

QUARTERLY REPORT IN TERMS OF SECTION 52 D OF THE MUNICIPAL FINANCE MANAGEMENT
ACT FOR THE QUARTER ENDED 31 DECEMBER 2017

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1. PURPOSE OF THIS REPORT

The purpose of the report is to present the financial status of the municipality in terms of Section 52 D of the MFMA for the period ended 31 December 2017

2. LEGAL AND STATUTORY REQUIREMENTS

- In terms of section 71 of the MFMA 56 of 2003 the Accounting Officer has a responsibility of submitting to the Executive Mayor within 10 working days the state of the Municipalities budget, subsequent to that the Executive Mayor has to report to council within 30 days of the end of each quarter that is in line with section 52d of the MFMA 56 of 2003.
- Chapter 9 Section 96 of the Municipal Systems Act 32 of 2000 requires that the municipality must collect all monies due and payable.
- Section 11(4) (a) requires the Accounting Officer to report within 30 days after the end of each quarter to the Municipal Council a consolidated report of all withdrawals made in terms of section (1)(b) to (j)

3. RECOMMENDATIONS

It is recommended that the council notes:

- Section 52 (d) reports for the Second Quarter of the 2017/18 Financial Year.
- Section 66 report for the Second Quarter of the 2017/18 Financial Year.
- Paragraph 6 (SCM regulations) report for the Second Quarter of the 2017/18 Financial Year.
- Paragraph 36 (SCM regulations) report for the Second Quarter of the 2017/18 financial year
- Performance report for the Second Quarter of the 2017/18 financial year

4. OPERATING REVENUE

TABLE 1 OPERATING REVENUE

King Sabata Dalindyebo Local Municipality												
Budget Implementation Report for the period ended 31 December 2017												
Budgeted Revenue Report for the period ended 31 December 2017												
		ANNUAL						YEAR TO DATE				
DESCRIPTION	BUDGET	ACTUAL	VARIANCE	VAR %	BUDGET	ACTUAL	QTY 1	ACTUAL	QTY 2	TOTAL	VARIANCE	VAR %
Property Rates	242,248	211,585	30,662	13%	242,248	212,515		(930)		211,585	30,662	13%
Refuse Removal Charges	38,830	42,534	(3,705)	-10%	38,830	42,156		379		42,534	(3,705)	-10%
Ref. Removal Trolley Bin/Skip	4,218	930	3,288	78%	2,109	858		73		930	1,179	56%
Electricity Sales Prepaid	197,033	76,658	120,375	61%	98,516	38,939		37,719		76,658	21,858	22%
Electricity Billed	191,731	124,158	67,573	35%	95,865	67,265		56,893		124,158	(28,292)	-30%
Fire Brigade Fees	4,303	5,637	(1,334)	-31%	4,303	5,633		4		5,637	(1,334)	-31%
Other Service Charges	3,117	1,331	1,786	57%	1,558	861		470		1,331	228	15%
Rent of Facilities and Equipment	19,319	6,066	13,253	69%	9,659	2,833		3,233		6,066	3,593	37%
Interest Earned - External Investment	3,526	893	2,633	75%	1,763	502		392		893	870	49%
Interest Earned - Outstanding	37,807	15,950	21,857	58%	18,904	9,409		6,542		15,950	2,953	16%
Fines	2,691	733	1,957	73%	1,345	187		546		733	612	45%
Licenses and Permits	17,168	9,324	7,844	46%	8,584	8,194		1,131		9,324	(740)	-9%
Grants & Subsidies Received - Operating	293,208	205,197	88,011	30%	212,243	114,078		91,119		205,197	7,047	3%
Grants & Subsidies Received - Capital	134,978	84,295	50,683	38%	67,489	17,241		67,054		84,295	(16,806)	-25%
Other Revenue	6,561	13,179	(6,618)	-101%	3,281	1,441		11,738		13,179	(9,899)	-302%
Gains on Disposal Of Property,	1,422	39	1,383	97%	711	39		-		39	672	94%
	1,198,159	798,511	399,648	33%	807,410	522,149		276,362		798,511	8,898	1%

4.1 COMMENTS ON MATERIAL VARIANCES

The following significant variances are noted:

- Property rates reflects a shortfall of R31 million this is mainly due to delays in the implementation of supplementary valuations and inclusion of new developments in the municipal billing after supplementary valuations. Of the total billed income for rates and services amounting to R216.8 million R114.6 million has been collected representing 53% of total billed income.
- **Attempts are being made to fast track the finalization of supplementary valuations by the municipal valuer.**
- Refuse removal reflects a billing surplus of R3.7 million this might be due to increases in the number of properties levied for refuse removal. Removal of skips and trolley bins shows a surplus of R1.2 million on year to date budget. R22.4 million has been collected representing 41% of the billed income of R53.9 million
- **Tariffs for the refuse removal in Coffee Bay, Hole in the Wall, Vidgesville and peri urban areas must be established to recover costs associated with the collection.**
- Electricity shows a surplus of R6.4 million. Prepaid electricity shows a shortfall of R21.8 million and billed electricity income a surplus R28.3 million. This will change during the cold months of the year. The collection rate is 105%.
- Fire brigade fees billed income shows a surplus of R1.3 million possible due to increase in number of properties billed. Refer to property rates to establish the recovery rate.
- Rental of facilities and Equipment shows a shortfall of R3.6 million. The collection rate is 37% of the billed income. This is mainly due to under-collection in some line items within rental of facilities:-
 - No collections on rental of containers that was budgeted for at R1.4 million.
 - Munitata Rentals show a shortfall of R1.8 million. **Revenue collection plans should be developed Human Settlements.**
 - Rental of halls show a shortfall of R60 000
 - No income has been collected on rental of containers, MPCCs budgeted for at R1 million. **Revenue collection plans should be developed by Community Services.**
- Licenses and permits shows a surplus of R0.7 million.
- Grants and subsidies operational shows an underspending of R7 million. **Attempts should be made to increase spending.**
- Grant and subsidies capital shows a surplus of R16.8 million.
- Interest on outstanding debtors shows a shortfall of R2.9 million. This has to be assessed against movement in debtors.
- Other revenue show a surplus of R10 million. This relates to vat refunds

4.2 RECEIPTS VERSUS BILLING REPORTS

TABLE 2 FIRE BRIGADE AND RATES RECEIPTS VERSUS BILLING REPORT

Property Rates History and Fire Brigade Fees											
201516 Financial Year				201617 Financial Year				201718 Financial Year			
	201516 Financial Year			201617 Financial Year				201718 Financial Year			
	Billing	Receipts		Cumulative	Receipts			Billing	Receipts		
July	174 215 927	7 063 600	7 063 600	194 567 304	5 329 305	5 329 305	5 329 305	211 325 241	2 420 323	2 420 323	2 420 323
August	(27 583)	5 238 246	12 301 846	(434 428)	8 520 470	13 849 775	13 849 775	6 800 196	11 790 681	14 211 004	14 211 004
September	18 123	47 598 795	59 900 641	(1 595 346)	49 771 231	63 621 006	63 621 006	22 186	53 555 158	67 766 162	67 766 162
October	58 125	19 759 536	79 660 177	8 462 059	10 701 326	74 322 332	74 322 332	(904 073)	30 163 951	97 930 113	97 930 113
November	3 728	14 488 298	94 148 475	(699 261)	26 593 846	100 916 178	100 916 178	(365 945)	9 591 147	107 521 260	107 521 260
December	(126 844)	8 023 845	102 172 320	(1 641 742)	9 523 761	110 439 939	110 439 939	(25 940)	7 136 028	114 657 289	114 657 289
January	(765 613)	7 021 061	109 193 381	(3 475 223)	8 645 197	119 085 136	119 085 136				
February	(24 855)	9 331 088	118 524 469	(288 686)	14 649 490	133 734 626	133 734 626				
March	(98 884)	7 739 969	126 264 438	(465 155)	8 968 361	142 702 987	142 702 987				
April	8 473 844	5 981 991	132 246 429	872 606	7 177 320	149 880 307	149 880 307				
May	425 824	7 747 534	139 993 963	439 275	10 578 084	160 458 391	160 458 391				
June	77 647	12 023 951	152 017 914	(428 031)	13 088 714	173 547 105	173 547 105				
	182 229 440	152 017 914	-	195 313 372	173 547 105			216 851 665	114 657 289	-	-
YTD comparison											
83%											
89%											
53%											

The overall collection rate is sitting at 53% of the property rates billed in July 2017.

