

Ubuntu Municipality



*menswaardigheid • hoop • erfenis
ubuntu • ithemba • izithethe
humanity • hope • heritage*

IN-YEAR REPORT Q1 2021

September 2020

UBUNTU LOCAL MUNICIPALITY (NC071)

IN-YEAR REPORT OF MUNICIPALITY

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

Budget and Treasury Office
MFMA: Sec. 52 (d) Reporting

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GLOSSARY OF TERMS

Adjustments Budget	Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
Allocations	Money received from Provincial or National Government or other municipalities.
Budget	The financial plan of the Municipality.
Budget Related Policy	Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy.
Capital Expenditure	Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the municipality's balance sheet.
Benchmarking	The process of comparing business processes and performance to industry bests and/or best practices from other industries.
Equitable Share	A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
GFS	Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
GRAP	Generally Recognised Accounting Practice. The standard for municipal accounting.
IDP	Integrated Development Plan. The main strategic planning document of the Municipality.
KPI	Key Performance Indicators. Measures of service output and/or outcome.
MFMA	The Municipal Finance Management Act – No. 53 of 2003. The principle piece of legislation relating to municipal financial management.
MTREF	Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
Operating Expenditure	Spending on the day to day expenses of the Municipality such as salaries and wages.

- Predetermined Objectives** Strategic objectives, programs, projects, and performance indicators identified during the IDP/Budget process.
- Quarterly** Period made up of three months July - September, October - December, January - March and April - June.
- Rates** Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.
- SDBIP** Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
- Strategic Objectives** The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
- Vote** One of the main segments into which a budget is divided, usually at directorate / department level.



PART 1 – IN-YEAR REPORT

Section 1 – Mayors Report

1. The municipality is required to implement the budget in accordance with the Service Delivery and Budget Implementation Plan.
2. However, this does not happen in totality as some of the projects set out in the SDBIP are not rolled out. A revised SDBIP are therefore recommended
3. The biggest risk the municipality is currently facing are its growing debtor's book. Economically active households are not paying their municipal accounts every month.

Section 2 – Resolutions

This will be tabled at Council ON 22 January 2020 for noting.

Section 3 – Executive Summary

3.1 Revenue by source

Property rates

- o Total collection charge year to date totaled R 22 222 218 against an anticipated collection charge of R 23 130 609 as budgeted.
- o The billing has also improved due to data cleansing and strengthening of internal capacity.

Electricity service revenue

- o The municipality total electricity charged was R 1 423 688 for this quarter ended, with a total of R 4 559 481 year to date actual charges.
- o The year to date charge (R 4 559 481) exceeded the budgeted year to date billing of R 4 528 882.

Water service revenue

- o Water revenue amounted to R 690 487 for the last month of quarter one.

Sanitation service charges

- o Sewer revenue came at a total of R 407 653 for the last month of quarter one.

Refuse removal service charges

- o Refuse removal revenue collection was a total of R 252 972 for the same quarter.

It is also noted that interest on outstanding debtors makes up a significant portion of revenue, which has become a trend, indicating a high level of outstanding debtors, thus it is recommended that debt collection policy be strengthened and strictly implemented.



Operating Expenditure by type

Employee Related Cost

- Totaled R 3 025 413 for the 1st quarter ended, this figure has also factored in the 6.5% increase which was effected at the beginning of the current financial year.

Bulk Purchases

- The losses in the electricity department contributes to the high expenditure level in this department. The implementation plan approved in the Finance Committee meeting needs to be implemented as soon as possible as previously recommended.
- Total Electricity and Water bulk purchases was at R 5 211 811 for year to date ended in the 1st quarter.

Other Materials (Repairs and Maintenance)

- A maintenance plan is needed to ensure all critical repairs and maintenance are done.
- Asset management unit is working in ensuring critical infrastructure assets for basic service delivery are being identified for urgent repairs or replacement.
- Due to the municipality not currently having a sufficient and effective asset infrastructure management system in place, repairs and maintenance of infrastructure assets cannot be managed effectively, hence these expenses are incurred on a when and where needed basis by Infrastructure Department.
- A total expenditure of R 134 731 has been incurred during this 1st quarter for repairs and maintenance.

Contracted Services

- This needs to be adjusted in order to align with contract entered. Emphasis is placed on long term contracts.
- Total expenditure of R 241 074 was incurred, this can highly be attributed to contracted services rendered for AFS and Assets Register preparation.

Other Expenditures

- Serious implementation of cost containment is needed to avoid spending on non-priority items.
- A total of R 673 459 has been incurred during this 1st quarter.

Capital Expenditure

A total spending of R 1 223 863 was incurred for this quarter.

The municipality has spent R 1 476 000 on capital acquisitions to date but note also unbudgeted capital expenditure was incurred during the period, this expenditure was necessary for operational requirements.



Capital grants have been funded primarily through National Government; however internal generated funds have also been used to cater for unexpected capital acquisitions.

Cash Flows

The municipality must maintain and improve on the current cash flow management processes put in place. Clear targets need to be introduced for income and expenditure departments.

3.2 Material variances from SDBIP

There are material variances from SDBIP due to CAPEX not being rolled out according to the plan. A revised SDBIP is therefore needed.

3.3 Remedial action or Corrective steps

1. Non-financial information like Key Performance areas needs to be reworked to align with service delivery targets.



Section 4 – In-Year Budget statement table

4.1 Quarterly budget statement

4.1.1 Table C1: Quarterly Statement Summary

This table provide a summary of the most important information by pulling its information from the other tables to follow.

