

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

For the reporting period ending 31 AUGUST 2019 the ten working day reporting limit expires on **13 SEPTEMBER 2019**.

The below is the summary of financial performance for the period ended 31 AUGUST 2019.

Table1

Summary of financial performance	
Actual Revenue to Budgeted Revenue	29
Actual OPEX to budgeted OPEX	13
Actual CAPEX to budgeted CAPEX	29
Employee related cost exp to total OPEX	35
% Grant Utilisation	69.55
Cash Coverage Ratio	1.61
Debt Service to Revenue Ratio	1.92
% Debt to Revenue Ratio	21.67
Creditors Age Analysis	41% or R 25.7 milliom of creditors is outstanding longer than 30 days.
Debt Collection Rate	63

4. RECOMMENDATIONS

- (1) That, in compliance with, Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” the **preliminary** financial results regarding the operating and capital budgets for the 10th month of the 2018/19 financial year, and supporting documents as required by National Treasury (Schedule C) be submitted to Council.
- (2) In order to comply with Section 31(1) of the Government Gazette No 32141 of 17 April 2009 this report be submitted to the National Treasury and the relevant Provincial Treasury within five days of tabling of the report in the council, in both a Council approved document and in electronic format.
- (3) That the Committee approves the following:
 - 3.1 Surplus for the period ending 31 August 2019 is R 206.1 million.
 - 3.2 Cash & Cash Equivalent for the period ending 31 August 2019 is R 200.9 million.
 - 3.3 Capital Expenditure for the period ending 31 August 2019 is R 53 million.
 - 3.4 Trade Payables for the period ending 31 August 2019 is R 62.8 million.
 - 3.5 Trade Receivables for the period ending 31 August 2019 is R 695.2 million.
 - 3.6 Unspent conditional Grants for the period ending 31 August 2019 is R 25.4 million.
- 4 The Committee notes the cash and cash equivalents of R 200.9 million translates to a positive cash

Coverage of 1.61 months, or which is within the National Treasury Norm of 1 – 3 months.

(5) That the Committee notes the following for the uMgungundlovu Development Agency:

4.1 Surplus for the period ending 31 August 2019 of R .

4.2 Cash & Cash Equivalent for the period ending 31 August 2019 is R .

4.3 Capital Expenditure for the period ending 31 August 2019 is Nil

4.4 Trade Payables for the period ending 31 August 2019 is R.

IN YEAR MONITORING REPORT FOR THE PERIOD ENDED 31 AUGUST 2019.

1. Operating Budget

Summary financial performance report **SF1** for the period ending 31 August 2019 shown in Annexure A, Table C4, is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by input type. The summary report indicates the following:

Table 2

DC22 uMgungundlovu - Table C1 Consolidated Monthly Budget Statement Summary - M02 August									
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
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-		-
Service charges	254 050	372 228	-	20 485	45 177	62 038	(16 861)	-27%	372 228
Investment revenue	293	500	-	25	51	83	(32)	-39%	500
Transfers and subsidies	488 175	556 568	-	-	215 433	92 761	122 672	132%	556 568
Other own revenue	42 346	6 791	-	3 862	8 703	1 132	7 572	669%	6 791
contributions)	784 864	936 086	-	24 372	269 364	156 014	113 350	73%	936 086
Expenditure									
Employee costs	215 841	283 677	-	19 444	39 260	47 279	(8 020)	-17%	283 677
Remuneration of Councillors	10 691	12 941	-	941	1 892	2 157	(265)	-12%	12 941
Depreciation & asset impairment	21 759	42 500	-	3 728	7 591	7 083	508	7%	42 500
Finance charges	23 084	27 550	-	1 874	3 787	4 592	(805)	-18%	27 550
Materials and bulk purchases	146 362	142 500	-	14 249	29 979	23 750	6 229	26%	142 500
Transfers and subsidies	13	5 084	-	13	13	847	(834)	-98%	5 084
Other expenditure	249 797	399 052	-	8 534	33 803	66 509	(32 706)	-49%	399 052
Total Expenditure	667 547	913 304	-	48 783	116 324	152 217	(35 893)	-24%	913 304
Surplus/(Deficit)	117 317	22 782	-	(24 410)	153 040	3 797	149 243	3931%	22 782

The revenue raised as at 31 August 2019 is R 269.4 million against the original budget of R 936.0 million for the year and R 156 million for the period. This reflects a revenue rate of 29% against the original budget and 172% for the year to date budget.

The operating expenditure as at 31 August 2019 was R 116.3 million vs a year to date budget of R 152.2 million reflecting YTD expenditure of 76% and 13% against the original budget. The operating surplus for the period was R 206.1 million.

The major operating revenue variances against year to date budget are:

- Service charges below target by 27%.
- Transfers and subsidies are 132% above target.
- Investment revenue is 39% below target.
- Other revenue account, the amount is made up of: Tender sales, Rental of facilities and SANBI

The reasons for variances per source group are also cited in Annexure A, Table SC1 of this report.