TABLE 3 REFUSE REMOVAL RECEIPTS VERSUS BILLING REPORT

Refuse Removal History											
201516 Financial Year				201617 Financial Year				201718 Financial Year			
Billing		Receipts		Cumulative		Billing		Receipts		Cumulative	
July	13 304 467	1 267 321	1 267 321	32 040 305	3 250 488	3 250 488	42 758 674	8 498 636	8 498 636	10 550 448	10 550 448
August	3 771 873	1 425 877	2 693 198	-755 172	2 110 624	5 361 112	436 138	2 051 812	10 550 448	13 826 640	13 826 640
September	3 701 207	3 390 550	6 083 748	502 917	3 651 666	9 012 778	284 484	3 276 192	13 826 640	17 262 918	17 262 918
October	4 116 153	2 002 571	8 086 318	2 077 215	1 913 481	10 926 259	3 592 595	3 436 278	17 262 918	19 295 499	19 295 499
November	3 708 336	2 339 822	10 426 141	299 941	2 379 973	13 306 232	3 017 218	2 032 581	19 295 499	22 379 307	22 379 307
December	3 673 421	2 093 246	12 519 386	(784 128)	1 571 295	14 877 527	3 846 051	3 083 808	22 379 307		
January	273 828	1 775 152	14 294 538	516 307	2 017 257	16 894 784					
February	444 109	2 223 570	16 518 108	57 347	3 544 722	20 439 506					
March	(647 710)	1 846 029	18 364 138	(568 785)	2 133 418	22 572 924					
April	270 453	1 623 273	19 987 410	543 653	1 615 969	24 188 894					
May	87 040	3 439 744	23 427 154	231 268	2 338 906	26 527 800					
June	787 369	1 558 495	24 985 649	1 385 666	2 771 930	29 299 730					
	33 490 545	24 985 649	75%	35 546 535	29 299 730	82%	53 935 160	22 379 307	41%	-	-

YTD comparison
Collection rate is sitting at 41% on YTD. Efforts should be made to increase collection levels.

TABLE 4 ELECTRICITY SALES RECEIPTS VERSUS BILLING REPORT

Electricity Sales History											
201516 Financial Year				201617 Financial Year				201718 Financial Year			
Billing		Receipts		Billing		Receipts		Billing		Receipts	
July	11 864 318	11 130 131	11 130 131	15 924 783	12 269 182	12 269 182	20 634 205	15 690 721	15 690 721	37 574 096	15 690 721
August	11 710 805	19 072 992	30 203 124	16 952 335	17 054 566	29 323 748	18 816 308	21 883 375	21 883 375	61 287 408	37 574 096
September	15 214 326	17 374 287	47 577 411	20 832 595	17 672 644	46 996 392	18 695 810	23 713 312	23 713 312	81 973 819	61 287 408
October	12 904 774	13 308 695	60 886 106	14 530 269	13 889 599	60 885 991	20 182 967	20 686 411	20 686 411	98 783 209	81 973 819
November	13 305 113	12 475 903	73 362 008	17 681 964	23 745 338	84 631 329	17 683 533	16 809 390	16 809 390	119 906 389	98 783 209
December	11 854 388	16 724 663	90 086 671	18 947 386	19 552 887	104 184 216	17 992 508	21 123 180	21 123 180		119 906 389
January	10 675 035	19 436 073	109 522 744	14 692 713	8 342 781	112 526 997					
February	15 433 021	13 227 562	122 750 306	16 943 527	18 632 385	131 159 382					
March	11 811 932	12 791 142	135 541 448	14 365 799	14 547 249	145 706 631					
April	14 427 456	18 884 616	154 426 064	20 861 243	16 127 689	161 834 320					
May	17 520 741	8 106 330	162 532 394	21 624 373	18 495 289	180 329 609					
June	15 616 371	12 650 560	175 182 954	19 866 063	19 888 850	200 218 459					
	162 338 282	175 182 954		213 223 050	200 218 459	-	114 005 332	119 906 389			

YTD comparison 108% 94% 105%
Collection rate is sitting at 105% based on monthly billing. This excludes prepaid electricity.

TABLE 5 RENTAL OF PROPERTIES RECEIPTS VERSUS BILLING REPORT

Rental Income History										
201516 Financial Year					201617 Financial Year					201718 Financial Year
	Billing		Receipts		Cumulative		Billing		Receipts	
	Receipts		Cumulative		Receipts		Cumulative		Cumulative	
July	1 430 376	401 822	401 821,85	1 294 778	428 868	428 868	428 868	465 126	383 801	383 801
August	1 261 171	539 379	941 200,98	1 195 188	483 726	912 594,00	1 184 055	343 487		
September	1 264 111	397 356	1 338 556,98	1 348 513	640 827	1 553 421,00	1 183 873	402 992	1 130 280	
October	1 258 027	497 447	1 836 003,67	1 019 232	699 905	2 253 326,00	1 186 320	364 431	1 494 711	
November	1 250 393	518 434	2 354 437,70	1 135 508	409 702	2 663 028,00	997 488	416 930	1 911 641	
December	1 030 886	585 076	2 939 513,40	1 203 347	436 782	3 099 809,78	995 428	318 665	2 230 305	
January	1 324 367	475 425	3 414 938,40	1 094 454	407 254	3 507 063,70				
February	1 306 256	341 106	3 756 044,03	1 177 857	434 460	3 941 524,13				
March	1 337 836	477 688	4 233 731,73	1 039 640	440 098	4 381 621,96				
April	1 165 991	582 882	4 816 613,92	641 864	369 994	4 751 616,39				
May	1 331 036	655 749	5 472 362,74	1 002 780	1 262 834	6 014 450,39				
June	1 135 048	759 383	6 231 745,74	718 643	336 776	6 351 226,39				
YTD comparison										
	15 095 498	6 231 746	-	12 871 803	6 351 226	-	6 012 290	2 230 305	37%	

Collection rate is sitting at 37% based on monthly billing. Lease agreements should be reviewed to ensure that they are market related.

5. OPERATING EXPENDITURE

TABLE 6 OPERATING EXPENDITURE REPORT

King Sabata Dalindyebo Local Municipality											
Budget Implementation Report for the period ended 31 December 2017											
Budgeted Expenditure Report for the period ended 31 December 2017											
ANNUAL						YEAR TO DATE					
DESCRIPTION	BUDGET	ACTUAL	VARIANCE	VAR %	BUDGET	ACTUAL QTY 1	ACTUAL QTY 2	TOTAL	VARIANCE	VAR %	
	R'000	R'000	R'000		R'000	R'000	R'000	R'000	R'000		
Employee Related Costs	422,759	185,428	237,332	56%	211,380	94,434	90,994	185,428	25,952	12%	
Remuneration Of Councillors	26,732	12,541	14,192	53%	13,366	6,193	6,347	12,541	826	6%	
Bulk Purchases - Electr Energy	285,635	140,040	145,595	51%	142,817	83,878	56,161	140,040	2,778	2%	
General Expenses - Contracted	7,982	5,256	2,726	34%	3,991	2,467	2,789	5,256	(1,265)	-32%	
Indigent Subsidy	24,000	2,625	21,375	89%	12,000	983	1,642	2,625	9,375	78%	
General Expenses - Other	137,466	67,137	70,328	51%	68,733	36,917	30,221	67,137	1,596	2%	
General Expenses: Grants & Sub	19,357	9,138	10,219	53%	9,679	3,101	6,038	9,138	540	6%	
Repairs & Maintenance - Municipi	43,326	15,742	27,584	64%	21,663	8,463	7,279	15,742	5,921	27%	
Depreciation - Property, Plant & Equipment	165,723	-	165,723	100%	82,862	-	-	-	82,862	100%	
Interest On External Borrowing	28,461	1,350	27,112	95%	14,231	-	1,350	1,350	12,881	91%	
Contributions From Operating T	8,665	3,182	5,483	63%	4,332	2,082	1,100	3,182	1,150	27%	
Contributions To / From Provis	28,053	-	28,053	100%	14,027	-	-	-	14,027	100%	
	1,198,159	442,437	755,722	63%	599,080	238,517	203,920	442,437	156,643	26%	

5.1 COMMENTS ON MATERIAL EXPENDITURE VARIANCES

The following significant variances are noted.

