

KOUGA MUNICIPALITY (EC108)**FINANCE****DATE:****ITEM NO:**

.....

1. MONTHLY BUDGET STATEMENTS FOR THE PERIOD JULY 2016 TO APRIL 2017 AND FINANCIAL STATE OF AFFAIRS OF THE MUNICIPALITY AS AT 30 APRIL 2017 (2016/17 FINANCIAL YEAR)

1.1. PURPOSE

This report is submitted in compliance with Section 71(1) of the Municipal Finance Management Act (MFMA) and the Municipal Budget and Reporting Regulations (MBRR).

1.2. LEGISLATIVE REQUIREMENTS

The Municipality is required to assess on an ongoing basis whether it collects sufficient revenue to meet its commitments, such as paying Employees, Councillors, Eskom, Nelson Mandela Bay Municipality, service providers etc.

In accordance with Section 71(1) of the MFMA, the Accounting officer must by no later than 10 working days after the end of each month, submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget.

In accordance with regulation 28 of the MBRR, the monthly budget statements of a municipality must be in the format specified in Schedule C.

1.3 EXECUTIVE SUMMARY

This report provides a balanced and consolidated financial performance overview to assist the Executive Mayor in her oversight role.

An analysis of the financial position and performance was undertaken to determine the relative financial strength and liquidity of the Municipality. This was complemented by analysing the cash flow position, the investment portfolio, ratios, the operating and capital budget performance for the period July 2016 to April 2017, so as to facilitate an informed assessment of the relative liquidity and financial position of the Municipality.

The financial performance highlights are as follows:

- Operating revenue amounted to R 534,892 million, whilst operating expenditure amounted to R 516,389 million, resulting in an operating surplus of R 18,504 million. This is influenced by the accounting treatment of the bad debts provision.

- Capital expenditure constituted 33.14%% of the approved 2016/17 Adjusted Capital Budget.
- Overdue consumer debts increased by R 11,375 million (10.73%) since June 2016.
- An amount of R 76,373 million is owing to creditors, of which R 21,735 million (28.46%) represents current creditors.
- The municipality's investment portfolio has increased by R 59,830,874 (76.35%) since June 2016, from R 78,361,271 to R 138,192,144.

The following key financial ratios are monitored on an on-going basis:

Ratio	Actual as at June 2013	Actual as at June 2014	Actual as at June 2015	Actual as at June 2016	Actual as at 30 April 2017	2016/17 Adjusted Budget
Current Ratio	0.54:1	0.54:1	0.72:1	0.85:1	1.30:1	0.98:1
Liquidity Ratio	0.10:1	0.16:1	0.22:1	0.40:1	0.81:1	0.44:1
Cost Coverage (Excluding unspent conditional grants)	0.23 months	0.25 months	0.82 months	1.60 months	2.25 months	1.41 months
Debt servicing costs to Operating Revenue Ratio	0.05:1	0.06:1	0.05:1	0.04:1	0.02:1	0.02:1

1.3. DETAILED REPORTS

In order to comply with Schedule C of the Municipal Budget and Reporting Regulations, the following detailed schedules are attached for the month, ending 30 April 2017:

Annexure "A1" – Operating Revenue and Expenditure Performance

Annexure "A2" - Capital Budget Performance

Annexure "A3"- Projected Cash Flow Statement

Annexure "A4" – Municipal Monthly Budget Tables

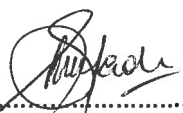
Annexure "A5"- Analysis of Municipality's Statement of Financial Performance

- i. Overview of Outstanding Consumer Debtors
- ii. Overview of Creditors position
- iii. Investment portfolio
- iv. Grants receipts and Expenditure
- v. Councillors & Employee benefits
- vi. Key performance Indicators

1.4. RECOMMENDATION

- I. That the Executive Mayor notes the Municipal Manager's report on the monthly budget statements, in accordance with Section 71(1) of the Municipal Finance Management Act.
- II. That the monthly budget statements accordingly be submitted to Provincial Treasury as stipulated in Section 71(1) of the MFMA.

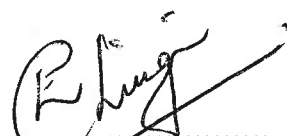
Report submitted by



 Mr S.S. Fadi (Municipal Manager)

Acknowledgement of section 71 reports by the Executive Mayor for the period July 2016 to April 2017

I hereby acknowledge the receipt of section 71 reports in terms of the Municipal Finance Management Act No. 56 of 2003.



 Executive Mayor

1.1. Municipal Manager's Quality Certificate

I SIDNEY FADI....., Municipal Manager of Kouga Local Municipality, hereby certify that the monthly budget statements have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the monthly budget statements are consistent with the Integrated Development Plan of the municipality.

Print Name SIDNEY FADI

Municipal Manager of Kouga Local Municipality

Signature 

Date 15 MAY 2017

Annexure "A1"

OVERVIEW OF OPERATING REVENUE AND EXPENDITURE PERFORMANCE FOR THE PERIOD JULY 2016 TO APRIL 2017

Below is an analysis of the operating revenue and expenditure performance compared to the approved 2016/17 Adjusted Budget.

Item Description	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
<u>OPERATING REVENUE</u>			
Propert Rates	148 671 261	132 514 963	89.13%
Total Service Charges	351 454 658	271 777 061	77.33%
Service charges - electricity	223 745 356	167 723 524	74.96%
Service charges - water	53 284 419	41 309 851	77.53%
Service charges - sewerage & sanitation	37 217 215	31 504 478	84.65%
Service charges - refuse	25 148 958	20 915 707	83.17%
Service charges - environmental management	12 058 710	10 323 502	85.61%
Rental of Facilities and Equipment	1 200 364	1 061 692	88.45%
Interest Earned - External Investments	6 787 662	5 391 816	79.44%
Interest Earned - Outstanding Debtors	7 536 296	7 092 727	94.11%
Fines	3 459 377	2 668 828	77.15%
Licences and Permits	8 050 017	7 516 577	93.37%
Grants & Subsidies Received - Operating	101 003 708	97 339 549	96.37%
Other Revenue	11 232 805	9 529 043	84.83%
Total Direct Operating Revenue	639 396 148	534 892 256	83.66%
<u>OPERATING EXPENDITURE</u>			
Employee Related Costs	229 366 288	188 124 645	82.02%
Remuneration of Councillors	10 917 309	9 193 798	84.21%
Bad Debts	30 007 555	-	0.00%
Depreciation & Asset Impairment	83 123 168	62 797 616	75.55%
Repairs & Maintenance - Municipal Assets	33 193 202	24 391 459	73.48%
Finance Charges - External Borrowings	4 462 808	3 418 693	76.60%
Total Bulk Purchases	221 875 282	180 231 935	81.23%
Bulk purchases - electricity	186 660 586	152 431 142	81.66%
Bulk purchases - water	35 214 696	27 800 792	78.95%
Contracted Services	14 530 925	10 444 096	71.87%
Transfers and Grants	1 080 000	411 000	38.06%
General Expenses - Other	66 982 982	37 375 343	55.80%
Total Direct Operating Expenditure	695 539 518	516 388 583	74.24%
Surplus/(Deficit)	-56 143 370	18 503 674	

The statement of financial performance indicates a surplus of R 18,503,674. This is influenced by the accounting treatment of the bad debts provision.

Below is a discussion of the significant revenue and expenditure variations:

Revenue Variations

Property Rates

As at 30 April 2017, the Municipality has recognised 89.13% of its property rates revenue, compared to the budget.

Approximately 30% of total property rates revenue was raised in July 2016. This represents property rates payable on an annual basis, instead of a monthly basis.

Rental of Facilities and Equipment

Rental of facilities and equipment relate to rental of municipal buildings, community halls and other municipal facilities.

Interest Earned – External Investments

Interest earnings are influenced by the extent of the municipality's investment portfolio.

Interest Earned – Outstanding Debtors

Interest is influenced by the extent of outstanding debtors. The actual overdue debtors as at 30 April 2017 amounted to R 117,417 million.

Expenditure Variations

Bad Debts

The municipality is recognising the bad debts provision at year – end, instead of on a monthly basis.

Bulk Purchases – Water

The municipality received a significant bulk water account in May 2016. According to the Nelson Mandela Bay Municipality, the Kouga municipality was incorrectly billed from December 2012 to April 2016.

The Kouga Municipality's bulk water account was accordingly adjusted to reflect the correct billing for the current financial year, based on the relevant meter readings.

Transfers and Grants

Transfers and grants relate to allocations to Kouga Local Tourism, Arts Council and Sports Council in terms of memorandum of agreement.

General expenses – other

Other expenditure relates to various general expenses, relating to the running costs of the municipality, such as printing and stationery, telephone accounts, etc.

Repairs and Maintenance

Below is an analysis of actual repairs and maintenance expenditure by Directorate, compared to the approved 2016/17 Adjusted Budget.

Directorate	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
Administration, Monitoring & Evaluation	414,680	572,492	138.06%
Finance	370,136	183,216	49.50%
Social Services	9,736,693	6,369,332	65.42%
Infrastructure, Planning & Development	22,551,693	17,180,206	76.18%
LED, Tourism & Creative Industries	120,000	86,213	71.84%
Total	33,193,202	24,391,459	73.48%

It is to be noted that actual repairs and maintenance expenditure constituted 73.48% of the approved 2016/17 Adjusted Budget.

Below is an analysis of actual repairs and maintenance expenditure by directorate and type, compared to the approved 2016/17 Adjusted Budget.

