

BEAUFORT WEST MUNICIPALITY



Monthly Budget Statement FOR THE MONTH ENDING July 2017

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PART 1 – IN-YEAR REPORT

1. Mayor's Report

1.1 In-Year Report – Monthly Budget Statement

1.1.1 Implementation of the budget in accordance with the SDBIP

No comments for July.

1.1.2 Financial problems or risks facing the municipality

The current financial position of the municipality remains under pressure. Directors are urged to identify and promote effectiveness and efficiencies within their respective directorates and to keep their expenditure within budget.

1.1.3 Other relevant information

The Annual Financial Statements must be completed and submitted to the Auditor General for audit purposes by the 31 August 2017. The in-year report of August 2017 will contain the unaudited financials for 2016/2017.

2. Resolutions

IN-YEAR REPORT 2017/18

This is the report will be presented to Council at their next meeting:

RECOMMENDATION:

- a) That Council notes the monthly budget statement and any supporting documentation for July 2017.

3. Executive Summary

3.1 Introduction

Section 71 of the MFMA states that the Accounting Officer of a Municipality must by no later than 10 working days after the end of each month submit to the mayor of the Municipality and the relevant Provincial Treasury in the prescribe format on the state of the Municipality's budget.

This report presents the current state of the budget implementation and reasons for variances and possible action to be taken.

3.2 Consolidated performance

3.2.1 Against annual budget

Revenue by Source

It is difficult to measure performance meaningfully in the first month. Year-to-date revenue accrued are R9,620 million or 17% above year-to-date budget projections for July 2017. However, the annual billing for rates is reflected in this report as well as the first equitable share installment that were received in July.

Refer to Table C4 for more detail on revenue by source.

Operating expenditure by type

Total expenditure were R14,846 million or 60%, below year-to-date budget projections for July 2017. The variance can be attributed depreciation & asset impairment and the Eskom bulk electricity account for July 2017 amounting to R6,486 million that will only be paid in August and operating expenditure that is expected to pick up as from August 2017.

Refer to Table C4 for further details on expenditure by type.

Capital expenditure

Year-to-date expenditure on capital amounts to R4,759 million, or 30%, of a total budget of R15,870 million.

Refer to Table C5 for more detail on capital expenditure.

Cash flows

The municipality started the year with a positive projected cash & cash equivalents balance of R4,413 million, this figure is provisional and final balance will only be know once the financial statements are finalized at 31 August 2017. The net increase in cash held were R31,333 million during July resulting in a closing balance of R35,746 million. The increase resulted primarily from the receipt of conditional transfers from national and provincial government, including the first installment of the Equitable Share for 2017/2018.

Refer to Table C9 for more detail on cash flows.

3.3 Material variances from SDBIP

No comments for July 2017.

3.4 Remedial or corrective steps

No remedial or corrective steps are required at this stage.

4. In-year budget statement tables

4.1 Monthly budget statements

4.1.1 Table C1 s71 Monthly Budget Statement Summary

WC053 Beaufort West - Table C1 Monthly Budget Statement Summary - M01 July									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	35,417	-	33,934	33,934	34,828	(894)	-3%	35,417
Service charges	-	116,065	-	8,879	8,879	9,672	(793)	-8%	116,065
Investment revenue	-	1,260	-	0	0	105	(105)	-100%	1,260
Transfers and subsidies	-	91,621	-	21,726	21,726	7,635	14,091	185%	91,621
Other own revenue	-	51,366	-	1,602	1,602	4,280	(2,678)	-63%	51,366
Total Revenue (excluding capital transfers and contributions)	-	295,728	-	66,141	66,141	56,521	9,620	17%	295,728
Employee costs	-	93,514	-	6,957	6,957	7,338	(381)	-5%	93,514
Remuneration of Councillors	-	5,385	-	418	418	449	(30)	-7%	5,385
Depreciation & asset impairment	-	16,935	-	-	-	1,411	(1,411)	-100%	16,935
Finance charges	-	1,713	-	41	41	143	(102)	-71%	1,713
Materials and bulk purchases	-	96,035	-	406	406	8,003	(7,597)	-95%	96,035
Transfers and subsidies	-	100	-	-	-	8	(8)	-100%	100
Other expenditure	-	90,121	-	2,194	2,194	7,510	(5,316)	-71%	90,121
Total Expenditure	-	303,804	-	10,016	10,016	24,862	(14,846)	-60%	303,804
Surplus/(Deficit)	-	(8,076)	-	56,125	56,125	31,659	24,466	77%	(8,076)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	14,640	-	4,759	4,759	1,220	3,539	290%	14,640
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	6,564	-	60,884	60,884	32,879	28,005	85%	6,564
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	6,564	-	60,884	60,884	32,879	28,005	85%	6,564
Capital expenditure & funds sources									
Capital expenditure	-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870
Capital transfers recognised	-	14,640	-	4,759	4,759	1,220	3,539	290%	14,640
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	1,230	-	-	-	103	(103)	-100%	1,230
Total sources of capital funds	-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870
Financial position									
Total current assets	-	52,394	-	-	196,924	-	-	-	52,394
Total non current assets	-	470,159	-	-	505,988	-	-	-	470,159
Total current liabilities	-	45,286	-	-	70,375	-	-	-	45,286
Total non current liabilities	-	66,291	-	-	162,548	-	-	-	66,291
Community wealth/Equity	-	410,977	-	-	469,989	-	-	-	410,977
Cash flows									
Net cash from (used) operating	-	23,692	-	36,092	36,092	1,974	(34,118)	-1728%	23,692
Net cash from (used) investing	-	(15,980)	-	(4,759)	(4,759)	(1,332)	3,427	-257%	(15,980)
Net cash from (used) financing	-	(2,926)	-	-	-	(244)	(244)	100%	(2,926)
Cash/cash equivalents at the month/year end	-	9,199	-	-	35,746	4,812	(30,934)	-643%	9,199
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	24,748	5,706	4,234	59,693	-	-	-	-	94,382
Creditors Age Analysis									
Total Creditors	8,193	-	4	(0)	1	9	(2)	14	8,220

