

CITY OF MATLOSANA

Attached hereto an item to be submitted to the Mayor/Council Committee to be held

on \_\_\_\_\_, Author of the item: NALEDI MOEKETSU

HEAD OF DIVISION: ISAONE SEKGALA

SIGNED: 

DATE: 26/10/18

DELEGATED TO: .....

NUMBER: .....

Received by Deputy Director: Administration

Date and Time: .....

Signature .....


COMMENTS:

Member of the Mayoral Committee Date

COMMENTS:

Director: Corporate Services Date

COMMENTS:

 Chief Financial Officer Date 26/10/18

COMMENTS:

Director: Civil Services & Human Settlements Date

COMMENTS:

Director: Electrical Engineering Date

COMMENTS:

Director: Municipal & Environmental Services Date

COMMENTS:

Director: Macro City Planning & Dev Date

COMMENTS:

Director: Strategic Plan, Mon & Control Date

COMMENTS:

Municipal Manager Date

DEPUTY DIRECTOR: CORPORATE SERVICES

DATE

ALL MANAGERS: Ensure that your report contains comments of relevant Departments implied in your report for inclusion in the agenda, failing which same report will be excluded from the agenda.

## QUARTERLY REPORT: JULY - SEPTEMBER 2018

MUNICIPAL FINANCE MANAGEMENT ACT NO.56 of 2003(MFMA): QUARTERLY FINANCIAL REPORT FOR JULY – SEPTEMBER 2018

### 1. PURPOSE

To comply with section 52(d) of the MFMA, by the provision of a statement to the Executive Mayor containing certain financial particulars, as legislated.

### 2. BACKGROUND

Section 52(d) of the MFMA requires that:

The Mayor of a Municipality must within **30 days** after the end of each quarter submit a report to the **Council** on the implementation of the budget and the financial state of affairs.

### 3. QUARTERLY REPORT : JULY – SEPTEMBER 2018

The financial results for the period ended 30 September 2018 are summarized as follows:

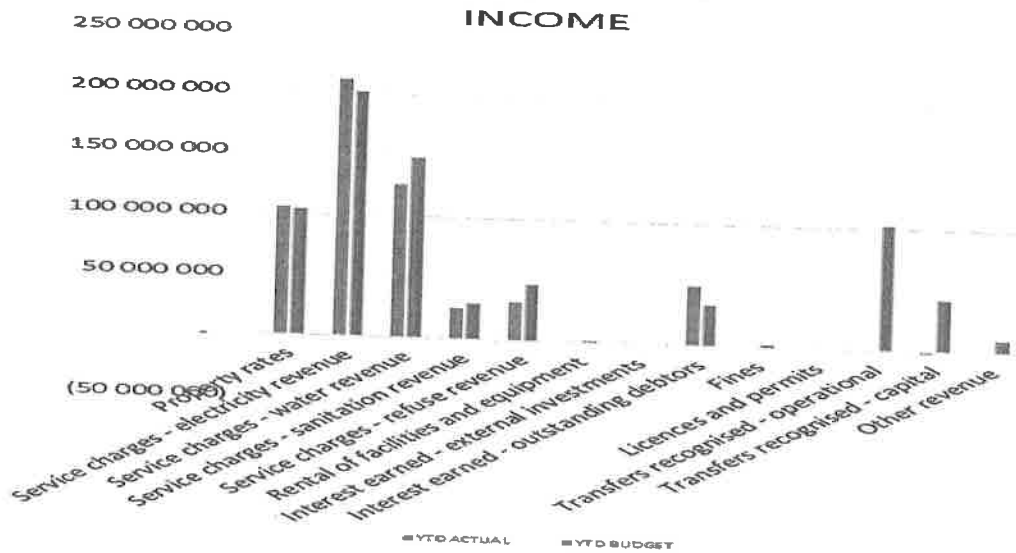
#### Statement of Financial Performance (SFP)

The SFP shown in Annexure A is prepared on a similar basis to the prescribed budget format, detailing revenue by source type and expenditure by category.

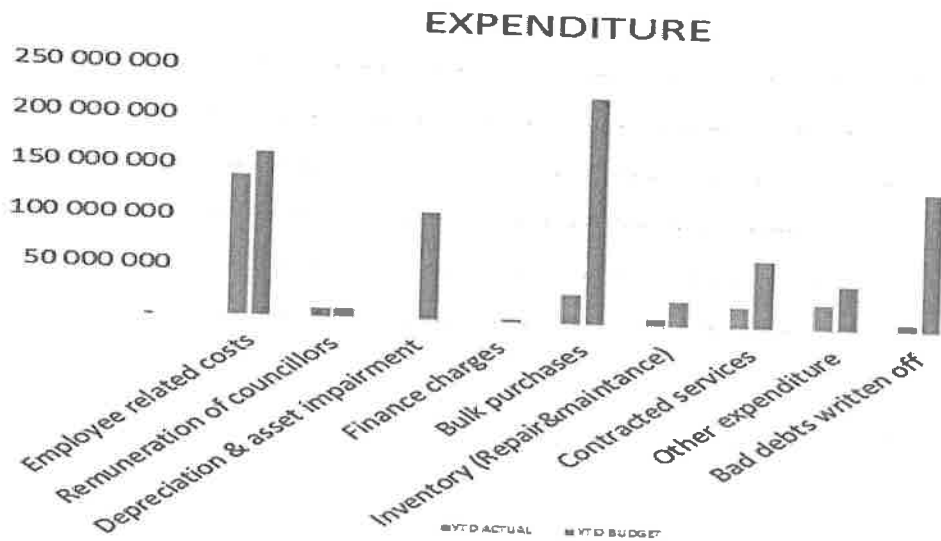
The summary report indicates the following:

