

CAPE AGULHAS MUNICIPALITY



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CAPE AGULHAS MUNICIPALITY
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2019/2020

SECTION 71 REPORT FOR THE PERIOD ENDING 31 AUGUST 2019

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PART A

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 **31 August 2019**

52. The mayor of a municipality—

(d) 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;

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 **monthly report** and supporting documentation for the consolidated period ending **31 August 2019** 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 SUMMARY

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.

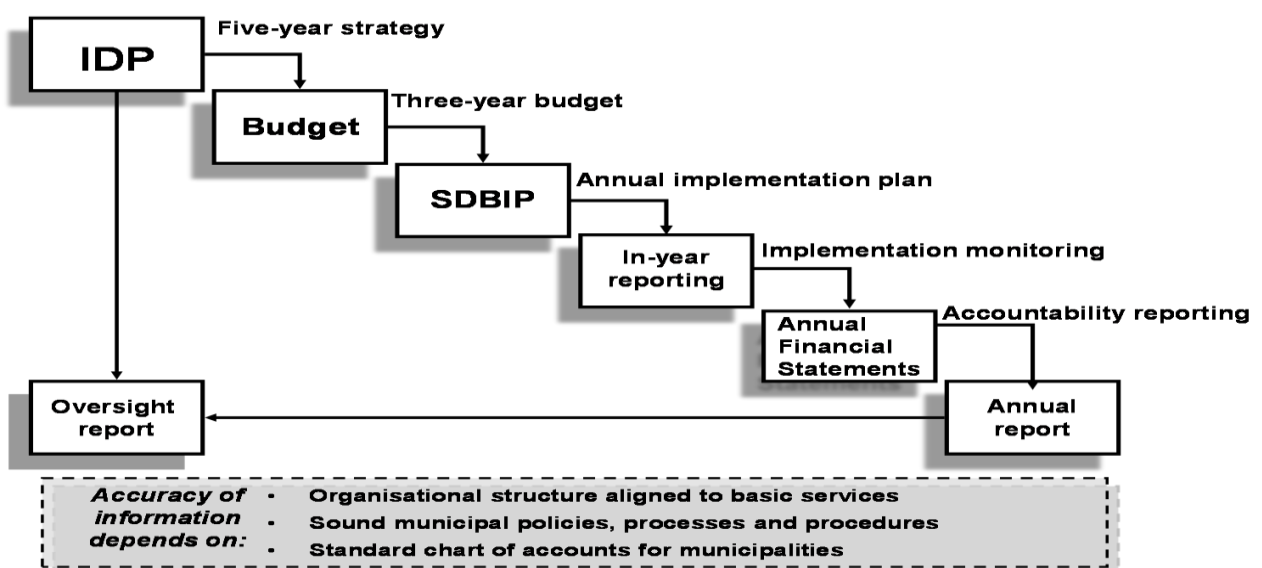
3.1 Budget Process:

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:



The municipality is legislatively required to table the Draft budget and revised IDP implementation plan by **31 August 2019**.

The municipality is in the process of implementing new budget implementation plan as per the Budget and IDP process plan approved in August 2018.

4. SUMMARY FINANCIAL PERFORMANCE

This is the second month of the financial year, and numerous processes are still being implemented to ensure that the budget can be implemented smoothly.

Limited reporting information in terms of Revenue and Expenditures are available and more information will be communicated as the implementation of the budget is roll-out.

The financial system also experienced numerous implementation challenges that also required urgent interventions from the finance department and system vendor.

The main focus of the financial department at this point of time is the compilation of the Draft Annual financial statements due on the 31st of August 2019.

5. COUNCIL FOCUS AREAS (CASH FLOW / LIQUIDITY)

As part of the oversight responsibility of Council the municipal administration is required to table a report to council with recommendations for managing the municipal ratios in terms of **Circular 71 financial ratios**.

Budget implementation:

Council identified the following ratios as main focus areas and these ratios will be monitored on a monthly basis and action plans developed to ensure the achievement of council's sustainability objectives.

Summarized explanation:

These ratios need to be calculated based on the Draft Annual Financial statements information once available.

MFMA Financial Ratios (Circular 71)

National Treasury as part of their legislated mandate issue Circulars on a regular basis for implementation by municipal council. This circular is to improve financial administration and governance at municipalities.

Circular 71 was issue to assist in the financial management of finances. The aim of the Circular was to provide a uniform set of ratios and norms that municipal financial information can be measured.