2. Capital Expenditure

The Capital expenditure report shown in Annexure A, Table C5 has been prepared on the basis of the format required to be lodged electronically with National Treasury, and is categorised by municipal vote. The summary report indicates the following:

Table 3

Funding Source	Original Budget 2019 /2020	Expenditure as at 31 August 2019	% spent
MIG	101,944,000.00	51,639,689.93	50.65
WSIG	80,000,000.00	982,378.97	1.23
RRAMS	2,631,000.00	476,846.83	18.12
	184,575,000.00	53,098,915.73	28.77
LESS NON CAPITALISED PROJECTS			
TOTAL CAPITAL EXPENDITURE	184,575,000.00	53,098,915.73	28.77

Table 4

Project Name	Funding Source	Original Budget 2019/2020	Total current year expenditure as at 31.08.2019	% Percentage
Infrastructure assets				
Manyavu water	MIG	36,408,614	33,360,672	0.92
Manzamyama Water	MIG	24,383,724	7,947,123	0.33
Nkanyezini Water	MIG	6,151,662	1,338,158	0.22
Mpolweni, Thokozani, Claridge	MIG	5,000,000	1,790,835	0.36
Merrivale heights AC Pipeline Replacement	MIG		2,035,634	
Maqongqo Bulk Water	MIG		445,914	
Hilton AC Pipeline Replacement	MIG		4,721,355	
Trust feed Phase1	MIG	20,000,000	0	0.00
uMshwathi VIP Backlog Toilets	MIG	2,000,000	0	0.00
Impendle VIP Backlog Toilets	MIG	1,000,000	0	0.00
Mkhambathini VIP Backlog Toilets	MIG	2,000,000	0	0.00
Umgeni VIP Backlog Toilets	MIG	2,000,000	0	0.00
Richmond VIP Backlog Toilets	MIG	2,000,000	0	0.00
Mpofana VIP Backlog Toilets	MIG	1,000,000	0	0.00
Nadi Efaye Phase 2	WSIG	41,878,809	982,379	0.02
Mtulwa to Mt Elias- Phase 3A	WSIG	1,696,474	0	0.00
Nadi to Ekhamanzi Phase 3	WSIG	36,424,717	0	0.00
Rural Roads Asset Management	DOT	2,681,000	476,847	0.18
		184,625,000	53,098,916	28.76

The total capital budget for the 2019/ 2020 financial year is R 184 625 million including the allocation for the Rural Roads Assets Management Grant of R 2.6 million. The MIG allocation is R 101.9 million and the Water Services Infrastructure Grant is R 80 million. The year to date certified MIG expenditure amounts to R 51.6 million. The total expenditure for the Water Services Infrastructure Grant amount to R982 379 or 1.23%.

The projects on the pipeline are as follows:

1. **The Nkanyezini water supply scheme** has a total project budget of R 85 million, the tender was awarded on 17 October 2016. The project is ongoing. Initially there were delays in the start of the projects due to contractor challenges, the contract termination processes were instituted and the contractor given time to correct anomalies. Further delays were experienced due to social facilitation issues which arose after the death of the ward councillor. Other delays were due to the

negotiations with the landowner and house owner which have both been resolved. An amount of R950 000 was paid for the purchase of the house which is on the site on which a reservoir is to be built. The land price of R115k was paid in November 2017. Subsequently, the progress of the contractor continues to deteriorate. The initial contract with the contractor was terminated and was replaced with a revised contract. The service provider was requested to compile and produce a turnaround plan on their performance and remedial strategies. The plan due for submission on 31 August 2019 has been received by the consulting engineer and under review . The project has a budget allocation of R 6 151 662 for the 2019 /2020 financial year.

2. **The Manyavu water supply scheme** has an allocation of R36.4 million for year. The project was awarded on 21 April 2017, the site handover has been completed. The project is progressing well with expenditure of R 31.4 million at the end of July 2019 out of the R 36.4 million budget allocation for the 2019 /2020 financial year. The project is anticipated to be completed by 31 December 2019.
3. **The Manzamnyama water supply scheme** was advertised and closed on 18 January 2018, Contractor appointed and now on onsite. The project is progressing well with a 2019/ 2020 year budget allocation of R 24.4 million. The project is expected to be completed by 31 December 2019.
4. **Mpolweni, Thokoza & Claridge:** the project is at a planning stage. The budget for the 2019 /2020 financial year is R 5 million.
5. **Trustfeed Phase 1.** The project has a R 20 million budget for the 2019 /2020 financial year. The project is on the inception stage. The tender has been advertised and closes on 27 September 2019. Its is anticipated that construction will resume by 01 December 2019.
6. **Various VIP Toilets Projects:** The total project has an allocation R 10 million for various sites within the District. The allocation is as follows:
 - 6.1 uMshwathi Municipality - R 2 million.
 - 6.2 Impendle Municipality - R 1 million.
 - 6.3 Mkhambathini Municipality - R 2 million.
 - 6.4 uMgeni Municipality - R 2 million.
 - 6.5 Richmond Municipality - R 2 million.
 - 6.6 Mpofana Municipality - R 1 million.

As at 31 August there was no expenditure to the project. The project is expected to resume with construction by the end of December 2019.

7. Spending on the **WSIG is 1.23%** of the year allocation. The following projects are funded by the Water Services Infrastructure Grant :
 - 7.1 Nadi to Ekhamanzi Phase 2. The project has a budget allocation of R 41.9 for the 2019/2020 financial year. Expenditure to date for the period ending 31 August 2019 is R 982 379.
 - 7.2 Nadi to Ekhamanzi Phase 3. This portion of the project has a budget allocation of R 36.4

Both phases for the project have resumed and progressing well. The entire project is anticipated to be completed during the 2020 /2021 financial year.

 - 7.3 Mtulwa to Mt Elias Phase 3 A, the project is progressing well and anticipated to be completed 30 October 2019
8. Total capital expenditure to date is 28.76% against the original budget.