Northern Cape: Ubuntu(NC071) - Table C1 Monthly Budget Summary for First Quarter of 2021

Description	2019/20	Budget year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	32 481	23 131	23 131	26	22 222	5 783	16 440	284,29	23 131
Service charges	11 390	31 972	31 972	2 775	6 714	7 993	(1 279)	(16,00)	31 972
Investment revenue	209	386	386	0	52	96	(44)	(46,03)	386
Transfers and subsidies	28 631	41 866	47 499	-	16 727	22 589	(5 862)	(25,95)	47 499
Other own revenue	6 307	40 129	40 129	885	2 767	10 033	(7 265)	(72,42)	40 129
Total Revenue (excluding capital transfers and contributions)	79 018	137 484	143 117	3 685	48 483	46 494	1 989	4,28	143 117
Employee costs	38 952	38 487	38 487	3 025	11 419	9 622	1 797	18,67	38 487
Remuneration of councillors	2 806	2 977	2 977	192	772	744	28	3,79	2 977
Depreciation & asset impairment	-	24 620	24 620	-	-	6 155	(6 155)	(100,00)	24 620
Finance charges	89	6 150	6 150	-	3	1 537	(1 535)	(99,83)	6 150
Materials and bulk purchases	11 891	20 694	20 694	135	5 376	5 173	202	3,91	20 694
Transfers and subsidies	448	0	0	-	-	0	(0)	(100,00)	0
Other expenditure	15 556	55 266	56 266	915	4 823	13 999	(9 176)	(65,55)	56 266
Total Expenditure	69 742	148 194	149 194	4 266	22 393	37 231	(14 839)	(39,86)	149 194
Surplus/(Deficit)	9 276	(10 710)	(6 077)	(581)	26 090	9 263	16 827	181,66	(6 077)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	24 934	22 934	-	-	5 359	(5 359)	(100,00)	22 934
Contributions recognised - capital and contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	9 276	14 224	16 857	(581)	26 090	14 621	11 469	78,44	16 857
Share of surplus/ (deficit) of associates	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	9 276	14 224	16 857	(581)	26 090	14 621	11 469	78,44	16 857
Capital expenditure & funds sources									
Capital expenditure	14 494	25 234	24 834	1 224	1 476	5 724	(4 248)	(74,21)	24 834
Transfers recognised - capital	14 309	24 934	22 934	1 155	1 155	5 359	(4 203)	(78,44)	22 934
Borrowing	-	0	0	-	-	0	(0)	(100,00)	0
Internally generated funds	58	300	1 900	69	321	366	(45)	(12,28)	1 900
Total sources of capital funds	14 366	25 234	24 834	1 224	1 476	5 724	(4 248)	(74,21)	24 834
Financial position									
Total current assets	(9 980)	13 223	13 223	(1 318)	(5 082)	7 713	(12 794)	(165,88)	13 223
Total non current assets	-	646 678	646 278	1 224	1 476	161 086	(159 610)	(99,08)	646 278
Total current liabilities	34 907	83 078	80 285	486	(29 720)	9 591	(39 311)	(409,87)	80 285
Total non current liabilities	-	12 432	12 432	-	25	3 108	(3 084)	(99,21)	12 432
Community wealth/Equity	9 276	564 391	566 784	-	-	103 052	(103 052)	(100,00)	566 784
Cash flows									
Net cash from (used) operating	68 870	32 513	35 146	(4 265)	6 995	5 508	1 487	27,00	35 146
Net cash from (used) investing	-	(24 934)	(24 534)	-	(274)	(4 461)	4 186	(93,85)	(24 534)
Net cash from (used) financing	(5 382)	0	0	2	1	0	1	2 631,82	0
Cash/cash equivalents at the year end	78 000	9 385	12 418	6 721	6 721	1 047	5 674	541,87	12 418
Collection Rate									
Property rates	-	56,54	56,54	-	-	56,54	-	-	56,54
Service charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	90,00	90,00	-	32,37	90,00	-	-	90,00
Service charges - water revenue	-	60,00	60,00	-	30,82	60,00	-	-	60,00
Service charges - sanitation revenue	-	60,00	60,00	-	1,62	60,00	-	-	60,00
Service charges - refuse revenue	-	60,00	60,00	-	-	60,00	-	-	60,00
Interest earned - outstanding debtors	-	-	-	-	2,07	-	-	-	-

4.1.2 Table C2: Quarterly Budget Statement – Financial Performance (Standard Classification)

Northern Cape: Ubuntu(NC071) - Table C2 Monthly Budgeted Financial Performance by Functional Classification for First Quarter of 2021

Description	Ref	Budget year 2020/21								
		2019/20	Original Budget	Adjusted Budget	Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue - Functional										
<i>Municipal governance and administration</i>		69 062	85 885	91 365	836	41 608	33 625	7 983	23,74	91 365
Executive and council		250	1 059	1 059		3	265	(262)	(98,98)	1 059
Finance and administration		68 812	84 826	90 307	836	41 605	33 360	8 245	24,71	90 307
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		14	802	1 042	1	8	192	(184)	(95,99)	1 042
Community and social services		14	790	1 030	1	8	189	(181)	(95,92)	1 030
Sport and recreation		-	12	12			3	(3)	(100,00)	12
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		325	18 881	18 881	73	152	4 720	(4 568)	(96,77)	18 881
Planning and development		2	88	88	0	1	22	(21)	(96,06)	88
Road transport		323	18 793	18 793	73	152	4 698	(4 547)	(96,77)	18 793
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		9 617	56 850	54 763	2 775	6 715	13 316	(6 601)	(49,57)	54 763
Energy sources		12 238	25 655	23 568	1 424	4 559	5 517	(957)	(17,35)	23 568
Water management		(2 119)	14 872	14 872	690	481	3 718	(3 237)	(87,05)	14 872
Waste water management		451	12 293	12 293	408	867	3 073	(2 206)	(71,78)	12 293
Waste management		(954)	4 030	4 030	253	807	1 008	(201)	(19,93)	4 030
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	79 018	162 418	166 051	3 686	48 483	51 853	(3 370)	(6,50)	166 051
Expenditure - Functional										
<i>Municipal governance and administration</i>		28 239	64 192	67 654	1 863	8 106	16 846	(8 739)	(51,88)	67 654
Executive and council		4 786	5 315	5 382	400	1 330	1 346	(15)	(1,15)	5 382
Finance and administration		23 453	58 877	62 272	1 463	6 776	15 500	(8 724)	(56,28)	62 272
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 693	8 563	8 404	150	553	2 101	(1 548)	(73,68)	8 404
Community and social services		1 663	6 525	6 388	139	517	1 597	(1 080)	(67,64)	6 388
Sport and recreation		30	2 026	2 004	11	36	501	(465)	(92,76)	2 004
Public safety		-	12	12			3	(3)	(100,00)	12
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		18 248	22 766	21 051	1 128	4 284	5 263	(979)	(18,60)	21 051
Planning and development		11 220	4 322	3 004	738	2 302	751	1 551	206,52	3 004
Road transport		7 028	18 444	18 046	390	1 981	4 512	(2 530)	(56,08)	18 046
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		24 573	52 672	52 085	1 125	9 449	13 022	(3 572)	(27,43)	52 085
Energy sources		13 671	26 907	26 801	163	5 436	6 700	(1 264)	(18,87)	26 801
Water management		3 521	5 326	5 229	248	1 413	1 307	105	8,05	5 229
Waste water management		4 461	11 815	11 470	235	1 513	2 868	(1 355)	(47,24)	11 470
Waste management		2 920	8 623	8 585	480	1 088	2 146	(1 059)	(49,32)	8 585
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	72 753	148 194	149 194	4 266	22 393	37 231	(14 839)	(39,86)	149 194
Surplus/ (Deficit) for the year		6 264	14 224	16 857	(581)	26 090	14 621	11 469	78,44	16 857

