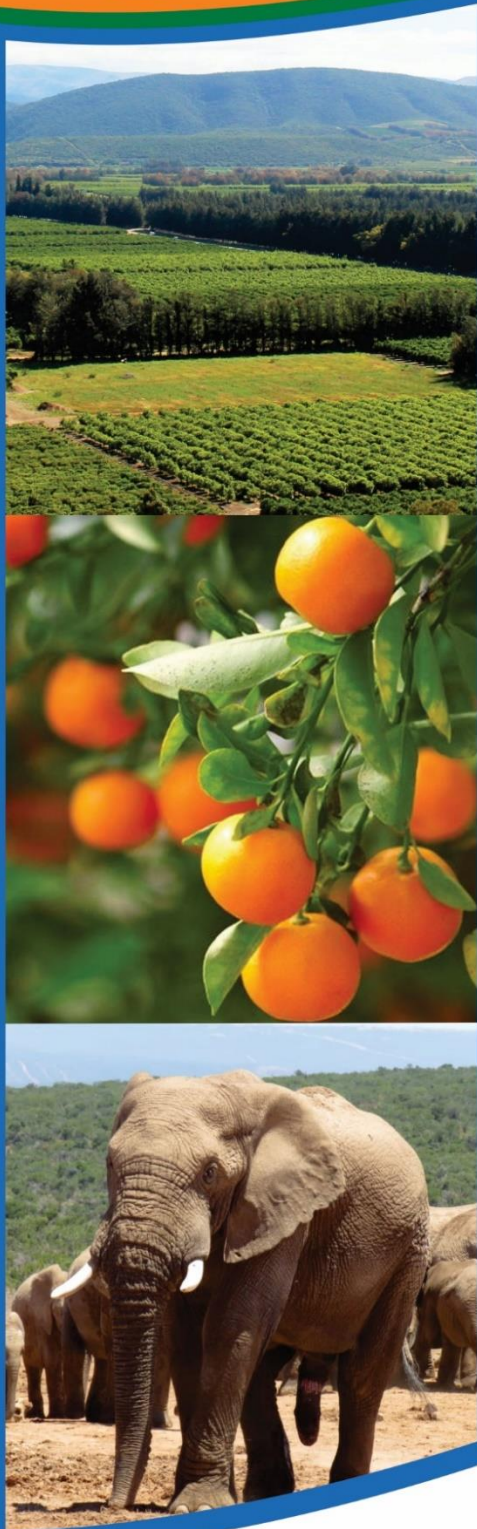




# SUNDAYS RIVER VALLEY MUNICIPALITY



## **In- year monitoring for the Municipality**

Prepared in terms of the Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009

## **MONTHLY BUDGET STATEMENT**

**October 2019**



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

# Table of Contents

Legislative framework.....	3
Report to the Executive Mayor.....	4
Recommendations.....	4
Part 1: In-year budget statements tables	
1.1 Table C1: s71 Monthly Budget Statement Summary.....	5
1.2 Table C2: Financial Performance (Standard classification).....	6
1.3 Table C3: Financial Performance (revenue & expenditure by municipal vote).....	7
1.4 Table C4: Financial Performance (Revenue by Source, Expenditure by Type).....	8
1.5 Table C5: Capital Expenditure.....	9
1.6 Table C6: Financial Position.....	10
1.7 Table C7: Cash Flow.....	11
1.8 Supporting Documentation.....	15-21
Municipal Manager’s Quality Certificate.....	



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## Legislative framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium-term planning and policy choices on service delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – No. 56 of 2003, Section 71,
- and The Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements. 28. 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.

The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

### **S71 Report – Accounting Officer's Report to the Executive Mayor**

In accordance with Section 71(1) of the Municipal Finance Management Act, the Accounting Officer submits the required statement on the state of Sundays River Valley Municipality's budget reflecting the particulars up until the end of October 2019.

Section 54(1) of the MFMA requires the Mayor of a municipality to take certain actions on the receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## **Recommendations**

(a) That Finance and Administrative Committee notes the contents of the monthly S71 budget statement report and supporting documentations for October 2019.

(b) That the directors ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and that spending of funds and that revenue collection proceeds in accordance with the budget.



TEL: 042 230 7700



FAX: 042 230 1799



[WWW.SRVM.GOV.ZA](http://WWW.SRVM.GOV.ZA)

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## Part 1: In-year budget statements tables

### 1.1 Table C1: s71 Monthly Budget Statement Summary

EC106 Sundays River Valley - Table C1 Monthly Budget Statement Summary - M04 October

