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# **IN-YEAR FINANCIAL MANAGEMENT REPORT MFMA S71 REPORT (PRELIMINARY) JULY 2019**

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## **In-Year Report of the Municipality**

Prepared in terms of Section 71 of the Local Government:  
Municipal Finance Management Act (56/2003) and Municipal  
Budget and Reporting Regulations, Government Gazette  
32141, 17 April 2009.



## **BREED VALLEY**

MUNICIPALITY • MUNISIPALITEIT • UMASIPALA

**2019/2020 FINANCIAL YEAR**

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## LEGISLATIVE FRAMEWORK

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### MFMA SECTION 71

#### 71. Monthly budget statements

(1) 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 a statement in the prescribed format on the state of the municipality's budget reflecting the following particulars for that month and for the financial year up to the end of that month:

- (a) Actual revenue, per revenue source;
- (b) actual borrowings;
- (c) actual expenditure, per vote;
- (d) actual capital expenditure, per vote;
- (e) the amount of any allocations received;
- (f) actual expenditure on those allocations, excluding expenditure on
  - (i) its share of the local government equitable share; and
  - (ii) allocations exempted by the annual Division of Revenue Act from compliance with this paragraph; and
- (g) when necessary, an explanation of-
- (h) any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
  - (i) any material variances from the service delivery and budget implementation plan; and
  - (ii) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality has approved budget.

(2) The statement must include-

- (a) a projection of the relevant municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections; and
- (b) the prescribed information relating to the state of the budget of each municipal entity as provided to the municipality in terms of section 87(10).

(3) The amounts reflected in the statement must in each case be compared with the corresponding amounts budgeted for in the municipality's approved budget.

(4) The statement to the provincial treasury must be in the format of a signed document and in electronic format.

(5) The accounting officer of a municipality which has received an allocation referred to in subsection (1) (e) during any particular month must, by no later than 10 working days after the end of that month, submit that part of the statement reflecting the particulars referred to in subsection (1) (e) and (f) to the national or provincial organ of state or municipality which transferred the allocation.

(6) The provincial treasury must by no later than 22 working days after the end of each month submit to the National Treasury a consolidated statement in the prescribed format on the state of the municipalities' budgets, per municipality and per municipal entity.

(7) The provincial treasury must, within 30 days after the end of each quarter, make public as may be prescribed, a consolidated statement in the prescribed format on the state of municipalities' budgets per municipality and per municipal entity. The MEC for finance must submit such consolidated statement to the provincial legislature no later than 45 days after the end of each quarter.

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## GLOSSARY

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**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality November revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**Budget** – The financial plan of the Municipality.

**Budget related policy** – Policy of the municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

**Capital expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as a non-current asset on the Municipality's balance sheet.

**Cash flow statement** – A statement including only actual receipts and expenditure by the Municipality. Cash payments and receipts do not always coincide with budgeted 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. The same principle applies with the cash receipts. The Municipality recognises the revenue on date of billing whilst payment may not appear in the same period; the receipt is recognised at date of receipt.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

**Equitable Share** – A general grant paid to Municipalities. It is predominantly targeted to help with free basic services.

**Fruitless and wasteful expenditure** – Expenditure that was made in vain and would 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.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

**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** – Spending on the day-to-day operations of the Municipality such as salaries and wages and general expenses.

**Rates** – Local Government tax levied in terms of the Local Government: Municipal Property Rates Act, Act 6 of 2004. The tax is based on the assessed market 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 budget 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, is spending without, or in excess of, an approved budget.

**Virement** – A transfer of budget.

**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 of a municipality is divided for the appropriation of money for the different departments of the municipality

## **PART 1 – IN-YEAR REPORT**

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### **SECTION 1 – MAYOR'S REPORT**

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#### **1.1 In-Year Report - Monthly Budget Statement**

The monthly budget statement for July 2019 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations.

#### **1.2 Other Information**

Additional clarity on the content of this report or answers to any questions is available from the Chief Financial Officer.

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## PART 1 – IN-YEAR REPORT

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### SECTION 2 – RESOLUTIONS

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#### **2. Recommended resolution to Council with regards to July 2019 In-year report is:**

#### **RESOLVED**

(a) That the Council takes note of the contents in the In-year monthly report for July 2019 as set out in the schedules contained in Section 4 (In-year budget statement tables) as well as the supporting documentation in Section 6 to 13.

1. Table C1 – Monthly Budget Statement Summary;
2. Table C2 – Monthly Budget Statement – Financial Performance (Standard classification);
3. Table C3 – Monthly Budget Statement – Financial Performance Standard classification (Revenue and expenditure by Municipal Vote)
4. Table C4 – Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)
5. Table C5 – Monthly Budget Statement – Capital Expenditure;
6. Table C6 – Monthly Budget statement – Financial Position; and
7. Table C7 – Monthly Budget statement – Cash Flows

(b) Any other resolutions required by the Council.



## PART 1 –IN-YEAR REPORT

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### SECTION 3 – EXECUTIVE SUMMARY

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#### 3.1 INTRODUCTION

The audited outcome for 2018/2019 reflected in this report are preliminary as the regulatory audit is still in process for the 2018/2019 financial year. The final audit- and management report will only be issued on 30 November 2019. The municipality has achieved a clean audit (Unqualified with no matters of emphasis) for a sixth consecutive year.

#### 3.2 CONSOLIDATED PERFORMANCE

##### 3.2.1 Against annual budget (Original approved and latest adjustments)

##### Revenue by Source

The figures represented in this section are the accrued amounts and not actual cash receipts; in other words the amounts billed for property rates; service charges and interest as it become due.

The total revenue excluding capital transfers and contributions for the period 1 July 2019 – 31 July 2019 is R 71 432 525 or 6.08% of the total budgeted revenue R 1 175 810 360.

##### Service charges – electricity revenue

The reported revenue excludes prepaid electricity revenue sold in July 2019 but received in August 2019 as well as the year-end journal of R28 723 629 for accrual of revenue accrued for the 2018/2019 financial year but billed in July 2019. During the year end processes in July 2020 a journal will be processed to include revenue accrued before 30 June 2020 but billed in July 2020.

##### Service charges - water revenue

The water revenue has been affected by year end adjustments which will be corrected in August 2019. It should be noted that a year-end journal of R6 280 202 which was processed in July 2019 for the accrual of revenue in the 2018/2019 financial year is influencing the current reported revenue. In July 2020 an accrual journal will be processed after the billing to accrue revenue that has been earned on or before 30 June 2020 but billed in July 2020. This will ensure that revenue earned during this financial year is complete.

### **Property rates**

Included in the current property rates revenue is the billing for annual rate payers which is due in September 2019. The annual property Rates included in this report amounts to R28 279 747.

### **Service charges - sanitation revenue**

Included in the current sanitation revenue is the billing for annual payers which is due in September 2019. The annual sanitation revenue included in this report amounts to R 2 486 546 .

### **Service charges – refuse revenue**

Included in the current refuse revenue is the billing for annual payers which is due in September 2019. The annual refuse revenue included in in this report amounts to R 6 762 760.

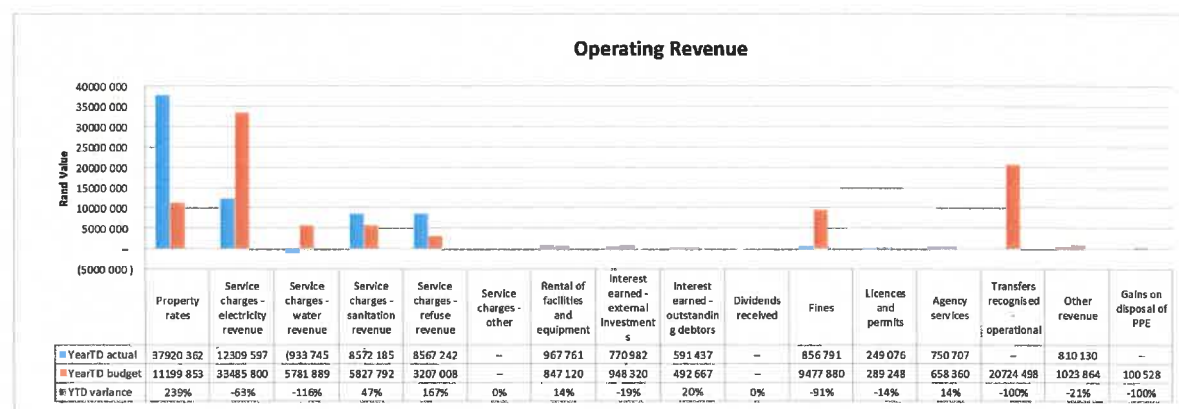
### **Interest Earned – outstanding debtors**

With the current adverse economic conditions clients resulting in a growth in debtors clients are struggling to pay their accounts timeously resulting in more interest being earned than anticipated.

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

The over-performamnce in this month is due to more rentals at the Nekkies Resort than anticipated in the month of July 2019. There were also two escalations that took place in the commercially rented buildings.

*Refer to Section 4 – table C4 – Total revenue by source (excluding capital transfers and contributions)*

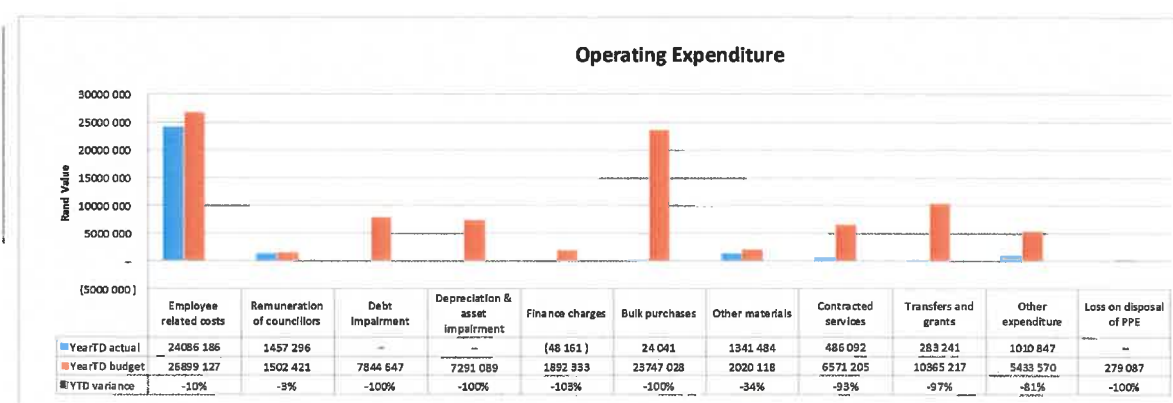


## Operating Expenditure by Type

The figures in this section should represent the accrued amounts; in other words when the goods have been ordered; received or the invoice has been completed (reconciled with goods received and prices quoted) it should be captured as an expense. Shadow figures are reflected on the financial system once an order is issued. This action serves as a budgetary control mechanism and no actual financial entries are passed. These figures cannot be used for reporting purposes. The amounts included as expenditure are currently only those for which a payments run has been completed.

The total expenditure amounts to R 28 641 025 or 2.44% of the total budgeted expenditure R1 171 905 103.

*Refer to Section 4 – table C4 – Total expenditure by type*

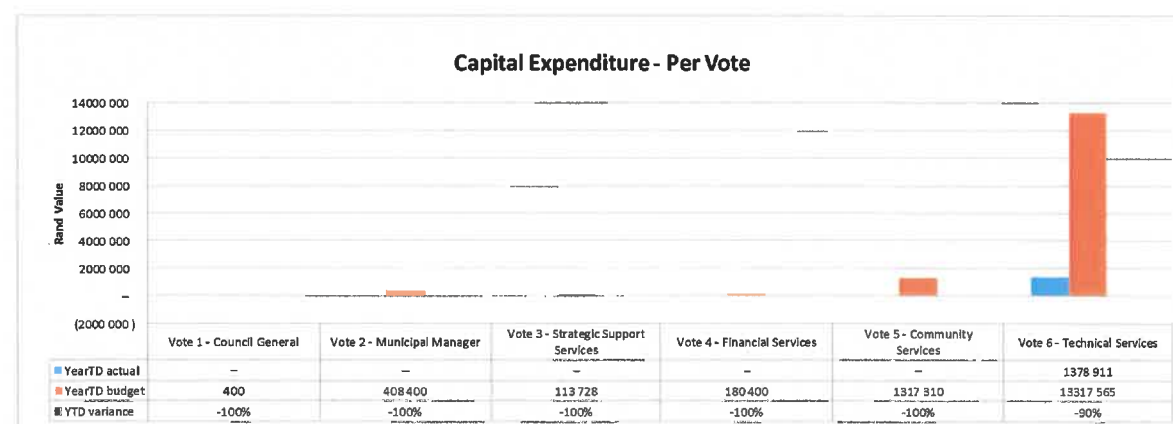


## Capital Expenditure

The total capital expenditure for the period 1 July 2019 – 31 July 2019, amounts to R 1 378 911 or 2.44% of the total capital budget that amounts to R 191 722 515.