The ratios is compiled over the following range of sections and components:

- Asset management / utilisation
- Debtors management
- Liquidity management
- Sustainability
- Efficiency
- Distribution losses
- Revenue management
- Expenditure management
- Grant dependency
- Budget implementation

Attached as Annexure 1 below is the financial ratios for the period ending 30 June 2018 as per annual Financial Statements of the municipality.

Comments on financial ratio's

The ratio's is generally good and the municipal performance for the financial year ending 30 June 2019 reflects positive progress with the implementation of the various reforms implemented.

The revenue enhancement strategy and the long-term financial plan was some of the strategies implemented.

6. mSCOA IMPLEMENTATION

Summarised progress on the implementation of mSCOA and actions required

The updated mSCOA implementation plan needs to be submitted and actions required identified for reporting

Action implemented	Achieve	Comments / Actions
mSCOA steering committee scheduled for March 2019		

7. REVENUE ENHANCEMENT PLAN / LONG-TERM FINANCIAL PLAN

Summarised progress on the Revenue Enhancement plan / Long-term financial plan and actions required

The items as identified in the Long-term financial plan as per below table:

1. <i>Develop land use vision</i>
2. <i>Explore the feasibility of utilising the SANDF airport</i>
3. <i>Undertake a comprehensive work study</i>
4. <i>Revenue should be increased</i>
5. <i>A collection rate of in excess of 95% and closer to 97% must be maintained</i>
6. <i>Explore accessing revenue sources</i>
7. <i>Investigate all grant sources</i>
8. <i>Optimise the rates structure of farmland</i>
9. <i>Reduce cost</i>
10. <i>Implement shared services</i>
11. <i>Avoid employing temporary workers</i>
12. <i>Review terms of employment</i>
13. <i>Strengthen the institutional capacity</i>
14. <i>Transfer depreciation charges to a cash backed CRR</i>
15. <i>Maintain the credit score of A</i>
16. <i>Rationalisation of the service levels</i>
17. <i>Do not neglect the replacement of its existing assets</i>
18. <i>Adjust Repairs and Maintenance budget upwards</i>
19. <i>Implement integrated asset management</i>
20. <i>Assess all future office accommodation alternatives</i>
21. <i>Consolidated municipal infrastructure plan</i>
22. <i>Avoid cost overruns on projects</i>

PART B

8. LEGISLATED INFORMATION

WC033 Cape Agulhas - Table C1 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	-	69 193	69 193	3 908	33 499	25 161	8 338	33%	69 193
Service charges	-	178 098	178 098	15 662	31 379	29 864	1 514	5%	178 098
Investment revenue	-	2 446	2 446	201	579	233	346	149%	2 446
Transfers and subsidies	-	98 670	98 670	16 352	16 352	22 789	(6 437)	-28%	98 670
Other own revenue	-	33 108	33 108	1 805	3 561	4 538	(977)	-22%	33 108
Total Revenue (excluding capital transfers and contributions)	-	381 515	381 515	37 928	85 370	82 585	2 785	3%	381 515
Employee costs	-	134 136	134 136	10 753	19 966	20 594	(628)	-3%	134 136
Remuneration of Councillors	-	5 764	5 764	458	916	899	18	2%	5 764
Depreciation & asset impairment	-	11 025	11 025	2 685	2 685	1 838	848	46%	11 025
Finance charges	-	12 763	12 763	-	-	2 127	(2 127)	-100%	12 763
Materials and bulk purchases	-	160 950	160 950	14 490	14 660	24 309	(9 649)	-40%	160 950
Transfers and subsidies	-	2 026	2 026	28	197	326	(129)	-40%	2 026
Other expenditure	-	67 671	67 671	3 569	6 399	7 678	(1 279)	-17%	67 671
Total Expenditure	-	394 335	394 335	31 983	44 824	57 770	(12 947)	-22%	394 335
Surplus/(Deficit)	-	(12 820)	(12 820)	5 946	40 546	24 814	15 731	63%	(12 820)
Transfers and subsidies - capital (monetary allocations)	-	12 941	12 941	107	107	670	(563)	-84%	12 941
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	121	121	6 053	40 653	25 485	15 168	60%	121
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	121	121	6 053	40 653	25 485	15 168	60%	121
Capital expenditure & funds sources									
Capital expenditure	-	47 209	47 209	518	529	2 446	(1 917)	-78%	47 209
Capital transfers recognised	-	12 941	12 941	215	226	670	(444)	-66%	12 941
Borrowing	-	19 988	19 988	90	90	1 036	(946)	-91%	19 988
Internally generated funds	-	14 279	14 279	213	213	740	(527)	-71%	14 279
Total sources of capital funds	-	47 209	47 209	518	529	2 446	(1 917)	-78%	47 209
Financial position									
Total current assets	118 811	66 089	66 089		154 759				66 089
Total non current assets	456 447	488 722	488 722		454 290				488 722
Total current liabilities	58 582	56 176	56 176		49 617				56 176
Total non current liabilities	144 759	160 960	160 960		146 862				160 960
Community wealth/Equity	371 917	337 676	337 676		412 570				337 676
Cash flows									
Net cash from (used) operating	-	12 172	12 172	(805)	10 205	29 879	19 674	66%	12 172
Net cash from (used) investing	-	(42 201)	(42 201)	(518)	(528)	(2 445)	(1 917)	78%	(42 201)
Net cash from (used) financing	-	11 820	11 820	130	101	40	(61)	-152%	11 820
Cash/cash equivalents at the month/year end	-	22 192	22 192	-	93 517	67 876	(25 641)	-38%	65 529
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	-	-	-	-	-	-	-	-	-
Creditors Age Analysis									
Total Creditors	-	-	-	-	-	-	-	-	-