ADMINISTRATION, MONITORING & EVALUATION	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
R&M Buildings and Properties	300 000	5 478	1.83%
R&M Furniture and Office Equipment	-	499 268	
R&M Vehicles (Non-VAT)	114 680	67 746	59.07%
Total	414 680	572 492	138.06%

FINANCIAL SERVICES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
R&M Buildings and Properties	105 009	18 391	17.51%
R&M Equipment	44 444	-	0.00%
R&M Plant/Machinery	2 858	-	0.00%
R&M Furniture and Office Equipment	-	95 563	
R&M Tools and Equipment	28 009	-	0.00%
R&M Vehicles	173 878	69 262	39.83%
R&M Vehicles (Non-VAT)	15 938	-	0.00%
Total	370 136	183 216	49.50%

SOCIAL SERVICES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
R&M Buildings and Properties	939 200	402 659	42.87%
R&M Bush Clearing	1 480	1 212	81.90%
R&M Canals	2 251 391	2 114 523	93.92%
R&M Equipment	144 000	16 879	11.72%
R&M Erosion	100 000	-	0.00%
R&M Fire Extinguishers	20 000	15 695	78.48%
R&M Furniture and Office Equipment	60 549	172 237	284.46%
R&M Grounds	60 000	-	0.00%
R&M Plant/Machinery	364 873	231 546	63.46%
R&M Radio Equipment	110 000	10 922	9.93%
R&M Rehabilitation of Refuse Sites	400 000	-	0.00%
R&M Replace Crockery	10 000	-	0.00%
R&M Road Painting	200 000	139 663	69.83%
R&M Signboards	103 109	22 162	21.49%
R&M Tools and Equipment	21 310	9 095	42.68%
R&M Traffic Road Signs	200 000	81 652	40.83%
R&M Vehicles	3 931 787	2 720 437	69.19%
R&M Vehicles (Non-VAT)	318 995	244 720	76.72%
R&M Waste Sites	500 000	185 928	37.19%
Total	9 736 693	6 369 332	65.42%

INFRASTRUCTURE, PLANNING & DEVELOPMENT	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
R&M Buildings and Properties	649 100	172 982	26.65%
R&M Electrical Installations	570 800	316 005	55.36%
R&M Fencing	40 000	1 186 440	2966.10%
R&M Hankey/Patensie	100 000	42 756	42.76%
R&M Plant/Machinery	231 746	108 057	46.63%
R&M Reseal Roads	2 120 000	1 939 851	91.50%
R&M Reticulation electricity	4 478 040	3 180 633	71.03%
R&M Reticulation sewerage	1 900 000	1 668 783	87.83%
R&M Reticulation water	2 390 000	1 965 676	82.25%
R&M Sewerage Pump Stations	920 000	722 303	78.51%
R&M Signboards	1 645	127	7.73%
R&M Street Lights	415 113	184 414	44.43%
R&M Street Nameplates	45 000	-	0.00%
R&M Streets	2 644 600	2 271 751	85.90%
R&M Sub Stations	1 000 000	27 380	2.74%
R&M Tools and Equipment	12 900	1 822	14.13%
R&M Treatment Works - Sewerage	350 000	249 978	71.42%
R&M Vehicles	3 286 339	2 211 571	67.30%
R&M Vehicles (Non-VAT)	12 609	5 555	44.06%
R&M Furniture and Office Equipment	-	45 507	
Repair and Rehabilitation of Roads and Walkways	710 000	679 747	95.74%
Total	21 877 893	16 981 340	77.62%

LED, TOURISM & INDUSTRIES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
R&M Furniture and Office Equipment	30 000	-	0.00%
R&M Buildings and Properties	90 000	86 213	95.79%
Total	120 000	86 213	71.84%

Annexure "A2"

CAPITAL BUDGET PERFORMANCE

Below is an analysis of the capital expenditure compared to the approved 2016/17 Capital Adjusted Budget.

Directorate	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
	R	R	
Administration, Monitoring & Evaluation	735,000	70,845	9.64%
Finance	1,023,970	2,760	0.27%
Social Services	15,480,000	230,359	1.49%
Infrastructure, Planning & Development	50,350,875	22,278,380	44.25%
LED, Tourism & Creative Industries	795,420	81 492	10.25%
Total	68,385,265	22,663,836	33.14%
Source of Funding	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
	R	R	
Internally Generated Funding	30,001,918	3,024,846	10.08%
Government Grants	38,383,347	19,638,990	51.17%
Total	68,385,265	22,663,836	33.14%

It is to be noted that an amount of R 22,663,836 has been spent as at 30 April 2017, compared to the approved adjusted capital budget of R 68,385,265.

This represents a spending performance of 33.14% relating to the approved Capital Adjusted Budget.

Below is an analysis of actual capital expenditure by Directorate and by project, compared to the approved 2016/17 Adjusted Budget.

	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
ADMINISTRATION, MONITORING & EVALUATION			
Equipment	735 000	70 845	9.64%
Total	735 000	70 845	9.64%

FINANCIAL SERVICES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
Equipment	1 023 970	2 760	0.27%
Total	1 023 970	2 760	0.27%

INFRASTRUCTURE, PLANNING AND DEVELOPMENT	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
Upgrading Melkhout to Jeffreys Bay Main 66kv line	3 113 684	1 072 194	34.43%
Electrification of Donkerhoek	6 000 000	303 756	5.06%
Generator	450 000	-	
Upgrade Kruisfontein WWTW & Outfall Sewer	21 719 398	12 095 837	55.69%
Patensie Replacement of Digesters Ph 1	7 090 302	5 855 019	82.58%
Patensie Upgrade of WWTW	500 000	35 091	7.02%
New sewer pump at Cormorant Sewer Pump Station - Aston Bay	1 900 000	-	
Wavecrest Internal Sewer	4 877 490	2 159 724	44.28%
Pressure filters at Jeffreys Bay Water Treatment Works	750 000	-	
Community water supply	2 000 000	706 000	35.30%
Fencing of Electricity Sub-Stations	500 000	-	
Fencing of Sewer Pump Stations	750 000	-	
Fencing of Water Reservoir	600 000	50 760	8.46%
Equipment	100 000	-	
Total	50 350 875	22 278 380	44.25%

SOCIAL SERVICES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
Furniture and equipment	1 570 000	56 270	3.58%
Fencing of existing cemeteries	500 000	70 175	14.04%
Chairs - Community halls	200 000	-	-
Acquisition of wheel chairs	150 000	72 368	48.25%
Upgrade of fire hydrants	100 000	-	-
Acquisition of firefighting equipment	200 000	31 545	15.77%
Satellite fire station (Oyster Bay)	1 000 000	-	-
Celling of Weston library building	110 000	-	-
Mesh Truck	1 900 000	-	-
Transfer station Patensie	500 000	-	-
Thornhill Mini Transfer Station	350 000	-	-
Skip Truck	2 000 000	-	-
Skip bins	400 000	-	-
Oyster Bay Mini Transfer Station	450 000	-	-
Weston Transfer Station	350 000	-	-
Kwanomzamo - New Community Hall	-	-	-
Compactor Trucks	4 900 000	-	-
Acquisition of grass cutting equipment	800 000	-	-
Total	15 480 000	230 359	1.49%

LED, TOURISM & CREATIVE INDUSTRIES	Adjusted Budget 2016/17	Actuals as at 30 April 2017	% of Budget
Office Equipment	90 000	23 992	26.66%
Buildings and Properties	631 420	-	-
Fencing-Cultural Centre	74 000	57 500	77.70%
Total	795 420	81 492	10.25%

Annexure "A3"

PROJECTED CASH FLOW STATEMENT FOR THE 2016/17 FINANCIAL YEAR

Projected Cash Flow Statement as at 30 April 2017

The purpose of the cash flow statement is to compare the cash inflows (receipts) with the cash outflows (payments), so as to ascertain the adequacy of the cash inflows to cover the cash outflows.

Table C7 Monthly Budget Statement – Cash Flow – M10 2017

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	135 407	139 650	139 751	8 174	129 330	116 459	12 871	11%	139 751
Service charges	315 175	335 414	330 367	24 258	249 469	275 306	(25 837)	-9%	330 367
Other revenue	17 581	23 605	23 943	4 561	108 170	19 952	88 218	442%	23 943
Government - operating	170 188	100 681	101 004		93 061	84 170	8 891	11%	101 004
Government - capital	–	38 383	38 383		43 648	31 986	11 662	36%	38 383
Interest	8 338	7 500	14 324	1 481	13 646	11 937	1 710	14%	14 324
Dividends		–			–	–	–		–
Payments									
Suppliers and employees	(493 604)	(567 867)	(576 866)	(42 095)	(542 280)	(480 722)	61 558	-13%	(576 866)
Finance charges	(864)	(4 463)	(4 463)	(328)	(3 738)	(3 719)	19	-1%	(4 463)
Transfers and Grants		(580)	(1 080)		–	(900)	(900)	100%	(1 080)
NET CASH FROM/(USED) OPERATING ACTIVITIES	152 222	72 324	65 363	(3 948)	91 307	54 469	(36 837)	-68%	65 363
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	77	–				–	–		–
Decrease (Increase) in non-current debtors	–	–				–	–		–
Decrease (increase) other non-current receivables	8	–				–	–		–
Decrease (increase) in non-current investments		–				–	–		–
Payments									
Capital assets	(85 660)	(63 069)	(68 385)	(2 108)	(26 699)	(56 988)	(30 288)	53%	(68 385)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85 575)	(63 069)	(68 385)	(2 108)	(26 699)	(56 988)	(30 288)	53%	(68 385)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–					–		–
Borrowing long term/refinancing		–					–		–
Increase (decrease) in consumer deposits		–					–		–
Payments									
Repayment of borrowing	(27 755)	(7 303)	(7 303)	(524)	(4 776)	(6 085)	(1 309)	22%	(7 303)

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(27 755)	(7 303)	(7 303)	(524)	(4 776)	(6 085)	(1 309)	22%	(7 303)
NET INCREASE/ (DECREASE) IN CASH HELD	38 891	1 953	(10 325)	(6 580)	59 831	(8 604)			(10 325)
Cash/cash equivalents at beginning:	39 682	27 092	78 573		78 361	78 573			78 361
Cash/cash equivalents at month/year end:	78 573	29 045	68 249		138 192	69 970			68 037

MUNICIPAL MONTHLY BUDGET TABLES**1. MONTHLY BUDGET TABLES**

The seven main budget tables, as required in terms of the Municipal Budget and Reporting Regulations, are included in this section of the report. These tables set out the Municipality's 2016/17 budget performance for the period July 2016 to April 2017 and are to be noted. Each table is accompanied by explanatory notes.

Table C1 Monthly Budget Statement Summary – M10 April 2017

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Financial Performance									
Property rates	135 339	148 563	148 671	7 994	132 515	123 893	8 622	7%	148 671
Service charges	326 546	356 824	351 455	26 144	271 777	292 879	(21 102)	-7%	351 455
Investment revenue	5 031	3 000	6 788	674	5 392	5 656	(265)	-5%	6 788
Transfers recognised - operational	137 377	100 681	101 004	–	97 340	84 170	13 170	16%	101 004
Other own revenue	30 742	28 105	31 479	2 709	27 869	26 232	1 636	6%	31 479
Total Revenue (excluding capital transfers and contributions)	635 036	637 174	639 396	37 521	534 892	532 830	2 062	0%	639 396
Employee costs	228 679	233 201	229 366	17 724	188 125	191 139	(3 014)	-2%	229 366
Remuneration of Councillors	10 514	11 004	10 917	926	9 194	9 098	96	1%	10 917
Depreciation & asset impairment	87 292	83 123	83 123	6 978	62 798	69 269	(6 472)	-9%	83 123
Finance charges	9 128	4 463	4 463	367	3 419	3 719	(300)	-8%	4 463
Materials and bulk purchases	204 008	243 393	255 068	18 838	204 623	212 557	(7 934)	-4%	255 068
Transfers and grants	–	580	1 080	96	411	900	(489)	-54%	1 080
Other expenditure	102 336	110 592	111 521	2 948	47 819	92 935	(45 115)	-49%	111 521
Total Expenditure	641 956	686 357	695 540	47 877	516 389	579 616	(63 228)	-11%	695 540
Surplus/(Deficit)	(6 920)	(49 182)	(56 143)	(10 356)	18 504	(46 786)	65 290	-140%	(56 143)
Transfers recognised - capital	30 800	38 383	38 383	1 932	20 490	31 986	(11 497)	-36%	38 383
Contributions & Contributed assets	–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)	53 793	-363%	(17 760)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)	53 793	-363%	(17 760)
Capital expenditure & funds sources									
Capital expenditure	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385
Capital transfers recognised	36 105	38 383	38 383	1 976	19 639	31 986	(12 347)	-39%	38 383
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	49 555	24 685	30 002	132	3 025	25 002	(21 977)	-88%	30 002
Total sources of capital funds	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385
Financial position									
Total current assets	166 562	127 241	152 993		222 347				152 993
Total non current assets	2 617 923	2 712 925	2 718 293		2 576 013				2 718 293
Total current liabilities	196 003	140 740	155 747		170 943				155 747
Total non current liabilities	177 825	137 395	137 395		171 536				137 395
Community wealth/Equity	2 410 656	2 562 031	2 578 144		2 455 880				2 578 144

