

# Kannaland Municipality



## **Mid-Year Budget and Performance Assessment for 2015/2016**

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

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

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

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# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### Glossary

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

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

**Equitable share** - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

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

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

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

**Cash flow statement** - A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

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

**Equitable share** - A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

**Fruitless and wasteful expenditure** - Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GFS** - Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

**GRAP** - Generally Recognised Accounting Practice. The new standard for municipal accounting.

**IDP** - Integrated Development Plan. The main strategic planning document of the Municipality

**MBRR** - Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

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

**MTREF** - Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**Operating expenditure** - Spending on the day to day expenses of the Municipality such as salaries and wages.

**Rates** - Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

**SDBIP** - Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic objectives** - The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Unauthorised expenditure** - Generally, is spending without, or in excess of, an approved budget.

**Virement** - A transfer of budget.

**Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** - One of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality and which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### Legislative Framework

This report has been prepared in terms of the following enabling legislation.

### The Municipal Finance Management Act

Section 71: Monthly budget statements

### Local Government: Municipal Finance Management Act (56/2003):

### Municipal budget and reporting regulations (MBRR)

Highlighted in the text box below are the relevant sections from the MBRR:

**Note:** In the remainder of this report, the applicable sections from the MBRR, Schedule C will always be reflected in a text box as per above.

#### ***Format of monthly budget statements***

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

#### ***Tabling of monthly budget statements***

29. *The Mayor may table in the municipal council a monthly budget statement submitted to the Mayor in terms of section 71 (1) of the Act. If the Mayor does so, the monthly budget statement must be accompanied by a Mayor's report in a format set out in Schedule C.*

#### ***Publication of monthly budget statements***

30. (1) *The monthly budget statement of a municipality must be placed on the municipality's website.*

(2) *The municipal manager must publish on the municipality's website any other information that the municipal council considers appropriate to facilitate public awareness of the monthly budget statement, including (a) summaries of monthly budget statements in alternate languages predominant in the community; and (b) information relevant to each ward in the municipality.*



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### PART 1 – IN-YEAR REPORT

#### Section 1 – Mayor’s Report

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

###### *Mayor's report*

3. The Mayor's report accompanying an in-year monthly budget statement must provide-

(a) a summary of whether the municipality's budget is being implemented in accordance with the service

delivery and budget implementation plan and any service delivery agreements with municipal entities;

(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.

The cash position is still stable (refer to section 7 for more information) and current commitments can be met. However, there is no additional money available for new projects.

Revenue achieved to date is -18% (R -15.6 million) below budget<sup>1</sup>. The municipality projects to end the year with a surplus, and more importantly, a negative cash position.

#### Section 2 – Resolutions

###### *Resolutions*

5. If an in-year report is tabled in the municipal council, resolutions dealing with at least the following matters must be prepared and presented as part of the documentation, as may be relevant -

(a) noting the monthly budget statement and any supporting documents;

(b) noting the quarterly report on the implementation of the budget and the financial affairs for the municipality referred to in section 52(d) of the Act;

(c) noting the mid-year budget and performance assessment referred to in section 72 of the Act;

(d) noting the in-year reports of any municipal entities; and (e) any other resolutions that may be required.

#### IN-YEAR REPORTS 2015/2016

This is the resolution that will be presented to Council when the In-Year Report is tabled:

#### **RECOMMENDATION:**

That Council take note of the Mid-Year Budget and Performance Assessment and supporting documentation for December 2015.

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

1 Table C4 - Total Revenue by source (excluding Capital transfers and contributions)

### Section 3 – Executive Summary

#### *Executive summary*

6. The executive summary must cover at least the following -

- (a) the municipal entity's performance, in relation to both the approved annual budget and the latest approved adjustments budget making reference to the in-year report tables, charts and explanations;
- (b) any material variances from the service delivery agreement with the parent municipality and the multi-year business plan of the entity; and
- (c) any remedial or corrective steps taken or to be taken to ensure that projected revenue and expenditure remain within the municipal entity's budget.

### 3.1 Introduction

The information boxes referring to the legislative framework, additional explanations on certain tables and foot notes referencing the information to tables contained elsewhere in the document have been included in this month's report.

### 3.2 Consolidated performance

#### 3.2.1 Against annual budget

##### Revenue by Source

All the major sources of revenue are within acceptable norms with the net variance being -18% (R 15.6million)<sup>2</sup>, below budgeted revenue to date.

The majority of rates and service charges are levied annually and classed as income during July each year. Where applicable, and where ratepayers prefer to pay on a monthly basis, service charges are also levied in advance. Although the total annual levies are not reflecting on the monthly ratepayers' account, the relevant income votes are credited on the financial system.

##### Operating expenditure by type

The major categories of expenditure are all behind target, with year to date expenditure being 19% (R 16.69 million)<sup>3</sup>, below budgeted projections.

Refer to Section 4 – Table C4 for further explanations on both revenue by source and expenditure by type.

##### Capital Expenditure

The capital expenditure is still behind target, with year-to-date expenditure being R 19.83 million, or -59%, of a total budget of R 34.56 million<sup>4</sup>. Refer to Section 4 – Table C5 for more detail.

##### Cash flows



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

There has been no material change in the cash flow or yearend predictions since last month.  
Refer to section 4 – Table C9 and Section 7 for more detail on the cash position.

2 **Table C4** - Total Revenue by source (excluding Capital transfers an contributions)

3 **Table C4** – Total expenditure by type

4 **Table C5** – Total capital expenditure

### 3.3 Material variances from SDBIP

No comments for December 2015

### 3.4 Remedial or corrective steps

No steps need to be taken

## Section 4 – In-year budget statement tables

### *In-Year budget statement tables*

9. The in-year budget statement tables must consist of the tables in the 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 - Capital Expenditure (municipal vote, standard classification and funding)

(f) Table C6 Monthly Budget Statement - Financial Position

(g) Table C7 Monthly Budget Statement - Cash Flow

and

11. Supporting information, charts and explanations of trends anomalies must be presented for each table where such presentation will assist with understanding the information contained in the tables.

## 4.1 Monthly budget statements

### 4.1.1 Table C1: s71 Monthly Budget Statement Summary



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

WC041 Kannaland - Table C1 Monthly Budget Statement Summary - M06 December

Description	2014/15	Budget Year 2015/16							
	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	13 456	14 032	14 032	(64)	14 267	14 142	125	1%	14 156
Service charges	57 884	59 959	59 959	5 502	33 079	29 975	3 104	10%	70 830
Investment revenue	966	400	400	62	218	103	115	112%	571
Transfers recognised - operational	29 037	37 637	37 637	-	1 356	18 759	(17 403)	-93%	37 497
Other own revenue	12 165	13 517	13 517	351	3 857	3 133	724	23%	16 467
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>113 509</b>	<b>125 545</b>	<b>125 545</b>	<b>5 851</b>	<b>52 777</b>	<b>66 113</b>	<b>(13 335)</b>	<b>-20%</b>	<b>139 520</b>
Employee costs	42 574	46 466	46 546	6 268	30 571	28 614	1 957	7%	41 385
Remuneration of Councillors	2 844	2 891	2 891	231	1 388	982	405	41%	2 651
Depreciation & asset impairment	13 578	9 723	9 723	-	-	-	-	-	9 723
Finance charges	2 980	1 031	1 031	190	580	382	197	52%	1 081
Materials and bulk purchases	25 596	26 493	26 493	1 944	12 230	10 240	1 990	19%	25 987
Transfers and grants	2 116	11 866	12 311	710	5 978	6 425	(447)	-7%	10 545
Other expenditure	28 443	23 212	22 812	1 694	8 872	9 556	(684)	-7%	19 019
<b>Total Expenditure</b>	<b>118 131</b>	<b>121 683</b>	<b>121 808</b>	<b>11 037</b>	<b>59 618</b>	<b>56 199</b>	<b>3 419</b>	<b>6%</b>	<b>110 391</b>
<b>Surplus/(Deficit)</b>	<b>(4 622)</b>	<b>3 862</b>	<b>3 737</b>	<b>(5 187)</b>	<b>(6 841)</b>	<b>9 913</b>	<b>(16 754)</b>	<b>-169%</b>	<b>29 129</b>
Transfers recognised - capital	19 885	23 687	23 687	-	212	6 414	(6 202)	-97%	17 591
Contributions & Contributed assets	12	4	4	-	-	-	-	-	4
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>	<b>(22 956)</b>	<b>-141%</b>	<b>46 724</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>	<b>(22 956)</b>	<b>-141%</b>	<b>46 724</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>-</b>	<b>30 545</b>	<b>30 545</b>	<b>857</b>	<b>4 444</b>	<b>27 301</b>	<b>(22 857)</b>	<b>-84%</b>	<b>31 235</b>
Capital transfers recognised	-	28 665	28 665	857	3 791	25 421	(21 630)	-85%	28 818
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	1 880	1 880	-	652	1 880	(1 228)	-65%	2 417
<b>Total sources of capital funds</b>	<b>-</b>	<b>30 545</b>	<b>30 545</b>	<b>857</b>	<b>4 444</b>	<b>27 301</b>	<b>(22 857)</b>	<b>-84%</b>	<b>31 235</b>
<b>Financial position</b>									
Total current assets	-	-	-	-	69 641	-	-	-	-
Total non current assets	-	-	-	-	301 905	-	-	-	-
Total current liabilities	-	-	-	-	(146 353)	-	-	-	-
Total non current liabilities	-	-	-	-	(23 757)	-	-	-	-
<b>Community wealth/Equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(201 436)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash flows</b>									
Net cash from (used) operating	-	-	-	-	-	-	-	-	-
Net cash from (used) investing	-	-	-	-	-	-	-	-	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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	8 550	1 753	1 354	2 515	1 412	1 274	7 431	52 185	76 474
<b>Creditors Age Analysis</b>									
Total Creditors	14 075	1 602	1 596	886	9 192	4 815	1 926	2 027	36 118

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### **4.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)**

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.

The main functions are Governance and administration; Community and public safety; Economic and environmental services; and Trading services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

WC041 Kannaland - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - M06 December

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		32 548	30 969	30 969	17	18 459	21 390	(2 931)	-14%	33 203
Executive and council		3 570	7 121	7 121	(3)	1 507	2 325	(818)	-35%	6 747
Budget and treasury office		10 572	4 827	4 827	92	2 083	978	1 106	113%	7 041
Corporate services		18 406	19 020	19 020	(72)	14 869	18 088	(3 219)	-18%	19 415
<i>Community and public safety</i>		4 353	18 636	18 636	40	634	4 185	(3 551)	-85%	14 918
Community and social services		2 701	7 287	7 287	27	604	2 148	(1 544)	-72%	5 566
Sport and recreation		6	4 039	4 039	10	16	2 019	(2 003)	-99%	2 048
Public safety		-	-	-	-	-	-	-	-	-
Housing		1 646	7 310	7 310	2	14	18	(3)	-19%	7 304
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental</i>		1 689	5 074	5 074	285	733	777	(44)	-6%	6 294
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 689	5 074	5 074	285	733	777	(44)	-6%	6 294
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		92 580	94 553	94 553	5 509	33 164	46 175	(13 011)	-28%	129 714
Electricity		53 410	43 715	43 715	3 879	20 172	20 530	(357)	-2%	51 944
Water		20 008	29 267	29 267	1 037	5 955	9 426	(3 470)	-37%	31 129
Waste water management		9 512	13 068	13 068	196	4 506	10 471	(5 965)	-57%	10 786
Waste management		9 651	8 504	8 504	397	2 530	5 749	(3 219)	-56%	35 855
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue</b>	<b>2</b>	<b>131 169</b>	<b>149 232</b>	<b>149 232</b>	<b>5 851</b>	<b>52 989</b>	<b>72 526</b>	<b>(19 537)</b>	<b>-27%</b>	<b>184 129</b>
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		61 318	52 847	52 972	6 141	30 391	29 114	1 277	4%	46 900
Executive and council		21 317	19 618	19 743	2 277	11 980	13 641	(1 661)	-12%	17 340
Budget and treasury office		26 391	19 740	19 740	1 958	10 232	10 410	(179)	-2%	18 725
Corporate services		13 610	13 489	13 489	1 907	8 179	5 062	3 117	62%	10 834
<i>Community and public safety</i>		8 313	20 229	20 229	1 139	7 664	8 196	(532)	-6%	17 560
Community and social services		6 525	10 533	10 533	1 038	4 043	3 664	378	10%	9 866
Sport and recreation		656	937	937	52	187	68	120	177%	798
Public safety		-	-	-	-	-	-	-	-	-
Housing		1 131	8 760	8 760	50	3 434	4 464	(1 030)	-23%	6 896
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental</i>		2 057	2 808	2 808	194	1 120	1 536	(416)	-27%	1 994
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		2 057	2 808	2 808	194	1 120	1 536	(416)	-27%	1 994
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		45 211	45 799	45 799	3 503	20 050	17 353	2 697	16%	43 535
Electricity		33 362	32 489	32 489	2 381	14 223	12 647	1 576	12%	32 154
Water		15 395	8 371	8 371	521	2 653	2 028	625	31%	7 171
Waste water management		(8 760)	2 618	2 618	281	1 541	1 591	(50)	-3%	1 823
Waste management		5 214	2 320	2 320	320	1 634	1 087	547	50%	2 386
<i>Other</i>		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>3</b>	<b>116 898</b>	<b>121 683</b>	<b>121 808</b>	<b>10 977</b>	<b>59 226</b>	<b>56 199</b>	<b>3 026</b>	<b>5%</b>	<b>109 989</b>
<b>Surplus/ (Deficit) for the year</b>		<b>14 271</b>	<b>27 549</b>	<b>27 424</b>	<b>(5 127)</b>	<b>(6 237)</b>	<b>16 327</b>	<b>(22 564)</b>	<b>-138%</b>	<b>74 140</b>

**References**

- Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
- Total Revenue by standard classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement
- Total Expenditure by standard classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'
- All amounts must be classified under a standard classification (modified GFS). The GFS function 'Other' is only for Abattoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### **4.1.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)**

The operating expenditure budget is approved by Council on the municipal vote level.

The municipal votes reflect the organisational structure of the municipality which is made up of the following directorates: Executive Council, Corporate Services, Financial Services and Technical Services.

Unauthorised expenditure by year end would occur either for the municipality as a whole if the adjusted budget for 'Total Expenditure by Vote' or if any of the individual budgets for any specific vote/s were overspent.

The Total Expenditure by Vote budget is not overspent, but currently for the accumulated totals to December 2015 the following Votes (also known as Directorates) reflect unauthorised expenditure against their year-to-date budgets: Executive Council, Financial Services.