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	42 154	-	2 069	22 607	14 051	8 556	61%	42 154
Service charges	-	51 883	-	3 056	14 722	17 294	(2 573)	-15%	51 883
Investment revenue	-	1 360	-	23	226	453	(227)	-50%	1 360
Transfers and subsidies	-	86 565	-	840	36 616	28 855	7 761	27%	86 565
Other own revenue	-	20 060	-	818	3 612	6 687	(3 075)	-46%	20 060
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>202 022</b>	-	<b>6 806</b>	<b>77 783</b>	<b>67 341</b>	<b>10 442</b>	<b>16%</b>	<b>202 022</b>
Employee costs	-	81 843	-	6 442	25 514	27 281	(1 768)	-6%	81 843
Remuneration of Councillors	-	7 441	-	555	2 254	2 480	(226)	-9%	7 441
Depreciation & asset impairment	-	26 366	-	-	1 666	8 789	(7 123)	-81%	26 366
Finance charges	-	2 830	-	221	523	943	(421)	-45%	2 830
Materials and bulk purchases	-	37 604	-	2 187	15 171	12 535	2 636	21%	37 604
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	87 705	-	5 488	18 313	29 235	(10 922)	-37%	87 705
<b>Total Expenditure</b>	-	<b>243 790</b>	-	<b>14 893</b>	<b>63 440</b>	<b>81 263</b>	<b>(17 824)</b>	<b>-22%</b>	<b>243 790</b>
<b>Surplus/(Deficit)</b>	-	<b>(41 768)</b>	-	<b>(8 087)</b>	<b>14 343</b>	<b>(13 923)</b>	<b>28 266</b>	<b>-203%</b>	<b>(41 768)</b>
Transfers and subsidies - capital (monetary alloc	-	68 420	-	4 607	29 213	22 807	6 407	28%	68 420
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>26 652</b>	-	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>	<b>34 672</b>	<b>390%</b>	<b>26 652</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>26 652</b>	-	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>	<b>34 672</b>	<b>390%</b>	<b>26 652</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>85 020</b>	-	<b>3 916</b>	<b>23 539</b>	<b>28 340</b>	<b>(4 801)</b>	<b>-17%</b>	<b>85 020</b>
Capital transfers recognised	-	67 139	-	2 336	16 277	22 380	(6 103)	-27%	67 139
Borrowing	-	8 950	-	-	-	2 983	(2 983)	-100%	8 950
Internally generated funds	-	8 930	-	1 580	7 263	2 977	4 286	144%	8 930
<b>Total sources of capital funds</b>	-	<b>85 020</b>	-	<b>3 916</b>	<b>23 539</b>	<b>28 340</b>	<b>(4 801)</b>	<b>-17%</b>	<b>85 020</b>
<b>Financial position</b>									
Total current assets	-	93 047	-	-	77 523	-	-	-	93 047
Total non current assets	-	741 339	-	-	735 622	-	-	-	741 339
Total current liabilities	-	39 772	-	-	73 886	-	-	-	39 772
Total non current liabilities	-	33 178	-	-	33 515	-	-	-	33 178
Community wealth/Equity	-	761 436	-	-	705 744	-	-	-	761 436
<b>Cash flows</b>									
Net cash from (used) operating	-	92 373	-	6 347	25 327	23 093	(2 234)	-10%	92 373
Net cash from (used) investing	-	(84 290)	-	(3 916)	(21 090)	(21 072)	17	-0%	(84 290)
Net cash from (used) financing	-	(4 459)	-	(110)	(331)	(1 115)	(784)	70%	(4 459)
<b>Cash/cash equivalents at the month/year end</b>	-	<b>7 763</b>	-	<b>-</b>	<b>4 110</b>	<b>5 045</b>	<b>935</b>	<b>19%</b>	<b>3 829</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	4 056	4 103	3 603	9 561	3 692	2 099	79 454	-	106 568
<b>Creditors Age Analysis</b>									
Total Creditors	8 966	9 201	5 142	4 569	-	-	247	-	28 126



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## **Explanatory Notes: Table C1: s71 Monthly Budget Statement Summary**

The summary statement of financial performance shows monthly actual operating revenue of R 6.8 million and monthly actual operating expenditure of R 14.9 Million.

The municipality had a net deficit of R 3.5 Million for the month ended on October.

Actual capital expenditure for the month ended October 2019, is R 2.3 Million.

Cash and cash equivalents – Main bank amounted to R 4.1 Million as at 31 October 2019.

Outstanding debtors and creditors amounted to R 106.6 Million and R 28.1 Million respectively as at 31 October 2019.

The municipality's financial health although a positive bank balance is shown remains a concern. Financial sustainability if not monitored can negatively impact on service delivery.



TEL: 042 230 7700



FAX: 042 230 1799



[WWW.SRVM.GOV.ZA](http://WWW.SRVM.GOV.ZA)

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## 1.2 Table C2: Financial Performance (standard classification)