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
<u>Cash flows</u>									
Net cash from (used) operating	152 222	72 324	65 363	(3 948)	91 307	54 469	(36 837)	-68%	65 363
Net cash from (used) investing	(85 575)	(63 069)	(68 385)	(2 108)	(26 699)	(56 988)	(30 288)	53%	(68 385)
Net cash from (used) financing	(27 755)	(7 303)	(7 303)	(524)	(4 776)	(6 085)	(1 309)	22%	(7 303)
Cash/cash equivalents at the month/year end	78 573	29 045	68 249	–	138 192	69 970	(68 223)	-98%	68 037
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<u>Debtors Age Analysis</u>									
Total By Income Source	26 800	4 518	3 376	2 398	2 966	2 137	20 280	81 742	144 217
<u>Creditors Age Analysis</u>									
Total Creditors	21 735	107	164	482	1	(7)	45 307	8 584	76 373

Explanatory notes to Table C 1 – Monthly Budget Summary

The aim of the Budget Summary is to provide a concise overview of the actual budget performance from all of the major financial perspective (operating expenditure, capital expenditure, financial position, cash flow, and MFMA funding compliance). The table provides an overview of the actual amounts spent compared to the monthly budget projections within the context of operating performance, resources utilised for capital expenditure, financial position, cash and funding compliance.

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Environmental protection	10 454	10 770	10 924	689	6 424	9 103	(2 680)	-29%	10 924
Trading services	333 639	358 101	368 451	24 471	274 946	307 043	(32 097)	-10%	368 451
Electricity	201 448	229 594	228 913	15 212	174 730	190 761	(16 031)	-8%	228 913
Water	61 936	55 826	69 099	4 900	47 524	57 582	(10 058)	-17%	69 099
Waste water management	40 244	41 421	39 804	2 480	29 516	33 170	(3 654)	-11%	39 804
Waste management	30 011	31 260	30 636	1 879	23 176	25 530	(2 353)	-9%	30 636
Other	-	-	-	-	-	-	-		-
Total Expenditure - Standard	641 956	686 357	695 540	47 877	519 903	579 616	(59 713)	-10%	695 540
Surplus/ (Deficit) for the year	23 880	(10 799)	(17 760)	(8 425)	38 993	(71 282)	110 275	-155%	(17 760)

Explanatory notes to Table C2 – Budgeted Financial Performance (revenue and expenditure by standard classification)

The standard classification refers to a modified Government Finance Statistics (GFS) reporting structure. The aim of the standard classification approach is to ensure that all municipalities report their operations in one common format, to facilitate comparison across all municipalities.

Table C3 Monthly Budget Statement – Financial Performance (revenue and expenditure by municipal vote – M10 April 2017

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Revenue by Vote									
Vote 1 - Executive & Council	34	-	-	-	4	-	4		-
Vote 2 - Financial Services	227 299	246 308	253 123	9 431	235 955	210 936	25 019	11.9%	253 123
Vote 3 - Administration, Monitoring & Evaluation	305	508	508	-	16	423	(407)	-96.2%	508
Vote 4 - Led, Tourism & Creative Industries	1 523	1 440	1 440	-	-	1 200	(1 200)	-100.0%	1 440
Vote 5 - Infrastructure, Planning & Development 1	214 459	242 748	243 296	15 854	175 117	202 746	(27 629)	-13.6%	243 296
Vote 6 - Infrastructure, Planning & Development 2	159 848	119 411	116 404	9 722	95 381	97 004	(1 623)	-1.7%	116 404
Vote 7 - Social Services 1	8 769	7 435	7 437	139	7 368	6 198	1 170	18.9%	7 437
Vote 8 - Social Services 2	53 600	57 707	55 570	4 306	45 055	46 308	(1 253)	-2.7%	55 570
Total Revenue by Vote	665 836	675 558	677 779	39 452	558 896	564 816	(5 920)	-1.0%	677 779
Expenditure by Vote									
Vote 1 - Executive & Council	24 171	31 358	30 060	1 500	23 550	25 050	(1 500)	-6.0%	30 060
Vote 2 - Financial Services	55 567	59 197	55 113	4 420	35 994	45 928	(9 934)	-21.6%	55 113
Vote 3 - Administration, Monitoring & Evaluation	31 108	33 253	34 529	2 340	27 195	28 774	(1 579)	-5.5%	34 529
Vote 4 - Led, Tourism & Creative Industries	9 173	11 081	11 081	750	7 391	9 234	(1 843)	-20.0%	11 081
Vote 5 - Infrastructure, Planning & Development 1	293 047	326 705	324 817	21 904	243 511	270 681	(27 170)	-10.0%	324 817
Vote 6 - Infrastructure, Planning & Development 2	102 181	97 248	108 902	7 380	77 040	90 752	(13 712)	-15.1%	108 902
Vote 7 - Social Services 1	30 929	35 317	38 633	2 655	28 313	32 195	(3 882)	-12.1%	38 633
Vote 8 - Social Services 2	95 780	92 199	92 404	6 928	76 910	77 003	(93)	-0.1%	92 404
Total Expenditure by Vote	641 956	686 357	695 540	47 877	519 903	579 616	(59 713)	-10.3%	695 540
Surplus/ (Deficit) for the year	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)	53 793	-363.5%	(17 760)

Explanatory notes to Table C3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)

The purpose of the format in which the monthly budget reporting table is represented, is to enable the Council to enforce a vote in accordance with the municipality's organisational structure, so as to assign responsibility for the revenue and expenditure recorded against these votes to the Municipal Manager and Directors concerned.

Operating revenue and expenditure is thus presented by "vote". A "vote" is defined as one of the main segment into which a budget of a municipality is divided into, for the appropriation of funds.

Table C4 Monthly Budget Statement – Financial Performance (revenue and expenditure) – M10 April 2017

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Revenue By Source									
Property rates	135 339	148 563	148 671	7 994	132 515	123 893	8 622	7%	148 671
Property rates - penalties & collection charges		–	–		–	–	–		–
Service charges - electricity revenue	234 162	224 482	223 745	15 487	167 724	186 454	(18 731)	-10%	223 745
Service charges - water revenue	37 380	53 124	53 284	4 672	41 310	44 404	(3 094)	-7%	53 284
Service charges - sanitation revenue	40 541	40 787	37 217	3 057	31 504	31 014	490	2%	37 217
Service charges - refuse revenue	48 735	24 979	25 149	2 075	20 916	20 957	(42)	0%	25 149
Service charges - other	(34 273)	13 451	12 059	853	10 324	10 049	275	3%	12 059
Rental of facilities and equipment	744	591	1 200	32	1 062	1 000	61	6%	1 200
Interest earned - external investments	5 031	3 000	6 788	674	5 392	5 656	(265)	-5%	6 788
Interest earned - outstanding debtors	3 307	4 500	7 536	705	7 093	6 280	812	13%	7 536
Dividends received	–	–	–		–	–	–		–
Fines	9 798	3 086	3 459	278	2 669	2 883	(214)	-7%	3 459
Licences and permits	6 066	9 086	8 050	1 034	7 517	6 708	808	12%	8 050
Agency services	–	–	–		–	–	–		–
Transfers recognised - operational	137 377	100 681	101 004	–	97 340	84 170	13 170	16%	101 004
Other revenue	10 801	10 843	11 233	659	9 529	9 361	168	2%	11 233
Gains on disposal of PPE	27	–			–	–	–		–
Total Revenue (excluding capital transfers and contributions)	635 036	637 174	639 396	37 521	534 892	532 830	2 062	0%	639 396
Expenditure By Type									
Employee related costs	228 679	233 201	229 366	17 724	188 125	191 139	(3 014)	-2%	229 366
Remuneration of councillors	10 514	11 004	10 917	926	9 194	9 098	96	1%	10 917
Debt impairment	22 593	30 323	30 008		–	25 006	(25 006)	-100%	30 008
Depreciation & asset impairment	87 292	83 123	83 123	6 978	62 798	69 269	(6 472)	-9%	83 123
Finance charges	9 128	4 463	4 463	367	3 419	3 719	(300)	-8%	4 463
Bulk purchases	204 008	207 394	221 875	17 069	180 232	184 896	(4 664)	-3%	221 875
Other materials		35 999	33 193	1 769	24 391	27 661	(3 270)	-12%	33 193
Contracted services	–	12 537	14 531	336	10 444	12 109	(1 665)	-14%	14 531
Transfers and grants	–	580	1 080	96	411	900	(489)	-54%	1 080
Other expenditure	79 742	67 732	66 983	2 612	37 375	55 819	(18 444)	-33%	66 983
Loss on disposal of PPE		–			–	–	–		–
Total Expenditure	641 956	686 357	695 540	47 877	516 389	579 616	(63 228)	-11%	695 540

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
Surplus/(Deficit)	(6 920)	(49 182)	(56 143)	(10 356)	18 504	(46 786)	65 290	(0)	(56 143)
Transfers recognised - capital	30 800	38 383	38 383	1 932	20 490	31 986	(11 497)	(0)	38 383
Contributions recognised - capital		-					-		
Contributed assets		-					-		
Surplus/(Deficit) after capital transfers & contributions	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)			(17 760)
Taxation		-					-		-
Surplus/(Deficit) after taxation	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)			(17 760)
Attributable to minorities		-							
Surplus/(Deficit) attributable to municipality	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)			(17 760)
Share of surplus/ (deficit) of associate		-							-
Surplus/ (Deficit) for the year	23 880	(10 799)	(17 760)	(8 425)	38 993	(14 800)			(17 760)

Explanatory notes to Table C4 – Budgeted Financial Performance (revenue and expenditure)

The Financial Performance Budget is required to be approved concurrently by revenue source and expenditure type, so as to ensure consistency with annual reporting format requirements. A key aim is to facilitate comparison between the monthly results, the monthly budget-to-date projections and the original budget, so as to assess performance.

Table C5 Monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding) – M10 April 2017

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
<u>Single Year expenditure appropriation</u>									
Vote 1 - Executive & Council	53	30	30	–	1	25	(24)	-95%	30
Vote 2 - Financial Services	137	670	896	1	4	747	(743)	-99%	896
Vote 3 - Administration, Monitoring & Evaluation	334	675	675	21	44	563	(518)	-92%	675
Vote 4 - Led, Tourism & Creative Industries	429	1 470	795	–	81	663	(581)	-88%	795
Vote 5 - Infrastructure, Planning & Development 1	7 750	8 074	10 271	59	1 376	8 560	(7 184)	-84%	10 271
Vote 6 - Infrastructure, Planning & Development 2	40 142	31 508	40 237	2 011	20 902	33 531	(12 629)	-38%	40 237
Vote 7 - Social Services 1	1 878	2 535	3 445	15	247	2 871	(2 624)	-91%	3 445
Vote 8 - Social Services 2	34 936	18 106	12 035	0	8	10 029	(10 021)	-100%	12 035
Total Capital single-year expenditure	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385
Total Capital Expenditure	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385
<u>Capital Expenditure - Standard Classification</u>									
<i>Governance and administration</i>	292	1 375	1 601	22	49	1 334	(1 285)	-96%	1 601
Executive and council	53	30	30	–	1	25	(24)	-95%	30
Budget and treasury office	108	640	866	–	3	722	(719)	-100%	866
Corporate services	130	705	705	22	46	588	(542)	-92%	705
<i>Community and public safety</i>	512	13 186	6 325	3	160	5 271	(5 111)	-97%	6 325
Community and social services	226	2 500	4 450	3	104	3 708	(3 604)	-97%	4 450
Sport and recreation	–	9 821	–	–	–	–	–		–
Public safety	275	865	1 875	(0)	56	1 563	(1 507)	-96%	1 875
Housing	11	–	–	–	–	–	–		–
Health	–	–	–	–	–	–	–		–
<i>Economic and environmental services</i>	6 055	5 425	5 058	13	176	4 215	(4 039)	-96%	5 058
Planning and development	5 911	1 470	1 003	–	81	836	(754)	-90%	1 003
Road transport	–	–	–	–	–	–	–		–
Environmental protection	144	3 955	4 055	13	94	3 379	(3 285)	-97%	4 055

Vote Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
<i>Trading services</i>	78 801	43 081	55 401	2 070	22 278	46 167	(23 889)	-52%	55 401
Electricity	7 777	8 074	10 064	59	1 376	8 386	(7 010)	-84%	10 064
Water	30 626	2 750	3 400	–	757	2 833	(2 077)	-73%	3 400
Waste water management	39 967	28 758	36 837	2 011	20 146	30 698	(10 552)	-34%	36 837
Waste management	431	3 500	5 100	–	–	4 250	(4 250)	-100%	5 100
<i>Other</i>	–	–	–	–	–	–	–		–
Total Capital Expenditure - Standard Classification	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385
Funded by:									
National Government	25 699	34 810	34 810	1 976	19 639	29 008	(9 369)	-32%	34 810
Provincial Government	10 406	2 000	2 000	–	–	1 667	(1 667)	-100%	2 000
District Municipality	–	–	–	–	–	–	–		–
Other transfers and grants	–	1 574	1 574	–	–	1 311	(1 311)	-100%	1 574
Transfers recognised - capital	36 105	38 383	38 383	1 976	19 639	31 986	(12 347)	-39%	38 383
Public contributions & donations	–	–	–	–	–	–	–		–
Borrowing	–	–	–	–	–	–	–		–
Internally generated funds	49 555	24 685	30 002	132	3 025	25 002	(21 977)	-88%	30 002
Total Capital Funding	85 660	63 069	68 385	2 108	22 664	56 988	(34 324)	-60%	68 385

Explanatory notes to Table C5 – Budgeted Capital Expenditure by vote, standard classification and funding

Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and the funding necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Table C6 Monthly Budget Statement – Financial Position – M10 April 2017

Description	2015/16	Budget Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash		3 000	15 000	7 403	15 000
Call investment deposits	78 573	26 045	53 249	130 789	53 249
Consumer debtors	48 616	49 675	55 242	49 836	55 242
Other debtors	33 936	43 668	24 649	28 335	24 649
Current portion of long-term receivables	3	8	8		8
Inventory	5 434	4 845	4 845	5 983	4 845
Total current assets	166 562	127 241	152 993	222 347	152 993
Non current assets					
Long-term receivables	168	113	165		165
Investments	–	–	–		–
Investment property	85 382	63 705	63 705	85 382	63 705
Investments in Associate	–	–	–		–
Property, plant and equipment	2 532 215	2 649 006	2 654 323	2 490 473	2 654 323
Agricultural	–	–	–		–
Biological assets	–	–	–		–
Intangible assets	159	101	101	159	101
Other non-current assets		–	–		–
Total non current assets	2 617 923	2 712 925	2 718 293	2 576 013	2 718 293
TOTAL ASSETS	2 784 485	2 840 166	2 871 286	2 798 359	2 871 286
LIABILITIES					
Current liabilities					
Bank overdraft		–	–	–	–
Borrowing	7 736	7 303	7 303	3 735	7 303
Consumer deposits	9 590	9 330	9 330	10 117	9 330
Trade and other payables	146 961	94 113	109 120	118 001	109 120
Provisions	31 716	29 995	29 995	39 090	29 995
Total current liabilities	196 003	140 740	155 747	170 943	155 747
Non current liabilities					
Borrowing	37 504	36 734	36 734	36 707	36 734
Provisions	140 321	100 662	100 662	134 829	100 662
Total non current liabilities	177 825	137 395	137 395	171 536	137 395
TOTAL LIABILITIES	373 828	278 136	293 143	342 480	293 143
NET ASSETS	2 410 656	2 562 031	2 578 144	2 455 880	2 578 144
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	2 410 656	2 562 031	2 578 144	2 455 880	2 578 144
TOTAL COMMUNITY WEALTH/EQUITY	2 410 656	2 562 031	2 578 144	2 455 880	2 578 144

Explanatory notes to Table C6 – Budgeted Financial Position

- i. The table represents Assets less Liabilities as Community Wealth. The order of items within each group is also aligned to the convention of showing items in order of liquidity; i.e. assets readily converted to cash or liabilities immediately required to be met from cash appear first.
- ii. Any movement on the Budgeted Financial Performance or the Capital Budget will invariably impact on the Budgeted Financial Position. For example, the collection rate assumption will impact on the cash position of the municipality and consequently inform the level of cash and cash equivalents at year end.

Similarly, the collection rate assumption informs the budget provision for bad debts. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as compliance assessment is directly informed by forecasting the statement of financial position.

Table C7 Monthly Budget Statement – Cash Flow – M10 April 2017

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								%	
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	135 407	139 650	139 751	8 174	129 330	116 459	12 871	11%	139 751
Service charges	315 175	335 414	330 367	24 258	249 469	275 306	(25 837)	-9%	330 367
Other revenue	17 581	23 605	23 943	4 561	108 170	19 952	88 218	442%	23 943
Government - operating	170 188	100 681	101 004		93 061	84 170	8 891	11%	101 004
Government - capital	–	38 383	38 383		43 648	31 986	11 662	36%	38 383
Interest	8 338	7 500	14 324	1 481	13 646	11 937	1 710	14%	14 324
Dividends		–			–	–	–		–
Payments									
Suppliers and employees	(493 604)	(567 867)	(576 866)	(42 095)	(542 280)	(480 722)	61 558	-13%	(576 866)
Finance charges	(864)	(4 463)	(4 463)	(328)	(3 738)	(3 719)	19	-1%	(4 463)
Transfers and Grants		(580)	(1 080)		–	(900)	(900)	100%	(1 080)
NET CASH FROM/(USED) OPERATING ACTIVITIES	152 222	72 324	65 363	(3 948)	91 307	54 469	(36 837)	-68%	65 363
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	77	–				–	–		–
Decrease (increase) in non-current debtors	–	–				–	–		–
Decrease (increase) other non-current receivables	8	–				–	–		–
Decrease (increase) in non-current investments		–				–	–		–
Payments									
Capital assets	(85 660)	(63 069)	(68 385)	(2 108)	(26 699)	(56 988)	(30 288)	53%	(68 385)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(85 575)	(63 069)	(68 385)	(2 108)	(26 699)	(56 988)	(30 288)	53%	(68 385)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–					–		–
Borrowing long term/refinancing		–					–		–
Increase (decrease) in consumer deposits		–					–		–
Payments									
Repayment of borrowing	(27 755)	(7 303)	(7 303)	(524)	(4 776)	(6 085)	(1 309)	22%	(7 303)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(27 755)	(7 303)	(7 303)	(524)	(4 776)	(6 085)	(1 309)	22%	(7 303)
NET INCREASE/ (DECREASE) IN CASH HELD	38 891	1 953	(10 325)	(6 580)	59 831	(8 604)			(10 325)
Cash/cash equivalents at beginning:	39 682	27 092	78 573		78 361	78 573			78 361
Cash/cash equivalents at month/year end:	78 573	29 045	68 249		138 192	69 970			68 037

Explanatory notes to Table C7 – Budgeted Cash Flow Statement

- i. The budgeted cash flow statement represents the first measurement in determining whether the budget is funded.
- ii. It reflects the expected cash inflows versus outflows that are likely to result from the implementation of the budget.

Annexure "A5"

ANALYSIS OF THE MUNICIPALITY'S STATEMENT OF FINANCIAL POSITION

In this section the Municipality's Debtors, Creditors and Investments will be analysed. These components have a significant impact on the Municipality's financial position.

1. Overview of outstanding Consumer Debtors (Inclusive of VAT)

Below is an analysis of the outstanding consumer debtors as at 30 June 2016, compared to the position as at 30 April 2017.

Debtors' Age Analysis (Inclusive of VAT) as at 30 June 2016

Description	Budget Year 2015/16								
	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
R thousands									
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	5 185	1 013	806	770	3 252	2 535	3 359	16 382	33 302
Trade and Other Receivables from Exchange Transactions - Electricity	15 569	1 063	671	299	1 261	983	1 302	6 352	27 499
Receivables from Non-exchange Transactions - Property Rates	8 113	709	493	769	3 247	2 531	3 353	16 357	35 572
Receivables from Exchange Transactions - Waste Water Management	3 736	541	397	347	1 466	1 142	1 513	7 382	16 523
Receivables from Exchange Transactions - Waste Management	2 624	480	402	433	1 829	1 426	1 889	9 215	18 298
Receivables from Exchange Transactions - Property Rental Debtors	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-
Other	(12 127)	244	272	280	1 182	921	1 220	5 953	(2 055)
Total By Income Source	23 099	4 050	3 040	2 897	12 237	9 539	12 637	61 641	129 141
2014/15 - totals only									-
Debtors Age Analysis By Customer Group									
Organs of State	723	148	77	45	190	148	197	958	2 487
Commercial	5 463	452	311	103	434	338	448	2 186	9 734
Households	16 913	3 450	2 652	2 749	11 613	9 052	11 993	58 497	116 920
Other	-	-	-	-	-	-	-	-	-
Total By Customer Group	23 099	4 050	3 040	2 897	12 237	9 539	12 637	61 641	129 141