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

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organizational structures 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.

WC053 Beaufort West - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July										
Description	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	1									
Revenue - Functional										
Governance and administration		-	74,338	-	55,607	55,607	38,072	17,535	46%	74,338
Executive and council		-	36,545	-	21,350	21,350	3,045	18,304	601%	36,545
Finance and administration		-	37,793	-	34,257	34,257	35,026	(769)	-2%	37,793
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	33,704	-	601	601	2,809	(2,208)	-79%	33,704
Community and social services		-	6,358	-	417	417	530	(113)	-21%	6,358
Sport and recreation		-	2,422	-	180	180	202	(22)	-11%	2,422
Public safety		-	801	-	0	0	67	(67)	-100%	801
Housing		-	24,123	-	4	4	2,010	(2,007)	-100%	24,123
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	53,012	-	867	867	4,418	(3,550)	-80%	53,012
Planning and development		-	402	-	35	35	34	1	4%	402
Road transport		-	52,610	-	833	833	4,384	(3,552)	-81%	52,610
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	149,316	-	13,826	13,826	12,443	1,383	11%	149,316
Energy sources		-	90,523	-	3,727	3,727	7,544	(3,817)	-51%	90,523
Water management		-	27,589	-	2,284	2,284	2,299	(15)	-1%	27,589
Waste water management		-	21,466	-	6,781	6,781	1,789	4,992	279%	21,466
Waste management		-	9,738	-	1,034	1,034	811	222	27%	9,738
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	310,368	-	70,900	70,900	57,741	13,159	23%	310,368
Expenditure - Functional										
Governance and administration		-	55,923	-	3,897	3,897	4,515	(618)	-14%	55,923
Executive and council		-	14,625	-	960	960	1,205	(245)	-20%	14,625
Finance and administration		-	40,807	-	2,897	2,897	3,271	(375)	-11%	40,807
Internal audit		-	490	-	41	41	39	2	5%	490
Community and public safety		-	46,226	-	1,269	1,269	3,771	(2,502)	-66%	46,226
Community and social services		-	9,387	-	437	437	749	(312)	-42%	9,387
Sport and recreation		-	8,099	-	457	457	646	(190)	-29%	8,099
Public safety		-	3,418	-	293	293	270	23	9%	3,418
Housing		-	25,322	-	82	82	2,106	(2,023)	-96%	25,322
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	64,570	-	1,762	1,762	5,281	(3,519)	-67%	64,570
Planning and development		-	5,608	-	316	316	444	(128)	-29%	5,608
Road transport		-	58,962	-	1,446	1,446	4,837	(3,391)	-70%	58,962
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	136,555	-	3,066	3,066	11,252	(8,185)	-73%	136,555
Energy sources		-	84,900	-	1,294	1,294	7,036	(5,742)	-82%	84,900
Water management		-	25,528	-	839	839	2,101	(1,262)	-60%	25,528
Waste water management		-	11,088	-	349	349	900	(551)	-61%	11,088
Waste management		-	15,040	-	585	585	1,215	(630)	-52%	15,040
Other		-	531	-	21	21	43	(22)	-51%	531
Total Expenditure - Functional	3	-	303,804	-	10,016	10,016	24,862	(14,846)	-60%	303,804
Surplus/ (Deficit) for the year		-	6,564	-	60,884	60,884	32,879	28,005	85%	6,564

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

The operating expenditure budget is approved by Council on the municipal vote level. The municipal votes reflect the organizational structure of the municipality which is made up of the following directorates: Municipal Manager; Corporate Services; Financial Services; Engineering Services; Community Services and Electrical Services.