WC033 Cape Agulhas - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M02 August

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	1									
Revenue - Functional										
Governance and administration		-	126 340	126 340	17 369	48 337	34 487	13 851	40%	126 340
Executive and council		-	29 940	29 940	12 462	12 462	6 913	5 549	80%	29 940
Finance and administration		-	96 400	96 400	4 907	35 875	27 573	8 302	30%	96 400
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	76 339	76 339	4 716	5 238	16 441	(11 203)	-68%	76 339
Community and social services		-	6 653	6 653	16	34	1 490	(1 456)	-98%	6 653
Sport and recreation		-	7 329	7 329	484	691	1 373	(683)	-50%	7 329
Public safety		-	11 655	11 655	326	623	1 868	(1 245)	-67%	11 655
Housing		-	50 702	50 702	3 890	3 890	11 710	(7 820)	-67%	50 702
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	7 077	7 077	280	510	1 033	(522)	-51%	7 077
Planning and development		-	4 160	4 160	174	278	544	(266)	-49%	4 160
Road transport		-	2 917	2 917	106	232	488	(256)	-53%	2 917
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	184 701	184 701	15 670	31 391	31 295	97	0%	184 701
Energy sources		-	126 860	126 860	10 829	21 430	22 114	(684)	-3%	126 860
Water management		-	28 707	28 707	2 709	4 320	4 380	(60)	-1%	28 707
Waste water management		-	11 335	11 335	851	2 207	1 849	358	19%	11 335
Waste management		-	17 798	17 798	1 280	3 434	2 952	482	16%	17 798
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	394 456	394 456	38 035	85 477	83 255	2 221	3%	394 456
Expenditure - Functional										
Governance and administration		-	104 515	104 515	7 157	13 647	15 027	(1 379)	-9%	104 515
Executive and council		-	15 500	15 500	2 338	3 117	2 273	844	37%	15 500
Finance and administration		-	87 666	87 666	4 743	10 373	12 557	(2 184)	-17%	87 666
Internal audit		-	1 349	1 349	77	158	197	(39)	-20%	1 349
Community and public safety		-	92 739	92 739	6 615	8 901	12 817	(3 915)	-31%	92 739
Community and social services		-	11 094	11 094	968	1 893	1 639	254	15%	11 094
Sport and recreation		-	12 398	12 398	836	1 540	1 805	(264)	-15%	12 398
Public safety		-	16 197	16 197	732	1 227	2 330	(1 102)	-47%	16 197
Housing		-	53 050	53 050	4 079	4 241	7 043	(2 803)	-40%	53 050
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	31 240	31 240	2 638	4 100	4 359	(259)	-6%	31 240
Planning and development		-	11 814	11 814	713	1 279	1 486	(207)	-14%	11 814
Road transport		-	19 352	19 352	1 925	2 821	2 863	(42)	-1%	19 352
Environmental protection		-	74	74	-	-	10	(10)	-100%	74
Trading services		-	164 064	164 064	15 361	17 846	25 307	(7 461)	-29%	164 064
Energy sources		-	111 310	111 310	10 707	11 303	17 595	(6 292)	-36%	111 310
Water management		-	20 186	20 186	1 603	2 444	2 971	(527)	-18%	20 186
Waste water management		-	11 878	11 878	1 598	2 069	1 788	281	16%	11 878
Waste management		-	20 690	20 690	1 453	2 029	2 952	(923)	-31%	20 690
Other		-	1 778	1 778	212	330	262	68	26%	1 778
Total Expenditure - Functional	3	-	394 335	394 335	31 983	44 824	57 770	(12 947)	-22%	394 335
Surplus/ (Deficit) for the year		-	121	121	6 053	40 653	25 485	15 168	60%	121