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Finance Statistics and Sub-functions.

4.1.3 Table C3: Quarterly Budget Statement – Financial Performance (municipal vote classification)

Choose name from list - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03

Vote Description	Ref	Budget Year 2020/21								
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		(0)	-	-	-	-	-	-	-	-
Vote 2 - Financial Services Directorate		68 585	67 562	72 955	-	40 724	29 023	11 702	40,3%	72 955
Vote 3 - Corporals & Community Services		631	37 806	38 046	-	95	9 443	(9 348)	-99,0%	38 046
Vote 4 - Infrastructure & Planning		9 801	57 049	55 049	(170)	3 808	13 387	(9 580)	-71,6%	55 049
Vote 5 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	79 018	162 418	166 051	(170)	44 627	51 853	(7 225)	-13,9%	166 051
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		394	3 058	3 058	-	181	765	(583)	-76,3%	3 058
Vote 2 - Financial Services Directorate		16 368	53 969	54 969	-	4 080	13 674	(9 594)	-70,2%	54 969
Vote 3 - Corporals & Community Services		18 758	21 256	21 256	-	3 091	5 314	(2 223)	-41,8%	21 256
Vote 4 - Infrastructure & Planning		33 169	66 711	66 711	-	10 086	16 678	(6 592)	-39,5%	66 711
Vote 5 - COMMUNITY & SOCIAL SERVICES		-	-	-	-	-	-	-	-	-
Vote 6 - Executive and Council		4 057	3 200	3 200	-	753	800	(47)	-5,9%	3 200
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	72 746	148 194	149 194	-	18 191	37 231	(19 040)	-51,1%	149 194
Surplus/ (Deficit) for the year	2	6 272	14 224	16 857	(170)	26 436	14 621	11 815	80,8%	16 857

The budget is approved by council on the municipal vote level. The municipal votes reflect the organizational structure of the municipality.

4.1.4 Table C4: Quarterly Budget Statement – Financial Performance (Revenue & Expenditure)

This table reflects the operating budget and actual figures of the financial performance. The revenue is specifically set out by source since council approves the revenue budget by source and expenditure budget by vote.

Northern Cape: Ubuntu(NC071) - Table C4 Monthly Budgeted Financial Performance (All) for First Quarter of 2021

Description	Ref	2019/20	Budget year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		32 481	23 131	23 131	26	22 222	5 783	16 440	284,29	23 131
Service charges - electricity revenue		12 054	18 115	18 115	1 424	4 559	4 529	31	0,68	18 115
Service charges - water revenue		(161)	5 035	5 035	690	481	1 259	(777)	(61,76)	5 035
Service charges - sanitation revenue		451	4 793	4 793	408	867	1 198	(331)	(27,63)	4 793
Service charges - refuse revenue		(955)	4 029	4 029	253	806	1 007	(201)	(19,94)	4 029
Rental of facilities and equipment		183	216	216	19	56	54	2	4,42	216
Interest earned - external investments		209	386	386		52	96	(44)	(46,03)	386
Interest earned - outstanding debtors		5 560	3 361	3 361	773	2 507	840	1 667	198,37	3 361
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		38	35 406	35 406			8 852	(8 852)	(100,00)	35 406
Licences and permits		-	-	-						
Agency services		309	371	371	72	149	93	56	60,15	371
Transfers and subsidies		28 631	41 866	47 499		16 727	22 589	(5 862)	(25,95)	47 499
Other revenue		211	776	776	21	54	194	(140)	(71,97)	776
Gains		-	(0)	(0)			(0)	0	(100,00)	(0)
Total Revenue (excluding capital transfers and contributions)		79 011	137 484	143 117	3 686	48 482	46 494	1 988	4,27	143 117
Expenditure By Type										
Employee related costs		38 952	38 487	38 487	3 025	11 419	9 622	1 797	18,67	38 487
Remuneration of councillors		2 806	2 977	2 977	192	772	744	28	3,79	2 977
Debt impairment		-	37 203	37 203			9 301	(9 301)	(100,00)	37 203
Depreciation and asset impairment		-	24 620	24 620			6 155	(6 155)	(100,00)	24 620
Finance charges		89	6 150	6 150		3	1 537	(1 535)	(99,83)	6 150
Bulk purchases		11 565	20 661	20 661		5 212	5 165	47	0,90	20 661
Other materials		326	33	33	135	164	8	156	1 874,90	33
Contracted services		6 174	6 232	6 232	241	1 031	1 558	(527)	(33,85)	6 232
Transfers and subsidies		448	0	0			0	(0)	(100,00)	0
Other expenditure		9 382	11 831	12 831	673	3 792	3 140	652	20,77	12 831
Losses		-	(0)	(0)			(0)	0	(100,00)	(0)
Total Expenditure		69 742	148 194	149 194	4 266	22 393	37 231	(14 839)	(39,86)	149 194
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		9 269	(10 710)	(6 077)	(581)	26 089	9 263	16 826	181,65	(6 077)
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Depart Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)			24 934	22 934			5 359	(5 359)	(100,00)	22 934
Transfers and subsidies - capital (in-kind - all)		9 269	14 224	16 857	(581)	26 089	14 621	11 468	78,43	16 857
Surplus/(Deficit) after capital transfers and contributions										
Taxation		9 269	14 224	16 857	(581)	26 089	14 621	11 468	78,43	16 857
Surplus/(Deficit) after taxation										
Attributable to minorities		9 269	14 224	16 857	(581)	26 089	14 621	11 468	78,43	16 857
Surplus/(Deficit) attributable to municipality										
Share of surplus/ (deficit) of associates										
Surplus/(Deficit) for the year		9 269	14 224	16 857	(581)	26 089	14 621	11 468	78,43	16 857