However, they have not yet overspent their total adjusted budget allocations and the current unauthorised status would only be able to be determined once annual actual results have been calculated.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

WC041 Kannaland - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description	Ref	2014/15		Budget Year 2015/16						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>	1									
Vote 1 - Executive Council		100 784	115 531	115 531	5 791	35 666	52 916	(17 249)	-32.6%	120 881
Vote 2 - Corporate Services		18 406	19 020	19 020	(72)	14 869	18 088	(3 219)	-17.8%	19 415
Vote 3 - Financial Services		1 980	2 536	2 536	27	340	524	(184)	-35.1%	2 439
Vote 4 - Technical Services		10 572	4 827	4 827	92	2 083	978	1 106	113.1%	7 041
Vote 5 - 0		1 646	7 310	7 310	2	14	18	(3)	-19.3%	7 304
Vote 6 - 0		6	7	7	10	16	3	13	367.0%	32
Vote 7 - 0		-	-	-	-	-	-	-	-	-
Vote 8 - 0		-	-	-	-	-	-	-	-	-
Vote 9 - 0		-	-	-	-	-	-	-	-	-
Vote 10 - 0		-	-	-	-	-	-	-	-	-
Vote 11 - 0		-	-	-	-	-	-	-	-	-
Vote 12 - 0		-	-	-	-	-	-	-	-	-
Vote 13 - 0		-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-
Vote 15 - 0		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>133 394</b>	<b>149 232</b>	<b>149 232</b>	<b>5 851</b>	<b>52 989</b>	<b>72 526</b>	<b>(19 537)</b>	<b>-26.9%</b>	<b>157 112</b>
<b>Expenditure by Vote</b>	1									
Vote 1 - Executive Council		73 388	75 482	75 607	6 479	35 456	34 261	1 196	3.5%	69 679
Vote 2 - Corporate Services		13 610	13 489	13 489	1 907	8 179	5 062	3 117	61.6%	10 834
Vote 3 - Financial Services		3 148	3 605	3 605	592	2 123	1 831	292	15.9%	3 700
Vote 4 - Technical Services		26 391	19 740	19 740	1 958	10 232	10 410	(179)	-1.7%	18 725
Vote 5 - 0		1 131	8 760	8 760	50	3 434	4 464	(1 030)	-23.1%	6 896
Vote 6 - 0		463	606	606	52	194	171	23	13.6%	557
Vote 7 - 0		-	-	-	-	-	-	-	-	-
Vote 8 - 0		-	-	-	-	-	-	-	-	-
Vote 9 - 0		-	-	-	-	-	-	-	-	-
Vote 10 - 0		-	-	-	-	-	-	-	-	-
Vote 11 - 0		-	-	-	-	-	-	-	-	-
Vote 12 - 0		-	-	-	-	-	-	-	-	-
Vote 13 - 0		-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-
Vote 15 - 0		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>118 131</b>	<b>121 683</b>	<b>121 808</b>	<b>11 037</b>	<b>59 618</b>	<b>56 199</b>	<b>3 419</b>	<b>6.1%</b>	<b>110 391</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>15 263</b>	<b>27 549</b>	<b>27 424</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>	<b>(22 956)</b>	<b>-140.6%</b>	<b>46 720</b>

**References**

1. Insert 'Vote'; e.g. Department, if different to standard classification structure
2. Must reconcile to Monthly Budget Statement - Financial Performance Statement (standard classification)

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

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

WC041 Kannaland - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		13 456	14 032	14 032	(64)	14 267	14 142	125	1%	14 156
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		34 490	35 631	35 631	3 876	20 133	16 384	3 749	23%	43 936
Service charges - water revenue		13 394	10 960	10 960	1 033	5 924	4 263	1 661	39%	15 477
Service charges - sanitation revenue		5 159	8 649	8 649	196	4 498	6 760	(2 262)	-33%	6 363
Service charges - refuse revenue		4 841	4 719	4 719	397	2 524	2 568	(44)	-2%	5 053
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		243	496	496	22	109	247	(138)	-56%	349
Interest earned - external investments		966	400	400	62	218	103	115	112%	571
Interest earned - outstanding debtors		4 649	2 294	2 294	(8)	2 261	1 154	1 107	96%	4 526
Dividends received		-	-	-	-	-	-	-	-	-
Fines		696	3 627	3 627	196	267	195	73	37%	4 359
Licences and permits		153	619	619	17	91	235	(144)	-61%	1 021
Agency services		734	685	685	61	321	287	34	12%	769
Transfers recognised - operational		29 037	37 637	37 637	-	1 356	18 759	(17 403)	-93%	37 497
Other revenue		4 881	1 742	1 742	63	573	1 015	(442)	-44%	1 389
Gains on disposal of PPE		811	4 054	4 054	-	234	-	234	#DIV/0!	4 054
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>113 509</b>	<b>125 545</b>	<b>125 545</b>	<b>5 851</b>	<b>52 777</b>	<b>66 113</b>	<b>(13 335)</b>	<b>-20%</b>	<b>139 520</b>
<b>Expenditure By Type</b>										
Employee related costs		42 574	46 466	46 546	6 268	30 571	28 614	1 957	7%	41 385
Remuneration of councillors		2 844	2 891	2 891	231	1 388	982	405	41%	2 651
Debt impairment		7 123	1 666	1 666	-	-	-	-	-	1 666
Depreciation & asset impairment		13 578	9 723	9 723	-	-	-	-	-	9 723
Finance charges		2 980	1 031	1 031	190	580	382	197	52%	1 081
Bulk purchases		25 596	26 493	26 493	1 944	12 230	10 240	1 990	19%	25 987
Other materials		-	1	1	-	-	0	(0)	-100%	0
Contracted services		(4 010)	(714)	(725)	23	963	3 778	(2 816)	-75%	(1 818)
Transfers and grants		2 116	11 866	12 311	710	5 978	6 425	(447)	-7%	10 545
Other expenditure		25 330	22 260	21 871	1 671	7 909	5 777	2 131	37%	19 172
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>118 131</b>	<b>121 683</b>	<b>121 808</b>	<b>11 037</b>	<b>59 618</b>	<b>56 199</b>	<b>3 419</b>	<b>6%</b>	<b>110 391</b>
<b>Surplus/(Deficit)</b>										
		<b>(4 622)</b>	<b>3 862</b>	<b>3 737</b>	<b>(5 187)</b>	<b>(6 841)</b>	<b>9 913</b>	<b>(16 754)</b>	<b>(0)</b>	<b>29 129</b>
Transfers recognised - capital		19 885	23 687	23 687	-	212	6 414	(6 202)	(0)	17 591
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		12	4	4	-	-	-	-	-	4
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>			<b>46 724</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>			<b>46 724</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>			<b>46 724</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>15 274</b>	<b>27 553</b>	<b>27 428</b>	<b>(5 187)</b>	<b>(6 629)</b>	<b>16 327</b>			<b>46 724</b>

References

1. Material variances to be explained on Table SC1

The annual budget is approved for 'Total Revenue by Source'. The YTD budget of R 66.113 million has not been achieved. The year-to-date actual reflects an achievement of -20% of the annual budget of R 125.545 million.

'Own Revenue' received amounts to R 51.421 million. It is R 5.423 million more than the Year to date Budget, which is a 58% achievement of the annual budget of R 87.908 million.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

'Transfers recognised revenue' received amounts to R 1.356 million. It is R -17.403 million less than the Year to date Budget, which is a 4% achievement of the annual budget of R 37.637 million. The revenue that can realise by year end will depend on how both the operating and capital grant funded projects are spent.

### 4.1.5 Table C5: Monthly Budget Statement - Capital Expenditure

WC041 Kannaland - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M06 December

Vote Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>Multi-Year expenditure appropriation</b>	2									
Vote 1 - Executive Council		-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 5 - 0		-	-	-	-	-	-	-	-	-
Vote 6 - 0		-	-	-	-	-	-	-	-	-
Vote 7 - 0		-	-	-	-	-	-	-	-	-
Vote 8 - 0		-	-	-	-	-	-	-	-	-
Vote 9 - 0		-	-	-	-	-	-	-	-	-
Vote 10 - 0		-	-	-	-	-	-	-	-	-
Vote 11 - 0		-	-	-	-	-	-	-	-	-
Vote 12 - 0		-	-	-	-	-	-	-	-	-
Vote 13 - 0		-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-
Vote 15 - 0		-	-	-	-	-	-	-	-	-
<b>Total Capital Multi-year expenditure</b>	4,7	-	-	-	-	-	-	-	-	-
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - Executive Council		-	540	540	-	-	540	(540)	-100%	540
Vote 2 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	29 445	29 445	857	4 334	26 201	(21 867)	-83%	30 135
Vote 4 - Technical Services		-	560	560	-	109	560	(451)	-80%	560
Vote 5 - 0		-	-	-	-	-	-	-	-	-
Vote 6 - 0		-	-	-	-	-	-	-	-	-
Vote 7 - 0		-	-	-	-	-	-	-	-	-
Vote 8 - 0		-	-	-	-	-	-	-	-	-
Vote 9 - 0		-	-	-	-	-	-	-	-	-
Vote 10 - 0		-	-	-	-	-	-	-	-	-
Vote 11 - 0		-	-	-	-	-	-	-	-	-
Vote 12 - 0		-	-	-	-	-	-	-	-	-
Vote 13 - 0		-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-
Vote 15 - 0		-	-	-	-	-	-	-	-	-
<b>Total Capital single-year expenditure</b>	4	-	30 545	30 545	857	4 444	27 301	(22 857)	-84%	31 235
<b>Total Capital Expenditure</b>		-	30 545	30 545	857	4 444	27 301	(22 857)	-84%	31 235

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>										
Executive and council		1 100	1 100	-	109	1 100	(991)	-90%	1 100	
Budget and treasury office		-	-	-	-	-	(540)	-100%	540	
Corporate services		-	560	560	-	109	560	(451)	-80%	560
<b>Community and public safety</b>			7 142	7 142	-	491	7 142	(6 650)	-93%	7 142
Community and social services			4 032	4 032	-	-	4 032	(4 032)	-100%	4 032
Sport and recreation			-	-	-	-	-	-	-	
Public safety			3 080	3 080	-	485	3 080	(2 595)	-84%	3 080
Housing			-	-	-	-	-	-	-	
Health			30	30	-	6	30	(24)	-79%	30
<b>Economic and environmental services</b>			3 994	3 994	838	2 607	750	1 857	248%	3 994
Planning and development			750	750	-	-	750	(750)	-100%	750
Road transport			3 244	3 244	838	2 607	-	2 607	#DIV/0!	3 244
Environmental protection			-	-	-	-	-	-	-	
<b>Trading services</b>			18 309	18 309	19	1 235	18 309	(17 074)	-93%	18 999
Electricity			-	-	-	-	-	-	-	
Water			-	-	-	-	-	-	-	
Waste water management			18 309	18 309	19	1 235	18 309	(17 074)	-93%	18 999
Waste management			-	-	-	-	-	-	-	
<b>Other</b>			-	-	-	-	-	-	-	
<b>Total Capital Expenditure - Standard Classification</b>	3		30 545	30 545	857	4 444	27 301	(22 857)	-84%	31 235
<b>Funded by:</b>										
National Government			28 665	28 665	857	3 791	25 421	(21 630)	-85%	28 818
Provincial Government			-	-	-	-	-	-	-	
District Municipality			-	-	-	-	-	-	-	
Other transfers and grants			-	-	-	-	-	-	-	
<b>Transfers recognised - capital</b>			28 665	28 665	857	3 791	25 421	(21 630)	-85%	28 818
<b>Public contributions &amp; donations</b>	5		-	-	-	-	-	-	-	
<b>Borrowing</b>	6		-	-	-	-	-	-	-	
<b>Internally generated funds</b>			1 880	1 880	-	652	1 880	(1 228)	-65%	2 417
<b>Total Capital Funding</b>			30 545	30 545	857	4 444	27 301	(22 857)	-84%	31 235

### References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment
3. Capital expenditure by standard classification must reconcile to the total of multi-year and single year appropriations
4. Include expenditure on investment property, intangible and biological assets
5. Must reconcile to Monthly Budget Statement Financial Performance (revenue and expenditure)
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

Table C5 consists of three distinct sections:

- Appropriations by vote:
  - Which are the budget allocations that are approved by Council in the annual and adjustment budgets (similar to the expenditure by vote in Table C3).
  - If any of these annual budgets (either for Council as a whole or any individual vote) are overspent then unauthorised expenditure will have occurred. There was no unauthorised expenditure on any vote.
- Standard classification:
  - Similar to Table C2 this portion reflects the capital budget in the standard classifications which are the Government Finance Statistics Functions and Subfunctions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structures used by the different institutions.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

- Funding portion:
  - This section reflects how the capital budget has been funded by the different sources of capital revenue.
  - It is very important that national government grants are fully spent by year end otherwise they will have to be repaid to the national revenue fund.
  - Provincial grants should also be utilised but should any unspent portion remain then the provincial departments do not at this time require repayment.

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

**Table C6: Monthly Budget Statement - Financial Position**

WC041 Kannaland - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2014/15	Budget Year 2015/16			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		-	-	-	7 321	-
Call investment deposits		-	-	-	10 295	-
Consumer debtors		-	-	-	42 410	-
Other debtors		-	-	-	8 942	-
Current portion of long-term receivables		-	-	-	2	-
Inventory		-	-	-	671	-
<b>Total current assets</b>		-	-	-	<b>69 641</b>	-
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		-	-	-	-	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		-	-	-	301 820	-
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		-	-	-	85	-
Other non-current assets		-	-	-	-	-
<b>Total non current assets</b>		-	-	-	<b>301 905</b>	-
<b>TOTAL ASSETS</b>		-	-	-	<b>371 546</b>	-
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	(1 479)	-
Consumer deposits		-	-	-	(686)	-
Trade and other payables		-	-	-	(117 281)	-
Provisions		-	-	-	(26 907)	-
<b>Total current liabilities</b>		-	-	-	<b>(146 353)</b>	-
<b>Non current liabilities</b>						
Borrowing		-	-	-	(8 332)	-
Provisions		-	-	-	(15 425)	-
<b>Total non current liabilities</b>		-	-	-	<b>(23 757)</b>	-
<b>TOTAL LIABILITIES</b>		-	-	-	<b>(170 110)</b>	-
<b>NET ASSETS</b>	2	-	-	-	<b>541 656</b>	-
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		-	-	-	(196 720)	-
Reserves		-	-	-	(4 716)	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	-	-	-	<b>(201 436)</b>	-