WC033 Cape Agulhas - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M02 August

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 - Executive and Council		-	34 903	34 903	12 545	12 785	7 469	5 316	71,2%	34 903
Vote 2 - Financial Services & ICT		-	82 867	82 867	4 758	35 495	26 307	9 188	34,9%	82 867
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	78 926	78 926	4 840	5 511	16 870	(11 359)	-67,3%	78 926
Vote 5 - Engineering Services		-	197 760	197 760	15 892	31 686	32 610	(924)	-2,8%	197 760
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
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	-	394 456	394 456	38 035	85 477	83 255	2 221	2,7%	394 456
Expenditure by Vote	1									
Vote 1 - Executive and Council		-	47 238	47 238	4 695	8 008	6 607	1 402	21,2%	47 238
Vote 2 - Financial Services & ICT		-	59 117	59 117	2 750	6 164	8 505	(2 340)	-27,5%	59 117
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	101 227	101 227	7 118	9 797	14 089	(4 292)	-30,5%	101 227
Vote 5 - Engineering Services		-	186 752	186 752	17 419	20 854	28 570	(7 716)	-27,0%	186 752
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
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	-	394 335	394 335	31 983	44 824	57 770	(12 947)	-22,4%	394 335
Surplus/ (Deficit) for the year	2	-	121	121	6 053	40 653	25 485	15 168	59,5%	121

WC033 Cape Agulhas - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M02 August

Description	Ref	Budget Year 2019/20									
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates			69 193	69 193	3 908	33 499	25 161	8 338	33%	69 193	
Service charges - electricity revenue			120 786	120 786	10 821	21 418	20 715	703	3%	120 786	
Service charges - water revenue			28 204	28 204	2 709	4 320	4 354	(33)	-1%	28 204	
Service charges - sanitation revenue			11 310	11 310	851	2 207	1 844	363	20%	11 310	
Service charges - refuse revenue			17 798	17 798	1 280	3 434	2 952	482	16%	17 798	
Rental of facilities and equipment			1 961	1 961	44	273	181	92	51%	1 961	
Interest earned - external investments			2 446	2 446	201	579	233	346	149%	2 446	
Interest earned - outstanding debtors			1 719	1 719	239	453	188	265	141%	1 719	
Dividends received			-	-	-	-	-	-	-	-	
Fines, penalties and forfeits			11 640	11 640	329	628	1 855	(1 227)	-66%	11 640	
Licences and permits			67	67	-	-	11	(11)	-100%	67	
Agency services			2 917	2 917	106	232	488	(256)	-53%	2 917	
Transfers and subsidies			98 670	98 670	16 352	16 352	22 789	(6 437)	-28%	98 670	
Other revenue			9 805	9 805	1 087	1 975	1 816	159	9%	9 805	
Gains on disposal of PPE			5 000	5 000	-	-	-	-	-	5 000	
Total Revenue (excluding capital transfers and contributions)			-	381 515	381 515	37 928	85 370	82 585	2 785	3%	381 515
Expenditure By Type											
Employee related costs			134 136	134 136	10 753	19 966	20 594	(628)	-3%	134 136	
Remuneration of councillors			5 764	5 764	458	916	899	18	2%	5 764	
Debt impairment			11 267	11 267	-	-	1 878	(1 878)	-100%	11 267	
Depreciation & asset impairment			11 025	11 025	2 685	2 685	1 838	848	46%	11 025	
Finance charges			12 763	12 763	-	-	2 127	(2 127)	-100%	12 763	
Bulk purchases			88 404	88 404	9 524	9 524	14 722	(5 198)	-35%	88 404	
Other materials			72 546	72 546	4 966	5 137	9 587	(4 451)	-46%	72 546	
Contracted services			28 210	28 210	642	718	2 074	(1 356)	-65%	28 210	
Transfers and subsidies			2 026	2 026	28	197	326	(129)	-40%	2 026	
Other expenditure			28 194	28 194	2 926	5 681	3 726	1 955	52%	28 194	
Loss on disposal of PPE			-	-	-	-	-	-	-	-	
Total Expenditure			-	394 335	394 335	31 983	44 824	57 770	(12 947)	-22%	394 335
Surplus/(Deficit)			-	(12 820)	(12 820)	5 946	40 546	24 814	15 731	0	(12 820)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			12 941	12 941	107	107	670	(563)	(0)	12 941	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (in-kind - all)			-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions			-	121	121	6 053	40 653	25 485			121
Taxation			-	-	-	-	-	-	-	-	
Surplus/(Deficit) after taxation			-	121	121	6 053	40 653	25 485			121
Attributable to minorities			-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality			-	121	121	6 053	40 653	25 485			121
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	-	
Surplus/ (Deficit) for the year			-	121	121	6 053	40 653	25 485			121

