



**SECTION 71 REPORT AS AT DEC
2020**

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Glossary

Accrual Accounting – An accounting method that measures the performance and position of the municipality by recognizing events regardless of when cash transactions occur.

Adjustment Budget – Prescribed in section 28 of the MFMA

YTD – Year to Date

Allocations – Money received from other Municipalities, Provincial or National Government.

Budget – Financial Plan of the Municipality.

Budget Related Policy – Policy of a municipality affecting or affected by the budget, examples include credit control policy, rates policy, tariff policy and funding and reserves policy.

Capital Expenditure – Expenditure on items such as machinery, buildings, land, infrastructure (roads).

Cash Flow Statement – Provides aggregate data regarding all cash inflows the municipality receives from both its ongoing operations and external investment sources, as well as all cash outflows that pay for municipality's activities and investments during a month.

DORA – Division of Revenue Act. Annual legislation reflecting total allocations per municipality made by provincial and national governments.

Equitable Share – A general grant paid to municipalities predominantly targeted to help with free basic services.

Fruitless and Wasteful Expenditure – Expenditure made in vain, that would have been avoided had reasonable care been exercised.

MBRR – Local Government Municipal Budget and Reporting Regulations.

MIG – Municipal Infrastructure Grant

MTREF – Medium Term Revenue and Expenditure Framework.

Operating Expenditure – Day to day expenses of the Municipality such as salaries, repairs and maintenance and general expenses.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards achieving those objectives.

Unauthorized Expenditure – Spending without budget or in excess of the approved budget

Vote – A department

SECTION 1 – EXECUTIVE SUMMARY

1.1 Introduction

Municipal budget regulations requires that this report must be in the Section 71 of the MFMA format, which requires that this report must be prepared in the following manner:

- Actual Revenue per revenue source;
- Actual expenditure per vote;
- Actual Capital Expenditure per vote;
- The amount of any allocations received,
- Actual Expenditure on allocations received,
- Actual Expenditure on those allocations,
- Where necessary, explanations on:
 - Any material variances from the municipality's projected revenue per source, and from the municipality's expenditure projections per vote.
 - Any material variances from the SDBIP, and
 - Remedial or corrective steps taken or to be taken by the municipality

2. The statement must include: -

- Projections of municipality's revenue and expenditure for the rest of the financial year, and any revisions from initial projections;

3. The amounts reflected in the statement must in each case be compared with corresponding amounts budgeted for in the municipality's approved budget.

This report has been prepared using the accrual method of accounting. The general idea is that economic events are recognized by matching revenues to expenses (the matching principle) at the time in which the transaction occurs rather than when payment is received or made.

This method allows the current cash inflows/outflows to be combined with future expected cash inflows/outflows to give a more accurate picture of the municipality's current financial position.

Table C1- Monthly Budget Statement Summary

The table below reflects on the summary of the total municipality's budget against year to date collections or expenditures.

| EC123 Great Kei - Table C1 Monthly Budget Statement Summary - M06 December | | | | | | | | | |
|--|------------------|---------------------|-------------------|--------------------|--------------------|--------------------|---------------------|-----------------|--------------------|
| Description | 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 | | | | | | | | | |
| Financial Performance | | | | | | | | | |
| Property rates | 26,397 | 27,806 | 27,806 | 2,844 | 12,809 | 13,903 | (1,094) | -8% | 27,806 |
| Service charges | 17,825 | 17,767 | 17,767 | 1,850 | 9,995 | 8,884 | 1,111 | 13% | 17,767 |
| Investment revenue | 440 | 500 | 500 | 23 | 299 | 250 | 49 | 20% | 500 |
| Transfers and subsidies | 46,737 | 49,497 | 56,226 | 20,502 | 42,553 | 28,113 | 14,439 | 51% | 56,226 |
| Other own revenue | 8,049 | 7,581 | 7,581 | 1,009 | 5,675 | 3,790 | 1,885 | 50% | 7,581 |
| Total Revenue (excluding capital transfers and contributions) | 99,448 | 103,152 | 109,881 | 26,228 | 71,331 | 54,940 | 16,390 | 30% | 109,881 |
| Employee costs | 49,986 | 46,843 | 46,863 | 4,016 | 23,714 | 23,429 | 284 | 1% | 46,863 |
| Remuneration of Councillors | 4,554 | 4,509 | 4,870 | 379 | 2,277 | 2,435 | (158) | -6% | 4,870 |
| Depreciation & asset impairment | - | 14,000 | 14,000 | - | - | 7,000 | (7,000) | -100% | 14,000 |
| Finance charges | 438 | 500 | 500 | 36 | 139 | 250 | (111) | -44% | 500 |
| Materials and bulk purchases | 8,421 | 9,416 | 9,393 | 1,178 | 3,261 | 4,661 | (1,400) | -30% | 9,393 |
| Transfers and subsidies | - | - | - | - | - | - | - | - | - |
| Other expenditure | 7,674 | 27,954 | 32,584 | 805 | 4,897 | 15,875 | (10,978) | -69% | 32,584 |
| Total Expenditure | 71,073 | 103,222 | 108,209 | 6,413 | 34,287 | 53,650 | (19,363) | -36% | 108,209 |
| Surplus/(Deficit) | 28,375 | (70) | 1,672 | 19,815 | 37,044 | 1,291 | 35,753 | 2770% | 1,672 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District) | 11,026 | 10,648 | 10,648 | 2,540 | 3,675 | 5,324 | (1,649) | -31% | 10,648 |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | 39,401 | 10,578 | 12,319 | 22,355 | 40,719 | 6,614 | 34,105 | 516% | 12,319 |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - |
| Surplus/ (Deficit) for the year | 39,401 | 10,578 | 12,319 | 22,355 | 40,719 | 6,614 | 34,105 | 516% | 12,319 |
| Capital expenditure & funds sources | | | | | | | | | |
| Capital expenditure | - | 9,537 | 10,167 | 2,433 | 4,392 | 4,993 | (601) | -12% | 10,167 |
| Capital transfers recognised | 7,540 | 9,259 | 9,259 | 2,433 | 4,330 | 4,629 | (299) | -6% | 9,259 |
| Borrowing | - | - | - | - | - | - | - | - | - |
| Internally generated funds | - | 278 | 908 | - | 62 | 363 | (302) | -83% | 908 |
| Total sources of capital funds | 7,540 | 9,537 | 10,167 | 2,433 | 4,392 | 4,993 | (601) | -12% | 10,167 |
| Financial position | | | | | | | | | |
| Total current assets | (808) | 63,453 | 70,182 | - | 21,680 | - | - | - | 70,182 |
| Total non current assets | - | 334,354 | 334,984 | - | 4,392 | - | - | - | 334,984 |
| Total current liabilities | (2,788) | 12,068 | 12,068 | - | (14,647) | - | - | - | 12,068 |
| Total non current liabilities | - | 29,796 | 29,796 | - | - | - | - | - | 29,796 |
| Community wealth/Equity | 3,312 | 355,942 | 363,301 | - | 40,719 | - | - | - | 363,301 |
| Cash flows | | | | | | | | | |
| Net cash from (used) operating | - | (24,015) | 26,607 | 16,144 | 10,782 | 13,304 | 2,522 | 19% | 26,607 |
| Net cash from (used) investing | - | (9,537) | (10,167) | (2,433) | (1,965) | (5,221) | (3,255) | 62% | (10,167) |
| Net cash from (used) financing | - | - | - | - | - | - | - | - | - |
| Cash/cash equivalents at the month/year end | - | (19,412) | 16,440 | - | 14,628 | 22,223 | 7,595 | 34% | 22,251 |
| 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 |
| Debtors Age Analysis | | | | | | | | | |
| Total By Income Source | 53 | 4,467 | 3,877 | 3,667 | 1,953 | 3,255 | 3,510 | 133,043 | 153,824 |
| Creditors Age Analysis | | | | | | | | | |
| Total Creditors | 2,476 | 782 | 826 | 31,297 | - | - | - | - | 35,381 |