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

BSAC : STATEMENT OF FINANCIAL POSITION ACTUALS (All values in Rand and +)					
Save File as : Muncde_BSAC_ccyy_Mnn.XLS (e.g.: GT411_BSAC_2011_M01)					
Change Year End (ccyy) to Financial Year End (e.g.: 2011 for year 2010/2011)					
Change Month End (Mnn) to Active Month (M01=July...M12=June)(e.g.: M10)					
Change Muncde to your own municipal code (e.g.: GT411)					
To Save File press the following keys at the same time with Caps Lock off: Ctrl Shift S					
Year End	Month End	Mun	Item	Detail	Actual M06
2016	M06	WC041	0100	COMMUNITY WEALTH / EQUITY	
			0110	Community Wealth	
			0600	Housing Development Fund	0
			0300	Reserves	4 715 893
			0500	Accumulated Surplus/(Deficit)	196 720 302
			0680	Minorities Interests	0
			0690	Total Community Wealth / Equity	201 436 195
			0700	Non-Current Liabilities	
			0900	Borrowing	8 331 558
			0910	Non-Current Provisions	15 425 306
			1000	Total Non-Current Liabilities	23 756 864
			2300	Current Liabilities	
			2400	Consumer Deposits	685 559
			2500	Provisions	26 906 970
			2600	Creditors	80 721 050
			2610	Conditional Grants and Receipts	36 560 207
			2700	Bank Overdraft	0
			2800	Borrowing	1 479 223
			1600	Total Current Liabilities	146 353 009
			1650	Total Net Assets and Liabilities	371 546 068
			1100	ASSETS	
			1200	Non-Current Assets	
			1300	Property Plant and Equipment	301 820 310
			1400	Non-Current Investments	0
			1500	Long-term Receivables	0
			1401	Investment Property	0
			1402	Investment in Associate	0
			1403	Agricultural	0
			1404	Biological	0
			1405	Intangible	84 643
			1406	Other Non-Current Assets	0
			2900	Total Non-Current Assets	301 904 953
			1700	Current Assets	
			2200	Call Investment Deposits	10 294 810
			1900	Inventory	671 029
			2000	Consumer Debtors	42 409 827
			2010	Other Debtors	8 942 481
			2100	Current Portion Of Long-Term Receivables	2 186
			1800	Cash	7 320 782
			2150	Total Current Assets	69 641 115
			3000	Total Assets	371 546 068



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

**4.1.6 Table C7: Monthly Budget Statement - Cash Flow**

WC041 Kannaland - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description	Ref	Budget Year 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates, penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges		-	-	-	-	(7 338)	-	(7 338)	#DIV/0!	-
Other revenue		-	-	-	-	-	-	-	-	-
Government - operating		-	-	-	-	-	-	-	-	-
Government - capital		-	-	-	0	(1 710)	-	(1 710)	#DIV/0!	-
Interest		-	-	-	-	-	-	-	-	-
Dividends		-	-	-	(5 823)	(33 714)	-	(33 714)	#DIV/0!	-
<b>Payments</b>										
Suppliers and employees		-	-	-	-	-	-	-	-	-
Finance charges		-	-	-	(84)	(2 102)	-	2 102	#DIV/0!	-
Transfers and Grants		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		-	-	-	(5 907)	(44 863)	-	44 863	#DIV/0!	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		-	-	-	-	-	-	-	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	(104)	-	(104)	#DIV/0!	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		-	-	-	-	(104)	-	104	#DIV/0!	-
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>										
Cash/cash equivalents at beginning:		-	-	-	(5 907)	(44 967)	-	-	-	-
Cash/cash equivalents at month/year end:		-	-	-	-	(44 967)	-	-	-	-

Table C7 balances to the current Cashbook balance, shown in the 'YearTD actual' column which is R 0 mil.

Below is the monthly report submitted with section 71 report, which give a better picture of the cash flow.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

Year End	Month End	Mun	Item	Detail	Month 1 July	Month 2 Aug	Month 3 Sept	Month 4 Oct	Month 5 Nov	Month 6 Dec
2016	M06	WC041	3000	Cash Receipts by Source						
			3010	Property rates	0	0	0	0	0	
			3020	Property rates - penalties & collection charges	111 489	-94	218 468	-51	229 143	-7 924
			3030	Service charges - electricity revenue	3 844 901	801 136	6 210 080	-21 696	5 539 235	2 444 329
			3040	Service charges - water revenue	1 058 781	1 622	2 420 968	4 717	2 148 272	1 199 694
			3050	Service charges - sanitation revenue	691 569	2 298	1 381 618	509	1 375 934	690 611
			3060	Service charges - refuse revenue	4 227 004	5 788	661 515	20 908	640 121	344 591
			3070	Service charges - other	0	0	0	3 877	1 890	10 482
			3080	Rental of facilities and equipment	19 033	5 181	29 593	7 286	25 821	22 397
			3090	Interest earned - external investments	20 134	108 536	18 402		9 046	0
			3100	Interest earned - outstanding debtors	326 546	-656	673 975	0	710 910	-491
			3110	Dividends received	0	0	0		0	0
			3120	Fines	29 026	5 621	20 267	15 801	839	17 084
			3130	Licences and permits	21 233	6 647	12 002	20 044	14 075	17 047
			3140	Agency services	33 717	88 062	53 678		84 643	0
			3150	Transfer receipts - operational	9 774		508 000		6 820 000	0
			3160	Other revenue	91 459	37 861	218 848	31 075	1 104 521	34 173
			3170	Cash Receipts by Source	10 484 667	1 062 003	12 427 415	82 470	18 704 452	4 771 992
			3180	Other Cash Flows/Receipts by Source						
			3190	Transfer receipts - capital	0		0		0	0
			3200	Contributions recognised - capital & Contributed	0		0		0	0
			3210	Proceeds on disposal of PPE	0		0		0	0
			3220	Short term loans	0		0		0	0
			3230	Borrowing long term/refinancing	0		0		0	0
			3240	Increase (decrease) in consumer deposits	3 534	784	5 247	6 743	0	424
			3250	Decrease (increase) in non-current debtors	0		0		0	0
			3260	Decrease (increase) other non-current	0		0		0	0
			3270	Decrease (increase) in non-current investments	0		0		0	0
			3280	Total Cash Receipts by Source	10 488 201	1 062 787	12 432 662	89 213	18 704 452	4 772 417
			4000	Cash Payments by Type						
			4010	Employee related costs	3 685 932	4 510 062	5 312 833	3 737 261	4 820 678	5 823 476
			4020	Remuneration of councillors	228 744	228 744	232 352	233 509	232 909	231 479
			4030	Collection costs	0	0	0	0	0	0
			4040	Interest paid	91 254	106 909	102 617	0	88 957	0
			4050	Bulk purchases - Electricity	2 101 438	1 176 707	1 332 364	2 528 211	3 147 023	1 926 259
			4060	Bulk purchases - Water & Sewer	660	0	0	0	0	17 544
			4070	Other materials	0	0	0	0	0	0
			4080	Contracted services	808 363	466 607	2 109 188	452 669	265 878	576 393
			4090	Grants and subsidies paid - other municipalities	0	0	0	0	0	0
			4100	Grants and subsidies paid - other	0	0	1 933 694		0	83 989
			4110	General expenses	1 481 615	640 946	1 308 833	1 034 951	1 614 130	1 636 462
			4120	Cash Payments by Type	8 398 004	7 129 974	12 331 880	7 986 601	10 169 576	10 295 602
			4130	Other Cash Flows/Payments by Type						
			4140	Capital assets	0	0	0	0	0	0
			4150	Repayment of borrowing	47 574		56 332	0	0	0
			4160	Other Cash Flows/Payments	0	0	0	0	0	0
			4170	Total Cash Payments by Type	8 445 579	7 129 974	12 388 212	7 986 601	10 169 576	10 295 602
			4180	Net Increase/(Decrease) in Cash Held	2 042 622	-6 067 187	44 450	-7 897 388	8 534 876	-5 523 185
			4190	Cash/cash equivalents at the month/year begin:	-310 948	1 731 674	-4 335 513	-4 291 063	-12 188 451	-3 653 575
			4200	Cash/cash equivalents at the month/year end:	1 731 674	-4 335 513	-4 291 063	-12 188 451	-3 653 575	-9 176 760

### 4.1.7 Supporting Table SC9: Monthly Budget Statement – Actual and revised targets

This supporting table gives a detailed breakdown of information summarised in Table C7.

Description	Ref	Budget Year 2015/16												2015/16 Medium Term Revenue & Expenditure Framework			
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June	Budget Year 2015/16	Budget Year +1 2016/17	Budget Year +2 2017/18	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget				
<b>R thousands</b>	1																
<b>Cash Receipts By Source</b>																	
Property rates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges		(111)	(0)	(218)	0	(229)	8										551
Service charges - electricity revenue		(3 845)	(801)	(6 210)	22	(5 539)	(2 444)										18 818
Service charges - water revenue		(1 059)	(2)	(2 421)	(5)	(2 148)	(1 200)										6 834
Service charges - sanitation revenue		(592)	(2)	(1 382)	(1)	(1 376)	(691)										4 143
Service charges - refuse		(4 227)	(6)	(662)	(21)	(640)	(345)										5 900
Service charges - other		-	-	-	(4)	(2)	(10)										16
Rental of facilities and equipment		(19)	(5)	(30)	(7)	(26)	(22)										109
Interest earned - external investments		(20)	(109)	(18)	-	(9)	-										156
Interest earned - outstanding debtors		(327)	(1)	(674)	-	(711)	0										1 712
Dividends received		-	-	-	-	-	-										-
Fines		(29)	(6)	(20)	(16)	(1)	(17)										89
Licences and permits		(21)	(7)	(12)	(20)	(14)	(17)										91
Agency services		(34)	(88)	(54)	-	(85)	-										260
Transfer receipts - operating		(10)	-	(508)	-	(6 820)	-										7 338
Other revenue		(91)	(39)	(219)	(31)	(1 105)	(34)										1 519
<b>Cash Receipts by Source</b>		(10 485)	(1 065)	427	(82)	704	(4 772)										47 536
<b>Other Cash Flows by Source</b>																	
Transfer receipts - capital		-	-	-	-	-	-										-
Contributions & Contributed assets		-	-	-	-	-	-										-
Proceeds on disposal of PPE		-	-	-	-	-	-										-
Short term loans		-	-	-	-	-	-										-
Borrowing long term/refinancing		-	-	-	-	-	-										-
Increase in consumer deposits		(4)	(1)	(5)	(7)	-	(0)										17



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Receipts by Source</b>	(10 488)	(1 065)	(12 433)	(89 704)	(18 4772)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	47 552	
<b>Cash Payments by Type</b>																							
Employee related costs	3 686	986	5 313	3 737	4 821	5 823	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(24 368)	
Remuneration of councillors	229	-	232	234	233	231	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1 159)	
Interest paid	91	-	103	-	89	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(283)	
Bulk purchases - Electricity	2 101	107	1 332	2 528	3 147	1 926	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(11 142)	
Bulk purchases - Water & Sewer	1	1 177	-	-	-	18	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1 195)	
Other materials	-	514	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(514)	
Contracted services	808	457	2 109	453	266	576	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4 679)	
Grants and subsidies paid - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Grants and subsidies paid - other	-	-	1 934	-	-	84	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2 018)	
General expenses	1 482	-	1 309	1 035	1 614	1 636	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(7 076)	
<b>Cash Payments by Type</b>	<b>8 398</b>	<b>3 252</b>	<b>12 332</b>	<b>7 987</b>	<b>10 170</b>	<b>10 296</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(52 434)	
<b>Other Cash Flows/Payments by Type</b>																							
Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Repayment of borrowing	48	48	56	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(151)	
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total Cash Payments by Type</b>	<b>8 446</b>	<b>3 300</b>	<b>12 388</b>	<b>7 987</b>	<b>10 170</b>	<b>10 296</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(52 585)	
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>(18 934)</b>	<b>(4 365)</b>	<b>(24 821)</b>	<b>(8 076)</b>	<b>(28 874)</b>	<b>(15 066)</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	100 137	
Cash/cash equivalents at the month/year beginning:	(311)	(19 245)	(23 610)	(48 431)	(56 380)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(311)
Cash/cash equivalents at the month/year end:	(19 245)	(23 610)	(48 431)	(56 380)	(85 380)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(100 448)	(311)

**References**

1. Replace 'budget' heading with adjusted budget, or 'outcome' only for month/s complete

**KANNALAND MUNICIPALITY**  
**MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016**

2. Total of monthly amounts must always agree to the approved or adjusted budget
3. Amend 'cash-at-beginning' when prior year actual known (as part of the adjustments budget)