- Employee related costs refer to section 66 report for details.
- Bulk purchases shows an underspending of R2.8 million. **The penalty will be charged monthly for the next 6 months or twelve months after exceeding the demand.**
- Contracted services shows overspending of R1.3 million. This will be reduced significantly after termination of Bigen Africa contract in 31 December 2017.
- Indigent subsidies shows underspending of R9.4 million. This is due to delays in the finalization of indigent verification pending the signing of consent forms by the applicants.
The political leadership is requested to assist with the process as all indigent beneficiaries status should be verified by COGTA National and SARS.
- General expenses shows an overspending of R2.9 million. There has been overspending as well as underspending in some line items as follows:-
 - Interest on overdue accounts show overspending of R5 million due to delays in payments of accounts as a result of cash flow challenges.
 - Legal fees is overspent by R9 million. **Attempts should be made to recover costs where the municipality had successfully defended cases and awarded costs.**
 - Property valuation fees overspent by R0.5 million. This is due to a number of unplanned valuation of properties that was undertaken during the year.
- Depreciation reflects an underspending of R82 million. This will only be rectified once final figures are established.
- Interest on external borrowings reflects underspending of R12.9 million. This will be utilized at year end when finance lease costs are relocated to line item.
- Bad debts shows an underspending of R14 million. This will only be fully utilized at year end.

6. DEPARTMENTAL REVENUE AND EXPENDITURE REPORT

TABLE 7 EXECUTIVE AND COUNCIL

						YTD		
DESCRIPTION	ANNUAL BUDGET	ACTUAL AMOUNT	VARIANCE	VAR %	COMMITTED ON ORDER	BUDGET	VAR	VAR%
AREA: 11 - Executive & Council								
Revenue								
Rent of Facilities and Equipment	1 437	27 209	- 25 772	-1793%	0	720	- 26 489	-3679%
Fines	129 359	2 400	126 959	98%	0	64 674	62 274	96%
Licenses and Permits	960 090	159 796	800 294	83%	0	480 024	320 228	67%
Other Revenue	344 618	62 756	281 862	82%	0	172 296	109 540	64%
Total Revenue	1 435 504	252 161	1 183 343	82%	-	717 714	465 553	65%
Expenditure							-	
Employee Related Costs	77 520 773	17 476 349	60 044 424	77%	0	38 758 860	21 282 511	55%
Remuneration Of Councillors	26 732 000	12 540 676	14 191 324	53%	0	13 366 000	825 324	6%
General Expenses - Other	21 196 961	8 314 929	11 968 632	56%	913 400	10 598 046	2 283 117	22%
Repairs & Maintenance - Municipal Assets	121 200	4 195	117 005	97%	0	60 594	56 399	93%
Contributions From Operating To Capital	-	-			389 019	-	-	
Total Expenditure	125 570 934	38 336 149	86 321 385	69%	913 400	62 783 500	24 447 351	39%
Net Surplus/(Deficit)	- 124 135 430	- 38 083 988	- 85 138 042	69%	- 913 400	- 62 065 786	- 23 981 798	39%

There is generally under collection/use on the following line items:

- Fines
- Licenses and permits
- Other revenue

TABLE 8 CORPORATE SERVICES

	ANNUAL	ACTUAL			COMMITTED	YTD		
DESCRIPTION	BUDGET	AMOUNT	VARIANCE	VAR %	ON ORDER	BUDGET	VAR	VAR%
AREA: 12 - Corporate Services								
Revenue								
Rent of Facilities and Equipment	487 039	164 650	322 389	66%	0	243 516	78 866	32%
Grants & Subsidies Received - Operating	294 477	-	294 477	100%	0	147 234	147 234	100%
Other Revenue	2 405	-	2 405	100%	0	1 206	1 206	100%
Total Revenue	783 921	164 650	619 271	79%	-	391 956	227 306	58%
Expenditure								
Employee Related Costs	27 862 564	12 201 749	15 660 815	56%	0	13 930 710	1 728 961	12%
General Expenses - Other	15 163 860	18 276 748	- 7 979 319	-53%	4866431	7 581 642	- 10 695 106	-141%
General Expenses: Grants & Subs - Operat	294 477	-	294 477	100%	0	147 234	147 234	100%
Repairs & Maintenance - Municipal Assets	146 401	105	144 235	99%	2061	73 206	73 101	100%
Total Expenditure	43 467 302	30 478 602	8 120 208	19%	4 868 492	21 732 792	- 8 745 810	-40%
Net surplus/(Deficit)	- 42 683 381	- 30 313 952	- 7 500 937	18%	- 4 868 492	- 21 340 836	8 973 116	-42%

There is generally under collection/use on the following line items:

- Rentals of facilities
- Grants & subsidies
- Expenditure General expenses have been overspent by R10.7 million due high legal costs

TABLE 9 BUDGET AND TREASURY

DESCRIPTION	ANNUAL BUDGET	ACTUAL AMOUNT	VARIANCE	VAR %	COMMITTED ON ORDER	YTD	
						BUDGET	VAR
AREA: 13 - Finance & Asset Management							
Revenue							
Property Rates	242 247 861	211 073 935	31 173 926	13%	0	242 247 861	31 173 926
Rent of Facilities and Equipment	16 130 892	5 771 136	10 359 756	64%	0	8 065 122	2 293 986
Interest Earned - External Investments	3 525 980	893 395	2 632 585	75%	0	1 762 920	869 525
Interest Earned - Outstanding Debtors	37 807 317	15 950 182	21 857 135	58%	0	18 902 904	2 952 722
Grants & Subsidies Received - Operating	269 855 000	200 993 522	68 861 478	26%	0	200 557 458	436 064
Grants & Subsidies Received - Capital	-	4 172 518	4 172 518	-100%	0	-	4 172 518
Other Revenue	2 339 769	10 879 632	8 539 863	-365%	0	1 169 838	9 709 794
Gains on Disposal Of Property, Plant & E	1 422 029	39 123	1 382 906	97%	0	710 988	671 865
Total Revenue	573 328 848	449 773 443	123 555 405	22%	-	473 417 091	23 643 648
Expenditure							
Employee Related Costs	54 333 103	22 753 749	31 579 354	58%	0	27 165 444	4 411 695
General Expenses - Contracted Services	7 102 000	4 801 225	2 300 775	32%	0	3 550 860	1 250 365
General Expenses - Grants & Subsidies Pa	24 000 000	2 624 881	20 707 825	86%	667294	11 999 520	9 374 639
General Expenses - Other	80 165 479	34 030 740	34 676 380	43%	11458359	40 081 152	6 050 412
General Expenses: Grants & Subs - Operat	2 145 000	1 151 663	978 270	46%	15067	1 072 458	79 205
Repairs & Maintenance - Municipal Assets	3 930 706	743 603	2 928 751	75%	258352	1 965 282	1 221 679
Depreciation - Property, Plant & Equip	6 554 576	-	6 554 576	100%	0	3 277 152	3 277 152
Interest Expense - External Borrowings	28 461 400	1 349 565	25 762 270	91%	1349565	14 230 128	12 880 563
Contributions From Operating To Capital	7 293 432	2 924 016	3 837 803	53%	531613	3 646 578	722 562
Contributions To / From Provisions & Res	28 053 000	-	28 053 000	100%	0	14 025 936	14 025 936
Total Expenditure	242 038 696	70 379 442	157 379 004	65%	14 280 250	121 014 510	50 635 068
Net Surplus/(Deficit)	331 290 152	379 394 001	- 33 823 599	-10%	- 14 280 250	352 402 581	- 26 991 420

