

**Quarterly Budget  
Monitoring Report for  
Period ending  
30 June 2020**



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## IN-YEAR REPORTS OF NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY FOR THE 4<sup>TH</sup> QUARTER 2020

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## **PART 1 – IN-YEAR REPORT**

### **1.1 Purpose**

The purpose of this report is to comply with Section 52(d) of the Municipal Finance Management Act 56 of 2003 and Section 28-29 of the Municipal Budget and Reporting Regulations (MBRR) which requires that specific financial information be reported to council in a prescribed format.

### **1.2 Legislative and Regulatory Framework**

In terms of Section 52(d) of the Municipal Finance Management Act 56 of 2003, *General Responsibilities*

The mayor of a municipality -

- a) must provide general political guidance over fiscal and financial affairs of the municipality,
- b) in providing such general political guidance, may monitor and, to the extent provided in this Act, oversee the exercise of responsibilities assigned in terms of this Act to the accounting officer and the chief financial officer, but may not interfere in the exercise of those responsibilities,
- c) must take all reasonable steps to ensure that the municipality performs its constitutional and statutory functions within the limits of the municipality's approved budget,
- d) must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and financial state of the municipality: and
- e) must exercise the other powers and perform the other duties assigned to the mayor in terms of this Act or delegated by the council to the mayor.



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## **1.3 Mayor's Report**

Madam Speaker

Chief Whip

Members of Mayoral Committee

Ordinary Councillors

Traditional Leaders

Municipal Manager and Senior Managers

Members of Media Houses

Community of Ngaka Modiri Molema District

Civil Society

Religious Groups, and

The house at large

Let me greet you again

Madam Speaker, on 15 March 2020, President Cyril Ramaphosa declared a national state of disaster in South Africa in terms of the Disaster Management Act of 2002, following the declaration of the global COVID-19 pandemic by the World Health Organisation (WHO). This announcement forced the National Government including the two spheres of government to act swiftly to minimise the economic impact of the pandemic and secondly to make means to redirection/or reprioritise of resources to fight against the novel coronavirus.

Following this directive, on the 21<sup>st</sup> April 2020, the President announced a R500 billion fiscal support package that includes spending towards COVID-19 priorities. In support of this package, the National Treasury published a document title "Economic Measures for



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COVID-19" which presented a breakdown of R500 billion fiscal response. Table 1 below shows a breakdown of COVID-19 fiscal response package announced by National Treasury.

**Table 1: COVID-19 fiscal response package**

<b>Fiscal Response Package</b>	<b>R' billion</b>
Credit Guarantee Scheme	200 000
SMME and informal business support	100 000
Job creation and protection Measures for income support (further tax deferrals, SDL holiday and ETI extension)	70 000
Support to vulnerable households for 6 months	50 000
Wage protection (UIF)	40 000
Health and other frontline services	20 000
Support to municipalities	20 000
<b>Total</b>	<b>500 000</b>

As highlighted above, all allocations to municipalities was very minimal, as little as R 20 billion for 278 municipalities across the country. Madam Speaker, out of this fiscal framework, our municipality were allocated an amount of R745 thousand as disaster relief grant, and the rest is our responsibility to respond COVID-19 pandemic. Honourable Members when I say the rest is our responsibility, I mean we need to continue to provide clean water, decent sanitation and create safe and healthy environment for our local inhabitants. In this way we are forced to keep our people safe from this ruthless disease, and most importantly flatten the curve as declared by the President.

Honourable Members let me give thanks to our national government for their decisive action towards responding to COVID-19 pandemic. Most significantly, the World Health Organisation and our National Coronavirus Command Council for their support to our government in response to COVID-19 pandemic. Furthermore, credit must be given to our essential services officials who worked tirelessly to ensure that our people are safe and continues to receive basic services on time.



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Madam Speaker, I am sure every members of council seating here today are aware about the damage caused by novel coronavirus. As it stands, some commentators including the National Treasury has already projected between 1 and 7 million jobs bloodbath in South Africa. Worse, the major credit rating agencies (Moody's, Standard and Poor's and Fitch) has downgraded our long-term foreign and local debt ratings to Ba1 from Baa3 which added a notch up to our problems. This crisis of downgrading is blamed on weak structural growth and constrained capacity to stimulate the economy, and inexorable rise in government debt over the medium term which contribute further on South African outlook. So, the impact of the downgrading combined with the COVID-19 pandemic has far reaching consequences on the delivery of goods and services by the municipality.

Furthermore, I personally subscribe to the remarks made by the Minister of Finance, Mr. Tito Mboweni who said " Therefore, to say we are not concerned and trembling in our boots about what might be in the coming weeks and months is an understatement". Honourable Members, fixing this great recession remains our priority. The first solution would be to pay off our creditors in time, reprioritise our spending towards essential services and increase our infrastructure investment. Lastly, but not list, increase on our repairs and maintenance budget for service delivery infrastructure projects and enhance our revenue strategies going forward.

Madam Speaker, I am happy about the ground-breaking story announced by the President of South Africa on the 17<sup>th</sup> June 2020, which gave us a hope to the treatment of COVID-19 pandemic. As reported by the President, the drug called dexamethasone was found responsive to COVID-19 patients who are critically ill, especially those who are on ventilators and oxygen supply. According to the study conducted by the University of Oxford in Britain, this drug has potential to reduce COVID-19 pandemic deaths. However, this does not mean that we should forget about precautionary measures that we need to take fighting the scourge of the COVID-19 pandemic.

Honourable Members let me also appreciate our national government and the global community for their efforts in development of COVID-19 vaccinee. Madam Speaker, as stands, the first clinical trial in South Africa and on the continent for a Covid-19 vaccine it has begun. From the announcement that was made on 23 June 2020, at a virtual press conference hosted by the University of the Witwatersrand, Johannesburg (Wits) the South



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Africa's Ox1Cov-19 Vaccine VIDA-Trial aims to find a vaccine that will prevent infection by SARS-CoV-2, the virus that causes Covid-19. In addition, the South African President, Cyril Ramaphosa who is now a co-chair of Facilitation Council of the Access to COVID-19 Tools Accelerator alongside the Norwegian Prime Minister Ema Solberg echoed that clinical testing for COVID-19 vaccines needs to include African populations to ensure that is appropriate for Africans and they should benefit from this vaccines development.

Following these remarkable developments, on the 15 September 2020, Minister of Health, Dr Zweli Mkhize reported that South Africa's recovery rate has climbed to more than 89.5%. Meaning that over 583,000 people have recovered from the virus. Sadly, the country has recorded 142 more COVID-19 deaths, bringing the death toll above 15,641. Practically, this shows that number of new infections continues to decline. It is anticipated that going forward, the Minister will ease lockdown restrictions and introduce level 1 which is part of our new normal and economic recovery plan for South Africans.

Honourable Members, amid of this life-destroying pandemic, I would also like to condemn our second global pandemic which is gender base violence (GBV) against women and children. As reiterated by the President, GBV or VAWG is a global pandemic that affects 1 in 3 women in their lifetime. According to research conducted by World Bank (2020) on GBV and VAWG the numbers are staggering. Over 35% of women worldwide have experienced either physical and/or sexual intimate partner violence or non-partner sexual violence.

To put more emphasis, South Africa's 1996 constitution is repeatedly explicit about gender equality, but violence towards women remains a grave issue: The country has among the highest levels of intimate partner violence in the world. As part of Gender-based violence prevention measures, the President of South Africa assured the South Africans that said legislative amendments had been prepared concerning "minimum sentencing in cases of gender-based violence, bail conditions for suspects, and greater protection for women who are victims of intimate partner violence. However, it remains our responsibility to fight the scourge of GBV and VAWG, and government alone will not make it.

Madam Speaker, I now present the effects of COVID-19 for 2019/20 MTREF budget. Firstly, we need to understand that the effects of the lockdown are on ongoing and the economy of our country is still fragile, and we are going to experience a significant economic downturn



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in the future especially when providing goods and services to our people. In our case, the announcement of COVID-19 and its regulations, the municipality was forced to develop service delivery acceleration plans mostly for our local communities to access basic services such as water and sanitation. Further to the above, the following operational areas were affected, namely:

- The municipality were forced to reprioritise its 2019/20 MTREF budget to accommodate unforeseen and unavoidable expenditure as result of COVID-19 respond measures;
- The novel coronavirus had a negative impact on the completion of municipal capital projects which in turn R 32 million of MIG was reprioritised towards COVID-19 projects;
- The planned (normal) operations and maintenance for both electrical and mechanical of water and sanitation infrastructure were interrupted, and the municipality were forced to develop acceleration plans;
- Our municipal services (administration or non-essential) were not be operational and certain services were not be provided as a result of the lockdown restrictions;
- There has been an increased demand for services such as the provision of water and other sanitation services around the district;
- For one-time response on water and sanitation issues, the municipality incurred high expenditure on temporary accommodation for water and sanitation personnel;
- Personal Protective Equipment (PPE) was also procured in high quantities as results of COVID-19 compliance measures alongside with disinfection of municipal facilities across the district; and
- Overtime and standby and danger allowance expenditure was also incurred for our essential's services, and other officials who were onsite.

The mayor's report accompanying an in-year must provide -

- a) a summary of whatever the municipality's budget is being implemented in accordance with the service delivery and budget implementation plan and any service delivery agreements with municipality entities;





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- b) a summary of any financial problems or risks facing the municipality or any such entity; and
- c) any other information considered relevant by the mayor.

## **1.3.1 A summary of whatever the municipality's budget is being implemented in accordance with the service delivery and budget implementation plan (SDBIP) and any service delivery agreements with municipality entities**

### **a) Performance (Actuals) against Planned SDBIP**

This report provides a summary of the main budget issues arising from budget monitoring process. In addition, it comprises of the progress of the budget implementation against projections contained in the Service Delivery and Budget Implementation Plan and is intended to inform and enable the Council of Ngaka Modiri Molema District Municipality to fulfill its oversight responsibility.

As per June 2020 budget statements, the following narration provides for operating revenue and expenditure performance against planned SDBIP.

- The YearTD Operating revenue collected for period ending June 2020 is R 798, 642 million which translate to under-collection of 1% or R 10, 606 million against planned YearTD budget of R 809, 248 million. The above-mentioned surplus is as results of investment revenue and transfers and subsidies of R 31, 533 and R 766,236 million, respectively.
- For period ending June 2020, the YearTD Operating expenditure is R 773, 767 million which translate to underspending of 16% or R 144, 133 million against the YearTD budget of R 917, 900 million. The abovementioned underspending is mostly affected by all expenditure line items with depreciation & asset impairment, materials and bulk purchase and transfers and subsidies as the highest.

Within operating revenue and expenditure framework, the municipality incurred unforeseen and unavoidable expenditure in the last quarter of 2019/20 budget year. Section 29 of Municipal Finance Management Act 56 of 2003, which reads together with Municipal Budget and Reporting Regulations of 2009, regulations 71 & 72 states that-



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- 1) The mayor of a municipality may in emergency or other exceptional circumstances authorise unforeseeable and unavoidable expenditure for which no provision was made in an approved budget.
- 2) Any such expenditure-
  - a) must be in accordance with any framework that may be prescribed;
  - b) may not exceed a prescribed percentage of the approval annual budget;
  - c) must be reported by the mayor to the municipal council at its next meetings; and
  - d) must be appropriated in an adjustments budget.
3. If such adjustments budget is not passed within 60 days after the expenditure was incurred, the expenditure is unauthorized, and section 32 applies.

Additionally, regulation 71 of MBRR prescribes that –

- 1) The mayor of a municipality may authorise expenditure in terms of section 29 of the Act only if-
  - a) The expenditure could not have been foreseen at the time the annual budget of the municipality was passed; and
  - b) The delay that will be caused pending approval of an adjustments budget by the municipal council in terms of section 28(2)(c) of the Act to authorise the expenditure may –
    - i. result in significant financial loss for the municipality;
    - ii. cause a disruption or suspension, or a serious threat to the continuation, of a basic municipal services;
    - iii. lead to loss of life or serious injury or significant damage to property; or obstruct the municipality from instituting or defending legal proceedings on an urgent basis.
- 2) The mayor of a municipality may not authorise expenditure in terms of section 29 of the Act if the expenditure –
  - a) was considered by the council, but not approved in the annual budget of the municipality or an adjustment budget;
  - b) is required for –
    - i. price increases of goods or services during the financial year;
    - ii. new municipal services or functions during the financial year;



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- iii. the extension of existing municipal services of functions during the financial year;
- iv. the appointment of personnel during the financial year; or
- v. allocating discretionary appropriations to any vote during the financial year; or
- vi. would contravene any existing council policy; or
- vii. is intended to ratify irregular or fruitless and wasteful expenditure.

In light with the above, the monetary limits on unforeseen and unavoidable states that the amount of expenditure that the mayor of a municipality may authorise in terms of section 29 of the Act is limited to-

- a) 5% of the municipality's own revenue in the case of a municipality with approved total revenue in its current annual budget not exceeding R250 million;
- b) the greater of R5 million or 4% of the municipality's own revenue in the case of a municipality with approved total revenue in its current annual budget greater than R250 million but not exceeding R500 million and;
- c) R15 million in the case of a municipality with approved total revenue in its current annual budget greater than R500 million.

Considering the above legislative framework, the municipality complied with the above conditions on 30 June 2020 which presented Covid-19 special adjustment budget to council. In that special budget adjustment, the municipality recorded R5,810,202.67 million of unforeseen and unavoidable expenditure as follows:

• Accommodation	-	R 2,766,948.01 million
• Disinfections of municipal facilities	-	R 152,325.00 thousand
• Sanitizers	-	R 1,729,850.00 million
• Masks	-	R 515, 869.57 thousand
• Latex gloves	-	R 80,217.39 thousand
• Soaps	-	R 480,000.00 thousand
• Non-contact thermometers	-	R 84,992.70 thousand

Notably, the municipality has spent less than R15 million in the case of a municipality with approved total revenue in its current annual budget greater than R500 million. Accordingly, the municipality has spent 38.6 % or R9.2 million less as per the MFMA limits.



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Within the same framework, the municipality received an amount of R 745 thousand as operating grants and subsidies from Department of Cooperative Governance and Traditional Affairs. The purpose of this allocation is intended to assist municipality with procurement of COVID-19 materials (sanitizers, surgical masks, and other hygienic items), sanitation services, personal procurement equipment, and waste management. According to our books at year end, the expenditure against disaster relief grants is R 748,411.96 thousand. Below, are further expenditure details against disaster relief grant.