**Capital grant funding** spending for the period amounts to R 254 292 or 0.23% of the total capital grant budget that amounts to R 110 102 000.

*Refer to Section 4 – table C5 for more detail.*



**Cash Flow**

The detail of this section can be found in Section 4 of this report Table C7 (Financial Position). The balance at the end of the period for the cash flow statement amounts to R 152 937 040.

*Refer to Section 4*

*– Supporting Table C7 and Section 7 for more detail on the cash position.*

**3.3 MATERIAL VARIANCES FROM SDBIP**

Comments for July 2019.

*Refer to Section 10 – Supporting Table SC1*

**3.4 REMEDIAL OR CORRECTIVE STEPS**

No remedial or corrective steps are required at this time.

## PART 1 – IN-YEAR REPORT

### SECTION 4 – IN-YEAR BUDGET TABLES

#### 4.1 Monthly budget statements

##### 4.1.1 Table C1: Monthly Budget Statement Summary

This table provide a summary of the most important information by pulling its information from the other tables to follow.

WC025 Breede Valley - Table C1 Monthly Budget Statement Summary - M01 July

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	137 472	139 998	139 998	37 920	37 920	11 200	26 721	239%	139 998
Service charges	566 791	603 781	603 781	28 515	28 515	48 302	(19 787)	-41%	603 781
Investment revenue	11 233	11 854	11 854	771	771	948	(177)	-19%	11 854
Transfers and subsidies	126 630	259 056	259 056	–	–	20 724	(20 724)	-100%	259 056
Other own revenue	49 426	161 121	161 121	4 226	4 226	12 890	(8 664)	-67%	161 121
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>891 551</b>	<b>1 175 810</b>	<b>1 175 810</b>	<b>71 433</b>	<b>71 433</b>	<b>94 065</b>	<b>(22 632)</b>	<b>-24%</b>	<b>1 175 810</b>
Employee costs	276 660	336 104	336 104	24 086	24 086	26 899	(2 813)	-10%	336 104
Remuneration of Councillors	17 663	18 780	18 780	1 457	1 457	1 502	(45)	-3%	18 780
Depreciation & asset impairment	83 911	91 139	91 139	–	–	7 291	(7 291)	-100%	91 139
Finance charges	35 561	23 654	23 654	(48)	(48)	1 892	(1 940)	-103%	23 654
Materials and bulk purchases	282 034	321 263	321 734	1 366	1 366	25 767	(24 402)	-95%	321 734
Transfers and subsidies	4 915	125 484	129 397	283	283	10 365	(10 082)	-97%	129 397
Other expenditure	120 508	255 482	251 097	1 497	1 497	20 129	(18 632)	-93%	251 097
<b>Total Expenditure</b>	<b>821 252</b>	<b>1 171 905</b>	<b>1 171 905</b>	<b>28 641</b>	<b>28 641</b>	<b>93 846</b>	<b>(65 205)</b>	<b>-69%</b>	<b>1 171 905</b>
<b>Surplus/(Deficit)</b>	<b>70 300</b>	<b>3 905</b>	<b>3 905</b>	<b>42 791</b>	<b>42 791</b>	<b>219</b>	<b>42 573</b>	<b>19441%</b>	<b>3 905</b>
Transfers and subsidies - capital (monetary alloc	–	110 052	110 052	–	–	8 806	(8 806)	-100%	110 052
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>70 300</b>	<b>113 957</b>	<b>113 957</b>	<b>42 791</b>	<b>42 791</b>	<b>9 025</b>	<b>33 767</b>	<b>374%</b>	<b>113 957</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>70 300</b>	<b>113 957</b>	<b>113 957</b>	<b>42 791</b>	<b>42 791</b>	<b>9 025</b>	<b>33 767</b>	<b>374%</b>	<b>113 957</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>	<b>1 379</b>	<b>15 338</b>	<b>(13 959)</b>	<b>-91%</b>	<b>191 723</b>
Capital transfers recognised	174 432	110 102	110 102	254	254	8 808	(8 554)	-97%	110 102
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	5 536	–	–	–	–	–	–	–	–
Internally generated funds	94 173	81 621	81 621	1 125	1 125	6 530	(5 405)	-83%	81 621
<b>Total sources of capital funds</b>	<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>	<b>1 379</b>	<b>15 338</b>	<b>(13 959)</b>	<b>-91%</b>	<b>191 723</b>
<b>Financial position</b>									
Total current assets	270 162	347 239	347 239		363 666				347 239
Total non current assets	2 284 564	2 382 017	2 382 017		2 188 539				2 382 017
Total current liabilities	330 923	120 863	120 863		175 794				120 863
Total non current liabilities	451 225	428 590	428 590		438 094				428 590
<b>Community wealth/Equity</b>	<b>1 772 578</b>	<b>2 179 803</b>	<b>2 179 803</b>		<b>1 938 318</b>				<b>2 179 803</b>
<b>Cash flows</b>									
Net cash from (used) operating	167 760	195 970	195 970	44 358	44 358	39 942	(4 416)	-11%	195 970
Net cash from (used) investing	(210 336)	(191 673)	(191 673)	(1 376)	(1 376)	(15 332)	(13 957)	91%	189 522
Net cash from (used) financing	(9 377)	(10 360)	(10 360)	87	87	4	(83)	-2038%	(191 673)
<b>Cash/cash equivalents at the month/year end</b>	<b>98 497</b>	<b>114 388</b>	<b>114 388</b>	<b>–</b>	<b>152 937</b>	<b>145 064</b>	<b>(7 873)</b>	<b>-5%</b>	<b>303 687</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	96 300	4 148	2 857	2 748	2 989	2 522	17 694	69 793	199 051
<b>Creditors Age Analysis</b>									
Total Creditors	96 355	–	–	–	–	–	–	–	96 355

#### 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 organisational structures used by the different institutions.

WC025 Breede Valley - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July

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>1</b>									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		195 083	202 984	202 984	39 976	39 976	16 240	23 736	146%	202 984
Executive and council		448	647	647	18	18	53	(35)	-66%	647
Finance and administration		194 635	202 337	202 337	39 958	39 958	16 187	23 771	147%	202 337
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		59 119	169 899	169 899	1 868	1 868	13 592	(11 724)	-86%	169 899
Community and social services		10 410	11 585	11 585	100	100	927	(827)	-89%	11 585
Sport and recreation		3 461	11 374	11 374	282	282	910	(627)	-69%	11 374
Public safety		23 158	1 577	1 577	922	922	126	796	631%	1 577
Housing		22 089	145 363	145 363	564	564	11 629	(11 065)	-95%	145 363
Health		-	-	-	-	-	-	-	-	-
<i><b>Economic and environmental services</b></i>		5 251	153 865	153 865	1 051	1 051	12 309	(11 258)	-91%	153 865
Planning and development		1 332	6 823	6 823	123	123	546	(423)	-77%	6 823
Road transport		2 836	144 780	144 780	928	928	11 582	(10 655)	-92%	144 780
Environmental protection		1 083	2 262	2 262	-	-	181	(181)	-100%	2 262
<i><b>Trading services</b></i>		632 099	759 114	759 114	28 537	28 537	60 729	(32 192)	-53%	759 114
Energy sources		395 990	437 077	437 077	12 319	12 319	34 966	(22 647)	-65%	437 077
Water management		86 424	122 146	122 146	(922)	(922)	9 772	(10 694)	-109%	122 146
Waste water management		96 158	134 483	134 483	8 572	8 572	10 759	(2 186)	-20%	134 483
Waste management		53 528	65 408	65 408	8 568	8 568	5 233	3 335	64%	65 408
<i><b>Other</b></i>	<b>4</b>	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	<b>2</b>	<b>891 551</b>	<b>1 285 862</b>	<b>1 285 862</b>	<b>71 433</b>	<b>71 433</b>	<b>102 871</b>	<b>(31 438)</b>	<b>-31%</b>	<b>1 285 862</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		181 039	226 021	226 021	10 474	10 474	18 119	(7 645)	-42%	226 021
Executive and council		31 275	35 162	35 162	2 486	2 486	2 822	(337)	-12%	35 162
Finance and administration		146 746	186 804	186 804	7 760	7 760	14 973	(7 212)	-48%	186 804
Internal audit		3 019	4 055	4 055	228	228	324	(96)	-30%	4 055
<i><b>Community and public safety</b></i>		120 809	227 544	227 544	7 272	7 272	18 205	(10 933)	-60%	227 544
Community and social services		21 257	24 705	24 705	1 518	1 518	1 977	(459)	-23%	24 705
Sport and recreation		26 423	29 926	29 926	1 552	1 552	2 395	(843)	-35%	29 926
Public safety		47 188	31 462	31 462	3 736	3 736	2 517	1 219	48%	31 462
Housing		25 852	141 345	141 345	467	467	11 308	(10 841)	-96%	141 345
Health		89	106	106	-	-	8	(8)	-100%	106
<i><b>Economic and environmental services</b></i>		66 943	173 603	173 603	2 818	2 818	13 891	(11 073)	-80%	173 603
Planning and development		15 199	15 789	15 789	1 074	1 074	1 263	(190)	-15%	15 789
Road transport		50 227	154 155	154 155	1 694	1 694	12 335	(10 642)	-86%	154 155
Environmental protection		1 516	3 658	3 658	51	51	293	(242)	-83%	3 658
<i><b>Trading services</b></i>		451 014	543 855	543 855	8 070	8 070	43 560	(35 490)	-81%	543 855
Energy sources		312 277	373 300	373 300	2 507	2 507	29 903	(27 396)	-92%	373 300
Water management		53 412	61 945	61 945	2 196	2 196	4 965	(2 770)	-56%	61 945
Waste water management		53 730	61 754	61 754	1 681	1 681	4 943	(3 262)	-66%	61 754
Waste management		31 595	46 856	46 856	1 686	1 686	3 748	(2 063)	-55%	46 856
<i><b>Other</b></i>		1 447	882	882	6	6	71	(64)	-91%	882
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>821 252</b>	<b>1 171 905</b>	<b>1 171 905</b>	<b>28 641</b>	<b>28 641</b>	<b>93 846</b>	<b>(65 205)</b>	<b>-69%</b>	<b>1 171 905</b>
<b>Surplus/ (Deficit) for the year</b>		<b>70 300</b>	<b>113 957</b>	<b>113 957</b>	<b>42 791</b>	<b>42 791</b>	<b>9 025</b>	<b>33 767</b>	<b>374%</b>	<b>113 957</b>

### 4.1.3 Table C3: Monthly Budget Statement - Financial Performance

The budget is approved by Council on the municipal vote level. The municipal votes reflect the organisational structure of the municipality. On the next page; as part of Table C3; a table with the sub-votes is also prepared.