There is generally under recovery on the following line items:

- Property rates
- Rental of facilities
- Interest on external investment and
- Other revenue

TABLE 10 PSED

DESCRIPTION	ANNUAL BUDGET	ACTUAL AMOUNT	VARIANCE	VAR %	COMMITTED ON ORDER	YTD	
						BUDGET	VAR
AREA: 14 - Planning, Social & Ec Dev							
Revenue							
Rent of Facilities and Equipment	130 824	79 537	51 287	39%	0	65 406	- 14 131 -22%
Licenses and Permits	177 849	71 208	106 641	60%	0	88 920	17 712 20%
Grants & Subsidies Received - Operating	1 750 000	49 327	1 700 673	97%	0	874 968	825 641 94%
Grants & Subsidies Received - Capital	7 718 879	-	7 718 879	100%	0	3 859 284	3 859 284 100%
Other Revenue	211 465	129 237	82 228	39%	0	105 732	- 23 505 -22%
Total Revenue	9 989 017	329 309	9 659 708	97%	-	4 994 310	4 665 001 93%
Expenditure							
Employee Related Costs	23 245 055	9 389 828	13 855 227	60%	0	11 622 066	2 232 238 19%
General Expenses - Contracted Services	47 705	-	47 705	100%	0	23 850	23 850 100%
General Expenses - Other	1 495 264	671 829	676 225	45%	147210	747 594	75 765 10%
General Expenses: Grants & Subs - Operat	-	49 327	- 49 327		0	-	- 49 327 100%
Repairs & Maintenance - Municipal Assets	577 769	182 990	309 548	54%	85231	288 876	105 886 37%
Contributions From Operating To Capital	283 585	-	283 585	100%	0	141 786	141 786 100%
Total Expenditure	25 649 378	10 293 974	15 122 963	59%	232 441	12 824 172	2 530 198 20%
Net Surplus/(Deficit)	- 15 660 361	- 9 964 665	- 5 463 255	35%	- 232 441	- 7 829 862	2 134 803 -27%

There is generally under recovery on the following line items:

- Grants & Subsidies operating and capital

TABLE 11 HUMAN SETTLEMENT

DESCRIPTION	ANNUAL	ACTUAL	VARIANCE	VAR %	COMMITTED	YTD	
	BUDGET					AMOUNT	BUDGET
AREA: 15 - Human Settlement							
Revenue							
Service Charges	248 379	155 394	92 985	37%	-	124 182	- 31 212 -25%
Rent of Facilities and Equipment	1 064 000	-	1 064 000	100%	-	531 984	531 984 100%
Grants & Subsidies Received - Capital	28 841 387	32 287 972	- 3 446 585	-12%	-	14 420 118	- 17 867 854 -124%
Other Revenue	1 403 715	679 526	724 189	52%	-	701 832	22 306 3%
Total Revenue	31 557 481	33 122 892	- 1 565 411	-5%	-	15 778 116	- 17 344 776 -110%
Expenditure							
Employee Related Costs	27 670 680	9 973 708	17 696 972	64%	-	13 834 800	3 861 092 28%
General Expenses - Other	7 710 161	636 500	6 623 913	86%	449 748	3 704 934	3 068 434 83%
General Expenses: Grants & Subs - Operat	-	3 112	- 3 112	100%	-	-	- 3 112 100%
Repairs & Maintenance - Municipal Assets	46 110	-	46 110	100%	-	23 052	23 052 100%
Contributions From Operating To Capital	76 477	6 340	70 137	92%	-	38 238	31 898 83%
Total Expenditure	35 503 428	10 619 660	24 434 020	69%	449 748	17 601 024	6 981 364 40%
Net Surplus/(Deficit)	- 3 945 947	22 503 232	- 25 999 431	659%	- 449 748	- 1 822 908	- 24 326 140 1334%

There is generally an under recovery on the following line items:

- Rental of facilities and equipment

TABLE 12 COMMUNITY SERVICES

	ANNUAL BUDGET	ACTUAL AMOUNT	VARIANCE	VAR %	COMMITTED ON ORDER	YTD		
DESCRIPTION						BUDGET	VAR	VAR%
AREA: 16 - Community Services								
Revenue								
Service Charges	43 047 999	53 263 888	- 10 215 889	-24%	-	40 938 797	- 12 325 091	-30%
Rent of Facilities and Equipment	1 504 666	23 630	1 481 036	98%	-	752 304	728 674	97%
Grants & Subsidies Received - Operating	9 792 000	1 251 371	8 540 629	87%	-	4 895 802	3 644 431	74%
Total Revenue	54 344 665	54 538 889	- 194 224	0%	-	46 586 903	- 7 951 986	-17%
Expenditure							-	
Employee Related Costs	62 425 232	27 693 738	34 731 494	56%	-	31 211 370	3 517 632	11%
General Expenses - Contracted Services	224 932	-	180 932	80%	44 000	112 464	112 464	100%
General Expenses - Other	6 929 007	2 254 394	3 987 733	58%	686 880	3 464 346	1 209 952	35%
General Expenses: Grants & Subs - Operat	9 792 000	5 668 939	3 823 049	39%	300 012	4 895 802	- 773 137	-16%
Repairs & Maintenance - Municipal Assets	625 235	156 530	416 402	67%	52 303	312 606	156 076	50%
Depreciation - Property, Plant & Equip	6 543 336	-	6 543 336	100%	-	3 271 536	3 271 536	100%
Contributions From Operating To Capital	199 771	244 791	- 45 020	-23%	-	99 882	- 144 909	-145%
Total Expenditure	86 739 513	36 018 392	49 637 926	57%	1 083 195	43 368 006	7 349 614	17%
Net Surplus/(Deficit)	- 32 394 848	18 520 497	- 49 832 150	154%	- 1 083 195	3 218 897	- 15 301 600	-475%

There is generally an under recovery on the following line items:

- Rental of facilities
- Grants and subsidies operating

Refuse removal shows a surplus

TABLE 13 PUBLIC SAFETY

DESCRIPTION	ANNUAL	ACTUAL			COMMITTED	YTD		
	BUDGET	AMOUNT	VARIANCE	VAR %		ON ORDER	BUDGET	VAR
AREA: 17 - Public Safety								
Revenue								
Service Charges	4 438 733	5 636 982	- 1 198 249	-27%	0	4 371 014	- 1 265 969	-29%
Fines	2 561 261	730 834	1 830 427	71%	0	1 280 580	549 746	43%
Licenses and Permits	16 030 302	9 093 323	6 936 979	43%	0	8 014 830	- 1 078 493	-13%
Other Revenue	103 784	37 496	66 288	64%	0	51 888	14 392	28%
Total Revenue	23 134 080	15 498 635	7 635 445	33%	-	13 718 312	- 1 780 324	-13%
Expenditure								
Employee Related Costs	111 276 750	58 568 308	52 708 442	47%	0	55 636 140	- 2 932 168	-5%
General Expenses - Other	1 562 853	760 740	686 035	44%	116078	781 398	20 658	3%
General Expenses: Grants & Subs - Operat	-	-	- 17 000	100%	17000	-	-	100%
Repairs & Maintenance - Municipal Assets	1 279 660	31 863	422 962	33%	824835	639 810	607 947	95%
Contributions From Operating To Capital	319 643	6 785	257 689	81%	55169	159 822	153 037	96%
Total Expenditure	114 438 906	59 367 696	54 058 128	47%	1 013 082	57 217 170	- 2 150 526	-4%
Net Surplus/ (Deficit)	- 91 304 826	- 43 869 061	- 46 422 683	51%	- 1 013 082	- 43 498 859	370 203	-1%

There is an under recovery on traffic fines and surpluses on license and permits as well as fire brigade fees.