EC106 Sundays River Valley - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		-	75 796	-	1 941	33 633	25 265	8 368	33%	75 796
Executive and council		-	16 547	-	-	3 477	5 516	(2 039)	-37%	16 547
Finance and administration		-	59 249	-	1 941	30 156	19 750	10 406	53%	59 249
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	18 488	-	1 453	9 811	6 163	3 648	59%	18 488
Community and social services		-	10 338	-	944	6 729	3 446	3 283	95%	10 338
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	8 150	-	509	3 082	2 717	366	13%	8 150
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	34 100	-	2 446	18 782	11 367	7 416	65%	34 100
Planning and development		-	1 441	-	1	2 066	480	1 586	330%	1 441
Road transport		-	32 659	-	2 445	16 716	10 886	5 830	54%	32 659
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	140 603	-	5 573	44 770	46 868	(2 098)	-4%	140 603
Energy sources		-	59 720	-	4 051	28 704	19 907	8 797	44%	59 720
Water management		-	39 799	-	993	5 976	13 266	(7 290)	-55%	39 799
Waste water management		-	21 730	-	197	3 710	7 243	(3 533)	-49%	21 730
Waste management		-	19 354	-	332	6 380	6 451	(71)	-1%	19 354
<i><b>Other</b></i>	4	-	1 455	-	-	-	485	(485)	-100%	1 455
<b>Total Revenue - Functional</b>	2	-	270 442	-	11 413	106 996	90 147	16 849	19%	270 442
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		-	86 003	-	7 156	25 173	28 668	(3 495)	-12%	86 003
Executive and council		-	16 133	-	1 342	4 278	5 378	(1 100)	-20%	16 133
Finance and administration		-	69 870	-	5 814	20 895	23 290	(2 395)	-10%	69 870
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		-	37 660	-	2 780	9 216	12 553	(3 337)	-27%	37 660
Community and social services		-	17 844	-	1 064	4 164	5 948	(1 784)	-30%	17 844
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	18 481	-	1 249	4 083	6 160	(2 077)	-34%	18 481
Housing		-	1 335	-	468	968	445	524	118%	1 335
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		-	14 955	-	483	2 185	4 985	(2 800)	-56%	14 955
Planning and development		-	8 934	-	286	1 332	2 978	(1 646)	-55%	8 934
Road transport		-	6 021	-	197	853	2 007	(1 154)	-57%	6 021
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		-	103 510	-	4 389	26 569	34 503	(7 934)	-23%	103 510
Energy sources		-	37 131	-	2 078	11 613	12 377	(764)	-6%	37 131
Water management		-	33 357	-	1 692	10 687	11 119	(432)	-4%	33 357
Waste water management		-	15 063	-	578	2 612	5 021	(2 409)	-48%	15 063
Waste management		-	17 959	-	42	1 657	5 986	(4 329)	-72%	17 959
<i><b>Other</b></i>		-	1 663	-	85	297	554	(257)	-46%	1 663
<b>Total Expenditure - Functional</b>	3	-	243 790	-	14 893	63 440	81 263	(17 824)	-22%	243 790
<b>Surplus/ (Deficit) for the year</b>		-	26 652	-	(3 480)	43 556	8 884	34 672	390%	26 652

### Explanatory Notes: Table C2: Financial Performance (standard classification)

Table above provides a summary of financial performance by standard classification.



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

### 1.3 Table C3: Financial Performance (revenue and expenditure by municipal vote)

EC106 Sundays River Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - Mayor and Council	1	-	7 520	-	-	1 526	2 507	(981)	-39.1%	7 520
Vote 2 - Municipal Manager		-	9 026	-	-	3 902	3 009	894	29.7%	9 026
Vote 3 - Finance		-	49 973	-	1 941	26 254	16 658	9 596	57.6%	49 973
Vote 4 - Corporate Service		-	9 276	-	-	3 902	3 092	810	26.2%	9 276
Vote 5 - Community Services		-	39 298	-	1 785	16 191	13 099	3 092	23.6%	39 298
Vote 6 - Technical Service		-	155 348	-	7 687	55 220	51 783	3 438	6.6%	155 348
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	-	<b>270 442</b>	-	<b>11 413</b>	<b>106 996</b>	<b>90 147</b>	<b>16 849</b>	<b>18.7%</b>	<b>270 442</b>
<b>Expenditure by Vote</b>										
Vote 1 - Mayor and Council	1	-	9 754	-	579	3 014	3 251	(237)	-7.3%	9 754
Vote 2 - Municipal Manager		-	11 074	-	1 047	2 445	3 691	(1 246)	-33.8%	11 074
Vote 3 - Finance		-	49 655	-	4 475	14 085	16 552	(2 467)	-14.9%	49 655
Vote 4 - Corporate Service		-	20 215	-	1 339	6 810	6 738	72	1.1%	20 215
Vote 5 - Community Services		-	55 947	-	2 439	10 202	18 649	(8 447)	-45.3%	55 947
Vote 6 - Technical Service		-	97 146	-	5 014	26 884	32 382	(5 498)	-17.0%	97 146
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	-	<b>243 790</b>	-	<b>14 893</b>	<b>63 440</b>	<b>81 263</b>	<b>(17 824)</b>	<b>-21.9%</b>	<b>243 790</b>
<b>Surplus/ (Deficit) for the year</b>	2	-	<b>26 652</b>	-	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>	<b>34 672</b>	<b>390.3%</b>	<b>26 652</b>

### Explanatory Notes: Table C3: Financial Performance (revenue and expenditure by municipal vote)

Table above indicates the statement of financial performance by vote.