WC025 Breede Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July

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
R thousands										
Revenue by Vote	1									
Vote 1 - Council General		448	147	147	18	18	12	7	56,4%	147
Vote 2 - Municipal Manager		-	7 103	7 103	-	-	570	(570)	-100,0%	7 103
Vote 3 - Strategic Support Services		1 415	1 896	1 896	143	143	152	(9)	-5,8%	1 896
Vote 4 - Financial Services		189 538	195 104	195 104	39 776	39 776	15 608	24 168	154,8%	195 104
Vote 5 - Community Services		61 422	298 864	298 864	2 750	2 750	23 909	(21 159)	-88,5%	298 864
Vote 6 - Technical Services		638 727	782 748	782 748	28 746	28 746	62 620	(33 874)	-54,1%	782 748
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]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	891 551	1 285 862	1 285 862	71 433	71 433	102 871	(31 438)	-30,6%	1 285 862
Expenditure by Vote	1									
Vote 1 - Council General		28 577	31 992	31 992	2 267	2 267	2 569	(302)	-11,7%	31 992
Vote 2 - Municipal Manager		8 839	10 657	10 707	682	682	858	(176)	-20,6%	10 707
Vote 3 - Strategic Support Services		54 541	59 013	59 013	2 489	2 489	4 726	(2 237)	-47,3%	59 013
Vote 4 - Financial Services		57 623	89 078	89 027	4 068	4 068	7 131	(3 063)	-43,0%	89 027
Vote 5 - Community Services		127 800	334 757	334 757	7 905	7 905	26 795	(18 890)	-70,5%	334 757
Vote 6 - Technical Services		543 871	646 409	646 409	11 231	11 231	51 767	(40 536)	-78,3%	646 409
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]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	821 252	1 171 905	1 171 905	28 641	28 641	93 846	(65 205)	-69,5%	1 171 905
Surplus/ (Deficit) for the year	2	70 300	113 957	113 957	42 791	42 791	9 025	33 767	374,2%	113 957



#### 4.1.3 Table C3: Monthly Budget Statement - Financial Performance

**WC025 Breede Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M01 July**

Vote Description		Ref	2018/19	Budget Year 2019/20							
R thousand			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue by Vote											
Vote 1 - Council General		1	448	147	147	18	18	12	7	56%	147
1.1 - Admin			448	147	147	18	18	12	7	56%	147
1.2 - Mayoral Office											



WC025 Breede Valley - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M01 July

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 %
R thousand									Full Year Forecast
<b>Expenditure by Vote</b>									
<b>Vote 1 - Council General</b>		28 577	31 992	31 992	2 267	2 267	2 569	(302)	-12%
1,1 - Admin		16 331	19 792	18 064	1 337	1 337	1 449	(111)	-8%
1,2 - Mayoral Office		12 246	12 200	13 927	930	930	1 120	(190)	-17%
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
<b>Vote 2 - Municipal Manager</b>		8 839	10 657	10 707	682	682	858	(176)	-21%
2,1 - Office Support		2 697	3 171	3 171	219	219	254	(35)	-14%
2,2 - Internal Audit		3 019	4 055	4 055	228	228	324	(96)	-30%
2,3 - Project Management		1 694	1 095	1 095	82	82	88	(5)	-6%
2,4 - Ombudsman		0	1	2	-	-	0	(0)	-100%
2,5 - Enterprise Risk Management		1 409	2 243	2 291	152	152	185	(32)	-17%
2,6 - Jobs4U		19	93	93	-	-	7	(7)	-100%
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
<b>Vote 3 - Strategic Support Services</b>		54 541	59 013	59 013	2 489	2 489	4 726	(2 237)	-47%
3,1 - Administration & Support Services		21 777	23 245	23 245	733	733	1 861	(1 127)	-61%
3,2 - Human Resources		12 717	12 686	12 686	712	712	1 015	(303)	-30%
3,3 - Information Communication Technology		8 993	9 829	9 829	359	359	786	(427)	-54%
3,4 - IDP/ PMS/ SDBIP		1 993	2 174	2 174	114	114	174	(60)	-34%
3,5 - Communications & Media Relations		2 148	2 813	2 813	177	177	225	(48)	-21%
3,6 - Local Economic Development		4 140	3 609	3 609	183	183	289	(105)	-36%
3,7 - Legal Services		2 773	4 658	4 658	210	210	377	(166)	-44%
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
<b>Vote 4 - Financial Services</b>		57 623	89 078	89 027	4 068	4 068	7 131	(3 063)	-43%
4,1 - Administration		11 117	26 159	26 159	1 062	1 062	2 093	(1 030)	-49%
4,2 - Revenue		23 234	44 573	44 522	1 843	1 843	3 570	(1 728)	-48%
4,3 - Financial Planning		9 870	2 933	2 933	18	18	235	(217)	-92%
4,4 - Supply Chain Management		13 403	15 412	15 412	1 144	1 144	1 233	(89)	-7%
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
<b>Vote 5 - Community Services</b>		127 800	334 757	334 757	7 905	7 905	26 795	(18 890)	-70%
5,1 - Administration & Support Services		6 747	10 278	10 278	310	310	836	(526)	-63%
5,2 - Human Settlements & Housing		25 872	141 360	141 360	466	466	11 309	(10 842)	-96%
5,3 - Libraries		12 891	14 760	14 760	1 017	1 017	1 181	(164)	-14%
5,4 - Fire Brigade & Disaster Risk Management		27 129	30 655	30 655	2 233	2 233	2 452	(219)	-9%
5,5 - Traffic Services		32 287	114 560	114 560	2 528	2 528	9 165	(6 637)	-72%
5,6 - Municipal Halls and Resorts		9 049	9 263	9 263	565	565	741	(176)	-24%
5,7 - Customer Care Services		3 385	3 048	3 048	240	240	244	(4)	-1%
5,8 - Sports and Recreation		10 350	10 727	10 727	544	544	859	(314)	-37%
5,9 - Health		89	106	106	-	-	8	(8)	-100%
		-	-	-	-	-	-	-	-
<b>Vote 6 - Technical Services</b>		543 871	646 409	646 409	11 231	11 231	51 767	(40 536)	-78%
6,1 - Public Works		88 908	100 794	100 794	2 725	2 725	8 067	(5 342)	-66%
6,2 - Cemeteries		2 436	2 732	2 732	120	120	219	(99)	-45%
6,3 - Recreational Facilities		7 658	9 981	9 981	504	504	799	(295)	-37%
6,4 - Refuse Removal		33 958	49 619	49 619	1 872	1 872	3 970	(2 097)	-53%
6,5 - Sewerages		48 376	52 077	52 077	1 385	1 385	4 169	(2 784)	-67%
6,6 - Electricity Management		309 123	369 260	369 260	2 430	2 430	29 579	(27 150)	-92%
6,7 - Water Management		53 412	61 945	61 945	2 196	2 196	4 865	(2 770)	-56%
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	821 252	1 171 905	1 171 905	28 641	28 641	93 846	(65 205)	(0)
<b>Surplus/ (Deficit) for the year</b>	2	70 300	113 957	113 957	42 791	42 791	9 025	33 767	0

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

This table reflects the operating budget and actual figures of the financial performance. The revenue is specifically set out by source due to the fact that Council approves the revenue budget by source and the expenditure budget by vote.

WC025 Breede Valley - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

W 2022 Budget Valley - Table 04 Monthly Budget Statement - Financial Performance (Revenue and Expenditure) - Mt 1 July										
Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		137 472	139 998	139 998	37 920	37 920	11 200	26 721	239%	139 998
Service charges - electricity revenue		390 064	418 573	418 573	12 310	12 310	33 486	(21 176)	-53%	418 573
Service charges - water revenue		71 284	72 274	72 274	(934)	(934)	5 782	(6 716)	-116%	72 274
Service charges - sanitation revenue		67 133	72 847	72 847	8 572	8 572	5 828	2 744	47%	72 847
Service charges - refuse revenue		38 310	40 088	40 088	8 567	8 567	3 207	5 360	167%	40 088
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		9 730	10 589	10 589	968	968	847	121	14%	10 589
Interest earned - external investments		11 233	11 854	11 854	771	771	948	(177)	-19%	11 854
Interest earned - outstanding debtors		4 454	6 158	6 158	591	591	493	99	20%	6 158
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		12 920	118 474	118 474	857	857	9 478	(8 621)	-91%	118 474
Licences and permits		2 951	3 616	3 616	249	249	289	(40)	-14%	3 616
Agency services		8 507	8 230	8 230	751	751	658	92	14%	8 230
Transfers and subsidies		126 630	259 056	259 056	-	-	20 724	(20 724)	-100%	259 056
Other revenue		9 925	12 798	12 798	810	810	1 024	(214)	-21%	12 798
Gains on disposal of PPE		937	1 257	1 257	-	-	101	(101)	-100%	1 257
Total Revenue (excluding capital transfers and contributions)		891 551	1 175 810	1 175 810	71 433	71 433	94 065	(22 632)	-24%	1 175 810
Expenditure By Type										
Employee related costs		276 660	336 104	336 104	24 086	24 086	26 899	(2 813)	-10%	336 104
Remuneration of councillors		17 663	18 780	18 780	1 457	1 457	1 502	(45)	-3%	18 780
Debt impairment		-	98 058	98 058	-	-	7 845	(7 845)	-100%	98 058
Depreciation & asset impairment		83 911	91 139	91 139	-	-	7 291	(7 291)	-100%	91 139
Finance charges		35 561	23 654	23 654	(48)	(48)	1 892	(1 940)	-103%	23 654
Bulk purchases		255 576	298 838	298 838	24	24	23 747	(23 723)	-100%	298 838
Other materials		26 458	24 425	24 896	1 341	1 341	2 020	(679)	-34%	24 896
Contracted services		69 973	82 705	81 736	486	486	6 571	(6 085)	-93%	81 736
Transfers and subsidies		4 915	125 484	129 397	283	283	10 365	(10 082)	-97%	129 397
Other expenditure		50 425	71 229	67 815	1 011	1 011	5 434	(4 423)	-81%	67 815
Loss on disposal of PPE		109	3 489	3 489	-	-	279	(278)	-100%	3 489
Total Expenditure		821 252	1 171 905	1 171 905	28 641	28 641	93 846	(65 205)	-69%	1 171 905
Surplus/(Deficit)		70 300	3 905	3 905	42 791	42 791	219	42 573	0	3 905
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	110 052	110 052	-	-	8 806	(8 806)	(0)	110 052
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		70 300	113 957	113 957	42 791	42 791	9 025			113 957
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		70 300	113 957	113 957	42 791	42 791	9 025			113 957
Attributable to minorities		-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		70 300	113 957	113 957	42 791	42 791	9 025			113 957
Share of surplus/ (deficit) of associate		-	-	-	-	-	-			-
Surplus/ (Deficit) for the year		70 300	113 957	113 957	42 791	42 791	9 025			113 957

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

### Supporting Table SC1

WC025 Breede Valley - Supporting Table SC1 Material variance explanations - M01 July				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	<b>Revenue By Source</b>			
	Property rates	235%	The annual property Rates included in this report amounts to R28 279 747.	
	Service charges - electricity revenue	-63%	Includes year-end journal of R28 723 629 for accrual of revenue accrued for the 2018/2019 financial year but billed in July 2019	
	Service charges - water revenue	-116%	Includes a year-end journal of R6 280 202 which was processed in July 2019 for the accrual of revenue in the 2018/2019 financial	
	Service charges - sanitation revenue	47%	The annual sanitation revenue included in this report amounts to R 2 486 546 .	
	Service charges - refuse revenue	167%	The annual refuse revenue included in in this report amounts to R 6 762 760.	
	Rental of facilities and equipment	14%	The over-performance in this month is due to more rentals at the Nekkie's Resort than anticipated in the month of July 2019. There were also two escalations that took place in the commercially rented buildings.	
	Interest earned - external investments	-19%	Budget controls around capital spending have been strengthened resulting in better spending and less funds available for investments	
	Interest earned - outstanding debtors	20%	Growth in resulting in more interest being earned than anticipated.	
	Fines, penalties and forfeits	-91%	The calculation of GRAP Traffic Fines for 2019/2020 will be processed from August 2019 onwards. The actuals for the month of July 2019 have been processed resulting in the 91% underperformance.	
	Licences and permits	-14%	Less Licenses and permits than anticipated.	
	Agency services	14%	More Agency fees were earned during the month than budgeted for.	
	Transfers and subsidies	-197%	R49 million rand that has been received for equitable share not allocated to transfers and subsidies due to system challenges and will be corrected as part of year end procedures.	
	Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-100%	R13 million received for capital grants not allocated to transfers and subsidies due to system challenges and will be corrected as part of year end procedures.	
	Other revenue	-21%		
	Gains on disposal of PPE	-100%	No disposals done for July 2019,	
2	<b>Expenditure By Type</b>			
	Employee related costs	-10%	Positions are budgeted for 12 months of the financial year. Vacant position, employees resigning and retiring results in savings which are reprioritised with the Mid-year Adjustment Budget. Only critical vacant positions are currently advertised and filled as a result of the TASK Implementation and Job Evaluation processes that are currently in progress.	
	Debt impairment	-100%	The calculation of debt impairment for 2019/2020 will be processed from August 2019 onwards. The actuals for the month of July 2019 will also be processed in August 2019.	
	Depreciation & asset impairment	-100%	Depreciation for July 2019 will be calculated after the final depreciation of 2018/2019 was calculated.	
	Finance charges	-103%	Provision for interest will be calculated after the final depreciation of 2018/2019 was calculated.	
	Bulk purchases	-100%	The accounts for bulk purchases will only be paid in August 2019, because this was not yet accrued in July 2019.	
	Other materials	-34%	Spending on materials and supplies will accelerate during the financial year.	
	Contracted services	-93%	Expenditure on contracted and outsourced services, and repairs and maintenance are less than anticipated.	
	Transfers and subsidies	-197%	Housing Top Structure expenditure and payments are done within different timeframes.	
	Other expenditure	-81%	Expenditure on operational cost items and general expenses are less than anticipated.	
	Loss on disposal of PPE	-100%	No assets (Insurance Claims) were written off in July 2019.	
3	<b>Capital Expenditure</b>			
	Total Capital Expenditure	-91%	Capital project are "work-in-progress" for the 2019/2020 financial year. Capital implementation for the current financial year is still in the initial phases and will accelerate as the year progress. Monthly and quarterly monitoring of capital implementation are done and adjustments will be effected during the mid-year adjustment budget if risk of underspending is foreseen.	
4	<b>Financial Position</b>			
	None			
5	<b>Cash Flow</b>			
	Service Charges	13%	Water revenue was this month higher than previous. It is very cold and ± R2 million additional electricity was sold for the month on July 2019.	
	Other revenue	305%	The portion of unallocated funds is included in this category - this the reason why the amount is shown more as budgeted for.	
	Government Capital	125%	R13 million received for capital grants	
	Interest	-10%	Budget controls around capital spending have been strengthened resulting in better spending and less funds available for investments	
	Suppliers	-35%	Payment of suppliers process updated to ensure more accurate invoice management	
	Transfer and grants	91%	Housing Top Structure expenditure and payments are done within different timeframes.	
	Capital assets	91%	Capital Processes will be adjust by the end of August related to the roll over process.	
	Consumer deposits	83%	The movement in debtors will have an influence on the deposits %	