WC033 Cape Agulhas - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M02 August

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	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services & ICT		-	2 450	2 450	-	-	127	(127)	-100%	2 450
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	50	50	-	-	3	(3)	-100%	50
Vote 5 - Engineering Services		-	9 555	9 555	-	-	495	(495)	-100%	9 555
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
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 Capital Multi-year expenditure	4,7	-	12 055	12 055	-	-	625	(625)	-100%	12 055
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	1 940	1 940	119	119	100	18	18%	1 940
Vote 2 - Financial Services & ICT		-	239	239	6	6	12	(6)	-51%	239
Vote 3 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 4 - Management Services		-	5 246	5 246	293	304	272	32	12%	5 246
Vote 5 - Engineering Services		-	27 729	27 729	100	100	1 437	(1 337)	-93%	27 729
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
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 Capital single-year expenditure	4	-	35 154	35 154	518	529	1 821	(1 293)	-71%	35 154
Total Capital Expenditure		-	47 209	47 209	518	529	2 446	(1 917)	-78%	47 209
Capital Expenditure - Functional Classification										
Governance and administration		-	4 081	4 081	6	6	211	(205)	-97%	4 081
Executive and council		-	10	10	-	-	1	(1)	-100%	10
Finance and administration		-	4 071	4 071	6	6	211	(205)	-97%	4 071
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	3 662	3 662	293	304	190	114	60%	3 662
Community and social services		-	50	50	-	-	3	(3)	-100%	50
Sport and recreation		-	3 142	3 142	293	304	163	141	87%	3 142
Public safety		-	465	465	-	-	24	(24)	-100%	465
Housing		-	5	5	-	-	0	(0)	-100%	5
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	13 340	13 340	201	201	691	(491)	-71%	13 340
Planning and development		-	1 857	1 857	119	119	96	23	24%	1 857
Road transport		-	11 304	11 304	82	82	586	(504)	-86%	11 304
Environmental protection		-	180	180	-	-	9	(9)	-100%	180
Trading services		-	26 055	26 055	18	18	1 350	(1 332)	-99%	26 055
Energy sources		-	5 838	5 838	-	-	302	(302)	-100%	5 838
Water management		-	3 030	3 030	18	18	157	(139)	-89%	3 030
Waste water management		-	15 637	15 637	-	-	810	(810)	-100%	15 637
Waste management		-	1 550	1 550	-	-	80	(80)	-100%	1 550
Other		-	70	70	-	-	4	(4)	-100%	70
Total Capital Expenditure - Functional Classification	3	-	47 209	47 209	518	529	2 446	(1 917)	-78%	47 209
Funded by:										
National Government		-	10 641	10 641	96	107	551	(444)	-81%	10 641
Provincial Government		-	2 300	2 300	119	119	119	(0)	0%	2 300
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	12 941	12 941	215	226	670	(444)	-66%	12 941
Borrowing	6	-	19 988	19 988	90	90	1 036	(946)	-91%	19 988
Internally generated funds		-	14 279	14 279	213	213	740	(527)	-71%	14 279
Total Capital Funding		-	47 209	47 209	518	529	2 446	(1 917)	-78%	47 209

WC033 Cape Agulhas - Table C6 Monthly Budget Statement - Financial Position - M02 August