<b>Summary statement of Financial Performance</b>				
<b>DESCRIPTION</b>	<b>YTD BUDGET 2018/19</b>	<b>1st QUARTER ACTUAL 2018/19</b>	<b>YTD ACTUAL 2018/19</b>	<b>VARIANCE (FAVOURABLE) UNFAVOURABLE</b>
Total Revenue By Source	(722,382,394)	(548,875,577)	(548,875,577)	173,506,817
Total Operating Expenditure	779,769,581	238,333,086	238,333,086	541,436,495
<b>(SURPLUS)/ DEFICIT</b>	<b>57,387,187</b>	<b>(310,542,491)</b>	<b>(310,542,491)</b>	<b>(367,929,678)</b>

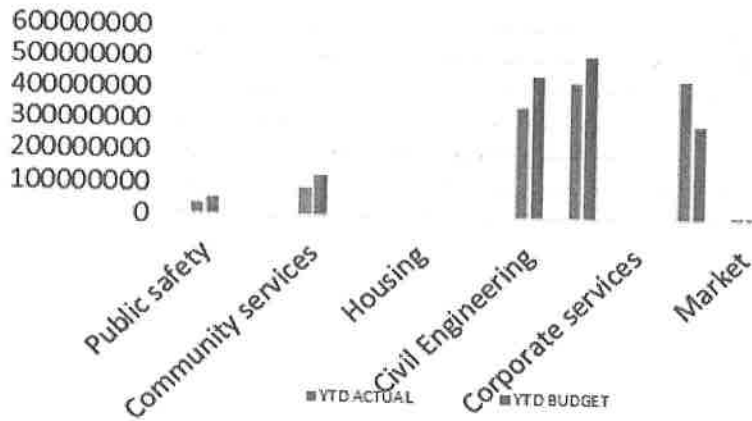
### YTD Actual Income vs YTD Budget Income



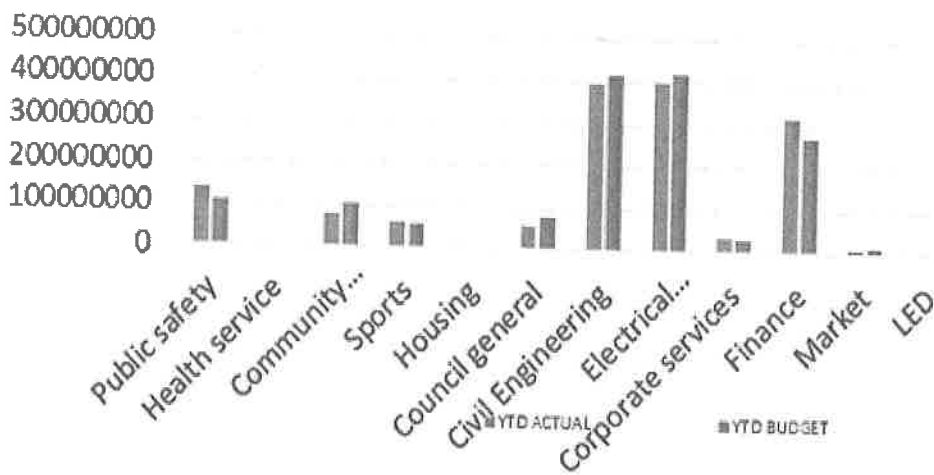
### YTD Actual Expenditure vs YTD Budget Expenditure



## INCOME



## EXPENDITURE



**GRANTS AND SUBSIDIES**

**Operational allocation/ Grant received**

<b>DESCRIPTION</b>	<b>BUDGET 2018/19</b>	<b>1st QUARTER RECEIVED 2018/19</b>	<b>YTD ACTUAL RECEIVED 2018/19</b>	<b>YTD%</b>
Equitable shares grants	392,856,000	163,690,000	163,690,000	99.65%
Finance Management grant	2,215,000	2,215,000	2,215,000	100%
Improvement of Library services	716,000	0	0	100%
PMU	4,284,000	0	0	100%
EPWP	2,037,000	510,000	510,000	100%
Energy efficiency & demand side	7,000,000	3,000,000	3,000,000	42.86
<b>TOTAL</b>	<b>409,108,000</b>	<b>169,415,000</b>	<b>169,415,000</b>	<b>41.41%</b>

**Operational Grant spending**

<b>DESCRIPTION</b>	<b>BUDGET 2018/19</b>	<b>1<sup>st</sup> QUARTER SPENDING 2018/19</b>	<b>YTD ACTUAL 2018/19</b>	<b>YTD%</b>
Equitable shares grants	392,856,000	167,690,000	167,690,000	42.68%
Finance Management grant	2,215,000	373,858	373,858	16.88%
Improvement of Library services	716,000	0	0	0%
PMU	4,284,000	0	0	0%
EPWP	2,037,000	621,049	621,049	30.49%
Energy efficiency & demand side	7,000,000	0	0	0
<b>TOTAL</b>	<b>409,108,000</b>	<b>168,684,907</b>	<b>168,684,907</b>	<b>41.23%</b>

**CAPITAL GRANT RECEIVED**

<b>DESCRIPTION</b>	<b>BUDGET</b>	<b>1st QUARTER RECEIVED 2018/19</b>	<b>YTD ACTUAL RECEIVED</b>	<b>YTD%</b>
MIG	81,405,000	52,353,000	52,353,000	64.31%
NDPG	48,485,000	32,120,000	32,120,000	66.25%
INEP	22,000,000	10,000,000	10,000,000	45.45%
PMU	0	0	0	0
Water service infrastructure grant	17,000,000	10,000,000	10,000,000	58.82
<b>TOTAL</b>	<b>168,890,000</b>	<b>104,473,000</b>	<b>104,473,000</b>	<b>61.86%</b>