## PART 2 – SUPPORTING DOCUMENTATION

### Section 5 – Debtors' analysis

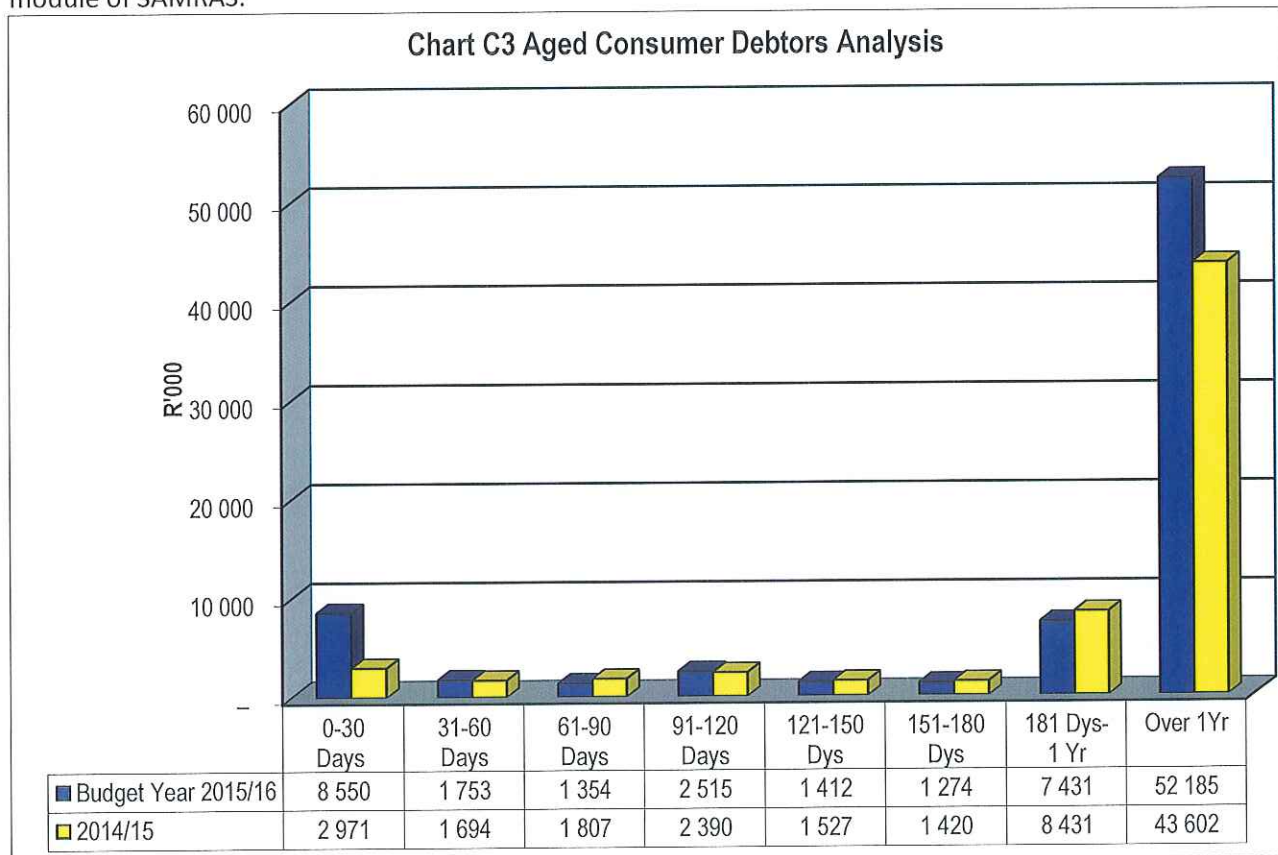
#### 5.1 Supporting Table SC 3

WC041 Kannaland - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2015/16									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 827	408	484	1 662	569	454	2 141	10 118	17 663	14 944		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	3 151	118	50	22	39	26	100	814	4 321	1 001		
Receivables from Non-exchange Transactions - Property Rates	1400	3 437	471	246	232	226	218	1 545	9 200	15 575	11 421		
Receivables from Exchange Transactions - Waste Water Management	1500	1 036	349	264	254	251	250	1 478	9 361	13 243	11 595		
Receivables from Exchange Transactions - Waste Management	1600	790	370	268	259	263	258	1 569	9 564	13 342	11 913		
Receivables from Exchange Transactions - Property Rental Debtors	1700	5	2	2	2	2	2	9	100	123	115		
Interest on Arrear Debtor Accounts	1810	38	21	30	74	51	56	504	10 861	11 636	11 546		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	(1 733)	13	10	10	10	10	86	2 166	572	2 282		
<b>Total By Income Source</b>	<b>2000</b>	<b>8 550</b>	<b>1 753</b>	<b>1 354</b>	<b>2 515</b>	<b>1 412</b>	<b>1 274</b>	<b>7 431</b>	<b>52 185</b>	<b>76 474</b>	<b>64 817</b>	-	-
<b>2014/15 - totals only</b>		<b>2 971</b>	<b>1 694</b>	<b>1 807</b>	<b>2 390</b>	<b>1 527</b>	<b>1 420</b>	<b>8 431</b>	<b>43 602</b>	<b>63 842</b>	<b>57 369</b>		
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	561	150	4	5	5	5	397	251	1 379	664		
Commercial	2300	2 624	36	27	14	31	13	82	233	3 059	372		
Households	2400	2 762	909	751	1 729	842	749	4 202	28 153	40 097	35 675		
Other	2500	2 604	657	572	767	534	507	2 749	23 548	31 939	28 106		
<b>Total By Customer Group</b>	<b>2600</b>	<b>8 550</b>	<b>1 753</b>	<b>1 354</b>	<b>2 515</b>	<b>1 412</b>	<b>1 274</b>	<b>7 431</b>	<b>52 185</b>	<b>76 474</b>	<b>64 817</b>	-	-

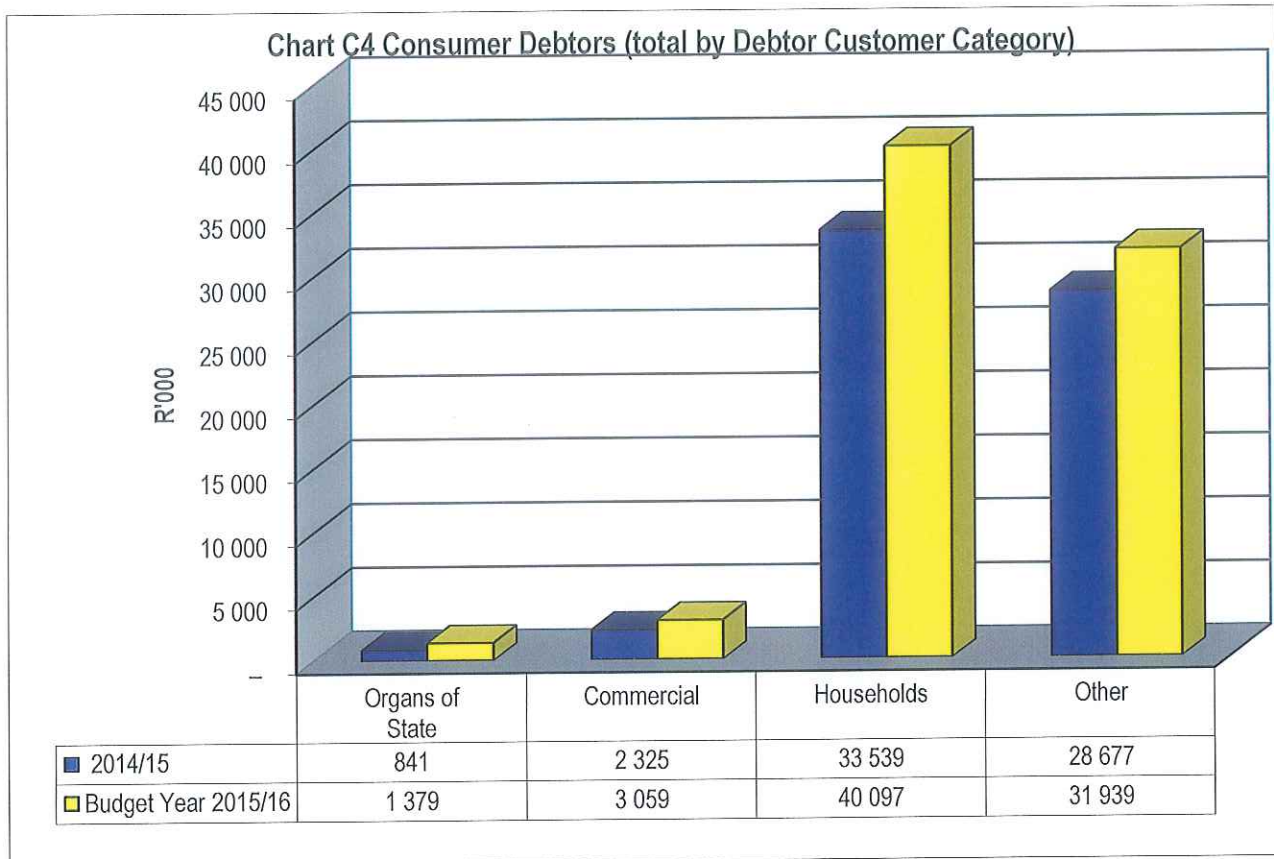
Notes

The value reflected in the Financial Position<sup>5</sup> will not reconcile to the Debtors Age Analysis shown on Table SC3. The financial position includes the provision made for bad debts and some debtor classifications which do not form part of the consumer debtors, whereas the age analysis only includes consumer amounts on the Debtors module of SAMRAS.



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016



### Section 6 – Creditors' analysis

WC041 Kannaland - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

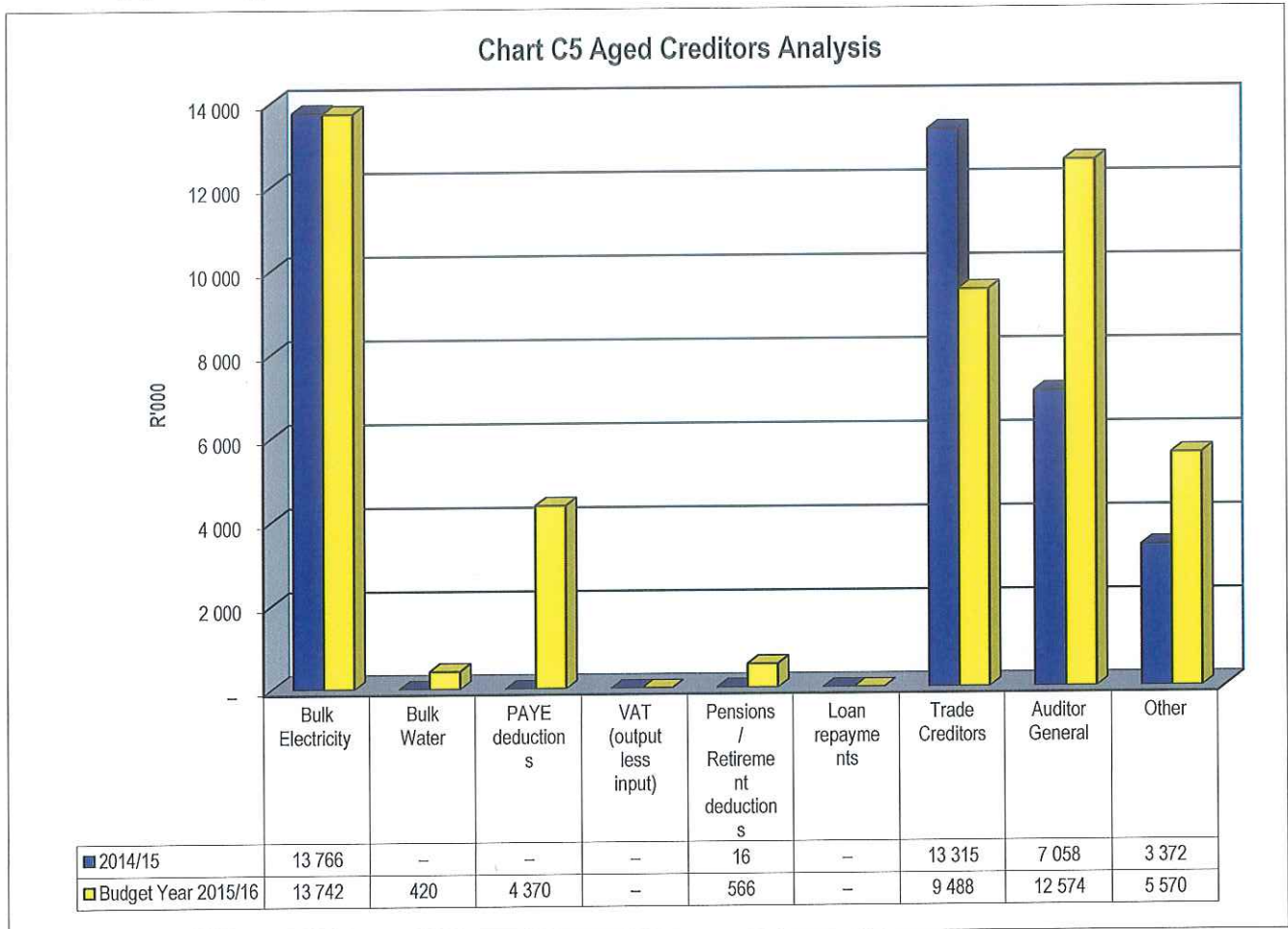
Description	NT Code	Budget Year 2015/16									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	2 507	2 336	2 043	6 857	-	-	-	-	13 742	13 766	
Bulk Water	0200	420	-	-	-	-	-	-	-	420	-	
PAYE deductions	0300	537	539	515	666	586	493	1 034	-	4 370	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	550	-	-	-	16	566	16	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	684	289	372	285	478	311	5 068	2 003	9 488	13 315	
Auditor General	0800	3 155	1 261	576	144	7 438	-	-	-	12 574	7 058	
Other	0900	631	188	225	690	247	393	2 792	404	5 570	3 372	
<b>Total By Customer Type</b>	<b>1000</b>	<b>7 933</b>	<b>4 613</b>	<b>3 731</b>	<b>9 193</b>	<b>8 748</b>	<b>1 196</b>	<b>8 894</b>	<b>2 422</b>	<b>46 731</b>	<b>37 528</b>	



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### 6.1 Supporting Table SC 4



The creditors amount outstanding for more than 30 days is due to goods and services received & processed on the financial system, but for which the municipality have not received invoices to perform the necessary payments.

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### Section 7 – Investment portfolio analysis

#### 7.1 Supporting Table SC 5

#### 7.2 Additional Information

The statement of financial position includes the following:

Item	R'000
Cash <sup>8</sup>	7 321
Call investment deposits <sup>8</sup>	10 295
<b>TOTAL</b>	<b>17 616</b>

The following commitments exist against these available resources:

Item	R'000
Loan repayments due December 2015	-
Trade and other Creditors & Unspent Conditional Grants	117 282
<b>TOTAL</b>	<b>117 282</b>
<b>TOTAL (Cash resources needed)</b>	<b>-99 666</b>
2 month cash projection for operating expenditure	22 074
Cash needed to achieve ideal liquidity level	121 740

<sup>8</sup>

*Section 4 – Table C6 Financial Position*

### Section 8 – Allocation and grant receipts and expenditure

#### 8.1 Supporting Table SC 6

#### 8.2 Supporting Table SC 7



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

APPENDIX B - Unaudited  
KANNALAND MUNICIPALITY  
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Grant Description	Balance 1 JULY 2015	Correction of error	Balance 1 JULY 2015	Grants Received	Operating Expenditure during the year Transferred to Revenue	Capital Expenditure during the year Transferred to Revenue	VAT on Grants Recognised	Balance 31 DEC 2015
	R		R	R	R	R	R	R
<b>UNSPENT AND UNPAID GOVERNMENT GRANTS AND RECEIPTS</b>								
<b>National Government Grants</b>								
Equitable Share	-	-	-	16 149 000.00	16 149 000.00	-	10 360.00	(287 865.58)
Local Government Financial Management Grant	(18 812.06)	-	(18 812.06)	1 675 000.00	1 933 693.52	-	182 027.39	(1 158 774.00)
DME Side Demand Management Meters	323 449.00	-	323 449.00	-	-	1 300 195.61	67 904.68	2 447 061.89
National Integrated Electrification Grant	-	-	-	3 000 000.00	-	485 033.43	714 936.63	1 787 695.80
Municipal Infrastructure Grant	(464 672.73)	-	(464 672.73)	7 760 000.00	-	4 792 694.84	61 788.83	594 099.10
Municipal Systems Improvement Grant	(274 112.07)	-	(274 112.07)	930 000.00	-	-	-	(824 875.30)
DBSA Recovery Plan	(824 875.30)	-	(824 875.30)	-	-	-	-	(42 474.71)
EPWP (Expanded Public Works Programme) Grant	(442 474.71)	-	(442 474.71)	400 000.00	-	-	-	180 453.00
Zoar Streets	180 453.00	-	-	-	-	-	-	-
<b>Total National Government Grants</b>	<b>(1 521 044.87)</b>	<b>-</b>	<b>(1 701 497.87)</b>	<b>29 914 000.00</b>	<b>18 082 693.52</b>	<b>6 577 923.88</b>	<b>1 037 017.52</b>	<b>2 514 867.21</b>
<b>Provincial Government Grants</b>								
Library Grant	-	-	-	1 181 998.00	571 470.76	-	-	610 527.24
Zoar Ramp	530 925.05	-	530 925.05	-	-	951 196.63	133 167.53	(553 439.11)
Land Use Planning Advertising Cost	900.00	-	900.00	-	-	-	-	900.00
Taxi Rank	306 463.00	-	306 463.00	-	-	-	-	306 463.00
Flood Damage	447 890.00	-	447 890.00	-	-	-	-	447 890.00
CDW grant	-	-	-	108 000.00	29 088.04	-	-	78 911.96
IDC	1 650 000.00	-	1 650 000.00	-	-	-	-	1 650 000.00
Local Government Fin. Man. Support Grant	500 000.00	-	500 000.00	1 050 000.00	-	-	128 066.98	1 421 933.02
Nissanville Paving	103 527.41	-	103 527.41	-	-	-	-	103 527.41
Calitzdorp Housing	1 617 400.00	-	1 617 400.00	-	1 617 400.00	-	-	-
Calitzdorp Housing ASLA	2 086.60	-	2 086.60	-	-	-	-	2 086.60
VWD Pit Latrines	983 611.77	-	983 611.77	-	-	-	-	983 611.77
Upgrading Sports Facilities Calitzdorp	250 000.00	-	250 000.00	-	-	-	-	250 000.00
Madiba	5 212.00	-	5 212.00	-	-	-	-	5 212.00
SDBJP Grant	237 303.69	-	237 303.69	-	-	-	-	237 303.69
Department of Water Affairs	71 498.29	-	71 498.29	-	-	-	-	71 498.29
Department of Water Affairs - RBIG (Regional Bulk)	-	-	-	708 166.32	-	746 612.34	134 765.73	(173 211.75)
Department of Water Affairs - ACIP (Accelerated C	-	-	-	199 198.67	-	-	24 185.06	175 013.61
<b>Total Provincial Government Grants</b>	<b>6 706 817.81</b>	<b>-</b>	<b>6 706 817.81</b>	<b>3 247 362.99</b>	<b>2 217 958.80</b>	<b>1 697 808.97</b>	<b>420 185.30</b>	<b>5 618 227.73</b>
<b>District Municipality Grants</b>								
Eden District Municipality - Disaster funds	526 720.00	-	526 720.00	2 194 640.00	-	1 327 718.38	236 684.12	1 156 957.50
Ladismith Water Project	(12 839.28)	-	(12 839.28)	-	-	-	-	(12 839.28)
<b>Total District Municipality Grants</b>	<b>513 880.72</b>	<b>-</b>	<b>513 880.72</b>	<b>2 194 640.00</b>	<b>-</b>	<b>1 327 718.38</b>	<b>236 684.12</b>	<b>1 144 118.22</b>
<b>Other Grant Providers</b>								
Drought relief	203 172.00	-	203 172.00	-	-	-	-	203 172.00
MSP	200.00	-	200.00	-	-	-	-	200.00
Greening Ladismith	629.00	-	629.00	-	-	-	-	629.00
Greening Zoar	20 556.00	-	20 556.00	-	-	-	-	20 556.00
Water Investigation Van Wyksdorp	10 703.00	-	10 703.00	-	-	-	-	10 703.00
LED Grant	115 000.00	-	115 000.00	-	-	-	-	115 000.00
Umsobomwu Project	28 764.00	-	28 764.00	-	-	-	-	28 764.00
<b>Total Other Grant Providers</b>	<b>379 024.00</b>	<b>-</b>	<b>379 024.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>379 024.00</b>
<b>Total</b>	<b>6 078 677.66</b>	<b>-</b>	<b>5 898 224.66</b>	<b>35 356 002.99</b>	<b>20 300 652.32</b>	<b>9 603 451.23</b>	<b>1 693 886.94</b>	<b>9 656 237.16</b>
<b>Total Grants</b>								<b>9 656 237.16</b>