TABLE 14 INFRASTRUCTURE

DESCRIPTION	ANNUAL BUDGET	ACTUAL AMOUNT	VARIANCE	VAR %	COMMITTED ON ORDER	YTD	
						BUDGET	VAR
AREA: 18 - Infrastructure							
Revenue							
Service Charges	391 496 593	191 991 072	199 505 521	51%	0	195 740 472	3 749 400
Grants & Subsidies Received - Operating	11 516 400	2 902 536	8 613 864	75%	0	5 757 966	2 855 430
Grants & Subsidies Received - Capital	98 417 600	47 834 789	50 582 811	51%	0	49 206 834	1 372 045
Other Revenue	2 155 382	1 390 596	764 786	35%	0	1 077 648	- 312 948
Total Revenue	503 585 975	244 118 993	259 466 982	52%	-	251 782 920	7 663 927
Expenditure							-
Employee Related Costs	65 032 454	27 370 086	37 662 368	58%	0	32 514 894	5 144 808
General Expenses - Bulk Purchases	285 634 601	140 039 726	145 594 875	51%	0	142 811 586	2 771 860
General Expenses - Contracted Services	607 316	454 385	- 229 615	-38%	382 546	303 648	- 150 737
General Expenses - Other	3 249 325	1 469 803	1 381 707	43%	397 815	1 624 584	154 781
General Expenses: Grants & Subs - Operat	7 126 000	2 265 363	4 841 910	68%	187 271	3 562 854	1 297 491
Repairs & Maintenance - Municipal Assets	38 523 103	14 622 302	21 142 712	55%	27 580 891	19 260 768	4 638 466
Depreciation - Property, Plant & Equip	150 694 334	-	150 694 334	100%	0	75 344 148	75 344 148
Contributions From Operating To Capital	491 849	-	167 327	34%	324 522	245 910	245 910
TOTAL EXPENDITURE	551 358 982	186 221 665	361 255 618	66%	3 881 699	275 668 392	89 446 727
Net Surplus/(Deficit)	- 47 773 007	57 897 328	- 101 788 636	213%	- 3 881 699	- 23 885 472	- 81 782 800
							342%

There is generally an under recovery on the following line item:

- Grant and subsidies operating and capital

7. CAPITAL EXPENDITURE REPORT FOR THE PERIOD ENDED 31 DECEMBER 2017

TABLE 15 CAPITAL EXPENDITURE

ANNUAL BUDGET				
DESCRIPTION	BUDGET	ACTUAL	VARIANCE	VAR %
INFRASTRUCTURE ASSETS ROADS & PAVING				
DOT - TAXI RANK ETC	7,718,879.00	-	7,718,879.00	100%
MIG - Gerald Hawkers - Ncamedlana Surfacing	1,124,328.00	-	1,124,328.00	100%
MIG - Surfacing of Bongweni to Eskom	2,302,724.00	2,939,891.28	(637,167.28)	-28%
MIG -Ngcenduna to Phepheni Access Road	1,220,154.00	1,104,701.79	115,452.21	9%
MIG - Mt - Phakard Via Khohlo Access Road	391,885.00	446,748.58	(54,863.58)	-14%
MIG - Surfacing of Waterfall	12,864,916.00	3,722,749.56	9,142,166.44	71%
MIG - Ntlekiseni , Mabheleni Access Road	286,831.00	-	286,831.00	100%
MIG - Timber - Momelezi Road	6,991,001.00	6,216,438.47	774,562.53	11%
MIG - Tyumbu Access Road	5,487,783.00	-	5,487,783.00	100%
MIG - Chatham Street	6,749,847.00	-	6,749,847.00	100%
MIG - Mthatha - Mqanduli Hawker Stalls	52,852.00	-	52,852.00	100%
MIG - Nyibeni Access Road	2,643,955.00	2,643,954.98	0.02	0%
MIG - New Lindile - Tshemese -Qelana A/R	1,595,304.00	1,970,672.40	(375,368.40)	-24%
MIG - Bhokisini - Phingilili Access Road	5,056,357.00	-	5,056,357.00	100%
MIG - Elliot Street	194,383.00	299,347.03	(104,964.03)	-54%
MIG - Callaway & Eagle Street Planning	149,700.00	149,699.99	0.01	0%
MIG - 14Sai - Tunxe Access Road	3,074,609.00	-	3,074,609.00	100%
MIG - Ezinkampini - Mayenge Access Road	3,306,679.00	3,306,679.31	(0.31)	0%
MIG - Installation of 30m High Mast Lights	2,525,578.00	2,525,571.79	6.21	0%
MIG - Fencing of Mbuqe Cemetery	2,302,438.00	2,008,979.74	293,458.26	13%
MIG - Fencing of Northcrest cemetery	250.00	-	250.00	100%
MIG - Luthuthu Community Hall	2,748,746.00	265,230.04	2,483,515.96	90%
MIG - New Payne Community Hall	1,236,784.00	949,373.32	287,410.68	23%
MIG - Mdeni Community Hall	980,872.00	-	980,872.00	100%
MIG - Upgrading of Rotary Stadium	983,303.00	2,085,640.01	(1,102,337.01)	-112%
MIG - Liwalaphakade - Xhora A/R	2,626,104.00	2,335,477.51	290,626.49	11%
MIG -Norwood Internal Street Rehabilitat	765,126.00	159,600.00	605,526.00	79%
MIG - Slovo, Chris Hani & Marhambeni A/R	364,658.00	-	364,658.00	100%
MIG - Nkalweni- Zilinyama Access Road	5,230,765.00	-	5,230,765.00	100%
MIG - N2 Matheko Access Road	2,455,000.00	-	2,455,000.00	100%
MIG - Fairfield ward 10	4,286,787.00	-	4,286,787.00	100%
MIG - Viedgesville to Sawmill Surfacing	80,000.00	-	80,000.00	100%
MIG - 2010 Stadium	3,337,911.00	3,337,910.99	0.01	0%
VOTE TOTAL	91,136,509.00	36,468,666.78	54,667,842.22	60%

DESCRIPTION	ANNUAL BUDGET		
	BUDGET	ACTUAL	VARIANCE
INFRASTRUCTURE ASSETS ELECTRICITY			
Electrification Provincial Treasury	43,013,000.00	12,838,014.24	30,174,985.76
Electrification of Maydene Farm Project	7,554,500.00	4,893,548.07	2,660,951.93
Umtata West Electrification	7,445,500.00	3,026,776.95	4,418,723.05
VOTE TOTAL	58,013,000.00	20,758,339.26	37,254,660.74
			64%

DESCRIPTION	ANNUAL BUDGET		
	BUDGET	ACTUAL	VARIANCE
INFRASTRUCTURE ASSETS HUMAN SETTLEMENTS			
Grant & Subsidies : Maydene Farm Extension	39,940,920.00	32,173,004.95	7,767,915.05
Kei Rail Housing Project	23,427,162.00	6,810,479.03	16,616,682.97
New Brighton Housing	14,534,057.00	-	14,534,057.00
VOTE TOTAL	77,902,139.00	38,983,483.98	38,918,655.02
TOTAL BUDGET	227,051,648.00	96,210,490.03	130,841,157.97
			58%

Comments on material variances

Roads infrastructure projects

Spending on MIG projects is at 40%.

- 15 projects including DOT Taxi rank are still to commence.
- 13 projects are complete.
- 5 projects are at satisfactory stages.