WC053 Beaufort West - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July										
Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Director: Corporate Service		-	42,608	-	21,744	21,744	3,551	18,193	512.4%	42,608
Vote 3 - Director: Financial Services		-	37,065	-	34,213	34,213	34,966	(752)	-2.2%	37,065
Vote 4 - Director: Engineering Services		-	59,656	-	9,377	9,377	4,971	4,405	88.6%	59,656
Vote 5 - Director: Community Services		-	80,516	-	1,840	1,840	6,710	(4,870)	-72.6%	80,516
Vote 6 - Director: Electrical Services		-	90,523	-	3,727	3,727	7,544	(3,817)	-50.6%	90,523
		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	310,368	-	70,900	70,900	57,741	13,159	22.8%	310,368
Expenditure by Vote	1									
Vote 1 - Municipal Manager		-	4,606	-	147	147	360	(213)	-59.2%	4,606
Vote 2 - Director: Corporate Service		-	30,163	-	2,487	2,487	2,455	32	1.3%	30,163
Vote 3 - Director: Financial Services		-	20,602	-	1,192	1,192	1,655	(463)	-28.0%	20,602
Vote 4 - Director: Engineering Services		-	81,055	-	3,020	3,020	6,583	(3,563)	-54.1%	81,055
Vote 5 - Director: Community Services		-	82,479	-	1,877	1,877	6,774	(4,897)	-72.3%	82,479
Vote 6 - Director: Electrical Services		-	84,900	-	1,294	1,294	7,036	(5,742)	-81.6%	84,900
		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	303,804	-	10,016	10,016	24,862	(14,846)	-59.7%	303,804
Surplus/ (Deficit) for the year	2	-	6,564	-	60,884	60,884	32,879	28,005	85.2%	6,564

4.1.4 Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure)

WC053 Beaufort West - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		-	35,417	-	33,934	33,934	34,828	(894)	-3%	35,417
Service charges - electricity revenue		-	74,602	-	3,503	3,503	6,217	(2,714)	-44%	74,602
Service charges - water revenue		-	19,442	-	1,629	1,629	1,620	9	1%	19,442
Service charges - sanitation revenue		-	14,531	-	2,762	2,762	1,211	1,551	128%	14,531
Service charges - refuse revenue		-	7,490	-	986	986	624	362	58%	7,490
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	1,363	-	123	123	114	9	8%	1,363
Interest earned - external investments		-	1,260	-	0	0	105	(105)	-100%	1,260
Interest earned - outstanding debtors		-	2,616	-	344	344	218	126	58%	2,616
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	44,785	-	704	704	3,732	(3,028)	-81%	44,785
Licences and permits		-	595	-	29	29	50	(21)	-42%	595
Agency services		-	680	-	58	58	57	1	3%	680
Transfers and subsidies		-	91,621	-	21,726	21,726	7,635	14,091	185%	91,621
Other revenue		-	1,326	-	344	344	111	234	211%	1,326
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		-	295,728	-	66,141	66,141	56,521	9,620	17%	295,728
Expenditure By Type										
Employee related costs		-	93,514	-	6,957	6,957	7,338	(381)	-5%	93,514
Remuneration of councillors		-	5,385	-	418	418	449	(30)	-7%	5,385
Debt impairment		-	35,285	-	-	-	2,940	(2,940)	-100%	35,285
Depreciation & asset impairment		-	16,935	-	-	-	1,411	(1,411)	-100%	16,935
Finance charges		-	1,713	-	41	41	143	(102)	-71%	1,713
Bulk purchases		-	68,085	-	182	182	5,674	(5,492)	-97%	68,085
Other materials		-	27,950	-	224	224	2,329	(2,105)	-90%	27,950
Contracted services		-	3,595	-	79	79	300	(220)	-74%	3,595
Transfers and subsidies		-	100	-	-	-	8	(8)	-100%	100
Other expenditure		-	51,241	-	2,115	2,115	4,270	(2,155)	-50%	51,241
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		-	303,804	-	10,016	10,016	24,862	(14,846)	-60%	303,804
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	14,640	-	4,759	4,759	1,220	3,539	0	14,640
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		-	6,564	-	60,884	60,884	32,879			6,564
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		-	6,564	-	60,884	60,884	32,879			6,564
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	6,564	-	60,884	60,884	32,879			6,564
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		-	6,564	-	60,884	60,884	32,879			6,564

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

WC053 Beaufort West - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July										
Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Director: Corporate Service		-	-	-	-	-	-	-	-	-
Vote 3 - Director: Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Director: Engineering Services		-	-	-	-	-	-	-	-	-
Vote 5 - Director: Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Director: Electrical Services		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	-	-	-	-	-	-	-	-
Single Year expenditure appropriation	2									
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Director: Corporate Service		-	200	-	-	-	17	(17)	-100%	200
Vote 3 - Director: Financial Services		-	200	-	-	-	17	(17)	-100%	200
Vote 4 - Director: Engineering Services		-	10,440	-	4,759	4,759	870	3,889	447%	10,440
Vote 5 - Director: Community Services		-	1,000	-	-	-	83	(83)	-100%	1,000
Vote 6 - Director: Electrical Services		-	4,030	-	-	-	336	(336)	-100%	4,030
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870
Total Capital Expenditure		-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870
Capital Expenditure - Functional Classification										
Governance and administration		-	680	-	-	-	57	(57)	-100%	680
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	680	-	-	-	57	(57)	-100%	680
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	3,150	-	145	145	263	(118)	-45%	3,150
Community and social services		-	200	-	-	-	17	(17)	-100%	200
Sport and recreation		-	2,150	-	145	145	179	(34)	-19%	2,150
Public safety		-	800	-	-	-	67	(67)	-100%	800
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	4,624	-	34	34	385	(351)	-91%	4,624
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	4,624	-	34	34	385	(351)	-91%	4,624
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	7,416	-	4,580	4,580	618	3,962	641%	7,416
Energy sources		-	4,030	-	-	-	336	(336)	-100%	4,030
Water management		-	1,271	-	645	645	106	539	509%	1,271
Waste water management		-	2,114	-	3,935	3,935	176	3,758	2133%	2,114
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870
Funded by:										
National Government		-	13,840	-	1,902	1,902	1,153	748	65%	13,840
Provincial Government		-	800	-	2,857	2,857	67	2,791	4186%	800
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	14,640	-	4,759	4,759	1,220	3,539	290%	14,640
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	1,230	-	-	-	103	(103)	-100%	1,230
Total Capital Funding		-	15,870	-	4,759	4,759	1,323	3,437	260%	15,870

4.1.6 Table C6 Monthly Budget Statement - Financial Position

WC053 Beaufort West - Table C6 Monthly Budget Statement - Financial Position - M01 July						
Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		-	5,392	-	6	5,392
Call investment deposits		-	3,807	-	33,174	3,807
Consumer debtors		-	17,664	-	160,255	17,664
Other debtors		-	21,803	-	-	21,803
Current portion of long-term receivables		-	-	-	-	-
Inventory		-	3,729	-	3,489	3,729
Total current assets		-	52,394	-	196,924	52,394
Non current assets						
Long-term receivables		-	1,738	-	1,386	1,738
Investments		-	-	-	-	-
Investment property		-	8,150	-	8,197	8,150
Investments in Associate		-	-	-	-	-
Property, plant and equipment		-	454,405	-	495,763	454,405
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		-	471	-	471	471
Other non-current assets		-	5,396	-	171	5,396
Total non current assets		-	470,159	-	505,988	470,159
TOTAL ASSETS		-	522,553	-	702,912	522,553
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	12,050	-
Borrowing		-	2,986	-	-	2,986
Consumer deposits		-	1,353	-	1,443	1,353
Trade and other payables		-	32,546	-	44,097	32,546
Provisions		-	8,401	-	12,786	8,401
Total current liabilities		-	45,286	-	70,375	45,286
Non current liabilities						
Borrowing		-	11,120	-	12,084	11,120
Provisions		-	55,171	-	150,464	55,171
Total non current liabilities		-	66,291	-	162,548	66,291
TOTAL LIABILITIES		-	111,576	-	232,923	111,576
NET ASSETS	2	-	410,977	-	469,989	410,977
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		-	407,050	-	7,659	407,050
Reserves		-	3,926	-	462,330	3,926
TOTAL COMMUNITY WEALTH/EQUITY	2	-	410,977	-	469,989	410,977

4.1.7 Table C7 Monthly Budget Statement - Cash Flow

WC053 Beaufort West - Table C7 Monthly Budget Statement - Cash Flow - M01 July										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		-	33,292	-	1,530	1,530	2,774	(1,244)	-45%	33,292
Service charges		-	108,944	-	8,149	8,149	9,079	(929)	-10%	108,944
Other revenue		-	21,141	-	1,051	1,051	1,762	(711)	-40%	21,141
Government - operating		-	91,621	-	24,668	24,668	7,635	17,033	223%	91,621
Government - capital		-	14,640	-	10,366	10,366	1,220	9,146	750%	14,640
Interest		-	3,794	-	344	344	316	28	9%	3,794
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		-	(247,927)	-	(9,975)	(9,975)	(20,661)	(10,685)	52%	(247,927)
Finance charges		-	(1,713)	-	(41)	(41)	(143)	(102)	71%	(1,713)
Transfers and Grants		-	(100)	-	-	-	(8)	(8)	100%	(100)
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	23,692	-	36,092	36,092	1,974	(34,118)	-1728%	23,692
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	(110)	-	-	-	(9)	9	-100%	(110)
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
Payments										
Capital assets		-	(15,870)	-	(4,759)	(4,759)	(1,323)	3,437	-260%	(15,870)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(15,980)	-	(4,759)	(4,759)	(1,332)	3,427	-257%	(15,980)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	60	-	-	-	5	(5)	-100%	60
Payments										
Repayment of borrowing		-	(2,986)	-	-	-	(249)	(249)	100%	(2,986)
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	(2,926)	-	-	-	(244)	(244)	100%	(2,926)
NET INCREASE/ (DECREASE) IN CASH HELD		-	4,786	-	31,333	31,333	399			4,786
Cash/cash equivalents at beginning:		-	4,413	-		4,413	4,413			4,413
Cash/cash equivalents at month/year end:		-	9,199	-		35,746	4,812			9,199

Table C7 includes the balance of the Cashbook and Current Investment Deposits.

PART 2 – SUPPORTING DOCUMENTATION

5. Debtors' analysis

5.1 Supporting Table SC3

Debtors' age analysis

WC053 Beaufort West - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July													
Description	NT Code	Budget Year 2017/18									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1,710	657	398	3,804	-	-	-	-	6,568	3,804	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	4,431	880	167	1,172	-	-	-	-	6,649	1,172	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	11,272	509	322	4,776	-	-	-	-	16,879	4,776	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	3,167	586	437	9,732	-	-	-	-	13,922	9,732	-	-
Receivables from Exchange Transactions - Waste Management	1600	1,141	362	251	6,045	-	-	-	-	7,798	6,045	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	3	1	44	-	-	-	-	48	44	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	3,028	2,710	2,659	34,121	-	-	-	-	42,518	34,121	-	-
Total By Income Source	2000	24,748	5,706	4,234	59,693	-	-	-	-	94,382	59,693	-	-
2016/17 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	6,489	721	84	1,008	-	-	-	-	8,303	1,008	-	-
Commercial	2300	5,646	400	341	3,261	-	-	-	-	9,648	3,261	-	-
Households	2400	7,666	4,276	3,626	48,525	-	-	-	-	64,093	48,525	-	-
Other	2500	4,947	309	183	6,899	-	-	-	-	12,338	6,899	-	-
Total By Customer Group	2600	24,748	5,706	4,234	59,693	-	-	-	-	94,382	59,693	-	-

6. Creditors analysis

6.1 Supporting Table SC4

Creditors' age analysis

WC053 Beaufort West - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July											
Description	NT Code	Budget Year 2017/18									Total
		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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	6,486	-	-	-	-	-	-	-	-	6,486
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	929	-	-	-	-	-	-	-	-	929
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	778	-	4	(0)	1	9	(2)	14	805	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	8,193	-	4	(0)	1	9	(2)	14	8,220	

Supporting Table SC 4 reflects trade creditors only

7. Investment portfolio analysis

7.1 Supporting Table C5

WC053 Beaufort West - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M01 July									
Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning	Change in market value	Market value at end of the
R thousands		Yrs/Months							
Municipality									
INVESTEC							81	770	850
STANDARD							976	11,700	12,676
ABSA							1,830	581	2,411
NEDBANK							4,123	13,158	17,280
Municipality sub-total					-		7,010	26,208	33,218
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				-		7,010	26,208	33,218

