b>50</b>	<b>820</b>	<b>(769)</b>	<b>-94%</b>	<b>2 459</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 - 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		-	-	-	-	-	-	-	-	-
<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>6 713</b>	<b>2 459</b>	<b>-</b>	<b>50</b>	<b>50</b>	<b>820</b>	<b>(769)</b>	<b>-94%</b>	<b>2 459</b>

Variances explained in Supporting Table C5

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

Number	Project description	Original Budget R'000	Adjusted budget R'	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 850 000,00		R 28 543,00	283 333,33	254 790,33	11%	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 350 000,00		R -	116 666,67	116 666,67	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.
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 250 000,00		R 21 930,52	83 333,33	61 402,81	36%	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 -	1 000,00	1 000,00	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.
<b>Totals</b>		<b>2 458 500,00</b>	<b>-</b>	<b>50 473,52</b>	<b>819 500,00</b>	<b>769 026,48</b>	<b>7%</b>				
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>											
	Fridge / Freezer	R									
	Council Chambers	R									
	DTP Computer Equipment	R									
	Aeroquille Mobile	R									
	<b>R</b>	<b>222 073,22</b>									

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

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

Description	Ref	2016/17	Budget Year 2017/18				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
<b>R thousands</b>	1						
<b>ASSETS</b>							
<b>Current assets</b>							
Cash			159 532		131 851	159 532	
Call investment deposits			-				
Consumer debtors			3 620		4 834	3 620	
Other debtors			2 181		13 375	2 181	
Current portion of long-term receivables			3 227			3 227	
Inventory			3 433		3 745	3 433	
<b>Total current assets</b>			-	171 993	-	153 805	171 993
<b>Non current assets</b>							
Long-term receivables				59 717		59 717	
Investments				26		26	
Investment property				85 712		85 533	85 712
Investments in Associate							
Property, plant and equipment				141 185		143 979	141 185
Agricultural							
Biological assets							
Intangible assets				1 784		1 819	1 784
Other non-current assets						57 536	
<b>Total non current assets</b>				-	288 893	288 424	
<b>TOTAL ASSETS</b>				-	460 417	460 417	
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft							
Borrowing				-			
Consumer deposits							
Trade and other payables				39 006		41 130	39 006
Provisions				28 300		5 650	28 300
<b>Total current liabilities</b>				-	67 306	46 780	67 306
<b>Non current liabilities</b>							
Borrowing							
Provisions				141 267		139 882	141 267
<b>Total non current liabilities</b>				-	141 267	139 882	141 267
<b>TOTAL LIABILITIES</b>				-	208 573	186 662	208 573
<b>NET ASSETS</b>	2			-	251 844	256 036	251 844
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)				268 744		228 308	268 744
Reserves				28 346		27 728	28 346
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2			-	297 090	256 036	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 - M04 October

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	
<b>R thousands</b>	1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates								-			
Service charges								-			
Other revenue			180 314		7 770	15 488	60 105	(44 616)	-74%	180 314	
Government - operating			152 945		-	64 921	50 982	13 939	27%	152 945	
Government - capital								-			
Interest			11 970		-	1 619	3 990	(2 370)	-59%	11 970	
Dividends								-			
<b>Payments</b>											
Suppliers and employees			(338 572)		(25 685)	(64 968)	(112 857)	(47 890)	42%	(338 572)	
Finance charges								-			
Transfers and Grants								-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			-	6 657	-	(17 915)	17 061	2 219	(14 842)	-669%	6 657
<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					(150 000)	(185 047)		(185 047)	#DIV/0!		
<b>Payments</b>											
Capital assets			(2 459)		50	50	(820)	(870)	106%	(2 459)	
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			-	(2 459)	-	(149 950)	(184 997)	(820)	184 178	-22474%	(2 459)
<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								-			
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			-	-	-	-	-	-	-	-	
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>			-	4 198	-	(167 865)	(167 936)	1 399		4 198	
Cash/cash equivalents at beginning:			155 334				166 844	155 334		166 844	
Cash/cash equivalents at month/year end:			159 532				(1 091)	156 733		171 042	

The municipal bank balance at 31 October 2017 totals R1 090 714.64.

Detailed information regarding the cash position is tabled below.

<b>REPORTING MONTH: 31 OCTOBER 2017</b>		
<b>Commitments against Cash &amp; Cash Equivalents</b>		
<b>ITEM</b>	<b>Previous Month R'000</b>	<b>Current Month R'000</b>
<b>Bank balance as at 30 September 2017</b>	<b>166 844 460,97</b>	<b>-1 090 714,64</b>
<b>Other Cash &amp; Cash Equivalents: Short term deposits</b>	<b>-</b>	<b>150 000 000,00</b>
<b>LESS:</b>	<b>66 247 383,00</b>	<b>42 361 702,94</b>
Unspent Conditional Grants	7 109 212,85	6 962 175,94
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	14 212 021,00	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	15 214 250,00	-
Trade Payables	11 264 370,00	6 895 235,00
Unspent Capital budget 4 months	614 625,00	819 500,00
Unspent Operational budget 4 months	4 360 223,15	-0
<b>Sub total</b>	<b>100 597 077,97</b>	<b>106 547 582,42</b>
<b>PLUS:</b>	<b>5 763 569,88</b>	<b>5 763 570,00</b>
VAT Receivable	2 751 044,00	2 751 044,00
Receivable Exchange	3 012 525,88	3 012 526,00
	<b>106 360 647,85</b>	<b>112 311 152,42</b>
<b>LESS OTHER MATTERS:</b>		
Capital Replacement Reserve	30 798 343,13	30 798 343,13
<b>Sub Total</b>	<b>75 562 304,72</b>	<b>81 512 809,29</b>
<b>LESS: CONTIGENT LIABILITIES</b>	<b>14 537 229,61</b>	<b>14 537 229,61</b>
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
<b>Surplus / (Deficit)</b>	<b>61 025 075,11</b>	<b>66 975 579,68</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 2017/18									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
<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										-	-		
Interest on Arrear Debtor Accounts	1810										-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-		
Other	1900										-	-		
<b>Total By Income Source</b>	<b>2000</b>	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>2016/17 - totals only</b>														
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200										-	-		
Commercial	2300										-	-		
Households	2400										-	-		
Other	2500										-	-		
<b>Total By Customer Group</b>	<b>2600</b>	-	-	-	-	-	-	-	-	-	-	-	-	-

The financial system is in process of implementation and no applicable information is currently available for reporting.

## Section 5 – Creditors' analysis

### Supporting Table C4

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

Description R thousands	NT Code	Budget Year 2017/18									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										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700										-	
Auditor General	0800										-	
Other	0900										-	
<b>Total By Customer Type</b>	<b>1000</b>	-	-	-	-	-	-	-	-	-	-	-

The financial system is in process of implementation and no applicable information is currently available for reporting.

## Section 6 – Investment portfolio analysis

### 6.1 Investment monitoring information

	Balance as at 01 October 2017	Movements for the month			Balance as at 31 Oct 2017	Interest earned Month	Interest earned Year to date
		Investments matured	Investments made	Interest capitalised			
<b>Eden district municipality</b>							
<i>Interest Received YTD</i>							
Standard Bank	-	-	50 000 000,00		-50 000 000,00	-	-
FNB	-	-			-	-	-
ABSA	-	-	30 000 000,00		-30 000 000,00	-	-
Nedbank	-	-	50 000 000,00		-50 000 000,00	-	-
Investec Bank			20 000 000,00				-
Standard Bank - Bank Guarantee investment investment	144 007,78		-		144 735,71	756,00	2 997,01
<b>BANK DEPOSITS</b>	<b>144 007,78</b>	<b>-</b>	<b>150 000 000,00</b>	<b>-</b>	<b>-129 855 264,29</b>	<b>756,00</b>	<b>2 997,01</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.

## 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	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
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	151 005	-	-	64 067	50 335	12 172	24,2%	151 005
Local Government Equitable Share			146 055			60 857	48 685	12 172	25,0%	146 055
Finance Management			1 250			1 250	417			1 250
Municipal Systems Improvement										
EPWP Incentive			1 280		-	320	427			1 280
NT - Rural Roads Asset Management Systems			2 420		-	1 640	807			2 420
	3							-		
								-		
								-		
Other transfers and grants [insert description]								-		
<b>Provincial Government:</b>		-	1 940	-	-	800	647	153	23,7%	1 940
PT - Integrated Transport Plan			900				300	(300)	-100,0%	900
	4							-		
								-		
Other transfers and grants [insert description]			1 040			800	347	453	130,8%	1 040
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
[insert description]								-		
								-		
<b>Total Operating Transfers and Grants</b>	5	-	152 945	-	-	64 867	50 982	12 325	24,2%	152 945

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.