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

WC025 Breede Valley - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

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>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Council General		—	5	5	—	—	0	(0)	-100%	5
Vote 2 - Municipal Manager		4 077	2 495	2 495	—	—	200	(200)	-100%	2 495
Vote 3 - Strategic Support Services		3 966	1 422	1 422	—	—	114	(114)	-100%	1 422
Vote 4 - Financial Services		1 327	1 450	1 450	—	—	116	(116)	-100%	1 450
Vote 5 - Community Services		5 860	9 915	9 915	—	—	793	(793)	-100%	9 915
Vote 6 - Technical Services		232 243	114 191	114 191	—	—	9 135	(9 135)	-100%	114 191
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>247 472</b>	<b>129 478</b>	<b>129 478</b>	<b>—</b>	<b>—</b>	<b>10 358</b>	<b>(10 358)</b>	<b>-100%</b>	<b>129 478</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Council General		—	—	—	—	—	—	—	—	—
Vote 2 - Municipal Manager		10	2 610	2 610	—	—	209	(209)	-100%	2 610
Vote 3 - Strategic Support Services		21 214	—	—	—	—	—	—	—	—
Vote 4 - Financial Services		92	805	805	—	—	64	(64)	-100%	805
Vote 5 - Community Services		3 956	6 551	6 551	—	—	524	(524)	-100%	6 551
Vote 6 - Technical Services		1 396	52 278	52 278	1 379	1 379	4 182	(2 803)	-67%	52 278
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>26 668</b>	<b>62 245</b>	<b>62 245</b>	<b>1 379</b>	<b>1 379</b>	<b>4 580</b>	<b>(3 601)</b>	<b>-72%</b>	<b>62 245</b>
<b>Total Capital Expenditure</b>		<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>	<b>1 379</b>	<b>15 338</b>	<b>(13 959)</b>	<b>-91%</b>	<b>191 723</b>
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		<b>30 361</b>	<b>3 312</b>	<b>3 312</b>	<b>—</b>	<b>—</b>	<b>265</b>	<b>(265)</b>	<b>-100%</b>	<b>3 312</b>
Executive and council		15	10	10	—	—	1	(1)	-100%	10
Finance and administration		30 346	3 302	3 302	—	—	264	(264)	-100%	3 302
Internal audit		—	—	—	—	—	—	—	—	—
<b>Community and public safety</b>		<b>13 643</b>	<b>17 561</b>	<b>17 561</b>	<b>—</b>	<b>—</b>	<b>1 405</b>	<b>(1 405)</b>	<b>-100%</b>	<b>17 561</b>
Community and social services		7 952	7 766	7 766	—	—	621	(621)	-100%	7 766
Sport and recreation		1 982	7 971	7 971	—	—	638	(638)	-100%	7 971
Public safety		3 709	1 824	1 824	—	—	146	(146)	-100%	1 824
Housing		—	—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—	—
<b>Economic and environmental services</b>		<b>42 704</b>	<b>27 560</b>	<b>27 560</b>	<b>—</b>	<b>—</b>	<b>2 205</b>	<b>(2 205)</b>	<b>-100%</b>	<b>27 560</b>
Planning and development		—	5 100	5 100	—	—	408	(408)	-100%	5 100
Road transport		42 704	22 460	22 460	—	—	1 797	(1 797)	-100%	22 460
Environmental protection		—	—	—	—	—	—	—	—	—
<b>Trading services</b>		<b>187 432</b>	<b>143 290</b>	<b>143 290</b>	<b>1 379</b>	<b>1 379</b>	<b>11 463</b>	<b>(10 084)</b>	<b>-88%</b>	<b>143 290</b>
Energy sources		27 250	30 595	30 595	317	317	2 448	(2 131)	-67%	30 595
Water management		57 985	40 727	40 727	—	—	3 258	(3 258)	-100%	40 727
Waste water management		87 382	48 665	48 665	—	—	3 893	(3 893)	-100%	48 665
Waste management		14 816	23 303	23 303	1 062	1 062	1 864	(802)	-43%	23 303
<b>Other</b>		<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>	<b>1 379</b>	<b>15 338</b>	<b>(13 959)</b>	<b>-91%</b>	<b>191 723</b>
<b>Funded by:</b>										
National Government		37 488	44 452	44 452	254	254	3 556	(3 302)	-93%	44 452
Provincial Government		136 943	65 150	65 150	—	—	5 212	(5 212)	-100%	65 150
District Municipality		—	500	500	—	—	40	(40)	-100%	500
Other transfers and grants		—	—	—	—	—	—	—	—	—
<b>Transfers recognised - capital</b>		<b>174 432</b>	<b>110 102</b>	<b>110 102</b>	<b>254</b>	<b>254</b>	<b>8 808</b>	<b>(8 554)</b>	<b>-97%</b>	<b>110 102</b>
<b>Public contributions &amp; donations</b>	<b>5</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Borrowing</b>	<b>6</b>	<b>5 536</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Internally generated funds</b>		<b>94 173</b>	<b>81 621</b>	<b>81 621</b>	<b>1 125</b>	<b>1 125</b>	<b>6 530</b>	<b>(5 405)</b>	<b>-83%</b>	<b>81 621</b>
<b>Total Capital Funding</b>		<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>	<b>1 379</b>	<b>15 338</b>	<b>(13 959)</b>	<b>-91%</b>	<b>191 723</b>

### 4.1.6 Table C6: Monthly Budget Statement – Financial Position

WC025 Breede Valley - Table C6 Monthly Budget Statement - Financial Position - M01 July

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		94 867	74 388	74 388	102 952	74 388
Call investment deposits		15 000	40 000	40 000	50 000	40 000
Consumer debtors		144 435	150 394	150 394	99 496	150 394
Other debtors		3 691	66 081	66 081	89 015	66 081
Current portion of long-term receivables		1 763	524	524	551	524
Inventory		10 407	15 853	15 853	21 651	15 853
<b>Total current assets</b>		<b>270 162</b>	<b>347 239</b>	<b>347 239</b>	<b>363 666</b>	<b>347 239</b>
<b>Non current assets</b>						
Long-term receivables		1 923	3 882	3 882	4 313	3 882
Investments		–	–	–	–	–
Investment property		23 126	21 786	21 786	21 018	21 786
Investments in Associate		–	–	–	–	–
Property, plant and equipment		2 218 509	2 349 185	2 349 185	2 120 181	2 349 185
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		4 374	7 165	7 165	6 396	7 165
Other non-current assets		36 631	–	–	36 631	–
<b>Total non current assets</b>		<b>2 284 564</b>	<b>2 382 017</b>	<b>2 382 017</b>	<b>2 188 539</b>	<b>2 382 017</b>
<b>TOTAL ASSETS</b>		<b>2 554 726</b>	<b>2 729 256</b>	<b>2 729 256</b>	<b>2 552 206</b>	<b>2 729 256</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		10 410	11 702	11 702	10 410	11 702
Consumer deposits		4 083	4 147	4 147	4 119	4 147
Trade and other payables		290 805	68 373	68 373	125 696	68 373
Provisions		25 624	36 642	36 642	35 570	36 642
<b>Total current liabilities</b>		<b>330 923</b>	<b>120 863</b>	<b>120 863</b>	<b>175 794</b>	<b>120 863</b>
<b>Non current liabilities</b>						
Borrowing		203 881	192 179	192 179	203 881	192 179
Provisions		247 344	236 411	236 411	234 212	236 411
<b>Total non current liabilities</b>		<b>451 225</b>	<b>428 590</b>	<b>428 590</b>	<b>438 094</b>	<b>428 590</b>
<b>TOTAL LIABILITIES</b>		<b>782 148</b>	<b>549 453</b>	<b>549 453</b>	<b>613 888</b>	<b>549 453</b>
<b>NET ASSETS</b>	2	<b>1 772 578</b>	<b>2 179 803</b>	<b>2 179 803</b>	<b>1 938 318</b>	<b>2 179 803</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		1 772 578	2 179 803	2 179 803	1 938 318	2 179 803
Reserves		–	–	–	–	–
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>1 772 578</b>	<b>2 179 803</b>	<b>2 179 803</b>	<b>1 938 318</b>	<b>2 179 803</b>

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

Table C7 includes the balance of the Cashbook and Current Investment Deposits. Refer to section 7 for a more comprehensive view of the cash position of the municipality, which includes non-current investments and commitments against available cash resources.

WC025 Breede Valley - Table C7 Monthly Budget Statement - Cash Flow - M01 July

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>1</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		106 902	132 998	132 998	8 823	8 823	9 100	(277)	-3%	132 998
Service charges		551 971	596 038	596 038	51 756	51 756	45 650	6 106	13%	596 038
Other revenue		194 100	62 863	62 863	18 008	18 008	4 448	13 560	305%	62 863
Government - operating		133 606	259 006	259 006	49 165	49 165	49 209	(44)	0%	259 006
Government - capital		113 179	110 102	110 102	13 189	13 189	5 857	7 332	125%	110 102
Interest		15 710	18 012	18 012	1 362	1 362	1 518	(156)	-10%	18 012
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(917 843)	(833 571)	(833 571)	(97 661)	(97 661)	(72 573)	25 088	-35%	(833 571)
Finance charges		(24 951)	(23 996)	(23 996)	-	-	-	-	-	(23 996)
Transfers and Grants		(4 915)	(125 484)	(125 484)	(283)	(283)	(3 267)	(2 983)	91%	(125 484)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>167 760</b>	<b>195 970</b>	<b>195 970</b>	<b>44 358</b>	<b>44 358</b>	<b>39 942</b>	<b>(4 416)</b>	<b>-11%</b>	<b>195 970</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	(2 201)
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (Increase) other non-current receivables		67	50	50	3	3	6	(2)	-41%	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(210 403)	(191 723)	(191 723)	(1 379)	(1 379)	(15 338)	(13 959)	91%	191 723
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(210 336)</b>	<b>(191 673)</b>	<b>(191 673)</b>	<b>(1 376)</b>	<b>(1 376)</b>	<b>(15 332)</b>	<b>(13 957)</b>	<b>91%</b>	<b>189 522</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		50	50	50	87	87	4	83	2038%	50
<b>Payments</b>										
Repayment of borrowing		(9 427)	(10 410)	(10 410)	-	-	-	-	-	(191 723)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(9 377)</b>	<b>(10 360)</b>	<b>(10 360)</b>	<b>87</b>	<b>87</b>	<b>4</b>	<b>(83)</b>	<b>-2038%</b>	<b>(191 673)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(51 954)</b>	<b>(6 062)</b>	<b>(6 062)</b>	<b>43 070</b>	<b>43 070</b>	<b>24 614</b>			<b>193 819</b>
Cash/cash equivalents at beginning:		150 451	120 450	120 450		109 867	120 450			109 867
Cash/cash equivalents at month/year end:		98 497	114 388	114 388		152 937	145 064			303 687

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 5 – DEBTORS ANALYSIS

#### 5.1 Supporting Table SC3

Table SC3 is the only debtors report required by the MBRR.

The age analysis includes all debtor accounts from the billing module. This only includes debtor amounts that originated from a billing perspective.