Electricity infrastructure projects

- There is an underspending on Provincial Treasury Electrification projects.
- Spending on DOE funded projects is just above 50%.

Human Settlement infrastructure projects

- Spending on Maydene Farm Extension is above 80% of the current year budget.
- Expenditure of Kei Rail Housing projects is below 30% of the current year budget.
- There is no spending on the New Brighton

8. FINANCIAL POSITION

TABLE 16 DEBTORS AGE ANALYSIS

Balance Type	CURRENT	30 Days	60 Days	90 Days	120 Days+	PENALTIES	TOTAL
RATES (01)	(4,694,888)	4,068,513	11,093,368	48,050,819	161,540,169	45,769,363	265,827,344
SEWERAGE (02)	-	-	-	-	-	-	-
WATER (03)	(1,450)	-	-	-	-	-	(1,450)
ELECTRICITY (04)	(200)	-	-	-	-	-	(200)
REFUSE (05)	5,631,582	5,610,838	5,511,126	20,159,414	80,376,499	24,228,835	141,518,294
SUNDRY (06)	(2,570)	-	-	-	9,809	-	7,239
SUNDRY (07)	(108,163)	-	-	-	1,635,456	-	1,527,293
RENTALS (08)	1,020,425	1,024,808	989,146	926,214	71,555,145	38,520,085	114,035,823
OLD BALS BLANK ETC (09)	(3,718,999)	-	-	-	70,564	-	(3,648,435)
ELECTRICITY-METERED (10)	15,145,721	6,101,000	2,603,833	659,020	8,677,804	2,431,424	35,618,802
FIRE LEVY (50)	280,574	245,885	232,665	2,788,084	381,006	-	3,928,214
PAYMENTS IN ADVANCE (51)	(3,956,361)	-	-	-	-	-	(3,956,361)
TOTAL	9,595,670	17,051,044	20,430,138	72,583,550	324,246,452	110,949,708	554,856,562

TABLE 17 DEBT BY TYPE REPORT

Debt by Type	Residents	Councillors	Municipal Officials	Industries	Nat. Departments	Prov. Depts	Total
Water	-	-	-	-	-	-	-
Electricity	189 649	-	318 221	27 089 755	862 794	7 158 383	35 618 802
Rentals	98 243 369	-	77 640	15 318 961	-	380 046	114 020 006
Refuse	131 726 516	92 259	142 054	5 242 461	1 267 866	3 047 139	141 518 294
Rates	210 048 817	71 935	109 062	33 954 223	4 070 211	21 466 582	269 720 830
Other	-6 733 768	915 883	-	-2 344	-	-201 139	-6 021 369
Grand Total	433 474 583	1 080 077	646 976	81 603 045	6 200 871	31 851 011	554 856 562

DEBT BY TYPE

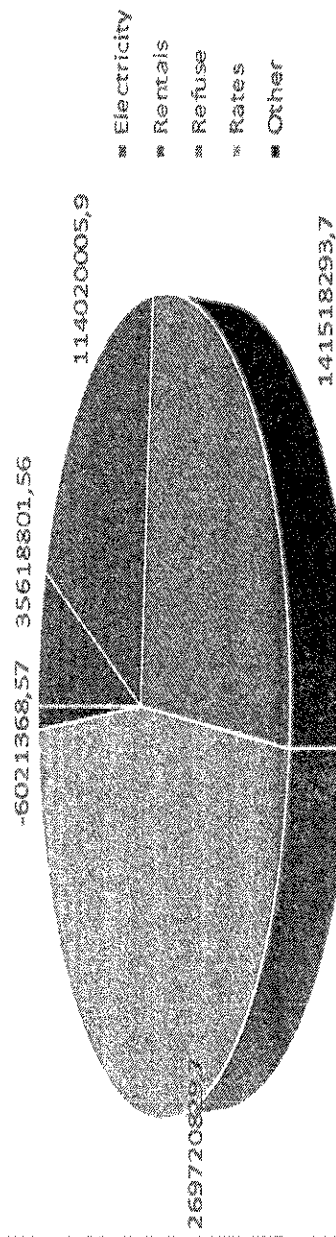


TABLE 18 COUNCILLORS OWING

Account NO.	Account Name	Current	30 Days	60 Days	90 Days	120 Days +	Total
15014	BOOI/UNATHI NV MALGHAS	948	-	-	-	-	948
41424	SOBAHLE NOMVUYO A MRS	539	543	389	33	67	1 572
58620	LIWANI A M	610	622	624	626	94	2 575
71527	GAMALIEL MZIMASI LUSU	2 605	1 071	-	-	-	3 676
88296	NOMBULELO SIBEKO	480	94	33	33	47	688
137721	MALOTANA M W	2 542	2 815	2 817	1 813	26 673	36 960
202360	NYANISO & TANDIWE NELANI	1 189	1 193	952	266	1 053	4 653
258985	Gcingcan R	261	259	235	-	-	755
270701	MR RAYMOND KNOCK	850	896	903	881	5 550	9 082
273960	MR THOZAMO CYRIL GQWETA	422	421	547	416	16 871	18 677
274003	MR MNCEDISI BUNZANA	72	-	-	-	-	72
278292	LIWANI LINDIWE DORIS	111	181	202	8 437	16 467	25 397
278294	MBONGENI/MANTO MABASO	146	366	432	7 683	43 124	51 751
6000242	N NYANGANI	320	359	519	366	29 641	31 205
		11 095	8 821	7 652	20 555	139 587	187 710

TABLE 19 COUNCILLORS OVERPAYMENT

Account Number	Account Name (& Address)	120 Days +
371468	MADUBEDUBE G N	35 731
381450	GODOLOLO O N	23 820
381451	GQITHIYEZA M B	29 776
381453	MANTANGA P N	37 427
381454	MASHIYI B T	8 959
381456	MKHOTELI M	35 731
381457	MKUPA G M	35 731
381462	NGQELE R F	35 731
381464	NJEMLA N S	28 841
381465	NKOSIYANE N L	41 406
381466	GWAZELA D B	29 776
381469	DAWUWA S S	13 247
381472	BUNGQU H	35 731
381475	HOLOMISA O N	34 610
381476	KRAALI V M	20 329
381477	LIWANI P N	29 776
381478	LUMKWANA A N	20 329
381480	MADYIBI N	35 731
381481	MANGESI P	30 494
381483	MAPELANA M	23 820
381484	MDA N	19 059
381486	MOMOZA V C	20 329
381489	MVUNGE W N	29 776
381491	NDILA G N	20 329
381495	NTSHOBANE H M M	35 731
381497	PIERCE B	23 820

Account Number	Account Name (& Address)	120 Days +
381498	SANGOVANA E	35 731
381499	SOBAHLE N A	35 731
381502	STOVILE M	23 073
381503	TSHOTAL M	20 329
381507	MPAHLWA L G	19 059
381508	MBUTYE M G	19 059
381511	NDYAMBOTI B C	27 564
		916 583

STAFF DEBTORS

"Clause 10 of schedule 2 – A staff member of a municipality may not be in arrears to the municipality for rates and service charges for a period longer than three months and a municipality may deduct any outstanding amounts from staff member's salary after this period." Below is the table showing staff that are in arrears for more than three months and they are in contravention of the code quoted above:

- Notices were sent to staff debtors asking debtors to come and make an arrangement for the settlement of their accounts. The response is very low, this might necessitate deductions from the salaries.