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK



## 1.4 Table C4: Financial Performance (revenue and expenditure)

EC106 Sundays River Valley - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2018/19	Budget Year 2019/20								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates			42 154		2 069	22 607	14 051	8 556	61%	42 154	
Service charges - electricity revenue			26 755		1 667	9 163	8 918	244	3%	26 755	
Service charges - water revenue			16 523		918	3 642	5 508	(1 866)	-34%	16 523	
Service charges - sanitation revenue			2 894		178	725	965	(240)	-25%	2 894	
Service charges - refuse revenue			5 711		293	1 193	1 904	(711)	-37%	5 711	
Rental of facilities and equipment			58		3	11	19	(8)	-44%	58	
Interest earned - external investments			1 360		23	226	453	(227)	-50%	1 360	
Interest earned - outstanding debtors			11 238		297	1 442	3 746	(2 304)	-62%	11 238	
Dividends received			-		-	-	-	-	-	-	
Fines, penalties and forfeits			3 328	-	81	362	1 109	(748)	-67%	3 328	
Licences and permits			1 831		177	647	610	37	6%	1 831	
Agency services			3 007		251	874	1 002	(129)	-13%	3 007	
Transfers and subsidies			86 565		840	36 616	28 855	7 761	27%	86 565	
Other revenue			597		10	277	199	78	39%	597	
Gains on disposal of PPE			-		-	-	-	-	-	-	
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>-</b>	<b>202 022</b>	<b>-</b>	<b>6 806</b>	<b>77 783</b>	<b>67 341</b>	<b>10 442</b>	<b>16%</b>	<b>202 022</b>
<b>Expenditure By Type</b>											
Employee related costs			81 843		6 442	25 514	27 281	(1 768)	-6%	81 843	
Remuneration of councillors			7 441		555	2 254	2 480	(226)	-9%	7 441	
Debt impairment			13 454		-	40	4 485	(4 445)	-99%	13 454	
Depreciation & asset impairment			26 366		-	1 666	8 789	(7 123)	-81%	26 366	
Finance charges			2 830		221	523	943	(421)	-45%	2 830	
Bulk purchases			29 523		2 036	14 025	9 841	4 184	43%	29 523	
Other materials			8 082		151	1 146	2 694	(1 548)	-57%	8 082	
Contracted services			40 771		2 860	9 592	13 590	(3 998)	-29%	40 771	
Transfers and subsidies			-		-	-	-	-	-	-	
Other expenditure			33 480		2 627	8 681	11 160	(2 479)	-22%	33 480	
Loss on disposal of PPE			-		-	-	-	-	-	-	
<b>Total Expenditure</b>			<b>-</b>	<b>243 790</b>	<b>-</b>	<b>14 893</b>	<b>63 440</b>	<b>81 263</b>	<b>(17 824)</b>	<b>-22%</b>	<b>243 790</b>
<b>Surplus/(Deficit)</b>											
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			-	(41 768)	-	(8 087)	14 343	(13 923)	28 266	(0)	(41 768)
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)				68 420		4 607	29 213	22 807	6 407	0	68 420
Transfers and subsidies - capital (in-kind - all)				-		-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>			<b>-</b>	<b>26 652</b>	<b>-</b>	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>			<b>26 652</b>
Taxation				-		-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>			<b>-</b>	<b>26 652</b>	<b>-</b>	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>			<b>26 652</b>
Attributable to minorities				-		-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>			<b>-</b>	<b>26 652</b>	<b>-</b>	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>			<b>26 652</b>
Share of surplus/ (deficit) of associate				-		-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>			<b>-</b>	<b>26 652</b>	<b>-</b>	<b>(3 480)</b>	<b>43 556</b>	<b>8 884</b>			<b>26 652</b>



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## Notes

Actual deficit for the month is R 3.5 Million and the year to date surplus is R 43.6 Million.

Variances above 10% in the financial performance budget statement (above table C4) are explained below:

### **Revenue**

- Property rates- a variance of R 8.6 Million is a result of annual billing performed in July 2019 whereas the budget is spread evenly throughout the year.
- Service charges- a variance of R 2.6 Million is attributable to consumption variations.
- Interest earned- external investment: lower interest received than expected due to minimal short-term deposits.
- Interest earned- outstanding debtors: decreased due to debtors written-off during the financial year end.
- Fines, penalties and forfeits- no recording of accrued financial transactions on the system for the period reported.
- Transfer and subsidies- operational: Variance of R 7.8 Million is mainly attributable to recognition of equitable share received, however it should be noted that misallocations have occurred during the period.
- Transfer and subsidies- capital: Variance of R 6.4 Million is a direct linked with healthy spending patterns with this regard.

### **Expenditure**

- Debt impairment- variances of R 4.4 Million results from no impairment nor debt writ-offs performed for the period.
- Depreciation- no depreciation accounted for during the reporting month
- Finance charges- variances is attributed to interest on unwinding assets which will be recorded at year end.
- Bulk purchases- Excessive billing made in July results in the difference of R 3.9 Million.
- Other expenditure (inventory consumed, contracted services and general expenditure)- a variance of R 8 Million exists due to projects not yet implemented.

A cause for concern is warranted for the following income statement items:

- Depreciation- should be recorded every month as per updated assets register. CFO to ensure financial records are complete moving forward.
- Fines- should be recorded every month as per fines issued. CFO and Community Service Director to ensure billing is recorded timeously in the financial system.



TEL: 042 230 7700

FAX: 042 230 1799

WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

- Transfers and subsidies (operational and capital)- CFO to ensure all sections record transactions as and when they occur.