WC025 Breede Valley - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

RCV25 Breede Valley - Supporting Table SCS monthly Budget Statement - aged debtors - M01 July														
Description		Budget Year 2019/20												
	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dya	151-180 Dya	181 Dya-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L. Council Policy	
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	7 928	878	816	537	682	552	3 202	8 675	23 249	13 627	(3 440)	(17 570)	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	38 519	569	191	152	76	52	306	1 705	41 569	2 291	(73)	(5 348)	
Receivables from Non-exchange Transactions - Property Rates	1400	37 261	551	347	469	352	286	2 948	10 350	52 565	14 426	(384)	(15 155)	
Receivables from Exchange Transactions - Waste Water Management	1500	10 023	870	699	734	678	733	4 380	14 658	32 755	21 653	(2 894)	(24 413)	
Receivables from Exchange Transactions - Waste Management	1600	6 588	517	416	431	424	453	2 852	9 123	20 805	13 284	(1 771)	(15 150)	
Receivables from Exchange Transactions - Property Rental Debtors	1700	973	197	151	163	189	190	1 099	4 091	7 032	5 711	(225)	(3 796)	
Interest on Arrear Debtor Accounts	1810	709	25	30	44	50	60	706	13 255	14 879	14 115			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	(5 700)	521	206	198	577	195	2 221	7 837	6 155	11 128	(228)	(11 204)	
Total By Income Source	2000	96 300	4 148	2 857	2 748	2 989	2 622	17 694	69 793	199 051	95 746	(5 576)	(92 636)	
2018/19 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	12 008	151	57	43	22	17	907	844	14 049	1 834	-	-	
Commercial	2300	15 213	190	53	37	27	27	313	1 569	17 428	1 972	-	-	
Households	2400	53 875	3 488	2 575	2 481	2 728	2 344	15 118	59 944	142 963	82 625	-	-	
Other	2500	15 294	319	172	177	212	135	1 355	7 436	25 010	9 315	-	-	
Total By Customer Group	2600	96 300	4 148	2 857	2 748	2 989	2 622	17 694	69 793	199 051	95 746	-	-	

The age analysis reflects the debtors without taking the provision for bad debts into account, and included VAT. Therefore, reconciliation to net debtors as per the Statement of Financial Position is provided below.

	July 2019	June 2019	May 2019
<b>Gross consumer debtors, as per debtors age analysis</b>	199 050 646	174 618 258	164 510 815
Total Provision for bad debts	<b>-94 459 480</b>	<b>-81 094 566</b>	<b>-81 094 566</b>
Provision bad debts Consumers (sc3)	-92 635 588	-79 270 674	-79 270 674
Long term Debtors	-1 656 635	-1 656 635	-1 656 635
Short term portion long term debtors	-167 257	-167 257	-167 257
Less: VAT (15% of outstanding debtors)	<b>-15 962 259</b>	<b>-14 302 138</b>	<b>-12 786 021</b>
<b>Net consumers debtors:</b>	<b>88 628 907</b>	<b>79 221 555</b>	<b>70 630 228</b>

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 5 – DEBTORS ANALYSIS

#### 5.2.1 Outstanding Debtors

This report serves to inform Council on the status of outstanding debtors for July 2019.

##### 1. Debtors Age Analysis

The municipality's total outstanding debtors amounted to R 199 050 646 as at 31 July 2019 compared with the R174 618 258 as at 30 June 2019. Current debt represents 38 % of the total outstanding debt, while the total debt in arrears represents 56 % of the debt and 6 % of the debt still needs to be raised through arrangements. The arrear debt which is 90 days and older represents 56 % of the total debt. The debt above includes annual debt due in September 2019 amounting to R 31 442 186.

The outstanding debtors increased by R 9 453 393 when compared to the outstanding amount of R 189 597 254 on 31 July 2018, representing a 5 % annual increase.

##### 2. Additional Information:

The increase of outstanding debt for service levies is 5.5 %. Also, refer to item 1 above.

The ratio of debtors to estimated revenue levied is 26.7 % and the average days outstanding are 95 days, which is 3.1 months.

The electricity distribution losses for July 2019 were -3.6 %.

Month	Bulk Purchases	Distribution	Distribution Losses	Percentage
July 2019	26 399 703 kWh	27 353 038 kWh	-953 335 kWh	-3.6 %



The cumulative water distribution losses from July 2018 until June 2019 were 16.39 % of which 13.70 % is the real losses.

Month	Water input	Water Consumption	Water Variance/Loss	Percentage
July 2018 – June 2019	13 317 770 kl	11 135 455 kl	2 182 315 kl	16.39 %
Less :			-	
Unbilled Authorized Consumption			13 339 kl	
Customer Meter and Data Errors			344 395 kl	
Real Losses			1 824 581 kl	13.70 %

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## PART 2 – SUPPORTING DOCUMENTATION

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### SECTION 5 – DEBTORS ANALYSIS

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#### **5.2.2 Credit Control**

This report serves to inform Council on the processes of Credit Control for the month of July 2019.

1. 22 134 SMS reminders 9292 SMS arrears, 1516 emailed final demands.
2. 5 445 Pre-paid meters were restricted.
3. R 845 435 was recovered through pre-paid electricity restriction.
4. 220 Reminder phone calls were made.
5. 52 Arrangements to the value of R371 633 were signed.
6. Garnishee payments to the value of R8 390 were received.
7. 7 KVA meters were cut.

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## PART 2 – SUPPORTING DOCUMENTATION

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### SECTION 5 – DEBTORS ANALYSIS

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#### 5.2.3 Indigent Consumers

This report serves to inform Council on the status of Indigent consumers at the end of July 2019.

1. The total applications approved for all services by the end of July 2019 were 6725.
2. The outstanding amount for Indigent consumers is R3 213 121 of which R1 684 833 is in arrears.

3. Subsidies were allocated for the following services:

• Refuse	R 707 596
• Rates	R 200 990
• Sewerage	R 116 240
• Electricity	R 393 633
• Water	R 538 047
• Rent	R 618 420

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 5 – DEBTORS ANALYSIS

#### 5.2.4 Debt Collection

This report serves to inform Council on the progress made by the attorneys on debt collection, for July 2019.

##### Attorneys

The outstanding handed over debt as at 31 July 2019 was R 69 527 261 made up of 2 318 accounts.

1. An amount of R 85 394 was received as payments from the handed over accounts, while an amount of R2 946 was paid as commission including VAT.
2. 187 Registered Letters were sent to clients during the month resulting in a payment of party to party costs of R14 960.
3. 51 Summons were issued during the month resulting in a payment of party to party costs of R33 097.
4. 0 Judgments were obtained during the month resulting in a payment of party to party costs of R 0.
5. Sherrif Fees (Disbursements) to the value of R 8 157 were paid for 33 cases handled by the sherrifs during the month.
6. All the costs listed above have been charged against the accounts of the clients concerned.

#### 5.2.5 Arrears Councillors

A list of the accounts is available for scrutiny in the office of the Speaker. The following information was extracted from the list for July 2019:

1. The total outstanding arrear debt of Councilors after the July 2019 due date was R 6 439,77.
2. An amount of R 6 439,77 was deducted from the July 2019 salaries of 12 councilors who did not pay their accounts in full on the due date. (The arrear amount was R 6 439,77).

### **5.2.6 Arrears Employees**

1. The outstanding debt of arrears of employees after the July 2019 due date was R 226 991.
2. An amount of R 13 350 was deducted from Officials with arrangements with an opening balance of R 184 078.
3. An amount of R 42 913 was deducted from the July 2019 salaries of 123 officials who did not pay their accounts in full on the due date. (The arrear amount was R 42 913)

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 6 – CREDITORS ANALYSIS

#### 6.1 Supporting Table SC4

WC025 Breede Valley - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description		NT Code	Budget Year 2019/20								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	40 400	-	-	-	-	-	-	-	40 400	
Bulk Water	0200	562	-	-	-	-	-	-	-	562	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	6 051	-	-	-	-	-	-	-	6 051	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	24 860	-	-	-	-	-	-	-	24 860	
Auditor General	0800	-	-	-	-	-	-	-	-	-	
Other	0900	24 481	-	-	-	-	-	-	-	24 481	
Total By Customer Type	1000	96 355	-	-	-	-	-	-	-	96 355	

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## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – INVESTMENT PORTFOLIO ANALYSIS

#### 7.1 Supporting Table SC5

WC025 Breede Valley - 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 of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<b>Municipality</b>									
Nedbank		3 Months	Fixed Depos	25 Jul 2019	26		5 000	5 000	–
Standard Bank		4 Months	Fixed Depos	26 Aug 2019	34		5 000	–	5 000
Nedbank		5 Months	Fixed Depos	25 Sep 2019	35		5 000	–	5 000
Nedbank		1 Month	Fixed Depos	26 Aug 2019	8		5 000	–	5 000
Standard Bank		1 Month	Fixed Depos	26 Aug 2019	8		5 000	–	5 000
ABSA Bank		2 Months	Fixed Depos	23 Sep 2019	8		5 000	–	5 000
Nedbank		2 Months	Fixed Depos	25 Sep 2019	16		10 000	–	10 000
Standard Bank		2 Months	Fixed Depos	25 Sep 2019	8		5 000	–	5 000
ABSA Bank		3 Months	Fixed Depos	24 Oct 2019	8		5 000	–	5 000
Nedbank		4 Months	Fixed Depos	25 Nov 2019	8		5 000	–	5 000
<b>Municipality sub-total</b>					159		55 000	5 000	50 000
<b>Entities</b>									
-		-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-
-		-	-	-	-	-	-	-	-
<b>Entities sub-total</b>					-		-	-	-
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				159		55 000	5 000	50 000

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – INVESTMENT PORTFOLIO ANALYSIS

#### 7.2 Summary of Investment Portfolio as at 31 July 2019.

PARTICULARS OF THE INVESTMENTS AS PRESCRIBED BY SECTION 17(1)(f) OF THE LOCAL GOVERNMENT: MUNICIPAL FINANCE MANAGEMENT ACT (ACT 56 OF 2003)

**Invest as at 31/07/2019 at the following A1 Banks as prescribed by Council's Investment Policy:**

ABSA	R	10 000 000,00
NEDBANK	R	25 000 000,00
FNB	R	-
STANDARD	R	15 000 000,00
INVESTEC	R	-

**R 50 000 000,00**

ABSA LT	R	-
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**R 50 000 000,00**



## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – INVESTMENT PORTFOLIO ANALYSIS

Date of Investment	Name of Institution	Account Number	Interest Rate	Period of Investment	Maturity Date	Interest earned During the month	Balance beginning Of month	Investment Made for	Investment Withdrawn	Balance end of month
<b>SHORT TERM INVESTMENTS</b>										
25/Apr/19	NEDBANK	03/7881531576/264	7.90%	91	25/Jul/19	25 972.60	5 000 000		5 000 000	0
25/Apr/19	STANDARD	288460898-041	7.975%	123	26/Aug/19	33 866.44	5 000 000			5 000 000
25/Apr/19	NEDBANK	03/7881531576/265	8.20%	153	25/Sep/19	34 821.92	5 000 000			5 000 000
24/Jul/19	NEDBANK	03/7881531576/266	7.35%	33	26/Aug/19	8 054.79		5 000 000		5 000 000
24/Jul/19	STANDARD	288460898-042	7.225%	33	26/Aug/19	7 917.81		5 000 000		5 000 000
24/Jul/19	ABSA	2078627759	7.215%	61	23/Sep/19	7 906.85		5 000 000		5 000 000
24/Jul/19	NEDBANK	03/7881531576/267	7.40%	63	25/Sep/19	16 219.18		10 000 000		10 000 000
24/Jul/19	STANDARD	288460898-043	7.325%	63	25/Sep/19	8 027.40		5 000 000		5 000 000
24/Jul/19	ABSA	2078627733	7.315%	92	24/Oct/19	8 016.44		5 000 000		5 000 000
24/Jul/19	NEDBANK	03/7881531576/268	7.70%	124	25/Nov/19	8 438.36		5 000 000		5 000 000
<b>Sub Total</b>						<b>159 241.79</b>	<b>15 000 000</b>	<b>40 000 000</b>	<b>5 000 000</b>	<b>50 000 000</b>
						<b>159 241.79</b>	<b>15 000 000.00</b>	<b>40 000 000</b>	<b>5 000 000</b>	<b>50 000 000.00</b>

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – CASH AND CASH EQUIVALENTS

#### 7.3 Cash and cash equivalents for the month July 2019.

##### Funds Allocations

The schedule reflecting all council's Investments as at 31 July 2019  
R 50 000 000. (R 15 000 000 at 30 June 2019).