The municipality charged more property rates than what was budgeted for due to data cleansing and strengthening collection methods.

Sanitation and Refuse revenue are under charged. Rental of facilities and equipment has improved due cleansing of rental registers.

Fines and penalties will only be accounted for at year end. License and permits underperform due to late opening and verification process of Victoria West traffic department. More other revenue was received than what was anticipated. There is an overspending on other materials.

4.1.5 Table C5: Quarterly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

Northern Cape: Ubuntu(NC071) - Table C5 Monthly Budgeted Capital Expenditure by Functional Classification and Funding for First Quarter of 2021

Description	Ref	2019/20	Budget year 2020/21		Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget						
Capital Expenditure - Functional										
<i>Municipal governance and administration</i>		-	0	0	21	21	0	21	191 781,82	0
Executive and council			0	0			0	(0)	(100,00)	0
Finance and administration			0	0	21	21	0	21	210 970,00	0
Internal audit										
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-
Community and social services										
Sport and recreation										
Public safety										
Housing										
Health										
<i>Economic and environmental services</i>		-	0	0	-	-	0	(0)	(100,00)	0
Planning and development										
Road transport			0	0			0	(0)	(100,00)	0
Environmental protection										
<i>Trading services</i>		-	24 934	24 534	1 155	1 155	5 649	(4 494)	(79,55)	24 534
Energy services			7 500	5 500	1 155	1 155	1 000	155	15,51	5 500
Water management			17 434	17 434			4 359	(4 359)	(100,00)	17 434
Waste water management				1 600			291	(291)	(100,00)	1 600
Waste management										
<i>Other</i>			300	300	48	300	75	225	299,83	300
Total Capital Expenditure - Functional	3	-	25 234	24 834	1 224	1 476	5 724	(4 248)	(74,21)	24 834
Funded by										
National Government			24 934	22 934	1 155	1 155	5 359	(4 203)	(78,44)	22 934
Provincial Government										
District Municipality										
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov/ Depart Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Education Institutions)										
Transfers recognised - capital			24 934	22 934	1 155	1 155	5 359	(4 203)	(78,44)	22 934
Borrowing	6		0	0			0	(0)	(100,00)	0
Internally generated funds			300	1 900	69	321	366	(45)	(12,28)	1 900
Total Capital Funding		-	25 234	24 834	1 224	1 476	5 724	(4 248)	(74,21)	24 834

Table C5 depicts Capital Expenditure by standard classification and funding of these capital expenditures.

4.1.6 Table C6: Quarterly Budget Statement – Financial Position

Northern Cape: Ubuntu(NC071) - Table C6 Monthly Budget Statement - Financial Position (All) M03 of 2021

Description	Ref	2019/20	Budget year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YTD Actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		4 744	2 385	2 385	58 244	2 385
Call deposits and investments		-	0	0	17 617	0
Consumer debtors		13 351	10 838	10 838	-	10 838
Other debtors		938	0	0	111 413	0
Current portion of long-term receivables		27 361	-	-	-	-
Inventory		81	0	0	-	0
Total current assets		46 475	13 223	13 223	187 274	13 223
Non current assets						
Long-term receivables		-				
Investments		-				
Investment property		47 391	29 638	29 638	29 638	29 638
Investment in Associate		-				
Property, plant and equipment		537 635	617 014	616 614	616 614	616 614
Biological		-				
Intangible		22	27	27	27	27
Other non-current assets		-	0	0		0
Total non current assets		585 048	646 678	646 278	646 278	646 278
TOTAL ASSETS		631 522	659 901	659 501	833 552	659 501
LIABILITIES						
Current liabilities						
Bank overdraft		-				
Borrowing		5 551	0	0	-	0
Consumer deposits		200	0	0	0	0
Trade and other payables		105 332	80 000	77 207	93 854	77 207
Provisions		3 760	3 077	3 077	3 077	3 077
Total current liabilities		114 842	83 078	80 285	96 932	80 285
Non current liabilities						
Financial liabilities		107	1 619	1 619	-	1 619
Provisions		31 678	10 814	10 814	10 814	10 814
Total non current liabilities		31 785	12 432	12 432	10 814	12 432
TOTAL LIABILITIES		146 627	95 510	92 717	107 745	92 717
NET ASSETS	2	484 895	564 391	566 784	725 807	566 784
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		484 895	564 391	566 784		566 784
Reserves						
TOTAL COMMUNITY WEALTH/EQUITY	2	484 895	564 391	566 784	-	566 784

4.1.7 Table C7: Quarterly Budget Statement – Cash Flow

This table includes the balance of cashbook and current investment deposits

Northern Cape: Ubuntu(NC071) - Table C7 Monthly Budgeted Cash Flows (All) for M03 September 2020