3. Employee costs and councillor's allowances

Section 66 of the MFMA requires that the accounting officer of a municipality must report to Council in a prescribed format all expenditure incurred by the municipality on staff salaries, wages and benefits in a manner that discloses expenditure per type such as salaries, contributions for pensions etc. As at 31 August 2019, **15%** of the councillor's allowances budget was spent and **14%** spent of the employee costs budget. As at 31 August 2019 the total salary cost including councillor's allowances represented **36%** of total operating expenditure for the period which is within the norm of 25%-40% to total operating expenses as set by National Treasury circular 71.1

Table 5

DC22 uMgungundlovu - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August

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										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		6 478	12 941	-	941	1 900	2 157	(257)	-12%	12 941
Pension and UIF Contributions		625	-	-	-	-	-	-	-	-
Medical Aid Contributions		174	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		2 420	-	-	-	-	-	-	-	-
Cellphone Allowance		993	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		10 691	12 941	-	941	1 900	2 157	(257)	-12%	12 941
% increase	4		21.0%							21.0%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	-	5 717	-	336	671	953	(282)	-30%	5 717
Pension and UIF Contributions		-	185	-	19	38	31	7	22%	185
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	972	-	-	-	162	(162)	-100%	972
Motor Vehicle Allowance		-	878	-	44	88	146	(58)	-40%	878
Cellphone Allowance		-	108	-	-	-	18	(18)	-100%	108
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	75	-	7	14	12	2	15%	75
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	1	3	-	3	#DIV/0!	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		-	7 936	-	407	814	1 323	(508)	-38%	7 936
% increase	4		#DIV/0!							#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages		165 182	165 413	-	11 452	27 689	27 569	120	0%	131 982
Pension and UIF Contributions		827	29 358	-	2 526	2 602	4 893	(2 291)	-47%	29 358
Medical Aid Contributions		11 309	11 247	-	919	1 883	1 874	9	0%	11 247
Overtime		6 379	8 902	-	591	1 205	1 484	(279)	-19%	8 902
Performance Bonus		11 312	10 793	-	-	-	1 799	(1 799)	-100%	10 793
Motor Vehicle Allowance		17 625	21 809	-	1 650	3 342	3 635	(293)	-8%	21 809
Cellphone Allowance		424	1 702	-	130	130	284	(154)	-54%	1 702
Housing Allowances		1 013	1 037	-	94	191	173	18	11%	1 037
Other benefits and allowances		-	16 182	-	1 661	1 661	2 697	(1 036)	-38%	16 182
Payments in lieu of leave		56	-	-	-	-	-	-	-	-
Long service awards		2 670	299	-	126	261	50	211	425%	299
Post-retirement benefit obligations	2	(956)	9 000	-	296	613	1 500	(887)	-59%	9 000
Sub Total - Other Municipal Staff		215 841	275 741	-	19 444	39 577	45 957	(6 380)	-14%	242 310
% increase	4		27.8%							12.3%
Total Parent Municipality		226 532	296 618	-	20 792	42 291	49 436	(7 145)	-14%	263 187
			30.9%							16.2%
TOTAL SALARY, ALLOWANCES & BENEFITS		226 532	296 618	-	20 792	42 291	49 436	(7 145)	-14%	263 187
% increase	4		30.9%							16.2%
TOTAL MANAGERS AND STAFF		215 841	283 677	-	19 852	40 391	47 279	(6 888)	-15%	250 246

4. Conditional Grants

As at the end of August 2019 a total of R 63.7 million of conditional grants was received since 1 July 2019, whilst an additional R 23 million was available which was received in the previous financial year. R 53.7 million was spent as at end of August 2019. The operating grant utilisation is at 6.81% and the capital grant utilisation was 78.37% of allocations received. Overall grant utilisation is at 69.55%

Table 6

Description	Opening Balance	Receipts	Roll Over Repayments	Total receipts	Expenditure	Balance	% spent to date
Operating Grants							
FMG	0.00	1 000 000.00		1 000 000.00	118 054.50	881 945.50	11.81
PTP	308 817.00	0.00		308 817.00	0.00	308 817.00	0.00
EPWP	1 955 102.22	842 000.00		2 797 102.22	530 851.68	2 266 250.54	18.98
Camperdown WWW	4 000 095.00	0.00		4 000 095.00	0.00	4 000 095.00	0.00
SETA Grants	0.00	0.00		0.00	0.00	0.00	0.00
RASET GRANT	0.00	0.00		0.00	0.00	0.00	0.00
DGDS GRANT	126 989.00	0.00		126 989.00	0.00	126 989.00	0.00
DPSS GRANT	0.00	0.00		0.00	0.00	0.00	0.00
GEOPanning	1 300 000.00	0.00		1 300 000.00	0.00	1 300 000.00	0.00
Total Operating Grants	7 691 003.22	1 842 000.00		9 533 003.22	648 906.18	8 884 097.04	6.81
Capital Grants							
WSIG	3 843 255.08	20 000 000.00	3 800 000.00	16 200 000.00	982 378.97	15 217 621.03	6.06
Drought Relief Initiatives	0.00	0.00		0.00	0.00	0.00	0.00
MIG	0.00	40 000 000.00		40 000 000.00	51 639 689.95	-11 639 689.95	129.10
Orio	11 550 860.00	0.00		11 550 860.00	0.00	11 550 860.00	0.00
RRAMS	0.00	1 877 000.00		1 877 000.00	476 946.83	1 400 053.17	25.41
Total Capital Grants	15 394 115.08	61 877 000.00		67 750 860.00	53 099 015.75	16 528 844.25	78.37
Total Grants	23 085 118.30	63 719 000.00		77 283 863.22	53 747 921.93	25 412 941.29	69.55