More information with regard to Investments is as follows:

##### Allocation of Investments, cash and cash equivalents

Cash and cash equivalents are allocated to	Preliminary		Preliminary	
	30/06/2019		31/07/2019	
	Liability	Cash back	Liability	Cash back
		98 497 186		152 937 040
Unutilized grants	23 252 344	23 252 344	34 764 590	34 764 590
Consumer and Sundry deposits	4 638 893	4 638 893	4 729 108	4 729 108
External loans unspent	1 020 001	1 020 001	261 793	261 793
LT loan - cash back	0	0	0	0
EFF Accumulated Depreciation	8 425 820	8 425 820	10 532 275	10 532 275
Self Insurance Reserve	5 314 962	5 314 962	5 381 962	5 381 962
Capital Replacement reserve	26 122 392	26 122 392	34 997 773	34 997 773
Brandwacht Trust	97 893	97 893	97 893	97 893
Retained surplus (unidentified dep.)	2 678 138	2 678 138	2 779 007	2 779 007
Performance Bonus Provison	778 941	778 941	947 787	947 787
Set aside for retention	5 783 329	5 783 329	5 965 268	5 965 268
Set aside for Creditor payments	14 197 763	16 448 133	14 482 144	48 543 243
Provision for leave Payment	3 936 342	3 936 342	3 936 342	3 936 342
	<b>96 246 816</b>	<b>98 497 186</b>	<b>118 875 941</b>	<b>152 937 040</b>
Cash Surplus (Deficit)		<b>2 250 370</b>		<b>34 061 099</b>

##### Particulars of Investments as prescribed in terms of section 17(1)(f) of the MFMA

	30/06/2019	31/07/2019
ABSA	0	10 000 000
Nedbank	10 000 000	25 000 000
First National Bank	0	0
Standard Bank	5 000 000	15 000 000
Investec	0	0
Total short term	<b>15 000 000</b>	<b>50 000 000</b>
Bank and Cash	83 483 375	102 923 229
Cash on hand 3 9020 127 404 00	13 811	13 811
	<b>98 497 186</b>	<b>152 937 040</b>

## **PART 2 – SUPPORTING DOCUMENTATION**

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### **SECTION 7 – BANK RECONCILIATION**

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#### **7.4 Bank Reconciliation and Payments made in July 2019.**

Attached in annexure is the computerised bank reconciliation for July 2019.

All payments are recorded in the cashbook (general ledger) as from cheque number 124 to 127 and electronic transfer number 267489 to 26843.

The reconciliation, together with the supporting details, is attached. The ledger account printout (cashbook) will be available for scrutiny.

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – BANK RECONCILIATION

#### NEDBANK BREDE VALLEY MUNICIPALITY BANK RECONCILIATION AS AT 31 JULY 2019

CASH BOOK RECONCILIATION				
Balance as per Cash Book at 01/07/2019				94 853 665,73
Deposits for the July 2019				147 392 860,68
Cheques for the July 2019				(139 323 297,67)
Balance as per Cash Book at 31/07/2019				<u>102 923 228,74</u>
Votes Balances and Transactions:				
40101012690 Balance B/f		94 853 665,73		
40101012690 Balance B/f		<u>0,00</u>		94 853 665,73
40101012691 Movements		147 392 860,68		
40101012692 Movements		<u>(139 323 297,67)</u>		8 069 563,01
Balance as per Ledger at 31/07/2019				<u>102 923 228,74</u>
BANK RECONCILIATION				
				<b>TOTAL</b>
Balance as per Bank Statement at 31/07/2019				107 242 280,15
Cash on Hand	Not yet Banked			1 901 403,85
Outstanding Cheques				(1 317 478,78)
Amounts Under Banked				0,00
Amounts Over Banked				0,00
Deposits not Receipted	Previous months	0,00		
	July 2019	(4 988 571,66)	(4 988 571,66)	(4 988 571,66)
Deposits receipted in Duplicate				0,00
Unpaid Cheques not Re-deposited				0,00
Other Items				0,00
Cash Surpluses / Shortages	Iro Payments Received			211,22
Adjustments to be Made for July 2019	MOLTENO MAINTENANCE (JAfS	(200,00)		
	NEDBANK BANK CHARGES	(85 183,96)	(85 383,96)	85 383,96
Balance as per Cash Book at 31/07/2019				<u>102 923 228,74</u>

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 7 – BANK RECONCILIATION

#### RECONCILIATION OF BANK STATEMENTS AS AT 31 JULY 2019

	TOTAL
Balance as per Bank Statement at 01/07/2019	97 491 252,35
Cheques for July 2019	(141 090 568,59)
Deposits for July 2019	147 418 222,19
Other Adjustments / Transactions	0,00
Other Adjustments / Transactions now cleared	0,00
Direct Deposits from previous months Receipted	0,00
Direct Deposits not Receipted	4 988 571,66
Amounts Under Banked now cleared	0,00
R/D Cheques	(25 572,73)
Cash on Hand - 01/07/2019	361 779,12
Cash on Hand - 31/07/2019	(1 901 403,85)
Balance as per Bank Statements at 31/07/2019	<u>107 242 280,15</u>

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 8 – ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

#### 8.1 Supporting Table SC6 – Grant receipts

The municipality's position with regards to grant allocations received and the actual expenditure on the grant allocations received are set out. The municipality started at the beginning of the financial year with unspent conditional grants to the value of R 21 829 882 for the period July 2019 and conditional grants to the value of R 62 354 000 were received. The value of the unspent conditional grants at the end of July 2019 is R 74 096 590.

WC025 Breede Valley - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M01 July

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>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	122 712	-	49 165	49 165	49 169	(4)	0,0%	122 712
Operational Revenue: General Revenue: Equitable Share		-	117 997	-	49 165	49 165	49 169	(4)	0,0%	117 997
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		-	3 215	-	-	-	-	-	-	3 215
Local Government Financial Management Grant [Schedule 5B]		-	1 500	-	-	-	-	-	-	1 500
<b>Provincial Government:</b>		12 393	134 032	-	-	-	40	(40)	-100,0%	134 032
Capacity Building		-	-	-	-	-	-	-	-	-
Capacity Building and Other		360	828	-	-	-	40	(40)	-	828
Disaster and Emergency Services	4	-	-	-	-	-	-	-	-	-
Health	4	-	-	-	-	-	-	-	-	-
Housing	4	6 937	122 820	-	-	-	-	-	-	122 820
Infrastructure	4	-	-	-	-	-	-	-	-	-
Libraries, Archives and Museums	4	-	9 738	-	-	-	-	-	-	9 738
Other	4	5 097	500	-	-	-	-	-	-	500
Public Transport	4	-	-	-	-	-	-	-	-	-
Road Infrastructure - Maintenance	4	-	146	-	-	-	-	-	-	146
Sports and Recreation	4	-	-	-	-	-	-	-	-	-
Waste Water Infrastructure - Maintenance	4	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure - Maintenance	4	-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	500	-	-	-	-	-	-	500
All Grants		-	500	-	-	-	-	-	-	500
<b>Other grant providers:</b>		-	2 262	-	-	-	-	-	-	2 262
Departmental Agencies and Accounts		-	-	-	-	-	-	-	-	-
Non-profit Institutions		-	2 262	-	-	-	-	-	-	2 262
<b>Total Operating Transfers and Grants</b>	5	12 393	259 506	-	49 165	49 165	49 209	(44)	-0,1%	259 506
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	44 502	-	13 189	13 189	5 857	7 332	125,2%	44 502
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		-	10 000	-	4 000	4 000	-	4 000	#DIV/0!	10 000
Municipal Infrastructure Grant [Schedule 5B]		-	34 452	-	9 189	9 189	5 857	3 332	-	34 452
Local Government Financial Management Grant [Schedule 5B]		-	50	-	-	-	-	-	-	50
<b>Provincial Government:</b>		9 014	65 100	-	-	-	-	-	-	65 100
Capacity Building		-	-	-	-	-	-	-	-	-
Housing		6 102	60 000	-	-	-	-	-	-	60 000
Infrastructure		-	-	-	-	-	-	-	-	-
Libraries, Archives and Museums		-	-	-	-	-	-	-	-	-
Other		2 912	5 100	-	-	-	-	-	-	5 100
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
All Grants		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	9 014	109 602	-	13 189	13 189	5 857	7 332	125,2%	109 602
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	21 407	369 108	-	62 354	62 354	55 066	7 288	13,2%	369 108

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 8 – ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

#### 8.2 Supporting Table SC7 (1) – Grant expenditure

WC025 Breede Valley - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M01 July

WCU23 Breede Valley - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - mid July										
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
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		–	122 712	–	9 833	9 833	49 169	(39 336)	-80,0%	122 712
Operational Revenue: General Revenue: Equitable Share		–	117 997	–	9 833	9 833	49 169	(39 336)	-80,0%	117 997
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		–	3 215	–	–	–	–	–	–	3 215
Local Government Financial Management Grant [Schedule 5B]		–	1 500	–	–	–	–	–	–	1 500
Provincial Government:		12 393	134 032	–	747	747	40	707	1768,7%	134 032
Capacity Building		–	–	–	–	–	–	–	–	–
Capacity Building and Other		360	828	–	–	–	40	(40)	-100,0%	828
Disaster and Emergency Services		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
Housing		6 937	122 820	–	–	–	–	–	–	122 820
Infrastructure		–	–	–	–	–	–	–	–	–
Libraries, Archives and Museums		–	9 738	–	747	747	–	747	#DIV/0!	9 738
Other		5 097	500	–	–	–	–	–	–	500
Public Transport		–	–	–	–	–	–	–	–	–
Road Infrastructure - Maintenance		–	146	–	–	–	–	–	–	146
Sports and Recreation		–	–	–	–	–	–	–	–	–
Waste Water Infrastructure - Maintenance		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure - Maintenance		–	–	–	–	–	–	–	–	–
District Municipality:		–	500	–	–	–	–	–	–	500
All Grants		–	500	–	–	–	–	–	–	500
Other grant providers:		–	2 262	–	51	51	–	51	#DIV/0!	2 262
Departmental Agencies and Accounts		–	–	–	–	–	–	–	–	–
Foreign Government and International Organisations		–	–	–	–	–	–	–	–	–
Households		–	–	–	–	–	–	–	–	–
Non-profit Institutions		–	2 262	–	51	51	–	51	–	2 262
Total operating expenditure of Transfers and Grants:		12 393	259 506	–	10 631	10 631	49 209	(38 578)	-78,4%	259 506
Capital expenditure of Transfers and Grants										
National Government:		–	44 502	–	254	254	5 857	(5 603)	-95,7%	44 502
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		–	10 000	–	254	254	–	254	#DIV/0!	10 000
Municipal Infrastructure Grant [Schedule 5B]		–	34 452	–	–	–	5 857	(5 857)	–	34 452
Local Government Financial Management Grant [Schedule 5B]		–	50	–	–	–	–	–	–	50
Provincial Government:		9 014	65 100	–	–	–	–	–	–	65 100
Housing		6 102	60 000	–	–	–	–	–	–	60 000
Infrastructure		–	–	–	–	–	–	–	–	–
Libraries, Archives and Museums		–	–	–	–	–	–	–	–	–
Other		2 912	5 100	–	–	–	–	–	–	5 100
District Municipality:		–	–	–	–	–	(2)	2	-100,0%	–
All Grants		–	–	–	–	–	(2)	2	-100,0%	–
Other grant providers:		–	–	–	–	–	–	–	–	–
Departmental Agencies and Accounts		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		9 014	109 602	–	254	254	5 855	(5 601)	-95,7%	109 602
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		21 407	369 108	–	10 886	10 886	55 065	(44 179)	-80,2%	369 108



## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 8 – ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

#### 8.3 Attached summary of the Grants and Subsidies as at 31 July 2019, divided into National, Provincial, Cape Winelands District Municipality, Other Municipalities, Housing and Private Grants.