**1.5 Table C5: Capital Expenditure (municipal vote, standard classification and funding)**



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

EC106 Sundays River Valley - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2018/19		Budget Year 2019/20						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Mayor and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Service		-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Technical Service		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Mayor and Council		-	600	-	-	200	(200)	-100%	600	
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	
Vote 3 - Finance		-	200	-	-	67	(67)	-100%	200	
Vote 4 - Corporate Service		-	1 840	-	401	1 115	613	82%	1 840	
Vote 5 - Community Services		-	5 710	-	433	2 919	1 903	53%	5 710	
Vote 6 - Technical Service		-	76 670	-	3 082	19 505	25 557	(6 052)	-24%	76 670
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	
<b>Total Capital single-year expenditure</b>	4	-	85 020	-	3 916	23 539	28 340	(4 801)	-17%	85 020
<b>Total Capital Expenditure</b>		-	85 020	-	3 916	23 539	28 340	(4 801)	-17%	85 020
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		-	2 640	-	401	1 115	880	235	27%	2 640
Executive and council		-	600	-	-	-	200	(200)	-100%	600
Finance and administration		-	2 040	-	401	1 115	680	435	64%	2 040
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	4 750	-	433	2 919	1 583	1 336	84%	4 750
Community and social services		-	2 050	-	433	2 919	683	2 236	327%	2 050
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	2 700	-	-	-	900	(900)	-100%	2 700
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	27 446	-	1 149	6 885	9 149	(2 263)	-25%	27 446
Planning and development		-	200	-	746	3 228	67	3 162	4743%	200
Road transport		-	27 246	-	403	3 657	9 082	(5 425)	-60%	27 246
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	50 184	-	1 933	12 619	16 728	(4 109)	-25%	50 184
Energy sources		-	25 550	-	-	5 218	8 517	(3 299)	-39%	25 550
Water management		-	8 447	-	-	1 783	2 816	(1 032)	-37%	8 447
Waste water management		-	15 227	-	1 933	5 618	5 076	543	11%	15 227
Waste management		-	960	-	-	-	320	(320)	-100%	960
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	-	85 020	-	3 916	23 539	28 340	(4 801)	-17%	85 020
<b>Funded by:</b>										
National Government		-	49 331	-	1 933	12 619	16 444	(3 824)	-23%	49 331
Provincial Government		-	17 808	-	403	3 657	5 936	(2 279)	-38%	17 808
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		-	67 139	-	2 336	16 277	22 380	(6 103)	-27%	67 139
<b>Borrowing</b>	6	-	8 950	-	-	-	2 983	(2 983)	-100%	8 950
<b>Internally generated funds</b>		-	8 930	-	1 580	7 263	2 977	4 286	144%	8 930
<b>Total Capital Funding</b>		-	85 020	-	3 916	23 539	28 340	(4 801)	-17%	85 020



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

**Explanatory Notes: Table C5: Capital Expenditure (municipal vote, standard classification and funding)**

Table above depicts capital assets acquired during the period at R 3.9 Million for the month of October. An amount of R 2.3 Million is allocated to upgrading of existing infrastructure assets and the remaining of R 1.6 Million Thousand to new capital acquisitions.

Capital assets acquisitions have a completeness issue as not all invoices have been recorded timeously. This will inevitably impact negatively on depreciation and representation of fair and reasonable financial reports.

CFO to ensure capital acquisitions update the fixed assets sub ledger and correct accounting principles are used at invoice stage.



TEL: 042 230 7700



FAX: 042 230 1799



[WWW.SRVM.GOV.ZA](http://WWW.SRVM.GOV.ZA)

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## 1.6 Table C6: Financial Position

EC106 Sundays River Valley - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2018/19	Budget Year 2019/20				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
<b>R thousands</b>	1						
<b>ASSETS</b>							
<b>Current assets</b>							
Cash			7 763		3 112	7 763	
Call investment deposits							
Consumer debtors			85 068		74 166	85 068	
Other debtors							
Current portion of long-term receivables							
Inventory			216		244	216	
<b>Total current assets</b>			-	93 047	-	77 523	93 047
<b>Non current assets</b>							
Long-term receivables							
Investments							
Investment property			29 250		20 716	29 250	
Investments in Associate							
Property, plant and equipment			705 623		708 694	705 623	
Biological							
Intangible			6 144		5 890	6 144	
Other non-current assets			322		322	322	
<b>Total non current assets</b>			-	741 339	-	735 622	741 339
<b>TOTAL ASSETS</b>			-	834 386	-	813 145	834 386
<b>LIABILITIES</b>							
<b>Current liabilities</b>							
Bank overdraft							
Borrowing			3 478		596	3 478	
Consumer deposits			56		74	56	
Trade and other payables			36 237		73 216	36 237	
Provisions				-			
<b>Total current liabilities</b>			-	39 772	-	73 886	39 772
<b>Non current liabilities</b>							
Borrowing			6 956		408	6 956	
Provisions			26 222		33 107	26 222	
<b>Total non current liabilities</b>			-	33 178	-	33 515	33 178
<b>TOTAL LIABILITIES</b>			-	72 950	-	107 401	72 950
<b>NET ASSETS</b>	2		-	761 436	-	705 744	761 436
<b>COMMUNITY WEALTH/EQUITY</b>							
Accumulated Surplus/(Deficit)			761 436		705 744	761 436	
Reserves							
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2		-	761 436	-	705 744	761 436



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## **Explanatory Notes: Table C6: Financial Position**

Community wealth/equity is at R 705.7 Million.

Based on the current assets versus current liability analysis, the municipality may struggle to meet its short-term financial obligations. Better liquidity management strategies need to be employed by the municipality.

Based on net debtor days analysis, the municipality's ability to convert its billing to revenue is above the norm of 30 days. This implies that there is no improvement in the collection rate and credit control policy implementation. Better debtor management techniques are required and a financial recovery plan must be developed to improve the situation.

The municipality fails to adhere to legislative requirement of paying creditors within 30 days. This is a result of cash flow problems and late receipt of invoices from suppliers.

The following balance sheet items require remedial action from the CFO:

- Consumer debtors- Allocations in terms of consumer payments have not been captured therefore will result in unnecessary billing queries and ballooned debtors control account if not done on time.
- Assets- Assets are capitalised even though they have not been delivered to the municipality, this not only overstates assets but hampers on the correctness of depreciation and residual value calculations. Amounts paid to creditors for purchases that are made on a 30 days credit term basis should be accounted for correctly and not capitalised.
- VAT- Efforts are being made to clear this re-occurring audit qualification as staff have been provided with on the job training. VAT reconciliation are however outstanding currently.