Description	Ref	2019/20	Budget year 2020/21							Full Year Forecast
			Audited Outcome	Original Budget	Adjusted Budget	M03 Sep Actual	YTD Actual	YTD Budget	YTD Variance	
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates			13 079	13 079	1 318	2 654	3 270	(3 270)	(100,00)	13 079
Service charges		22 534	24 618	24 618	1 318	6 038	6 154	(4 516)	(73,38)	24 618
Other revenue			11 984	11 984	93	1 291	2 996	(2 857)	(95,36)	11 984
Transfers and Subsidies - Operational	1	60 783	41 866	47 499	-	19 859	8 904	10 955	123,04	47 499
Transfers and Subsidies - Capital	1		24 934	22 934	-	7 750	5 359	2 391	44,63	22 934
Interest		8 914	2 402	2 402	30	81	600	(600)	(100,00)	2 402
Dividends					-	-		1		
Payments										
Suppliers and employees		(61 244)	(80 221)	(81 221)	(2 405)	(9 546)	(20 238)	(2 152)	10,63	(81 221)
Finance charges		(11 883)	(6 150)	(6 150)	-	-	(1 537)	1 535	(99,83)	(6 150)
Transfers and Grants	1		(0)	(0)	-	-	(0)	0	(100,00)	(0)
NET CASH FROM/(USED) OPERATING ACTIVITIES		19 104	32 513	35 146	354	28 127	5 508	1 487	27,00	35 146
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current debtors (not used)										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments										
Payments										
Capital assets		(6 267)	(24 934)	(24 534)	(1 462)	(2 250)	(4 461)	4 186	(93,85)	(24 534)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(6 267)	(24 934)	(24 534)	(1 462)	(2 250)	(4 461)	4 186	(93,85)	(24 534)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing										
Increase (decrease) in consumer deposits			0		-	-	0	1	3 238,89	
Payments										
Repayment of borrowing		(200)	0	0			0	(0)	(100,00)	0
NET CASH FROM/(USED) FINANCING ACTIVITIES		(200)	0	0	-	-	0	1	2 631,82	0
NET INCREASE/ (DECREASE) IN CASH HELD		12 638	7 579	10 612	(2 669)	13 826	1 047	5 674	541,88	10 612
Cash/cash equivalents at the year begin:		1 860	1 806	1 806	21 239	44 418	0	44 418	296 117 277,47	1 806
Cash/cash equivalents at the year end:	2	14 498	9 385	12 418	18 570	58 244	1 047	50 091	4 783,87	12 418

Refer to PART 2 Section 7 for a more comprehensive picture of the cash position of the municipality which includes non-current investments and commitments against available resources.

Due to billing more than what was budgeted for property rates the municipality collected more on property rates than what was anticipated.

There was an under collection of service charges which can also be attributed to Covid-19 outbreak.

Reason for overpayment of suppliers and employees is due to paying off creditors and salary third party payments.

PART 2 – SUPPORTING DOCUMENTATION

Section 5 – Debtors Analysis

5.1 Supporting Table SC3

Choose name from list - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2020/21									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts I.L.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	1 250	1 006	1 236	845	1 022	789	3 734	24 105	34 026	30 495	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	998	502	425	299	272	280	1 454	4 838	9 069	7 144	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	1 947	1 747	1 694	1 589	1 573	1 547	6 758	16 537	33 322	28 004	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	566	446	433	383	382	368	2 141	10 599	15 737	14 272	-	-
Receivables from Exchange Transactions - Waste Management	1600	593	487	470	425	421	412	2 342	12 667	17 816	16 267	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	15	15	14	14	13	7	44	1 030	1 154	1 110	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, futile and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	6	4	4	4	3	3	18	175	219	205	-	-
Total By Income Source	2000	5 435	4 208	4 275	3 560	3 688	3 407	18 492	70 352	111 413	97 496	-	-
2019/20 - totals only		5 470	4 774	3 766	3 813	3 572	3 670	3 183	82 391	110 639	86 829	0	0
Debtors Age Analysis By Customer Group													
Organs of State	2200	1 597	1 158	1 174	997	951	958	3 742	3 888	14 505	10 536	-	-
Commercial	2300	1 214	838	743	674	653	612	3 221	8 222	16 246	13 451	-	-
Households	2400	2 366	1 977	2 142	1 722	1 908	1 673	8 576	51 913	72 255	65 791	-	-
Other	2500	239	193	216	178	164	164	883	6 329	8 366	7 718	-	-
Total By Customer Group	2600	5 435	4 208	4 275	3 560	3 688	3 407	18 492	70 352	111 413	97 496	-	-

Majority of the debt from households are from indigents. Currently we are in the process of identifying and with Council recommendation writing off irrecoverable debt.

Section 6 – Creditor’s Analysis

6.1 Supporting Table SC4

Choose name from list - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2020/21									Total	Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
R thousands												
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	2 223	2 480	2 424	65 720	-	-	-	-	-	72 847	-
Bulk Water	0200	93	-	-	-	-	1	-	-	-	94	-
PAYE deductions	0300	415	524	409	333	30	-	-	-	-	1 712	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	611	579	588	543	539	2 515	-	-	-	5 376	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	735	348	473	463	2 476	3 211	-	-	-	7 706	0
Auditor General	0800	33	42	82	67	45	5 484	-	-	-	5 754	-
Other	0900	367	-	-	-	-	-	-	-	-	367	-
Total By Customer Type	1000	4 477	3 973	3 977	67 126	3 091	11 211	-	-	-	93 854	0

There is a material decrease in all creditors except for bulk electricity. The municipality is busy with cost of supply studies, field verifications plans and other methods in addressing this huge risk. The bulk electricity account is just increasing every month.

Section 7 – Investment Portfolio Analysis

7.1 Supporting Table SC5

Call Investment accounts looks as follows at 30 September 2020.

NC071 Ubuntu - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/No)	Variable or Fixed Interest rate	Interest Rate	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
		Yrs/Months												
Municipality														
BIBLIOTEEK PROJEK			Call Investment							1				1
DEERNISFOND S IOT			Call Investment							5 458	8	1 855		3 611
EIEFONDSE			Call Investment							52	0			52
ELECTRICAL PROJECT			Call Investment							2 033	2	1 476		559
EPWP PROJEK			Call Investment							125	0	89		36
ESKOM PAYMENTS STRAT			Call Investment							79	1	313	1 486	1 254
FMG GRANT			Call Investment							2 928	4	458		2 475
KERKSTRAAT SUBSIDIE			Call Investment							141				141
MIFONDSE			Call Investment							4 358	7			4 365
PROJ CONSOLIDAT MSIG			Call Investment							56	0			56
RETENTIONS			Call Investment							1 149	2	56	148	1 242
WSIG			Call Investment							3 820	6			3 826
Municipality sub-total										20 201		4 247	1 634	17 617

These investments form part of cash and cash equivalents on C6.

Section 8 – Allocations, grant receipts and expenditure

8.1 Supporting Table SC6

Choose name from list - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	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:	1,2	35 103	41 096	46 489	--	16 727	22 406	(5 679)	-25,3%	46 489
Local Government Equitable Share		31 602	41 096	46 489	--	16 727	22 406	(5 679)	-25,3%	46 489
Finance Management		2 435								
EPWP Incentive		1 000								
COVID-19 COGTA Incentive grant		66								
Provincial Government:		660	770	1 010	--	--	184	(184)	-100,0%	1 010
Sport and Recreation		660	770	1 010	--	--	184	(184)	-100,0%	1 010
Other transfers and grants [insert description]		--	--	--	--	--	--	--	--	--
District Municipality:		--	--	--	--	--	--	--	--	--
[insert description]		--	--	--	--	--	--	--	--	--
Other grant providers:		--	--	--	--	--	--	--	--	--
[insert description]		--	--	--	--	--	--	--	--	--
Total Operating Transfers and Grants	5	35 763	41 866	47 499	--	16 727	22 589	(5 862)	-26,0%	47 499
Capital Transfers and Grants										
National Government:		20 158	24 934	22 934	--	--	5 359	(5 359)	-100,0%	22 934
Municipal Infrastructure Grant (MIG)		9 970	24 934	22 934	--	--	5 359	(5 359)	-100,0%	22 934
INEP & WSIG		10 188								
Provincial Government:		--	--	--	--	--	--	--	--	--
[insert description]		--	--	--	--	--	--	--	--	--
District Municipality:		--	--	--	--	--	--	--	--	--
[insert description]		--	--	--	--	--	--	--	--	--
Other grant providers:		--	--	--	--	--	--	--	--	--
[insert description]		--	--	--	--	--	--	--	--	--
Total Capital Transfers and Grants	5	20 158	24 934	22 934	--	--	5 359	(5 359)	-100,0%	22 934
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	55 921	66 800	70 433	--	16 727	27 948	(11 221)	-40,1%	70 433

Except from the MIG grant all grants has been received as per National Treasury payment plans. An extra unbudgeted R5 m was receive for COGTA. This was through the adjustment provincial appropriation bill.

8.2 Supporting Table SC7 (1) – Grand Expenditure

Choose name from list - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	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:		35 092	41 096	-	2 584	12 152	10 274	1 878	18,3%	0
Local Government Equitable Share		31 602	37 172		1 855	11 269	9 293	1 976	21,3%	0
Finance Management		2 435	1 057		638	638	264	373	141,3%	
EPWP Incentive		989	2 867		91	245	717	(471)	-65,8%	
COVID-19 COGTA Incentive grant		66								
Provincial Government:		660	760	-	69	206	190	16	8,4%	-
Sport and Recreation		660	760	-	69	206	190	16	8,4%	-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total operating expenditure of Transfers and Grants:		35 752	41 856	-	2 652	12 358	10 464	1 894	18,1%	0
Capital expenditure of Transfers and Grants										
National Government:		17 885	24 934	-	1 328	1 476	6 234	(4 758)	-76,3%	-
Municipal Infrastructure Grant (MIG)		7 680	9 934	-	-	-	2 484	(2 484)	-100,0%	-
INEP & WSIG		10 205	15 000	-	1 328	1 476	3 750	(2 274)	-60,6%	-
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		17 885	24 934	-	1 328	1 476	6 234	(4 758)	-76,3%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		53 637	66 790	-	3 981	13 834	16 698	(2 864)	-17,2%	0

8.3 Supporting Table SC7 (2) – Grant Expenditure against approved rollovers

Choose name from list - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 Septem

Description	Ref	Budget Year 2020/21				
		Approved Rollover 2019/20	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Other transfers and grants [insert description]						
Provincial Government:		-	-	-	-	
Other transfers and grants [insert description]						
District Municipality:		-	-	-	-	
[insert description]						
Other grant providers:		-	-	-	-	
[insert description]						
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Other capital transfers [insert description]						
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

Section 9 – Councilor’s allowances and employee benefits

9.1 Supporting Table SC8

Choose name from list - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September

Summary of Employee and Councilor remuneration	Ref	Budget Year 2020/21								
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		2 015	1 988	1 988	--	441	497	(56)	-11%	1 988
Pension and UIF Contributions		--	0	0	--	--	0	(0)	-100%	0
Medical Aid Contributions		--	0	0	--	--	0	(0)	-100%	0
Motor Vehicle Allowance		490	678	678	--	67	169	(102)	-60%	678
Cellphone Allowance		203	311	311	--	73	78	(5)	-6%	311
Housing Allowances		--	--	--	--	--	--	--	--	--
Other benefits and allowances		97	0	0	--	--	0	(0)	-100%	0
Sub Total - Councillors		2 806	2 977	2 977	--	581	744	(163)	-22%	2 977
% Increase	4		6,1%	6,1%						6,1%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	539	4 710	4 710	--	187	1 178	(990)	-84%	4 710
Pension and UIF Contributions		65	114	114	--	19	29	(10)	-34%	114
Medical Aid Contributions		--	0	0	--	--	0	(0)	-100%	0
Overtime		--	0	0	--	--	0	(0)	-100%	0
Performance Bonus		78	52	52	--	--	13	(13)	-100%	52
Motor Vehicle Allowance		35	63	63	--	25	16	9	60%	63
Cellphone Allowance		--	0	0	--	--	0	(0)	-100%	0
Housing Allowances		--	0	0	--	--	0	(0)	-100%	0
Other benefits and allowances		304	94	94	--	108	23	85	361%	94
Payments in lieu of leave		--	0	0	--	--	0	(0)	-100%	0
Long service awards		--	--	--	--	--	--	--	--	--
Post-retirement benefit obligations	2	--	--	--	--	--	--	--	--	--
Sub Total - Senior Managers of Municipality		1 020	5 033	5 033	--	339	1 258	(919)	-73%	5 033
% Increase	4		393,3%	393,3%						393,3%
Other Municipal Staff										
Basic Salaries and Wages		26 776	23 766	23 766	--	6 164	5 942	223	4%	23 766
Pension and UIF Contributions		4 832	4 924	4 924	--	1 072	1 231	(159)	-13%	4 924
Medical Aid Contributions		933	491	491	--	94	123	(29)	-24%	491
Overtime		1 428	0	0	--	220	0	220	1373094%	0
Performance Bonus		2 168	1 658	1 658	--	397	415	(17)	-4%	1 658
Motor Vehicle Allowance		289	0	0	--	38	0	38	476525%	0
Cellphone Allowance		156	4	4	--	1	1	(0)	-34%	4
Housing Allowances		154	355	355	--	41	89	(48)	-54%	355
Other benefits and allowances		968	2 257	2 257	--	20	564	(544)	-96%	2 257
Payments in lieu of leave		53	0	0	--	--	0	(0)	-100%	0
Long service awards		12	--	--	--	--	--	--	--	--
Post-retirement benefit obligations	2	164	0	0	--	8	0	8	84767%	0
Sub Total - Other Municipal Staff		37 932	33 454	33 454	--	8 054	8 364	(310)	-4%	33 454
% Increase	4		-11,8%	-11,8%						-11,8%
Total Parent Municipality		41 758	41 464	41 464	--	8 975	10 366	(1 392)	-13%	41 464

Section 10 – Capital program performance

10.1 Supporting Table SC12

Choose name from list - Supporting Table SC12 Monthly Budget Statement - capital expenditure trend - M03 September

Month	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	-	2 103	1 478	224	224	1 478	1 253	84,8%	1%
August	-	2 103	2 123	28	252	3 601	3 349	93,0%	1%
September	-	2 103	2 123	-		5 724	-		
October	-	2 103	2 123	-		7 848	-		
November	-	2 103	2 123	-		9 971	-		
December	-	2 103	2 123	-		12 094	-		
January	-	2 103	2 123	-		14 218	-		
February	-	2 103	2 123	-		16 341	-		
March	-	2 103	2 123	-		18 464	-		
April	-	2 103	2 123	-		20 587	-		
May	-	2 103	2 123	-		22 711	-		
June	16 017	2 103	2 123	-		24 834	-		
Total Capital expenditure	16 017	25 234	24 834	252					

In table C5 it was detected that the MIG grant contributes to the skew representation of performance.

10.2 Supporting Table SC13 (a)(b) & (d)

Northern Cape: Ubuntu(NC071) - Table SC13a Monthly Budget Statement - Capital Expenditure on New Assets by Asset Class (All) for First Quarter of 2021

Description	2019/20	2020/21		Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget						
Capital Expenditure on new assets by Asset Class/Sub-class									
Infrastructure	15 926	15 000	13 000	224	224	2 875	(2 875)	(100,00)	13 000
Electrical Infrastructure	-	7 500	5 500	-	-	1 000	(1 000)	(100,00)	5 500
LV Networks	-	7 500	5 500	-	-	1 000	(1 000)	(100,00)	5 500
Water Supply Infrastructure	15 926	7 500	7 500	224	224	1 875	(1 875)	(100,00)	7 500
Distribution	-	7 500	7 500	-	-	1 875	(1 875)	(100,00)	7 500
Intangible Assets	-	0	0	-	-	0	(0)	(100,00)	0
Licences and Rights	-	0	0	-	-	0	(0)	(100,00)	0
Computer Software and Applications	-	0	0	-	-	0	(0)	(100,00)	0
Furniture and Office Equipment	91	300	300	28	28	75	246	327,97	300
Furniture and Office Equipment	91	300	300	28	28	75	246	327,97	300
Machinery and Equipment	-	0	0	-	-	0	(0)	(100,00)	0
Machinery and Equipment	-	0	0	-	-	0	(0)	(100,00)	0
Transport Assets	-	0	1 600	-	-	291	(291)	(100,00)	1 600
Transport Assets	-	0	1 600	-	-	291	(291)	(100,00)	1 600
Total Capital Expenditure on new assets	16 017	15 300	14 900	252	252	3 241	(2 920)	(90,10)	14 900

Northern Cape: Ubuntu(NC071) - Table SC13b Monthly Budget Statement - Capital Expenditure on Renewal of existing assets by Asset Class (All) for First Quarter of 2021

Description	2019/20	2020/21		Monthly Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget						
Capital Expenditure on Renewal of existing assets by Asset Class/Sub-class									
Infrastructure	-	9 934	9 934	-	1 155	2 484	(1 328)	(53,49)	9 934
Electrical Infrastructure	-	-	-	-	1 155	-	1 155	-	-
LV Networks	-	-	-	-	1 155	-	1 155	-	-
Water Supply Infrastructure	-	9 934	9 934	-	-	2 484	(2 484)	(100,00)	9 934
Distribution	-	9 934	9 934	-	-	2 484	(2 484)	(100,00)	9 934
Total Capital Expenditure on renewal of existing assets	-	9 934	9 934	-	1 155	2 484	(1 328)	(53,49)	9 934