**CAPITAL GRANT SPENDING**

<b>DESCRIPTION</b>	<b>BUDGET</b>	<b>1st QUARTER SPENDING 2018/19</b>	<b>YTD ACTUAL</b>	<b>YTD%</b>
MIG	81,405,000	18,130,822	18,130,822	22.27%
NDPG	48,485,000	0	0	0
DME/INER	22,000,000	0	0	0
PMU	0	0	0	0
Water service infrastructure grants	17,000,000	0	0	0
<b>Total</b>	<b>168,890,000</b>	<b>18,130,822</b>	<b>18,130,822</b>	<b>10.74</b>

**Cash Flow Statement (Annexure B)**

- Total cash receipts by source reflect an amount of R157 million, for the month of September 2018 includes the following grants:  
NDPG R7,120,000
- Total cash payments indicate an amount of R181 million, for the month of September 2018.

**Capital expenditure report (Annexure C)**

The summary report indicates the following:

<b>Summary statement of Capital Expenditure</b>				
<b>Description</b>	<b>YTD BUDGET</b>	<b>1 st QUARTER 2018/19</b>	<b>YTD ACTUAL</b>	<b>VARIANCES FAVOURABLE (UNFAV)</b>
Total Capital Expenditure	55,097,388	17,223,585	17,223,585	(37,873,803)
<b>Capital funding</b>				
National government	42,222,388	17,223,585	17,223,585	(24,998,803)
Provincial Government	-	-	-	-
District Municipality	-	-	-	-
Borrowing	7,500,000	-	-	(7,500,000)
Internal Generated fund	5,375,000	-	-	(5,375,000)
<b>Financial Total</b>	<b>55,097,388</b>	<b>17,223,585</b>	<b>17,223,585</b>	<b>(37,873,803)</b>

- Capital spending of 7.82% is lower than the 25% pro-rata.

**MIG Spending**

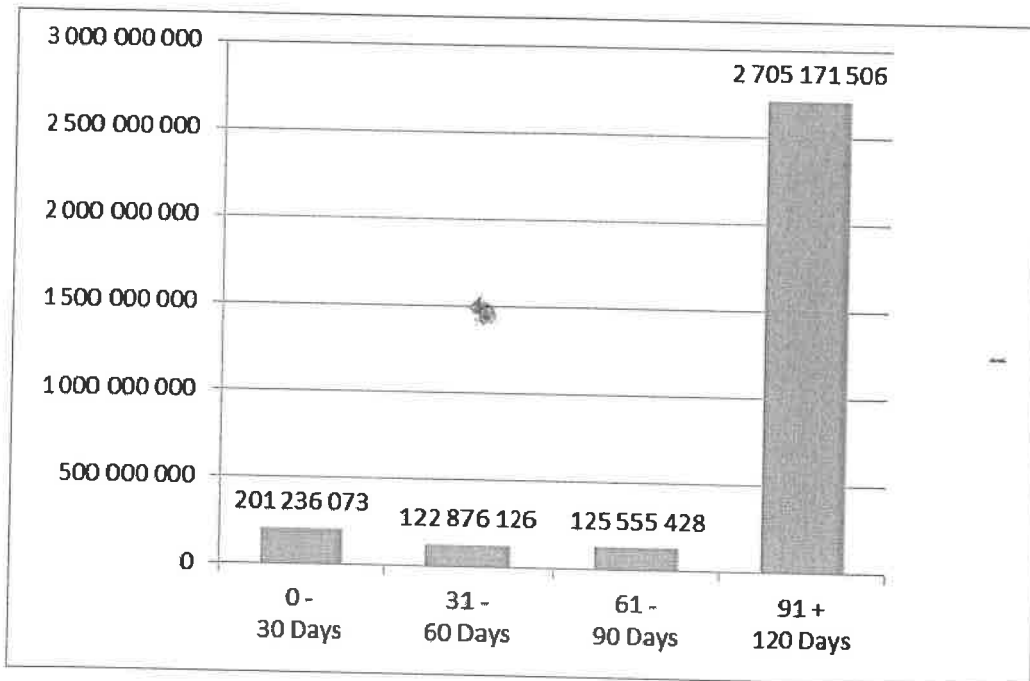
<b>BUDGET</b>	<b>1 st QUARTER RECEIVED</b>	<b>SPENDING YTD</b>	<b>YTD RECEIVED</b>	<b>%SPENDING</b>
81,405,000	52,353,000	18,130,822	52,353,000	22.27%

### Outstanding Debtors report (Annexure D)

This graph provides an extended aged analysis, as well as debtor's type. The summary report indicates that the debtor's greater than 30 days (31-90+days) balance as at 30 September 2018 amounts to R 2,954 billion.

A detailed Age Analysis is on annexure D.