- |   |                        |
|---|------------------------|
| • Disinfections of municipal facilities | R 152,325.00 thousand  |
| • Masks                                 | R 515, 869.57 thousand |
| • Latex gloves                          | R 80,217.39 thousand   |

As highlighted earlier, the shock of coronavirus has forced the municipality to reprioritise its 2019/20 MTREF budget specifically to accommodate critical services that needs immediate response. Mainly, the aim is to provide additional access to the basic services for vulnerable communities during the lockdown. Furthermore, the Minister of CoGTA, Dr Dlamini Zuma, issued a circular directing the all municipalities, in particular water service authority to provide potable water (water tankers, boreholes and by other means) to high population density settlement, rural communities, informal settlements, and all other water constrained communities that have limited access to municipal water supply, and most importantly, provide temporary sanitation services in areas that demand such. Having said that, the municipality recorded an amount of R 52,574 million as per the above instructions. Below, is the summary of acceleration plan in response to the above directive.

- |                                |                     |
|--------------------------------|---------------------|
| • Materials and supply         | - R 19,171 million  |
| • Repairs & Maintenance (WWTP) | - R 29, 766 million |
| • Plant Hire                   | - R 3,562 million   |
| • Installation of sewer line   | - R 73,112 thousand |

Madam Speaker below is all the projects and programmes which exceeded our initial allocations as results of our acceleration plan towards COVID-19. Legislatively, this expenditure has been authorized through Council as per MFMA section 28(2) and MBRR sub-regulation 23(1) (3) (4) (5).



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- |  |                     |
|--|---------------------|
| • Drilling, testing & equipping of boreholes | - R 8, 738 million  |
| • Projects reprioritized hotspots            | - R 15, 378 million |
| • Drilling of boreholes across the district  | - R 12, 953 million |
| • Materials and supply (water materials)     | - R 3,255 million   |
| • Municipal services (electricity)           | - R 1,746 million   |
| • Plant hire                                 | - R 3, 562 million  |

In addition to the above expenditure report, it should be noted that the municipality is facing tremendous challenges in relation to water provision, and these challenges includes but not limited to the contributing factors:

- Dilapidating water infrastructure;
- Operation and maintenance;
- Increasing number of new settlements;
- Vandalism and theft of water infrastructure (water pumps, electrical panels and engines);
- Dewatering of underground water resources;
- Uneven provision of bulk water supply; and
- Lack of water sources (boreholes & dams).

Given the above synopsis, it should be noted that all water and sanitation infrastructure belong to the district as a water service authority. Therefore, it is the responsibility of the NMMDM to do major refurbishment while the locals are responsible for daily operation and maintenance since they are collecting revenue from the use of these assets specifically to the urban areas. In this case, the municipality use contracted service providers for the mechanical repairs, maintenance & supply of water engine, stands storage tanks, pump houses and fencing for security in rural areas across the district.

Parallel to the above, NMMDM also outsourced electrical repairs services on water pumps, supply, delivery and maintenance of high lift pumps, control panels and motors for a period of two (02) years as and when service is required. Simply put, conduct the following services across the district, namely: operation and maintenance; rural water supply schemes; responsible for portable water through water treatment plants (WTP) and



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wastewater treatment plant especially where local municipalities are responsible for the operation & maintenance.

During the last quarter of 2019/20 budget year, the district has intervened in the areas where the WSPs could not provide adequate services due to lack of funding. Below, are the areas where the NMMDM has intervened:

- repairs and Maintenance of boreholes in Coligny (Ditsobotla town) due to vandalism;
- repairs and Maintenance of boreholes in Ottosdal (Tswaing town) due to vandalism;
- repairs and Maintenance of boreholes in Delareyville (Tswaing town) due to vandalism;
- repairs of WWTW in Atamelang (Tswaing township) due to dilapidating infrastructure;
- repairs of Zeerust WTP (Ramotshere Moiloa Town); and
- areas in Ratlou LM where Sedibeng is responsible for operation & maintenance.

Madam Speaker, I would like report expenditure and projects completed in relation to repairs & maintenance, yard connections installation, leakages/ burst pipes and standpipes provided. Below, is the table reflecting on the work done during 2019/20 budget year.

Description	2019/20	
	No.	R'000
Yard connection installations	1	R 4 133
Yard connection repairs	60	R 2 850
Boreholes repairs	439	R 22 101 017
Standpipes	140	R 64 258
Leakages/burst pipes	167	R 163 486
<b>TOTALS</b>		R 22 335 744

The following table indicates the completed emergency intervention of water and sanitation services during the 2019/2020 financial year, and these interventions were done in Ramotshere Moiloa Local Municipality.



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NO	LOCATION	PROJECT DESCRIPTION	LOCALITY	PROGRESS	EXPENDITURE
01	Venture, Willowpark, Venture, Vergenoeg  Speenskop	Urgent restoration and drilling of boreholes at Venture, Willowpark, Vergenoeg and Speenskop, to supply Ntsweletsoku and Welbedacht	Ramotshere	Completed	R12 830 272.05
02	Groot-Marico	Urgent restoration and linking of two Water Treatment Works at Groot Marico, replacement and upgrading of the asbestos pipeline (500m) from both works to the reservoir, equipping of three existing boreholes, excavation and installation of a bulk pipeline to the existing steel tank.			R18 017 192.20
03	Lekubu (Braklaagte)	Drilling of 6 boreholes, erection of a storage tank, bulk pipeline, pipeline extensions and installation of 200 communal taps.	Ramotshere	Completed	R29 000 000.00
	<b>TOTAL</b>				<b>R59 847 464.00</b>

Madam Speaker, it should be noted that there is a rapid increase on water supply, and these water demands cannot be sustained indefinitely. More so, there are some parts of the District that are experiencing severe drought and permanent water shortages. In addition,



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there is uneven provision of bulk water supply especially in Mahikeng peri-urban due to 09 boreholes that dried up at Grootfontein and depletion of Molopo eye. As results, the district is continuously making assessments of the situation together with CoGTA and other stakeholders.

Following the above report, it is also important to reflect on areas that requires immediate intervention to curb the water shortage around the district, and these needs to be prioritised in the 2020/21 financial year.

NO	LOCATION	PROJECT DESCRIPTION	LOCAL MUNICIPALITY	ESTIMATED AMOUNT
1	Lomanyaneng-Setlopo water supply	Refurbishment and Upgrading of Lomanyaneng Pump Station by drilling of 04 boreholes, testing equipping of 02 existing boreholes and construction of 2 Km bulk line to the existing storage tanks	MAHIKENG LM	R 8 500 000,00
2	Mahikeng Bulk Supply	Mahikeng Bulk Water Augmentation: Drilling and equipping estimated 10 boreholes near Mahikeng game farm with booster pump station and construction of bulk line to the Mahikeng plant		R 30 000 000,00
3	Motlhabeng-Phola	Testing of Existing Borehole,drilling of 2 additional boreholes and construction of a new		R 7 500 000,00





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		elevated 450kl steel tank to supply sufficient pressure to the existing pipe network.	
	Montshiwa Township	Drilling and equipping of 04 boreholes, refurbishment of existing elevated storage tank.	R 6 500 000,00
<b>4</b>	Lekoko	Drilling and equipping an estimated of 04 boreholes, testing exiting 03 boreholes and construction of an estimation of 5 Km bulk pipeline to the existing storage tank. Refurbishment of existing elevated storage tank and Construction of concrete palisade fence around the tank for security purpose.	R 10 500 000,00
<b>5</b>	Modimola	Drilling and equipping of 03 boreholes, refurbishment of existing elevated storage tank with concrete palisade fence.	R 6 500 000,00
<b>6</b>	Matlhonyane	Drilling and equipping 03 new boreholes, testing of 02 existing boreholes and construction of bulk line. Construction of new 300 Kl elevated steel tank	R 10 000 000,00



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<b>7</b>	Supingstad	Drill and equip 06 boreholes, construct a bulk pipeline, and connect to existing storage. Construct a steel tank	<b>RAMOTSHERE-MOILOA LM</b>	R 25 000 000,00
<b>8</b>	Motswedi	Drill and equip an estimation of 03 boreholes, construct a bulk pipeline and connect to existing storage		R 13 500 000,00
<b>9</b>	Gopane ward 5 & 6	Drill and equip an estimation of 06 boreholes, construct a bulk pipeline that will feed the new elevated 300 Kl storage tank.		R 15 000 000,00
<b>10</b>	Dinokana	Refurbishment of intermediate concrete reservoir at Dinokana Upper Eye.		R 5 000 000,00
<b>11</b>	Radikhudu	Refurbishment of existing boreholes and constructing steel bulk pipeline to the existing storage		R 8 500 000,00
<b>12</b>	Khunwana	Drilling of 03 Boreholes and construction of bulk line (steel) that cross the stream to supply other area.	<b>TSWAING LM</b>	R 13 500 000,00
<b>13</b>	Rietvlei farm	Drilling of 03 Boreholes and construction of bulk line (steel) with 100Kl storage tank	<b>DITSOBOTLA LM</b>	R 4 500 000,00



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<b>14</b>	Puitfontein	Drilling of 03 Boreholes and construction of bulk line and connect to the existing storage tank. Extension of communal (20) standpipes at an RDP standard.		R 3 800 000,00
Total				<b>R 168 300 000,00</b>

As indicated above, the municipality will an amount of R168, 300 million to curb water shortages around the district which will be mainly for drilling of boreholes and construction of bulk line and connecting water to the existing storage tanks, and finally, extension of communal standpipes.

For 4<sup>th</sup> quarter, capital expenditure for period ending June 2020, YTD capital expenditure is R 209, 670 million against YearTD budget of R 338, 125 million. As it appears, this expenditure shows underspending of R 128, 455 million or 38% as compared to YearTD capital budget. Given the above, the unspent amount for capital programme includes capital grants and transfers of R 95,131 million and internally generated funds of R 33,324 million.

Another important issue to be considered is the reprioritization of 2019/20 MiG funds for the purpose curbing the COVID-19 pandemic. In view of the above, the municipality has revised its current MiG implementation plan and identified funds that will not be spend by the end of the 2019/20 financial year due to the coronavirus pandemic delays. The Province with Municipal Infrastructure Support Agency (MISA) has facilitated the process of projects screening with Regional Department of Water and Sanitation (DWS) on whether the water and sanitation projects are technically viable and would contribute towards curbing the spread of the novel coronavirus.

In light with the above, the municipality has prioritised COVID-19 projects to amount of R32 million. These projects will be rolled over to 2020/21 budget year. Below is the list of approved prioritised projects of R32 million with region, project description and allocation.



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Region	Project Description	Allocation (R'000)
Middleton C	<ul style="list-style-type: none"> <li>Pump test and equip 02 existing boreholes at Middleton C and erect the 04 Km bulk pipeline to the storage tank</li> </ul>	<ul style="list-style-type: none"> <li>R 4,5 million</li> </ul>
Atamelang	<ul style="list-style-type: none"> <li>Drilling 3 borehole and equip, construct a bulk line and connect to the storage Tank</li> </ul>	<ul style="list-style-type: none"> <li>R 5 million</li> </ul>
Welbedagcht Unit 1- Manchester Section.	<ul style="list-style-type: none"> <li>Drill and equip an estimation of 03 boreholes, construct a bulk pipeline and connect to existing storage</li> </ul>	<ul style="list-style-type: none"> <li>R 4 million</li> </ul>
Besiesvlei	<ul style="list-style-type: none"> <li>Drill and equip an estimation 06 boreholes, bulk pipeline</li> </ul>	<ul style="list-style-type: none"> <li>R 5 million</li> </ul>
Madibogo - Ramabesa	<ul style="list-style-type: none"> <li>Drill and equip an estimation of 02 additional boreholes, construct 100kl storage tank and connect to the network</li> </ul>	<ul style="list-style-type: none"> <li>R 5 million</li> </ul>
Ottosdal	<ul style="list-style-type: none"> <li>Refurbishment of Ottosdal Waste- Water Treatment plant- Mechanical and Electrical</li> </ul>	<ul style="list-style-type: none"> <li>R 8,5 million</li> </ul>



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Madam Speaker, after the explanation it is worth to report that the municipality responded swiftly to the investigation in terms proclamation no. R.23 of 2020 dated 23 July 2020 in respect of National State Disaster as declared by Honourable President under government notice, 313 of 15 March 2020. In this case, the Special Investigating Unit has been a tasked to investigate allegations of corruption, mismanagement of public funds and abuse of supply chain management processes in relation to COVID-19 procurement items. So, to show transparency and level of accountability, the municipality has submitted the required information to the SIU for investigation on 20 August 2020, and further engagements between municipality and has already took place without any challenges.

## **1.3.2 Madam Speaker, I now present a summary of financial problems or risks facing the municipality**

The following are the financial problems or/and risks associated with service delivery infrastructure:

- Poor safeguarding of physical assets (buildings, equipment, etc.) from loss, damage, and theft;
- Deteriorating or aging assets (buildings, equipment, and infrastructure);
- Risk of operational failure due to reduced number of employees that must return to work during the pandemic;
- Workplace health and safety risk, i.e. of employees and councilors especially those that have underlying conditions (health issues or comorbidities) and over the age of 60 years;
- Loss of revenue and increasing public service delivery;
- Increasing costs for special material and supply which has a direct impact on repairs and maintenance of our service delivery infrastructure assets.

In addition, the following are other financial problems or risks facing the municipality:

- Lack of or outdated policies and procedures;
- Inconsistent application of HRM practices and policies;
- Managing procurement risk during COVID-19 pandemic;



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- Poor budget controls or poor accounting systems;
- Unfunded budget over the MTREF due to huge contingent liabilities;
- Bad publicity posing reputational risks;
- Budgeting for surplus/or reserves over the MTREF;
- Misalignment between SDBIP, Cashflow and procurement plans;
- Non-compliance with mSCOA and reporting regulations (MFMA & MBRR); and
- Local and global economic downfall.

## **1.4 Resolutions**

- 1.4.1** That the municipality take precautionary measures to fight against the scourge of COVID-19 pandemic;
- 1.4.2** Noting the monthly budget statements and any supporting documents for period ending June 2020;
- 1.4.3** Noting the financial problems or risks facing the municipality;
- 1.4.4** Noting the material variances from the service delivery and budget implementation plan;
- 1.4.5** Noting the remedial action or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's budget;
- 1.4.6** Note COVID-19 expenditure as at 30 June 2020, and
- 1.4.7** Any other resolution that may be required.