Summary Grants Received and Utilised: 2019/2020						July 2019				
	Unutilised Balance 01/07/2019	Debit Balance	Received 01/07/2019 31/07/2019	Other Income	Debtor created at	Written-off Refunded Transfers	Conditions met (TRF TO Income Statement) - Operating	Conditions met (TRF TO Income Statement) - Capital	To Other Debtors	Balance 31/07/2019
<b>National Government:-</b>	-	-	62 354 000,00	-	-	-	-9 833 000,00	-254 292,00	-	52 264 708,00
<b>Operating grants:-</b>	-	-	49 165 000,00	-	-	-	-9 833 000,00	-	-	39 332 000,00
Equitable share	-	-	49 165 000,00	-	-	-	-9 833 000,00	-	-	39 332 000,00
Financial Management Grant	-	-	-	-	-	-	-	-	-	-
EPWP: Expanded Public Works	-	-	-	-	-	-	-	-	-	-
<b>Capital grants:-</b>	-	-	13 189 000,00	-	-	-	-	-254 292,00	-	12 934 708,00
Municipal Infrastructure Grant	-	-	9 189 000,00	-	-	-	-	-	-	9 189 000,00
Integrated National Electrification Grant	-	-	4 000 000,00	-	-	-	-	-254 292,00	-	3 745 708,00
<b>Provincial Government:-</b>	17 320 304,98	-	-	-	-	-	-747 463,21	-	747 463,21	17 320 304,98
<b>Operating Grants plus Operating Housing:-</b>	8 306 411,00	-	-	-	-	-	-747 463,21	-	747 463,21	8 306 411,00
<b>Operating Provincial</b>	1 369 600,00	-	-	-	-	-	-747 463,21	-	747 463,21	1 369 600,00
Library Service Conditional Grant	-	-	-	-	-	-	-747 463,21	-	747 463,21	-
Proclaimed Roads	-	-	-	-	-	-	-	-	-	-
CDW Grant Operational Support	-	-	-	-	-	-	-	-	-	-
Financial Management Capacity Building Grant	360 000,00	-	-	-	-	-	-	-	-	360 000,00
FMSG - Implementation of mSCOA	1 000 000,00	-	-	-	-	-	-	-	-	1 000 000,00
FMSG - Revenue Enhancement	-	-	-	-	-	-	-	-	-	-
Thusong Centre	9 600,00	-	-	-	-	-	-	-	-	9 600,00
RSEP (Operational)	-	-	-	-	-	-	-	-	-	-
Local Government Graduate Internship Grant	-	-	-	-	-	-	-	-	-	-
<b>Operating Provincial Housing</b>	6 936 811,00	-	-	-	-	-	-	-	-	6 936 811,00
<b>Housing from Capital to Operating Top structure</b>	-	-	-	-	-	-	-	-	-	-
Touwsriver (8 Topstructure)	-	-	-	-	-	-	-	-	-	-
Zwelethemba 242 Erven	767 968,49	-	-	-	-	-	-	-	-	767 968,49
UISP De Doorns - 577 New erven	-	-	-	-	-	-	-	-	-	-
De Doorns 1400 PLS	259 510,69	-	-	-	-	-	-	-	-	259 510,69
Avian Park 439 Houses	2 039 797,06	-	-	-	-	-	-	-	-	2 039 797,06
Rossonville De Nova	-	-	-	-	-	-	-	-	-	-
Sunnyside/Orchard - De Doorns	-	-	-	-	-	-	-	-	-	-
Avian Park 205 Houses	-	-	-	-	-	-	-	-	-	-
Title Deeds	3 869 534,76	-	-	-	-	-	-	-	-	3 869 534,76
Transhex	-	-	-	-	-	-	-	-	-	-
<b>Capital grants:-</b>	9 013 893,98	-	-	-	-	-	-	-	-	9 013 893,98
<b>Other</b>	2 911 719,01	-	-	-	-	-	-	-	-	2 911 719,01
Library Service Conditional Grant	-	-	-	-	-	-	-	-	-	-
RSEP	2 911 719,01	-	-	-	-	-	-	-	-	2 911 719,01
PAWC: Fire Services Capacity Building	-	-	-	-	-	-	-	-	-	-
<b>Capital- grants Housing</b>	6 102 174,97	-	-	-	-	-	-	-	-	6 102 174,97
Sunny Side Orchard - 109 Erven	-	-	-	-	-	-	-	-	-	-
Touwsriver 900	-	-	-	-	-	-	-	-	-	-
De Doorns South of the N1	6 102 174,97	-	-	-	-	-	-	-	-	6 102 174,97
Housing: Transhex	-	-	-	-	-	-	-	-	-	-
<b>Cape Winelands District Municipality:-</b>	-	-	-	-	-	-	-	-	-	-
<b>Operating grants:-</b>	-	-	-	-	-	-	-	-	-	-
<b>Capital grants:-</b>	-	-	-	-	-	-	-	-	-	-
<b>Housing Grants</b>	1 518 294,13	-422 643,00	-	-	-	-	-	-	422 643,00	1 518 294,13
58 Houses for staff (SAMWU)	44 824,54	-	-	-	-	-	-	-	-	44 824,54
350 Houses Avian Park	-	-422 643,00	-	-	-	-	-	-	422 643,00	-
1800 Zwelethemba Housing Project (A + B)	1 449 005,30	-	-	-	-	-	-	-	-	1 449 005,30
339 Houses	24 464,29	-	-	-	-	-	-	-	-	24 464,29
<b>Housing Grants: Other Operational</b>	2 991 282,53	-	-	-	-	-	-	-	-	2 991 282,53
708 Avianpark	466 875,79	-	-	-	-	-	-	-	-	466 875,79
331 People Housing Proj. Zwelethemba	2 524 406,74	-	-	-	-	-	-	-	-	2 524 406,74
<b>Other Grants</b>	-	-	-	-	-	-	-50 833,12	-	50 833,12	-
<b>Operating grants:-</b>	-	-	-	-	-	-	-50 833,12	-	50 833,12	-
LGWSETA - Learnership	-	-	-	-	-	-	-	-	-	-
LGWSETA	-	-	-	-	-	-	-	-	-	-
Work for water	-	-	-	-	-	-	-50 833,12	-	50 833,12	-
<b>Capital grants:-</b>	-	-	-	-	-	-	-	-	-	-
<b>Other Municipalities</b>	-	-	-	-	-	-	-	-	-	-
	21 827 881,64	-422 643,00	62 354 000,00	-	-	-	-10 631 296,33	-254 292,00	1 220 937,33	74 096 589,64
			62 354 000,00				-10 631 296,33			
									GROSS BALANCE	74 096 589,64



## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 9 – EXPENDITURE ON COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

#### 9.1 Supporting Table SC8

WC025 Breede Valley - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M01 July

W002 Breede Valley - Supporting Table 500 Monthly Budget Statement - Councillor and Staff Benefits - M01 July										
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>	1									
Basic Salaries and Wages		13 357	14 259	14 259	1 104	1 104	1 188	(84)	-7%	14 259
Pension and UIF Contributions		1 525	1 602	1 602	122	122	133	(11)	-8%	1 602
Medical Aid Contributions		241	305	305	23	23	25	(3)	-11%	305
Motor Vehicle Allowance		736	794	794	60	60	66	(6)	-9%	794
Cellphone Allowance		1 658	1 673	1 673	136	136	139	(3)	-2%	1 673
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		146	148	148	12	12	12	(0)	-2%	148
<b>Sub Total - Councillors</b>		17 663	18 780	18 780	1 457	1 457	1 565	(108)	-7%	18 780
<b>% Increase</b>	4		6,3%	6,3%						6,3%
<b>Senior Managers of the Municipality</b>	3									
Basic Salaries and Wages		6 508	6 645	6 645	567	567	554	13	2%	6 645
Pension and UIF Contributions		500	655	655	46	46	55	(9)	-16%	655
Medical Aid Contributions		104	93	93	7	7	8	(1)	-11%	93
Overtime		—	—	—	—	—	—	—	—	—
Performance Bonus		—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		840	970	970	68	68	81	(13)	-16%	970
Cellphone Allowance		215	204	204	19	19	17	2	10%	204
Housing Allowances		—	—	—	—	—	—	—	—	—
Other benefits and allowances		106	75	75	5	5	6	(1)	-16%	75
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2	—	—	—	—	—	—	—	—	—
<b>Sub Total - Senior Managers of Municipality</b>		8 273	8 643	8 643	712	712	720	(8)	-1%	8 643
<b>% Increase</b>	4		4,5%	4,5%						4,5%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		163 522	206 073	206 073	14 419	14 419	17 173	(2 754)	-16%	206 073
Pension and UIF Contributions		31 113	39 096	39 096	2 734	2 734	3 258	(524)	-16%	39 096
Medical Aid Contributions		17 123	23 229	23 229	1 481	1 481	1 936	(455)	-23%	23 229
Overtime		18 390	13 709	13 709	1 749	1 749	1 142	606	53%	13 709
Performance Bonus		—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance		7 053	8 139	8 139	695	695	678	16	2%	8 139
Cellphone Allowance		1 423	1 269	1 269	123	123	106	17	16%	1 269
Housing Allowances		1 973	3 265	3 265	175	175	272	(97)	-36%	3 265
Other benefits and allowances		21 939	26 367	26 367	1 499	1 499	2 197	(699)	-32%	26 367
Payments in lieu of leave		—	—	—	—	—	—	—	—	—
Long service awards		—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	2	5 852	6 314	6 314	501	501	526	(25)	-5%	6 314
<b>Sub Total - Other Municipal Staff</b>		268 388	327 481	327 481	23 374	23 374	27 288	(3 914)	-14%	327 481
<b>% Increase</b>	4		22,0%	22,0%						22,0%
<b>Total Parent Municipality</b>		294 324	354 884	354 884	25 543	25 543	29 574	(4 030)	-14%	354 884
			20,6%	20,6%						20,6%
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>										
<b>Board Members of Entities</b>										
<b>Sub Total - Board Members of Entities</b>	2	—	—	—	—	—	—	—	—	—
<b>% Increase</b>	4									
<b>Senior Managers of Entities</b>										
<b>Sub Total - Senior Managers of Entities</b>	4	—	—	—	—	—	—	—	—	—
<b>% Increase</b>	4									
<b>Other Staff of Entities</b>										
<b>Sub Total - Other Staff of Entities</b>	4	—	—	—	—	—	—	—	—	—
<b>% Increase</b>	4									
<b>Total Municipal Entities</b>		—	—	—	—	—	—	—	—	—
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		294 324	354 884	354 884	25 543	25 543	29 574	(4 030)	-14%	354 884
<b>% Increase</b>	4		20,6%	20,6%						20,6%
<b>TOTAL MANAGERS AND STAFF</b>		276 660	336 104	336 104	24 086	24 086	28 009	(3 922)	-14%	336 104

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 9 – EXPENDITURE ON COUNCILLOR ALLOWANCES AND EMPLOYEE BENEFITS

#### 9.2 Breakdown of Overtime and cost for temporary employment

##### Overtime payments:

The **actual total budget** for overtime for the financial year amounts to **R13 119 971**.

Overtime payments are one month in arrears, this being the reason that no spending been reflecting on the end of July 2019 reports. Overtime should be monitored closely.

From 1 July 2019 till 31 July 2019	Budget for the year	Estimate for the 1 month	Actual to Date	Variance
Overtime	13 709 143	1 142 429	0	1 142 429
Temporary personnel	11 486 193	957 183	584 870	372 313

#### Summary of number of employees and councillors paid during July 2019.

		<u>May 2019</u>	<u>June 2019</u>	<u>July 2019</u>
EPWP	Temporary	377	341	162
Temporary	For 6 months	23	25	23
Permanent		903	899	895
Councillors		41	40	41
TOTAL		<b>1 344</b>	<b>1 305</b>	<b>1 121</b>

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 10 – CAPITAL PERFORMANCE PROGRAMME

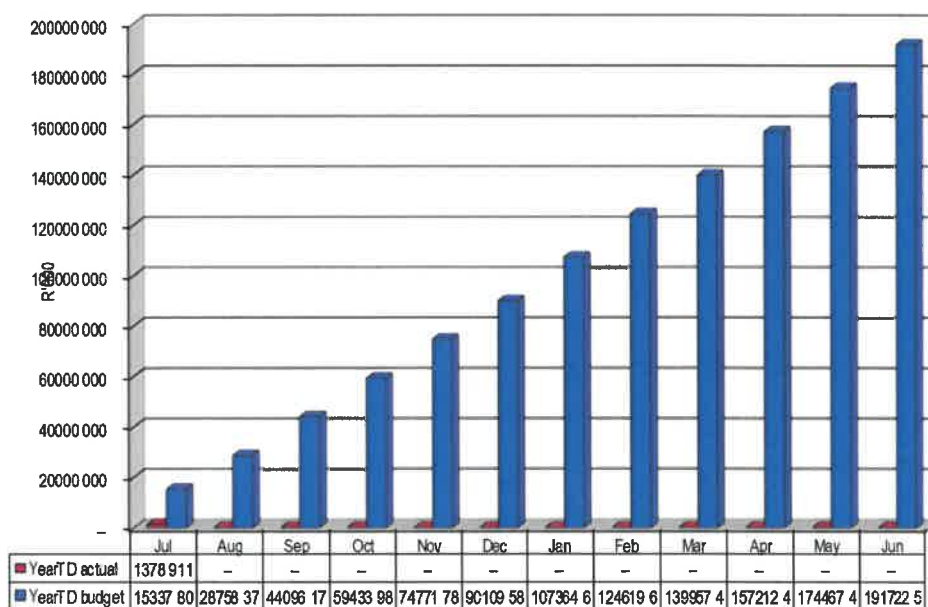
#### 10.1 Supporting Table SC12

Supporting table SC12 reconcile with table C5.