### **Debtors by Customer group – 30 September 2018**

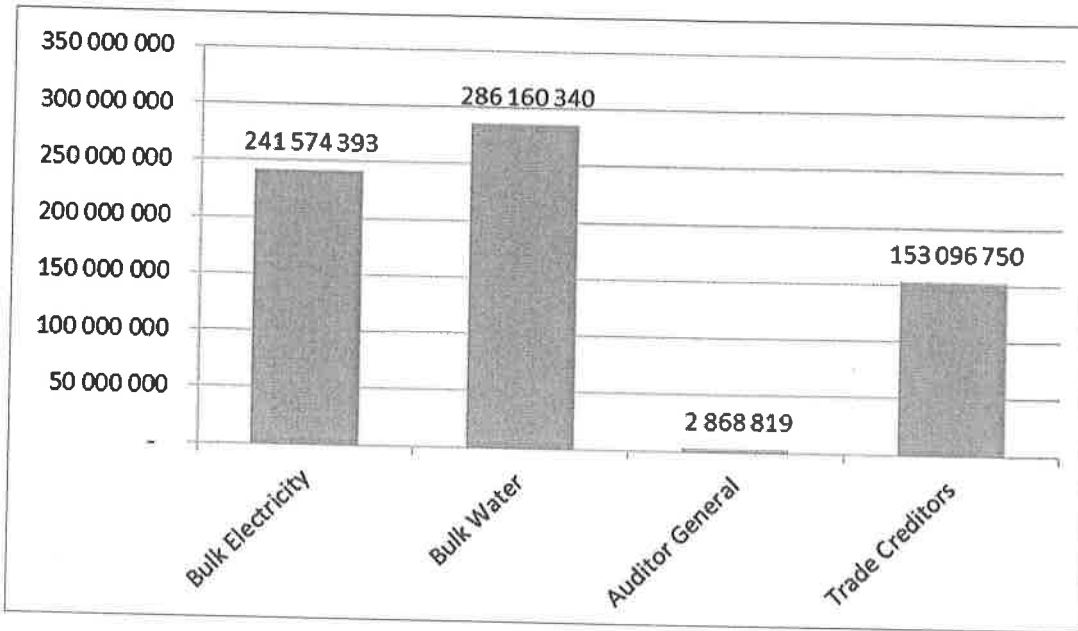


- Debtors' book has increased by R77 million as compared to the previous month



**Outstanding Creditors report (Annexure E)**

This graph provides an extended aged analysis, as well as creditor's type. The detailed Age Analysis are on Annexure E.



Outstanding creditors has decreased by R23 million compared to the previous month.

**Investment Portfolio (Annexure F)**

The table indicates the status of the investment portfolio which amounts to **R 212,221,686** as at 30 September 2018.

Investments					
Institution	Fixed	Call	Long Term	Collateral	Total
	R	R	R	R	R
ABSA		173,893,297			173,893,297
FNB			108,774		108,774
Investec		6,053,317			6,053,317
Nedcor				23,099,799	23,099,799
Sanlam (Policy)	9,066,499				9,066,499
	<b>9,066,499</b>	<b>179,946,614</b>	<b>108,774</b>	<b>23,099,799</b>	<b>212,221,686</b>

## **ANNEXURE G (BORROWINGS)**

The total amount outstanding on external loans at the end of September 2018 amount to R50,537,895.45

## **ANNEXURE I**

### **RATIOS**

### **FINANCIAL IMPLICATIONS**

The report covers the period from 1 July 2018 to 30 September 2018. The actual income and expenditure that appears in "Annexure A" reflects details that relates to the actual expenditure, and actual revenue for that period. Year to date actual revenue of R 548,9 million is less than projected of R 722,4 million YTD budget (Pro-rata) and vary by R174 million. Year to date actual expenditure of R238 million is less than projected expenditure of R779,8million YTD budget (Pro-rata) and vary by R541,4 million.

### **RECOMMENDATION**

That the Executive Mayor submits to the Council this statement as per section 52(d) of the MFMA.

ANNEXURE A - FINANCIAL PERFORMANCE

Budgeted Financial Performance (revenue and expenditure) - September 2018  
Current Year 2018/19

Description	Original Budget	First Quarter 18/19	YTD Actual	YTD Budget	Variance	YTD %	Variance%
<b>Revenue By Source</b>							
Property rates	(413 697 037)	(105 118 235)	(105 118 235)	-103 424 259	(1 693 976)	25.41	1.64
Service charges - electricity revenue	(804 515 536)	(211 318 768)	(211 318 768)	-201 128 884	(10 189 884)	26.27	5.07
Service charges - water revenue	(591 843 746)	(125 662 374)	(125 662 374)	-147 960 937	22 298 562	21.23	(15.07)
Service charges - sanitation revenue	(119 074 195)	(25 493 959)	(25 493 959)	-29 768 549	4 274 590	21.41	(14.36)
Service charges - refuse revenue	(185 155 654)	(31 685 482)	(31 685 482)	-46 288 914	14 603 432	17.11	(31.55)
Rental of facilities and equipment	(6 792 927)	(577 655)	(577 655)	-1 698 232	1 120 575	8.50	(65.98)
Interest earned - external investments	(2 632 500)	(13 846)	(13 846)	-658 125	644 279	0.53	(97.90)
Interest earned - outstanding debtors	(135 549 561)	(49 200 143)	(49 200 143)	-33 887 390	(15 312 753)	36.30	45.19
Fines	(8 640 384)	(312 620)	(312 620)	-2 160 096	1 847 476	3.62	(85.53)
Licences and permits	(1 279 265)	(256 961)	(256 961)	-319 816	62 855	20.09	(19.65)
Transfers recognised - operational	(409 108 000)	-	-	-102 277 000	102 277 000	-	(100.00)
Transfers recognised - capital	(168 889 550)	1 266 251	1 266 251	-42 222 388	43 488 639	-	-
Other revenue	(42 351 220)	(501 784)	(501 784)	-10 587 605	10 086 021	1.18	(95.26)
Gains on disposal of PPE	-	-	-	0	-	-	-
<b>Total Revenue</b>	<b>(2 859 529 575)</b>	<b>(548 875 577)</b>	<b>(548 875 577)</b>	<b>(722 382 394)</b>	<b>173 506 817</b>	<b>19.00</b>	<b>(24.02)</b>
<b>Expenditure By Type</b>							
Employee related costs	652 667 779	139 507 834	139 507 834	163 166 945	23 659 111	21.38	14.50
Remuneration of councillors	33 907 256	8 287 818	8 287 818	8 476 814	188 996	24.44	2.23
Depreciation & asset impairment	428 189 005	-	-	107 047 251	107 047 251	-	100.00
Finance charges	11 000 000	1 449 786	1 449 786	2 750 000	1 300 214	13.18	47.28
Bulk purchases	897 899 615	30 005 338	30 005 338	224 474 904	194 469 566	3.34	86.63
Inventory (Repair & maintenance)	99 001 516	6 626 695	6 626 695	24 750 379	18 123 684	6.69	73.23
Contracted services (Outsource, Cons)	269 504 563	20 340 886	20 340 886	67 376 141	47 035 255	7.55	69.81
Other expenditure	175 908 569	25 433 729	25 433 729	43 977 147	18 543 418	14.46	42.17
Bad debts written off	551 000 000	6 680 999	6 680 999	137 750 000	131 069 001	1.21	95.15
<b>Total Expenditure</b>	<b>3 119 078 323</b>	<b>238 333 086</b>	<b>238 333 086</b>	<b>779 769 581</b>	<b>541 436 495</b>	<b>7.64</b>	<b>69.44</b>
<b>(Surplus)/Deficit</b>	<b>229 548 748</b>	<b>(310 542 491)</b>	<b>(310 542 491)</b>	<b>57 387 187</b>	<b>(367 929 678)</b>		