# Section 9 – Expenditure on councillor allowances and staff benefits

## 9.1 Supporting Table SC 8

WC041 Kannaland - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages			2 710	2 710	170	1 024		1 024	#DIV/0!	
Pension and UIF Contributions			-	-	-	-		-		
Medical Aid Contributions			-	-	-	-		-		
Motor Vehicle Allowance			-	-	50	270		270	#DIV/0!	
Cellphone Allowance			155	155	14	84		84	#DIV/0!	
Housing Allowances			-	-	-	-		-		
Other benefits and allowances			27	27	12	123		123	#DIV/0!	
<b>Sub Total - Councillors</b>			2 891	2 891	245	1 502		1 502	#DIV/0!	
% increase	4		#DIV/0!	#DIV/0!						
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages			4 128	4 128	314	2 030		2 030	#DIV/0!	
Pension and UIF Contributions			204	204	-	-		-		
Medical Aid Contributions			124	124	-	-		-		
Overtime			-	-	-	-		-		
Performance Bonus			344	344	-	-		-		
Motor Vehicle Allowance			403	403	48	265		265	#DIV/0!	
Cellphone Allowance			-	-	6	35		35	#DIV/0!	
Housing Allowances			5	5	1	4		4	#DIV/0!	
Other benefits and allowances			-	-	171	267		267	#DIV/0!	
Payments in lieu of leave			-	-	-	121		121	#DIV/0!	
Long service awards			-	-	-	-		-		
Post-retirement benefit obligations			-	-	-	-		-		
<b>Sub Total - Senior Managers of Municipality</b>			5 208	5 208	539	2 721		2 721	#DIV/0!	
% increase	4		#DIV/0!	#DIV/0!						
<b>Other Municipal Staff</b>										
Basic Salaries and Wages			29 998	29 998	2 548	16 706		16 706	#DIV/0!	
Pension and UIF Contributions			4 429	4 429	-	-		-		
Medical Aid Contributions			1 524	1 524	-	-		-		
Overtime			1 117	1 117	95	550		550	#DIV/0!	
Performance Bonus			-	-	-	-		-		
Motor Vehicle Allowance			2 820	2 820	189	1 271		1 271	#DIV/0!	
Cellphone Allowance			30	30	7	32		32	#DIV/0!	
Housing Allowances			71	71	15	79		79	#DIV/0!	
Other benefits and allowances			890	890	507	1 696		1 696	#DIV/0!	
Payments in lieu of leave			-	-	14	490		490	#DIV/0!	
Long service awards			-	-	-	-		-		
Post-retirement benefit obligations			-	-	-	-		-		
<b>Sub Total - Other Municipal Staff</b>			40 878	40 878	3 376	20 825		20 825	#DIV/0!	
% increase	4		#DIV/0!	#DIV/0!						
<b>Total Parent Municipality</b>			48 977	48 977	4 160	25 048		25 048	#DIV/0!	
<b>Total Municipal Entities</b>			-	-	-	-		-		
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>			48 977	48 977	4 160	25 048		25 048	#DIV/0!	
% increase	4		#DIV/0!	#DIV/0!						
<b>TOTAL MANAGERS AND STAFF</b>			46 086	46 086	3 915	23 546		23 546	#DIV/0!	



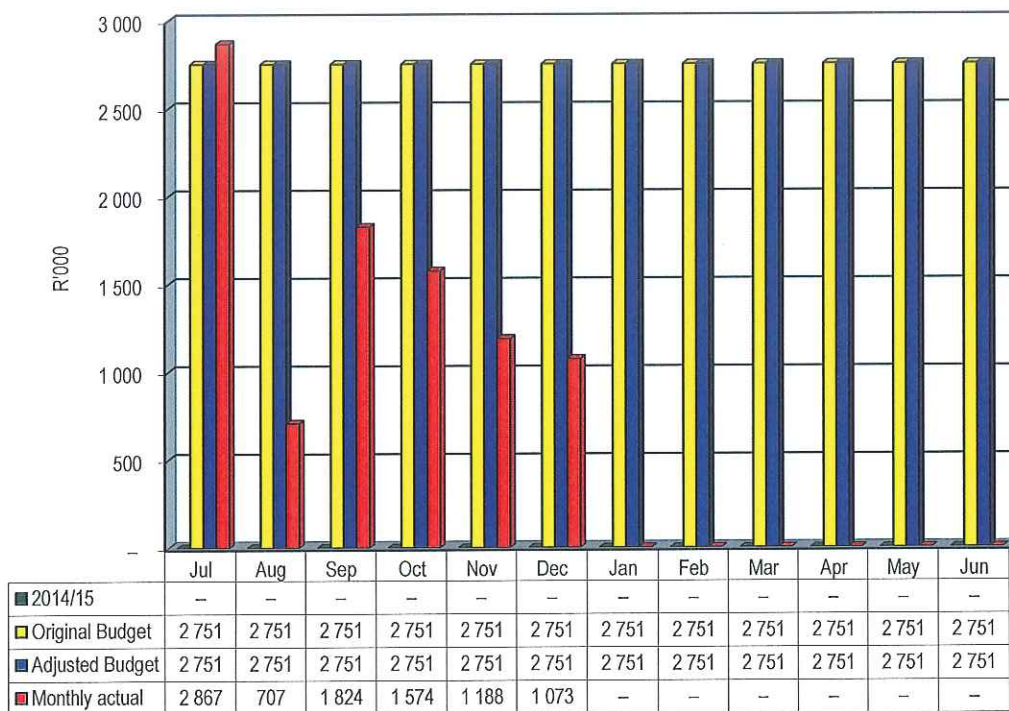
## Section 10 – Capital programme performance

### 10.1 Supporting Table SC 12

WC041 Kannaland - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M06 December

Month	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>									
<b>Monthly expenditure performance trend</b>									
July		2 751	2 751	2 867	2 867	2 751	(116)	-4.2%	9%
August		2 751	2 751	707	3 574	5 503	1 929	35.1%	11%
September		2 751	2 751	1 824	5 398	8 254	2 856	34.6%	16%
October		2 751	2 751	1 574	6 972	11 006	4 034	36.7%	21%
November		2 751	2 751	1 188	8 160	13 757	5 598	40.7%	25%
December		2 751	2 751	1 073	9 232	16 508	7 276	44.1%	28%
January		2 751	2 751			19 260	-		
February		2 751	2 751			22 011	-		
March		2 751	2 751			24 763	-		
April		2 751	2 751			27 514	-		
May		2 751	2 751			30 265	-		
June		2 751	2 751			33 017	-		
<b>Total Capital expenditure</b>	-	<b>33 017</b>	<b>33 017</b>	<b>9 232</b>					

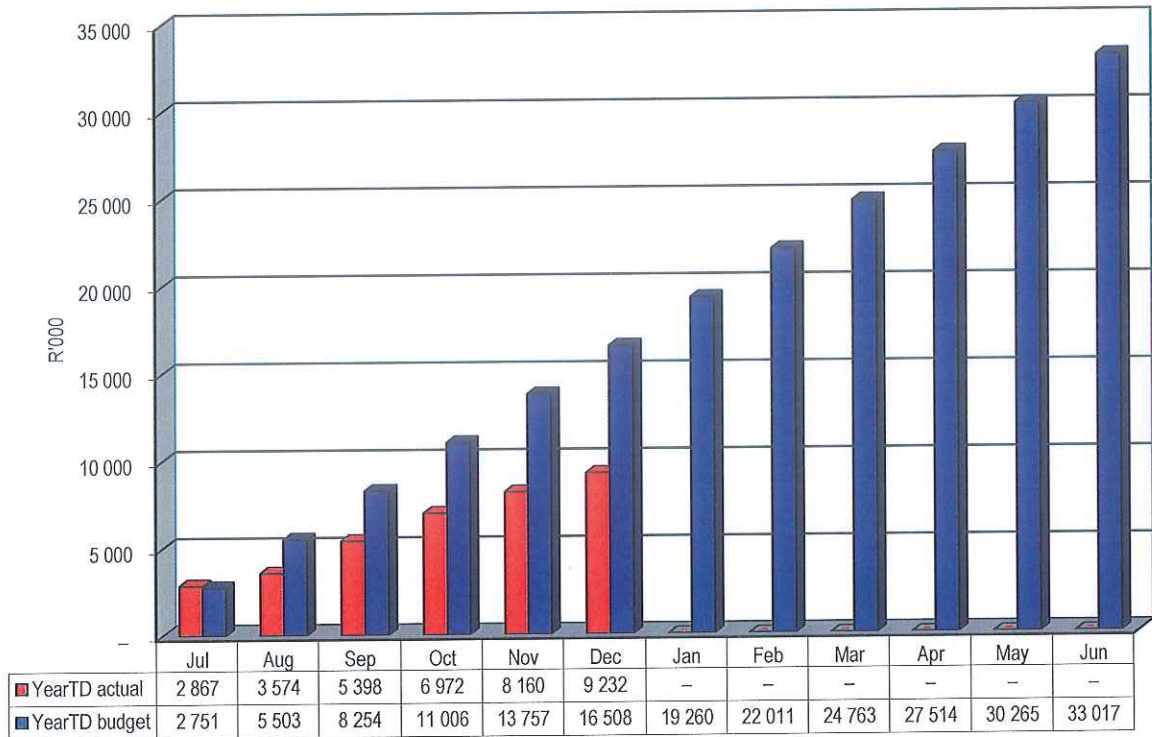
Chart C1 2015/16 Capital Expenditure Monthly Trend: actual v target



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

Chart C2 2015/16 Capital Expenditure: YTD actual v YTD target





# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

#### 10.2 Supporting Table SC13b

WC041 Kannaland - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		--	--	--	--	--	--	--	--	--
Infrastructure - Road transport		--	--	--	--	--	--	--	--	--
<i>Roads, Pavements &amp; Bridges</i>		--	--	--	--	--	--	--	--	--
<i>Storm water</i>		--	--	--	--	--	--	--	--	--
Infrastructure - Electricity		--	--	--	--	--	--	--	--	--
<i>Generation</i>		--	--	--	--	--	--	--	--	--
<i>Transmission &amp; Reticulation</i>		--	--	--	--	--	--	--	--	--
<i>Street Lighting</i>		--	--	--	--	--	--	--	--	--
Infrastructure - Water		--	--	--	--	--	--	--	--	--
<i>Dams &amp; Reservoirs</i>		--	--	--	--	--	--	--	--	--
<i>Water purification</i>		--	--	--	--	--	--	--	--	--
<i>Reticulation</i>		--	--	--	--	--	--	--	--	--
Infrastructure - Sanitation		--	--	--	--	--	--	--	--	--
<i>Reticulation</i>		--	--	--	--	--	--	--	--	--
<i>Sewerage purification</i>		--	--	--	--	--	--	--	--	--
Infrastructure - Other		--	--	--	--	--	--	--	--	--
<i>Waste Management</i>		--	--	--	--	--	--	--	--	--
<i>Transportation</i>		--	--	--	--	--	--	--	--	--
<i>Gas</i>		--	--	--	--	--	--	--	--	--
<i>Other</i>		--	--	--	--	--	--	--	--	--
<b>Community</b>		--	--	--	--	--	--	--	--	--
Parks & gardens		--	--	--	--	--	--	--	--	--
Sportsfields & stadia		--	--	--	--	--	--	--	--	--
Swimming pools		--	--	--	--	--	--	--	--	--
Community halls		--	--	--	--	--	--	--	--	--
Libraries		--	--	--	--	--	--	--	--	--
Recreational facilities		--	--	--	--	--	--	--	--	--
Fire, safety & emergency		--	--	--	--	--	--	--	--	--
Security and policing		--	--	--	--	--	--	--	--	--
Buses		--	--	--	--	--	--	--	--	--
Clinics		--	--	--	--	--	--	--	--	--
Museums & Art Galleries		--	--	--	--	--	--	--	--	--
Cemeteries		--	--	--	--	--	--	--	--	--
Social rental housing		--	--	--	--	--	--	--	--	--
Other		--	--	--	--	--	--	--	--	--
<b>Heritage assets</b>		--	--	--	--	--	--	--	--	--
Buildings		--	--	--	--	--	--	--	--	--
Other		--	--	--	--	--	--	--	--	--
<b>Investment properties</b>		--	--	--	--	--	--	--	--	--
Housing development		--	--	--	--	--	--	--	--	--
Other		--	--	--	--	--	--	--	--	--
<b>Other assets</b>		--	--	--	--	--	--	--	--	--
General vehicles		--	--	--	--	--	--	--	--	--
Specialised vehicles		--	--	--	--	--	--	--	--	--
Plant & equipment		--	--	--	--	--	--	--	--	--
Computers - hardware/equipment		--	--	--	--	--	--	--	--	--
Furniture and other office equipment		--	--	--	--	--	--	--	--	--
Abattoirs		--	--	--	--	--	--	--	--	--
Markets		--	--	--	--	--	--	--	--	--
Civic Land and Buildings		--	--	--	--	--	--	--	--	--
Other Buildings		--	--	--	--	--	--	--	--	--
Other Land		--	--	--	--	--	--	--	--	--