5. Cash and cash equivalents

An amount of R 25 479 was accrued in investment interest income for the month of August 2019. The cash in bank as at 31 August 2019 amounted to **R 196.9 million** and investments amounted to **R 4 million** bringing a total cash and cash equivalents of **R 200.9 million**. The average interest rate on investment is at 8%. The cash coverage ratio as at 31 August 2019 is a **1.61 months** based on average of R 70 million per month fixed operating expenditure. This indicates that the municipality as at 31 August 2019 has sufficient cash to run its operations for 1.61 months or 48 days based on a 30 day cycle period. The norm as set out in the uniform financial ratios and norms circular 71 is 1 to 3 months. See below extract from SC 5.

Table 7

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
Yrs/Months							
1 year	Long term	2019 Sept Seve	25	8.0%	4 020	25	4 045
			25	0	4 020	25	4 045

Table 8

Bank Accounts	Account Number	Market value at the beginning of the month	Change in market value	Market value at the end of the month
		R 0.00	R 0.00	R 0.00
Main Account	50940026773	158,081,777.81	-23,320,483.00	134,761,294.81
Salaries Account	50940092196	105,998.87	3,849.03	109,847.90
Water Services Account	62023616462	28,605,936.60	18,192,349.66	46,798,286.26
NSTD Call Account	62215748289	11,879,306.80	60,535.64	11,939,842.44
Mandela Race Account	62411577193	770,197.45	3,048.76	773,246.21
UMDM MIG (DBSA) Account	62400041985	0.00	0.00	0.00
Corporate Cheque Account	62597807125	2,512,915.76	12,848.24	2,525,764.00
Public Sector Cheque Account	62243484417	0.00	0.00	-208.76
Total Cash Balances		201,956,133.29	-5,047,851.67	196,908,072.86

Table 8 above excluded an investment of R4 million held with FNB as a security for the Long Term Borrowings (DBSA Loan).

6. Borrowings

As at 31 August 2019 the loans book was sitting at R 202.9 million. The average interest rate on remaining loans is 11%. The debt to revenue ratio at 21.67% as projected which is below the treasury norm of below 45%. This indicates that the debt books is funded by 21.6 % of the internally generated operating income.

Table 9

LOANS REGISTER : DEVELOPMENT BANK OF SOUTH AFRICA (DBSA) August 2019						
Agreement Number	Project Description	Interest Rate %	Opening Balance at 01/08/2019	Add: Interest Accrued	Less :Capital Repayments	Closing Balance at 31/08/2019
12007869	uMgungundlovu Various Water Projects	10.889	201 007 394.27	1 858 954.94		202 866 349.21
			201 007 394.27	1 858 954.94	0.00	202 866 349.21

7. Creditors Age Analysis

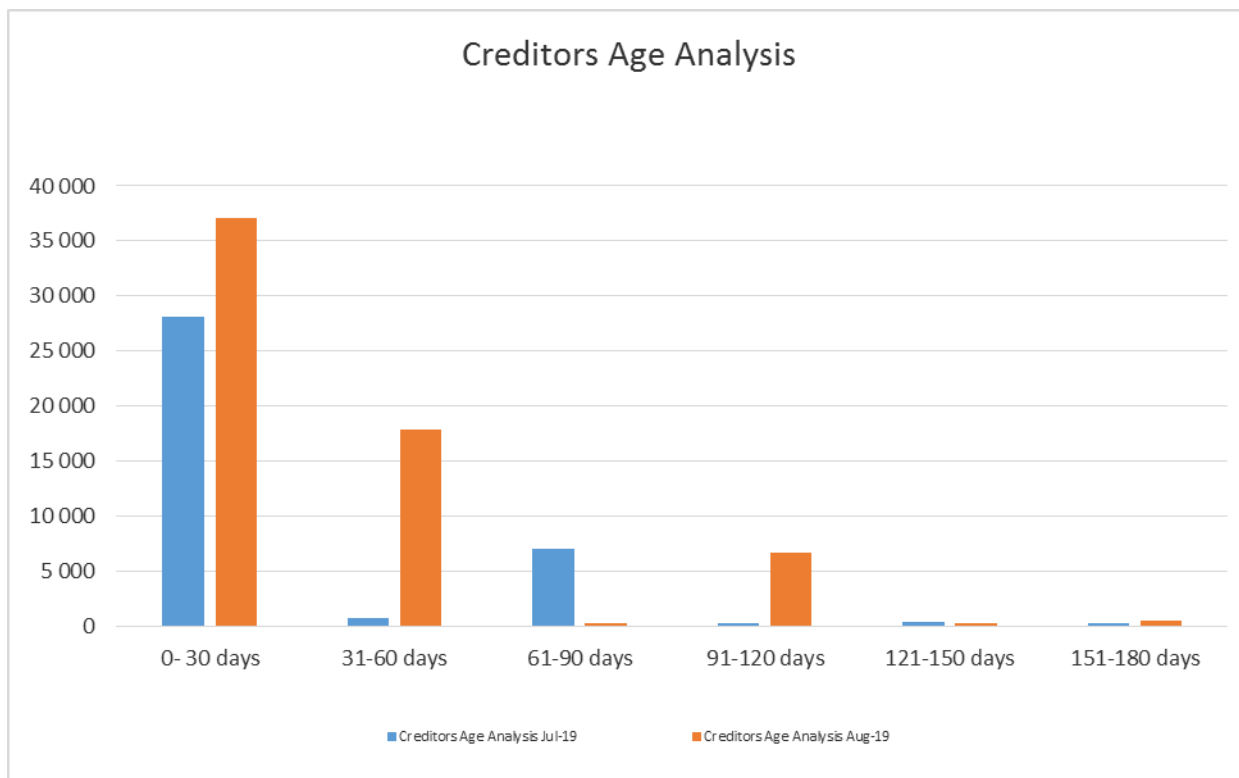
A total R 25.7 million or 41% of invoices remained outside the compliance period of 30 days as at 31 August 2019. None of the bulk services, 3rd party and statutory invoices were outstanding for longer than 30 days as at 31 August 2019. The balance of trade payables as at 31 August 2019 was **R 62.8 million**.