8. Allocation and grant receipts and expenditure

8.1 Supporting Table SC6 – Grant receipts

WC053 Beaufort West - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July										
Description	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										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	60,719	-	23,050	23,050	5,060	17,990	355.5%	60,719
Local Government Equitable Share		-	51,060	-	21,275	21,275	4,255	17,020	400.0%	51,060
Energy Efficiency and Demand Management		-	6,000	-	-	-	500	(500)	-100.0%	6,000
Finance Management		-	1,700	-	1,700	1,700	142	1,558	1100.0%	1,700
EPWP Incentive		-	1,659	-	-	-	138	(138)	-100.0%	1,659
Municipal Infrastructure Grant (MIG)		-	300	-	75	75	25	50	200.0%	300
Provincial Government:		-	30,902	-	1,693	1,693	2,575	(882)	-34.2%	30,902
Provincial Treasury - Western Cape Financial Management Capacity Building Grant		-	240	-	-	-	20	(20)	-100.0%	240
Human Settlements - Human Settlements Development Grant		-	24,000	-	-	-	2,000	(2,000)	-100.0%	24,000
Transport & Public Works - Financial Assistance for Maintenance and Construction of Transport Infrastructure		-	1,048	-	-	-	87	(87)	-100.0%	1,048
Cultural Affairs & Sport - Library Service : Replacement Funding	4	-	5,080	-	1,693	1,693	423	1,270	300.0%	5,080
Local government - Fire Service Capacity Building Grant		-	-	-	-	-	-	-	-	-
Local government - Thusong Service Centres Grant		-	330	-	-	-	28	(28)	-100.0%	330
Local government - Community Development Workers (CDW)		-	204	-	-	-	17	(17)	-100.0%	204
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Total Operating Transfers and Grants	5	-	91,621	-	24,743	24,743	7,635	17,108	224.1%	91,621
Capital Transfers and Grants										
National Government:		-	13,840	-	3,991	3,991	1,153	2,838	246.0%	13,840
Municipal Infrastructure Grant (MIG)		-	13,840	-	3,991	3,991	1,153	2,838	246.0%	13,840
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Provincial Government:		-	800	-	6,300	6,300	67	6,233	9350.0%	800
Local government - Fire Service Capacity Building Grant		-	800	-	-	-	67	(67)	-100.0%	800
Human Settlements - Human Settlements Development Grant		-	-	-	6,300	6,300	-	6,300	#DIV/0!	-
District Municipality:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	-	14,640	-	10,291	10,291	1,220	9,071	743.5%	14,640
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	106,261	-	35,034	35,034	8,855	26,179	295.6%	106,261

8.2 Supporting Table SC7 – Grant expenditure

WC053 Beaufort West - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	60,719	-	21,362	21,362	5,060	16,302	322.2%	60,719
Local Government Equitable Share		-	51,060	-	21,275	21,275	4,255	17,020	400.0%	51,060
Energy Efficiency and Demand Management		-	6,000	-	-	-	500	(500)	-100.0%	6,000
Finance Management		-	1,700	-	50	50	142	(92)	-64.9%	1,700
EPWP Incentive		-	1,659	-	14	14	138	(124)	-90.0%	1,659
Municipal Systems Improvement		-	-	-	-	-	-	-	-	-
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Municipal Infrastructure Grant (MIG)		-	300	-	23	23	25	(2)	-6.8%	300
Provincial Government:		-	30,902	-	364	364	2,575	(2,211)	-85.8%	30,902
Provincial Treasury - Western Cape Financial Management Capacity Building Grant		-	240	-	-	-	20	(20)	-100.0%	240
Human Settlements - Human Settlements Development Grant		-	24,000	-	-	-	2,000	(2,000)	-100.0%	24,000
Transport & Public Works - Financial Assistance for Maintenance and Construction of Transport Infrastructure		-	1,048	-	-	-	87	(87)	-100.0%	1,048
Cultural Affairs & Sport - Library Service : Replacement Funding		-	5,080	-	353	353	423	(70)	-16.6%	5,080
Local government - Fire Service Capacity Building Grant		-	-	-	-	-	-	-	-	-
Local government - Thusong Service Centres Grant		-	330	-	-	-	28	(28)	-100.0%	330
Local government - Community Development Workers (CDW)		-	204	-	11	11	17	(6)	-32.7%	204
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		-	91,621	-	21,726	21,726	7,635	14,091	184.6%	91,621
Capital expenditure of Transfers and Grants										
National Government:		-	13,840	-	2,190	2,190	1,153	1,037	89.9%	13,840
Municipal Infrastructure Grant (MIG)		-	13,840	-	2,190	2,190	1,153	1,037	89.9%	13,840
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
Provincial Government:		-	800	-	3,258	3,258	67	3,191	4786.3%	800
Local government - Fire Service Capacity Building Grant		-	800	-	-	-	67	(67)	-100.0%	800
Human Settlements - Human Settlements Development Grant		-	-	-	3,258	3,258	-	3,258	#DIV/0!	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		-	14,640	-	5,447	5,447	1,220	4,227	346.5%	14,640
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	106,261	-	27,174	27,174	8,855	18,319	206.9%	106,261