Operating Revenue

In the statement of financial performance, revenue accrued is R71 million out of the projected R54, 9 million.

YTD cash receipts on operating revenue excluding grants totals to R16 million as at end December 2020.

Property Rates

The YTD budget for rates billing amounted to R12, 8 million and to date R13, 9 million has been billed.

Total cash received for rates to date is R5, 5 million.

Refuse Services

The YTD budget for refuse billing amounted to R5, 1million, however to date R5, 4 million has been billed.

Total cash received for refuse collection to date is R1, 3 million.

Electricity Services

The YTD budget for electricity billing and receipts amounted to R3, 7 million, and to date R4, 5 million has been billed.

Year-to-date receipts amounts to R4, 2 million.

Rental of municipal facilities

Year-to-date movement is at R26 169.

Interest on investments

This relates to interests received on the call account deposits. Interest received to date amounts to R298 829.

Interest on outstanding debtors

YTD expected billing amounted to R750 000 and to date the municipality has billed R5, 4 million.

Licences and permits

YTD expected receipts amounted to R1, 5m. The movement is at R22 080.

Other revenue

Budgeted receipts amounted to R440 000, and to date the municipality has received R203 075.

Operating Expenditure

On operating expenditure, R34, 2 million was spent against the expected budget of R53, 6 million giving rise to a negative variance of R19, 3 million. This is because of non-cash items that will be accounted at year-end.

Employee Costs

An amount of R23, 7 million has been spent against YTD budget of R23, 4million.

Remuneration of councillors

An amount of R2, 2 million has been spent against YTD budget of R2, 4million, this item is moving as planned.

Bulk Electricity

An amount of R3, 1 million has been spent against YTD budget of R3, 6 million

Contracted Services

Movement on this item is at R1, 9 million against year-to-date budget of R3, 4 million.

Other Expenditure

Other expenditure movement is at R2, 9 million against year-to-date budget of R5, 9million. These line items were adjusted by R5 million for service delivery related expenditure.

Capital Expenditure

On capital Expenditure the movement is at R4, 3 million. This will be explained more on table C5 where departmental expenditures are reflected.

Cash Flows

The municipality ended the month with cash and cash equivalents balance of R14, 6million

Table C2: Statement of Financial Performance by vote

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

EC123 Great Kei - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

| 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 | 1 | | | | | | | | | |
| Revenue - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 77,090 | 79,029 | 85,758 | 23,864 | 58,667 | 42,879 | 15,788 | 37% | 85,758 |
| Executive and council | | - | - | - | - | - | - | - | - | - |
| Finance and administration | | 77,090 | 79,029 | 85,758 | 23,864 | 58,667 | 42,879 | 15,788 | 37% | 85,758 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| <i>Community and public safety</i> | | 1,407 | 4,500 | 4,500 | 10 | 247 | 2,250 | (2,003) | -89% | 4,500 |
| Community and social services | | 968 | 2,200 | 2,200 | 10 | 247 | 1,100 | (853) | -78% | 2,200 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 436 | 2,300 | 2,300 | - | - | 1,150 | (1,150) | -100% | 2,300 |
| Housing | | 3 | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 8,209 | 12,503 | 12,503 | 2,733 | 4,306 | 6,252 | (1,946) | -31% | 12,503 |
| Planning and development | | 256 | 271 | 271 | - | 123 | 136 | (13) | -9% | 271 |
| Road transport | | 7,953 | 12,232 | 12,232 | 2,733 | 4,183 | 6,116 | (1,933) | -32% | 12,232 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 23,769 | 17,767 | 17,767 | 2,160 | 11,787 | 8,884 | 2,903 | 33% | 17,767 |
| Energy sources | | 14,321 | 7,434 | 7,434 | 966 | 4,710 | 3,717 | 993 | 27% | 7,434 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 9,448 | 10,333 | 10,333 | 1,194 | 7,077 | 5,167 | 1,910 | 37% | 10,333 |
| <i>Other</i> | 4 | - | - | - | - | - | - | - | - | - |
| Total Revenue - Functional | 2 | 110,474 | 113,800 | 120,529 | 28,768 | 75,006 | 60,264 | 14,742 | 24% | 120,529 |
| Expenditure - Functional | | | | | | | | | | |
| <i>Governance and administration</i> | | 37,531 | 52,015 | 52,579 | 2,427 | 15,357 | 26,106 | (10,748) | -41% | 52,579 |
| Executive and council | | 14,314 | 4,549 | 4,912 | 475 | 3,225 | 2,456 | 769 | 31% | 4,912 |
| Finance and administration | | 23,217 | 47,467 | 47,667 | 1,952 | 12,132 | 23,649 | (11,517) | -49% | 47,667 |
| Internal audit | | - | - | - | - | - | - | - | - | - |
| <i>Community and public safety</i> | | 1,319 | 4,192 | 4,192 | 173 | 788 | 2,096 | (1,308) | -62% | 4,192 |
| Community and social services | | 355 | 1,402 | 1,402 | 23 | 196 | 701 | (505) | -72% | 1,402 |
| Sport and recreation | | - | - | - | - | - | - | - | - | - |
| Public safety | | 964 | 2,790 | 2,790 | 150 | 592 | 1,395 | (803) | -58% | 2,790 |
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 12,713 | 18,872 | 20,812 | 1,533 | 8,304 | 10,165 | (1,861) | -18% | 20,812 |
| Planning and development | | 1,948 | 13,071 | 13,571 | 941 | 4,901 | 6,703 | (1,802) | -27% | 13,571 |
| Road transport | | 10,765 | 5,800 | 7,240 | 592 | 3,403 | 3,463 | (59) | -2% | 7,240 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 19,511 | 28,143 | 30,627 | 2,279 | 9,838 | 15,283 | (5,445) | -36% | 30,627 |
| Energy sources | | 9,582 | 12,035 | 13,769 | 1,249 | 3,814 | 6,884 | (3,071) | -45% | 13,769 |
| Water management | | - | - | - | - | - | - | - | - | - |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | 9,929 | 16,108 | 16,858 | 1,030 | 6,025 | 8,399 | (2,374) | -28% | 16,858 |
| <i>Other</i> | | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Functional | 3 | 71,073 | 103,222 | 108,209 | 6,413 | 34,287 | 53,650 | (19,363) | -36% | 108,209 |
| Surplus/ (Deficit) for the year | | 39,401 | 10,578 | 12,319 | 22,355 | 40,719 | 6,614 | 34,105 | 516% | 12,319 |