Table 10

DC22 uMgungundlovu - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August

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	-	-	-	-	-	-	-	-	-
Bulk Water	0200	16 326	-	-	-	-	-	-	0	16 326
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	12 802	5 250	310	6 693	42	255	187	140	25 678
Auditor General	0800	94	-	-	-	-	-	-	-	94
Other	0900	7 863	12 626	13	5	219	3	1	2	20 731
Total By Customer Type	1000	37 084	17 876	323	6 699	260	258	188	143	62 829

Graph 1



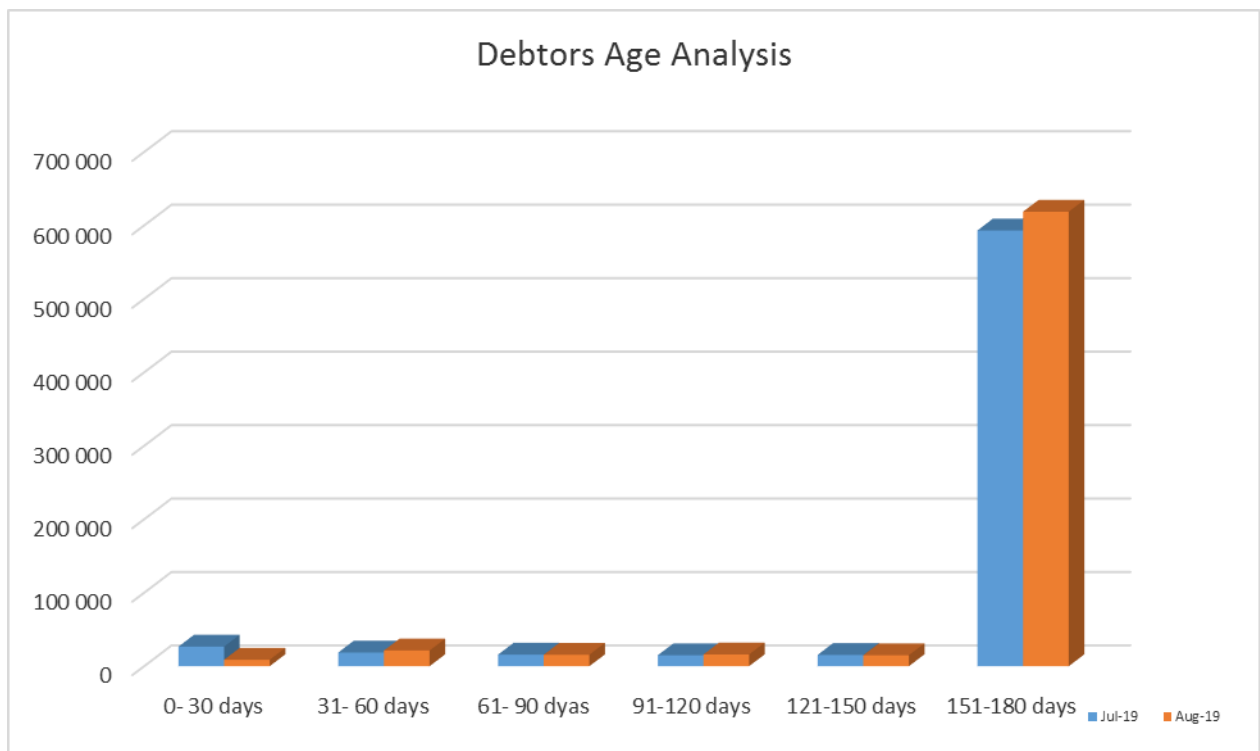
8. Debtors age analysis

The debtor book value as at 31 August 2019 amounted to **R 695.2 million**. The collection rate in the month of August was **63 %**. The average collection rate to date is **62 %**.