OPERATING INCOME PER DEPARTMENT AS AT SEPTEMBER 2018

DESCRIPTION	BUDGET	1st QUARTER	YTD ACTUAL	YTD BUDGET	VARIANCE	VARIANCE	YTD %
Public safety	17 836 466	584 481	584 481	4 459 117	(3 874 636)	-86.89	3.28
Health service	-	-	-	-	-	-	-
Community services	217 465 957	42 003 344	42 003 344	54 366 489	(12 363 145)	-22.74	19.31
Sports	11 802 780	(63 004)	(63 004)	2 950 695	(3 013 699)	-102.14	-0.53
Housing	3 586 707	697 839	697 839	896 677	(198 838)	-22.17	19.46
Council general	3 400 859	34 990	34 990	850 215	(815 225)	-95.88	1.03
Civil Engineering	862 710 545	168 714 851	168 714 851	215 677 636	(46 962 785)	-21.77	19.56
Electrical engineering	901 480 386	217 283 252	217 283 252	225 370 097	(8 086 845)	-3.59	24.10
Corporate services	1 018 264	(7 200)	(7 200)	254 566	(261 766)	-102.83	-0.71
Finance	838 788 416	119 623 736	119 623 736	209 697 104	(90 073 368)	-42.95	14.26
Market	31 439 195	3 287	3 287	7 859 799	(7 856 512)	-99.96	0.01
LED	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>2 889 529 575</b>	<b>548 875 576</b>	<b>548 875 576</b>	<b>722 382 394</b>	<b>(173 506 818)</b>	<b>-24.02</b>	<b>19.00</b>

OPERATING EXPENDITURE PER DEPARTMENT

DESCRIPTION	BUDGET	1st QUARTER	YTD ACTUAL	YTD BUDGET	VARIANCE	VARIANCE	YTD %
Public safety	173 756 154	28 379 996	28 379 996	43 439 039	(15 059 043)	-34.67	16.33
Health service	10 857 663	1 548 086	1 548 086	2 714 416	(1 166 330)	-42.97	14.26
Community services	269 152 867	34 932 355	34 932 355	67 288 217	(32 355 862)	-48.09	12.98
Sports	87 693 833	10 460 345	10 460 345	21 923 458	(11 463 113)	-52.29	11.93
Housing	13 888 203	2 090 843	2 090 843	3 472 051	(1 381 208)	-39.78	15.05
Council general	145 659 167	31 691 906	31 691 906	36 414 792	(4 722 886)	-12.97	21.76
Civil Engineering	1 006 314 488	43 051 872	43 051 872	251 578 622	(208 526 750)	-82.89	4.28
Electrical engineering	1 029 708 146	51 090 149	51 090 149	257 427 037	(206 336 888)	-80.15	4.96
Corporate services	70 347 376	12 097 614	12 097 614	17 586 844	(5 489 230)	-31.21	17.20
Finance	268 544 229	18 538 434	18 538 434	67 136 057	(48 597 623)	-72.39	6.90
Market	24 265 571	3 137 640	3 137 640	6 066 393	(2 928 753)	-48.28	12.93
LED	18 890 626	1 313 847	1 313 847	4 722 657	(3 408 810)	-72.18	6.96
<b>TOTAL</b>	<b>3 119 078 323</b>	<b>238 333 087</b>	<b>238 333 087</b>	<b>779 769 581</b>	<b>(541 436 494)</b>	<b>-69.44</b>	<b>7.64</b>
<b>Surplus/Deficit</b>	<b>(229 548 748)</b>	<b>310 542 489</b>	<b>310 542 489</b>	<b>(57 387 187)</b>	<b>367 929 676</b>		

**Operational allocation/grant received**

	BUDGET	JULY 18/19	AUG 2018	SEPT 2018	1st Quarter	YTD	YTD%
Equitable shares grants	392 856 000	163 690 000	-	-	163 690 000	163 690 000	41.67
Finance Management Grant	2 215 000	-	2 215 000	-	2 215 000	2 215 000	100.00
Improvement of library services	716 000	-	-	-	-	-	-
PMU	4 284 000	-	-	-	-	-	-
EPWP (arbour week)	2 037 000	-	510 000	-	510 000	510 000	25.04
Energy efficiency & demand side	7 000 000	3 000 000	-	-	3 000 000	3 000 000	42.86
	<b>409 108 000</b>	<b>166 690 000</b>	<b>2 725 000</b>	<b>-</b>	<b>169 415 000</b>	<b>169 415 000</b>	<b>41.41</b>
<b>CAPITAL GRANT RECEIVED</b>							
MIG	81 405 000	52 353 000	-	-	52 353 000	52 353 000	64.31
NDPG	48 485 000	25 000 000	-	7 120 000	32 120 000	32 120 000	66.25
DME/INER	22 000 000	10 000 000	-	-	10 000 000	10 000 000	45.45
PMU	-	-	-	-	-	-	-
Water service infrastructure grant	17 000 000	10 000 000	-	-	10 000 000	10 000 000	58.82
	<b>168 890 000</b>	<b>97 353 000</b>	<b>-</b>	<b>7 120 000</b>	<b>104 473 000</b>	<b>104 473 000</b>	<b>61.86</b>