Northern Cape: Ubuntu(NC071) - Table SC13d Monthly Budget Statement - Depreciation by Asset Class (All) for First Quarter of 2021

Description	2019/20	2020/21		M03 Sept Actual	YTD Actual	YTD Budget	YTD Variance	YTD variance %	Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget						
Depreciation by Asset Class/Sub-class									
Infrastructure	16 564	18 432	18 432	-	-	4 608	(4 608)	(100,00)	18 432
Roads Infrastructure	2 761	10 849	10 849	-	-	2 712	(2 712)	(100,00)	10 849
Roads	920	10 575	10 575	-	-	2 644	(2 644)	(100,00)	10 575
Road Structures	920	45	45	-	-	11	(11)	(100,00)	45
Road Furniture	920	229	229	-	-	57	(57)	(100,00)	229
Storm water Infrastructure	2 761	487	487	-	-	122	(122)	(100,00)	487
Drainage Collection	1 380	5	5	-	-	1	(1)	(100,00)	5
Storm water Conveyance	1 380	482	482	-	-	120	(120)	(100,00)	482
Electrical Infrastructure	2 761	1 143	1 143	-	-	285	(285)	(100,00)	1 143
Power Plants	690	0	0	-	-	0	(0)	(100,00)	0
MV Substations	690	137	137	-	-	34	(34)	(100,00)	137
MV Networks	690	548	548	-	-	137	(137)	(100,00)	548
LV Networks	690	459	459	-	-	115	(115)	(100,00)	459
Water Supply Infrastructure	2 761	1 936	1 936	-	-	484	(484)	(100,00)	1 936
Dams and Weirs	460	122	122	-	-	31	(31)	(100,00)	122
Boreholes	460	133	133	-	-	33	(33)	(100,00)	133
Reservoirs	460	399	399	-	-	100	(100)	(100,00)	399
Pump Stations	460	145	145	-	-	36	(36)	(100,00)	145
Bulk Mains	460	221	221	-	-	55	(55)	(100,00)	221
Distribution	460	916	916	-	-	229	(229)	(100,00)	916
Sanitation Infrastructure	2 761	3 933	3 933	-	-	983	(983)	(100,00)	3 933
Pump Station	690	155	155	-	-	39	(39)	(100,00)	155
Reticulation	690	153	153	-	-	38	(38)	(100,00)	153
Waste Water Treatment Works	690	3 160	3 160	-	-	790	(790)	(100,00)	3 160
Outfall Sewers	690	465	465	-	-	116	(116)	(100,00)	465
Solid Waste Infrastructure	2 761	84	84	-	-	21	(21)	(100,00)	84
Landfill Sites	2 761	84	84	-	-	21	(21)	(100,00)	84
Community Assets	3 612	4 511	4 511	-	-	1 128	(1 128)	(100,00)	4 511
Community Facilities	3 612	3 357	3 357	-	-	839	(839)	(100,00)	3 357
Halls	-	553	553	-	-	138	(138)	(100,00)	553
Clinics/Care Centres	-	233	233	-	-	58	(58)	(100,00)	233
Museums	-	592	592	-	-	148	(148)	(100,00)	592
Cemeteries/Crematoria	-	71	71	-	-	18	(18)	(100,00)	71
Parks	-	77	77	-	-	19	(19)	(100,00)	77
Public Ablution Facilities	-	0	0	-	-	0	(0)	(100,00)	0
Airports	-	1 831	1 831	-	-	458	(458)	(100,00)	1 831
Sport and Recreation Facilities	-	1 154	1 154	-	-	289	(289)	(100,00)	1 154
Indoor Facilities	-	20	20	-	-	5	(5)	(100,00)	20
Outdoor Facilities	-	1 135	1 135	-	-	284	(284)	(100,00)	1 135
Other assets	2 007	1 160	1 160	-	-	290	(290)	(100,00)	1 160
Operational Buildings	484	829	829	-	-	207	(207)	(100,00)	829
Municipal Offices	1 523	479	479	-	-	120	(120)	(100,00)	479
Yards	-	55	55	-	-	14	(14)	(100,00)	55
Stores	-	88	88	-	-	22	(22)	(100,00)	88
Training Centres	-	207	207	-	-	52	(52)	(100,00)	207
Housing	-	331	331	-	-	83	(83)	(100,00)	331
Staff Housing	-	331	331	-	-	83	(83)	(100,00)	331
Computer Equipment	-	363	363	-	-	91	(91)	(100,00)	363
Computer Equipment	-	363	363	-	-	91	(91)	(100,00)	363
Machinery and Equipment	431	0	0	-	-	0	(0)	(100,00)	0
Machinery and Equipment	431	0	0	-	-	0	(0)	(100,00)	0
Total Depreciation	22 614	24 466	24 466	-	-	6 117	(6 117)	(100,00)	24 466

Section 11 – Municipal manager’s quality certification

QUALITY CERTIFICATE

I Dibye Maposy as Acting Municipal Manager of **Ubuntu Municipality**,

hereby certify that –

(mark as appropriate)

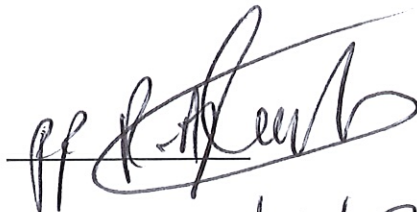
- The monthly budget statements. Sec. 71
- The quarterly report on the implementation of the budget and financial state of the municipality. Sec. 52 (d)
- The mid-year budget and performance assessment. Sec.72

For **Quarter 1 of 2020/2021 financial year** has been prepared in terms of Local Government Municipal Finance Management Act (56/2003), Municipal Budget and Reporting Regulations, Government Gazette 32141, 17 May 2009.

It should be however noted that these figures have been extracted from the financial system EMS without any alterations, some discrepancies or deviations may exist due to data migration and integration of FMS and EMS financial systems.

Municipal or Acting Municipal Manager of **Ubuntu Local Municipality (NC071)**

Signature



Date

2020/10/13