## 1.5 Executive Summary

The preparation of 2019/20 special adjustment budget was extremely challenging, with considerable potential impacts on core service delivery cost and revenue components which influenced the outcomes of MTREF. A key consideration for the compilation of the adjustments budget was long term financial sustainability and especially stabilizing the cash flow position, while also ensuring continued improved service delivery to the residents of Ngaka Modiri Molema District during COVID-19 pandemic.

Since the declaration of the national state disaster regulations under the Disaster Management Act of 2002, the municipality was forced to revisit its control environment in response to COVID-19 pandemic particularly to avoid any disruptions which may impact on our financial management operations and service delivery. Going forward, the municipality prepared and implemented a comprehensive risk assessment to operate beyond lockdown regulations. In addition, the municipality established a management team that ensures effective and efficient use of resources and strict adherence to the national government lockdown regulations.

Summarily, the municipality ensured compliance with national government instructions by doing the following:

- conducting risk assessment on regular basis in consultation with the local municipalities and other stakeholders in order to take precautionary measures against the scourge of COVID-19;
- develop and implement COVID-19 workplace execution plans that matches with gradually reopening of government services; and
- develop and implement acceleration plans that aim to increase provision of service such as water and sanitation, road maintenance and municipal health services.

As the municipality adjust to the "new normal" of remote operations during the COVID-19 pandemic, maintaining focus on the effective operation of internal controls was critical. In addressing risks associated with financial management environment the following measures were considered:



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- evaluation of current controls, and consider the impact on the timelines of control operations;
- identify controls with manual approvals;
- add new controls where necessary and document changes to current control processes;
- pay special attention to the budget spending and future estimates;
- most importantly, keep the lines of communication open with external & internal auditors to ensure risk mitigation & compliance;
- assess IT control implications for the purpose of operating effectively by increasing levels of remote operations; and
- re-assess the financial reporting timelines and relaxing timing constraints.

To this end, it cannot be overemphasized that water and sanitation remain critical elements in fighting COVID-19 infections as such, access to these services by communities is essential. In that view, the municipality welcomed the intervention by the Department of Water and Sanitation in providing water tankers although it was not a permanent solution. In this way, the municipality extended contracts for provision of water and sanitation services such as water tankering as part of our contingency plan.

All in all, it should be remembered that Ngaka Modiri Molema District Municipality is at the coalface of service delivery; therefore 2020/21 annual budget should reprioritize its spending on operation and maintenance in order to increase our capacity and ensure sustainable services provision during COVID-19 and beyond.

As mentioned earlier by the Executive Mayor, we have reprioritized drilling, testing & equipping of boreholes; mechanical and electrical repairs of boreholes and water pumps; emergency Intervention Projects (Supingstad and Lekubu water intervention projects); materials and supply and waste water treatment plants. As far as municipal health services are concerned, issuing of permits to informal food traders and supervision of formal business the municipality has ensured that all our practitioners are well equipped to protect and limit the exposure of consumers to the virus. Regarding disaster management, the municipality will continue to work in unison with provincial and national government to deliver essential services during this period. We also want to acknowledge the support from





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SALGA in continuing to advocate and lobby on behalf of the municipality to ensure that we are adequately supported in this period.

As indicated earlier, our 2019/20 special adjustment budget provided for changes in the main appropriation owing to the categories of expenditure specified in Section 28 (2) of the MFMA. Our virements policy, also allowed the use of unspent funds from amounts appropriated under one main division (programme) to defray excess expenditure under another main division (programme) within the different votes/departments.

With regard to compliance matters, section 122(1) of the MFMA states that, every Municipality and every Municipal Entity must for each financial year prepare Annual Financial Statements which fairly presents the state of affairs of the Municipality or Entity, its performance against its budget, its management of revenue, expenditure, assets and liabilities, its business activities, its financial results, and its financial position as at the end of the financial year. This means that the 2019/20 annual financial statements must be submitted by 31 August 2020 to the Auditor-General for auditing.

Due to the disruptions caused by COVID-19 pandemic, municipalities and municipal entities are granted exemption from section 126(1)(2) of the MFMA to submit 2019/20 annual financial statement (AFS) to Auditor General on or before 31 October 2020 as indicated in the MFMA Circular No. 104. Briefly, section 126 (1) of the MFMA further requires the accounting officer of a municipality must prepare the annual financial statements of the municipality or municipal entity and, within two months after the end of the financial year to which those statements relate, submit the statements to the Auditor-General for auditing. Given the above exemption, the municipality will be presenting its preliminary set of AFS on the 30 September 2020.

In light with the exemption notice on the submission of AFS, National Treasury has decided to keep the 2019/20 rollover criteria and timeframes the same as articulated in the original MFMA Circular No. 99. As results, the municipality prepared and submitted its unspent rollover on unspent conditional grant (MiG Covid-19 reprioritised projects) to National Treasury and CoGTA. Going forward, the municipality will review its project implementation plan which was initially presented to council in May 2020 to include MiG reprioritised projects.



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In terms of section 21(1)(b) of the MFMA the municipality was expected to prepare and present time schedule of key deadlines to Council 10 months before the start of new financial year which is 2021/22. However, due to disruptions caused by COVID-19, the municipality will table schedule of key deadline to Council on the 29 September 2020. Among others, the schedule above will make provision to engagements conducted by both Treasuries on the mid-term budget and performance assessment and table budget benchmark assessment, and most importantly, announce measures on how public consultation will be conducted since we are faced with COVID-19 pandemic.

The executive summary of monthly budget statement must cover at least the following –

- a) the municipality's consolidated performance, in relation to both the approved annual budget and the latest approved adjustment budget, with specific reference to the financial and non-financial impact of the performance of the municipal entities on the in-year reports tables, charts and explanations;
- b) any material variances from service delivery and budget implementation plan; and
- c) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality.

### **a) The municipality's consolidated performance, in relation to both the approved annual budget and the latest approved adjustment budget**

The municipality has placed significant investment in delayed and new infrastructure, and this is to ensure that basic services to the community are served. At this point, it is worth to note that the increase in our repairs and maintenance budget is to ensure that the useful life of the existing infrastructure is extended to derive full value for money from our assets. It is also important that expenditure in the grant. Furthermore, it is important that expenditure funded by conditional grants be closely monitored to ensure that projects are completed, and monies are not returned to National Fund because of under underspending.

To maintain the above status, the following issues need to be prioritised and addressed: 1) Oversight structures that hold the administration to account 2) An administration that is committed to achieving the targets and objectives of our Integrated Development Plan (IDP)



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3) Management that ensures that risks are periodically identified, assessed, and effectively mitigated. 4) Administration that produce regular, accurate and complete financial and performance (service delivery) reports; and lastly, but not list, appropriate the implementation of policies and procedures.

In view of the above, the following table is a consolidated performance in relation to both the approved annual budget and the latest approved special adjustment budget for period ending June 2020:

## 1.5.1 Consolidated Performance for period ending June 2020

Description	Budget Year 2019/20					
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands						
Total Revenue (excluding capital transfers and contributions)	775,974	809 248	798 642	809 248	10 606	-1%
Total Expenditure	847,020	917 900	773 767	917 900	(144 133)	-16%
Surplus/(Deficit)	(71,046)	(108 652)	24 875	(108 652)	133 527	-123%
Capital expenditure	347,178	338 125	209 670	338 125	(128 455)	-38%

- For period ending June 2020, the YearTD operating revenue (excluding capital transfers and contributions) decreased by 1% or R 10, 606 million as compared to the planned SDBIP. The above-mentioned surplus is as results of investment revenue and transfers and subsidies of R 31, 533 million and R 766, 236 million, respectively.
- On the other hand, the YearTD operating expenditure for period June 2020 is R 773, 767 million which translates to underspending of R 144, 133 million or 16%. The abovementioned underspending is mostly affected by all expenditure line items including depreciation & asset impairment, and materials and bulk purchase and transfers and subsidies as the highest.
- Lastly, the YearTD capital budget expenditure is R 209, 670 million which translate to a variance of R 128, 455 million or 38% against planned SDBIP of R 338, 125 million. The abovementioned YearTD capital expenditure includes R 200, 173 million for service delivery projects and R 9, 496 million from internally generated funds (software's, office furniture and equipment and machinery).



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## 1.5.2 Operating Revenue Framework

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 Source										
Property rates					–	–	–	–		
Service charges - electricity revenue					–	–	–	–		
Service charges - water revenue			450	170	14	152	170	(18)	-11%	
Service charges - sanitation revenue			107	120	15	127	120	7	6%	
Service charges - refuse revenue			–	–	–	–	–	–		
Rental of facilities and equipment			218	225	32	238	225	12	5%	
Interest earned - external investments			–	33,000	1,154	31,533	33,000	(1,467)	-4%	
Interest earned - outstanding debtors			–	–	–	–	–	–		
Dividends received			–	–	–	–	–	–		
Fines, penalties and forfeits			–	–	–	72	–	72	#DIV/0!	
Licences and permits			–	–	9	50	–	50	#DIV/0!	
Agency services			–	–	–	–	–	–		
Transfers and subsidies			773,335	774,366	179	766,236	774,366	(8,130)	-1%	
Other revenue			1,863	1,366	3	233	1,366	(1,133)	-83%	
Gains on disposal of PPE			–	–	–	–	–	–		
Total Revenue (excluding capital transfers and contributions)		–	775,974	809,248	1,405	798,642	809,248	(10,606)	-1%	–

**Service Charges** - The YearTD actual revenue for service charges (water and sanitation) is R 279 thousand which translate to a variance of R 11 thousand or 4% less as compared to YearTD budget of R 290 thousand. This revenue stream has a mixture of under-collection on service charges - water revenue for R 18 thousand or 11%, and over-collection on service charges - sanitation revenue for R 7 thousand or 6% respectively.

**Rental of facilities and equipment** - The YearTD actual revenue for rental of facilities and equipment is R 238 thousand or R 12 thousand more as compared to the YearTD budget of R 225 thousand for period ending June 2020.

**Interest earned - external investments** - The YearTD actual revenue for interest earned on external investments is R 31, 533 million which was not budgeted at the beginning of 2019/20 financial year. It was only adjusted now during the adjustment period.

**Transfers and Subsidies** - This revenue stream includes among others the equitable shares, Finance Management Grant, and Expended Public Works Programme Grant. For June 2020 budget statement, the YearTD actual transfers and subsidies is R 766, 236 million as compared to planned YearTD budget of R 774, 366 million which translate to a variance of R 8, 130 million or 1%.



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**Other Revenue** - The YearTD actual "Other revenue" is R 233 thousand which translate to under-collection of R1, 133 million or 83% as compared to YearTD revenue budget of R 1, 366 million.

## 1.5.3 Operating Expenditure Framework

### 1.5.3.1 Expenditure by Type

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs			355,312	355,312	29,964	335,358	355,312	(19,954)	-6%	
Remuneration of councillors			12,106	12,106	4,045	14,097	12,106	1,990	16%	
Debt impairment			–	–	–	–	–	–		
Depreciation & asset impairment			184,257	194,216	98,496	98,496	194,216	(95,720)	-49%	
Finance charges			600	–	–	–	–	–		
Bulk purchases			18,000	18,000	75	13,719	18,000	(4,281)	-24%	
Other materials			115,500	168,216	14,700	124,940	168,216	(43,276)	-26%	
Contracted services			77,823	88,953	42,021	107,170	88,953	18,217	20%	
Transfers and subsidies			20,000	20,000	–	11,609	20,000	(8,391)	-42%	
Other expenditure			63,421	61,098	10,798	68,379	61,098	7,281	12%	
Loss on disposal of PPE			–	–	–	–	–	–		
Total Expenditure			–	847,020	917,900	200,098	773,767	917,900	(144,133)	-16%

For 2019/20 financial year, the YearTD actual operating expenditure is R 773, 767 million which is less by R 144, 133 million or 16% as compared to YearTD expenditure budget of R 917, 900 million. Below, is the explanation of actual expenditure performance per type, namely:

### Employee Related Costs

The YearTD actual expenditure for employee related costs is R 335, 358 million which is less by 6% or R 19, 954 million as compared to YearTD expenditure budget of R 355, 312 million.

### Remuneration of Councillors

The YearTD actual expenditure for remuneration of councillors amounts to R 14, 097 million which translates to overspending of R 1, 990 million or 16% against YearTD expenditure budget of R 12, 106 million.



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## **Depreciation & Asset impairment**

The YearTD actual expenditure for depreciation & asset impairment is R 98, 496, which is less by 49% as compared to YearTD expenditure budget of R 194, 216.

## **Finance charges**

The YearTD actual expenditure for finance charges is nil.

## **Bulk Purchases**

The YearTD actual expenditure for bulk purchases is R 13, 719 million as compared to YearTD expenditure budget of R 18 million.

## **Other Materials**

The YearTD actual expenditure for other materials is R 124, 940 million which shows a negative difference of R 43, 276 or 26% as compared to YearTD expenditure budget of R 168, 216 million.

## **Contracted services**

The YearTD actual expenditure for contracted services amounts to R 107, 170 million which is more by 20% or R 18, 217 million as compared to YearTD expenditure budget of R 88, 953 million.

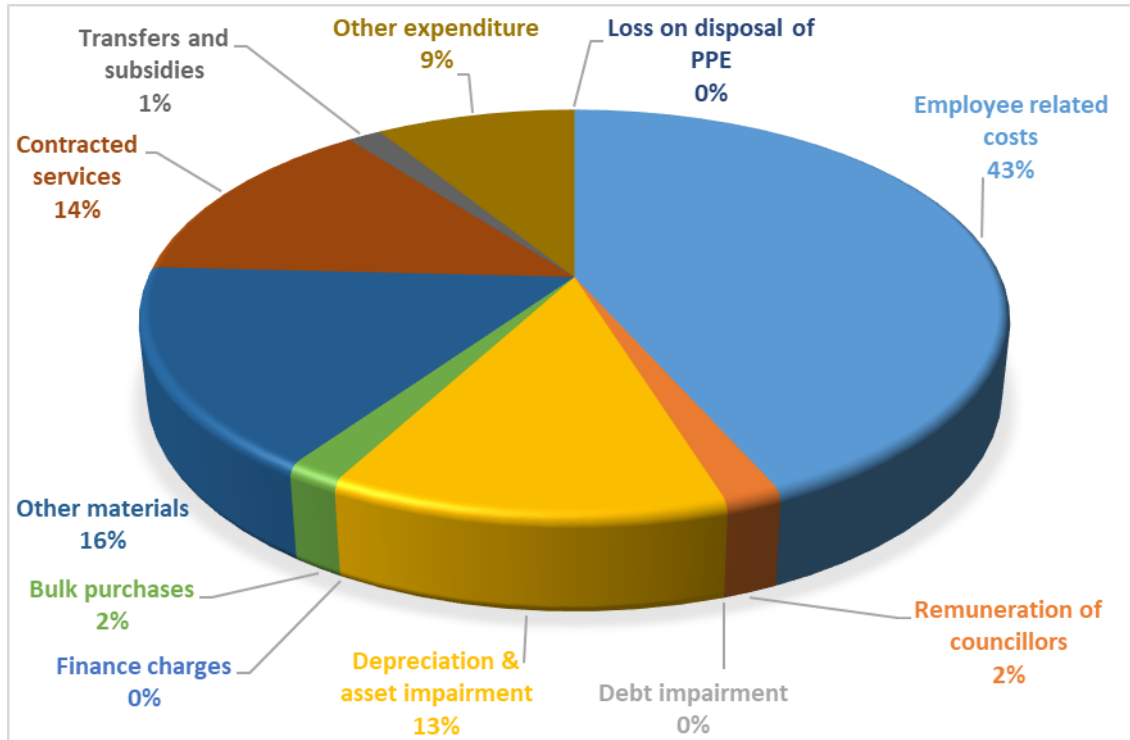
## **Transfers and Subsidies –Operational**

The YearTD actual expenditure for transfers and subsidies is R 11, 609 million or R 8, 391 million less as compared to YearTD expenditure budget of R 20 million.