DC22 uMgungundlovu - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August										
Description	NT Code	Budget Year 2019/20								
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables from Exchange Transaction	1200	(521)	14 268	9 558	9 879	9 550	9 304	57 797	348 255	458 088
Trade and Other Receivables from Exchange Transaction	1300	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property	1400	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water	1500	397	2 133	1 640	1 656	1 678	1 225	9 483	69 253	87 465
Receivables from Exchange Transactions - Waste Manag	1600	(7)	(3)	1	29	(1)	(3)	(17)	(37)	(39)
Receivables from Exchange Transactions - Property Renta	1700	-	-	-	-	4	4	19	713	741
Interest on Arrear Debtor Accounts	1810	4 272	4 459	4 320	4 470	3 706	3 768	22 237	88 724	135 957
Recoverable unauthorised, irregular, fruitless and waste	1820	-	-	-	-	-	-	-	-	-
Other	1900	4 579	489	(6)	(20)	(10)	137	1 914	5 895	12 978
Total By Income Source	2000	8 719	21 345	15 514	16 013	14 928	14 435	91 433	512 803	695 190
2018/19 - totals only										
Debtors Age Analysis By Customer Group										
Organs of State	2200	170	2 160	906	767	793	887	4 434	13 594	23 710
Commercial	2300	18	748	597	341	427	577	3 052	6 396	12 155
Households	2400	3 457	16 507	12 645	13 562	12 430	11 579	73 757	435 706	579 643
Other	2500	5 075	1 932	1 365	1 343	1 278	1 392	10 191	57 106	79 683
Total By Customer Group	2600	8 719	21 345	15 514	16 013	14 928	14 435	91 433	512 803	695 190

Table 1

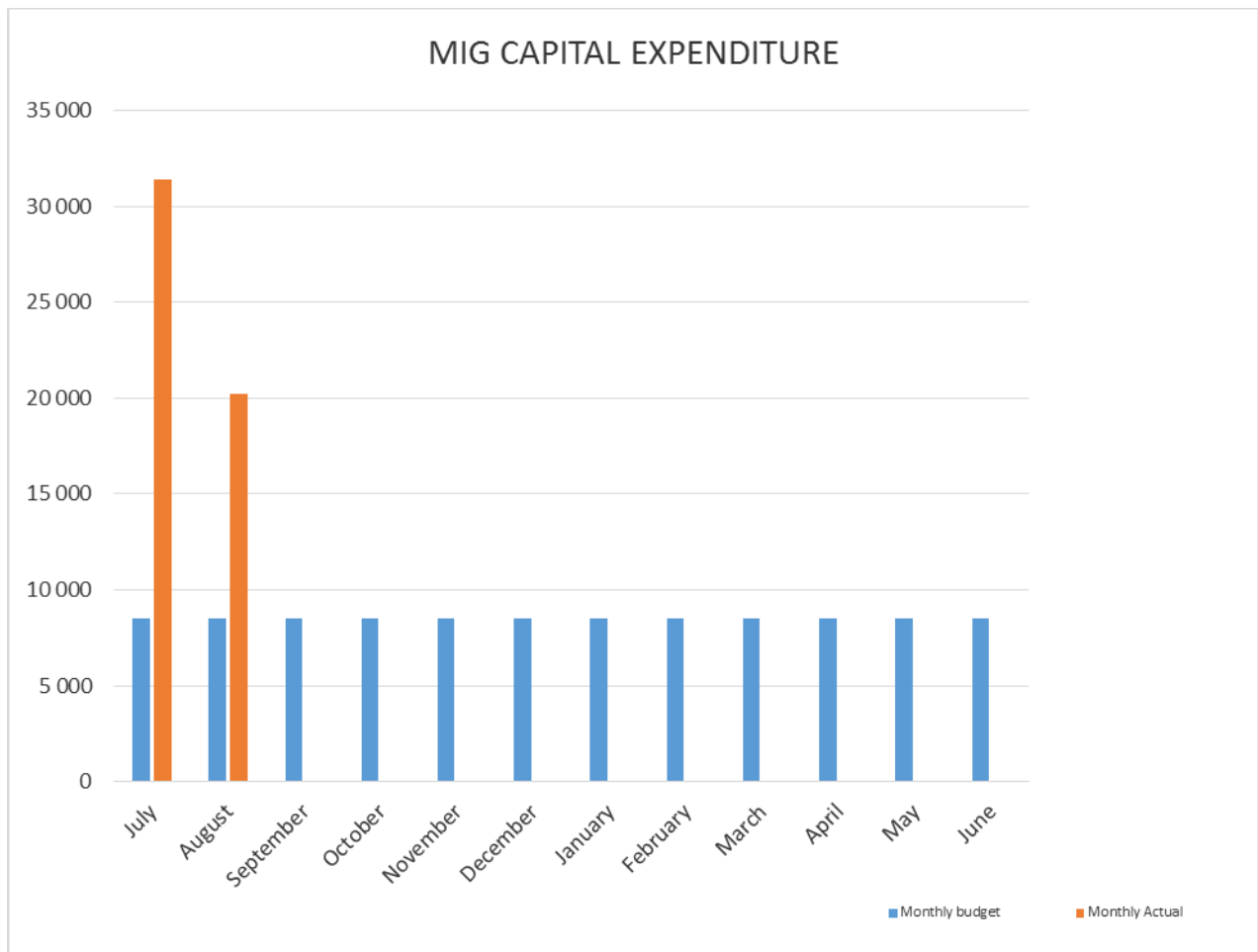
Graph 2



9. IN-YEAR BUDGET STATEMENT CHARTS: 31 AUGUST 2019 REPORT

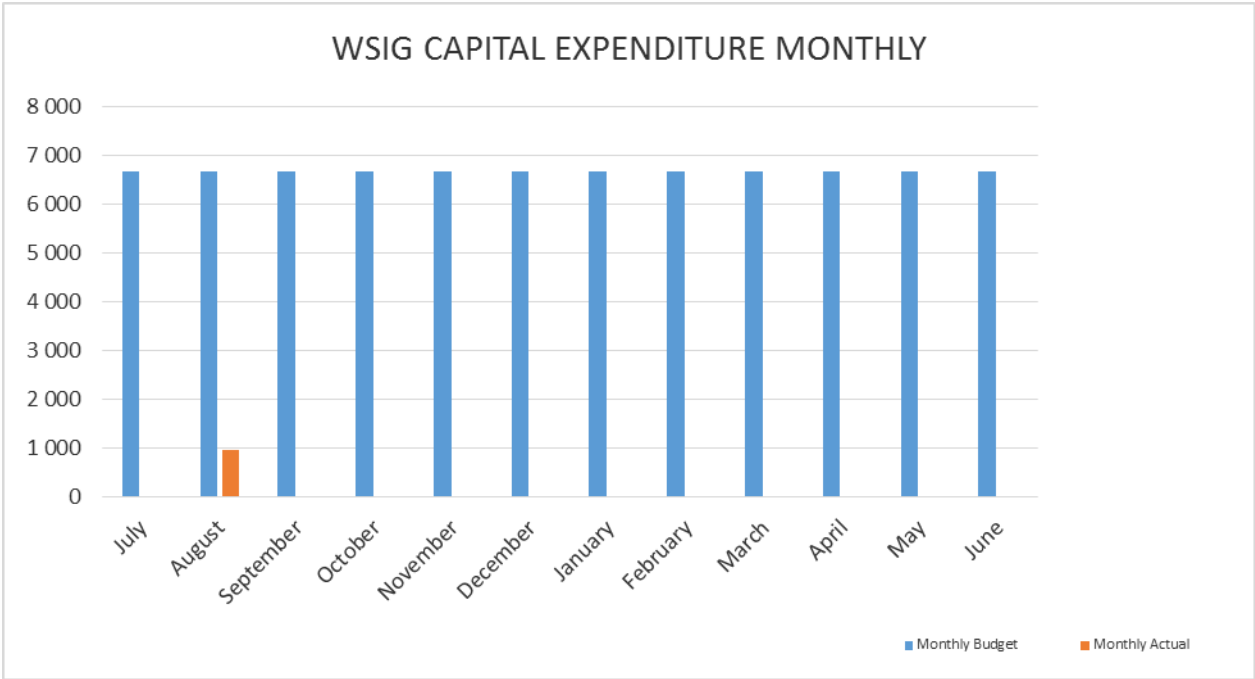
MIG - CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS BUDGET

	Monthly budget	Monthly Actual
July	8 495	31 409
August	8 495	20 231
September	8 495	
October	8 495	
November	8 495	
December	8 495	
January	8 495	
February	8 495	
March	8 495	
April	8 495	
May	8 495	
June	8 495	
	101 944	51 640



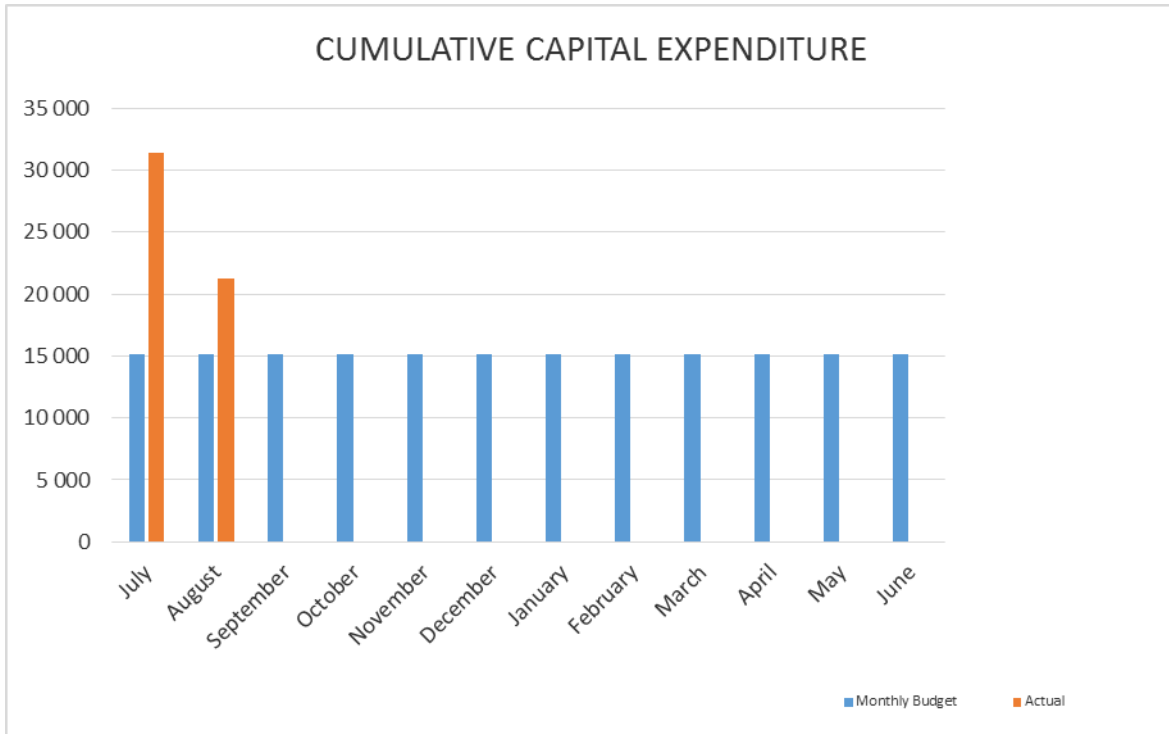
WSIG - CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS BUDGET