**GRANTS AND SUBSIDIES - SEPTEMBER 2018**

**Operational allocation/grant spending**

	BUDGET	JULY 2018	AUG 2018	SEPT 2018	1st Quarter Expenditure	YTD	YTD%
Equitable shares grants	392 856 000	63 690 000	82 000 000	22 000 000	167 690 000	167 690 000	42.68
Finance Management Grant	2 215 000	83 897	81 128	208 834	373 858	373 858	16.88
Improvement of library services	716 000	-	-	-	-	-	-
PMU	4 284 000	-	-	-	-	-	-
EPWP (arbour week)	2 037 000	210 667	206 628	203 755	621 049	621 049	30.49
Energy efficiency & demand side	7 000 000	-	-	-	-	-	-
	<b>409 108 000</b>	<b>63 984 564</b>	<b>82 287 755</b>	<b>22 412 589</b>	<b>168 684 907</b>	<b>168 684 907</b>	<b>41.23</b>
<b>CAPITAL GRANT EXPENDITURE</b>							
MIG	81 405 000	3 379 940	5 843 728	8 907 154	18 130 822	18 130 822	22.27
NDPG	48 485 000	-	-	-	-	-	-
DME/INER	22 000 000	-	-	-	-	-	-
PMU	-	-	-	-	-	-	-
Water services infrastructure grants	17 000 000	-	-	-	-	-	-
	<b>168 890 000</b>	<b>3 379 940</b>	<b>5 843 728</b>	<b>8 907 154</b>	<b>18 130 822</b>	<b>18 130 822</b>	<b>10.74</b>

**ANNEXURE B**

**Cash Flow Statement for the month of September 2018**

<b>Cash Receipts by Source</b>	<b>July 2018</b>	<b>August 2018</b>	<b>September 2018</b>
Property rates	27 264 799	31 374 151	28 191 668
Service charges - electricity revenue	32 470 500	48 662 009	54 871 664
Service charges - water revenue	15 916 603	19 279 635	19 027 273
Service charges - sanitation revenue	2 452 867	2 695 846	2 726 738
Service charges - refuse revenue	3 635 814	4 027 278	4 129 481
Service charges - other	-	-	-
Rental of facilities and equipment	-	-	4 300
Interest earned - external investments	-	-	-
Interest earned - outstanding debtors	-	-	-
Fines	126 598	89 806	105 496
Licences and permits	7 453	-	103
Transfer receipts - operational grants	166 690 000	2 725 000	-
Other revenue	102 211 756	36 341 009	40 861 596
<b>Cash Receipts by Source</b>	<b>350 776 390</b>	<b>145 194 734</b>	<b>149 918 319</b>
Transfer receipts - capital grants	97 353 000	-	7 120 000
Proceeds on disposal of PPE	-	-	-
<b>Total Cash Receipts by Source</b>	<b>448 129 390</b>	<b>145 194 734</b>	<b>157 038 319</b>
<b>Cash Payments by Type</b>			
Employee related costs	44 987 362	44 823 643	49 696 829
Remuneration of councillors	2 762 606	2 762 606	2 762 606
Collection costs	334 552	-	2 225 927
Interest paid	212 877	211 051	1 025 858
Bulk purchases - Electricity	-	30 005 338	-
Bulk purchases - Water	-	-	-
Repairs and maintenance	-	58 359	2 364 399
Contracted services	846 628	5 280 232	9 189 707
General expenses	7 555 704	127 305 239	102 234 307
<b>Cash Payments by Type</b>	<b>56 699 729</b>	<b>210 446 469</b>	<b>169 499 633</b>
<b>Other Cash Flows/Payments by Type</b>			
Capital assets	3 379 940	5 843 728	7 999 917
Repayment of borrowing	391 412	391 414	3 182 611
<b>Other Cash Flows/Payments</b>	<b>3 771 352</b>	<b>6 235 142</b>	<b>11 182 528</b>
<b>Total Cash Payments by Type</b>	<b>60 471 081</b>	<b>216 681 610</b>	<b>180 682 161</b>
<b>Net increase/(decrease) in cash held</b>	<b>387 658 309</b>	<b>(71 486 877)</b>	<b>(23 643 842)</b>
<b>Cash/ cash equivalent at the month beginning</b>	<b>(107 916 187)</b>	<b>279 742 122</b>	<b>208 255 245</b>
<b>Cash/ cash equivalent at the month ending</b>	<b>279 742 122</b>	<b>208 255 245</b>	<b>184 611 403</b>

## ANNEXURE C

## NW403 City Of Matlosana - Budgeted Capital Expenditure - September 2018

	Original Budget	1st Quarter 2018/19	YTD Actual	YTD Budget	Variance	YTD %
<b>Capital Expenditure</b>						
<b>Council General</b>	<b>38 900 000</b>	-	-	<b>9 725 000</b>	<b>(9 725 000)</b>	-
Council General Admin	38 900 000	-	-	9 725 000	(9 725 000)	-
<b>Municipal &amp; Environmental Services</b>	<b>16 000 000</b>	<b>1 379 267</b>	<b>1 379 267</b>	<b>4 000 000</b>	<b>(2 620 733)</b>	<b>8.62</b>
Community and social services	-	-	-	-	-	-
Sport and recreation	12 000 000	1 379 267	1 379 267	3 000 000	(1 620 733)	11.49
Refuse removal	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Health	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-
Housing	4 000 000	-	-	1 000 000	(1 000 000)	-
<b>Finance</b>	<b>5 600 000</b>	-	-	<b>1 400 000</b>	<b>(1 400 000)</b>	-
ICT Hard/software	5 600 000	-	-	1 400 000	(1 400 000)	-
<b>Macro city planning &amp; Development</b>	-	-	-	-	-	0
Market	-	-	-	-	-	0
<b>Civil Services &amp; Human Settlement</b>	<b>115 068 628</b>	<b>15 844 318</b>	<b>15 844 318</b>	<b>28 767 157</b>	<b>(12 922 839)</b>	<b>13.77</b>
Water	62 669 408	12 959 168	12 959 168	15 667 352	(2 708 184)	20.68
Waste water management(Sewer)	33 461 431	526 384	526 384	8 365 358	(7 838 974)	1.57
Roads	18 937 789	2 358 765	2 358 765	4 734 447	(2 375 682)	12.46
PMU Unit	-	-	-	-	-	-
Dumping site	-	-	-	-	-	-
<b>Electrical &amp; Mechanical Engineering</b>	<b>44 820 922</b>	-	-	<b>11 205 231</b>	<b>(11 205 231)</b>	-
Electrical	44 820 922	-	-	11 205 231	(11 205 231)	-
<b>Total Capital Expenditure</b>	<b>220 389 550</b>	<b>17 223 585</b>	<b>17 223 585</b>	<b>55 097 388</b>	<b>(37 873 803)</b>	<b>7.82</b>
<b>CAPITAL FUNDING</b>						
National government	168 889 550	17 223 585	17 223 585	42 222 388	(24 998 803)	10.20
Provincial government	-	-	-	-	-	-
District municipality	-	-	-	-	-	-
Borrowing	30 000 000	-	-	7 500 000	(7 500 000)	-
Internal Generated funds	21 500 000	-	-	5 375 000	(5 375 000)	-
<b>Financing Total</b>	<b>220 389 550</b>	<b>17 223 585</b>	<b>17 223 585</b>	<b>55 097 388</b>	<b>(37 873 803)</b>	<b>7.82</b>

**ANNEXURE D**  
**DEBTOR'S AGE ANALYSIS - SEPTEMBER 2018**

<b>Detail</b>	<b>0 - 30 Days</b>	<b>31 - 60 Days</b>	<b>61 - 90 Days</b>	<b>91 + 120 Days</b>	<b>Total</b>
<b>Debtors Age Analysis By Income Source</b>					
Water Tariffs	46 040 139	34 190 139	34 113 651	917 563 252	1 031 907 181
Electricity Tariffs	59 225 402	27 389 613	15 666 179	214 700 639	316 981 833
Rates (Property Rates)	32 542 635	9 770 133	30 727 153	165 676 871	238 716 792
Sewerage/ Sanitation	8 690 128	5 993 685	5 745 151	156 372 655	176 801 619
Refuse Removal Tariffs	11 796 240	9 240 177	8 817 384	270 752 489	300 606 290
Other	42 941 529	36 292 379	30 485 910	980 105 600	1 089 825 418
<b>Total By Income Source</b>	<b>201 236 073</b>	<b>122 876 126</b>	<b>125 555 428</b>	<b>2 705 171 506</b>	<b>3 154 839 133</b>
<b>Debtors Age Analysis By Customer Group</b>					
Government	16 875 393	6 098 113	24 467 770	39 977 569	87 418 845
Business	50 598 718	23 176 617	10 906 772	206 420 661	291 102 768
Households	133 073 129	93 020 800	88 608 510	2 436 594 856	2 751 297 295
Other	688 833	580 596	1 572 376	22 178 420	25 020 225
<b>Total By Customer Group</b>	<b>201 236 073</b>	<b>122 876 126</b>	<b>125 555 428</b>	<b>2 705 171 506</b>	<b>3 154 839 133</b>



**ANNEXURE E  
OUTSTANDING CREDITORS STATEMENT - SEPTEMBER 2018**

Detail	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 +Days/Arreas	Total
Bulk Electricity	139 695 020	-	59 196 389	-	42 682 984	241 574 393
Bulk Water	59 159 176	19 982 300	2 133 881	-	204 884 983	286 160 340
Auditor General	1 386 390	57 491	30 958	-	1 393 980	2 868 819
Trade Creditors	36 316 349	7 905 678	13 610 777	-	95 263 946	153 096 750
<b>Total</b>	<b>236 556 935</b>	<b>27 945 469</b>	<b>74 972 005</b>	<b>-</b>	<b>344 225 893</b>	<b>683 700 302</b>