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

<b>Agricultural assets</b>		-	-	-	-	-	-	-	-	-
Agricultural 1		-	-	-	-	-	-	-	-	-
Agricultural 2		-	-	-	-	-	-	-	-	-
<b>Biological assets</b>		-	-	-	-	-	-	-	-	-
Biological 1		-	-	-	-	-	-	-	-	-
Biological 2		-	-	-	-	-	-	-	-	-
<b>Intangibles</b>		-	-	-	-	-	-	-	-	-
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on renewal of existing assets</b>	1	-	-	-	-	-	-	-	-	-
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Conservancy		-	-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-	-

### References

1. Total Capital Expenditure on new assets (SC13a) plus Total Capital Expenditure on renewal of existing assets (SC13b) must reconcile to total capital expenditure in Table C5

## 10.3 Supporting Table SC13c

WC041 Kannaland - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

Description	Ref	2014/15	Budget Year 2015/16							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges		-	-	-	-	-	-	-	-	-
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management		-	-	-	-	-	-	-	-	-
Transportation		-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

<b>Community</b>	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Heritage assets</b>	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Investment properties</b>	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Other assets</b>	-	-	-	-	-	-	-	-	-
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Agricultural assets</b>	-	-	-	-	-	-	-	-	-
<i>Agricultural 1</i>	-	-	-	-	-	-	-	-	-
<i>(no special code)</i>	-	-	-	-	-	-	-	-	-
<b>Biological assets</b>	-	-	-	-	-	-	-	-	-
<i>Biological 1</i>	-	-	-	-	-	-	-	-	-
<i>(no special code)</i>	-	-	-	-	-	-	-	-	-
<b>Intangibles</b>	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	-	-	-	-	-	-	-	-	-
<b>Specialised vehicles</b>	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Conservancy	-	-	-	-	-	-	-	-	-
Ambulances	-	-	-	-	-	-	-	-	-

**KANNALAND MUNICIPALITY**  
**MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT**  
**FOR 2015/2016**

**Section 11 – Material variances to the SDBIP**

**11.1 Overview**

No comments for December 2015



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### 11.2 SERVICE DELIVERY PERFORMANCE ANALYSIS

#### CREATING A CULTURE OF PERFORMANCE

##### (I) PERFORMANCE FRAMEWORK

Regulation 7 (1) of the Local Government: Municipal Planning and Performance Management Regulations, 2001 states that "A Municipality's Performance Management System entails a framework that describes and represents how the municipality's cycle and processes of performance planning, monitoring, measurement, review, reporting and improvement will be conducted, organized and managed, including determining the roles of the different role players."

##### (II) IMPLEMENTATION OF PERFORMANCE MANAGEMENT

Performance management is not only relevant to the organization as a whole, but also to the individuals employed in the organization as well as the external service providers. We have completed the following to ensure implementation of the framework and performance management policy:

- Sessions have been scheduled for the latter part of the year regarding the evaluation of individual performance.

##### (III) MONITORING PERFORMANCE

Monitoring of performance takes place as follows:

- SDBIP is updated monthly, by the 15th of each month
- A Portfolio of Evidence (POE) is to be compiled by each manager as support regarding the SDBIP
- Internal Audits play a role in assessing the quarterly measurements of the SDBIP, following the Quarterly Performance audits by the Audit and Performance Audit Committee.
- Mid-year report to be compiled and tabled 25 January 2016
- Mid-year evaluations were scheduled for 21 January 2016

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### (IV) LEGISLATION REQUIREMENTS

Legislation requirements on reporting is summarised in the below table:

Frequency	MSA/ MFMA Reporting on PMS	Section
<b>Quarterly reporting</b>	The municipal manager collates the information and draft the organisational performance report, which is submitted to Internal Audit. The Internal Auditors (IA) must submit quarterly audited reports to the Municipal Manager and to the Performance Audit Committee	MSA Regulation 14(1)(c)
<b>Mid year Reporting</b>	The Performance Audit Committee must review the PMS and make recommendations to council	MSA Regulation 14(4)(a)
	The Performance Audit Committee must submit a report at least twice during the year a report to Council	MSA Regulation 14(4)(a)
	The Municipality must report to Council at least twice a year	MSA Regulation
	The Accounting officer must by 25 January of each year assess the performance of the municipality and submit a report to the Mayor, National Treasury and the relevant Provincial Treasury.	MFMA S72
<b>Annual reporting</b>	The annual report of a municipality must include the annual performance report and any recommendations of the municipality's audit committee	MFMA S121 (3)(c)(j) & MSA S46
	The accounting officer of a municipality must submit the performance report to the Auditor-General for auditing within two months after the end of the financial year to which that report relate	MFMA S126 1(a)
	The Auditor-General must audit the performance report and submit the report to the accounting officer within three months of receipt of the performance report	MFMA S126 (3)(a)(b)
	The Mayor of a municipality must, within seven months after the end of a financial year, table in the municipal council the annual report of the municipality	MFMA S127(2)
	The Auditor-General may submit the performance report and audit report of a municipality directly to the municipal council, the National Treasury, the relevant provincial treasury, the MEC responsible for local government in the province and	MFMA S127 (4)(a)



# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

Frequency	MSA/ MFMA Reporting on PMS	Section
	Immediately after an annual report is tabled in the council, the accounting officer of the municipality must submit the annual report to the Auditor- General, the relevant provincial treasury and the provincial department responsible for local	MFMA S127 (5)(b)
	The council of the municipality must consider the annual report by no later than two months from the date on which the annual report was tabled, adopt an oversight report containing council's comments on the annual report	MFMA S129 (1)
	The meetings of a municipal council at which an annual report is to be discussed or at which decisions concerning an annual report are to be taken, must be open to the public and any organ of the state	MFMA S130 (1)
	The Cabinet member responsible for local government must annually report to Parliament on actions taken by the MECs for local government to address issues raised by the Auditor-General	MFMA S134

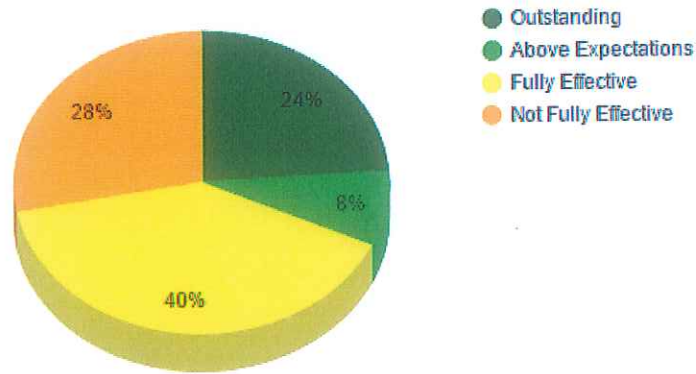
### (V) OVERALL SERVICE DELIVERY PERFORMANCE

Performance Results	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Annual
Outstanding Performance	6	6	0	0	0
Performance Significantly above expectations	2	4	0	0	0
Fully effective	10	3	0	0	0
Performance not fully effective	7	5	0	0	0
Unacceptable performance	0	1	0	0	0
N/A or Not Measured	11	17	36	36	36
<b>Totals</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>36</b>
Outstanding Performance	17 %	17 %	0 %	0 %	0 %
Performance Significantly above expectations	6 %	11 %	0 %	0 %	0 %
Fully effective	28 %	8 %	0 %	0 %	0 %
Performance not fully effective	19 %	14 %	0 %	0 %	0 %
Unacceptable performance	0 %	3 %	0 %	0 %	0 %
N/A or Not Measured	31 %	47 %	100 %	100 %	100 %
<b>Totals</b>	<b>100 %</b>	<b>100 %</b>	<b>100 %</b>	<b>100 %</b>	<b>100 %</b>

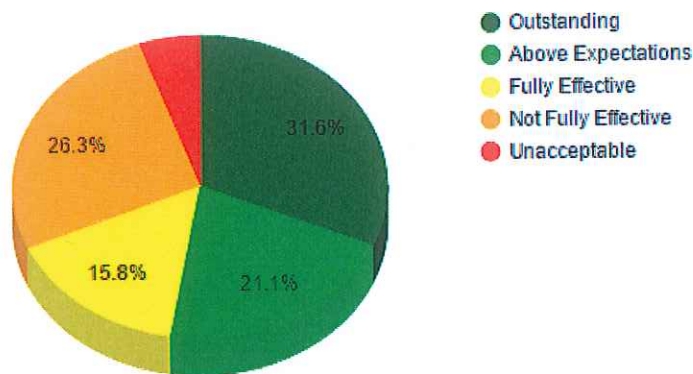
# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

**Quarter 1**



**Quarter 2**



### SUMMARY AND CHALLENGES

Early indications are that the performance against the output and goals of the Service Delivery Budget Implementation Plan (SDBIP) are mostly on track, however, the technical and financial indicators will be adjusted as to form part of the SMART flow and better measurement.

Notwithstanding the afore-mentioned challenges, the municipality achieved 31,6% fully effective and above expectation out of 36 key performance indicators., which is an indication of the organization's commitment towards service delivery and good governance in the community. Attached as Annexure A is the Top Layer SDBIP for the first half of the financial year ending 31 December 2015 which measures the municipality's overall performance per National KPA. The report, furthermore, includes the performance comments and corrective measures indicated for targets not achieved. Although, this report focuses on strategic service delivery of the municipality,

During the 2014-2015 audit conducted by the Auditor-General various aspects of non-compliance with regards to

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE

### ASSESSMENT FOR 2015/2016

performance were highlighted in the management report issued at the end of the audit. The findings and relevant corrective measures identified are:

- Compliance with laws and regulations – the Strategic Monitoring Department shall also focus on compliance throughout the municipality.

The revised Top Layer SDBIP will be submitted with the Adjustments Budget to Council by the end of February 2016 with the necessary motivation where key performance indicator targets require adjustment as a result of the Adjustments Budget.

Below is a report of the performances for the first two months of the financial year 2015-2016



# SERVICE DELIVERY BUDGET IMPLEMENTATION PLAN RESULTS

## Kannaland Municipality



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REPORT WAS GENERATED BASED ON THE FOLLOWING CRITERIA:

TYPES OF INDICATORS SELECTED - NKPI KPI

DEFAULT SDBIP - Top Level SDBIP 2015/16

PERIOD SELECTED - Quarter 1

REPORT GENERATION DATE AND TIME - 22/01/2016 @ 02:43:32pm

### Reports Selected

Report 1 - Overall Municipal Performance

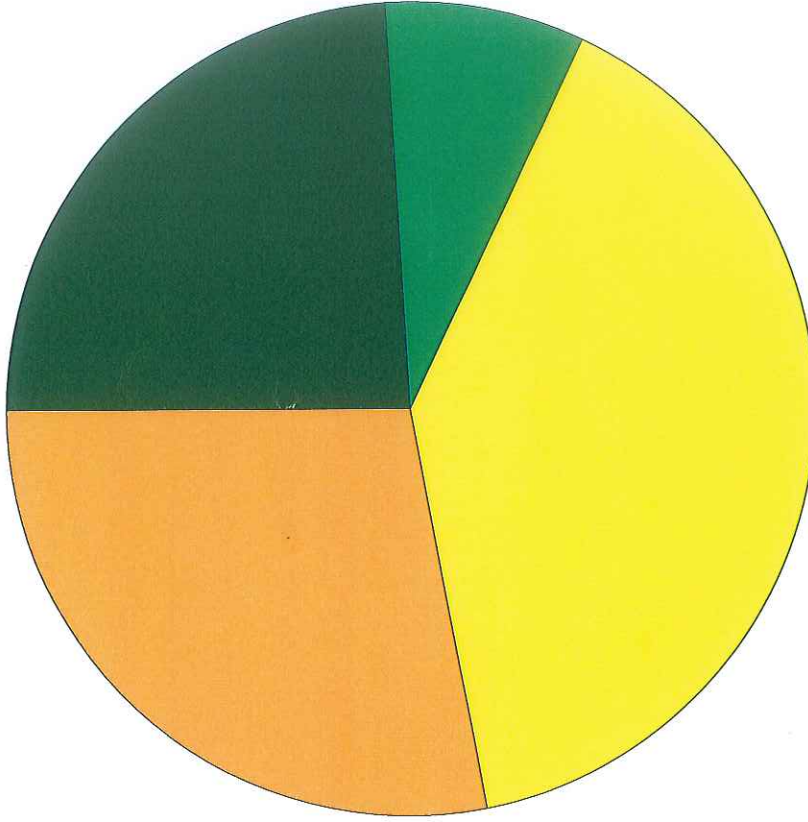
Report 2 - Performance per Department

Report 5 - Detailed Performance Data

Report 6 - Summary

# Report 1 - OVERALL MUNICIPAL PERFORMANCE

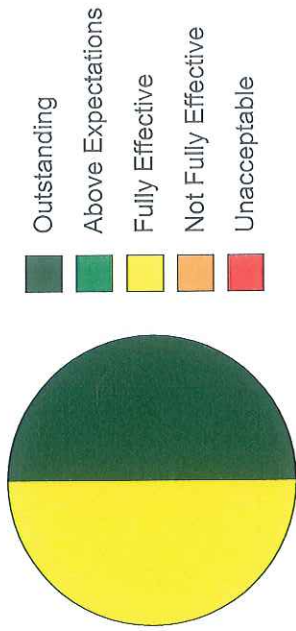
Outstanding:	6	24.0%
Above Expectations:	2	8.0%
Fully Effective:	10	40.0%
Not Fully Effective:	7	28.0%
Unacceptable:	0	0.0%
Not Valued/NA:	11	



## Report 2 - PERFORMANCE per DEPARTMENT

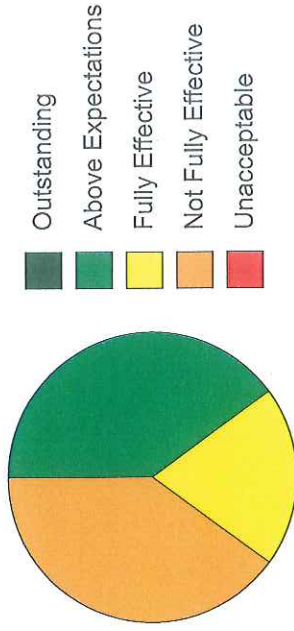
### TECHNICAL SERVICES

Outstanding:	1	50.0%
Above Expectations:	0	0.0%
Fully Effective:	1	50.0%
Not Fully Effective:	0	0.0%
Unacceptable:	0	0.0%
Not Valued/NA:	0	