Debtors' Age Analysis (Inclusive of VAT) as at 30 April 2017

Description	Budget Year 2015/16								
	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
R thousands									
Debtors Age Analysis By Income Source									
Trade and Other Receivables from Exchange Transactions - Water	6 840	1 108	972	657	795	633	3 857	18 384	33 246
Trade and Other Receivables from Exchange Transactions - Electricity	16 309	1 160	570	389	339	275	2 308	6 601	27 951
Receivables from Non-exchange Transactions - Property Rates	8 571	810	527	409	393	304	7 602	17 026	35 643
Receivables from Exchange Transactions - Waste Water Management	4 244	567	569	324	280	312	1 906	8 335	16 538
Receivables from Exchange Transactions - Waste Management	2 940	516	460	361	338	320	1 661	10 298	16 893
Receivables from Exchange Transactions - Property Rental Debtors	-	-	-	-	-	-	-	1	1
Interest on Arrear Debtor Accounts	63	68	78	73	112	95	1 336	14 848	16 674
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-
Other	(12 168)	289	201	185	708	198	1 611	6 249	(2 728)
Total By Income Source	26 800	4 518	3 376	2 398	2 966	2 137	20 280	81 742	144 217
									-
Debtors Age Analysis By Customer Group									
Organs of State	788	295	98	80	88	57	728	970	3 104
Commercial	5 217	325	199	121	111	99	1 069	2 358	9 498
Households	20 795	3 897	3 080	2 197	2 767	1 981	18 482	78 414	131 614
Other									-
Total By Customer Group	26 800	4 518	3 376	2 398	2 966	2 137	20 280	81 742	144 217

The aforementioned analysis indicates that from 30 June 2016 to 30 April 2017, the overdue debts have increased from R 106,042 million to R 11,375 million, as follows:

R thousands	OVERDUE AMOUNTS AS AT		
	30-Jun-16	30-Apr-17	Difference
Debtors Age Analysis By Income Source			
Trade and Other Receivables from Exchange Transactions - Water	28 117	26 406	(1 711)
Trade and Other Receivables from Exchange Transactions - Electricity	11 930	11 642	(289)
Receivables from Non-exchange Transactions - Property Rates	27 460	27 072	(388)
Receivables from Exchange Transactions - Waste Water Management	12 788	12 294	(494)
Receivables from Exchange Transactions - Waste Management	15 675	13 953	(1 722)
Receivables from Exchange Transactions - Property Rental Debtors	-	1	1
Interest on Arrear Debtor Accounts	-	16 610	16 610
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-
Other	10 073	9 440	(633)
Total By Income Source	106 042	117 417	11 375
		-	
Debtors Age Analysis By Customer Group			
Organs of State	1 764	2 316	552
Commercial	4 271	4 281	10
Households	100 007	110 819	10 813
Other	-	-	-
Total By Customer Group	106 042	117 417	11 375

2. Overview of Creditors position

Below is an analysis of the status of the major creditors

Description	Budget Year 2015/16								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
R thousands									
Creditors Age Analysis By Customer Type									
Bulk Electricity	15 617	-	-	-	-	-	-	-	15 617
Bulk Water	(192)	(14)	3	1	-	(40)	45 286	-	45 045
PAYE deductions	2 364	-	-	-	-	-	-	-	2 364
VAT (output less input)	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	2 786	-	-	-	-	-	-	-	2 786
Loan repayments	-	-	-	-	-	-	-	-	-
Trade Creditors	1 161	120	161	481	1	33	20	8 584	10 561
Auditor General	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total By Customer Type	21 735	107	164	482	1	(7)	45 307	8 584	76 373

The above amounts represent invoices still to be paid. The major creditors as at 30 April 2017 are as follows:

Department of Transport	R 8,130 million
Eskom	R 15,617 million
NMBM (Bulk water)	R 45,045 million
Pension Fund Deductions	R 2,786 million
PAYE Deductions	R 2,364 million
Other Creditors	R 2,431 million
TOTAL	<u>R 76,373 million</u>

It is to be noted that the Eskom amount of R 15,617 million, represents the current account for April 2017, which was fully paid on 12 May 2017.

The PAYE deductions represent employee related costs for the month of April 2017, with the amounts in question being paid on 3 May 2017 to the SARS.

The pension fund deductions represent employee related costs for the month of April 2017, with the amounts in question being paid on 5 May 2017 to the relevant service provider.

The municipality received a significant bulk water account in May 2016. According to the Nelson Mandela Bay Municipality, the Kouga municipality was incorrectly billed from December 2012 to April 2016.

The Kouga municipality's bulk water account was accordingly adjusted to reflect the correct billing for the aforementioned period, based on the relevant meter readings. The municipality has verified the accuracy of the account and engagements are underway between Kouga and Nelson Mandela Bay Municipality in respect of this matter.

3. Investment Portfolio

Below is an analysis of the Investment Portfolio as at 30 April 2017.

	Balance as at 30 June 2016	Invested	Interest	Withdrawal	Adjustments	Balance as at 30 April 2017
Standard Bank	-	20 000 000	1 028 804	-	-	21 028 804
ABSA	21 187 482	-	918 696	6 000 000	490	16 105 688
Nedbank	236 110	16 251 293	623 979	251 293	-	16 860 089
RMB	29 341 733	89 983 448	1 465 010	64 433 519	-	56 356 672
INVESTEC	25 032 842	-	1 405 374	6 000 000	-	20 438 217
Total	75 798 167	126 234 741	5 441 864	(76 684 812)	(490)	130 789 470
INVESTMENT BY TYPE	Balance as at 30 June 2016	Invested	Interest	Withdrawal	Adjustments	Balance as at 30 April 2017
General Account	50 402 544	66 623 889	4 329 477	12 524 283	490	108 832 117
Collateral	228 000	-	15 074	243 075	-	-
Conditional Grants	16 016 310	59 288 552	936 175	54 283 684	-	21 957 353
Housing Funds	9 151 312	322 300	161 138	9 634 749	-	-
Total	75 798 167	126 234 741	5 441 864	(76 685 791)	(490)	130 789 470
Bank	2 563 104	4 839 570				7 402 674
Total	78 361 271	131 074 312	5 441 864	(76 685 791)	(490)	138 192 144

The increase in the investment portfolio since 30 June 2016 amounts to R 59,830,874.

The following analysis indicates the extent to which the investments are committed:

Cash backed Reserves

Bank Balances and Cash	R 7,402,674
Short-term Investment Deposits	R 130,789,470
	<u>R 138,192,144</u>

Application of Cash

Unspent Conditional Grants	21 957 353
Outstanding Creditors Liability	76 372 500
Internally Generated Funding	<u>26 977 071</u>
	<u>R 125,306,924</u>

Reserves in excess of Commitments

R 12,885,220

The cash backed reserves exceed the commitments at this stage by an amount of R 12,885,220. It should be noted that the excess of reserves over commitments as at 30 April 2017, is mainly due to an amount of R 22,907,000 in respect of the Equitable Share allocation being received on 17 March 2017, but not yet fully spent.

These funds are already committed towards spending in the 2016/17 Operating budget.

4. Allocation and Grants receipts and expenditure for the 2016/2017 financial year

Supporting Table SC6 Monthly Budget Statement – transfers and grant receipts – M10 April 2017

Description	Budget Year 2016/17							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							%	
RECEIPTS:								
Operating Transfers and Grants								
National Government:	95 820	95 820	–	94 577	94 577	–		95 820
Local Government Equitable Share	91 622	91 622		90 379	90 379	–		91 622
Finance Management	1 625	1 625		1 625	1 625			1 625
EPWP Incentive	1 057	1 057		1 057	1 057			1 057
MIG - Admin	1 516	1 516		1 516	1 516			1 516
Total Operating Transfers and Grants	95 820	95 820	–	94 577	94 577	–		95 820
Capital Transfers and Grants								
National Government:	34 810	41 810	–	41 810	41 810	–		41 810
Municipal Infrastructure Grant (MIG)	28 810	35 810		35 810	35 810	–		35 810
Integrated National Electrification Programme	6 000	6 000	–	6 000	6 000	–		6 000
Total Capital Transfers and Grants	34 810	41 810	–	41 810	41 810	–		41 810
TOTAL RECEIPTS OF TRANSFERS & GRANTS	130 630	137 630	–	136 387	136 387	–		137 630

Below is an analysis of the spending associated with the grants as at 30 April 2017:

Supporting Table SC7 Monthly Budget Statement – transfers and grants expenditure – M10 April 2017

Description	Budget Year 2016/17							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							%	
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	95 820	95 820	69	93 493	94 306	(813)	-0.9%	95 820
Local Government Equitable Share	91 622	91 622		90 379	90 379	–		91 622
Finance Management	1 625	1 625	69	541	1 354	(813)	-60.1%	1 625
EPWP Incentive	1 057	1 057		1 057	1 057	–		1 057
MIG - Admin	1 516	1 516		1 516	1 516	–		1 516
Total operating expenditure of Transfers and Grants:	95 820	95 820	69	93 493	94 306	(813)	-0.9%	95 820
Capital expenditure of Transfers and Grants								
National Government:	34 810	41 810	2 379	20 937	34 841	(13 905)	-39.9%	41 810
Municipal Infrastructure Grant (MIG)	28 810	35 810	2 379	20 590	29 841	(9 251)	-31.0%	35 810
Integrated National Electrification Programme	6 000	6 000		346	5 000	(4 654)	-93.1%	6 000
Total capital expenditure of Transfers and Grants	34 810	41 810	2 379	20 937	34 841	(13 905)	-39.9%	41 810
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	130 630	137 630	2 448	114 430	129 148	(14 718)	-11.4%	137 630

Note: The equitable share allocation is utilised to fund indigent household's subsidies granted to qualifying households, with the remainder being used to support the Municipality's operations.

Grants received from National Government

DORA Operating Grants

Financial Management Grant (FMG)

The purpose of this grant is to promote and support reforms in financial management by building capacity in municipalities to implement the Municipal Finance Management Act (MFMA).

DORA Allocation:	R 1,625,000
Amount of Grant Received:	R 1,625,000
Expenditure to date:	R 540,732
Unspent as at 30 April 2017:	R 1,084,268

The spending of the grant amounted to 33.28% as at 30 April 2017, compared to the amount of grant received.

Expanded Public Works Programme (EPWP)

The purpose of this grant is to provide Expanded Public Works Programme (EPWP) incentive funding to expand job creation efforts in specific focus areas, where labour intensive methods can be maximised.

DORA Allocation:	R 1,057,000
Amount of Grant Received:	R 1,057,000
Expenditure to date:	R 1,057,000
Unspent as at 30 April 2017:	R 0.00

The spending of the grant amounted to 100% as at 30 April 2017, compared to the amount of grant received.

DORA Capital Grants

Municipal Infrastructure Grant (MIG)

The purpose of this grant is to provide specific capital finance for eradicating basic municipal infrastructure backlogs.

DORA Allocation:	R 35,809,700
Amount of Grant Received:	R 35,809,700
Expenditure to date:	R 20,590,333
Unspent as at 30 April 2017:	R 15,219,367

The spending of the grant amounted to 57.50% as at 30 April 2017, compared the amount of grant received.

Integrated National Electrification Programme (INEP)

The purpose of this grant is to implement the Integrated National Electrification Programme (INEP) by providing capital subsidies to municipalities to address the electrification backlog of occupied residential dwellings, and the installation of bulk infrastructure.