## **1.7 Table C7: Cash Flow**



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

EC106 Sundays River Valley - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2018/19	Budget Year 2019/20								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates			36 123		5 994	14 373	9 031	5 342	59%	36 123	
Service charges			44 460		2 722	5 846	11 115	(5 269)	-47%	44 460	
Other revenue			5 493		7 814	61 353	1 373	59 979	4367%	5 493	
Government - operating			86 565		347	37 922	21 641	16 280	75%	86 565	
Government - capital			68 420		4 909	25 011	17 105	7 906	46%	68 420	
Interest			1 360		23	47	340	(293)	-86%	1 360	
Dividends					-	-	-	-			
<b>Payments</b>											
Suppliers and employees			(149 549)		(15 240)	(118 936)	(37 387)	81 549	-218%	(149 549)	
Finance charges			(500)		(221)	(288)	(125)	163	-131%	(500)	
Transfers and Grants								-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			-	92 373	-	6 347	25 327	23 093	(2 234)	-10%	92 373
<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								-			
<b>Payments</b>											
Capital assets			(84 290)		(3 916)	(21 090)	(21 072)	17	0%	(84 290)	
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			-	(84 290)	-	(3 916)	(21 090)	(21 072)	17	0%	(84 290)
<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			(4 459)		(110)	(331)	(1 115)	(784)	70%	(4 459)	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			-	(4 459)	-	(110)	(331)	(1 115)	(784)	70%	(4 459)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>											
Cash/cash equivalents at beginning:			4 138				204	4 138		204	
Cash/cash equivalents at month/year end:			7 763				4 110	5 045		3 829	

**Explanatory Notes: Table C7: Cash Flow**

Net increase in cash held is R 2.3 Million for the main bank.

CFO to ensure that revenue allocations are done promptly as we currently have not updated our trade receivables with monies received through the bank account.



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK



## 1.8 Supporting documentation

### 1.8.1 SC3: Debtors' Age Analysis

EC106 Sundays River Valley - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	NT Code	Budget Year 2019/20										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			
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200										-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300										-	-		
Receivables from Non-exchange Transactions - Property Rates	1400										-	-		
Receivables from Exchange Transactions - Waste Water Management	1500										-	-		
Receivables from Exchange Transactions - Waste Management	1600										-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700										-	-		
Interest on Arrear Debtor Accounts	1810										-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820										-	-		
Other	1900	4 056	4 103	3 603	9 561	3 692	2 099	79 454		106 568	94 806			
<b>Total By Income Source</b>	<b>2000</b>	<b>4 056</b>	<b>4 103</b>	<b>3 603</b>	<b>9 561</b>	<b>3 692</b>	<b>2 099</b>	<b>79 454</b>	<b>-</b>	<b>106 568</b>	<b>94 806</b>	<b>-</b>	<b>-</b>	
<b>2018/19 - totals only</b>														
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200										-	-		
Commercial	2300										-	-		
Households	2400										-	-		
Other	2500	4 056	4 103	3 603	9 561	3 692	2 099	79 454	-	106 568	94 806			
<b>Total By Customer Group</b>	<b>2600</b>	<b>4 056</b>	<b>4 103</b>	<b>3 603</b>	<b>9 561</b>	<b>3 692</b>	<b>2 099</b>	<b>79 454</b>	<b>-</b>	<b>106 568</b>	<b>94 806</b>	<b>-</b>	<b>-</b>	



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## 1.8.2 SC4: Creditors Age Analysis

The creditor's age analysis only includes those creditors that fall due within the next 30 days.

**EC106 Sundays River Valley - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October**

Description R thousands	NT Code	Budget Year 2019/20								Total	Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	1 471	2 492	3 005							6 968	
Bulk Water	0200	947	893	956	4 105						6 900	
PAYE deductions	0300										-	
VAT (output less input)	0400										-	
Pensions / Retirement deductions	0500										-	
Loan repayments	0600										-	
Trade Creditors	0700	5 468	5 133	724	465			247			12 037	
Auditor General	0800	1 081	684	456							2 221	
Other	0900										-	
<b>Total By Customer Type</b>	<b>1000</b>	<b>8 966</b>	<b>9 201</b>	<b>5 142</b>	<b>4 569</b>	<b>-</b>	<b>-</b>	<b>247</b>	<b>-</b>	<b>-</b>	<b>28 126</b>	<b>-</b>



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

### 1.8.3 SC6: Transfers and grants receipts

EC106 Sundays River Valley - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		-	83 676	-	-	36 375	27 892	6 648	23.8%	83 676
Local Government Equitable Share			79 777		-	33 240	26 592	6 648	25.0%	79 777
EPWP Incentive			1 019			255	340			1 019
Finance Management			2 880			2 880	960			2 880
Municipal Systems Improvement						-	-			
Municipal Drought Relief						-	-			
	3					-	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
Provincial Government:		-	1 200	-	-	-	400	(400)	-100.0%	1 200
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
Audit Improvement and Library	4		1 200			-	400	(400)	-100.0%	1 200
District Municipality:		-	1 439	-	347	347	240	107	44.5%	1 439
Environmental Services			1 439		347	347	240	107	44.5%	1 439
Fire						-	-			
Other grant providers:		-	250	-	-	-	83	(83)	-100.0%	250
LGSETA			250			-	83	(83)	-100.0%	250
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
<b>Total Operating Transfers and Grants</b>	5	-	86 565	-	347	36 722	28 615	6 271	21.9%	86 565
<b>Capital Transfers and Grants</b>										
National Government:		-	50 612	-	-	18 301	16 871	1 374	8.1%	25 612
Municipal Infrastructure Grant (MIG)			25 612		-	10 245	8 537	1 708	20.0%	25 612
						56	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
INEP			25 000		-	8 000	8 333	(333)	-4.0%	
Provincial Government:		-	17 808	-	4 909	11 853	5 936	5 917	99.7%	17 808
Small Town Revitalization			17 808		4 909	11 853	5 936	5 917	99.7%	17 808
						-	-			
						-	-			
						-	-			
						-	-			
						-	-			
District Municipality:		-	-	-	-	-	-	-		-
Environment services						-	-	-		
Other grant providers:		-	-	-	-	-	-	-		-
Roads Infrastructure Grant						-	-	-		
						-	-	-		
						-	-	-		
						-	-	-		
						-	-	-		
<b>Total Capital Transfers and Grants</b>	5	-	68 420	-	4 909	30 153	22 807	7 291	32.0%	43 420
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	154 985	-	5 256	66 875	51 422	13 562	26.4%	129 985