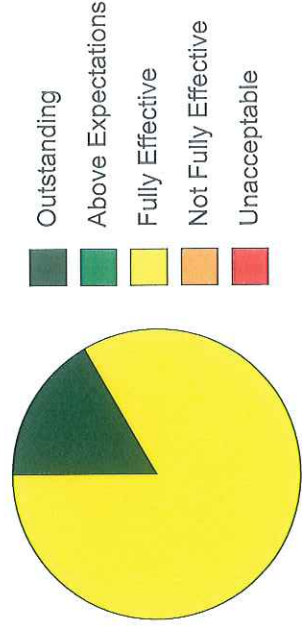
### CORPORATE SERVICES

Outstanding:	0	0.0%
Above Expectations:	2	40.0%
Fully Effective:	1	20.0%
Not Fully Effective:	2	40.0%
Unacceptable:	0	0.0%
Not Valued/NA:	4	



### STRATEGIC SERVICES

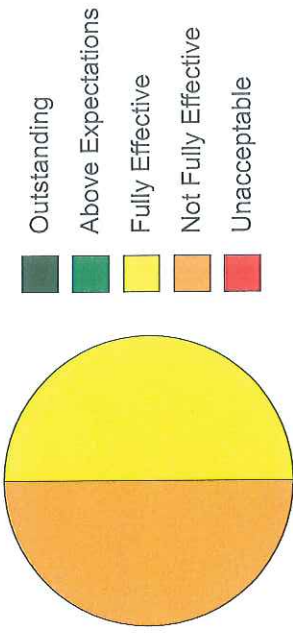
Outstanding:	1	16.7%
Above Expectations:	0	0.0%
Fully Effective:	5	83.3%
Not Fully Effective:	0	0.0%
Unacceptable:	0	0.0%
Not Valued/NA:	3	





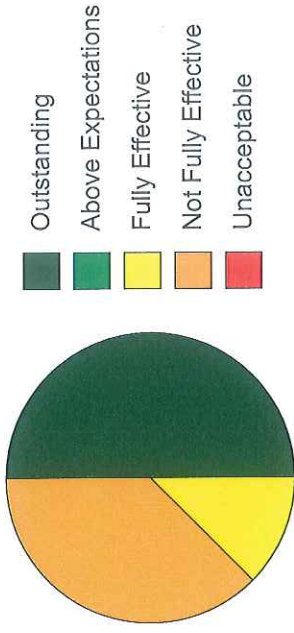
**OFFICE OF THE MUNICIPAL MANAGER**

Outstanding:	0	0.0%
Above Expectations:	0	0.0%
Fully Effective:	2	50.0%
Not Fully Effective:	2	50.0%
Unacceptable:	0	0.0%
Not Valued/NA:	0	



**FINANCIAL SERVICES**

Outstanding:	4	50.0%
Above Expectations:	0	0.0%
Fully Effective:	1	12.5%
Not Fully Effective:	3	37.5%
Unacceptable:	0	0.0%
Not Valued/NA:	4	



## Report 5 - Detailed Performance Data - Quarter 1

IDP Ref	Department	KPA	Indicator Description	Type	Targets	Actual	Rating	Reason for performance	Remedial Action
KPI.1	TECHNICAL SERVICES	Infrastructure	Number of surfaced roads resealed, paved or tarred	Output	0	1	Fully Effective	This process has been started whereby project has been registered and scm processes have started.	
KPI.2	CORPORATE SERVICES	Infrastructure	Number of landfill sites (excluding transfer stations with an approved permit valid for the Financial year	Output	0	0	Not Applicable		
KPI.38	CORPORATE SERVICES	Safe Community and Environment	Review and approval of one traffic by-law	Output	0	0	Not Applicable		
NKPI.5	TECHNICAL SERVICES	Economic Growth and Development	"(NKPI -4)The number of jobs (work opportunities) created through the Expanded Public Works program (EPWP) Projects and capital projects."	Output	20 WO	127	Outstanding	EPWP is to ensure a relieve in poverty and to provide work opportunities.	
KPI.4	CORPORATE SERVICES	Governance and Stakeholder Participation	Minimum number of General Council meetings to be held per annum	Input	1	2	Above Expectations	As per legislation and critical issues the mayo and council needs to be informed in order to approve and note these actions as discussed at meetings.	

KPI.5	CORPORATE SERVICES	Governance and Stakeholder Participation	Minimum number of Mayoral Committee meetings to be held per annum.	Input	1	2	Above Expectations	As per legislation and critical issues the mayco and council needs to be informed in order to approve and note these actions as discussed at meetings.
KPI.6	STRATEGIC SERVICES	Governance and Stakeholder Participation	Annual Strategic risk assessment conducted and approved by Council	Input	0	1	Fully Effective	The assessment was tabled to the audit committee and to council in August 2015
KPI.7	STRATEGIC SERVICES	Governance and Stakeholder Participation	Operational risk assessment conducted	Input	0	0	Not Applicable	This indicator will be measured in the fourth quarter
KPI.8	STRATEGIC SERVICES	Governance and Stakeholder Participation	Submission of annually reviewed risk based audit plan to Audit Committee	Input	0	1	Fully Effective	To indicate all risks within the municipality identified and to indicate the corrective measures to be taken to improve the issue
KPI.10	STRATEGIC SERVICES	Governance and Stakeholder Participation	No of municipal news letters published.	Output	1	2	Outstanding	The news paper is a medium to communicate with the community with regards of what the municipality is delivering
KPI.9	STRATEGIC SERVICES	Governance and Stakeholder Participation	Submission of an internal and external communication strategy to council for approval	Output	0	0	Not Applicable	The communication strategy or policy indicates the mediums or which the municipality operates in order to ensure the community is well informed of the municipal affairs
KPI.12	CORPORATE SERVICES	Governance and Stakeholder Participation	Number of reviewed policies updated on the Council policy register.	Output	0	0	Not Applicable	



KPI.11	OFFICE OF THE MUNICIPAL MANAGER	Governance and Stakeholder Participation	ICT governance framework adopted by council	Output	0	1	Fully Effective	This indicator will be measured in the second quarter, however an ICT governance framework has been approved by council in May 2015	The indicator will be changed due the fact that is a LED strategy. Indicator will be the implementation of the LED strategy
KPI.13	STRATEGIC SERVICES	Governance and Stakeholder Participation	5 year LED Strategy annually reviewed and approved by Council	Input	0	0	Not Applicable	This indicator will be reviewed in the fourth quarter.	
KPI.17	STRATEGIC SERVICES	Governance and Stakeholder Participation	Annual review of Performance management policy	Input	0	1	Fully Effective	Policy has been adopted in June 2015.	
KPI.18	STRATEGIC SERVICES	Governance and Stakeholder Participation	Quarterly SDBIP Evaluations conducted within 30 days after each quarter.	Input	1	1	Fully Effective	Prior to the previous financial year an assessment was conducted in order to be concluded in the APR	
KPI.19	STRATEGIC SERVICES	Governance and Stakeholder Participation	Number of signed performance agreements by MM and Section 56 employees by target date	Input	0	3	Fully Effective	Performance agreements is a binding document which outline the expectation of the section 57 managers	
KPI.21	CORPORATE SERVICES	Institutional Transformation	Percentage of the allocated training budget spend within the financial year.	Input	10 percent	3.3%	Not Fully Effective		The municipality should ensure monthly or regular monitoring on its training budget is captured accordingly.

NKPI.6	CORPORATE SERVICES	Institutional Transformation	(NKPI - 5) The number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan	Output	0	0	Not Applicable	KPI will be measured in the fourth quarter	
KPI.20	CORPORATE SERVICES	Institutional Transformation	Vacancy rate of the entire approved staff establishment	Input	Less than 10%	28%	Fully Effective		No information could not evaluated at this stage.
NKPI.7	CORPORATE SERVICES	Institutional Transformation	(NKPI -6)The percentage of a municipality budget actually spent on implementing its workplace skills plan.	Outcome	10 percent	3.3%	Not Fully Effective		
NKPI.2	FINANCIAL SERVICES	Financial Sustainability	The number of formal registered water meters on the debtors system	Outcome	4629	4679	Outstanding	To ensure the residence have access to water	
NKPI.3	FINANCIAL SERVICES	Financial Sustainability	NKPI -1b (amended) The number of formal sanitation registrations on the debtors system.	Outcome	4087	4110	Outstanding	Listing of registered water meters	
NKPI.1	FINANCIAL SERVICES	Financial Sustainability	Number of formal electricity registrations on the debtors system.	Outcome	"Prepaid: 2279 Conventional : 1110 "	Prepaid: 3272 Conventional : 516	Not Fully Effective	This action is to ensure that electricity is supplied to the residence of Kannaland	It is imparrive that the municipality ensure that the correct listing is provided to the PMS office to test the evidence.

NKPI.4	FINANCIAL SERVICES	Financial Sustainability	"(NKPI-1d) (amended) Number of formal solid waste collections points registered on the debtors system."	Outcome	8725	4474	Not Fully Effective	Listing sanitation of system
KPI.24	FINANCIAL SERVICES	Financial Sustainability	Year to date debtors payment of 90%.	Outcome	70 percent	84.8%	Outstanding	To generate income for the municipality the residents is motivated to pay their outstanding debts.
NKPI.10	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7c) Financial viability as expressed by ratios: COST COVERAGE	Output	0	0	Not Applicable	Indicator is due for the fourth quarter
NKPI.8	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7a) Financial viability as expressed by ratios: DEBT COVERAGE	Output	0	0%	Not Applicable	KPI will be measured in the fourth quarter
NKPI.9	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7b) Financial viability as expressed by ratios: OUTSTANDING SERVICE DEBTORS TO REVENUE	Output	0	0%	Not Applicable	indicator will be measured in the fourth quarter
KPI.26	FINANCIAL SERVICES	Financial Sustainability	Percentage of the operating budget allocated for Repairs and maintenance spent	Input	20 percent	8.34%	Not Fully Effective	The municipality must put action plans in place on how to rectify repairs and maintenance expenditure or spending. Internal samras training is also needed to staff
KPI.28	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	"Percentage of Municipal Capital budget spent"	Input	20 percent	18%	Not Fully Effective	To monitor the spending of all capital expenditure office as the system was not ready to end of



NKPI.11	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	(NKPI -3)The percentage of a municipalitys capital budget actually spent on capital projects identified for a particular financial year in terms of the municipalitys IDP.	Input	20 percent	18%	Not Fully Effective	To monitor the spending of all capital expenditure	
KPI.31	FINANCIAL SERVICES	Financial Sustainability	Clean audit opinion of the Auditor-General	Input	0	0	Not Applicable	This indicator is due in the fourth quarter	
KPI.34	FINANCIAL SERVICES	Financial Sustainability	Compilation of Annual Budget, Adjusted Budget and timeously Approval.	Outcome	1 Role over	1	Fully Effective	Municipalities must revise their spending plans and prioritize funds to ensure key objectives are achieved and well-performing programmes are supported	The municipality has applied for a rollover and still awaits on feedback from PT
NKPI.12	FINANCIAL SERVICES	Financial Sustainability	"NKPI -2) Number of Indigents applied with access to all free basic services	Input	1500	1957	Outstanding	To ensure the poor have access to free basic services. The municipality must encourage the residents to apply for indigent support	
KPI.36	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	"Percentage of Municipal Operating budget spent.	Input	20 percent	23%	Fully Effective	To monitor the spending of all operating expenditure	

# SERVICE DELIVERY BUDGET IMPLEMENTATION PLAN RESULTS

## Kannaland Municipality



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REPORT WAS GENERATED BASED ON THE FOLLOWING CRITERIA:

TYPES OF INDICATORS SELECTED - NKPI KPI

DEFAULT SDBIP - Top Level SDBIP 2015/16

PERIOD SELECTED - Quarter 2

REPORT GENERATION DATE AND TIME - 22/01/2016 @ 02:21:21pm

### Reports Selected

Report 1 - Overall Municipal Performance

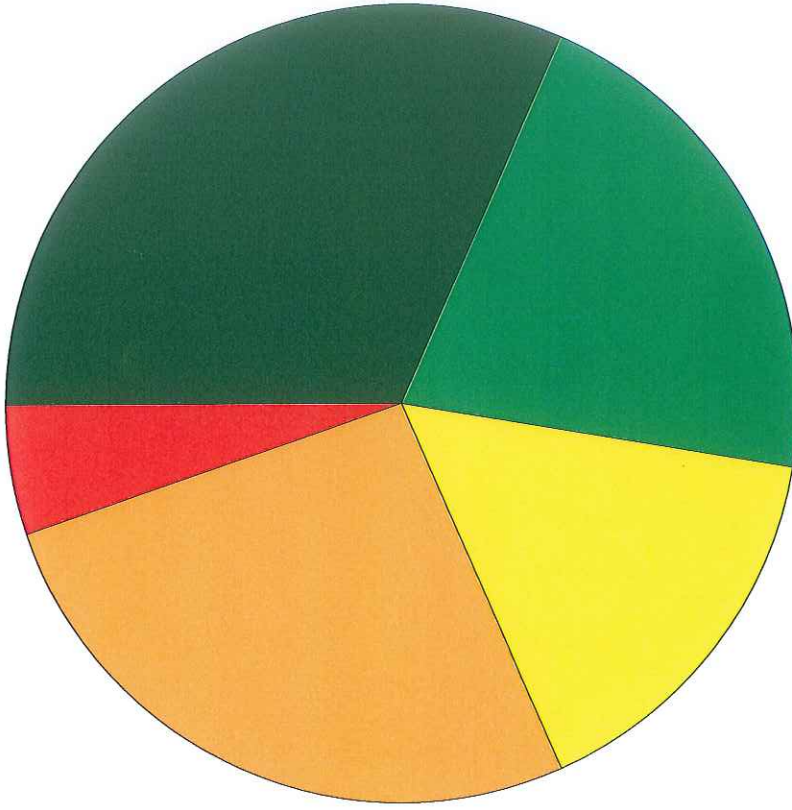
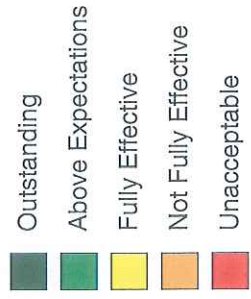
Report 2 - Performance per Department

Report 5 - Detailed Performance Data

Report 6 - Summary

# Report 1 - OVERALL MUNICIPAL PERFORMANCE

Outstanding:	6	31.6%
Above Expectations:	4	21.1%
Fully Effective:	3	15.8%
Not Fully Effective:	5	26.3%
Unacceptable:	1	5.3%
Not Valued/NA:	17	