DORA Allocation:	R 6,000,000
Amount of Grant Received:	R 6,000,000
Expenditure to date:	R 346,282
Unspent as at 30 April 2017:	R 5,653,718

The spending of the grant amounted to 5.77% as at 30 April 2017, compared to the amount of grant received.

5. Councillor and employee benefits

Below is an analysis of Councillor and employee benefits:

Table SC8 Monthly Budget Statement – Councillor and staff benefits – M10 April 2017

Summary of Employee and Councillor remuneration	Budget Year 2016/17							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							%	
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	7 683	7 579	634	6 290	6 316	(26)	0%	7 579
Motor Vehicle Allowance	2 562	2 411	211	2 095	2 009	86	4%	2 411
Cellphone Allowance	759	759	65	653	633	20	3%	759
Other benefits and allowances		168	16	156	140	16	12%	168
Sub Total - Councillors	11 004	10 917	926	9 194	9 098	96	1%	10 917
Senior Managers of the Municipality								
Basic Salaries and Wages	6 045	6 045	504	5 037	5 037	-		6 045
Motor Vehicle Allowance	723	723	60	603	603	-		723
Sub Total - Senior Managers of Municipality	6 768	6 768	564	5 640	5 640	-		6 768
Other Municipal Staff								
Basic Salaries and Wages	140 636	141 922	10 779	109 389	118 268	(8 879)	-8%	141 922
Pension and UIF Contributions	23 720	23 720	1 810	18 484	19 766	(1 282)	-6%	23 720
Medical Aid Contributions	12 734	10 414	1 061	10 096	8 678	1 417	16%	10 414
Overtime	9 454	4 489	1 115	9 772	3 741	6 031	161%	4 489
Performance Bonus	11 764	11 764	39	10 787	9 804	983	10%	11 764
Motor Vehicle Allowance	7 938	7 938	577	5 907	6 615	(708)	-11%	7 938
Housing Allowances	584	584	157	1 599	486	15 386	3163%	584
Other benefits and allowances	18 796	21 336	1 479	15 873	17 780			21 336
Long service awards	809	432	142	579	360	219	61%	432
Sub Total - Other Municipal Staff	226 434	222 598	17 160	182 485	185 499	(3 014)	-2%	222 598
Total Parent Municipality	244 205	240 284	18 650	197 318	200 236	(2 918)	-1%	240 284
TOTAL SALARY, ALLOWANCES & BENEFITS	244 205	240 284	18 650	197 318	200 236	(2 918)	-1%	240 284
TOTAL MANAGERS AND STAFF	233 201	229 366	17 724	188 125	191 139	(3 014)	-2%	229 366

6. Key performance indicators

The table below reflects the key performance indicators as per the 2016/17 Approved Adjusted Budget and the associated performance to date.

Borrowing Management		Actuals as at 30 June 2012	Actuals as at 30 June 2013	Actuals as at 30 June 2014	Actuals as at 30 June 2015	Actuals as at 30 June 2016	Adjusted Budget 2016/17	Actuals as at 30 April 2017
Capital Charges to Operating Expenditure	Interest & principal paid/Total Operating Expenditure	3.78%	3.79%	4.83%	4.50%	3.67%	1.69%	1.65%
Borrowed funding of "own" capital expenditure	Borrowings/Capital expenditure excl. transfers & grants	0%	0%	0%	0%	0%	0%	0%
Debt Servicing Costs to Operating Revenue	Debt Servicing Costs / Total Operating Revenue - Conditional Grants	0.05	0.05	0.06	0.05	0.04	0.02	0.02
Liquidity								
Current Ratio	Current assets / current liabilities	1.46	0.54	0.54	0.72	0.85	0.98	1.30
Liquidity Ratio	Monetary assets / current liabilities	0.10	0.10	0.16	0.22	0.40	0.44	0.81
Revenue Management								
Annual Debtors Collection Rate	Billed Revenue / Receipted Revenue	94.12%	96.33%	96.07%	98.91%	97.60%	94.00%	94.46%

Other indicators		Actuals as at 30 June 2012	Actuals as at 30 June 2013	Actuals as at 30 June 2014	Actuals as at 30 June 2015	Actuals as at 30 June 2016	Adjusted Budget 2016/17	Actuals as at 30 April 2017
Cost coverage	(Cash and cash equivalents - Unspent Conditional Grants - Overdraft) + Short term investment)/monthly fixed operational expenditure excluding (depreciation, amortisation, provision for bad debts, impairment and loss on disposal of assets)	0.09	0.23	0.25	0.82	1.60	1.41	2.25
Employee Costs	Employee Costs / Total Operating Expenditure	33.02%	35.41%	35.32%	35.70%	35.62%	32.98%	36.43%
Capital Expenditure	Capital Expenditure / Capital Budget	82.33%	78.84%	21.35%	241.30%	81.97%	95.00%	33.14%
Repairs and Maintenance as % of Total Operating Expenditure	Repairs and Maintenance / Total Operating Expenditure	2.78%	3.52%	3.81%	4.46%	4.61%	4.77%	4.72%
Repairs and Maintenance as % of PPE (Book Value)	Repairs and Maintenance / Net PPE	0.59%	0.79%	0.95%	1.06%	1.17%	1.25%	0.98%
Own Revenue Sources / Total Operating Revenue (Including operating grants)	Own Revenue Sources / Total Operating Revenue (Including Conditional Grants)	89.98%	87.04%	87.21%	69.55%	74.74%	84.20%	81.80%

The above table is discussed in details below.

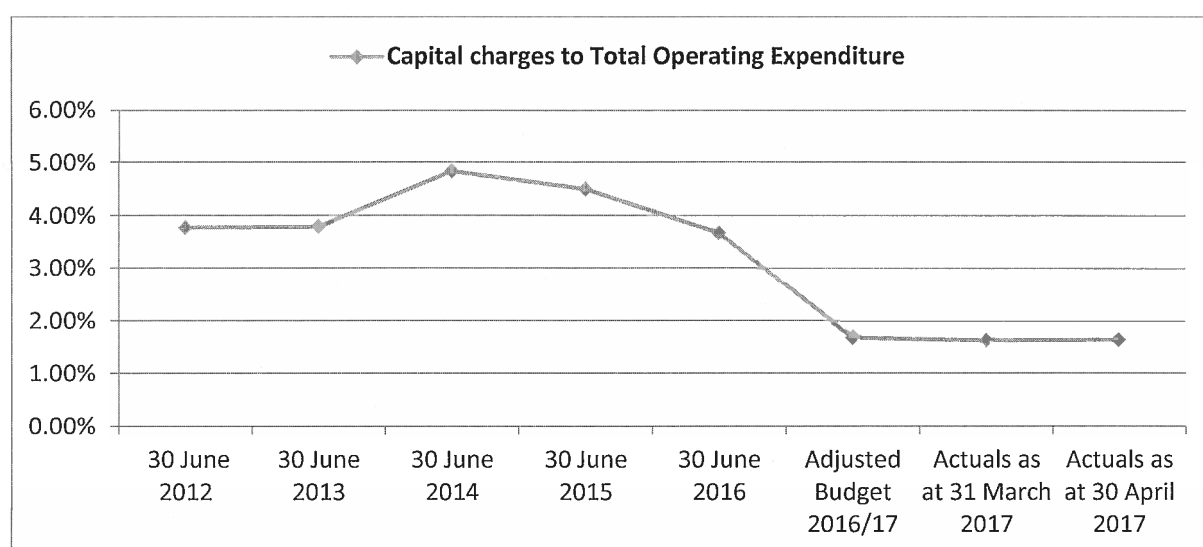
6.1. Borrowing Management

6.1.1. Capital charges to Operating Expenditure

The Ratio indicates the cost required to service the borrowing. It assesses the Borrowing or Payment obligation expressed as percentage of Total Operating Expenditure.

Capital charges/Total Operating Expenditure to date

The ratio indicates that 1.65% of the Total Operating Expenditure was utilised for capital charges as at 30 April 2017, compared to the adjusted budgeted ratio of 1.69%.



6.1.2. Borrowed funding of capital expenditure

This ratio indicates the proportion of borrowed funding to actual capital expenditure to date (excluding transfers and grants). The ratio also indicates the extent of capital expenditure being financed from borrowed funding compared to own and other funding sources, excluding transfers and grant funded expenditure.

The ratio is determined as follows:

Capital expenditure funded from Borrowings/Total Capital Expenditure to date (excluding transfers and grants)

The ratio is 0% as no capital expenditure was funded from borrowings, which is in line with the budgeted target as per the 2016/17 Operating Budget as no borrowing is planned for the 2016/17 to 2018/19 financial years.

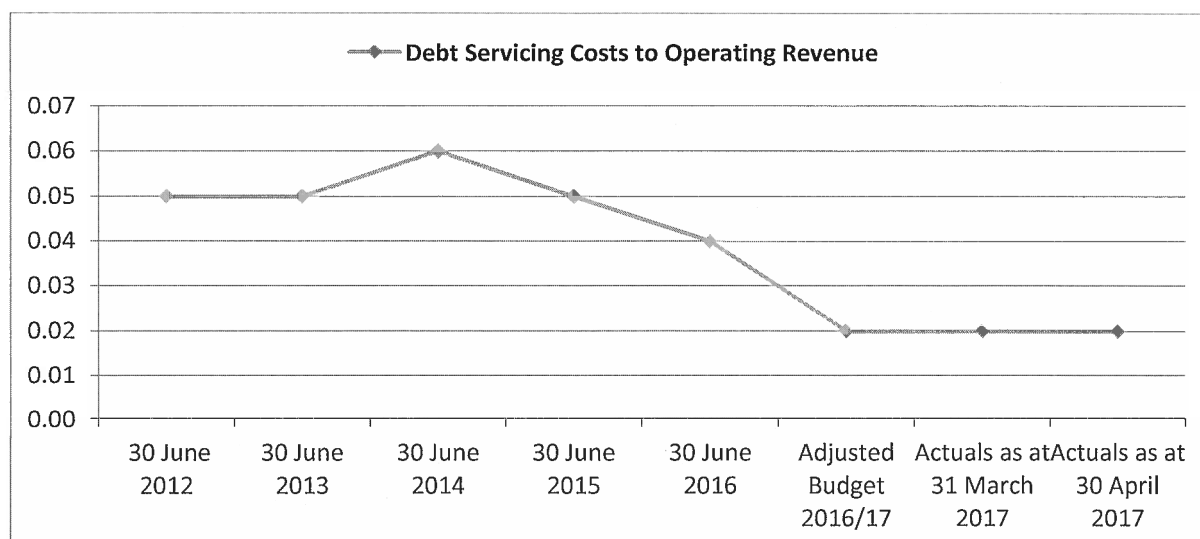
6.1.3. Debt Servicing Costs to Operating Revenue Ratio

This ratio indicates the proportion of debt servicing costs (interest and principal paid on borrowing) to actual operating revenue to date.

The ratio is determined as follows:

Debt Servicing Costs/Operating Revenue

As at 30 April 2017, the ratio was 0.02:1, compared to the budgeted ratio of 0.02:1.