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

### 1.8.3.1 SC7(1): Transfers and grants expenditure

EC106 Sundays River Valley - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>EXPENDITURE</b>										
<b>Operating expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	83 676	-	493	34 943	27 892	7 051	25.3%	83 676
Local Government Equitable Share			79 777		-	33 240	26 592	6 648	25.0%	79 777
EPWP Incentive			1 019		201	523	340	183	53.8%	1 019
Finance Management			2 880		292	1 180	960	220	22.9%	2 880
Municipal Systems Improvement							-	-	-	
Municipal Drought Relief							-	-	-	
<b>Provincial Government:</b>		-	1 200	-	1 200	-	400	(400)	-100.0%	1 200
							-	-	-	
							-	-	-	
Audit Improvement and Library			1 200		1 200		400	(400)	-100.0%	1 200
<b>District Municipality:</b>		-	1 439	-	347	347	480	(133)	-27.7%	1 439
							-	-	-	
Environmental Services			1 439		347	347	480	(133)	-27.7%	1 439
<b>Other grant providers:</b>		-	250	-	-	-	83	(83)	-100.0%	250
							-	-	-	
LGSETA			250				83	(83)	-100.0%	250
<b>Total operating expenditure of Transfers and Grants:</b>		-	86 565	-	2 040	35 289	28 855	6 434	22.3%	86 565
<b>Capital expenditure of Transfers and Grants</b>										
<b>National Government:</b>		-	50 612	-	2 363	16 921	16 871	50	0.3%	25 612
Municipal Infrastructure Grant (MIG)			25 612		2 363	10 920	8 537	2 383	27.9%	25 612
							-	-	-	
							-	-	-	
INEP			25 000			6 000	8 333	(2 333)	-28.0%	
<b>Provincial Government:</b>		-	17 808	-	2 244	12 293	5 936	6 357	107.1%	17 808
			17 808		2 244	12 293	5 936	6 357	107.1%	17 808
							-	-	-	
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
							-	-	-	
							-	-	-	
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
							-	-	-	
							-	-	-	
<b>Total capital expenditure of Transfers and Grants</b>		-	68 420	-	4 607	29 213	22 807	6 407	28.1%	43 420
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		-	154 985	-	6 647	64 503	51 662	12 841	24.9%	129 985



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## 1.8.4 SC8: Councillor and staff benefits

EC106 Sundays River Valley - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			6 267		456	1 862	2 089	(227)	-11%	6 267
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance										
Cellphone Allowance			653		54	214	218	(3)	-2%	653
Housing Allowances			96		8	30	32	(2)	-6%	96
Other benefits and allowances			425		37	148	142	6	4%	425
<b>Sub Total - Councillors</b>			<b>7 441</b>		<b>555</b>	<b>2 254</b>	<b>2 480</b>	<b>(226)</b>	<b>-9%</b>	<b>7 441</b>
<b>% increase</b>	4		<b>#DIV/0!</b>							<b>#DIV/0!</b>
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages			4 096		230	1 062	1 365	(303)	-22%	4 096
Pension and UIF Contributions			9		1	2	3	(1)	-20%	9
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance			613		46	220	204	16	8%	613
Cellphone Allowance			128		8	36	43	(7)	-15%	128
Housing Allowances			511		40	160	170	(10)	-6%	511
Other benefits and allowances			184		13	45	61	(16)	-26%	184
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Senior Managers of Municipality</b>			<b>5 542</b>		<b>337</b>	<b>1 526</b>	<b>1 847</b>	<b>(322)</b>	<b>-17%</b>	<b>5 542</b>
<b>% increase</b>	4		<b>#DIV/0!</b>							<b>#DIV/0!</b>
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			49 465		3 922	16 114	16 488	(374)	-2%	49 465
Pension and UIF Contributions			7 659		629	2 490	2 553	(63)	-2%	7 659
Medical Aid Contributions			4 396		257	1 026	1 465	(440)	-30%	4 396
Overtime			4 328		368	1 404	1 443	(39)	-3%	4 328
Performance Bonus										
Motor Vehicle Allowance			3 559		333	1 271	1 186	84	7%	3 559
Cellphone Allowance			646		43	170	215	(45)	-21%	646
Housing Allowances			325		364	909	108	801	740%	325
Other benefits and allowances			5 925		189	604	1 975	(1 371)	-69%	5 925
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations										
<b>Sub Total - Other Municipal Staff</b>			<b>76 302</b>		<b>6 105</b>	<b>23 988</b>	<b>25 434</b>	<b>(1 446)</b>	<b>-6%</b>	<b>76 302</b>
<b>% increase</b>	4		<b>#DIV/0!</b>							<b>#DIV/0!</b>
<b>Total Parent Municipality</b>			<b>89 285</b>		<b>6 997</b>	<b>27 768</b>	<b>29 762</b>	<b>(1 994)</b>	<b>-7%</b>	<b>89 285</b>