9. Expenditure on councillor and board members allowances and employee benefits

9.1 Supporting Table SC8

WC053 Beaufort West - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July										
Summary of Employee and Councillor remuneration	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	4,632	-	334	334	386	(52)	-14%	4,632
Pension and UIF Contributions		-	58	-	13	13	5	8	169%	58
Medical Aid Contributions		-	56	-	-	-	5	(5)	-100%	56
Motor Vehicle Allowance		-	276	-	43	43	23	20	88%	276
Cellphone Allowance		-	312	-	25	25	26	(1)	-5%	312
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	51	-	4	4	4	(0)	-8%	51
Sub Total - Councillors		-	5,385	-	418	418	449	(30)	-7%	5,385
Senior Managers of the Municipality	3									
Basic Salaries and Wages		-	4,496	-	308	308	375	(66)	-18%	4,496
Pension and UIF Contributions		-	877	-	24	24	73	(49)	-67%	877
Medical Aid Contributions		-	39	-	3	3	3	(0)	-5%	39
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	670	-	-	-	56	(56)	-100%	670
Motor Vehicle Allowance		-	456	-	24	24	38	(14)	-37%	456
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	467	-	-	-	39	(39)	-100%	467
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		-	7,005	-	359	359	584	(225)	-38%	7,005
Other Municipal Staff										
Basic Salaries and Wages		-	66,600	-	4,839	4,839	5,550	(711)	-13%	67,357
Pension and UIF Contributions		-	11,090	-	814	814	924	(110)	-12%	11,090
Medical Aid Contributions		-	1,507	-	121	121	126	(5)	-4%	1,507
Overtime		-	2,098	-	280	280	175	105	60%	2,098
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		-	1,748	-	140	140	146	(6)	-4%	1,748
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	939	-	79	79	78	0	1%	939
Other benefits and allowances		-	897	-	203	203	75	129	172%	140
Payments in lieu of leave		-	240	-	20	20	20	(0)	-2%	240
Long service awards		-	455	-	91	91	38	53	139%	455
Post-retirement benefit obligations	2	-	936	-	12	12	78	(66)	-85%	936
Sub Total - Other Municipal Staff		-	86,510	-	6,598	6,598	7,209	(611)	-8%	86,510
Total Parent Municipality		-	98,900	-	7,376	7,376	8,242	(866)	-11%	98,900
TOTAL SALARY, ALLOWANCES & BENEFITS		-	98,900	-	7,376	7,376	8,242	(866)	-11%	98,900
TOTAL MANAGERS AND STAFF		-	93,514	-	6,957	6,957	7,793	(836)	-11%	93,514

10. Capital programme performance

10.1 Supporting Table C12

WC053 Beaufort West - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July									
Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	% spend of Original Budget
R thousands								%	
Monthly expenditure performance trend									
July	-	1,323	-	4,759	4,759	1,323	(3,437)	-259.9%	30%
August	-	1,323	-	-	-	2,645	-		
September	-	1,323	-	-	-	3,968	-		
October	-	1,323	-	-	-	5,290	-		
November	-	1,323	-	-	-	6,613	-		
December	-	1,323	-	-	-	7,935	-		
January	-	1,323	-	-	-	9,258	-		
February	-	1,323	-	-	-	10,580	-		
March	-	1,323	-	-	-	11,903	-		
April	-	1,323	-	-	-	13,225	-		
May	-	1,323	-	-	-	14,548	-		
June	-	1,323	-	-	-	15,870	-		
Total Capital expenditure	-	15,870	-	4,759					