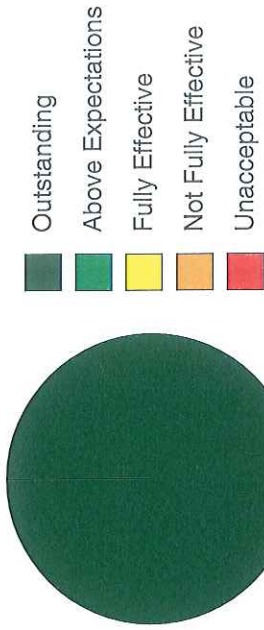




## Report 2 - PERFORMANCE per DEPARTMENT

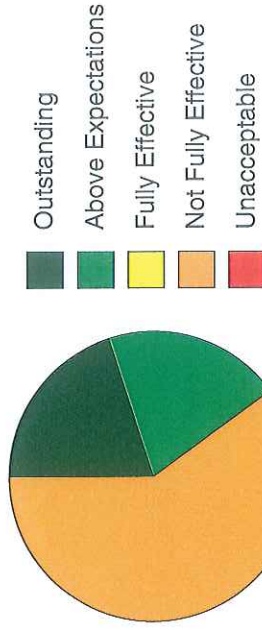
### TECHNICAL SERVICES

Outstanding:	1	100.0%
Above Expectations:	0	0.0%
Fully Effective:	0	0.0%
Not Fully Effective:	0	0.0%
Unacceptable:	0	0.0%
Not Valued/NA:	1	



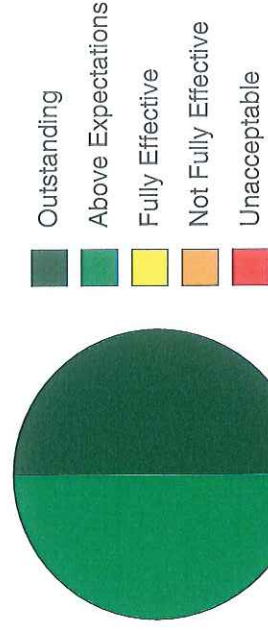
### CORPORATE SERVICES

Outstanding:	1	20.0%
Above Expectations:	1	20.0%
Fully Effective:	0	0.0%
Not Fully Effective:	3	60.0%
Unacceptable:	0	0.0%
Not Valued/NA:	4	



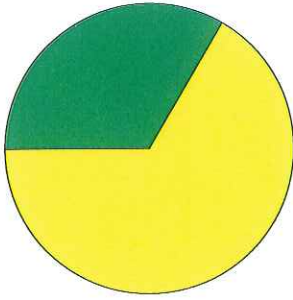
### STRATEGIC SERVICES

Outstanding:	1	50.0%
Above Expectations:	1	50.0%
Fully Effective:	0	0.0%
Not Fully Effective:	0	0.0%
Unacceptable:	0	0.0%
Not Valued/NA:	7	



**OFFICE OF THE MUNICIPAL MANAGER**

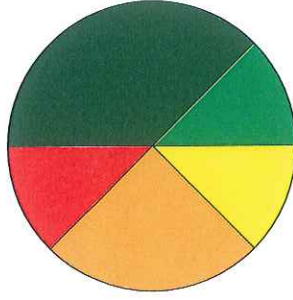
Outstanding:	0	0.0%
Above Expectations:	1	33.3%
Fully Effective:	2	66.7%
Not Fully Effective:	0	0.0%
Unacceptable:	0	0.0%
Not Valued/NA:	1	



Outstanding  
Above Expectations  
Fully Effective  
Not Fully Effective  
Unacceptable

**FINANCIAL SERVICES**

Outstanding:	3	37.5%
Above Expectations:	1	12.5%
Fully Effective:	1	12.5%
Not Fully Effective:	2	25.0%
Unacceptable:	1	12.5%
Not Valued/NA:	4	



Outstanding  
Above Expectations  
Fully Effective  
Not Fully Effective  
Unacceptable

## Report 5 - Detailed Performance Data - Quarter 2

IDP Ref	Department	KPA	Indicator Description	Type	Targets	Actual	Rating	Reason for performance	Remedial Action
KPI.1	TECHNICAL SERVICES	Infrastructure	Number of surfaced roads resealed, paved or tarred	Output	0	0	Not Applicable	This process has been started whereby project has been registered and scm processes have started.	The Project unit must ensure that there is quarterly progress reports for future projects listed in the SDBIP.
KPI.2	CORPORATE SERVICES	Infrastructure	Number of landfill sites (excluding transfer stations with an approved permit valid for the Financial year	Output	0	0	Not Applicable	N/A	not applicable for this quarter
KPI.38	CORPORATE SERVICES	Safe Community and Environment	Review and approval of one traffic by-law	Output	0	0	Not Applicable	The municipality should have a traffic bylaw, however there is nothing in place.	The kpi should be amend to "Develop a traffic by law for approval"
NKPI.5	TECHNICAL SERVICES	Economic Growth and Development	"(NKPI -4)The number of jobs (work opportunities) created through the Expanded Public Works program (EPWP) Projects and capital projects."	Output	25 WO	127	Outstanding	EPWP is to ensure a relieve in poverty and to provide work opportunities.	
KPI.4	CORPORATE SERVICES	Governance and Stakeholder Participation	Minimum number of General Council meetings to be held per annum	Input	1	4	Outstanding	As per legislation and critical issues the mayco and council needs to be informed in order to approve and note these actions as discussed at meetings.	



KPI.5	CORPORATE SERVICES	Governance and Stakeholder Participation	Minimum number of Mayoral Committee meetings to be held per annum.	Input	1	3	Above Expectations	As per legislation and council needs to be informed in order to approve and note these actions as discussed at meetings.	not applicable for this quarter
KPI.6	STRATEGIC SERVICES	Governance and Stakeholder Participation	Annual Strategic risk assessment conducted and approved by Council	Input	0	0	Not Applicable	The assessment was tabled to the audit committee and to council in August 2015	not applicable for this quarter
KPI.7	STRATEGIC SERVICES	Governance and Stakeholder Participation	Operational risk assessment conducted	Input	0	0	Not Applicable		
KPI.8	STRATEGIC SERVICES	Governance and Stakeholder Participation	Submission of annually reviewed risk based audit plan to Audit Committee	Input	0	0	Not Applicable	To indicate all risks within the municipality identified and to indicate the corrective measures to be taken to improve the issue	not applicable for this quarter
KPI.10	STRATEGIC SERVICES	Governance and Stakeholder Participation	No of municipal news letters published.	Output	1	2	Outstanding	The municipal newsletter feeds the community with news of what is happening within the kannaland area	
KPI.9	STRATEGIC SERVICES	Governance and Stakeholder Participation	Submission of an internal and external communication strategy to council for approval	Output	0	0	Not Applicable	The communication strategy or policy indicates the mediums or which the municipality operates in order to ensure the community is well informed of the municipal affairs	not applicable for this quarter
KPI.12	CORPORATE SERVICES	Governance and Stakeholder Participation	Number of reviewed policies updated on the Council policy register.	Output	0	0	Not Applicable	N/A	not applicable for this quarter
KPI.11	OFFICE OF THE MUNICIPAL MANAGER	Governance and Stakeholder Participation	ICT governance framework adopted by council	Output	1	1	Fully Effective	The ICT Governance Framework has been adopted in Q1.	

KPI.13	STRATEGIC SERVICES	Governance and Stakeholder Participation	5 year LED Strategy annually reviewed and approved by Council	Input	0	0	0	Not Applicable	This indicator will be reviewed in the fourth quarter.	The indicator will be changed due the fact that is a LED strategy. Indicator will be the implementation of the LED strategy
KPI.17	STRATEGIC SERVICES	Governance and Stakeholder Participation	Annual review of Performance management policy	Input	0	0	0	Not Applicable	This policy may be amended accordingly and reviewed annually	
KPI.18	STRATEGIC SERVICES	Governance and Stakeholder Participation	Quarterly SDBIP Evaluations conducted within 30 days after each quarter.	Input	1	1	1	Above Expectations	The half yearly assessment was scheduled for 21 January 2016 and will be tabled to council 25 January 2016	
KPI.19	STRATEGIC SERVICES	Governance and Stakeholder Participation	Number of signed performance agreements by MIM and Section 56 employees by target date	Input	0	0	0	Not Applicable	2015/16 Agreements was tabled to council in the first quarter. However if any amendeds be made it will be tabled along with the revised budget and sdbip in February 2016	
KPI.21	CORPORATE SERVICES	Institutional Transformation	Percentage of the allocated training budget spend within the financial year.	Input	20 percent	0%	0%	Not Fully Effective	This target needs to be amended to a lower % as it is the 2nd quarter which means the final target can be set for 20%	Organise training without LGSETA funding
NKPI.6	CORPORATE SERVICES	Institutional Transformation	(NKPI - 5) The number of people from employment equity target groups employed in the three highest levels of management in compliance with a municipality's approved employment equity plan	Output	0	0	0	Not Applicable	KPI will be measured in the fourth quarter	not applicable for this quarter

KPI.20	CORPORATE SERVICES	Institutional Transformation	Vacancy rate of the entire approved staff establishment	Input	Less than 10%	38%	Not Fully Effective	Funding used to accommodate workers at lower level in terms of the minimum wage as prescribed by the SALGBC.	This result in terms of the implementation of the Collective Agreement.
NKPI.7	CORPORATE SERVICES	Institutional Transformation	(NKPI -6)The percentage of a municipality budget actually spent on implementing its workplace skills plan.	Outcome	20 percent	0	Not Fully Effective	Waiting for contract from LGSETA for discretionary funding.	
NKPI.2	FINANCIAL SERVICES	Financial Sustainability	The number of formal registered water meters on the debtors system	Outcome	4629	4679	Outstanding	To ensure the residence have access to water	
NKPI.3	FINANCIAL SERVICES	Financial Sustainability	NKPI -1b (amended) The number of formal sanitation registrations on the debtors system.	Outcome	4087	4110	Outstanding	Listing of registered water meters	
NKPI.1	FINANCIAL SERVICES	Financial Sustainability	Number of formal electricity registrations on the debtors system.	Outcome	"Prepaid: 2279 Conventional : 1110 "	3715	Above Expectations	This action is to ensure that electricity is supplied to the residence of Kannaland	
NKPI.4	FINANCIAL SERVICES	Financial Sustainability	"(NKPI -1d (amended) Number of formal solid waste collections points registered on the debtors system.	Outcome	8725	4474	Unacceptable	Listing sanitation of system	It is recommended that the target be SMART in future.



KPI.24	FINANCIAL SERVICES	Financial Sustainability	Year to date debtors payment of 90%.	Outcome	85 percent	76.55%	Not Fully Effective	To generate income for the municipality the residents is motivated to pay their outstanding debts.	As still in q2, this collection rate will increase as the municipality is busy with a mobile operation to encourage residents to pay their accounts as well as to apply for indigent support. Service points has already been established in Zoar and the payment rate has increased since.
NKPI.10	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7c) Financial viability as expressed by ratios: COST COVERAGE	Output	0	0	Not Applicable	Indicator is due for the fourth quarter	The municipality must set in year targets in order to monitor the ratios till end year.
NKPI.8	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7a) Financial viability as expressed by ratios: DEBT COVERAGE	Output	0	0%	Not Applicable	KPI will be measured in the fourth quarter	The municipality must set in year targets in order to monitor the ratios till end year.
NKPI.9	FINANCIAL SERVICES	Financial Sustainability	(NKPI- 7b) Financial viability as expressed by ratios: OUTSTANDING SERVICE DEBTORS TO REVENUE	Output	0	0%	Not Applicable	indicator will be measured in the fourth quarter	The municipality must set in year targets in order to monitor the ratios till end year.

KPI.26	FINANCIAL SERVICES	Financial Sustainability	Percentage of the operating budget allocated for Repairs and maintenance spent	Input	20 percent	7.33%	Not Fully Effective	Due to the percentages being lower than recommended, the Municipality must ideally implement a budget strategy to improve the expenditure on R&M every year until it is in the range that would be adequate to ensure sustaining of the assets. However, it is acknowledged that the Municipality is operating in a developing environment (internally and externally) where creation of new assets have a higher priority than maintenance (as long as it is kept to the medium and short-term). The financial system not running at this stage therefor no final figure could be produced for this quarter.
KPI.28	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	"Percentage of Municipal Capital budget spent"	Input	20 percent	28%	Fully Effective	To monitor the spending of all capital expenditure

NKPI.11	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	(NKPI -3)The percentage of a municipalitys capital budget actually spent on capital projects identified for a particular financial year in terms of the municipalitys IDP.	Input	20 percent	0%	Not Applicable	To monitor the spending of all capital expenditure	The financial system not running at this stage therefor no final figure could be produced for this quarter. This will be dealt with before 25 January 2016 in order to produce a more accurate section 72 report
KPI.31	FINANCIAL SERVICES	Financial Sustainability	Clean audit opinion of the Auditor-General	Input	1	1	Fully Effective	To indicate the financial performance of the municipality. However the kpi needs to be changed to unqualified without findings.	The municipality received an unqualified audit opinion on AFS and unqualified opinion on PMS. However the organisation is working towards a clean opinion.
KPI.34	FINANCIAL SERVICES	Financial Sustainability	Compilation of Annual Budget, Adjusted Budget and timeously Approval.	Outcome	0	0	Not Applicable	Municipalities must revise their spending plans and prioritize funds to ensure key objectives are achieved and well-performing programmes are supported	
NKPI.12	FINANCIAL SERVICES	Financial Sustainability	"NKPI -2) Number of Indigents applied with access to all free basic services	Input	1750	2162	Outstanding	To ensure the poor have access to free basic services. The municipality must encourage the residents to apply for indigent support	
KPI.36	OFFICE OF THE MUNICIPAL MANAGER	Financial Sustainability	"Percentage of Municipal Operating budget spent.	Input	25 percent	49%	Above Expectations	To monitor the spending of all capital expenditure	



## Report 6 - SUMMARY

No of Indicators Evaluated	19
No of Indicators Not Evaluated	17
Total No of Indicators	36

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

### Section 12 – Other supporting documentation

#### 12.1 External Loans

SUMMARY OF EXTERNAL LOANS FOR MONTH OF DECEMBER 2015

Lending Institution	Balance 01/12/2015 (R'000)	Interest Capitalised DECEMBER 2015 (R'000)	Repayments DECEMBER 2015 (R'000)	New Loans	Balance 31/12/2015 (R'000)	Percentage %	Sinking Funds (R'000)	Loan Draw Downs ( R' 000)
DBSA	8 261 202.19	87 704.54	(142,930.61)	-	8 205 976.12	12.52	-	-
	-	-	-	-	-	-	-	-
<b>Total</b>	<b>8 261 202.19</b>	<b>87 704.54</b>	<b>(142,930.61)</b>	<b>-</b>	<b>8 205 976.12</b>		<b>-</b>	<b>-</b>

# KANNALAND MUNICIPALITY

## MID-YEAR BUDGET AND PERFORMANCE ASSESSMENT FOR 2015/2016

Section 13 – Municipal Manager's Quality Certification

### QUALITY CERTIFICATE

I, M Hoogbaard the municipal manager of Kannaland Municipality, hereby certify that –

( mark as appropriate )

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

For the month of December 2015 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: M Hoogbaard

Municipal Manager of Kannaland Municipality – WC041

Signature -----

Date -----