## 7.2 Supporting Table C7

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

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
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	151 005	-	147	49 197	50 335	(1 138)	-2,3%	151 005
Local Government Equitable Share			146 055			48 685	48 685	-		146 055
Finance Management			1 250		33	157	417	(260)	-62,3%	1 250
Municipal Systems Improvement						90		90	#DIV/0!	-
EPWP Incentive			1 280		114	266	427	(161)	-37,8%	1 280
NT - Rural Roads Asset Management Systems			2 420				807	(807)	-100,0%	2 420
Other transfers and grants [insert description]										
<b>Provincial Government:</b>		-	1 940	-	-	-	162	(162)	-100,0%	1 940
PT - Integraeted Transport Plan			900				75	(75)	-100,0%	900
Other transfers and grants [insert description]										
Other transfers and grants [insert description]			1 040				87	(87)	-100,0%	1 040
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
[insert description]										
<b>Total operating expenditure of Transfers and Grants:</b>		-	152 945	-	147	49 197	50 497	(1 299)	-2,6%	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 is used for the day to day running of the Municipality for example salaries, own funded projects and contracted services and 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 - M04 October

Summary of Employee and Councillor remuneration	Ref	Budget Year 2017/18								
		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		4 628	6 908		636	2 614	2 303	312	14%	6 908
Pension and UIF Contributions		694	261		26	100	87	13	15%	261
Medical Aid Contributions		120	142		7	29	47	(18)	-39%	142
Motor Vehicle Allowance		1 814	2 312		76	303	771	(468)	-61%	2 312
Cellphone Allowance		337	325		32	142	108	34	31%	325
Housing Allowances		-	367		48	171	122	49	40%	367
Other benefits and allowances		250	500			-	167	(167)	-100%	500
<b>Sub Total - Councillors</b>		<b>7 843</b>	<b>10 815</b>	<b>-</b>	<b>825</b>	<b>3 359</b>	<b>3 605</b>	<b>(246)</b>	<b>-7%</b>	<b>10 815</b>
<b>% increase</b>	4		<b>37,9%</b>							<b>37,9%</b>
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		3 716	4 014		330	1 336	1 338	(2)	0%	4 014
Pension and UIF Contributions		687	551		54	188	184	5	2%	551
Medical Aid Contributions		63	139		11	43	46	(3)	-6%	139
Overtime								-		-
Performance Bonus		554	554				185	(185)	-100%	554
Motor Vehicle Allowance		507	628		52	209	209	-		628
Cellphone Allowance		33	59		7	28	20	8	41%	59
Housing Allowances		84	90		7	28	30	(2)	-7%	90
Other benefits and allowances		200			3	12		12	#DIV/0!	
Payments in lieu of leave		62	70				23	(23)	-100%	70
Long service awards								-		
Post-retirement benefit obligations	2							-		
<b>Sub Total - Senior Managers of Municipality</b>		<b>5 906</b>	<b>6 104</b>	<b>-</b>	<b>464</b>	<b>1 844</b>	<b>2 035</b>	<b>(190)</b>	<b>-9%</b>	<b>6 104</b>
<b>% increase</b>	4		<b>3,4%</b>							<b>3,4%</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		62 509	69 850		6 742	21 273	23 283	(2 011)	-9%	69 850
Pension and UIF Contributions		13 199	15 210		1 070	4 082	5 070	(989)	-19%	15 210
Medical Aid Contributions		9 348	10 067		464	1 816	3 356	(1 540)	-46%	10 067
Overtime		2 527	2 390		294	1 370	797	573	72%	2 390
Performance Bonus					22	104		104	#DIV/0!	-
Motor Vehicle Allowance		4 743	4 940		634	2 131	1 647	485	29%	4 940
Cellphone Allowance		225	115		9	8	38	(30)	-79%	115
Housing Allowances		733	879		73	225	293	(68)	-23%	879
Other benefits and allowances		2 321	3 557		176	631	1 186	(554)	-47%	3 557
Payments in lieu of leave		4 268	5 265		101	199	1 755	(1 557)	-89%	5 265
Long service awards		315	525		76	128	175	(47)	-27%	525
Post-retirement benefit obligations	2							-		
<b>Sub Total - Other Municipal Staff</b>		<b>100 188</b>	<b>112 799</b>	<b>-</b>	<b>9 661</b>	<b>31 966</b>	<b>37 600</b>	<b>(5 634)</b>	<b>-15%</b>	<b>112 799</b>
<b>% increase</b>	4		<b>12,6%</b>							<b>12,6%</b>
<b>Total Parent Municipality</b>		<b>113 937</b>	<b>129 718</b>	<b>-</b>	<b>10 950</b>	<b>37 169</b>	<b>43 239</b>	<b>(6 071)</b>	<b>-14%</b>	<b>129 718</b>

Remuneration related expenditure for the month of October 2017 amounts to

R 10,949,589 that represents 8.4% of the budgeted amount.

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



NAVRAE ENQUIRIES: L Hoek  
KONTAKNR CONTACT NO: 044 803 1449  
VERW. REF: 6/18/7/2017-2018  
KANTOOR OFFICE: George  
DATUM DATE: 14 November 2017



### 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 OCTOBER 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 14/11/2017