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

## 1.8.5 SC9: Monthly targets for cash receipts and payments

EC106 Sundays River Valley - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework		
		July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Budget	Feb Budget	March Budget	April Budget	May Budget	June Budget	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
<b>R thousands</b>	1															
<b>Cash Receipts By Source</b>																
Property rates		71	8 275	33	5 994								21 750	36 123	38 089	40 179
Service charges - electricity revenue		45	2 412	20	2 103								22 097	26 676	29 229	32 082
Service charges - water revenue		23	292	17	457								10 327	11 115	12 179	13 368
Service charges - sanitation revenue		6	183	4	69								4 185	4 446	4 872	5 347
Service charges - refuse		9	110	5	93								2 005	2 223	2 436	2 674
Rental of facilities and equipment		2	2	0	3								50	58	61	65
Interest earned - external investments				23									1 228	1 251	1 376	1 514
Interest earned - outstanding debtors		1	12		12								84	109	120	132
Dividends received													-			
Fines, penalties and forfeits		132	130	61	81								263	666	702	739
Licences and permits		176	148	2	177								1 328	1 831	1 930	2 034
Agency services		246	160	98	251								2 007	2 762	2 924	3 096
Transfer receipts - operating		33 240	3 135	1 200	347								48 643	86 565	92 860	100 932
Other revenue		19 317	13 587	19 467	7 313								(59 507)	177	173	169
<b>Cash Receipts by Source</b>		<b>53 267</b>	<b>28 446</b>	<b>20 929</b>	<b>16 899</b>	-	-	-	-	-	-	-	<b>54 461</b>	<b>174 002</b>	<b>186 951</b>	<b>202 330</b>
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital		18 245	1 857		4 909								43 409	68 420	38 621	34 646
Contributions & Contributed assets													-			
Proceeds on disposal of PPE													-			
Short term loans													-			
Borrowing long term/refinancing													-			
Increase in consumer deposits													-			
Receipt of non-current debtors													-			
Receipt of non-current receivables													-			
Change in non-current investments													-			
<b>Total Cash Receipts by Source</b>		<b>71 512</b>	<b>30 302</b>	<b>20 929</b>	<b>21 808</b>	-	-	-	-	-	-	-	<b>97 870</b>	<b>242 422</b>	<b>225 572</b>	<b>236 976</b>
<b>Cash Payments by Type</b>																
Employee related costs		3	5 787	6 559	6 442								63 052	81 843	87 150	92 728
Remuneration of councillors			574	529	555								5 783	7 441	7 918	8 424
Interest paid		15	52	1	221								212	500	527	555
Bulk purchases - Electricity			1 800	2 094	1 245								13 515	18 654	23 552	25 315
Bulk purchases - Water & Sewer					791								6 078	6 869	7 348	7 853
Other materials		147	48	322	151								3 913	4 582	4 930	5 030
Contracted services		464	753	1 039	2 860								11 154	16 271	20 574	23 405
Grants and subsidies paid - other municipalities													-			
Grants and subsidies paid - other													-			
General expenses		59 509	16 958	7 108	3 195								(72 883)	13 888	30 249	30 709
<b>Cash Payments by Type</b>		<b>60 139</b>	<b>25 973</b>	<b>17 652</b>	<b>15 461</b>	-	-	-	-	-	-	-	<b>30 824</b>	<b>150 049</b>	<b>182 248</b>	<b>194 018</b>
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		3 026	12 090	2 058	3 916								63 200	84 290	37 278	33 214
Repayment of borrowing			110	110	110								4 127	4 459	5 018	5 288
Other Cash Flow s/Payments													-			
<b>Total Cash Payments by Type</b>		<b>63 165</b>	<b>38 173</b>	<b>19 820</b>	<b>19 487</b>	-	-	-	-	-	-	-	<b>98 151</b>	<b>238 797</b>	<b>224 543</b>	<b>232 520</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>8 347</b>	<b>(7 871)</b>	<b>1 109</b>	<b>2 321</b>	-	-	-	-	-	-	-	<b>(281)</b>	<b>3 625</b>	<b>1 029</b>	<b>4 456</b>
Cash/cash equivalents at the month/year beginning:		204	8 551	681	1 789	4 110	4 110	4 110	4 110	4 110	4 110	4 110	4 110	204	3 829	4 858
Cash/cash equivalents at the month/year end:		8 551	681	1 789	4 110	4 110	4 110	4 110	4 110	4 110	4 110	4 110	3 829	3 829	4 858	9 314



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK

**Quality certificate**

I, Mr SS Fadi, the Municipal Manager of Sundays River Valley Municipality, hereby certify that the monthly Budget Statement for the month ending October 2019 has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Printed Name: .....

Municipal Manager: Sundays River Valley Municipality (EC106)

Signature: .....

Date: .....



TEL: 042 230 7700



FAX: 042 230 1799



WWW.SRVM.GOV.ZA

23 MIDDLE STREET | KIRKWOOD

HOME OF ADDO ELEPHANT PARK