WC025 Breede Valley - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M01 July

Month	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July	2 063	15 338	15 338	1 379	1 379	15 338	13 959	91,0%	1%
August	7 724	13 421	13 421			28 758	-		
September	26 580	15 338	15 338			44 096	-		
October	21 348	15 338	15 338			59 434	-		
November	23 255	15 338	15 338			74 772	-		
December	5 479	15 338	15 338			90 110	-		
January	11 559	17 255	17 255			107 365	-		
February	5 922	17 255	17 255			124 620	-		
March	80 221	15 338	15 338			139 957	-		
April	4 454	17 255	17 255			157 212	-		
May	15 548	17 255	17 255			174 467	-		
June	69 988	17 255	17 255			191 723	-		
<b>Total Capital expenditure</b>	<b>274 140</b>	<b>191 723</b>	<b>191 723</b>	<b>1 379</b>					

Chart C2 2019/20 Capital Expenditure: YTD actual v YTD target



## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 10 – CAPITAL PERFORMANCE PROGRAMME

#### 10.2 Capital Expenditure Report for the period ended 31 July 2019.

Capital Progress Report 2019/2020		31 July 2019								
PROJECT FUNDING		Total Approved Budget 2019/20	Roll overs requests from 2018/19	Veriments/ Additional funding	Total Funded budget 2019/20	Committed Funding	Expenditure to Date	Expenditure for Month	Unspent	Expenditure as % of Budget
1,0	EXTERNAL LOAN									
1,4	Projects (B/F) (R38.5m)	0	261 793	0	261 793	0,00	0,00	0,00	261 793,00	0,00%
	TOTAL EXTERNAL LOAN	0	261 793	0	261 793	0,00	0,00	0,00	261 793,00	0,00%
3	CAPITAL REPLACEMENT RESERVE									
3,0	Projects New	71 595 359	0	0	71 595 359	1 062 262,04	1 062 262,04	1 062 262,04	70 533 096,76	1,48%
3,1	Projects (B/F)	3 000 000	9 511 376	0	12 511 376	60 503,28	60 503,28	60 503,28	12 450 872,72	0,48%
3,2	Projects (MIG Counter Funding)	4 450 000	0	0	4 450 000	0,00	0,00	0,00	4 450 000,00	0,00%
3,3	CRR Connections (Public Contr)	723 556	0	0	723 556	1 853,56	1 853,56	1 853,56	721 702,44	0,26%
4,0	Furniture and Equipment	1 051 600	0	0	1 051 600	0,00	0,00	0,00	1 051 600,00	0,00%
	TOTAL CRR	80 820 515	9 511 376	0	90 331 891	1 124 618,88	1 124 618,88	1 124 618,88	89 207 271,92	1,24%
	INSURANCE RESERVE									
12,0	Insurance Reserve	800 000	0	0	800 000	0,00	0,00	0,00	800 000,00	0,00%
	TOTAL INSURANCE RESERVE	800 000	0	0	800 000	0,00	0,00	0,00	800 000,00	0,00%
	TOTAL BASIC CAPITAL	81 620 515	9 773 169	0	91 393 684	1 124 618,88	1 124 618,88	1 124 618,88	90 269 064,92	1,23%
	CAPITAL: GRANT FUNDING									
5,0	District Municipality	500 000	0	0	500 000	0,00	0,00	0,00	500 000,00	0,00%
6,4	PAWC: RSEP	5 100 000	0	0	5 100 000	0,00	0,00	0,00	5 100 000,00	0,00%
8,0	National Government: MIG (DORA)	34 452 000	0	0	34 452 000	0,00	0,00	0,00	34 452 000,00	0,00%
8,2	National Government: INEP (DORA)	10 000 000	0	0	10 000 000	254 292,00	254 292,00	254 292,00	9 745 708,00	2,54%
8,6	National Government: FMG (DORA)	50 000	0	0	50 000	0,00	0,00	0,00	50 000,00	0,00%
20,0	PAWC: Housing (Services)	60 000 000	9 742 457	0	69 742 457	0,00	0,00	0,00	69 742 457,00	0,00%
	TOTAL : GRANT FUNDING	110 102 000	9 742 457	0	119 844 457	254 292,00	254 292,00	254 292,00	119 590 165,00	0,21%
	TOTAL FUNDING	191 722 515	19 515 626	0	211 238 141	1 378 910,88	1 378 910,88	1 378 910,88	209 659 229,92	0,65%

## PART 2 - SUPPORTING DOCUMENTATION

### SECTION 11 - OTHER SUPPORTING DOCUMENTATION - ANNEXURES

#### 11.1 Insurance Claims for the month ended 31 July 2019.

MONTHLY COUNCIL'S REPORT

Type of Claim	July	Aug	Sept	October	Nov	Dec	Jan	Feb	March	Apr	May	June	Year End
Public Liability/possible Liability	5												5
Council vehicles	5												5
Private vehicles													0
Fire/ Theft/ Damage to buildings													0
Theft/ Loss of Property													0
Injury on duty claims	6												6
Claims within excess not submitted to insurer ( Marsh Africa/ not covered)													
Public Liability/possible Liability													0
Council vehicles													0
Private vehicles													0
Fire/ Theft/ Damage to buildings													0
Theft/ Loss of Property													0
Damage Electrical Poles no cover													0
RESOLVED CLAIMS													0
Total claims submitted	16	0	0	0	0	0	0	0	0	0	0	0	16
NOTE PLEASE: Totals will be adjusted monthly as actual expenses and payment from insurer occur.													
TOTAL QUOTED EXPENSE	R 85 233,81												R 85 233,81
VALUE OF REJECTED CLAIMS	R 6 326,35												R 6 326,35
ACTUAL CAPITAL EXPENSE:													
SAMRAS ORDERS (excl VAT)													R 0,00
ACTUAL M & R EXPENSE: SAMRAS ORDERS (excl VAT)													R 0,00
DIRECT PAYMENT TO SUPPLIER/TP FROM INSURER													R 0,00
PAYMENT FROM INSURER: CAPITAL REPLACEMENT (excl VAT)													R 0,00
PAYMENT FROM INSURER: OPERATING REPAIRS (excl VAT)													R 0,00
LOSS TO COUNCIL													
LEGAL DEP APPROVED	R 1 486,72												R 1 486,72
EXCESS:	R 15 188,00												R 15 188,00
COMMENTS:	3 Claims referred to legal department.1 Claim authorised for repairs.3 Claims await quotes from user departments.3 Claims await further advice from the insurer.												
ADJUSTED MONTHLY AS PROGRESS ON CLAIMS OCCUR													

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 11 – OTHER SUPPORTING DOCUMENTATION - ANNEXURES

**11.2 The list of deviations from, and rectification of minor breaches of the procurement process for the period July 2019 as required in terms of subparagraph 36(1)(a) and (b) of the Supply Chain Management Policy.**

ANNEXURE A: DEVIATIONS FOR THE MONTH: JULY 2019					Directorate
Deviation #	Amount	Service Provider	Deviation Category	Additional Information (where necessary) SHORT SUMMARY	
BVD 294/ 2020	35 178,50	Bradely Conradie Halton Cheadle	Exceptional case whereby it is impossible or impractical to follow a normal procurement process	Legal Services are critical in the municipal environment in order to protect the organisation. Due to the fact that is not always possible/ practical to attend to all legal disputes internally. In addition, due to the sensitive nature of the matter, attorneys thus draft their bill of cost for respective work done after the service was rendered. The matter relates to a review application following an award made by the municipality	Strategic Support Services
BV 295/2020	158 155,08	First Technology (Pty) Ltd	Exceptional case whereby it is impossible or impractical to follow a normal procurement process	Vmware is the virtualization software used to run our server infrastructure, both on production and disaster recovery sites. Vmware also caters for all the needs in our virtual environment. The municipality's license expires on 31 July 2019 and have to be renewed. Using the brand name "Vmware" when inviting quotations is prohibited by law. On the hand, if quotation documents do not specify this brand name "VMware", this may result in the municipality procuring another software solution which shall imply that the whole IT infrastructure must change.	Strategic Support Services
BVD 296/ 2020	78 956,13	Power Transformers (Pty) Ltd	Emergency	Urgent electrical works that needed to be done in order to restore electrical supply to the residents of Somerset Park, after a transformer broke down. A further delay in intervening could have resulted in the municipality being unable to render basic services to the residents of Somerset Park.	Technical Services
BVD 298/2020	2 556,02	FRAMA (Pty) Ltd	Sole Provider	The records and archives section uses a franking machine for all outgoing correspondence. Each year there is an annual meter setting fee that needs to be paid in order for Frama to come and set-up the machine for use. It is impractical and impossible to obtain more than one quote, due to the fact that only Frama can read and reset the franking machine. Term 1/7/2018 - 31/6/2019	Strategic Support Services
BVD 299/2020	2 679,50	FRAMA (Pty) Ltd	Sole Provider	The records and archives section uses a franking machine for all outgoing correspondence. Each year there is a Annual meter setting fee that needs to be paid in order for Frama to come and set-up the machine for use. It is impractical and impossible to obtain more than one quote, due to the fact that only Frama can read and reset the franking machine. Term 1/7/2019 - 31/6/2020	Strategic Support Services
BVD 300/2020	4 284,40	WP Chipper (ABC)	Sole Provider	WP Chipper Hire is the Sole authorised dealer to sell and service this type of biomass chipper within the radius of the Cape Winelands District Municipality and SA as a whole.	Technical Services
<b>Total [6]</b>	<b>281 809,63</b>				

## **PART 2 – SUPPORTING DOCUMENTATION**

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### **SECTION 11 – OTHER SUPPORTING DOCUMENTATION - ANNEXURES**

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**11.3 No Irregular and/or unauthorized Expenditure for the period July 2019 as required in terms of subparagraph 36(1)(a) and (b) of the Supply Chain Management Policy**



## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 11 – OTHER SUPPORTING DOCUMENTATION - ANNEXURES

#### 11.4 Awards made at Supply Chain for the month of July 2019.

TENDERS AWARDED DURING JULY 2019				
AWARD DATE	BID NUMBER	TENDER DESCRIPTION	AWARDED TO	AMOUNT
2019/05/07	BV 757/ 2019	UPGRADING OF BASKET ROOMS AT THE GREYSTREET SWIMMING POOL, WORCESTER	Meyer Electrical and Construction	R 393 871,67
2019/12/07	BV 670/ 2019	SUPPLY AND DELIVERY OF HIGH SECURITY PADLOCKS (INCLUSIVE OF PROTECTED KEYS AND ACCESSORIES) FOR THE PERIOD ENDING 30 JUNE 2022	Patch Industrial Supplies and Consulting (Pty) Ltd	rates based

Note: The amount for BV757/ 2019 includes 10% contingencies and 15% VAT  
 Note: The rates for BV670/ 2019 includes all applicable taxes



## **PART 2 – SUPPORTING DOCUMENTATION**

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### **SECTION 11 – OTHER SUPPORTING DOCUMENTATION - ANNEXURES**

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#### **11.5 No procurement premiums paid for the month of July 2019.**

## PART 2 – SUPPORTING DOCUMENTATION

### SECTION 12 – MUNICIPAL MANAGER'S QUALITY CERTIFICATE

#### QUALITY CERTIFICATE

I David McThomas, Municipal Manager of Breede Valley Municipality (WC025), hereby certify that-

(mark as appropriate)

- ☒ the monthly budget statement
- ☐ the quarterly report on the implementation of the budget and financial state of affairs of the municipality
- ☐ the mid-year budget and performance assessment

for the month, July of 2019 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

PRINT NAME: DAVID McTHOMAS

MUNICIPAL MANAGER OF: BREEDE VALLEY MUNICIPALITY (WC025)

SIGNATURE: 

DATE: 15 / 08 / 2019

HB  
\_\_\_\_\_  
SENIOR MANAGER'S SIGNATURE

2019.08.15  
DATE:

[Signature]  
\_\_\_\_\_  
CHIEF FINANCIAL OFFICER SIGNATURE

15.08.2019  
DATE:

[Signature]  
\_\_\_\_\_  
MUNICIPAL MANAGER'S SIGNATURE

15/08/2019.  
DATE:

[Signature]  
\_\_\_\_\_  
MMC: FINANCE SIGNATURE

15/08/2019  
DATE:

[Signature]  
\_\_\_\_\_  
EXECUTIVE MAYOR'S/ THE SPEAKER SIGNATURE

2019/08/15  
DATE: