

# Cape Agulhas Municipality



KAAP AGULHAS MUNISIPALITEIT  
CAPE AGULHAS MUNICIPALITY  
U MASIPALA WASECAPE AGULHAS

## **2017/2018**

## **FINANCIAL MANAGEMENT**

## **REPORT FOR PERIOD ENDING**

## **31 OCTOBER 2017**

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## **1. Council Resolution**

### **To The Executive Mayor**

In accordance with Section 71(1) of the Municipal Finance Management Act, I submit the required statement on the state of Cape Agulhas Municipality's budget implementation and the financial state of the municipality's affairs reflecting the particulars up until the end of April 2017.

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

### **Recommendations**

- The content of the report and supporting documentation for period ending **31 October 2017** is noted.
- It be noted that the directors ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and in accordance with the approved budget;
- It be noted that any material variances will receive remedial or corrective steps.

## **2. INTRODUCTION**

### **2.1 PURPOSE**

The purpose of this report is to comply with section 71 of the MFMA and the requirements as promulgated in Government Gazette No 32141 of 17 April 2009 (Municipal budgeting and reporting requirements).

### **2.2 STRATEGIC OBJECTIVE**

“To comply with MFMA priorities as well as MFMA implementation plan”

### **2.3 BACKGROUND**

Section 71 of the MFMA and Section 28 of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” necessitate that specific financial particulars be reported on and in the format prescribed, hence this report to meet legislative compliance.

“Section 52(d) of the MFMA states that, the executive mayor of a municipality must within 30 days of the end of each quarter submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

However section 71 of the MFMA states that, the accounting officer of a municipality must by no later than **10 working days after the end of each month** submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the implementation of the municipality’s approved budget”.

“Section 28 of the Government Notice 32141, the monthly budget statement of a municipality must be in the format specified in Schedule C and include all required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act”.

Section 54 of the MFMA requires the Mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

### 3. MAYOR'S REPORT

The Budget and Reporting regulations become effective during April 2009 and the municipality is obliged to report in the prescribed format to National & Provincial Treasury, the Executive Mayor and council accordingly.

Although the Cape Agulhas Municipality is fully compliant in respect of the monthly budget report to council, effective from March 2014, the quality of the report in terms of its completeness and usefulness for council decision making still needs improvement which will be addressed as an ongoing process.

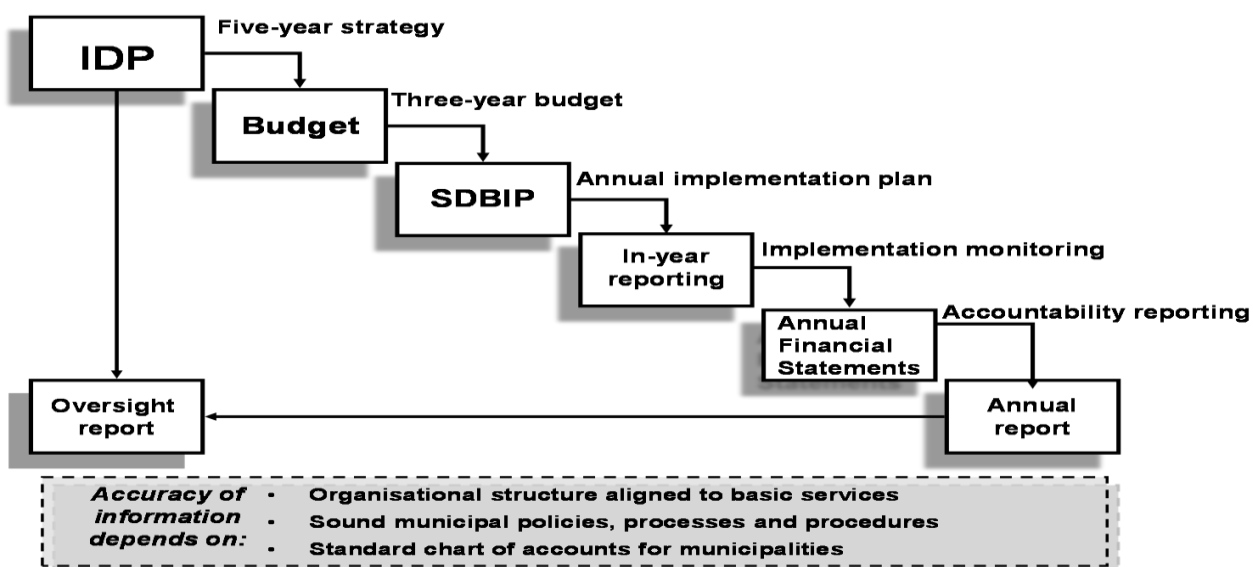
#### 3.1 Budget Process:

Section 53(1)(a) of the MFMA stipulates that the Executive Mayor of the Municipality must provide general political guidance over the budget process and the priorities that must guide the preparation of a budget.

The flowchart on the budget process basically reflecting three different processes in the budget cycle at the same time, namely:

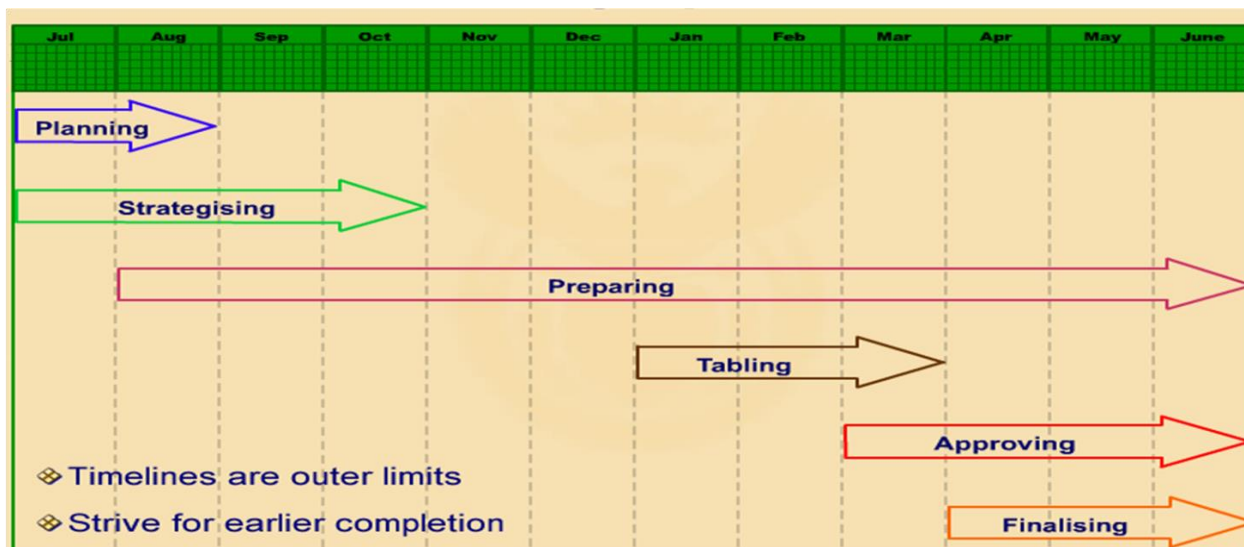
- o Reporting on the previous year budget;
- o Current year budget implementation; and
- o Preparation of the new financial year's budget (including the budget estimates for the two outer financial years)

The municipal planning and budget cycle processes consist of the following:



## **Budget planning process 2018/2019**

The municipality is in the process of compiling the budget process plan for submission to Council as per the MFMA legislation. Budget timetable follows the below mentioned timeframes and activities:



### **The proposed process plan with the compilation of the Draft Budget 2018/19 is as follows:**

- Strategic Session (Councilors and managers) 13/14 November 2017
- Distribute Budget guide documents 3<sup>rd</sup> week November 2017
- National Treasury budget circular issued 2<sup>nd</sup> week December 2017
- Budget workshop on Circular/guide 2<sup>nd</sup> week December 2017
- First Draft budget 2018/19 3<sup>rd</sup> week December 2017

### **3.2 Monthly Reporting:**

Monthly financial reporting as per DoRA and MFMA requirements to Council, National & Provincial Departments and other stakeholders have been adequately adhered to for the month under review.

Financial services is in the process of implementing the mSCOA process. MSCOA is the new Standard Chart of Accounts legislated for implementation during July 2017.

Numerous information and planning sessions is required and more information will be communicated with the monthly reporting processes.

Provincial Treasury is also monitoring the Implementation plan of the municipality and numerous communication in terms of the processes is underway to ensure compliance.

### **3.3 Financial Statements for the Year-ended 30 June 2017**

The municipality is in the process of compiling the Annual Financial Statements for the year ended 30 June 2017. The Annual financial statements is legislatively required to be completed and signed-off by the Accounting officer by the 31 August yearly.

## **4. Executive Summary**

For the period ending 31 October the municipal performance in terms of revenue and expenditures is as follows. Total actual revenues totals R109,472m and expenditures R99,386m.

The municipality received the first allocation of equitable share allocation as per Division of Revenue Act.

The revenue recognition of the conditional grants and other expenditures still needs to be processed. This will be done in November and should enhance the municipal performance in terms of the operating budget.

Capital spending remains low and below projections. The municipality received communication in terms of the requirement to spent MIG funding of 40% by end of December 2017. Based on the projected planned spending of the technical department this will be achieved as required. Performance will be monitored by the finance department. The SCM Procurement plan was also amended from the original plan. This was done to ensure that projections more accurately reflect operational requirements.

## 5. In year Budget Statement Tables

WC033 Cape Agulhas - Table C1 Monthly Budget Statement Summary - M04 October

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	60,143	60,143	2,881	37,816	36,525	1,291	4%	60,143
Service charges	-	152,857	152,857	13,177	54,380	52,900	1,480	3%	152,857
Investment revenue	-	2,060	2,060	209	778	783	(5)	-1%	2,060
Transfers and subsidies	-	55,134	55,134	-	10,497	11,402	(905)	-8%	55,134
Other own revenue	-	23,571	23,571	1,975	6,001	6,220	(220)	-4%	23,571
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>293,765</b>	<b>293,765</b>	<b>18,242</b>	<b>109,472</b>	<b>107,830</b>	<b>1,641</b>	<b>2%</b>	<b>293,765</b>
Employee costs	-	117,179	117,179	8,424	35,080	36,546	(1,466)	-4%	117,179
Remuneration of Councillors	-	5,145	5,145	452	1,845	1,603	241	15%	5,145
Depreciation & asset impairment	-	11,440	11,440	-	-	3,813	(3,813)	-100%	11,440
Finance charges	-	8,964	8,964	8	51	2,988	(2,937)	-98%	8,964
Materials and bulk purchases	-	115,928	115,928	23,228	51,243	51,368	(126)	-0%	115,928
Transfers and subsidies	-	2,763	2,763	21	753	890	(136)	-15%	2,763
Other expenditure	-	47,503	47,503	2,915	10,414	13,395	(2,981)	-22%	47,503
<b>Total Expenditure</b>	-	<b>308,922</b>	<b>308,922</b>	<b>35,049</b>	<b>99,386</b>	<b>110,605</b>	<b>(11,219)</b>	<b>-10%</b>	<b>308,922</b>
<b>Surplus/(Deficit)</b>	-	<b>(15,157)</b>	<b>(15,157)</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(2,775)</b>	<b>12,860</b>	<b>-464%</b>	<b>(15,157)</b>
Transfers and subsidies - capital (monetary alloc	-	12,969	12,969	-	-	2,433	(2,433)	-100%	12,969
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>(2,187)</b>	<b>(2,187)</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>	<b>10,427</b>	<b>-3049%</b>	<b>(2,187)</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>(2,187)</b>	<b>(2,187)</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>	<b>10,427</b>	<b>-3049%</b>	<b>(2,187)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>27,665</b>	<b>27,665</b>	<b>1,860</b>	<b>2,746</b>	<b>4,670</b>	<b>(1,924)</b>	<b>-41%</b>	<b>27,665</b>
Capital transfers recognised	-	12,969	12,969	1,514	1,979	2,189	(210)	-10%	12,969
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	5,661	5,661	2	167	956	(788)	-82%	5,661
Internally generated funds	-	9,034	9,034	344	599	1,525	(926)	-61%	9,034
<b>Total sources of capital funds</b>	-	<b>27,665</b>	<b>27,665</b>	<b>1,860</b>	<b>2,746</b>	<b>4,670</b>	<b>(1,924)</b>	<b>-41%</b>	<b>27,665</b>
<b>Financial position</b>									
Total current assets	55,749	44,041	44,041		91,050				52,716
Total non current assets	417,517	432,259	432,259		420,262				432,259
Total current liabilities	34,442	37,817	37,817		60,076				37,817
Total non current liabilities	126,713	135,593	135,593		129,113				135,593
<b>Community wealth/Equity</b>	<b>312,111</b>	<b>302,890</b>	<b>302,890</b>		<b>322,124</b>				<b>311,564</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	13,909	13,909	12,294	20,281	27,456	7,175	26%	13,909
Net cash from (used) investing	-	(27,137)	(27,137)	(1,860)	(2,745)	(4,169)	(1,424)	34%	(27,137)
Net cash from (used) financing	-	3,609	3,609	3	2,392	63	(2,330)	-3708%	3,609
<b>Cash/cash equivalents at the month/year end</b>	-	<b>6,415</b>	<b>6,415</b>	-	<b>44,638</b>	<b>39,384</b>	<b>(5,254)</b>	<b>-13%</b>	<b>15,090</b>
<b>Debtors &amp; creditors analysis</b>									
	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
<b>Debtors Age Analysis</b>									
Total By Income Source	40,192	-	-	-	-	-	-	-	40,192
<b>Creditors Age Analysis</b>									
Total Creditors	11,836	-	-	-	-	-	-	-	11,836

The table provides a high level summary of council's financial performance – operating & capital, financial position, cash flows, debtors and creditors age analysis which reflecting in more detail as from table C2 onwards.



## **Additional comments:**

### **REVENUES**

#### **Property rates:**

The municipality levy property rates based on a monthly or yearly repayment as per policy. The performance for the period ending 31 October 2017 totals R37,816m. This represents 62.9% of total budget.

#### **Services charges:**

Service charges represents one of the biggest components of the municipal revenues. Performance to date totals R54.38m. The implementation of the debt collection policy needs to be monitored to ensure that the performance of service charges remain constant and improved over the budget cycle.

#### **Transfers and subsidies:**

Transfer only represents the Equitable share allocation to date. Finance is in the process of allocation the other conditional grant revenues to date. Revenues is only recognized to the extent that expenditures is incurred.

#### **Other Revenues:**

Other revenues represents the municipal revenues for the approval of building plans, income from resorts, traffic fines and agency functions performed to other organs of state. Totals revenues of R6m is recorded for the period ending 31 October 2017.

### **EXPENDITURES**

#### **Employee costs:**

Employee related cost represents one of the biggest components of the municipal budget. The budget for salaries is based on the new organigram approved by council. Performance of 29.9% are recorded year to date against a budget of R117,179m. Prudent management of employee related expenditures is required to ensure municipal remain within the long-term financial planning projections.

#### **Remuneration of Councilors:**

Councilor remuneration is based on the Government Gazette that is promulgated. Corrections of allocations needs to be processed to ensure expenditure align with projected budgets.

**Depreciation and asset impairment:**

No transactions is recorded against the depreciation and impairment budgets to date. This is due to finance being in process of implementation the Electronic asset register module as required by mSCOA. With the successful completion of this process recording of transactions will be processed that should improve the performance of the expenditure budget.

**Finance charges:**

Finance charges is based on the loan repayment schedule and other financial obligations of council. Repayments is normally

**Materials and bulk purchases:**

Bulk purchases represents one of the biggest components of the municipality. Most of the bulk purchases relates to Electricity purchases from Eskom. Municipal service revenues for electricity is in direct correlation to the amount spent on bulk purchases.

**Transfers and expenditures:**

Transfer expenditures relates to the allocation the municipality make towards outside organization. The municipal budget for this category of expenditures totals R2,763m with a spending of R753 000 to date.

**Other expenses:**

Most of the other expenditures not specifically excluded above are reported under other expenses total budget of R21,461m against a actuals of R7,962m for the period ending 31 October 2017.

WC033 Cape Agulhas - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		-	105,419	105,419	3,300	49,801	49,991	(190)	0%	105,419
Executive and council		-	25,190	25,190	-	10,497	10,908	(411)	-4%	25,190
Finance and administration		-	80,229	80,229	3,300	39,304	39,083	221	1%	80,229
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	34,571	34,571	1,311	3,504	5,636	(2,132)	-38%	34,571
Community and social services		-	7,023	7,023	21	115	845	(730)	-86%	7,023
Sport and recreation		-	7,098	7,098	1,290	3,390	2,465	924	37%	7,098
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	20,450	20,450	-	-	2,326	(2,326)	-100%	20,450
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	12,731	12,731	446	1,728	1,562	166	11%	12,731
Planning and development		-	874	874	144	456	318	138	43%	874
Road transport		-	11,857	11,857	302	1,272	1,243	28	2%	11,857
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	154,014	154,014	13,184	54,438	50,645	3,793	7%	154,014
Energy sources		-	104,438	104,438	8,973	37,668	36,657	1,011	3%	104,438
Water management		-	24,344	24,344	1,557	5,956	5,620	336	6%	24,344
Waste water management		-	9,508	9,508	1,039	4,230	3,153	1,077	34%	9,508
Waste management		-	15,723	15,723	1,615	6,584	5,215	1,369	26%	15,723
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	-	306,734	306,734	18,242	109,472	107,834	1,638	2%	306,734
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		-	89,598	89,598	5,728	24,484	27,287	(2,803)	-10%	89,598
Executive and council		-	14,383	14,383	809	4,945	4,385	559	13%	14,383
Finance and administration		-	73,628	73,628	4,802	19,102	22,418	(3,316)	-15%	73,628
Internal audit		-	1,587	1,587	117	438	484	(46)	-10%	1,587
<b>Community and public safety</b>		-	45,318	45,318	16,092	28,925	27,782	1,143	4%	45,318
Community and social services		-	12,217	12,217	709	3,020	3,798	(778)	-20%	12,217
Sport and recreation		-	10,956	10,956	824	2,968	3,335	(367)	-11%	10,956
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	22,145	22,145	14,560	22,937	20,649	2,288	11%	22,145
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	39,708	39,708	2,557	9,103	12,263	(3,160)	-26%	39,708
Planning and development		-	8,908	8,908	620	2,513	2,732	(219)	-8%	8,908
Road transport		-	30,800	30,800	1,936	6,590	9,531	(2,941)	-31%	30,800
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	134,297	134,297	10,671	36,874	43,272	(6,399)	-15%	134,297
Energy sources		-	88,085	88,085	7,921	26,931	29,080	(2,149)	-7%	88,085
Water management		-	16,834	16,834	1,250	4,481	5,133	(651)	-13%	16,834
Waste water management		-	10,311	10,311	559	2,212	3,160	(948)	-30%	10,311
Waste management		-	19,067	19,067	940	3,250	5,899	(2,650)	-45%	19,067
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	3	-	308,922	308,922	35,049	99,386	110,605	(11,219)	-10%	308,922
<b>Surplus/ (Deficit) for the year</b>		-	(2,187)	(2,187)	(16,807)	10,085	(2,771)	12,856	-464%	(2,187)

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making. (Table SC 1 have reference)

WC033 Cape Agulhas - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Executive and Council		-	28,496	-	133	10,897	11,708	(810)	-6.9%	28,496
Vote 2 - Financial Services & ICT		-	66,723	-	3,194	38,995	39,083	(88)	-0.2%	66,723
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	45,214	-	1,624	4,809	6,170	(1,362)	-22.1%	45,214
Vote 5 - Engineering Services		-	166,301	-	13,289	54,771	50,869	3,902	7.7%	166,301
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	-	<b>306,734</b>	-	<b>18,242</b>	<b>109,472</b>	<b>107,830</b>	<b>1,642</b>	<b>1.5%</b>	<b>306,734</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive and Council		-	41,823	-	2,711	12,691	14,491	(1,799)	-12.4%	41,823
Vote 2 - Financial Services & ICT		-	47,136	-	2,922	11,396	14,393	(2,997)	-20.8%	47,136
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	63,866	-	17,344	33,329	31,794	1,535	4.8%	63,866
Vote 5 - Engineering Services		-	156,097	-	12,072	41,970	49,928	(7,958)	-15.9%	156,097
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	-	<b>308,922</b>	-	<b>35,049</b>	<b>99,386</b>	<b>110,605</b>	<b>(11,219)</b>	<b>-10.1%</b>	<b>308,922</b>
<b>Surplus/ (Deficit) for the year</b>	2	-	<b>(2,187)</b>	-	<b>(16,807)</b>	<b>10,085</b>	<b>(2,775)</b>	<b>12,860</b>	<b>-463.4%</b>	<b>(2,187)</b>

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making.

Section 71(1)(g) of the MFMA requires that the Accounting Officer must, when necessary, provide explanation of –

- Any material variances from the municipality's projected revenue by source, and from the municipality's expenditure projections per vote;
- Any material variances from the service delivery and budget implementation plan; and
- Any remedial or corrective steps taken or to be taken to ensure that the projected revenue and expenditure remain within the municipality's approved budget.

WC033 Cape Agulhas - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2016/17	Budget Year 2017/18								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates			60,143	-	2,881	37,816	36,525	1,291	4%	60,143	
Service charges - electricity revenue			103,306	-	8,967	37,628	36,421	1,207	3%	103,306	
Service charges - water revenue			24,342	-	1,555	5,938	5,619	319	6%	24,342	
Service charges - sanitation revenue			9,486	-	1,039	4,230	4,245	(15)	0%	9,486	
Service charges - refuse revenue			15,723	-	1,615	6,584	6,615	(31)	0%	15,723	
Service charges - other			-	-	-	-	-	-	-	-	
Rental of facilities and equipment			2,056	-	115	351	388	(38)	-10%	2,056	
Interest earned - external investments			2,060	-	209	778	783	(5)	-1%	2,060	
Interest earned - outstanding debtors			1,496	-	-	(0)	(0)	0	-4%	1,496	
Dividends received			-	-	-	-	-	-	-	-	
Fines, penalties and forfeits			9,271	-	200	785	719	66	9%	9,271	
Licences and permits			61	-	2	5	6	(0)	-4%	61	
Agency services			2,419	-	106	500	462	37	8%	2,419	
Transfers and subsidies			55,134	-	-	10,497	11,402	(905)	-8%	55,134	
Other revenue			7,769	-	1,553	4,360	4,645	(285)	-6%	7,769	
Gains on disposal of PPE			500	-	-	-	-	-	-	500	
<b>Total Revenue (excluding capital transfers and contributions)</b>			<b>-</b>	<b>293,765</b>	<b>-</b>	<b>18,242</b>	<b>109,472</b>	<b>107,830</b>	<b>1,641</b>	<b>2%</b>	<b>293,765</b>
<b>Expenditure By Type</b>											
Employee related costs			117,179	-	8,424	35,080	36,546	(1,466)	-4%	117,179	
Remuneration of councillors			5,145	-	452	1,845	1,603	241	15%	5,145	
Debt impairment			7,833	-	-	-	2,611	(2,611)	-100%	7,833	
Depreciation & asset impairment			11,440	-	-	-	3,813	(3,813)	-100%	11,440	
Finance charges			8,964	-	8	51	2,988	(2,937)	-98%	8,964	
Bulk purchases			76,678	-	7,323	24,704	25,570	(866)	-3%	76,678	
Other materials			39,250	-	15,905	26,539	25,798	741	3%	39,250	
Contracted services			18,208	-	856	2,452	3,380	(928)	-27%	18,208	
Transfers and subsidies			2,763	-	21	753	890	(136)	-15%	2,763	
Other expenditure			21,461	-	2,059	7,962	7,404	558	8%	21,461	
Loss on disposal of PPE			-	-	-	-	-	-	-	-	
<b>Total Expenditure</b>			<b>-</b>	<b>308,922</b>	<b>-</b>	<b>35,049</b>	<b>99,386</b>	<b>110,605</b>	<b>(11,219)</b>	<b>-10%</b>	<b>308,922</b>
<b>Surplus/(Deficit)</b>			<b>-</b>	<b>(15,157)</b>	<b>-</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(2,775)</b>	<b>12,860</b>	<b>(0)</b>	<b>(15,157)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			12,969	-	-	-	2,433	(2,433)	(0)	12,969	
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind - all)			-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>			<b>-</b>	<b>(2,187)</b>	<b>-</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>		<b>(2,187)</b>	
Taxation			-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) after taxation</b>			<b>-</b>	<b>(2,187)</b>	<b>-</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>		<b>(2,187)</b>	
Attributable to minorities			-	-	-	-	-	-	-	-	
<b>Surplus/(Deficit) attributable to municipality</b>			<b>-</b>	<b>(2,187)</b>	<b>-</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>		<b>(2,187)</b>	
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	-	
<b>Surplus/ (Deficit) for the year</b>			<b>-</b>	<b>(2,187)</b>	<b>-</b>	<b>(16,807)</b>	<b>10,085</b>	<b>(342)</b>		<b>(2,187)</b>	

Explanation for any deviation in excess of 10% will be provided as part of an ongoing process to ensure that information is relevant and useful for council's decision making. (Table SC 1 have reference)

WC033 Cape Agulhas - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04  
October

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services & ICT		-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	650	-	7	12	110	(97)	-89%	650
Vote 5 - Engineering Services		-	650	-	-	-	110	(110)	-100%	650
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	1,300	-	7	12	219	(207)	-94%	1,300
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Executive and Council		-	855	-	3	13	144	(132)	-91%	855
Vote 2 - Financial Services & ICT		-	2,505	-	36	583	423	160	38%	2,505
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	2,964	-	326	522	500	22	4%	2,964
Vote 5 - Engineering Services		-	20,042	-	1,488	1,616	3,383	(1,767)	-52%	20,042
Vote 6 - Electricity		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	-	26,365	-	1,853	2,734	4,451	(1,717)	-39%	26,365
<b>Total Capital Expenditure</b>		-	27,665	-	1,860	2,746	4,670	(1,924)	-41%	27,665
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		-	2,962	-	119	672	500	172	34%	2,962
Executive and council		-	254	-	1	7	43	(36)	-84%	254
Finance and administration		-	2,708	-	118	665	457	208	45%	2,708
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		-	3,164	-	253	293	534	(241)	-45%	3,164
Community and social services		-	303	-	3	7	51	(44)	-86%	303
Sport and recreation		-	2,861	-	251	286	483	(197)	-41%	2,861
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		-	12,859	-	1,105	1,270	2,171	(900)	-41%	12,859
Planning and development		-	539	-	-	-	91	(91)	-100%	539
Road transport		-	12,320	-	1,105	1,270	2,080	(809)	-39%	12,320
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		-	8,680	-	383	511	1,465	(954)	-65%	8,680
Energy sources		-	2,548	-	103	120	430	(310)	-72%	2,548
Water management		-	3,255	-	10	120	549	(429)	-78%	3,255
Waste water management		-	877	-	270	270	148	122	82%	877
Waste management		-	2,000	-	-	-	338	(338)	-100%	2,000
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	-	27,665	-	1,860	2,746	4,670	(1,924)	-41%	27,665
<b>Funded by:</b>										
National Government		-	12,108	-	1,499	1,962	2,044	(82)	-4%	12,108
Provincial Government		-	862	-	16	17	145	(128)	-88%	862
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		-	12,969	-	1,514	1,979	2,189	(210)	-10%	12,969
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	5,661	-	2	167	956	(788)	-82%	5,661
<b>Internally generated funds</b>		-	9,034	-	344	599	1,525	(926)	-61%	9,034
<b>Total Capital Funding</b>		-	27,665	-	1,860	2,746	4,670	(1,924)	-41%	27,665

**Comments:**

Municipal capital budget performance records low spending for the period ending 31 October 2017 as communicated above.

The performance target for MIG spending at the end of December 2017 totals 40% of grant allocation. The technical department gave assurance that this target will be achieved as required.

The municipal SCM procurement plan forms the guiding document for completion of the capital projects. This document was reviewed and amended to ensure completion as per planned. The executive management and council also express concerns with the low capital spending.

This will be continuously monitored by finance to ensure service delivery targets are met as per agreements.

**WC033 Cape Agulhas - Table C6 Monthly Budget Statement - Financial Position - M04 October**

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		24,709	6,415	-	44,355	15,090
Call investment deposits		-	-	-	-	-
Consumer debtors		23,325	28,019	-	40,192	28,019
Other debtors		6,383	8,102	-	4,889	8,102
Current portion of long-term receivables		-	27	-	-	27
Inventory		1,331	1,478	-	1,615	1,478
<b>Total current assets</b>		<b>55,749</b>	<b>44,041</b>	<b>-</b>	<b>91,050</b>	<b>52,716</b>
<b>Non current assets</b>						
Long-term receivables		227	173	-	226	173
Investments		-	-	-	-	-
Investment property		40,240	40,232	-	40,240	40,232
Investments in Associate		-	-	-	-	-
Property, plant and equipment		373,950	390,091	-	376,675	390,091
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		3,100	1,763	-	3,121	1,763
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		<b>417,517</b>	<b>432,259</b>	<b>-</b>	<b>420,262</b>	<b>432,259</b>
<b>TOTAL ASSETS</b>		<b>473,266</b>	<b>476,300</b>	<b>-</b>	<b>511,313</b>	<b>484,975</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		684	2,310	-	539	2,310
Consumer deposits		4,291	4,377	-	4,428	4,377
Trade and other payables		22,662	15,334	-	48,713	15,334
Provisions		6,805	15,796	-	6,396	15,796
<b>Total current liabilities</b>		<b>34,442</b>	<b>37,817</b>	<b>-</b>	<b>60,076</b>	<b>37,817</b>
<b>Non current liabilities</b>						
Borrowing		2,548	6,651	-	4,948	6,651
Provisions		124,165	128,942	-	124,165	128,942
<b>Total non current liabilities</b>		<b>126,713</b>	<b>135,593</b>	<b>-</b>	<b>129,113</b>	<b>135,593</b>
<b>TOTAL LIABILITIES</b>		<b>161,155</b>	<b>173,410</b>	<b>-</b>	<b>189,189</b>	<b>173,410</b>
<b>NET ASSETS</b>	2	<b>312,111</b>	<b>302,890</b>	<b>-</b>	<b>322,124</b>	<b>311,564</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		298,611	287,890	-	308,624	296,564
Reserves		13,500	15,000	-	13,500	15,000
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>312,111</b>	<b>302,890</b>	<b>-</b>	<b>322,124</b>	<b>311,564</b>

With the implementation of the new financial systems the administration is experiencing various small challenges related to extracting information from the system. These challenges will be finalized within the next reporting cycle and improved information submitted for discussions.



WC033 Cape Agulhas - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	Budget Year 2017/18									
		2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
<b>R thousands</b>	1										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates			57,979	-	13,061	25,240	27,893	(2,653)	-10%	57,979	
Service charges			147,357	-	13,731	46,709	48,657	(1,948)	-4%	147,357	
Other revenue			15,094	-	2,457	6,379	5,459	920	17%	15,094	
Government - operating			55,134	-	15,496	37,735	38,535	(801)	-2%	55,134	
Government - capital			12,269	-	-	5,190	4,436	754	17%	12,269	
Interest			3,502	-	209	778	1,013	(236)	-23%	3,502	
Dividends			-	-	-	-	-	-		-	
<b>Payments</b>											
Suppliers and employees			(273,935)	-	(32,630)	(100,944)	(97,828)	3,116	-3%	(273,935)	
Finance charges			(727)	-	(8)	(51)	-	51	#DIV/0!	(727)	
Transfers and Grants			(2,763)	-	(21)	(753)	(710)	44	-6%	(2,763)	
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>			<b>-</b>	<b>13,909</b>	<b>-</b>	<b>12,294</b>	<b>20,281</b>	<b>27,456</b>	<b>7,175</b>	<b>26%</b>	<b>13,909</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE			500	-	-	-	-	-		500	
Decrease (Increase) in non-current debtors			27	-	-	-	9	(9)	-100%	27	
Decrease (increase) other non-current receivables			-	-	0	1	-	1	#DIV/0!	-	
Decrease (increase) in non-current investments			-	-	-	-	-	-		-	
<b>Payments</b>											
Capital assets			(27,665)	-	(1,860)	(2,746)	(4,178)	(1,432)	34%	(27,665)	
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>			<b>-</b>	<b>(27,137)</b>	<b>-</b>	<b>(1,860)</b>	<b>(2,745)</b>	<b>(4,169)</b>	<b>(1,424)</b>	<b>34%</b>	<b>(27,137)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans			-	-	-	-	-	-		-	
Borrowing long term/refinancing			5,661	-	-	-	-	-		5,661	
Increase (decrease) in consumer deposits			188	-	3	138	63	75	119%	188	
<b>Payments</b>											
Repayment of borrowing			(2,240)	-	-	2,255	-	(2,255)	#DIV/0!	(2,240)	
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>			<b>-</b>	<b>3,609</b>	<b>-</b>	<b>3</b>	<b>2,392</b>	<b>63</b>	<b>(2,330)</b>	<b>-3708%</b>	<b>3,609</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>											
Cash/cash equivalents at beginning:			16,035	-	10,437	19,928	23,349			24,709	
Cash/cash equivalents at month/year end:			6,415	-	10,437	44,638	39,384			15,090	

The cash position of Council is positive at the end of the reporting period ending 31 October 2017.

## 6. Supporting Documents

WC033 Cape Agulhas - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>Revenue By Source</b> Transfers and subsidies		Processing of grant needs to be finalized	None required, journals needs to be processed
2	<b>Expenditure By Type</b> Depreciation & asset impairment Finance charges		Asset Module of electronic system needs to be finalized.	None required, in process of implementation
3	<b>Capital Expenditure</b> Capital transfers recognised		MIG projects, in implementation phase.	None required. Will be spent according to projections
4	<b>Financial Position</b> None required			
5	<b>Cash Flow</b> None required			
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b> Not applicable			

Tale C1 – Monthly Budget Statement Summary have reference.

The finance department will distribute a memorandum during April to address various issues in terms of the implementation of the budget. This should improve performance over the last quarter of the financial year.

WC033 Cape Agulhas - Supporting Table SC2 Monthly Budget Statement - performance indicators - M04 October

Description of financial indicator	Basis of calculation	Ref	2016/17	Budget Year 2017/18			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	6.6%	0.0%	0.1%	4.6%
Borrowed funding of 'own n' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	20.5%	0.0%	6.1%	20.5%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		8.3%	8.0%	0.0%	16.8%	7.8%
Gearing	Long Term Borrowing/ Funds & Reserves		18.9%	44.3%	0.0%	36.7%	44.3%
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities	1	161.9%	116.5%	0.0%	151.6%	139.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		71.7%	17.0%	0.0%	73.8%	39.9%
<b>Revenue Management</b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	12.4%	0.0%	41.4%	12.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b>Other Indicators</b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2					
Employee costs	Employee costs/Total Revenue - capital revenue		0.0%	39.9%	0.0%	32.0%	39.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0.0%	6.9%	0.0%	0.0%	4.8%
<b>IDP regulation financial viability indicators</b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year						
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services						
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure						

The above ratios indicate that the municipality is financially stable and adequately funded to continue with its operations.

The level of employee's actual costs for the year to date is 38.1% which is slightly higher than the budgeted percentage of 37.6%. It is therefore important for council to monitor and managed the employee related cost effectively within the set norm between 35% and 40%.

The Capital Replacement Reserve will require minor adjustments at year end in order to ensure that it is cash backed. The "Cash & Cash Equivalents" are sufficient to cover outstanding debt with specific reference to any unspent grant funding.