Chart C1 2017/18 Capital Expenditure Monthly Trend: actual v target

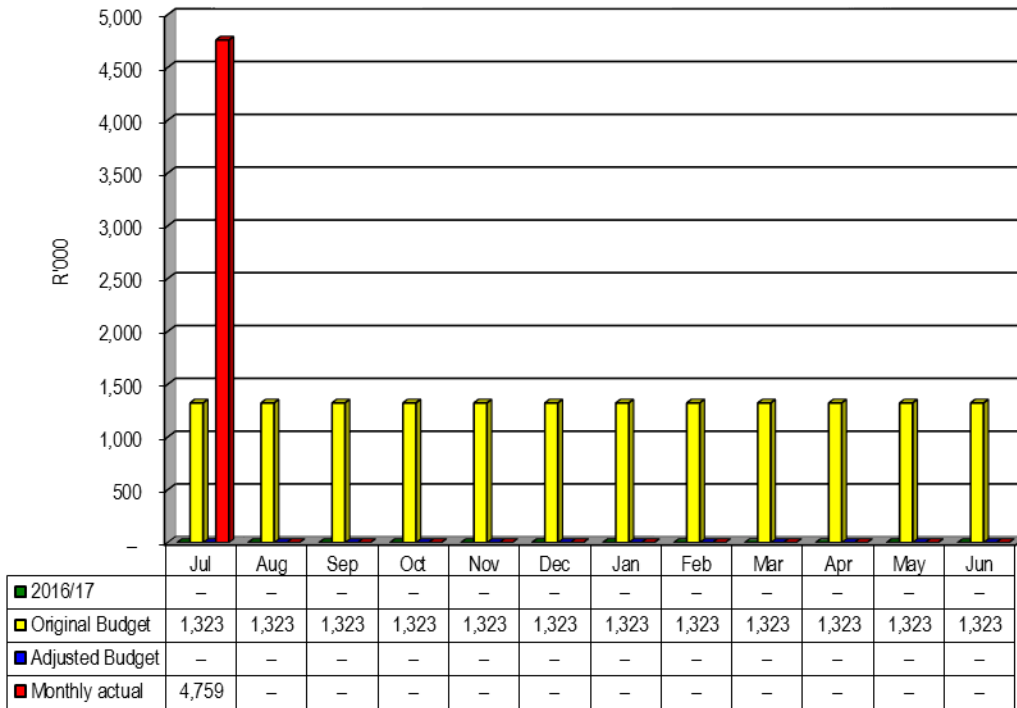
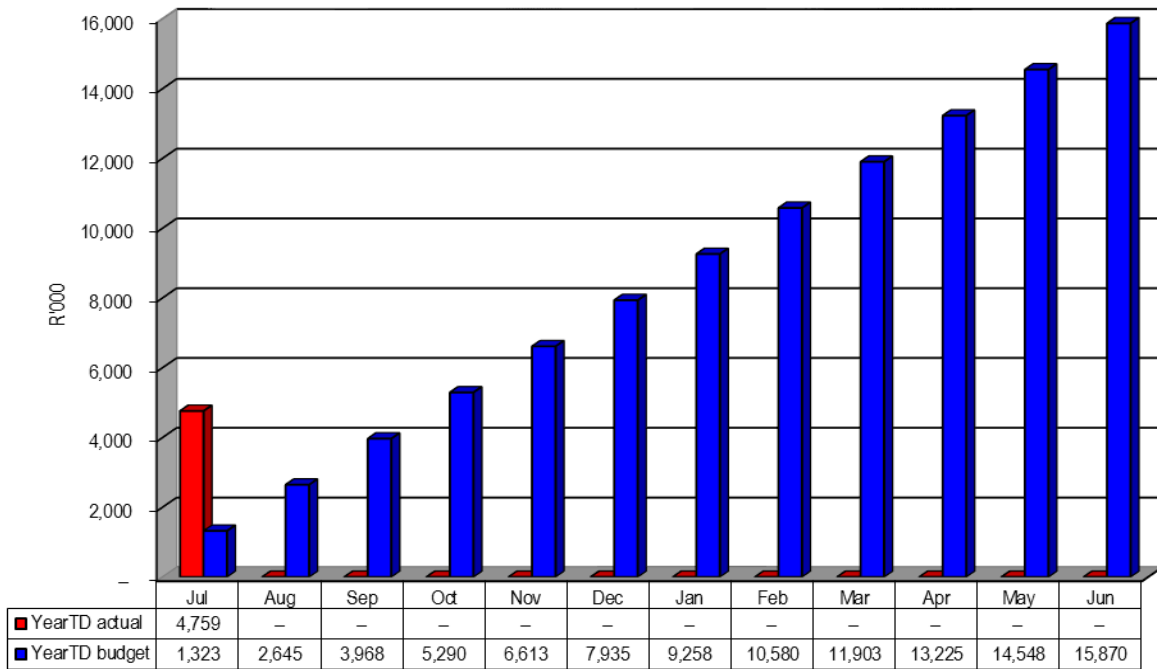


Chart C2 2017/18 Capital Expenditure: YTD actual v YTD target



11. Material variances to the SDBIP

11.1 Over view

SDBIP reports are compiled on a quarterly basis at this time.