## **Other Expenditure**

Other expenditure comprises of various line items relating to daily operations of the municipality. Therefore, the YearTD actual expenditure for period ending June 2020 is R 68, 379 million which shows overspending of R 7, 281 million or 12% as compared to planned budget. Below, it is the figure demonstrating expenditure by type as percentage.

**Figure 1: Expenditure by type**



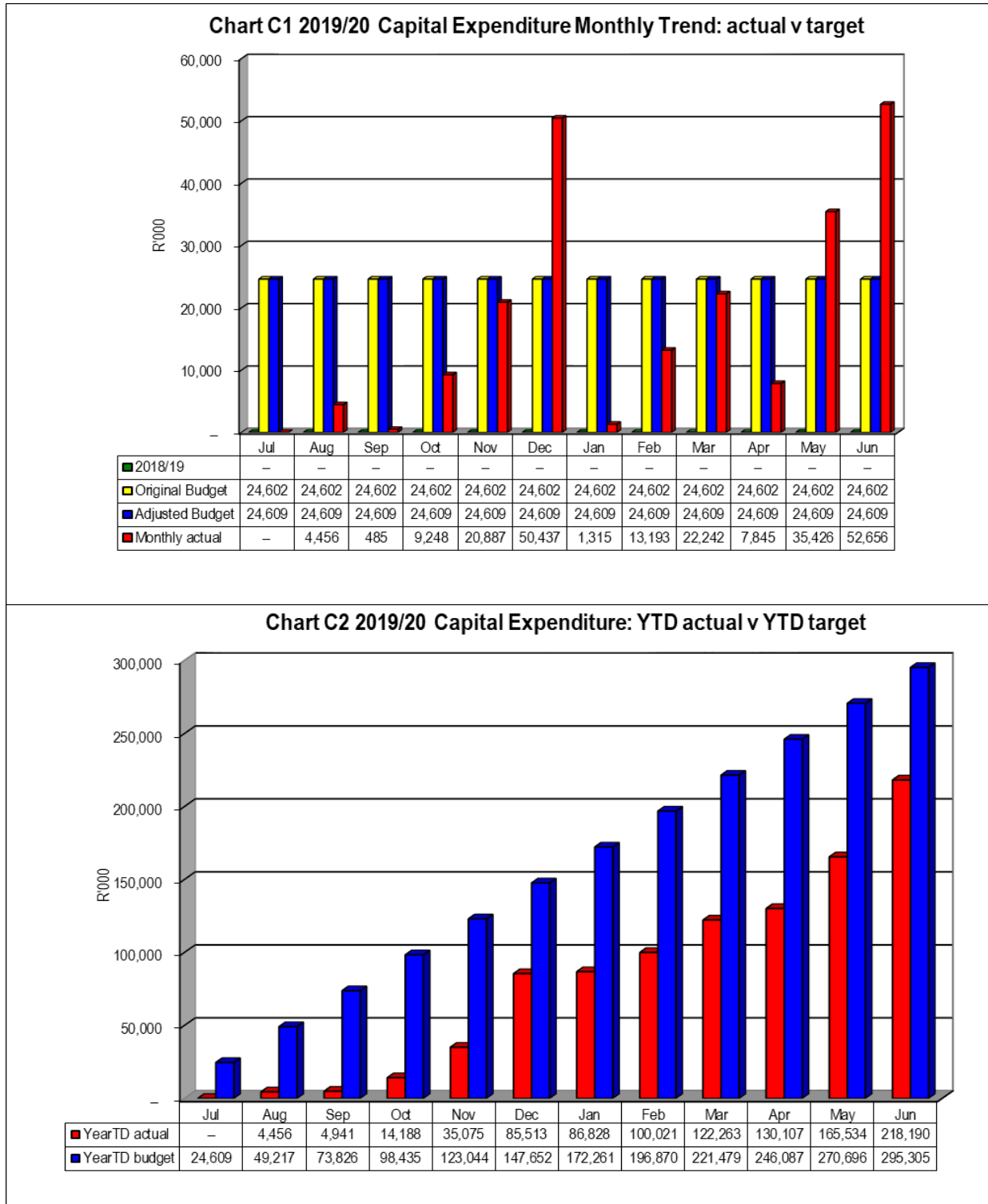
## 1.5.4 Capital Revenue Framework

The total capital transfers recognised for period ending June 2020 is R 271, 669 million against YearTD budget allocation of R 295, 305 million or which translate to a variance of R 23, 635 million.

## 1.5.5 Capital Expenditure Framework

The YearTD actual capital expenditure for the period ending June 2020 is R 209, 670 million against the YearTD budget of R 338, 125 million. This reflects underspending of R 128, 455 million or 38% as compared to planned SDBIP. A note should be taken that, this excludes operational expenditure budget funded by MIG, but includes expenditure funded by internally generated funds with an amount of R 9, 496 million. Below, is the table showing Capital Expenditure Monthly Trend: actual vs. targets for period ending June 2020:

**Figure 2: Capital Expenditure: Monthly Trend: Actual vs. target for period ending June 2020**







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## b) Any material variances from the Service Delivery and Budget Implementation Plan

DC38 Ngaka Modiri Molema - Supporting Table SC1 Material variance explanations - M12 June

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
####	<b>Revenue By Source</b>			
####	<b>Expenditure By Type</b>			
	Employee cost	-19954	Expenditure reduced as results of COVID-19 lockdown	Expenditure reduced as results of COVID-19 lockdown
	Remuneration of Councillors	1990,00	Upper Limits backpay for councillors	Upper Limits backpay for councillors
	Depreciation & Asset impairment	(95 720)	Account is not expensed during the financial year	To be adjusted during AFS preparation
	Materials and bulk purchases	(47 557)	Sedibeng Water current account not fully settled	Current Account to be settled at beginning of 2020/21 FY
	Transfers and subsidies	(8 391)	Outstanding claims from Local Municipalities	Strengthen IGR with local municipalities
####	<b>Capital Expenditure</b>			
	Capital transfers recognised	(95 131)	COVID-19 MiG reprioritised projects not implemented	Roll-over application to done in 2020/21 FY
	Internally generated funds	(33 324)	No procurement plans	Align SDBIP with Procurement Plans
####	<b>Financial Position</b>			
	Total current assets	350 257	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total non-current assets	5 409 036	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total current liabilities	132 977	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total non-current liabilities	70 986	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
####	<b>Cash Flow</b>			
####	<b>Measureable performance</b>			
####	<b>Municipal Entities</b>			



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## **1.6 In- year budget statement tables**

If a municipality does not have municipal entities, the in-year budget statement tables must consist of the tables in the First Attachments to this schedule, namely-

- a) Table C1 s71 Monthly Budget Statement Summary
- b) Table C2 Monthly Budget Statement – Financial Performance (standard classification)
- c) Table C3 Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote)
- d) Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure)
- e) Table C5 Monthly Budget Statement – Financial Performance - Capital Expenditure (municipal vote, standard classification, and funding)
- f) Table C6 Monthly Budget Statement – Financial Position
- g) Table C7 Monthly Budget Statement – Cashflow



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C1 Monthly Budget Statement Summary - M12 June

Description	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	557	290	29	279	290	(11)	-4%	-
Investment revenue	-	-	33,000	1,154	31,533	33,000	(1,467)	-4%	-
Transfers and subsidies	-	773,335	774,366	179	766,236	774,366	(8,130)	-1%	-
Other own revenue	-	2,082	1,592	43	594	1,592	(998)	-63%	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>775,974</b>	<b>809,248</b>	<b>1,405</b>	<b>798,642</b>	<b>809,248</b>	<b>(10,606)</b>	<b>-1%</b>	<b>-</b>
Employee costs	-	355,312	355,312	29,964	335,358	355,312	(19,954)	-6%	-
Remuneration of Councillors	-	12,106	12,106	4,045	14,097	12,106	1,990	16%	-
Depreciation & asset impairment	-	184,257	194,216	98,496	98,496	194,216	(95,720)	-49%	-
Finance charges	-	600	-	-	-	-	-	-	-
Materials and bulk purchases	-	133,500	186,216	14,775	138,659	186,216	(47,557)	-26%	-
Transfers and subsidies	-	20,000	20,000	-	11,609	20,000	(8,391)	-42%	-
Other expenditure	-	141,245	150,050	52,819	175,549	150,050	25,499	17%	-
<b>Total Expenditure</b>	-	<b>847,020</b>	<b>917,900</b>	<b>200,098</b>	<b>773,767</b>	<b>917,900</b>	<b>(144,133)</b>	<b>-16%</b>	<b>-</b>
<b>Surplus/(Deficit)</b>	-	<b>(71,046)</b>	<b>(108,652)</b>	<b>(198,693)</b>	<b>24,875</b>	<b>(108,652)</b>	<b>133,527</b>	<b>-123%</b>	<b>-</b>
Transfers and subsidies - capital (monetary alloc	-	295,225	295,305	52,656	271,669	295,305	(23,635)	-8%	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>224,178</b>	<b>186,653</b>	<b>(146,037)</b>	<b>296,544</b>	<b>186,653</b>	<b>109,892</b>	<b>59%</b>	<b>-</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>224,178</b>	<b>186,653</b>	<b>(146,037)</b>	<b>296,544</b>	<b>186,653</b>	<b>109,892</b>	<b>59%</b>	<b>-</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>347,874</b>	<b>338,125</b>	<b>50,553</b>	<b>209,670</b>	<b>338,125</b>	<b>(128,455)</b>	<b>-38%</b>	<b>-</b>
Capital transfers recognised	-	294,425	295,305	45,174	200,173	295,305	(95,131)	-32%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	53,450	42,820	5,379	9,496	42,820	(33,324)	-78%	-
<b>Total sources of capital funds</b>	-	<b>347,874</b>	<b>338,125</b>	<b>50,553</b>	<b>209,670</b>	<b>338,125</b>	<b>(128,455)</b>	<b>-38%</b>	<b>-</b>
<b>Financial position</b>									
Total current assets	-	177,511	350,257	-	-	-	-	-	-
Total non current assets	-	5,217,996	5,409,036	-	-	-	-	-	-
Total current liabilities	-	19,432	132,977	-	-	-	-	-	-
Total non current liabilities	-	40,315	70,986	-	-	-	-	-	-
Community wealth/Equity	-	5,335,760	5,555,331	-	-	-	-	-	-
<b>Cash flows</b>									
Net cash from (used) operating	-	315,236	332,229	(68,234)	533,930	332,229	(201,700)	-61%	-
Net cash from (used) investing	-	(347,874)	(336,138)	(93,379)	(347,734)	(336,138)	11,596	-3%	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	-	<b>167,361</b>	<b>296,358</b>	<b>503,622</b>	<b>630,132</b>	<b>296,358</b>	<b>(333,774)</b>	<b>-113%</b>	<b>443,936</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	-	-	-	-	-	-	-	31	31
<b>Creditors Age Analysis</b>									
Total Creditors	93,875	-	-	4,742	40	-	(1,661)	37,485	134,481

The budget statement summary table provides a high-level overview of the financial performance & position, capital spending by source of funding, cash flow as well as debtors and creditors age analysis.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M12 June

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	####									
<b>Revenue - Functional</b>										
<i>Governance and administration</i>		-	307,725	800,383	1,397	794,479	800,383	(5,904)	-1%	-
Executive and council		-	49,281	-	-	-	-	-	-	-
Finance and administration		-	258,444	800,383	1,397	794,479	800,383	(5,904)	-1%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	166,006	745	9	47	745	(698)	-94%	-
Community and social services		-	10,455	745	-	-	745	(745)	-100%	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	143,223	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	12,328	-	9	47	-	47	#DIV/0!	-
<i>Economic and environmental services</i>		-	27,679	3,926	52,656	118,489	3,926	114,563	2918%	-
Planning and development		-	24,988	1,235	52,656	118,489	1,235	117,254	9494%	-
Road transport		-	2,691	2,691	-	-	2,691	(2,691)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	569,788	299,499	-	89,715	299,499	(209,784)	-70%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	437,438	299,499	-	89,715	299,499	(209,784)	-70%	-
Waste water management		-	132,350	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	####	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	####	-	1,071,198	1,104,553	54,061	1,002,730	1,104,553	(101,822)	-9%	-
<b>Expenditure - Functional</b>										
<i>Governance and administration</i>		-	380,956	393,252	123,405	304,348	393,252	(88,904)	-23%	-
Executive and council		-	49,281	64,379	6,552	44,307	64,379	(20,072)	-31%	-
Finance and administration		-	323,262	318,931	116,032	251,007	318,931	(67,924)	-21%	-
Internal audit		-	8,413	9,942	822	9,034	9,942	(908)	-9%	-
<i>Community and public safety</i>		-	160,006	146,370	12,741	152,796	146,370	6,426	4%	-
Community and social services		-	10,455	10,519	1,206	10,577	10,519	58	1%	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	137,223	124,468	10,702	123,220	124,468	(1,248)	-1%	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	12,328	11,383	833	18,999	11,383	7,615	67%	-
<i>Economic and environmental services</i>		-	30,153	33,600	3,194	28,304	33,600	(5,296)	-16%	-
Planning and development		-	24,988	28,699	2,872	24,625	28,699	(4,074)	-14%	-
Road transport		-	5,164	4,901	323	3,679	4,901	(1,222)	-25%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	275,906	344,678	60,757	295,323	299,527	(4,204)	-1%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	275,906	279,541	59,197	248,746	279,541	(30,795)	-11%	-
Waste water management		-	-	45,151	78	39,356	-	39,356	#DIV/0!	-
Waste management		-	-	19,986	1,482	7,221	19,986	(12,765)	-64%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure - Functional</b>	####	-	847,020	917,900	200,098	780,771	872,749	(91,978)	-11%	-
<b>Surplus/ (Deficit) for the year</b>		-	224,178	186,653	(146,037)	221,959	231,803	(9,844)	-4%	-