6.2. Liquidity

6.2.1. Current ratio

The Ratio assesses the Municipality's ability to meet its Short-term Liabilities (Debt and Payables) with its Short-term Assets (Cash, Inventory, Receivables etc.).

The ratio is determined as follows:

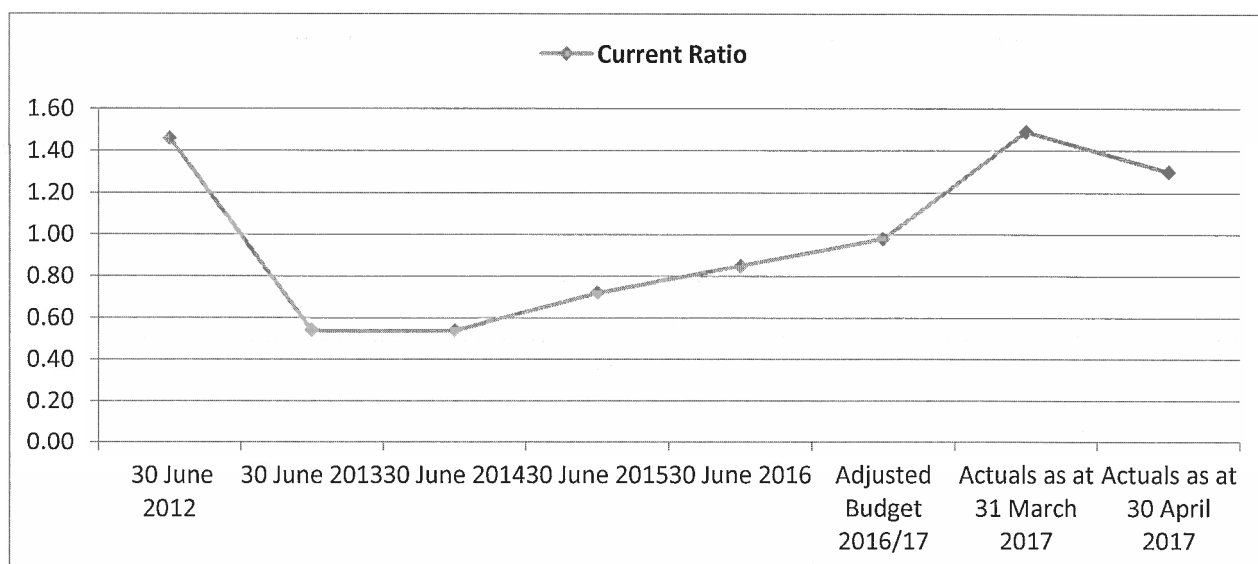
Current assets/Current liabilities

The ratio as at 30 April 2017 was 1.30:1, compared to the adjusted budget ratio of 0.98:1.

In terms of the MFMA Circular No. 71, the norm is 1.5:1 to 2:1

The higher the current Ratio, the stronger the Municipality's financial capacity to meet its current obligations.

A ratio of below 1:1 would suggest that the Municipality would be unable to meet all of its current obligations as and when they fall due.



6.2.2. Liquidity Ratio

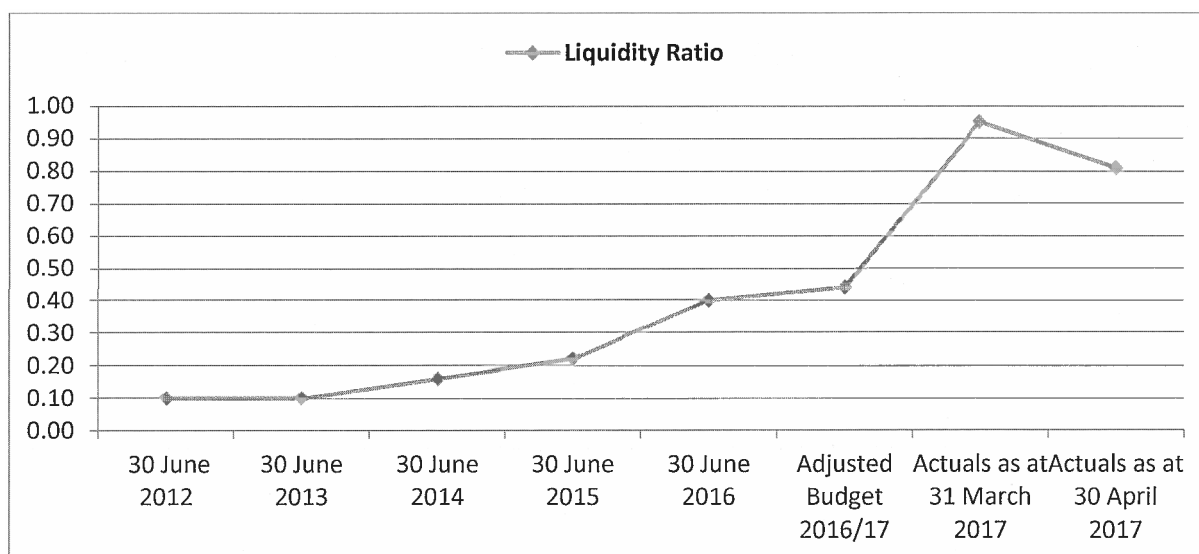
The liquidity ratio assesses a Municipality's ability to meet its short-term commitments from Monetary Assets.

The ratio is determined as follows:

$$\text{Monetary assets} / \text{Current liabilities}$$

A favourable ratio would ensure that the Municipality is able to settle its short-term commitments from monetary assets. The liquidity ratio as at 30 April 2017 was 0.81:1, compared to the adjusted budget ratio of 0.44:1.

The liquidity ratio is of the utmost importance to measure the financial liquidity and sustainability of the municipality.



6.3. Revenue Management

6.3.1. Annual Debtors Collection Rate

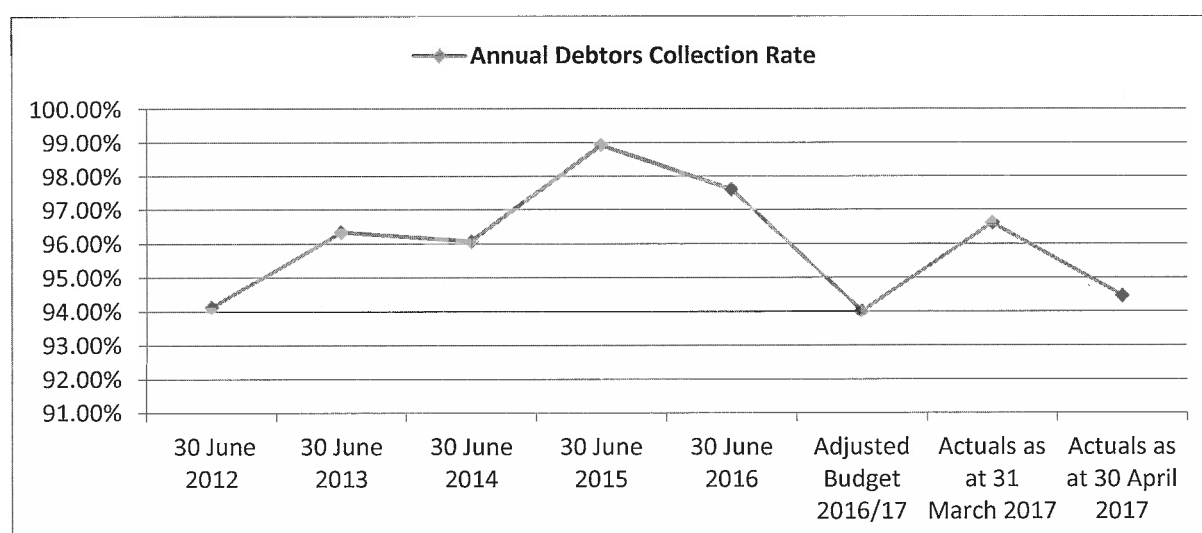
This ratio assesses the actual cash collected, compared to the monetary value of the municipal accounts rendered for municipal rates and services.

The ratio to determine the percentage collection rate is as follows:

Total Payments Received in Current month/Total Value of Accounts Rendered in the Previous Month X 100

Note: the reason for using the previous month's billing is due to the accounts only being payable the following month (i.e. account-holders are given one calendar month to pay their current accounts).

The average collection rate as at 30 April 2017 was 94.46%, compared to the budgeted collection rate of 94%. The collection rates have been calculated, based on the revenue receipted, compared to the revenue billed on a month – to – month basis.



6.4. Other indicators

6.4.1. Cost coverage

The Ratio indicates the Municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investments, without collecting any additional revenue, during that particular month.

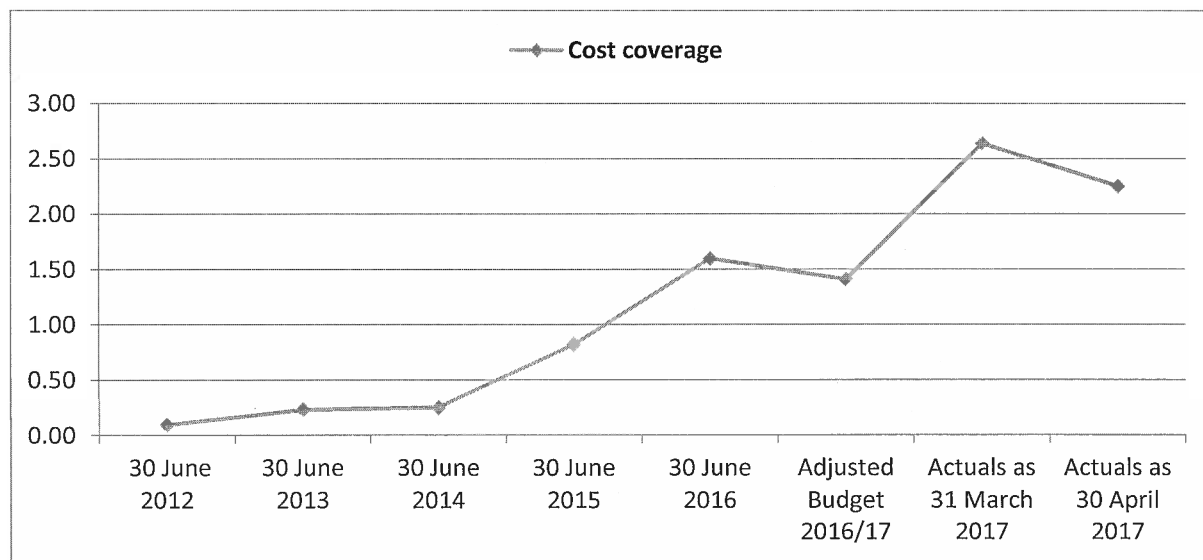
The Ratio is adjusted for Unspent Conditional Grants as the cash is not available for normal day-to-day operational expenditure, but rather reserved for Grant related expenditure.

The ratio is determined as follows:

Cash and cash equivalents – unspent conditional grants – overdraft + short-term investments/ monthly fixed operational expenditure excluding (depreciation, amortisation, provisions for bad debts, impairment and loss on the disposal of assets)

As at 30 April 2017, the Ratio was 2.25 months, compared to the adjusted budget ratio of 1.41 months.