Table C3: Monthly Financial Performance (Revenue and Expenditure by vote)

Operating budget of the institution is approved by council on municipal vote level.

The table below reflects on expenditures per vote. Close monitoring of expenditures is vital.

EC123 Great Kei - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - A - M06 December

| Vote Description | Ref | 2019/20 | Budget Year 2020/21 | | | | | | | Full Year Forecast | |
|---|-----|---------|---------------------|-----------------|-----------------|----------------|---------------|---------------|--------------|--------------------|----------------|
| | | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | | YTD variance % |
| R thousand | | | | | | | | | | | |
| Revenue by Vote | | | | | | | | | | | |
| Vote 1 - COUNCIL & ADMINISTRATION | 1 | | - | - | - | - | - | - | - | - | |
| 1.1 - Municipal Council | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 2 - Municipal Manager | | | - | - | - | - | - | - | - | - | |
| 2.1 - Municipal Manager | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 3 - FINANCIAL MANAGEMENT & INFORMATION TECHNOLOGY | | | 78,829 | 85,558 | 23,864 | 58,667 | 42,779 | 15,888 | 37% | 85,558 | |
| 3.1 - [Financial Management] | | | 78,829 | 85,558 | 23,864 | 58,667 | 42,779 | 15,888 | 37% | 85,558 | |
| 3.2 - [Information Technology] | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 4 - HUMAN RESOURCES & ADMINISTRATION | | | - | 200 | 200 | - | - | 100 | (100) | -100% | 200 |
| 4.1 - [Human Resources] | | | - | 200 | 200 | - | - | 100 | (100) | -100% | 200 |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 5 - COMMUNITY SERVICES | | | 14,833 | 14,833 | 1,204 | 7,324 | 7,417 | (93) | (0) | 14,833 | |
| 5.1 - [Solid waste] | | | 10,333 | 10,333 | 1,194 | 7,077 | 5,167 | 1,910 | 37% | 10,333 | |
| 5.2 - [Amenities] | | | 2,200 | 2,200 | 10 | 247 | 1,100 | (853) | -78% | 2,200 | |
| 5.3 - [Traffic] | | | 2,300 | 2,300 | - | - | 1,150 | (1,150) | -100% | 2,300 | |
| 0 | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 6 - INFRASTRUCTURE SERVICES | | | - | 19,937 | 19,937 | 3,699 | 9,015 | 9,969 | (953) | (0) | 19,937 |
| 6.1 - [Roads & street] | | | - | 12,232 | 12,232 | 2,733 | 4,183 | 6,116 | (1,933) | -32% | 12,232 |
| 6.2 - [Town Planning] | | | - | 271 | 271 | - | 123 | 136 | (13) | -9% | 271 |
| 6.3 - [Electricity] | | | - | 7,434 | 7,434 | 966 | 4,710 | 3,717 | 993 | 27% | 7,434 |
| 0 | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 7 - STRATEGIC SERVICES & LED | | | - | - | - | - | - | - | - | - | |
| 7.1 - [IDP / LED] | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 8 - [NAME OF VOTE 8] | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Total Revenue by Vote | 2 | | - | 113,800 | 120,529 | 28,768 | 75,006 | 60,264 | 14,742 | 24% | 120,529 |
| Expenditure by Vote | | | | | | | | | | | |
| Vote 1 - COUNCIL & ADMINISTRATION | 1 | | | 4,549 | 4,912 | 475 | 2,741 | 2,456 | 285 | 12% | 4,912 |
| 1.1 - Municipal Council | | | | 4,549 | 4,912 | 475 | 2,741 | 2,456 | 285 | 12% | 4,912 |
| 0 | | | | - | - | - | - | - | - | - | |
| 0 | | | | - | - | - | - | - | - | - | |
| Vote 2 - Municipal Manager | | | | - | - | - | 484 | - | 484 | 0% | - |
| 2.1 - Municipal Manager | | | | - | - | - | 484 | - | 484 | 0% | - |
| 0 | | | | - | - | - | - | - | - | - | |
| Vote 3 - FINANCIAL MANAGEMENT & INFORMATION TECHNOLOGY | | | - | 37,039 | 37,159 | 1,244 | 7,948 | 18,580 | (10,631) | -57% | 37,159 |
| 3.1 - [Financial Management] | | | - | 37,039 | 37,159 | 1,244 | 7,948 | 18,580 | (10,631) | -57% | 37,159 |
| 3.2 - [Information Technology] | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 4 - HUMAN RESOURCES & ADMINISTRATION | | | - | 10,427 | 10,507 | 708 | 4,184 | 5,070 | (886) | -17% | 10,507 |
| 4.1 - [Human Resources] | | | - | 10,427 | 10,507 | 708 | 4,184 | 5,070 | (886) | -17% | 10,507 |
| 0 | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 5 - COMMUNITY SERVICES | | | - | 20,300 | 21,050 | 1,203 | 6,812 | 10,495 | (3,683) | -35% | 21,050 |
| 5.1 - [Solid waste] | | | - | 16,108 | 16,858 | 1,030 | 6,025 | 8,399 | (2,374) | -28% | 16,858 |
| 5.2 - [Amenities] | | | - | 1,402 | 1,402 | 23 | 196 | 701 | (505) | -72% | 1,402 |
| 5.3 - [Traffic] | | | - | 2,790 | 2,790 | 150 | 592 | 1,395 | (803) | -58% | 2,790 |
| 0 | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 6 - INFRASTRUCTURE SERVICES | | | - | 19,880 | 23,553 | 1,986 | 8,095 | 11,536 | (3,441) | -30% | 23,553 |
| 6.1 - [Roads & street] | | | - | 5,800 | 7,240 | 592 | 3,403 | 3,463 | (59) | -2% | 7,240 |
| 6.2 - [Town Planning] | | | - | 2,044 | 2,544 | 144 | 878 | 1,189 | (311) | -26% | 2,544 |
| 6.3 - [Electricity] | | | - | 12,035 | 13,769 | 1,249 | 3,814 | 6,884 | (3,071) | -45% | 13,769 |
| 0 | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 7 - STRATEGIC SERVICES & LED | | | - | 11,027 | 11,027 | 797 | 4,022 | 5,514 | (1,491) | -27% | 11,027 |
| 7.1 - [IDP / LED] | | | - | 11,027 | 11,027 | 797 | 4,022 | 5,514 | (1,491) | -27% | 11,027 |
| 0 | | | - | - | - | - | - | - | - | - | |
| Vote 8 - [NAME OF VOTE 8] | | | - | - | - | - | - | - | - | - | |
| 8.1 - [Name of sub-vote] | | | - | - | - | - | - | - | - | - | |
| 0 | | | - | - | - | - | - | - | - | - | |
| Total Expenditure by Vote | 2 | | - | 103,222 | 108,209 | 6,413 | 34,287 | 53,650 | (19,363) | (0) | 108,209 |
| Surplus/ (Deficit) for the year | 2 | | - | 10,578 | 12,319 | 22,355 | 40,719 | 6,614 | 34,105 | 0 | 12,319 |

Operating income and expenditure against approved budget (Table C4- Statement of Financial Performance)

Revenue by Source

| EC123 Great Kei - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|---------------|----------------|--------------------|
| 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 | | | | | | | | | | |
| <u>Revenue By Source</u> | | | | | | | | | | |
| Property rates | | 26,397 | 27,806 | 27,806 | 2,844 | 12,809 | 13,903 | (1,094) | -8% | 27,806 |
| Service charges - electricity revenue | | 9,870 | 7,434 | 7,434 | 943 | 4,561 | 3,717 | 844 | 23% | 7,434 |
| Service charges - water revenue | | - | - | - | - | - | - | - | | - |
| Service charges - sanitation revenue | | - | - | - | - | - | - | - | | - |
| Service charges - refuse revenue | | 7,955 | 10,333 | 10,333 | 907 | 5,434 | 5,167 | 268 | 5% | 10,333 |
| Rental of facilities and equipment | | 472 | 2,200 | 2,200 | 10 | 26 | 1,100 | (1,074) | -98% | 2,200 |
| Interest earned - external investments | | 440 | 500 | 500 | 23 | 299 | 250 | 49 | 20% | 500 |
| Interest earned - outstanding debtors | | 5,621 | 1,500 | 1,500 | 955 | 5,424 | 750 | 4,674 | 623% | 1,500 |
| Dividends received | | - | - | - | - | - | - | - | | - |
| Fines, penalties and forfeits | | - | - | - | - | - | - | - | | - |
| Licences and permits | | 436 | 2,300 | 2,300 | - | 3 | 1,150 | (1,147) | -100% | 2,300 |
| Agency services | | 90 | 700 | 700 | 19 | 19 | 350 | (331) | -95% | 700 |
| Transfers and subsidies | | 46,737 | 49,497 | 56,226 | 20,502 | 42,553 | 28,113 | 14,439 | 51% | 56,226 |
| Other revenue | | 1,428 | 881 | 881 | 25 | 203 | 440 | (237) | -54% | 881 |
| Gains | | - | - | - | - | - | - | - | | - |
| Total Revenue (excluding capital transfers and contributions) | | 99,448 | 103,152 | 109,881 | 26,228 | 71,331 | 54,940 | 16,390 | 30% | 109,881 |

Operating expenditure by type

EC123 Great Kei - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

| 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 By Type | | | | | | | | | | |
| Employee related costs | | 49,986 | 46,843 | 46,863 | 4,016 | 23,714 | 23,429 | 284 | 1% | 46,863 |
| Remuneration of councillors | | 4,554 | 4,509 | 4,870 | 379 | 2,277 | 2,435 | (158) | -6% | 4,870 |
| Debt impairment | | - | 13,000 | 13,000 | - | - | 6,500 | (6,500) | -100% | 13,000 |
| Depreciation & asset impairment | | - | 14,000 | 14,000 | - | - | 7,000 | (7,000) | -100% | 14,000 |
| Finance charges | | 438 | 500 | 500 | 36 | 139 | 250 | (111) | -44% | 500 |
| Bulk purchases | | 8,095 | 7,391 | 7,391 | 1,122 | 3,171 | 3,696 | (524) | -14% | 7,391 |
| Other materials | | 326 | 2,025 | 2,001 | 56 | 89 | 965 | (876) | -91% | 2,001 |
| Contracted services | | 2,229 | 5,218 | 7,246 | 270 | 1,919 | 3,427 | (1,508) | -44% | 7,246 |
| Transfers and subsidies | | - | - | - | - | - | - | - | | - |
| Other expenditure | | 5,446 | 9,736 | 12,338 | 535 | 2,978 | 5,948 | (2,970) | -50% | 12,338 |
| Losses | | - | - | - | - | - | - | - | | - |
| Total Expenditure | | 71,073 | 103,222 | 108,209 | 6,413 | 34,287 | 53,650 | (19,363) | -36% | 108,209 |

Table C5: Capital Expenditure (Municipal Vote, standard classification, and funding)

| EC123 Great Kei - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - A - M06 December | | | | | | | | | | |
|--|-----|---------|---------------------|-----------------|-----------------|----------------|---------------|---------------|--------------|----------------|
| Vote Description | Ref | 2019/20 | Budget Year 2020/21 | | | | | | | |
| | | | Audited Outcome | Original Budget | Adjusted Budget | Monthly actual | YearTD actual | YearTD budget | YTD variance | YTD variance % |
| R thousand | | | | | | | | | | |
| Capital expenditure - Municipal Vote | | | | | | | | | | |
| Expenditure of single-year capital appropriation | 1 | | | | | | | | | |
| Vote 1 - COUNCIL & ADMINISTRATION | | - | - | - | - | - | - | - | - | - |
| 1.1 - Municipal Council | | | | | | | | | | |
| Vote 2 - Municipal Manager | | - | - | - | - | - | - | - | - | - |
| 2.1 - Municipal Manager | | | | | | | | | | |
| 0 | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 3 - FINANCIAL MANAGEMENT & INFORMATIO | | - | 278 | 578 | - | 62 | 231 | (170) | -73% | 578 |
| 3.1 - [Financial Management] | | | 278 | 578 | - | 62 | 231 | (170) | -73% | 578 |
| 3.2 - [InformationTechnology] | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 4 - HUMAN RESOURCES & ADMINISTRATION | | - | - | - | - | - | - | - | - | - |
| 4.1 - [Human Resources] | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 5 - COMMUNITY SERVICES | | - | - | 330 | - | - | 132 | (132) | -100% | 330 |
| 5.1 - [Solid waste] | | | | - | | | - | - | | - |
| 5.2 - [Amenities] | | | | 330 | - | - | 132 | (132) | -100% | 330 |
| 5.3 - [Traffic] | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 6 - INFRASTRUCTURE SERVICES | | - | 9,259 | 9,259 | 2,433 | 4,330 | 4,629 | (299) | -6% | 9,259 |
| 6.1 - [Roads & street] | | | 9,259 | 9,259 | 2,433 | 4,330 | 4,629 | (299) | -6% | 9,259 |
| 6.2 - [Town Planning] | | | | | | | | | | |
| 6.3 - [Electricity] | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 7 - STRATEGIC SERVICES & LED | | - | - | - | - | - | - | - | - | - |
| 7.1 - [IDP / LED] | | | | | | | | | | |
| 0 | | | | | | | | | | |
| Vote 8 - [NAME OF VOTE 8] | | - | - | - | - | - | - | - | - | - |
| 0 | | | | | | | | | | |
| Total single-year capital expenditure | | - | 9,537 | 10,167 | 2,433 | 4,392 | 4,993 | (601) | (0) | 10,167 |
| Total Capital Expenditure | | - | 9,537 | 10,167 | 2,433 | 4,392 | 4,993 | (601) | (0) | 10,167 |

The table above shows budget for capital expenditure which is mainly funded from municipal infrastructure grant (MIG), and adjusted capital expenditure funded internally. These includes partitioning of prefabs, maintenance of municipal hall & electricity vending system upgrade

Table C6: Statement of Financial Position

| EC123 Great Kei - Table C6 Monthly Budget Statement - Financial Position - M06 December | | | | | | |
|---|-----|-----------------|---------------------|-----------------|-----------------|--------------------|
| Description | Ref | 2019/20 | Budget Year 2020/21 | | | |
| | | Audited Outcome | Original Budget | Adjusted Budget | YearTD actual | Full Year Forecast |
| R thousands | 1 | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash | | (32) | 20,874 | 27,603 | (6,342) | 27,603 |
| Call investment deposits | | - | 10,408 | 10,408 | 12,744 | 10,408 |
| Consumer debtors | | - | 32,171 | 32,171 | 14,826 | 32,171 |
| Other debtors | | (776) | 0 | 0 | 452 | 0 |
| Current portion of long-term receivables | | - | - | - | - | - |
| Inventory | | - | - | - | - | - |
| Total current assets | | (808) | 63,453 | 70,182 | 21,680 | 70,182 |
| Non current assets | | | | | | |
| Long-term receivables | | - | - | - | - | - |
| Investments | | - | - | - | - | - |
| Investment property | | - | 82,044 | 82,044 | - | 82,044 |
| Investments in Associate | | - | - | - | - | - |
| Property, plant and equipment | | - | 251,161 | 251,791 | 4,392 | 251,791 |
| Biological | | - | - | - | - | - |
| Intangible | | - | 1,113 | 1,113 | - | 1,113 |
| Other non-current assets | | - | 36 | 36 | - | 36 |
| Total non current assets | | - | 334,354 | 334,984 | 4,392 | 334,984 |
| TOTAL ASSETS | | (808) | 397,806 | 405,165 | 26,072 | 405,165 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Bank overdraft | | - | - | - | - | - |
| Borrowing | | - | - | - | - | - |
| Consumer deposits | | (5) | 411 | 411 | (4) | 411 |
| Trade and other payables | | (2,782) | 11,244 | 11,244 | (14,643) | 11,244 |
| Provisions | | - | 413 | 413 | - | 413 |
| Total current liabilities | | (2,788) | 12,068 | 12,068 | (14,647) | 12,068 |
| Non current liabilities | | | | | | |
| Borrowing | | - | - | - | - | - |
| Provisions | | - | 29,796 | 29,796 | - | 29,796 |
| Total non current liabilities | | - | 29,796 | 29,796 | - | 29,796 |
| TOTAL LIABILITIES | | (2,788) | 41,864 | 41,864 | (14,647) | 41,864 |
| NET ASSETS | 2 | 1,979 | 355,942 | 363,301 | 40,719 | 363,301 |
| COMMUNITY WEALTH/EQUITY | | | | | | |
| Accumulated Surplus/(Deficit) | | 3,312 | 355,942 | 363,301 | 40,719 | 363,301 |
| Reserves | | - | - | - | - | - |
| TOTAL COMMUNITY WEALTH/EQUITY | 2 | 3,312 | 355,942 | 363,301 | 40,719 | 363,301 |

Table C7: Cash flow

The table below reflects the cash flow of the institution.

| EC123 Great Kei - Table C7 Monthly Budget Statement - Cash Flow - M06 December | | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|-----------------|----------------|----------------|----------------|----------------|--------------------|-----------------|
| 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 | 1 | | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Property rates | | | 19,464 | 19,464 | 482 | 5,590 | 9,732 | (4,142) | -43% | 19,464 | |
| Service charges | | | 13,397 | 13,397 | 855 | 6,335 | 6,699 | (363) | -5% | 13,397 | |
| Other revenue | | | 6,081 | 6,081 | 160 | 4,008 | 3,040 | 967 | 32% | 6,081 | |
| Transfers and Subsidies - Operational | | | 49,497 | 56,226 | 20,618 | 23,361 | 28,113 | (4,752) | -17% | 56,226 | |
| Transfers and Subsidies - Capital | | | 10,648 | 10,648 | - | 5,647 | 5,324 | 323 | 6% | 10,648 | |
| Interest | | | - | 2,000 | - | 77 | 1,000 | (923) | -92% | 2,000 | |
| Dividends | | | | | | - | | - | | | |
| Payments | | | | | | | | | | | |
| Suppliers and employees | | | (122,365) | (80,709) | (5,908) | (34,133) | (40,355) | (6,222) | 15% | (80,709) | |
| Finance charges | | | (736) | (500) | (62) | (103) | (250) | (147) | 59% | (500) | |
| Transfers and Grants | | | - | | | - | | - | | - | |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | | - | (24,015) | 26,607 | 16,144 | 10,782 | 13,304 | 2,522 | 19% | 26,607 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Proceeds on disposal of PPE | | | | | | | | - | | | |
| Decrease (increase) in non-current receivables | | | | | - | 2 | (137) | 139 | -102% | | |
| Decrease (increase) in non-current investments | | | | | | | | - | | | |
| Payments | | | | | | | | | | | |
| Capital assets | | | (9,537) | (10,167) | (2,433) | (1,968) | (5,084) | (3,116) | 61% | (10,167) | |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | | - | (9,537) | (10,167) | (2,433) | (1,965) | (5,221) | (3,255) | 62% | (10,167) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Short term loans | | | | | | | | - | | | |
| Borrowing long term/refinancing | | | | | | | | - | | | |
| Increase (decrease) in consumer deposits | | | - | - | - | - | - | - | | - | |
| Payments | | | | | | | | | | | |
| Repayment of borrowing | | | | | | | | - | | | |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | | - | - | - | - | - | - | - | - | |
| NET INCREASE/ (DECREASE) IN CASH HELD | | | - | (33,552) | 16,440 | 13,711 | 8,817 | 8,083 | | 16,440 | |
| Cash/cash equivalents at beginning: | | | 14,140 | | | 5,811 | 14,140 | | | 5,811 | |
| Cash/cash equivalents at month/year end: | | | - | (19,412) | 16,440 | 14,628 | 22,223 | | | 22,251 | |

Table SC3: Aged Debtors

Total outstanding debt as at end November 2020 is R156, 9million, highest debtor is residential at R141, 3million.

| EC123 Great Kei - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December | | | | | | | | | | | | |
|---|-------------|---------------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------|----------------|----------------|--------------------|
| Description | NT Code | Budget Year 2020/21 | | | | | | | | | Total | Total over 90 days |
| | | 0-30 Days | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Dys | 151-180 Dys | 181 Dys-1 Yr | Over 1Yr | | | |
| R thousands | | | | | | | | | | | | |
| Debtors Age Analysis By Income Source | | | | | | | | | | | | |
| Trade and Other Receivables from Exchange Transactions - Water | 1200 | - | - | - | - | - | - | - | - | - | - | - |
| Trade and Other Receivables from Exchange Transactions - Electricity | 1300 | (98) | 238 | 273 | 201 | 257 | 173 | 279 | 2,544 | 3,868 | 3,455 | |
| Receivables from Non-exchange Transactions - Property Rates | 1400 | - | 2,888 | 2,533 | 2,154 | 1,971 | 423 | 1,836 | 61,962 | 73,766 | 68,345 | |
| Receivables from Exchange Transactions - Waste Water Management | 1500 | - | - | - | - | - | - | - | - | - | - | |
| Receivables from Exchange Transactions - Waste Management | 1600 | (0) | 1,284 | 1,254 | 1,196 | 1,171 | 1,153 | 896 | 40,472 | 47,426 | 44,888 | |
| Receivables from Exchange Transactions - Property Rental Debtors | 1700 | - | - | - | - | - | - | - | - | - | - | |
| Interest on Arrear Debtor Accounts | 1810 | - | - | - | - | - | - | - | - | - | - | |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure | 1820 | - | - | - | - | - | - | - | - | - | - | |
| Other | 1900 | - | 190 | 191 | 190 | 191 | 191 | 209 | 30,771 | 31,932 | 31,551 | |
| Total By Income Source | 2000 | (98) | 4,600 | 4,250 | 3,741 | 3,590 | 1,940 | 3,219 | 135,749 | 156,991 | 148,239 | |
| 2019/20 - totals only | | -83488 | 0 | 0 | 0 | 0 | 0 | 0 | 125558950 | 125,475 | 125,559 | |
| Debtors Age Analysis By Customer Group | | | | | | | | | | | | |
| Organs of State | 2200 | (0) | 171 | 212 | 168 | 189 | 142 | 367 | 8,603 | 9,852 | 9,468 | |
| Commercial | 2300 | - | 207 | 187 | 163 | 179 | 81 | 188 | 4,808 | 5,813 | 5,419 | |
| Households | 2400 | (98) | 4,221 | 3,851 | 3,411 | 3,222 | 1,717 | 2,664 | 122,338 | 141,326 | 133,352 | |
| Other | 2500 | - | - | - | - | - | - | - | - | - | - | |
| Total By Customer Group | 2600 | (98) | 4,600 | 4,250 | 3,741 | 3,590 | 1,940 | 3,219 | 135,749 | 156,991 | 148,239 | |

Table SC4: Aged Creditors

| EC123 Great Kei - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December | | | | | | | | |
|---|-------------|---------------------|--------------|--------------|---------------|----------------|----------------|---------------|
| Description | NT Code | Budget Year 2020/21 | | | | | | Total |
| | | 0 - 30 Days | 31 - 60 Days | 61 - 90 Days | 91 - 120 Days | 121 - 150 Days | 151 - 180 Days | |
| R thousands | | | | | | | | |
| Creditors Age Analysis By Customer Type | | | | | | | | |
| Bulk Electricity | 0100 | 964 | - | - | - | - | - | 964 |
| Bulk Water | 0200 | - | - | - | - | - | - | - |
| PAYE deductions | 0300 | 655 | - | - | 8,778 | - | - | 9,433 |
| VAT (output less input) | 0400 | - | - | - | - | - | - | - |
| Pensions / Retirement deductions | 0500 | - | - | - | - | - | - | - |
| Loan repayments | 0600 | - | - | - | - | - | - | - |
| Trade Creditors | 0700 | 50 | 239 | 419 | 17,490 | - | - | 18,199 |
| Auditor General | 0800 | 798 | 377 | 233 | 2,000 | - | - | 3,409 |
| Other | 0900 | 9 | 165 | 174 | 3,029 | - | - | 3,377 |
| Total By Customer Type | 1000 | 2,476 | 782 | 826 | 31,297 | - | - | 35,381 |

The Municipality's top creditors as at Dec 2020 are as follows:

| SUPPLIER | AMOUNT OWED |
|----------------------------|------------------------------|
| SARS | 9 432 770.07 |
| ADM | 14 474 023.09 |
| SEBATA | 1 080 624.96 |
| AUDITOR GENERAL | 3 408 911.82 |
| SALGA | 2 643 870.00 |
| ESKOM - BULK | 963 867.99 |
| TOTAL TOP CREDITORS | <u>R32 004 067.93</u> |

Other trade creditor's amount to R3 377 426.36 that the Municipality will strive to pay in the following months. The total creditors' book as at end Dec 2020 is R35 381 494.29

Table SC5: Investment Portfolio

The Municipality had an operating unfavorable operating bank balance of R4 087 664.07 and call deposits amounting to R18 715 469.09 as at end of Dec 2020.

| EC123 Great Kei - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 Decem | | | | | | | | | | |
|--|----------|--------------------|-----------------------------|---------------------------------|---------------------------|-----------------|-------------------------|------------------------------------|-------------------|-----------------|
| Investments by maturity Name of institution & investment ID | Ref | Type of Investment | Capital Guarantee (Yes/ No) | Variable or Fixed interest rate | Expiry date of investment | Opening balance | Interest to be realised | Partial / Premature Withdrawal (4) | Investment Top Up | Closing Balance |
| R thousands | | | | | | | | | | |
| Municipality | | | | | | | | | | |
| Municipal Infrastructure Grant | | Call Deposits | No | Variable | | 2,278 | 2 | (2,203) | - | 77 |
| Municipal Systems Improvement Grant | | Call Deposits | No | Variable | | 63 | 0 | - | - | 63 |
| Equitable Share | | Call Deposits | No | Variable | | 3,154 | - | - | 6,837 | 9,991 |
| Finance Management Grant | | Call Deposits | No | Variable | | 1,708 | 5 | (60) | - | 1,652 |
| Municipal Vehicle Registration | | Call Deposits | No | Variable | | 86 | 0 | - | - | 86 |
| Expanded Public Works Programmes | | Call Deposits | No | Variable | | 2,184 | 6 | (397) | - | 1,792 |
| Bus Fixed Maturity Notice | | | | | | 5,040 | 15 | - | - | 5,054 |
| Municipality sub-total | | | | | | 14,512 | | (2,661) | 6,837 | 18,715 |
| Entities sub-total | | | | | | - | | - | - | - |
| TOTAL INVESTMENTS AND INTEREST | 2 | | | | | 14,512 | | (2,661) | 6,837 | 18,715 |

Table SC6: Grants Received

The table below reflects on individual grants received.

| EC123 Great Kei - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December | | | | | | | | | | |
|---|----------|-----------------|---------------------|-----------------|----------------|---------------|---------------|---------------|----------------|--------------------|
| 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: | 1,2 | | | | | | | | | |
| Operating Transfers and Grants | | | | | | | | | | |
| National Government: | | 46,737 | 48,487 | 55,216 | 20,118 | 43,479 | 27,608 | 14,084 | 51.0% | 55,216 |
| Local Government Equitable Share | | 46,737 | 45,063 | 51,792 | 19,702 | 39,980 | 25,896 | 14,084 | 54.4% | 51,792 |
| Finance Management | | | 2,400 | 2,400 | - | 2,400 | 1,200 | | | 2,400 |
| Integrated National Electrification Programme | | | - | - | - | - | - | | | - |
| EPWP Incentive | | | 1,024 | 1,024 | 416 | 1,099 | 512 | | | 1,024 |
| Other transfers and grants [insert description] | | | | | | | | - | | |
| Provincial Government: | | - | 450 | 450 | 500 | 500 | 225 | 275 | 122.2% | 450 |
| Sport and Recreation | | - | 450 | 450 | 500 | 500 | 225 | 275 | 122.2% | 450 |
| | | | | | | | | - | | |
| Total Operating Transfers and Grants | 5 | 46,737 | 48,937 | 55,666 | 20,618 | 43,979 | 27,833 | 14,359 | 51.6% | 55,666 |
| Capital Transfers and Grants | | | | | | | | | | |
| National Government: | | 11,026 | 11,208 | 11,208 | - | 5,647 | 5,604 | 43 | 0.8% | 11,208 |
| Municipal Infrastructure Grant (MIG) | | 11,026 | 11,208 | 11,208 | - | 5,647 | 5,604 | 43 | 0.8% | 11,208 |
| | | | | | | | | - | | |
| Total Capital Transfers and Grants | 5 | 11,026 | 11,208 | 11,208 | - | 5,647 | 5,604 | 43 | 0.8% | 11,208 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | 5 | 57,763 | 60,145 | 66,874 | 20,618 | 49,626 | 33,437 | 14,402 | 43.1% | 66,874 |

Table SC7: Grants expenditure

The table below reflects on grants' expenditures as at December 2020. These amounts are inclusive of VAT.

Finance management grant's year-to-date expenditure amounts to R1 308 937.97 which relates to interns' salaries, mscoa implementation and assistance in fixed asset register compilation.