Table C2 reflects the financial performance in the standard classifications required by Government finance statistics function and sub-functions. These are used by National Treasury to assist in the compilation of national accounts for comparison purposes, regardless of the unique organizational structures being used by different government institutions.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June

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	###									
Vote 1 - Executive and Council		-	33,972	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	15,308	-	-	-	-	-	-	-
Vote 3 - Finance, Economy & Enterprise Development		-	164,957	801,618	1,397	794,432	801,618	(7,186)	-0.9%	-
Vote 4 - Corporate Services		-	93,488	-	-	-	-	-	-	-
Vote 5 - Development & Town Planning Services		-	24,988	-	-	313	-	313	#DIV/0!	-
Vote 6 - Community Services		-	166,006	745	9	47	745	(698)	-93.7%	-
Vote 7 - Public Works & Basic Services		-	572,479	302,190	52,656	187,489	302,190	(114,701)	-38.0%	-
Vote 8 - Internal Audit		-	-	-	-	-	-	-	-	-
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	###	-	1,071,198	1,104,553	54,061	982,282	1,104,553	(122,271)	-11.1%	-
Expenditure by Vote	###									
Vote 1 - Executive and Council		-	33,972	52,659	4,785	29,048	52,659	(23,612)	-44.8%	-
Vote 2 - Municipal Manager		-	15,308	11,720	1,767	15,259	11,720	3,539	30.2%	-
Vote 3 - Finance, Economy & Enterprise Development		-	228,974	235,797	101,069	146,043	235,797	(89,754)	-38.1%	-
Vote 4 - Corporate Services		-	94,288	83,134	14,962	160,564	83,134	77,429	93.1%	-
Vote 5 - Development & Town Planning Services		-	24,988	21,447	2,166	21,283	21,447	(164)	-0.8%	-
Vote 6 - Community Services		-	160,006	146,370	12,741	124,106	146,370	(22,265)	-15.2%	-
Vote 7 - Public Works & Basic Services		-	281,070	356,830	61,786	293,066	356,830	(63,765)	-17.9%	-
Vote 8 - Internal Audit		-	8,413	9,942	822	8,935	9,942	(1,007)	-10.1%	-
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	###	-	847,020	917,900	200,098	798,303	917,900	(119,597)	-13.0%	-
Surplus/ (Deficit) for the year	###	-	224,178	186,653	(146,037)	183,979	186,653	(2,674)	-1.4%	-

Reporting per municipal vote provides details on the spread of revenue and expenditure over the various functions of the municipality. Revenue is mainly budgeted for under Budget & Treasury Office and Public Works & Basic Services.

As results, the YearTD total revenue received for the period ending June 2020 is R 962, 282 million against the YearTD revenue budget of R 1, 105 billion which represents variance of 11.1% or R 122, 271 million.

## Expenditure by Vote or Department

The narration below indicates service delivery budget implementation for the period ending 30 June 2020 which should be 100%. However, the expenditure performance shows a variance of 13 % or underspending R 119, 597 million.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## **Vote 1 – Executive and Council**

Expenditure incurred for the month of June 2020 amounts to R 4, 785 million. The YearTD actual expenditure is R 29, 048 million which translate to a variance of R 23, 612 million or 44.8% less against the YearTD budget of R 52, 659 million.

## **Vote 2 – Municipal Manager**

The Municipal Manager office has spent R 1, 767 million for the month of June 2020. The YearTD expenditure for this department is R 15, 259 million with a variance of 30.2% or R 3, 539 million as compared to the YearTD budget of R 11, 720 million.

## **Vote 3 – Finance, Economy & Enterprise Development**

An amount of R 101, 069 million was spent for the month of June 2020. The YearTD actual expenditure of R 146, 043 million reflects underspending of R 89, 754 million or 38.1% as compared to the YearTD budget of R 235, 797 million. This amount includes depreciation and assets impairment.

## **Vote 4 – Corporate Services**

Corporate Services has spent R 14, 962 million for the month of June 2020. The YearTD actual expenditure budget of R 160, 564 million which is more by 93.1% or R 77, 429 million as compared to the YearTD expenditure budget of R 83, 134 million.

## **Vote 5 – Development and Town Planning Services**

An amount of R 2, 166 million was spent for the month of June 2020. The YearTD actual expenditure of R 21, 283 million which is less by R 164 thousand or 0.8% as compared to YearTD expenditure budget of R 21, 447 million.

## **Vote 6 – Community Services**

Community Services has spent R 12, 741 million for the month of June 2020. The actual YearTD expenditure for period ending June 2020 is R 124, 106 million which translate to underspending of R 22, 265 million or 15.2 % against the YearTD expenditure budget of R 146, 370 million.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

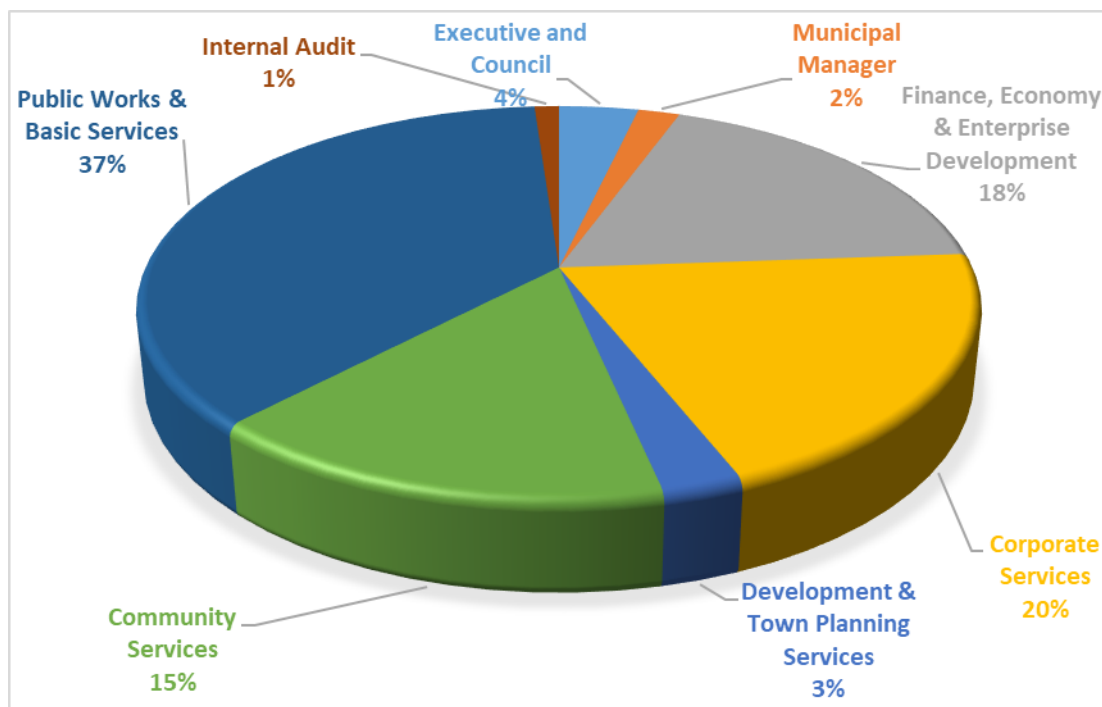
## Vote 7 – Public Works and Basic Services

An amount of R 61, 786 million was spent for the month of June 2020. The actual YearTD expenditure for period ending June 2020 is R 293, 066 million which is less by R 63, 765 million or 17.9 % as compared to the YearTD budgets of R 356, 830 million.

## Vote 8 – Internal Audit

An amount of R 822 thousand was spent for the month of June 2020. However, the YearTD actual expenditure for period ending June 2020 is R 8, 935 which translates to a variance of R 1, 007 million or 10.1% less as compared to the YearTD budgeted of R 9, 942 million.

**Figure 4: Expenditure percentage (%) per vote**





# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

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 Source										
Property rates					-	-	-	-		
Service charges - electricity revenue					-	-	-	-		
Service charges - water revenue			450	170	14	152	170	(18)	-11%	
Service charges - sanitation revenue			107	120	15	127	120	7	6%	
Service charges - refuse revenue			-	-	-	-	-	-		
Rental of facilities and equipment			218	225	32	238	225	12	5%	
Interest earned - external investments			-	33,000	1,154	31,533	33,000	(1,467)	-4%	
Interest earned - outstanding debtors			-	-	-	-	-	-		
Dividends received			-	-	-	-	-	-		
Fines, penalties and forfeits			-	-	-	72	-	72	#DIV/0!	
Licences and permits			-	-	9	50	-	50	#DIV/0!	
Agency services			-	-	-	-	-	-		
Transfers and subsidies			773,335	774,366	179	766,236	774,366	(8,130)	-1%	
Other revenue			1,863	1,366	3	233	1,366	(1,133)	-83%	
Gains on disposal of PPE			-	-	-	-	-	-		
Total Revenue (excluding capital transfers and contributions)		-	775,974	809,248	1,405	798,642	809,248	(10,606)	-1%	-
Expenditure By Type										
Employee related costs			355,312	355,312	29,964	335,358	355,312	(19,954)	-6%	
Remuneration of councillors			12,106	12,106	4,045	14,097	12,106	1,990	16%	
Debt impairment			-	-	-	-	-	-		
Depreciation & asset impairment			184,257	194,216	98,496	98,496	194,216	(95,720)	-49%	
Finance charges			600	-	-	-	-	-		
Bulk purchases			18,000	18,000	75	13,719	18,000	(4,281)	-24%	
Other materials			115,500	168,216	14,700	124,940	168,216	(43,276)	-26%	
Contracted services			77,823	88,953	42,021	107,170	88,953	18,217	20%	
Transfers and subsidies			20,000	20,000	-	11,609	20,000	(8,391)	-42%	
Other expenditure			63,421	61,098	10,798	68,379	61,098	7,281	12%	
Loss on disposal of PPE			-	-	-	-	-	-		
Total Expenditure		-	847,020	917,900	200,098	773,767	917,900	(144,133)	-16%	-
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		-	(71,046)	(108,652)	(198,693)	24,875	(108,652)	133,527	(0)	-
(National / Provincial and District)			295,225	295,305	52,656	271,669	295,305	(23,635)	(0)	
(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		-	224,178	186,653	(146,037)	296,544	186,653			-
Taxation					-			-		
Surplus/(Deficit) after taxation		-	224,178	186,653	(146,037)	296,544	186,653			-
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		-	224,178	186,653	(146,037)	296,544	186,653			-
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		-	224,178	186,653	(146,037)	296,544	186,653			

Table C4 above shows revenue by source and it explains the type of income budgeted for and the performance of these sources individually.





# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

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	####									
Multi-Year expenditure appropriation	####									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Finance, Economy & Enterprise Development		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Development & Town Planning Services		-	-	-	-	-	-	-	-	-
Vote 6 - Community Services		-	-	-	-	-	-	-	-	-
Vote 7 - Public Works & Basic Services		-	99 250	132 719	29 633	80 349	132 719	(52 370)	-39%	-
Vote 8 - Internal Audit		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	99 250	132 719	29 633	80 349	132 719	(52 370)	-39%	-
Single Year expenditure appropriation	####									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Municipal Manager		-	580	100	-	-	100	(100)	-100%	-
Vote 3 - Finance, Economy & Enterprise Development		-	2 100	-	-	294	-	294	#DIV/0!	-
Vote 4 - Corporate Services		-	10 500	7 000	3 987	7 527	7 000	527	8%	-
Vote 5 - Development & Town Planning Services		-	-	560	-	101	560	(459)	-82%	-
Vote 6 - Community Services		-	11 930	2 600	-	-	2 600	(2 600)	-100%	-
Vote 7 - Public Works & Basic Services		-	223 514	195 066	18 521	122 920	195 066	(72 146)	-37%	-
Vote 8 - Internal Audit		-	-	80	-	67	80	(13)	-16%	-
Total Capital single-year expenditure	####	-	248 624	205 406	22 508	130 909	205 406	(74 496)	-36%	-
Total Capital Expenditure		-	347 874	338 125	52 142	211 258	338 125	(126 867)	-38%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	13 180	7 080	3 987	7 888	13 180	(5 292)	-40%	-
Executive and council		-	-	200	-	-	-	-	-	-
Finance and administration		-	12 600	6 800	3 987	7 821	12 600	(4 779)	-38%	-
Internal audit		-	580	80	-	67	580	(513)	-88%	-
Community and public safety		-	11 930	2 600	-	-	2 600	(2 600)	-100%	-
Community and social services		-	1 230	2 600	-	-	2 600	(2 600)	-100%	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	10 200	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	500	-	-	-	-	-	-	-
Economic and environmental services		-	2 691	3 251	1 588	2 441	3 251	(810)	-25%	-
Planning and development		-	-	560	-	101	560	(459)	-82%	-
Road transport		-	2 691	2 691	1 588	2 340	2 691	(351)	-13%	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	320 073	325 194	46 566	200 929	325 194	(124 265)	-38%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	194 003	144 660	10 747	70 229	144 660	(74 431)	-51%	-
Waste water management		-	126 070	180 534	35 819	130 699	180 534	(49 834)	-28%	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	####	-	347 874	338 125	52 142	211 258	344 225	(132 967)	-39%	-
Funded by:										
National Government		-	294 425	295 305	46 762	201 762	295 305	(93 543)	-32%	-
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	294 425	295 305	46 762	201 762	295 305	(93 543)	-32%	-
Borrowing	####	-	-	-	-	-	-	-	-	-
Internally generated funds		-	53 450	42 820	5 379	9 496	42 820	(33 324)	-78%	-
Total Capital Funding		-	347 874	338 125	52 142	211 258	338 125	(126 867)	-38%	-