TABLE 20 STAFF DEBTORS

Account No.	Account Name	Current	30 Days	60 Days	90 Days	120 Days +	Total
19899	GUSHU A Z	723	766	764	761	7 401	10 415
36688	PITSO B A N	623	623	623	623	41 184	43 675
44761	NOBATHE D SIGAGAYI	-2 392	595	593	592	3 781	3 169
45669	MGULWA ZIYANDA KOLEKA	610	572	38	33	33	1 287
48798	ZUKISWA NONKQUBELA TUBE	696	698	673	270	1 451	3 787
49054	NKANJENI KHATHULA	638	639	639	148	-	2 063
52756	VUYOLWENKOSI G MARARENI	692	-	-	-	-	692
56830	MR VICTOR S LETUKA	548	495	-	-	-	1 043
58130	SIGAGAYI P T	493	499	497	496	3 270	5 255
71728	TYALIBONGO D S	361	-	-	-	-	361
71912	TWENANI C M	234	-	-	-	-	234
71951	MJILA L M	578	611	606	601	7 961	10 357
72024	MBUBE Z B	441	441	417	257	115	1 671
72183	TSOEU M	487	501	501	503	7 112	9 104
77054	MISS NONDLEKO IDA BOYCE	908	1 142	1 134	1 141	35 565	39 890
79660	MPAHLWA PHUMLA	1 265	-	-	-	-	1 265
81244	WELILE / AGNES N TSHUKU	491	467	257	257	727	2 199
88666	BLAAI T.T.&Y	346	349	350	347	3 973	5 364
90018	DLANUWA NOZIBELE A	479	485	481	477	964	2 887
93338	MARAFU E N	263	-	-	-	-	263
97414	SIYABULELA MFOBO	1 201	1 215	1 214	1 113	731	5 474
125034	MKWALI LIZIWE AGRINETTE	594	560	257	257	1 370	3 038
126460	VAPHI N B	351	340	219	33	67	1 010
127306	STEADY MONICA	1 114	251	-	-	-	1 365

129014	MIALI NOZIDIMA	461	439	158	33	33	1 126
129038	SIQITHI M N	8	-	-	-	-	8
130807	DYWILI M Z	569	1 079	1 075	1 072	87 957	91 752
131511	MOMOZA E X	437	437	413	257	151	1 695
131712	POKWANA N M	590	609	612	614	8 344	10 768
144246	SIPHIWO / LINDA DZINGWA	90	-	-	-	-	90
145064	SIBUSILE / XOLISWA LUNIKA	818	818	437	-	-	2 073
156902	MS NOKWENZANI G MDODA	445	425	257	175	67	1 369
165216	BLAAI T T	12	12	-	1 719	-	1 744
174405	SONGCA C M	25	91	-	10 090	-	10 206
182269	KUZA LUNGISA DINGOBAKHE	453	452	431	205	-	1 541
190713	MEMELA M.M	436	418	257	1 384	-	2 495
211189	PILISO K	102	-	-	-	-	102
216483	NDZO R	243	-	-	-	-	243
273599	MR & SISA M & IVY N DYWILI	364	382	437	377	9 156	10 715
273961	MARAI S GLENO & LEON	663	622	257	257	1 081	2 879
7513362	NTSIZWA T	311	60	-	-	-	371
7513605	T PINGILILI	689	686	1 057	681	60 060	63 173
7522897	LUWACA N K	1 029	800	-	-	-	1 828
7562029	L NYONI	1 042	1 032	1 047	154	-	3 275
		20 529	19 610	15 701	24 926	282 554	363 320

STAFF HOUSES

The following is the table of Employees who are part of the resolution of council in 2000, 2005 and 2006 that says they must buy the following properties .This cannot be resolved. Currently the Office of Surveyor General must complete the process of survey and issue individual ERF numbers before the disposal can take place. It was therefore agreed that these employees must pay amount equal to the rental pending the finalization of the sale.

TABLE 21 STAFF HOUSES

Account No.	Account Name	Current	
7519275	MC BROWN E	-115 000	
7519413	E AIDOO	-148 720	Retired
7520072	MHLABATI G	-74 720	
7520628	WALKER C	-88 623	Left the municipality
7521904	FUNDA M.W.	-24 813	Retired
7521911	SIYENGO L	-140 000	
7522312	PEARCE P P	-78 003	
7522463	MDALA M	-58 430	
7522986	MZINI MLIMI	-137 660	
7523033	VAVA N N	-79 515	
7523058	SILINGA B	-111 237	Retired
7523072	MATYALANA J	-104 435	
7523107	MERRY M J	-159 949	
7523121	MGOBOZI N H	-20 341	
7524905	MELANE T	-138 625	
7524975	MHLOM SISEKO	-30 273	
7525842	SALIWA ZOLA	-99 216	
7526531	DYANTYI D T	-110 709	Retired
7526605	NCUME M	-118 646	Retired
7527102	SEERAJ N	-86 200	Retired
7528578	POKWANA CLZ	-51 899	Deceased
7561722	MR F V HINTSA	-88 516	Left the municipality
7561729	MR MIKE HENRY	-155 066	
7561734	MR C S MAMPOZA	-115 000	
7561738	JANUARY M.N	-26 139	
7561751	MR D MITCHLEY	-107 838	Retired
7561836	MPUTUMI C MANANA	-94 780	Left the municipality
7561864	GLADSTONE LUTHO MKABA	-158 450	
7562016	MGUDLWA E.Z.	3 727	
7562017	EBONY BONELWA MVAKWENDLU	1 419	
7562022	THEMBEKA MQAMELO	2 956	
7562025	OGLE VERONIQUE	-120 963	
7562030	P QINGANA	-78 319	
		-2 913 983	

TABLE 22 GOVERNMENT GRANTS AND SUBSIDIES

CUMULATIVE GRANT REGISTER 2017/18 FINANCIAL YEAR											
Summary Grant register	GRANT	OPENING BAL	DORA Allocation	Receipts	Interest Rec	Sub Total	Expenditure	VAT	Total Expenditure	Payover intra-allocation of funds	Total
	FINANCE MANAGEMENT GRANT INVESTMENT	51 152	-	2 145 000	-	2 196 152	1 033 986	31 795	1 065 781	-	1 130 371
	MQANDULI MIDDLE INCOME HOUSING	333 652	-	-	-	333 652	-	-	-	-	333 652
	NGANGELIZWE URBAN RENEWAL INVESTMENT	2 779 830	-	-	-	2 779 830	-	-	-	-	2 779 830
	FIRE STATION	155 714	-	-	-	155 714	-	-	-	-	155 714
	MUNICIPAL INFRASTRUCTURE GRANT	2 151 413	-	68 000 000	-	70 151 413	28 849 121	3 927 034	32 776 155	-	37 375 258
	UMTATA CONSOLIDATED METRO-MTAB	514 265	-	-	-	514 265	-	-	-	-	514 265
	ORGANOGRAM DEVELOPMENT	294 477	-	-	-	294 477	-	-	-	-	294 477
	DOE ELECTRIFICATION PROJECT	(788 735)	-	10 000 000	-	9 211 265	6 434 262	795 291	7 229 553	-	1 981 712
	RURAL PLANNING & SURVEY	126 943	-	-	-	126 943	-	-	-	-	126 943
	KSD ELECTIONS ROAD MAINTENANCE	109 543	-	-	-	109 543	-	-	-	-	109 543
	TRANSKEI UNITED DAIRY	23 751	-	-	96	23 847	-	-	-	-	23 847
	MAYDENH FARM EXTENSIONS	7 200	-	14 931 123	11 151	14 949 475	28 221 934	-	28 221 934	7 245 672	(6 026 786)
	LIBRARY GRANT	(287 640)	-	1 750 000	-	1 462 360	49 327	3 277	52 604	-	1 409 756
	INFRASTRUCTURE SKILLS DEVELOPMENT	1 294 073	-	2 500 000	-	3 794 073	1 453 226	23 666	1 476 892	-	2 317 181
	Hillcrest ISUP	1 640 837	-	-	712	1 641 549	-	-	-	-	1 641 549
	PHOLA ISUP	259 631	-	-	5 046	264 677	-	-	-	-	264 677
	HUMAN SETTLEMENTS ISUP JOE SLOVO	52 811	-	-	13 227	66 038	-	-	-	-	66 038
	NGANGELIZWE ISUP	-	285	7 497 674	18 892	7 516 567	-	-	-	7 245 672	270 894
	DOT TAXI RANK	7 236 277	-	-	-	7 236 277	-	-	-	-	7 236 277
	Electricity Demand	(11 054)	-	6 000 000	-	5 988 946	355 371	49 752	405 123	-	5 583 823
	CHAMBER OF MINES	352 882	-	-	-	352 882	-	-	-	-	352 882
	NEW BRIGHTON	880 594	-	-	-	880 594	-	-	-	-	880 594
	HUMAN SETTLEMENTS GRADUATES	104 803	-	383 383	-	488 186	340 936	-	340 936	-	147 249
	Kei Rail	6 840 221	-	-	-	6 840 221	4 066 038	-	4 066 038	-	2 774 182
TOTALS:		17 282 419	285	113 207 181	49 124	130 538 724	66 738 163	4 830 815	71 568 979	14 491 345	61 743 928