	Monthly Budget	Monthly Actual
July	6 667	0
August	6 667	982
September	6 667	0
October	6 667	0
November	6 667	0
December	6 667	0
January	6 667	0
February	6 667	0
March	6 667	0
April	6 667	0
May	6 667	0
June	6 667	0
	80 000	982



CUMULATIVE MIG & WSIG EXPENDITURE: MONTHLY ACTUAL VS MONTHLY BUDGET

	Monthly Budget	Actual
July	15 162	31 409
August	15 162	21 213
September	15 162	0
October	15 162	0
November	15 162	0
December	15 162	0
January	15 162	0
February	15 162	0
March	15 162	0
April	15 162	0
May	15 162	0
June	15 162	0
	181 944	52 622



10. IN-YEAR BUDGET STATEMENT TABLES: AUGUST 2019 REPORT

The preliminary financial results for the period ended 31 August 2019 (i.e. 02nd month of the 2019/20 financial year) are attached consisting of the following tables, in Annexure A:

Part 1

- (a) Table C1: Consolidated Monthly Budget Statement – Summary
- (b) Table C2: Consolidated Monthly Budget Statement – Financial Performance (standard Classification)
- (c) Table C3: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure by Municipal vote)
- (d) Table C4: Consolidated Monthly Budget Statement – Financial Performance (Revenue and Expenditure)
- (e) Table C5: Consolidated Monthly Budget Statement – Capital Expenditure by vote, standard classification and funding
- (f) Table C6: Consolidated Monthly Budget Statement – Financial Position
- (g) Table C7: Consolidated Monthly Budget Statement – Cash Flow

Part 2

- (a) Table SC1: Material variance explanations
- (b) Table SC2: Monthly Budget Statement – Performance Indicators
- (c) Table SC3: Monthly Budget Statement – Aged Debtors
- (d) Table SC4: Monthly Budget Statement – Aged Creditors
- (e) Table SC5: Monthly Budget Statement – Investment Portfolio
- (f) Table SC6: Monthly Budget Statement – Transfers and grant receipts
- (g) Table SC7: Monthly Budget Statement – Transfers and grant expenditures
- (gb) Table SC7 (1): Monthly Budget Statement-Approved Roll overs

- (h) Table SC8: Monthly Budget Statement – Councillor and Staff Benefits
- (i) Table SC9: Monthly Budget Statement – Actual and Revised targets for cash receipts
- (j) Table SC10: Monthly Budget Statement – Parent Municipality Financial Performance (Revenue and Expenditure)
- (k) Table SC11: Monthly Budget Statement – Summary of Municipal Entities
- (l) Table SC12: Monthly Budget Statement – Capital Expenditure Trend
- (m) Table SC13a: Monthly Budget Statement – Capital expenditure on new assets by asset class
- (n) Table SC13b: Monthly Budget Statement – Capital expenditure on renewal of existing assets by asset class
- (m) Table SC13c: Monthly Budget Statement – Capital expenditure on repairs and maintenance by asset class
- (p) Municipal manager's quality certification

11. CONCLUSION

This report meets with the requirements of the MFMA, Sections 52(d) and 71 by submitting the 'In-year report' to Finance Committee on the implementation of the budget and the financial status of the municipality.

ANNEXURES:

Annexure – Schedule C

REPORT – FLOW COMPLIANCE CHECK

FILE: 5/1/1/1

INITIATOR: Linda Africa

HEADING (INCLUSIVE OF NAME OF DIVISION/DEPARTMENT):

FINANCIAL SERVICES DEPARTMENT

PRELIMINARY IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 August 2019

REPORT CHECKED AND PASSED FOR SUBMISSION TO: **FINANCE COMMITTEE**

	COMPREHENSIVE NESS (FACTS, COMMENTS, RECOMMENDATIO NS ANNEXURES) (√)	CORRECTNESS (√)	QUALITY (√)
MANAGER: BUDGET OFFICE Vacant SIGNATURE:..... DATE:	(√)	(√)	(√)
MANAGER: REVENUE MANAGEMENT SIBONGILE KHUMALO SIGNATURE..... DATE:	(√)	(√)	(√)
MANAGER: EXPENDITURE MANAGEMENT: NOMPUMELELO KHUMALO SIGNATURE..... DATE:	(√)	(√)	(√)
HEAD OF DEPARTMENT: ACTING CHIEF FINANCIAL OFFICER : LINDA AFRICA SIGNATURE: DATE:	(√)	(√)	(√)
MANAGER: INTERNAL AUDIT ADELE DORASAMY SIGNATURE: DATE:	(√)	(√)	(√)

Municipal Manager’s quality certification

I, **Raymond Ngcobo**, Municipal Manager of the uMgungundlovu District Municipality, hereby certify that the monthly **preliminary** report on the implementation of the budget and financial state affairs of the municipality for the month of **AUGUST 2019** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act.

Print name: Dr. MRB Ngcobo

Municipal Manager: uMgungundlovu District Municipality

Signature: _____

Date: _____

Print name: Cllr T E Maphumulo

Mayor: uMgungundlovu District Municipality

Signature: _____

Date: _____