Expanded Public works programme year-to-date expenditure amounts to R356 323.24

MIG expenditure amounts to R3 984 769.44

| EC123 Great Kei - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December | | | | | | | | | | |
|---|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|--------------|----------------|--------------------|
| 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: | | - | 48,487 | 55,216 | 6,611 | 16,712 | 27,608 | (10,896) | -39.5% | 55,216 |
| Local Government Equitable Share | | - | 45,063 | 51,792 | 6,413 | 15,047 | 25,896 | (10,849) | -41.9% | 51,792 |
| Finance Management | | | 2,400 | 2,400 | 102 | 1,309 | 1,200 | 109 | 9.1% | 2,400 |
| Integrated National Electrification Programme | | | - | - | - | - | - | - | - | - |
| EPWP Incentive | | | 1,024 | 1,024 | 96 | 356 | 512 | (156) | -30.4% | 1,024 |
| Other transfers and grants [insert description] | | | | | | | | - | | |
| Provincial Government: | | - | 450 | 450 | - | - | 225 | (225) | -100.0% | 450 |
| Sport and Recreation | | - | 450 | 450 | - | - | 225 | (225) | -100.0% | 450 |
| [insert description] | | | | | | | | - | | |
| Total operating expenditure of Transfers and Grants: | | - | 48,937 | 55,666 | 6,611 | 16,712 | 27,833 | (11,121) | -40.0% | 55,666 |
| Capital expenditure of Transfers and Grants | | | | | | | | | | |
| National Government: | | - | 11,208 | 11,208 | 2,637 | 3,985 | 5,604 | (1,619) | -28.9% | 11,208 |
| Municipal Infrastructure Grant (MIG) | | - | 11,208 | 11,208 | 2,637 | 3,985 | 5,604 | (1,619) | -28.9% | 11,208 |
| 0 | | | | | | | | - | | |
| 0 | | | | | | | | - | | |
| Total capital expenditure of Transfers and Grants | | - | 11,208 | 11,208 | 2,637 | 3,985 | 5,604 | (1,619) | -28.9% | 11,208 |
| TOTAL EXPENDITURE OF TRANSFERS AND GRANTS | | - | 60,145 | 66,874 | 9,248 | 20,697 | 33,437 | (12,740) | -38.1% | 66,874 |

Table SC8: Expenditure on councillors, employees and managers

Table SC8 shows the performance of staff costs and councillors remuneration as at December 2020.

| EC123 Great Kei - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December | | | | | | | | | | |
|--|-----|-----------------|---------------------|-----------------|----------------|---------------|---------------|----------------|----------------|--------------------|
| Summary of Employee and Councillor remuneration | 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 | | | | | | | | | | |
| | 1 | A | B | C | | | | | | D |
| Councillors (Political Office Bearers plus Other) | | | | | | | | | | |
| Basic Salaries and Wages | | 2,982 | 3,368 | 3,637 | 202 | 1,398 | 1,819 | (421) | -23% | 3,637 |
| Cellphone Allowance | | 577 | 353 | 382 | 48 | 289 | 191 | 98 | 51% | 382 |
| Housing Allowances | | - | - | - | - | - | - | - | - | - |
| Other benefits and allowances | | 994 | 788 | 851 | 129 | 590 | 425 | 165 | 39% | 851 |
| Sub Total - Councillors | | 4,554 | 4,509 | 4,870 | 379 | 2,277 | 2,435 | (158) | -6% | 4,870 |
| % increase | 4 | | -1.0% | 6.9% | | | | | | 6.9% |
| Senior Managers of the Municipality | | | | | | | | | | |
| Basic Salaries and Wages | | 1,477 | - | - | 164 | 819 | - | 819 | 0% | - |
| Pension and UIF Contributions | | 4 | - | - | 0 | 3 | - | 3 | 0% | - |
| Medical Aid Contributions | | 391 | - | - | - | 101 | - | 101 | 0% | - |
| Overtime | | - | - | - | - | - | - | - | 0% | - |
| Performance Bonus | | - | - | - | 120 | 120 | - | 120 | 0% | - |
| Motor Vehicle Allowance | | - | - | - | 57 | 172 | - | 172 | 0% | - |
| Cellphone Allowance | | - | - | - | - | - | - | - | - | - |
| Housing Allowances | | 217 | 22 | 22 | 39 | 173 | 11 | 162 | 1484% | 22 |
| Post-retirement benefit obligations | 2 | - | - | - | - | - | - | - | - | - |
| Sub Total - Senior Managers of Municipality | | 2,089 | 22 | 22 | 382 | 1,388 | 11 | 1,377 | 12646% | 22 |
| % increase | 4 | | -99.0% | -99.0% | | | | | | -99.0% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 39,133 | 33,849 | 33,849 | 2,559 | 16,257 | 16,925 | (668) | -4% | 33,849 |
| Pension and UIF Contributions | | 3,505 | 5,266 | 5,266 | 412 | 2,488 | 2,633 | (145) | -6% | 5,266 |
| Medical Aid Contributions | | 2,466 | 2,483 | 2,483 | 232 | 1,319 | 1,241 | 77 | 6% | 2,483 |
| Overtime | | 455 | 270 | 290 | 30 | 258 | 143 | 115 | 80% | 290 |
| Performance Bonus | | - | 2,834 | 2,834 | 332 | 1,167 | 1,417 | (250) | -18% | 2,834 |
| Motor Vehicle Allowance | | 1,376 | 1,346 | 1,346 | 63 | 560 | 673 | (113) | -17% | 1,346 |
| Cellphone Allowance | | - | - | - | - | - | - | - | - | - |
| Housing Allowances | | 450 | 609 | 609 | 5 | 131 | 304 | (173) | -57% | 609 |
| Other benefits and allowances | | 48 | 14 | 14 | 1 | 6 | 7 | (0) | -4% | 14 |
| Payments in lieu of leave | | 466 | - | - | - | 140 | - | 140 | 0% | - |
| Long service awards | | - | - | - | - | - | - | - | - | - |
| Post-retirement benefit obligations | 2 | - | 150 | 150 | - | - | 75 | (75) | -100% | 150 |
| Sub Total - Other Municipal Staff | | 47,897 | 46,821 | 46,841 | 3,634 | 22,325 | 23,418 | (1,093) | -5% | 46,841 |
| % increase | 4 | | -2.2% | -2.2% | | | | | | -2.2% |
| Total Parent Municipality | | 54,540 | 51,352 | 51,732 | 4,395 | 25,990 | 25,864 | 126 | 0% | 51,732 |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | 54,540 | 51,352 | 51,732 | 4,395 | 25,990 | 25,864 | 126 | 0% | 51,732 |
| % increase | 4 | | -5.8% | -5.1% | | | | | | -5.1% |
| TOTAL MANAGERS AND STAFF | | 49,986 | 46,843 | 46,863 | 4,016 | 23,714 | 23,429 | 284 | 1% | 46,863 |

RECOMMENDATION

That the report on Section 71 as at end December 2020 be noted.