In terms of MFMA Circular No. 71, the norm is 1 month to 3 months



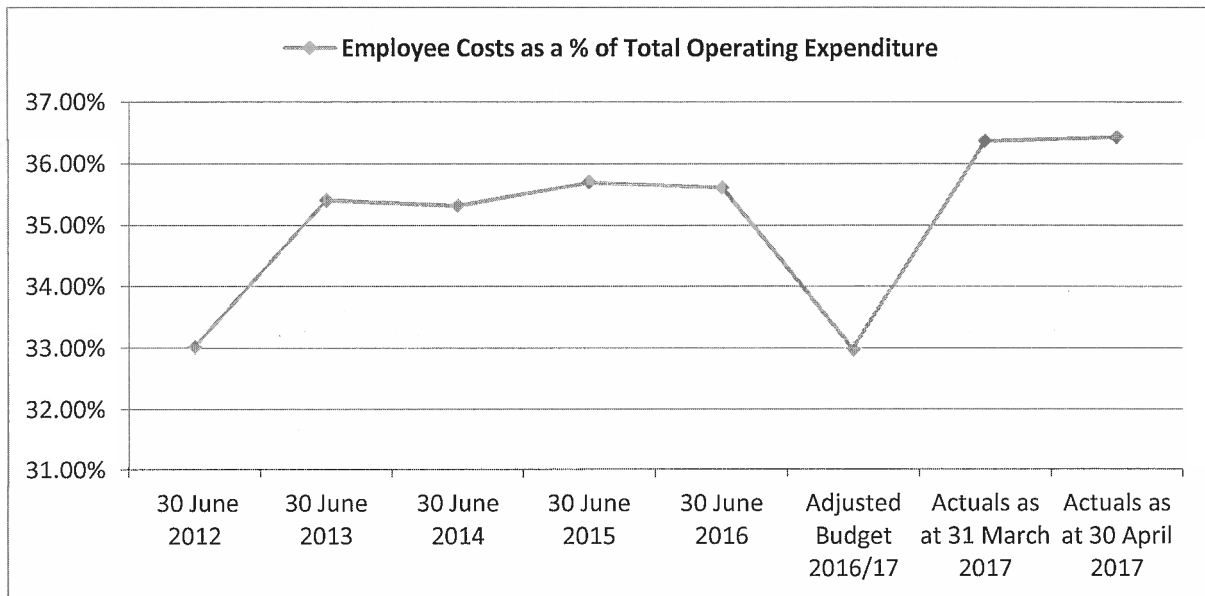
6.4.2. Employee costs as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the employment of human resources.

The ratio is determined as follows:

Employee Costs to date/Total Operating Expenditure to Date

As at 30 April 2017, Employee Related Costs constituted 36.43% of the Total Operating Expenditure, compared to the adjusted budget ratio of 32.98%.



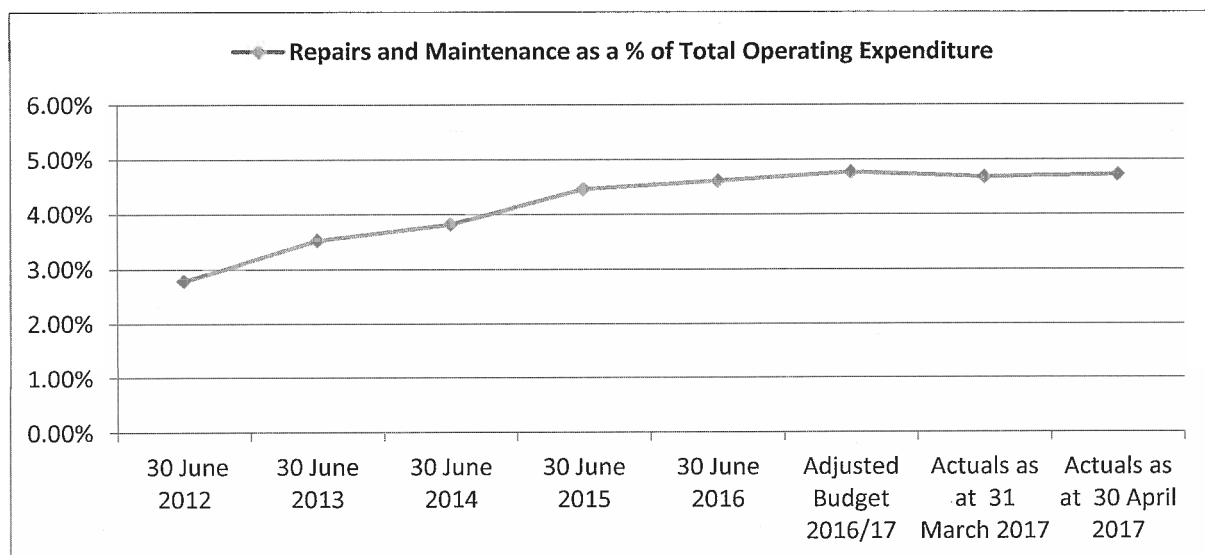
6.4.3. Repairs and Maintenance as a % of Total Operating Expenditure

This ratio assesses the extent to which the Municipality's Total Operating Expenditure is consumed by costs associated with the repairs and maintenance of its assets.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Total Operating Expenditure to date

As at 30 April 2017, the ratio was 4.72%, compared to the adjusted budget ratio of 4.77%.



6.4.4. Repairs and Maintenance as a % of the book value of Property, Plant and Equipment (PPE)

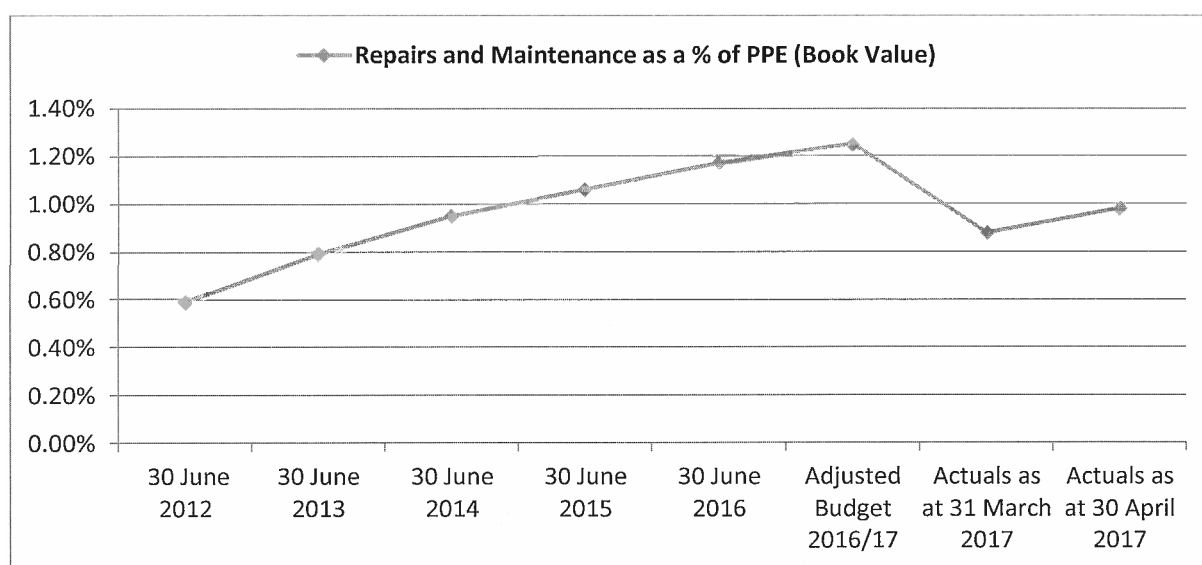
The Ratio measures the level of repairs and maintenance to ensure adequate maintenance to minimise breakdowns and interruptions in service delivery.

The ratio is determined as follows:

Repairs and maintenance expenditure to date / Book value of PPE to date

As at 30 April 2017, repairs and maintenance expenditure constituted 0.98% of the book value of PPE, compared to the adjusted budget ratio of 1.25%.

In terms of the MFMA Circular No.71, the norm is 8%.



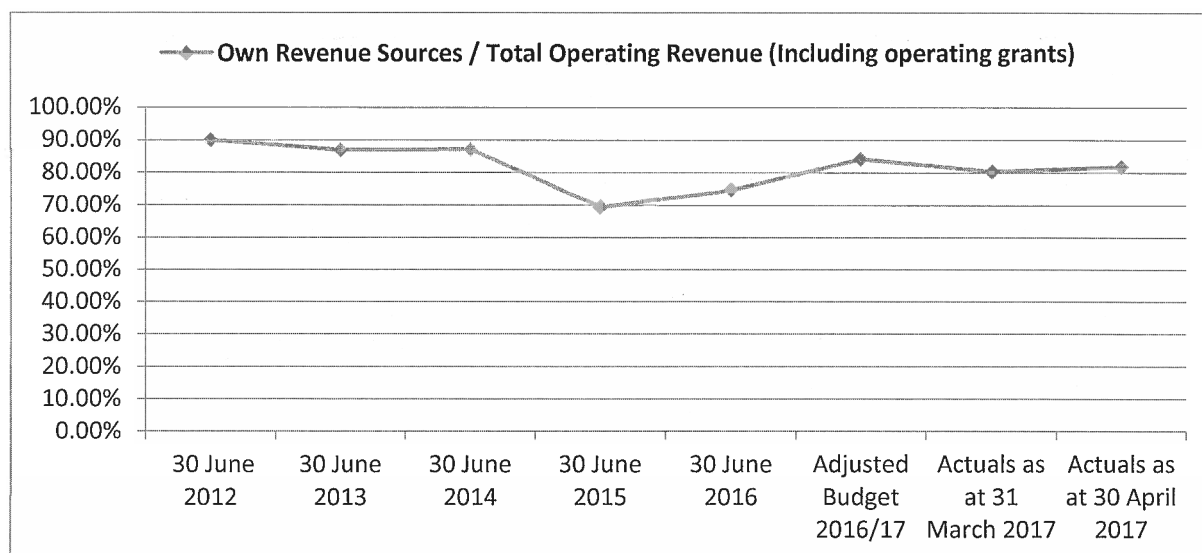
6.4.5. Own Revenue Generation

This ratio measures the extent to which the Municipality has control over its revenue sources, i.e. what percentage of its revenue is generated locally. The higher the ratio, the less reliant a Municipality is on Provincial and National Government to support its operations.

The ratio is determined as follows:

Own Revenue Sources / Total Operating Income (includes operating grants)

As at 30 April 2017, the Municipality's own revenue sources constituted 81.80% of its total Operating Income, compared to the budgeted ratio of 84.20%.



6.4.6. Capital Budget Spending

This ratio assesses the level of actual capital spending, compared to the budgeted capital expenditure.

The ratio is determined as follows:

Actual Capital spending / Approved Capital Budget

The actual spending as at the end of April 2017 amounted to 33.14%, compared to the budgeted ratio of 95%.