## Transfers and Grants

WC033 Cape Agulhas - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	27,881	-	-	10,780	9,294	2,100	22.6%	27,881
Local Government Equitable Share			25,190	-	-	10,497	8,397	2,100	25.0%	25,190
Energy Efficiency and Demand-side [Schedule 5B]			-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]			1,131	-	-	283	377	-	-	1,131
Local Government Financial Management Grant [Schedule 5B]			-	-	-	-	-	-	-	-
Municipal Infrastructure Grant [Schedule 5B]			1,560	-	-	-	520	-	-	1,560
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	27,253	-	14,406	25,582	9,084	16,490	181.5%	27,253
Human Settlement Development			20,450	-	12,545	23,720	6,817	16,904	248.0%	20,450
Library Service Conditional Grant			5,423	-	1,861	1,861	1,808	-	-	5,423
Maintenance of Main Roads			84	-	-	-	28	-	-	84
Community Development Workers			56	-	-	-	19	-	-	56
Financial Management Support (WC_FMGS)			240	-	-	-	80	(80)	-100.0%	240
Greenest Municipality (Violence Protection)			1,000	-	-	-	333	(333)	-100.0%	1,000
Thusong Centre			-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
N/A			-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	1,090	1,090	-	1,090	#DIV/0!	-
National Skills Fund			-	-	1,090	1,090	-	1,090	#DIV/0!	-
<b>Total Operating Transfers and Grants</b>	5	-	55,134	-	15,496	37,452	18,378	19,681	107.1%	55,134
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	12,108	-	-	5,190	4,036	(546)	-13.5%	12,108
Municipal Infrastructure Grant [Schedule 5B]			9,558	-	-	2,640	3,186	(546)	-17.1%	9,558
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]			1,000	-	-	1,000	333	-	-	1,000
Local Government Financial Management Grant [Schedule 5B]			1,550	-	-	1,550	517	-	-	1,550
Municipal Systems Improvement Grant [Schedule 5B]			-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		-	162	-	-	-	54	(54)	-100.0%	162
Library Service			162	-	-	-	54	(54)	-100.0%	162
Development of Sport and Recreation Facilities			-	-	-	-	-	-	-	-
Thusong Centre			-	-	-	-	-	-	-	-
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
N/A			-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		-	-	-	-	-	-	-	-	-
N/A			-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	5	-	12,269	-	-	5,190	4,090	(600)	-14.7%	12,269
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	5	-	67,403	-	15,496	42,642	22,468	19,081	84.9%	67,403

Reporting of grants is on a monthly basis reported to the relevant national and provincial departments. Grant funding is implemented as per specific conditions per stipulations in the agreements.

## **Other Information**

### **7.1 SCOA Implementation**

The key objectives of the Regulations on a Standard Chart of Accounts (SCOA) is to enable the alignment of budget information with information captured in the course of the implementation of the budget; improve data quality and credibility; achieve a greater level of standardization; improve transparency, accountability and governance through uniform recording of transactions at posting account level; enable deeper data analysis and sector comparisons to improve financial performance and the standardization of the account classification to facilitate mobility in financial skills within local government in order to enhance the ability to attract and retain skilled personnel.

**A detailed progress report will be submitted to the Steering committee and Council reflecting the municipal mSCOA implementation performance.**

### **7.2 Long-Term Financial Plan**

The municipality reviewed and updated the Long-term financial plan. The plan was updated by INCA the service provider.

A detailed report needs to be compiled for submission to the portfolio and council. Some of the remarks as per the report is as follows:

- The Capital replacement reserve is not entire cash-backed.
- The financial position of the municipality remains stable.
- A continuous deteriorating liquidity ratio needs to be addressed.
- The cash generated at year-end was not as a result of improvements in the operational efficiencies, but rather as a result of the movement of working capital items (cash and creditors).
- Municipality needs to focus its efforts on decreasing its operational expenditures that will translate to cash.
- The low level of grant reliance of the municipality is positive and should assist the municipality to return to a positive financial position.
- The debtors book needs to be closely monitored and outstanding debt collection ratio should be maintained and improved.
- The municipality are considered financially stable but should improve the liquidity position.

## 7. Municipal Quality Certificate

NAVRAE:  
ENQUIRIES: S Stanley

KONTAKNR  
CONTACT NO 028 425 5798

VERW:  
REF: 5/3/2017-17(M04)

KANTOOR:  
OFFICES: Bredasdorp

DATUM  
DATE 14 November 2017



KAAP AGULHAS MUNISIPALITEIT  
CAPE AGULHAS MUNICIPALITY  
U MASIPALA WASECAPE AGULHAS

### QUALITY CERTIFICATE

I, **DEAN O NEILL**, the accounting officer / chief financial officer of **CAPE AGULHAS MUNICIPALITY WC033** (name of municipality), hereby certify that –

(mark as appropriate)

**The monthly budget statement**

- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid- year budget and performance assessment

For the month ending **31 October 2017** (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name Dean O'Neill

Accounting Officer / Chief Financial Officer of **CAPE AGULHAS MUNICIPALITY WC033** (name and demarcation of municipality)

Signature Dean O'Neill

Date 14.11.2017