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		25 485	12 192	12 192	25 263	12 192
Call investment deposits		58 254	10 000	10 000	68 254	10 000
Consumer debtors		29 194	35 990	35 990	55 812	35 990
Other debtors		4 208	6 593	6 593	4 194	6 593
Current portion of long-term receivables		8	7	7	8	7
Inventory		1 662	1 308	1 308	1 229	1 308
Total current assets		118 811	66 089	66 089	154 759	66 089
Non current assets						
Long-term receivables		184	197	197	184	197
Investments		-	-	-	-	-
Investment property		40 200	40 536	40 536	40 198	40 536
Investments in Associate		-	-	-	-	-
Property, plant and equipment		411 358	443 188	443 188	409 204	443 188
Biological		-	-	-	-	-
Intangible		4 705	4 801	4 801	4 705	4 801
Other non-current assets		-	-	-	-	-
Total non current assets		456 447	488 722	488 722	454 290	488 722
TOTAL ASSETS		575 258	554 811	554 811	609 050	554 811
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		5 963	5 300	5 300	5 963	5 300
Consumer deposits		4 696	5 019	5 019	4 815	5 019
Trade and other payables		35 380	32 883	32 883	28 524	32 883
Provisions		12 543	12 973	12 973	10 316	12 973
Total current liabilities		58 582	56 176	56 176	49 617	56 176
Non current liabilities						
Borrowing		26 790	22 031	22 031	26 773	22 031
Provisions		117 969	138 928	138 928	120 089	138 928
Total non current liabilities		144 759	160 960	160 960	146 862	160 960
TOTAL LIABILITIES		203 341	217 135	217 135	196 479	217 135
NET ASSETS	2	371 917	337 676	337 676	412 570	337 676
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		336 917	315 676	315 676	377 570	315 676
Reserves		35 000	22 000	22 000	35 000	22 000
TOTAL COMMUNITY WEALTH/EQUITY	2	371 917	337 676	337 676	412 570	337 676

WC033 Cape Agulhas - Table C7 Monthly Budget Statement - Cash Flow - M02 August

Description	Ref	Budget Year 2019/20									
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			67 809	67 809	7 188	11 265	9 687	1 578	16%	67 809	
Service charges			174 536	174 536	14 346	27 779	29 089	(1 310)	-5%	174 536	
Other revenue			17 854	17 854	1 503	2 579	2 976	(396)	-13%	17 854	
Government - operating			98 670	98 670	636	28 632	32 890	(4 258)	-13%	98 670	
Government - capital			12 441	12 441	3 350	7 079	4 147	2 932	71%	12 441	
Interest			4 130	4 130	322	776	688	88	13%	4 130	
Dividends			-	-	-	-	-	-		-	
Payments											
Suppliers and employees			(358 379)	(358 379)	(28 122)	(67 708)	(48 988)	18 721	-38%	(358 379)	
Finance charges			(2 864)	(2 864)	-	-	(358)	(358)	100%	(2 864)	
Transfers and Grants			(2 026)	(2 026)	(28)	(197)	(253)	(56)	22%	(2 026)	
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	12 172	12 172	(805)	10 205	29 879	19 674	66%	12 172
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			5 000	5 000	-	-	-	-		5 000	
Decrease (Increase) in non-current debtors			7	7	0	1	1	(1)	-56%	7	
Decrease (increase) other non-current receivables			-	-	-	-	-	-		-	
Decrease (increase) in non-current investments			-	-	-	-	-	-		-	
Payments											
Capital assets			(47 209)	(47 209)	(518)	(529)	(2 446)	(1 917)	78%	(47 209)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(42 201)	(42 201)	(518)	(528)	(2 445)	(1 917)	78%	(42 201)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-	-	-	-	-	-		-	
Borrowing long term/refinancing			16 779	16 779	-	-	-	-		16 779	
Increase (decrease) in consumer deposits			241	241	138	118	40	78	194%	241	
Payments											
Repayment of borrowing			(5 200)	(5 200)	(8)	(17)	-	17	#DIV/0!	(5 200)	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	11 820	11 820	130	101	40	(61)	-152%	11 820
NET INCREASE/ (DECREASE) IN CASH HELD			-	(18 210)	(18 210)	(1 193)	9 778	27 474			(18 210)
Cash/cash equivalents at beginning:			40 402	40 402		83 739	40 402				83 739
Cash/cash equivalents at month/year end:			-	22 192	22 192		93 517	67 876			65 529

QUALITY CERTIFICATE

NAVRAE: S Stanley
 ENQUIRIES:
 KONTAKNR: 028 425 5798
 CONTACT NO:
 VERW: 5/3/2019-20 (S71)
 REF:
 KANTOOR: Bredasdorp
 OFFICES:
 DATUM: 13 September 2019
 DATE:

**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 AUGUST 2019** (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: 13 September 2019