CUMULATIVE GRANT REGISTER 2017/18 FINANCIAL YEAR

TABLE 23 DEDICATED ACCOUNTS / GRANT INVESTMENTS

CONDITIONAL GRANT MOVEMENTS						
PROJECT NAME	OPENING BALANCE	TRANSFERS IN	INTEREST	SUB TOTAL	WITHDRAWALS	BANK CHARGES
DISASTER MANAGEMENT INVESTMENT	2 535	-	10	2 545	-	-
FINANCE MANAGEMENT GRANT INVESTMENT	26 050	2 145 000	16 858	2 187 908	1 549 987	-
MQANDULI MIDDLE INCOME HOUSING	351 528	-	8 922	360 450	17 876	-
MQANDULI MILLING PROJECT	3 577	-	95	3 672	-	153
NGANGELIZWE URBAN RENEWAL INVESTMENT	75 337	-	501	75 839	39 078	-
FIRE STATION	59 160	-	680	59 840	7 787	-
MUNICIPAL INFRASTRUCTURE GRANT	2 855 785	61 000 000	342 924	64 198 710	58 580 592	-
UMTATA CONSOLIDATED METRO-MTAB	541 839	-	13 751	555 590	27 574	-
ORGANOGRAM DEVELOPMENT	310 438	-	7 857	318 295	15 961	-
DOE ELECTRIFICATION PROJECT	74 061	22 000 000	43 914	22 117 975	21 083 501	-
RURAL PLANNING & SURVEY	137 469	-	3 392	140 861	10 499	-
KSD ELECTIONS ROAD MAINTENANCE	148 761	-	2 963	151 724	39 218	-
TRANSKEI UNITED DAIRY	23 851	-	96	23 947	-	-
MAYDEN FARM EXTENSIONS	11 763	7 497 674	11 151	7 520 588	7 239 702	-
LIBRARY GRANT	44 509	-	394	44 903	43 965	-
INFRASTRUCTURE SKILLS DEVELOPMENT	24 520	2 500 000	13 064	2 537 584	1 572 661	-
Hillcrest ISUP	55 605	-	712	56 317	-	-
PHOLA ISUP	271 037	-	5 046	276 082	-	-
HUMAN SETTLEMENTS ISUP JOE SLOVO	411 353	-	13 227	424 581	-	-
NGANGELIZWE ISUP	991 135	-	18 892	1 010 028	739 133	-
DOT TAXI RANK	187 341	-	2 758	190 099	44 711	-
LED SUPPORT/CHAMBER OF M	56 155	-	1 164	57 319	3 453	-
LLR CHAMBER OF MINES	1 860	-	7	1 868	-	-
KEI RAIL HOUSING	11 175	-	338	11 513	702	-
NEW BRIGHTON HOUSING	106 607	-	2 170	108 776	43 124	-
HUMAN SETTLEMENT GRADUATES	61 193	-	1 782	62 975	6 210	-
	6 844 642	95 142 674	512 669	102 499 986	91 065 734	153
						11 434 099

TABLE 24 INVESTMENTS -OWN

Description	Opening balance	In transfers	Interest	SubTotal	Withdraw	Bank Charges	Balance
629546524869	228,320		7,735	236,055	-	-	236,055
629546523600	3,425,513		74,214	3,499,726	-	(14,460)	3,485,266
629546502300	188,486		4,142	192,629	-	-	192,629
ZANTENTE NN	556		10	566	-	-	566
TANA G.	69,331		1,432	70,763	-	-	70,763
MXOLI L.	760		14	774	-	-	774
MAFUTHA Z.	553		10	563	-	-	563
HALT D.J.	8,582		162	8,744	-	-	8,744
MBIZA F.	570		11	580	-	-	580
MALAHLEKANA M.	727		14	741	-	-	741
BOSIKI N.	801		15	816	-	-	816
MAFONQWANA S.	849		16	865	-	-	865
MSUTU F.	1,514		28	1,542	-	-	1,542
SEKU	77,033		1,918	78,951	-	-	78,951
XAKI	801		15	816	-	-	816
SIYANGE J.	893		17	910	-	-	910
JAM-JAM J.T.	872		16	889	-	-	889
TUTSHANA N.	6,660		126	6,785	-	-	6,785
NAMA M.	791		15	806	-	-	806
MROPANA M.	424		8	432	-	-	432
CAKAZA	802		15	817	-	-	817
LUPONDO M.	801		15	816	-	-	816
NGABASE NN	802		15	817	-	-	817
NONKEVU JX	9,302		175	9,477	-	-	9,477
MAQWETHA MN	4,260		80	4,340	-	-	4,340
NOZIBELE MZ	801		15	816	-	-	816
629546515900	2,544,216		67,782	2,611,998	-	-	2,611,998
629546528800	10,699		2,398	13,097			13,097
	6,397,235	-	156,271	6,553,505	-	(14,460)	6,539,045

Both investments Indwe Risk Services and Unclaimed group life insurance cannot be utilised by the municipality, these are ring fenced for specific purposes.

TABLE 25 CASHFLOW STATEMENTS

KSD MUNICIPALITY S71 COUNCIL REPORTS
CASHFLOW AND ANALYSIS OF DISPOSABLE CASH
CASH FLOW MOVEMENT FOR 2ND QUARTER 2017

Absa Operating ACC	FNB Main	Electricity	Absa Electricity	FNB Electricity
4048218780	62471836513	4061496604	62090323636	

Dec-17	Dec-17	Dec-17	Dec-17	TOTAL
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Bank Balance 1 December 2017

1 193 003	5 027 748	3 596 311	1 733 827	11 550 890
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INFLOWS

Service and Sundry Debtors
Investments
Interbank transfer
Capital grants
Operational grants
Equitable share
Total Inflows

19 633 672	96 324 937	24 638 631	67 390 342	207 987 583
739 133	42 015 658			42 754 791
	106 039 133			106 039 133
	48 845 729			48 845 729
	1 750 000			1 750 000
	87 942 000			87 942 000
20 372 805	382 917 457	24 638 631	67 390 342	495 319 236

OUTFLOWS

Employee costs
Interbank transfers
Investments
Sundry Payments
Trade Creditors
Total Outflows

	103 719 179			103 719 179
20 039 133		23 600 000	62 400 000	106 039 133
	38 000 000			38 000 000
54 298	5 642 263	3 665	17 767	5 717 992
	229 312 474			229 312 474
20 093 431	376 673 916	23 603 665	62 417 767	482 788 779

Net Inflows/(Outflows)

279 374	6 243 541	1 034 967	4 972 576	12 530 458
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Opening Balance at 1 October 2017

1 193 003	5 027 748	3 596 311	1 733 827	11 550 890
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Closing Balance at 31 December 2017

279 374	6 243 541	1 034 967	4 972 576	12 530 458
1 472 377	11 271 289	4 631 278	6 706 403	24 081 347

Balance as at the end of the Second Quarter of R24 million cannot cover creditors amounting to R 97.3 million including R68.4 million owed to ESKOM. There is a need to prioritise spending to manage cash flow crisis of the municipality.