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C6 Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>###</b>					
<b><u>ASSETS</u></b>						
<b>Current assets</b>						
Cash			167,361	296,358		
Call investment deposits			-	40,000		
Consumer debtors			-	-		
Other debtors			-	-		
Current portion of long-term receivables			-	-		
Inventory			10,150	13,899		
<b>Total current assets</b>		-	177,511	350,257	-	-
<b>Non current assets</b>						
Long-term receivables			-	-		
Investments			-	-		
Investment property			-	13,837		
Investments in Associate			-	-		
Property, plant and equipment			5,211,559	5,391,323		
Biological			-	-		
Intangible			6,437	3,875		
Other non-current assets			-	-		
<b>Total non current assets</b>		-	5,217,996	5,409,036	-	-
<b>TOTAL ASSETS</b>		-	5,395,507	5,759,293	-	-
<b><u>LIABILITIES</u></b>						
<b>Current liabilities</b>						
Bank overdraft						
Borrowing						
Consumer deposits						
Trade and other payables			17,640	132,327		
Provisions			1,792	649		
<b>Total current liabilities</b>		-	19,432	132,977	-	-
<b>Non current liabilities</b>						
Borrowing			-			
Provisions			40,315	70,986		
<b>Total non current liabilities</b>		-	40,315	70,986	-	-
<b>TOTAL LIABILITIES</b>		-	59,747	203,962	-	-
<b>NET ASSETS</b>	<b>###</b>	-	5,335,760	5,555,331	-	-
<b><u>COMMUNITY WEALTH/EQUITY</u></b>						
Accumulated Surplus/(Deficit)			5,335,760	5,555,331		
Reserves						
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>###</b>	-	5,335,760	5,555,331	-	-



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Table C7 Monthly Budget Statement - Cash Flow - M12 June

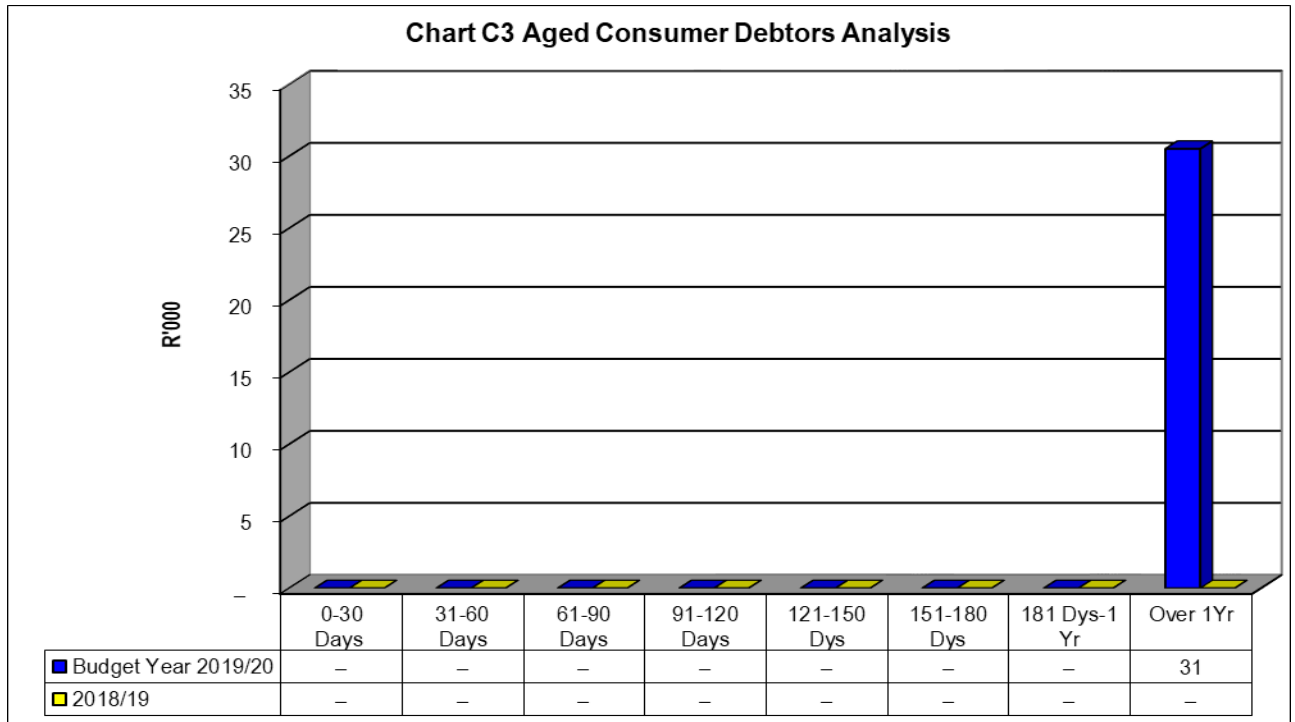
Description	Ref	2018/19	Budget Year 2019/20								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	###										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			-	-	-	-	-	-			
Service charges			557	290	29	279	290	(11)	-4%		
Other revenue			2,082	76,982	350	103,610	76,982	26,628	35%		
Government - operating			766,370	767,401	-	767,481	767,401	80	0%		
Government - capital			302,190	302,190	-	297,635	302,190	(4,555)	-2%		
Interest			-	33,000	1,154	26,020	33,000	(6,980)	-21%		
Dividends			-	-	-	-	-	-			
Payments											
Suppliers and employees			(730,363)	(822,634)	(69,767)	(635,846)	(822,634)	(186,788)	23%		
Finance charges			(600)	-	-	-	-	-			
Transfers and Grants			(25,000)	(25,000)	-	(25,249)	(25,000)	249	-1%		
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	315,236	332,229	(68,234)	533,930	332,229	(201,700)	-61%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			-	1,987	-	1,987	1,987	-			
Decrease (Increase) in non-current debtors			-	-	-	-	-	-			
Decrease (increase) other non-current receivables			-	-	-	-	-	-			
Decrease (increase) in non-current investments			-	-	-	-	-	-			
Payments											
Capital assets			(347,874)	(338,125)	(93,379)	(349,721)	(338,125)	11,596	-3%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(347,874)	(336,138)	(93,379)	(347,734)	(336,138)	11,596	-3%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-	-	-	-	-	-			
Borrowing long term/refinancing			-	-	-	-	-	-			
Increase (decrease) in consumer deposits			-	-	-	-	-	-			
Payments											
Repayment of borrowing			-	-	-	-	-	-			
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	-	-	-	-	-		-	
NET INCREASE/ (DECREASE) IN CASH HELD			-	(32,639)	(3,908)	(161,614)	186,196	(3,908)		-	
Cash/cash equivalents at beginning:			200,000	300,266	339,367	443,936	300,266			443,936	
Cash/cash equivalents at month/year end:			-	167,361	296,358	503,622	630,132	296,358		443,936	



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## PART 2 – SUPPORTING DOCUMENTATION

### 2.1 Debtors' Age Analysis as at 30 June 2020



The Municipality has debtors amounting to R 31 thousand at the end of June 2020 which are over a year.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.2. Creditors' Age Analysis

DC38 Ngaka Modiri Molema - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description R thousands	NT Code	Budget Year 2019/20									Prior year totals for chart (same period)
		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	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	
Bulk Water	0200	-	-	-	-	-	-	-	-	-	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	
Loan repay ments	0600	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	90,378	-	-	4,727	40	-	(1,661)	37,485	130,969	
Auditor General	0800	-	-	-	-	-	-	-	-	-	
Other	0900	3,497	-	-	15	-	-	-	-	3,512	
Total By Customer Type	#####	93,875	-	-	4,742	40	-	(1,661)	37,485	134,481	

The YearTD trade creditors for period ending June 2020 are R 134,481 million. This amount includes Sedibeng Water, employee related costs third party payments and small portion of trade creditors.

## 2.3 Investment Portfolio Analysis

DC38 Ngaka Modiri Molema - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Ref	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate %	Commis sion Paid (Rands)	Commis sion Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
<b>R thousands</b>												
<b>Municipality</b>												
Momentum								305	2	-	-	306
ABSA								317	1	-	-	317
Nedbank								256,576	138	(150,000)	-	106,714
Investec								72,128	365	-	-	72,493
FNB								2,104	12	-	-	2,116
FNB								180,266	636	(160,000)	150,000	170,902
<b>Municipality sub-total</b>								<b>511,695</b>	<b>1,154</b>	<b>(310,000)</b>	<b>150,000</b>	<b>352,849</b>

As shown above, the investment portfolio of the municipality consists of six (6) call accounts with maximum investment maturity of 3 months. At the beginning of the month (June 2020), the investment portfolio balance was R 511, 695 million which was a closing amount for period ending May 2020. However, for period ending June 2020, the investment portfolio closed with a balance of R 352, 849 million.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.4 Allocation of grant receipts and expenditure

### 2.4.1 Operating & Capital Transfers and grant receipts

DC38 Ngaka Modiri Molema - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>	1,2									
<b>Operating Transfers and Grants</b>										
<b>National Government:</b>		-	766,370	766,656	-	766,810	766,656	154	0.0%	-
Local Government Equitable Share			762,805	762,805	-	762,795	762,805	(10)	0.0%	
Finance Management			2,330	2,330	-	2,330	2,330	-		
Municipal Systems Improvement			-	-	-	-	-	-		
Water Services Operating Subsidy			-	-	-	-	-	-		
EPWP Incentive			1,235	1,235	-	1,235	1,235	-		
SETA	####		-	-	-	-	-	-		
Other transfers and grants [insert description]			-	286	-	450	286	164	57.2%	
<b>Provincial Government:</b>		-	-	745	-	-	745	(745)	-100.0%	-
Disaster Management Grant			-	745	-	-	745	(745)	-100.0%	-
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]			-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
<b>Total Operating Transfers and Grants</b>	####	-	766,370	767,401	-	766,810	767,401	(591)	-0.1%	-
<b>Capital Transfers and Grants</b>										
<b>National Government:</b>		-	302,190	302,190	-	302,190	302,190	-		-
Municipal Infrastructure Grant (MIG)			299,499	299,499	-	299,499	299,499	-		
Rural Transport Services and Infrastructure			2,691	2,691	-	2,691	2,691	-		
Regional Bulk Infrastructure			-	-	-	-	-	-		
Water Service Infrastructure Grant			-	-	-	-	-	-		
Other capital transfers/grants [insert desc]			-	-	-	-	-	-		
Other capital transfers [insert description]			-	-	-	-	-	-		
<b>Provincial Government:</b>		-	-	-	-	-	-	-		-
[insert description]			-	-	-	-	-	-		-
<b>District Municipality:</b>		-	-	-	-	-	-	-		-
[insert description]			-	-	-	-	-	-		-
<b>Other grant providers:</b>		-	-	-	-	-	-	-		-
[insert description]			-	-	-	-	-	-		-
<b>Total Capital Transfers and Grants</b>	####	-	302,190	302,190	-	302,190	302,190	-		-
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	####	-	1,068,560	1,069,591	-	1,069,000	1,069,591	(591)	-0.1%	-

For period ending June 2020, the YearTD operating transfer and grants received is R 766, 810 million against planned SDBIP of R 767, 401 million which shows a variance of 0.1% or R 591 thousand. On the other hand, the YearTD capital transfers and grants received is R 302,190 million which is equal to planned DoRA allocations. All in all, the total receipts of transfers and grants is R 1, 069,000 billion compared to YearTD budget of R 1, 070,000 billion.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.4.2 Operating & Capital Transfers and grant expenditure

DC38 Ngaka Modiri Molema - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June

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										
<u>EXPENDITURE</u>										
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		-	699 511	759 814	200 098	490 716	759 814	(269 098)	-35,4%	-
Local Government Equitable Share			696 369	755 963	199 784	487 585	755 963	(268 378)	-35,5%	
Finance Management			1 865	2 330	311	1 866	2 330	(464)	-19,9%	
Municipal Systems Improvement			-	-	-	-	-	-		
Water Services Operating Subsidy			-	-	-	-	-	-		
EPWP Incentive			1 277	1 235	3	1 265	1 235	30	2,4%	
LGSETA			-	286	-	-	286	(286)	-100,0%	
Other transfers and grants [insert description]			-	-	-	-	-	-		
Provincial Government:		-	-	745	-	748	745	3	0,5%	-
Disaster Management Grant			-	745	-	748	745	3	0,5%	
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total operating expenditure of Transfers and Grants:		-	699 511	760 559	200 098	491 464	760 559	(269 095)	-35,4%	-
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		-	295 614	302 190	54 482	229 599	302 190	(72 591)	-24,0%	-
Municipal Infrastructure Grant (MIG)			293 074	299 499	52 656	226 908	299 499	(72 591)	-24,2%	
Other capital transfers/grants [insert desc]			2 540	2 691	1 827	2 691	2 691	-		
			-	-	-	-	-	-		
			-	-	-	-	-	-		
Other capital transfers [insert description]			-	-	-	-	-	-		
Provincial Government:		-	-	-	-	-	-	-		-
								-		
District Municipality:		-	-	-	-	-	-	-		-
								-		
Other grant providers:		-	-	-	-	-	-	-		-
								-		
Total capital expenditure of Transfers and Grants		-	295 614	302 190	54 482	229 599	302 190	(72 591)	-24,0%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	995 125	1 062 749	254 581	721 063	1 062 749	(341 686)	-32,2%	

As shown above, the YearTD actual expenditure of operating transfers and grants for period ending June 2020 is R 721,063 million which translate to underspending of 32.2% or R 341,686 million against YearTD budget of R 1, 062, 749 billion. This includes YearTD actual operating expenditure of transfers and grants of R 491,464 million and R 229, 599 million for YearTD capital expenditure of transfers and grants, respectively.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.5 Councilors and board member allowance and employee benefits