**ANNEXURE F**

**Investment Portfolio: 30 September 2018**  
**City of Matlosana**

INSTITUTION	INTEREST RATE	PERIOD	AUGUST 2018	SEPTEMBER 2018	MATURITY DATE	EXPLANATION
<b>Call Investment</b>						
ABSA: 3854	3.73%		10 050 292.01	10 077 053.71		WSIG
ABSA: 5047	4.70%		15 111 060.34	14 971 456.53		INEP
ABSA: 6177	6.75%		81 089 667.28	68 381 235.68		MIG
ABSA: 2264	4.70%		22 998 304.44	1 060 090.17		EQS
ABSA: 4682	6.65%		37 811 515.26	45 152 635.48		NDPG
ABSA: 4063	1.55%		3 175 170.82	3 178 002.38		
ABSA: 1223	6.75%		24 907 033.96	31 072 823.52		
INVESTEC	6.80%		6 022 134.27	6 053 317.38		
<b>TOTAL Call Investment</b>			<b>201 165 178.38</b>	<b>179 946 614.85</b>		
<b>Collateral</b>						
SANLAM	Policy	Guaranteed Capital	8 498 396.65	8 498 396.65	2018/12/01	Policy
SANLAM	Policy	Guaranteed Capital	568 102.34	568 102.34	2019/08/01	Policy
NEDCOR	Minimum 5%		23 099 799.00	23 099 799.00	30/06/2019	Security
<b>TOTAL</b>			<b>32 166 297.99</b>	<b>32 166 297.99</b>		
<b>Long Term Investment</b>						
FNB	10.00%	1 YEAR	94 773.77	94 773.77		Housing Collateral
FNB	9.50%	1 YEAR	14 000.00	14 000.00		Housing Collateral
<b>TOTAL</b>			<b>108 773.77</b>	<b>108 773.77</b>		
<b>TOTAL INVESTMENTS</b>			<b>233 440 250.14</b>	<b>212 221 686.61</b>		

Withdraw R6 700 886.66 from ABSA call (MIG) - 03 September 2018  
 Withdraw R22 000 000 from ABSA call (EQS) - 03 September 2018  
 Withdraw R8 000 000 from ABSA call - 03 September 2018  
 Withdraw R10 000 000 from ABSA call - 05 September 2018  
 Invest R5 000 000 with ABSA on call - 06 September 2018  
 Invest R7 120 000 with ABSA on call - 06 September 2018  
 Invest R5 000 000 with ABSA on call - 07 September 2018  
 Invest R10 000 000 with ABSA on call - 10 September 2018  
 Invest R5 000 000 with ABSA on call - 11 September 2018  
 Invest R10 000 000 with ABSA on call - 12 September 2018  
 Withdraw R827 810.89 from ABSA call (MIG) - 13 September 2018  
 Invest R11 000 000 with ABSA on call - 17 September 2018  
 Withdraw R191 459 from ABSA call (INEP) - 17 September 2018  
 Invest R5 000 000 with ABSA on call - 18 September 2018  
 Invest R3 000 000 with ABSA on call - 19 September 2018  
 Invest R5 000 000 with ABSA on call - 20 September 2018  
 Withdraw R35 000 000 from ABSA call - 21 September 2018  
 Invest R5 000 000 with ABSA on call - 25 September 2018

Other changes are due to year end and Capitalisation of interest earned for the month

**NB:** Council to take cognisance that the investments reflected are not as a result of excess funds but grants received for the financial year invested on short term to gain interest while processes on meeting conditions of the grants are unfolding, and to avoid charges once funds are kept on current account

These investments can only be withdrawn when funds are needed for the particular reason they were invested for

Annexure G

See attached loan schedule as at 30 September 2018

nr	Start	End	Term	Time Remaining	Lender	Original Loan	Purpose	Balance 30/09/2018
1	1/10/1998	30/09/2018	20	paid in full	DBSA	7 435 456,00	Upgrading of Sewer, Water Retigulation	0,00
2	1/10/2000	30/09/2020	20	24 months	DBSA	3 951 600,00	Jouberton Retigulation Phase 4	1 117 369,82
3	1/10/2001	30/09/2019	18	12 months	DBSA	10 000 000,00	Refinancing of Klerksdorp phase1	555 555,56
4	1/7/2001	30/06/2019	18	9 months	DBSA	14 998 125,00	Refinancing of Klerksdorp phase1	14 998 125,00
5	1/7/2004	30/06/2019	15	9 months	DBSA	28 070 000,00	Refinancing of Urban Infrastructure in various areas	3 601 050,44
6	1/7/2004	30/06/2019	15	9 months	DBSA	37 000 000,00	Refinancing of Urban Infrastructure in various areas	4 506 046,79
7	1/11/2010	1/11/2025	15	86 months	DBSA	35 269 878,00	Upgrading of Urainville and Dorhngkruij Substations	23 162 482,98
9	30/09/1999	30/09/2019	20	12 months	DBSA	5 587 000,00	Jouberton/Alabama water pump stations and ring main	717 322,42
10	30/09/1999	30/09/2019	20	12 months	DBSA	7 477 000,00	Upgrading of Orkney Sewer plant and pump stations	1 062 322,80
11	30/09/1999	30/09/2019	20	12 months	DBSA	5 780 000,00	Orkney 20ml Reservoir and Pump Station	817 609,64
						<b>155569059</b>		<b>50 537 895,45</b>

The following loans were financed by the Development Bank of Southern Africa (DBSA)

- Loan nr 1 start 1 October 1998 and end 30 September 2018 with a balance of end of July of R 0
- Loan nr 2 start 1 October 2000 and end 30 September 2020 with a balance of end of July of R 1117369,82
- Loan nr 3 start 1 October 2001 and end 30 September 2019 with a balance of end of July of R 555555,56
- Loan nr 4 start 1 July 2001 and end 30 June 2019 with a balance of end of July of R 149981125,00
- Loan nr 5 start 1 July 2004 and end 30 June 2019 with a balance of end of July of R 3601050,44
- Loan nr 6 start 1 July 2004 and end 30 June 2019 with a balance of end of July of R 4506046,79
- Loan nr 7 start 1 November 2010 and end 1 November 2025 with a balance of end of July of R 23162492,98
- Loan nr 9 start 30 September 1999 and end 30 September 2019 with a balance of end of July of R 717322,42
- Loan nr 10 start 30 September 1999 and end 30 September 2019 with a balance of end of July of R 1062322,80
- Loan nr 11 start 30 September 1999 and end 30 September 2019 with a balance of end of July of R 817609,64