DC38 Ngaka Modiri Molema - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands		A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>	####									
Basic Salaries and Wages			6,126	6,126	3,287	9,635	6,126	3,509	57%	
Pension and UIF Contributions			3,688	3,688	70	658	3,688	(3,030)	-82%	
Medical Aid Contributions			-	-	27	332	-	332	#DIV/0!	
Motor Vehicle Allowance			-	-	-	2,094	-	2,094	#DIV/0!	
Cellphone Allowance			-	-	466	1,087	-	1,087	#DIV/0!	
Housing Allowances			-	-	-	-	-	-		
Other benefits and allowances			2,292	2,292	196	291	2,292	(2,001)	-87%	
<b>Sub Total - Councillors</b>	####	-	12,106	12,106	4,045	14,097	12,106	1,990	16%	-
<b>% increase</b>	####		#DIV/0!	#DIV/0!						
<b>Senior Managers of the Municipality</b>	####									
Basic Salaries and Wages			6,725	6,725	343	4,178	6,725	(2,546)	-38%	
Pension and UIF Contributions			749	749	62	723	749	(26)	-3%	
Medical Aid Contributions			67	67	4	42	67	(25)	-37%	
Overtime			-	-	-	-	-	-		
Performance Bonus			36	36	-	-	36	(36)	-100%	
Motor Vehicle Allowance			791	791	61	699	791	(92)	-12%	
Cellphone Allowance			138	138	9	104	138	(35)	-25%	
Housing Allowances			762	762	50	596	762	(166)	-22%	
Other benefits and allowances			56	56	44	667	56	611	1092%	
Payments in lieu of leave			-	-	-	-	-	-		
Long service awards			-	-	-	-	-	-		
Post-retirement benefit obligations	####		-	-	-	-	-	-		
<b>Sub Total - Senior Managers of Municipality</b>	####	-	9,323	9,323	573	7,009	9,323	(2,315)	-25%	-
<b>% increase</b>	####		#DIV/0!	#DIV/0!						
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			211,129	211,129	18,909	197,367	211,129	(13,762)	-7%	
Pension and UIF Contributions			45,467	45,467	4,017	40,935	45,467	(4,532)	-10%	
Medical Aid Contributions			35,722	35,722	1,594	21,401	35,722	(14,321)	-40%	
Overtime			17,734	17,734	3,334	22,449	17,734	4,715	27%	
Performance Bonus			-	-	-	-	-	-		
Motor Vehicle Allowance			13,242	13,242	1,581	12,897	13,242	(345)	-3%	
Cellphone Allowance			1,105	1,105	51	486	1,105	(619)	-56%	
Housing Allowances			4,510	4,510	74	997	4,510	(3,513)	-78%	
Other benefits and allowances			14,898	14,898	54	36,410	14,898	21,513	144%	
Payments in lieu of leave			-	-	-	608	-	608	#DIV/0!	
Long service awards			2,218	2,218	-	1,459	2,218	(760)	-34%	
Post-retirement benefit obligations	####		-	-	-	-	-	-		
<b>Sub Total - Other Municipal Staff</b>	####	-	346,025	346,025	29,615	335,009	346,025	(11,015)	-3%	-
<b>% increase</b>	####		#DIV/0!	#DIV/0!						
<b>Total Parent Municipality</b>		-	367,454	367,454	34,233	356,114	367,454	(11,339)	-3%	-





# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.6 Material variances to the service delivery and budget implementation plan

DC38 Ngaka Modiri Molema - Supporting Table SC1 Material variance explanations - M12 June

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
####	<b>Revenue By Source</b>			
####	<b>Expenditure By Type</b>			
	Employee cost	-19954	Expenditure reduced as results of COVID-19 lockdown	Expenditure reduced as results of COVID-19 lockdown
	Remuneration of Councillors	1990,00	Upper Limits backpay for councillors	Upper Limits backpay for councillors
	Depreciation & Asset impairment	(95 720)	Account is not expensed during the financial year	To be adjusted during AFS preparation
	Materials and bulk purchases	(47 557)	Sedibeng Water current account not fully settled	Current Account to be settled at beginning of 2020/21 FY
	Transfers and subsidies	(8 391)	Outstanding claims from Local Municipalities	Strengthen IGR with local municipalities
####	<b>Capital Expenditure</b>			
	Capital transfers recognised	(95 131)	COVID-19 MiG reprioritised projects not implemented	Roll-over application to done in 2020/21 FY
	Internally generated funds	(33 324)	No procurement plans	Align SDBIP with Procurement Plans
####	<b>Financial Position</b>			
	Total current assets	350 257	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total non-current assets	5 409 036	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total current liabilities	132 977	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
	Total non-current liabilities	70 986	Balance sheet to be aligned with pre-audited AFS	Procure asset module for mSCOA environment
####	<b>Cash Flow</b>			
####	<b>Measureable performance</b>			
####	<b>Municipal Entities</b>			

## 2.7 Capital programme performance

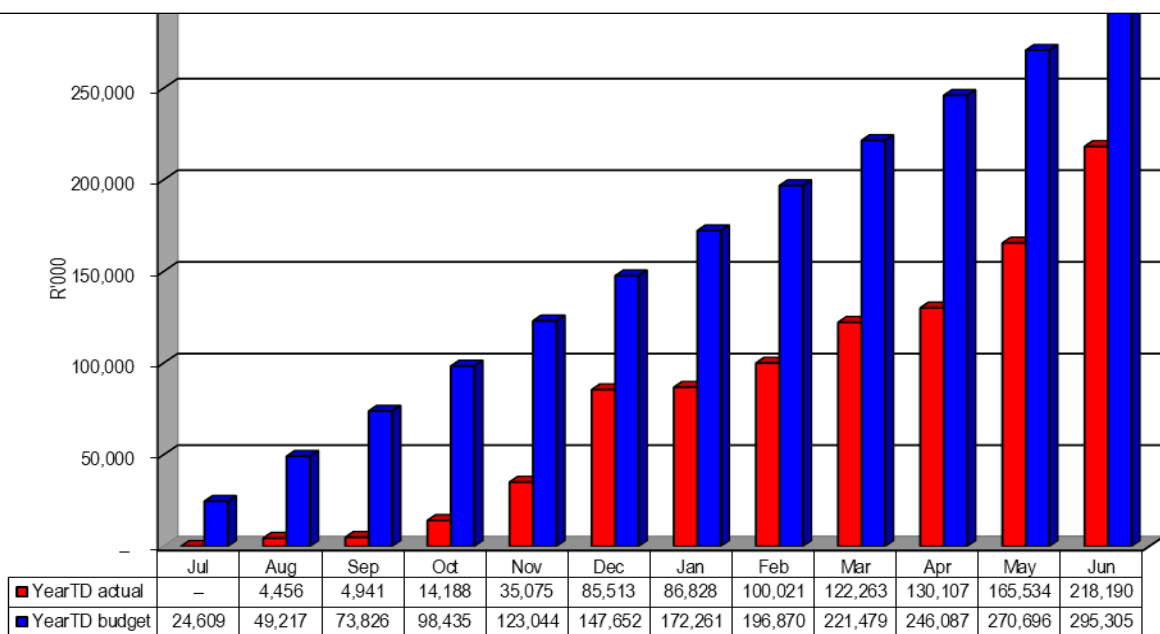
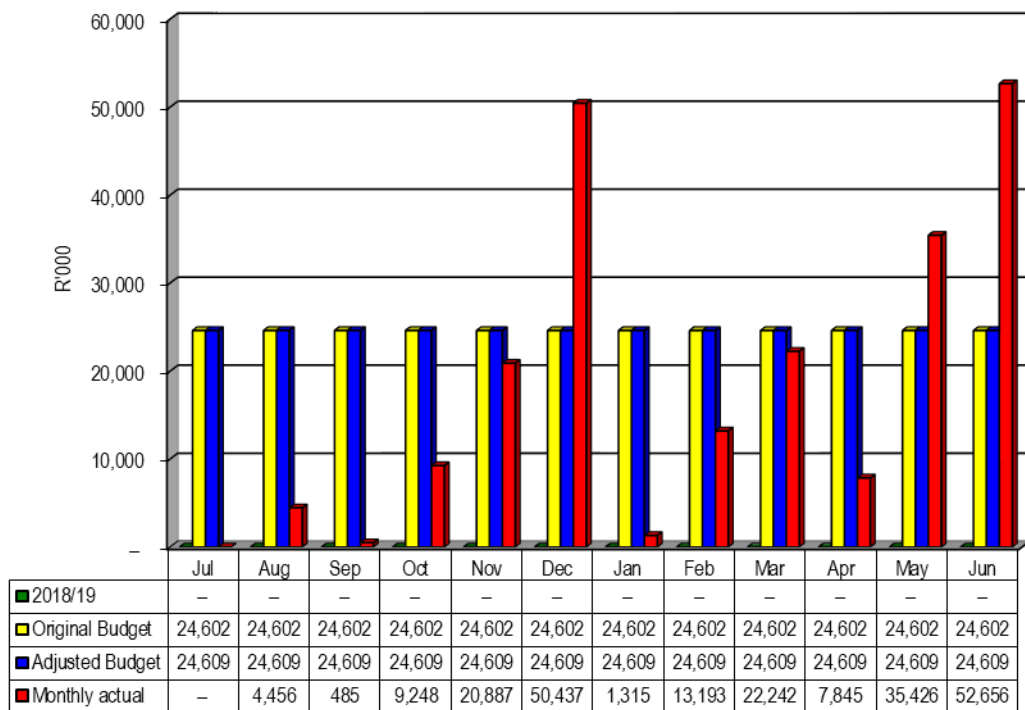
DC38 Ngaka Modiri Molema - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M12 June

Month	2018/19	Budget Year 2019/20							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		24,602	24,609	—	—	24,609	24,609	100.0%	0%
August		24,602	24,609	4,456	4,456	49,217	44,762	90.9%	2%
September		24,602	24,609	485	4,941	73,826	68,886	93.3%	2%
October		24,602	24,609	9,248	14,188	98,435	84,247	85.6%	5%
November		24,602	24,609	20,887	35,075	123,044	87,968	71.5%	12%
December		24,602	24,609	50,437	85,513	147,652	62,140	42.1%	29%
January		24,602	24,609	1,315	86,828	172,261	85,433	49.6%	29%
February		24,602	24,609	13,193	100,021	196,870	96,849	49.2%	34%
March		24,602	24,609	22,242	122,263	221,479	99,216	44.8%	41%
April		24,602	24,609	7,845	130,107	246,087	115,980	47.1%	0
May		24,602	24,609	35,426	165,534	270,696	105,162	38.8%	0
June		24,602	24,609	52,656	218,190	295,305	77,115	26.1%	0
<b>Total Capital expenditure</b>	—	<b>295,225</b>	<b>295,305</b>	<b>218,190</b>					



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

Chart C1 2019/20 Capital Expenditure Monthly Trend: actual v target





# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## 2.8 Other Supporting documents

DC38 Ngaka Modiri Molema - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

Description of financial indicator	Basis of calculation	Ref	2018/19	Budget Year 2019/20			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	21.8%	21.2%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	0.3%	2.4%	0.0%	0.0%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	###	0.0%	913.5%	263.4%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	861.3%	252.9%	0.0%	0.0%
<b><u>Revenue Management</u></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%	0.0%	0.0%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))						
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	###					
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	###					
Employee costs	Employee costs/Total Revenue - capital revenue		0.0%	45.8%	43.9%	42.0%	0.0%
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%	23.8%	24.0%	0.0%	0.0%
<b><u>IDP regulation financial viability indicators</u></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						



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June

Description	Ref	Budget Year 2019/20				
		Approved Rollover 2018/19	Monthly actual	YearTD actual	YTD variance	YTD variance %
<b>R thousands</b>						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		-	-	-	-	
Local Government Equitable Share					-	
Finance Management					-	
Municipal Systems Improvement					-	
Water Services Operating Subsidy					-	
EPWP Incentive					-	
Other transfers and grants [insert description]					-	
<b>Provincial Government:</b>		-	-	-	-	
					-	
					-	
Disaster Management Grant					-	
<b>District Municipality:</b>		-	-	-	-	
[insert description]					-	
<b>Other grant providers:</b>		-	-	-	-	
[insert description]					-	
<b>Total operating expenditure of Approved Roll-overs</b>		-	-	-	-	
<b>Capital expenditure of Approved Roll-overs</b>						
<b>National Government:</b>		-	-	-	-	
Municipal Infrastructure Grant (MIG)					-	
Other capital transfers/grants [insert desc]					-	
					-	
Other capital transfers [insert description]					-	
<b>Provincial Government:</b>		-	-	-	-	
					-	
<b>District Municipality:</b>		-	-	-	-	
					-	
<b>Other grant providers:</b>		-	-	-	-	
					-	
<b>Total capital expenditure of Approved Roll-overs</b>		-	-	-	-	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		-	-	-	-	



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M12 June

Description	Ref	Budget Year 2019/20												2019/20 Medium Term Revenue & Expenditure Framework		
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands	###	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget			
<b>Cash Receipts By Source</b>																
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue		16	17	19	13	13	7	18	8	5	-	21	32	170	182	195
Service charges - sanitation revenue		12	13	11	9	10	5	16	7	4	-	26	9	120	128	137
Service charges - refuse		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		20	19	19	-	19	19	19	30	31	32	-	20	225	226	226
Interest earned - ex-ternal investments		980	1,034	1,238	8,213	4,052	2,510	2,592	2,629	2,266	2,884	1,982	2,621	33,000	36,500	40,000
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	68	-	-	-	-	-	(68)	-	-	-
Licences and permits		-	-	-	-	-	3	5	4	28	2	-	(42)	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operating		317,835	2,639	198	-	556	254,258	164	370	190,702	745	-	(65)	767,401	832,560	907,269
Other revenue		42,268	4,399	13,558	10,047	16,210	5,404	484	1,009	15,320	298	-	(32,238)	76,757	1,444	1,523
<b>Cash Receipts by Source</b>		<b>361,130</b>	<b>8,121</b>	<b>15,042</b>	<b>18,282</b>	<b>20,859</b>	<b>262,273</b>	<b>3,296</b>	<b>4,058</b>	<b>208,356</b>	<b>3,960</b>	<b>2,029</b>	<b>(29,732)</b>	<b>877,674</b>	<b>871,040</b>	<b>949,350</b>
<b>Other Cash Flows by Source</b>																
Transfer receipts - capital		-	27,692	-	12,763	-	62,191	-	18,312	155,094	-	-	26,138	302,190	320,120	345,848
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	1,987	-	-	-	-	-	-	-	-	-	-	1,987	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>361,130</b>	<b>37,800</b>	<b>15,042</b>	<b>31,045</b>	<b>20,859</b>	<b>324,464</b>	<b>3,296</b>	<b>22,370</b>	<b>363,450</b>	<b>3,960</b>	<b>2,029</b>	<b>(3,594)</b>	<b>1,181,851</b>	<b>1,191,160</b>	<b>1,295,198</b>
<b>Cash Payments by Type</b>																
Employee related costs		26,709	27,530	22,831	25,037	36,598	26,945	24,146	33,851	27,784	13,965	45,849	44,068	355,312	373,510	394,188
Remuneration of councillors		-	-	-	-	-	-	-	-	-	-	-	12,106	12,106	12,832	13,602
Interest paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	3,733	-	-	14,267	18,000	21,600	24,000
Other materials		-	175	-	-	7,394	34,455	-	629	1,455	2,233	4,716	117,159	168,216	121,275	127,339
Contracted services		27,384	50,714	9,652	9,984	4,884	14,228	3,123	4,370	8,622	947	2,704	43,388	180,000	81,043	82,220
Grants and subsidies paid - other municipalities		-	-	-	9,000	-	-	-	3,000	-	-	-	13,000	25,000	26,250	27,563
Grants and subsidies paid - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General expenses		4,155	37,938	4,305	3,661	6,793	7,260	1,599	7,203	4,082	15,775	3,777	(7,547)	89,000	120,000	150,000
<b>Cash Payments by Type</b>		<b>58,248</b>	<b>116,357</b>	<b>36,788</b>	<b>47,681</b>	<b>55,669</b>	<b>82,888</b>	<b>28,868</b>	<b>49,052</b>	<b>45,675</b>	<b>32,920</b>	<b>57,046</b>	<b>236,442</b>	<b>847,634</b>	<b>756,510</b>	<b>818,911</b>
<b>Other Cash Flows/Payments by Type</b>																
Capital assets		59,251	6,125	36,012	12,077	28,392	77,332	8,128	15,172	22,242	7,845	93,380	(27,831)	338,125	320,684	339,766
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>		<b>117,499</b>	<b>122,481</b>	<b>72,800</b>	<b>59,759</b>	<b>84,061</b>	<b>160,220</b>	<b>36,996</b>	<b>64,225</b>	<b>67,916</b>	<b>40,765</b>	<b>150,426</b>	<b>208,611</b>	<b>1,185,759</b>	<b>1,077,194</b>	<b>1,158,677</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>243,631</b>	<b>(84,682)</b>	<b>(57,758)</b>	<b>(28,714)</b>	<b>(63,202)</b>	<b>164,245</b>	<b>(33,700)</b>	<b>(41,855)</b>	<b>295,534</b>	<b>(36,805)</b>	<b>(148,396)</b>	<b>(212,205)</b>	<b>(3,908)</b>	<b>113,966</b>	<b>136,521</b>
Cash/cash equivalents at the month/year beginning:		300,266	543,898	459,216	401,458	372,744	309,542	473,786	440,086	398,231	693,765	656,960	508,564	300,266	296,359	410,325
Cash/cash equivalents at the month/year end:		543,898	459,216	401,458	372,744	309,542	473,786	440,086	398,231	693,765	656,960	508,564	296,359	296,359	410,325	546,846

# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June

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	###									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		-	98 230	149 628	33 428	167 536	149 628	(17 908)	-12,0%	-
Roads Infrastructure		-	2 691	2 691	1 588	2 340	2 691	351	13,0%	-
Roads			2 691	2 691	1 588	2 340	2 691	351	13,0%	
Storm water Infrastructure		-	-	-	-	-	-	-		
Electrical Infrastructure		-	-	-	-	-	-	-		
Water Supply Infrastructure		-	54 789	43 621	4 326	55 468	43 621	(11 847)	-27,2%	-
Dams and Weirs			-	-	-	-	-	-		
Boreholes			10 000	5 500	1 392	2 855	5 500	2 645	48,1%	
Distribution			44 789	38 121	2 934	52 613	38 121	(14 492)	-38,0%	
Sanitation Infrastructure		-	40 750	103 316	27 514	109 728	103 316	(6 412)	-6,2%	-
Waste Water Treatment Works			40 750	-	-	60 971	-	(60 971)	#DIV/0!	
Outfall Sewers			-	2 751	-	-	2 751	2 751	100,0%	
Toilet Facilities			-	100 565	27 514	48 757	100 565	51 808	51,5%	
Capital Spares			-	-	-	-	-	-		
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Capital Spares			-	-	-	-	-	-		
Community Assets		-	-	-	-	-	-	-		-
Heritage assets		-	-	-	-	-	-	-		-
Investment properties		-	-	-	-	-	-	-		-
Other assets		-	17 630	16 500	-	190	16 500	16 310	98,8%	-
Operational Buildings		-	17 630	16 500	-	190	16 500	16 310	98,8%	
Municipal Offices			16 500	16 500	-	190	16 500	16 310	98,8%	
Stores			1 130	-	-	-	-	-		
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
Biological or Cultivated Assets			-	-	-	-	-	-		
Intangible Assets		-	4 200	3 600	2 937	5 269	3 600	(1 669)	-46,4%	-
Servitudes			-	-	-	-	-	-		
Licences and Rights		-	4 200	3 600	2 937	5 269	3 600	(1 669)	-46,4%	-
Water Rights			-	-	-	-	-	-		
Effluent Licenses			-	-	-	-	-	-		
Solid Waste Licenses			-	-	-	-	-	-		
Computer Software and Applications			4 200	3 600	2 937	5 269	3 600	(1 669)	-46,4%	
Load Settlement Software Applications			-	-	-	-	-	-		
Unspecified			-	-	-	-	-	-		
Computer Equipment		-	1 740	890	219	581	890	309	34,7%	-
Computer Equipment			1 740	890	219	581	890	309	34,7%	
Furniture and Office Equipment		-	4 680	1 500	-	-	1 500	1 500	100,0%	-
Furniture and Office Equipment			4 680	1 500	-	-	1 500	1 500	100,0%	
Machinery and Equipment		-	500	820	-	-	820	820	100,0%	-
Machinery and Equipment			500	820	-	-	820	820	100,0%	
Transport Assets		-	14 700	14 010	831	2 140	14 010	11 870	84,7%	-
Transport Assets			14 700	14 010	831	2 140	14 010	11 870	84,7%	
Land		-	-	-	-	-	-	-		-
Land			-	-	-	-	-	-		
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals			-	-	-	-	-	-		
Total Capital Expenditure on new assets	###	-	141 679	186 948	37 416	175 715	186 948	11 232	6,0%	-



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class -

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	###									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	16,206	11,206	-	66	11,206	11,140	99.4%	-
Roads Infrastructure		-	-	-	-	-	-	-		-
Storm water Infrastructure		-	-	-	-	-	-	-		-
Electrical Infrastructure		-	-	-	-	-	-	-		-
Water Supply Infrastructure		-	16,206	11,206	-	66	11,206	11,140	99.4%	-
Distribution		-	16,206	11,206	-	66	11,206	11,140	99.4%	-
Sanitation Infrastructure		-	-	-	-	-	-	-		-
Solid Waste Infrastructure		-	-	-	-	-	-	-		-
Rail Infrastructure		-	-	-	-	-	-	-		-
Coastal Infrastructure		-	-	-	-	-	-	-		-
Information and Communication Infrastructure		-	-	-	-	-	-	-		-
<b>Community Assets</b>		-	-	-	-	-	-	-		-
Community Facilities		-	-	-	-	-	-	-		-
<b>Heritage assets</b>		-	-	-	-	-	-	-		-
<b>Investment properties</b>		-	-	-	-	-	-	-		-
<b>Other assets</b>		-	-	-	-	-	-	-		-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-		-
Biological or Cultivated Assets		-	-	-	-	-	-	-		-
<b>Intangible Assets</b>		-	-	-	-	-	-	-		-
Servitudes		-	-	-	-	-	-	-		-
Licences and Rights		-	-	-	-	-	-	-		-
Water Rights		-	-	-	-	-	-	-		-
Effluent Licenses		-	-	-	-	-	-	-		-
Solid Waste Licenses		-	-	-	-	-	-	-		-
Computer Software and Applications		-	-	-	-	-	-	-		-
Load Settlement Software Applications		-	-	-	-	-	-	-		-
Unspecified		-	-	-	-	-	-	-		-
<b>Computer Equipment</b>		-	-	-	-	-	-	-		-
Computer Equipment		-	-	-	-	-	-	-		-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-		-
Furniture and Office Equipment		-	-	-	-	-	-	-		-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-		-
Machinery and Equipment		-	-	-	-	-	-	-		-
<b>Transport Assets</b>		-	-	-	-	-	-	-		-
Transport Assets		-	-	-	-	-	-	-		-
<b>Land</b>		-	-	-	-	-	-	-		-
Land		-	-	-	-	-	-	-		-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>###</b>	-	16,206	11,206	-	66	11,206	11,140	99.4%	-

# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12

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	###									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	115,500	168,216	14,700	101,945	168,216	66,271	39.4%	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	115,500	168,216	14,700	101,945	168,216	66,271	39.4%	-
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	28,500	101,565	1,600	42,364	101,565	59,202	58.3%	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	60,000	41,651	2,700	40,496	41,651	1,155	2.8%	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	27,000	25,000	10,400	19,085	25,000	5,915	23.7%	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	<b>###</b>	-	115,500	168,216	14,700	101,945	168,216	66,271	39.4%	-





# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M12 June

Description	Ref ###	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>###</b>									
<b><u>Depreciation by Asset Class/Sub-class</u></b>										
<b><u>Infrastructure</u></b>		-	184,257	194,216	94,111	94,111	194,216	100,104	51.5%	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	184,257	194,216	94,111	94,111	194,216	100,104	51.5%	-
Distribution		-	184,257	194,216	94,111	94,111	194,216	100,104	51.5%	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<b><u>Community Assets</u></b>		-	-	-	-	-	-	-	-	-
<b><u>Heritage assets</u></b>		-	-	-	-	-	-	-	-	-
<b><u>Investment properties</u></b>		-	-	-	-	-	-	-	-	-
<b><u>Other assets</u></b>		-	-	-	1,722	1,722	-	(1,722)	#DIV/0!	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Municipal Offices		-	-	-	-	-	-	-	-	-
Pay/Enquiry Points		-	-	-	-	-	-	-	-	-
Building Plan Offices		-	-	-	-	-	-	-	-	-
Workshops		-	-	-	-	-	-	-	-	-
Yards		-	-	-	-	-	-	-	-	-
Stores		-	-	-	-	-	-	-	-	-
Laboratories		-	-	-	-	-	-	-	-	-
Training Centres		-	-	-	-	-	-	-	-	-
Manufacturing Plant		-	-	-	-	-	-	-	-	-
Depots		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Housing		-	-	-	1,722	1,722	-	(1,722)	#DIV/0!	-
Staff Housing		-	-	-	-	-	-	-	-	-
Social Housing		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	1,722	1,722	-	(1,722)	#DIV/0!	-
<b><u>Biological or Cultivated Assets</u></b>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<b><u>Intangible Assets</u></b>		-	-	-	-	-	-	-	-	-
<b><u>Computer Equipment</u></b>		-	-	-	599	599	-	(599)	#DIV/0!	-
Computer Equipment		-	-	-	599	599	-	(599)	#DIV/0!	-
<b><u>Furniture and Office Equipment</u></b>		-	-	-	228	228	-	(228)	#DIV/0!	-
Furniture and Office Equipment		-	-	-	228	228	-	(228)	#DIV/0!	-
<b><u>Machinery and Equipment</u></b>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b><u>Transport Assets</u></b>		-	-	-	1,835	1,835	-	(1,835)	#DIV/0!	-
Transport Assets		-	-	-	1,835	1,835	-	(1,835)	#DIV/0!	-
<b><u>Land</u></b>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<b><u>Zoo's, Marine and Non-biological Animals</u></b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Depreciation</b>	<b>###</b>	-	184,257	194,216	98,496	98,496	194,216	95,720	49.3%	-



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

DC38 Ngaka Modiri Molema - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class -

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>###</b>									
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	189,989	139,971	14,726	35,667	139,971	104,305	74.5%	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-
Roads		-	-	-	-	-	-	-	-	-
Road Structures		-	-	-	-	-	-	-	-	-
Road Furniture		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	104,669	42,838	6,420	15,448	42,838	27,391	63.9%	-
Dams and Weirs		-	-	-	-	-	-	-	-	-
Boreholes		-	-	-	-	-	-	-	-	-
Reservoirs		-	-	-	-	-	-	-	-	-
Pump Stations		-	-	-	-	-	-	-	-	-
Water Treatment Works		-	-	-	-	-	-	-	-	-
Bulk Mains		-	-	-	-	-	-	-	-	-
Distribution		-	104,669	42,838	6,420	15,448	42,838	27,391	63.9%	-
Distribution Points		-	-	-	-	-	-	-	-	-
PRV Stations		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	85,320	97,133	8,306	20,219	97,133	76,914	79.2%	-
Pump Station		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Waste Water Treatment Works		-	85,320	27,318	883	3,687	27,318	23,631	86.5%	-
Outfall Sewers		-	-	69,815	7,423	16,532	69,815	53,283	76.3%	-
Toilet Facilities		-	-	-	-	-	-	-	-	-
Capital Spares		-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-
<b>Community Assets</b>		-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
<b>Investment properties</b>		-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-
<b>Other assets</b>		-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
<b>Biological or Cultivated Assets</b>		-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>		-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>		-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-
<b>Furniture and Office Equipment</b>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-
<b>Machinery and Equipment</b>		-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>		-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-
<b>Land</b>		-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on upgrading of existing</b>	<b>###</b>	-	189,989	139,971	14,726	35,667	139,971	104,305	74.5%	-



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## **2.9 Recommendations**

It is recommended that council:

2.9.1 Note the monthly budget statements (C1 to C7) and any supporting documents (SC1 to SC 13) for 4<sup>th</sup> quarter 2020 (period ending June 2020);

2.9.2 Note financial problems or risks facing the municipality;

2.9.3 Note material variances from the service delivery and budget implementation plan;

2.9.4 Note the remedial actions or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipality's budget;

2.9.5 Take precautionary measures to fight against the outbreak of COVID-19;

2.9.6 Note COVID-19 expenditure as at 30 June 2020; and

2.9.7 Any other resolutions that may be required.



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

## Municipal Manager's Quality Certificate

I, .....the Municipal Manager of Ngaka Modiri Molema District Municipality, hereby certify that the In-year monitoring and reporting and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act, and that the budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

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**Municipal Manager of Ngaka Modiri Molema District Municipality (DC38)**

Signature .....

Date .....

(NB: Signed Certificate will be forwarded)



# NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

**Comments** \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**Prepared by:**

**Reviewed by:**

\_\_\_\_\_  
**Mr. M. A. Ntaopane**  
**Manager: Budget, Cashflow and Reporting**  
**Date:** \_\_\_\_\_

\_\_\_\_\_  
**Mr. S.S. Mphato**  
**Chief Financial Officer**  
**Date:** \_\_\_\_\_

**Approved by:**

\_\_\_\_\_  
**Mr. O.A. Losaba**  
**Municipal Manager**  
**Date:** \_\_\_\_\_